treasury

Department:
Treasury
PROVINCE OF KWAZULU-NATAL

CONSOLIDATED MUNICIPAL BUDGETS PERFORMANCE REPORT

1st Quarter Review 2025/26

MFQR: 30 September 2025

Compiled by: KwaZulu-Natal (KZN) Provincial Treasury

Data Source and Reliability

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This report uses data reported by municipalities by the 10th working day of the month, as required by Section 71(1) of the MFMA. The report has been compiled based on information provided by the municipalities in the form of Municipal Standard Chart of Accounts (mSCOA) data strings, Financial Management Reports (FMR) and other budget performance information for the financial period ended 30 September 2025 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.

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 30 September 2025. The non-delegated municipalities, namely, the eThekwini Metro and the Msunduzi and uMhlathuze Local Municipalities are included in the report. By the legislated date for municipalities to upload their monthly MFMA Section 71 performance data strings onto the NT LG Database (National Treasury GoMuni Upload Portal), the iMpendle Local Municipality did not upload their MFMA Section 71 data strings for Month 03 to the National Treasury GoMuni Upload Portal by 14 October 2025.

All municipalities should have generated and spent approximately 25 percent of their 2025/26 Approved Budgets as at the end of the first quarter of the 2025/26 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 first quarter of the 2025/26 financial year.

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

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

The report is prepared using the figures from the mSCOA data strings. The mSCOA Regulations were promulgated on 22 April 2014 and prescribes 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 National Treasury GoMuni Upload Portal across the six mSCOA regulated segments. The quarterly report has been prepared using the mSCOA data strings submitted by the municipalities, however the credibility of the information contained in the data strings is of concern. At the core of the challenge are the following:

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

Legislative Framework

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

2. District Overview

2.1 Operating Revenue

Table 1: Operating Revenue per source and per district as at the end of Quarter 1 – 2025/26

R'000	Original Budget	Unaudited Actual	% Generated	Detail						
				Exchange Revenue				Non-Exchange Revenue		
				Service charges			Other revenue[2]	Property rates	Transfers and subsidies - Operational[3]	Other revenue[4]
				Electricity revenue	Water revenue	Other[1]				
eThekwini	60 395 849	34 996 379	57.9	11 256 764	3 725 924	1 431 056	1 697 697	9 359 039	4 470 541	3 055 357
Ugu	3 644 092	1 207 161	33.1	64 202	120 432	77 369	47 126	253 905	626 549	17 578
uMgungundlovu	12 621 981	3 458 438	27.4	1 133 643	401 630	131 884	193 863	566 823	977 791	52 804
uThukela	3 721 360	1 157 053	31.1	240 300	68 575	20 276	50 103	155 445	598 012	24 341
uMzinyathi	2 324 861	722 678	31.1	81 248	20 030	16 319	26 475	67 263	504 823	6 520
Amajuba	3 352 701	1 006 552	30.0	288 752	66 180	71 351	14 832	139 914	417 353	8 170
Zululand	3 366 171	1 092 170	32.4	147 012	25 348	33 285	22 296	101 887	736 917	25 424
uMkhanyakude	2 058 854	624 767	30.3	2 357	7 048	3 861	22 702	86 132	492 799	9 868
King Cetshwayo	8 053 632	2 375 754	29.5	729 506	154 078	89 316	52 225	322 633	860 063	167 933
iLembe	5 532 536	1 570 371	28.4	328 297	84 120	59 641	125 267	206 036	756 420	10 590
Harry Gwala	2 087 527	725 804	34.8	59 235	18 761	13 672	31 233	81 643	512 187	9 073
Total	**107 159 566**	**48 937 127**	**45.7**	**14 331 317**	**4 692 126**	**1 948 030**	**2 283 819**	**11 340 720**	**10 953 456**	**3 387 659**

Source: NT lgdatabase, downloaded 15 October 2025.

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

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

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

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

- In aggregate, municipalities in KwaZulu-Natal generated *Operating revenue* amounting to R48.9 billion or 45.7 percent of their Original Budgets of R107.2 billion as at the end of September 2025 which is above the projected revenue of 25 percent expected as at the end of the first quarter of the 2025/26 financial year.
- The eThekwini Metro with R35 billion or 71.5 percent contributed the most towards the total *Operating revenue* of R48.9 billion followed by the uMgungundlovu District with R3.5 billion or 7.1 percent and the King Cetshwayo District with R2.4 billion or 4.9 percent. It should be noted that the Msunduzi Local Municipality contributed R2.5 billion or 71.7 percent towards the total *Operating revenue* reported by the uMgungundlovu District whilst the uMhlathuze Local Municipality contributed R1.6 billion or 66.4 percent of the total *Operating revenue* reported by the King Cetshwayo District. The non-delegated municipalities are significant contributors to the total *Operating revenue* generated for the province as they are densely populated cities with a large number of consumers who are billed for municipal services and *Property rates.*
- The uMkhanyakude, uMzinyathi and Harry Gwala Districts with a total revenue of R624.8 million or 1.3 percent, R722.7 million or 1.5 percent and R725.8 million or 1.5 percent respectively contributed the least towards the total *Operating revenue* generated at a provincial level as at the end of the first quarter of the 2025/26 financial year which is expected as the districts were the lowest contributors towards the total Original Budget for *Operating revenue.*
- *Services charges – electricity revenue* contributed the most towards *Operating revenue* as at the end of the first quarter of the 2025/26 financial year with R14.3 billion or 29.3 percent followed by *Property rates* with R11.3 billion or 23.2 percent. *Service charges – other* which comprises of *Service charges – waste water management* and *Service charges – waste management* contributed the least towards the total *Operating revenue* with R1.9 billion or 4 percent.

2.2 Operating Expenditure

Table 2: Operating Expenditure per item and per district as at the end of Quarter 1 – 2025/26

R'000	Original Budget	Unaudited Actual	% Spent	Detail								
				Employee related costs	Remun. of councillors	Bulk purchases - electricity	Inventory consumed	Debt impairment	Depreciation and amortisation	Interest	Contracted services	Other[1]
eThekwini	60 121 874	30 943 461	51.5	6 228 456	72 746	11 535 076	1 506 394	3 971 628	1 747 201	550 466	2 376 926	2 954 569
Ugu	3 119 224	871 835	28.0	383 448	22 348	42 495	63 910	(3 628)	98 811	14 480	110 198	139 773
uMgungundlovu	11 566 007	2 820 289	24.4	609 042	32 318	1 189 372	361 695	1 061	131 395	21 977	255 425	218 004
uThukela	3 739 165	706 324	18.9	297 297	16 730	191 911	19 427	-	53 091	(4)	66 360	61 511
uMzinyathi	2 262 711	530 127	23.4	188 610	11 671	123 919	11 166	21 234	29 349	8 114	73 367	62 697
Amajuba	3 445 762	783 471	22.7	251 711	12 829	182 407	63 019	-	110 421	7 042	82 911	73 131
Zululand	3 125 533	836 877	26.8	281 941	21 297	156 634	37 585	1 529	75 957	14 301	145 954	101 678
uMkhanyakude	2 002 662	514 583	25.7	183 253	20 109	5 179	35 425	6 096	60 681	269	101 628	101 943
King Cetshwayo	8 476 727	2 004 461	23.6	503 861	27 411	534 638	154 856	56 909	155 548	50 716	158 111	362 413
iLembe	5 547 037	1 156 850	20.9	303 411	21 419	375 455	15 826	704	99 103	243	183 116	157 573
Harry Gwala	2 307 943	502 227	21.8	200 155	14 730	73 067	11 524	(1 136)	40 234	841	75 597	87 213
Total	**105 714 647**	**41 670 504**	**39.4**	**9 431 184**	**273 608**	**14 410 152**	**2 280 827**	**4 054 396**	**2 601 791**	**668 445**	**3 629 594**	**4 320 506**

Source: NT lgdatabase, downloaded 15 October 2025.
1 Include Operational costs, Transfers and subsidies, Irrecoverable debts written off, Loss on disposal of Assets and Other Losses.

- In aggregate, municipalities in KwaZulu-Natal incurred *Operating expenditure* amounting to R41.7 billion or 39.4 percent of their Original Budgets of R105.7 billion as at the end of September 2025 which is above the projected expenditure of 25 percent expected as at the end of the first quarter of the 2025/26 financial year.
- The eThekwini Metro with R30.9 billion or 74.3 percent contributed the most towards the total *Operating expenditure* of R41.7 billion followed by the uMgungundlovu District with R2.8 billion or 6.8 percent and the King Cetshwayo District with R2 billion or 4.8 percent. It should be noted that the Msunduzi Local Municipality contributed R2.1 billion or 75.9 percent towards the total *Operating expenditure* reported by the uMgungundlovu District whilst the uMhlathuze Local Municipality contributed R1.4 billion or 71.3 percent of the total *Operating expenditure* reported by the King Cetshwayo District.
- The Harry Gwala, uMkhanyakude and uMzinyathi Districts with R502.2 million or 1.2 percent, R514.6 million or 1.2 percent and R530.1 million or 1.3 percent respectively contributed the least towards the total *Operating expenditure* incurred as at the end of the first quarter of the 2025/26 financial year which is expected as the districts also contributed the least towards the total Original Budget for *Operating expenditure*.
- It should be noted that the uMzumbe Local Municipality, the Nquthu Local Municipality, the uThukela District Municipality and the Harry Gwala District Municipality reported the lowest *Operating expenditure* against their Original Budgets with R22.8 million or 10.3 percent, R41.9 million or 12.6 percent, R152.2 million or 14.4 percent and R141.4 million or 17.3 percent respectively.
- The under-expenditure reported by the uMzumbe Local Municipality is due to budget savings attributable to the implementation of cost containment measures and low expenditure reported on *Depreciation and amortisation* as a result of incorrect reporting.
- The Nquthu Local Municipality indicated that the reported *Operating expenditure* as at the end of the first quarter of the 2025/26 financial year is understated mainly due to incorrect invoices which could only be included in the financial records after corrections had been made by suppliers as well as the low expenditure reported on *Debt impairment* and *Depreciation and amortisation*. The uThukela District Municipality indicated that the low expenditure reported is attributable to the implementation of cost containment measures as a result of the municipality's budget being unfunded. The municipality further indicated that they are experiencing delays in receiving invoices for *Bulk water* from the Department of Water and Sanitation (DWS) which has contributed to the low expenditure reported for *Inventory consumed*. The Harry Gwala District Municipality indicated that the low expenditure reported is attributable to the low expenditure reported on *Debt impairment* and *Depreciation and amortisation* as a result of incorrect reporting.

- *Bulk purchases - electricity* contributed the most towards the total *Operating expenditure* as at the end of the first quarter of the 2025/26 financial year with R14.4 billion or 34.6 percent followed by *Employee related costs* with R9.4 billion or 22.6 percent and *Other expenditure* (consisting of *Operational costs*, *Transfers and subsidies*, *Irrecoverable debts written off*, *Loss on disposal of assets* and *Other losses*) with R4.3 billion or 10.4 percent.
- *Remuneration of councillors* with R273.6 million or 0.7 percent contributed the least towards the total *Operating expenditure*.
- It should be noted that 43 municipalities did not report on *Debt impairment* for the period ended 30 September 2025 whilst the uMdoni and the Dr. Nkosazana Dlamini Zuma Local Municipalities reported reversals in the provision for *Debt impairment* of R8.4 million and R1.1 million respectively as a result of incorrect reporting.
- Furthermore, the uMzumbe, Mpofana, iMpendle, iNkosi Langalibalele, Nquthu, eMadlangeni, eDumbe, Mthonjaneni Local Municipalities as well as the Harry Gwala District Municipality did not report on *Depreciation and amortisation* for the period ended 30 September 2025. The municipalities indicated that no expenditure was reported for *Depreciation and amortisation* due to challenges with their financial systems which are being addressed with their respective service providers.

2.3 Capital Revenue (Source of Finance)

Table 3: Capital Revenue (Source of Finance) per district as at the end of Quarter 1 – 2025/26

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail		
					Transfers recognised - capital[1]	Borrowing	Internally generated funds
eThekwini	7 296 796	7 296 796	310 368 492	4 253.5	101 326 786	33 118 190	175 923 516
Ugu	715 385	715 385	212 202	29.7	190 077	1 355	20 770
uMgungundlovu	1 108 691	1 108 691	97 483	8.8	69 520	19 734	8 229
uThukela	502 168	502 168	67 680	13.5	71 427	(17 348)	13 601
uMzinyathi	488 138	488 138	80 166	16.4	72 641	-	7 525
Amajuba	466 145	466 145	74 232	15.9	72 094	-	2 138
Zululand	990 210	990 210	62 547	6.3	59 027	-	3 520
uMkhanyakude	404 540	404 540	(3 359 884)	(830.5)	(3 236 175)	-	(123 709)
King Cetshwayo	1 031 199	1 035 052	250 685	24.2	199 192	36 002	15 491
iLembe	831 067	831 067	(19 889)	(2.4)	(27 169)	-	7 280
Harry Gwala	612 411	612 411	107 063	17.5	88 963	-	18 100
Total	**14 446 751**	**14 450 604**	**307 940 777**	**2 131.0**	**98 886 383**	**33 157 934**	**175 896 460**

Source: NT lgdatabase, downloaded 15 October 2025.

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

Table 4: Capital Revenue (Source of Finance) per district as at the end of Quarter 1 – 2025/26 (misstated figures were adjusted for the eThekwini Metro and the uMkhanyakude District Municipality)

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail		
					Transfers recognised - capital[1]	Borrowing	Internally generated funds
eThekwini	7 296 796	7 296 796	720 467	9.9	422 724	190 636	107 106
Ugu	715 385	715 385	212 202	29.7	190 077	1 355	20 770
uMgungundlovu	1 108 691	1 108 691	97 483	8.8	69 520	19 734	8 229
uThukela	502 168	502 168	67 680	13.5	71 427	(17 348)	13 601
uMzinyathi	488 138	488 138	80 166	16.4	72 641	-	7 525
Amajuba	466 145	466 145	74 232	15.9	72 094	-	2 138
Zululand	990 210	990 210	62 547	6.3	59 027	-	3 520
uMkhanyakude	404 540	404 540	(105 835)	(26.2)	(28 456)	-	(77 380)
King Cetshwayo	1 031 199	1 035 052	250 685	24.2	199 192	36 002	15 491
iLembe	831 067	831 067	(19 889)	(2.4)	(27 169)	-	7 280
Harry Gwala	612 411	612 411	107 063	17.5	88 963	-	18 100
Total	**14 446 750**	**14 450 604**	**1 546 800**	**10.7**	**1 190 041**	**230 379**	**126 380**

Source: NT lgdatabase, downloaded 15 October 2025 and the Schedule C for the eThekwini Metro and the uMkhanyakude District Municipality.

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

- It should be noted that the Adjusted Budget figures were utilised for *Capital revenue* due the King Cetshwayo District Municipality that passed an Adjustments Budget in terms of Section 28(2)(e) of the MFMA to utilise *Internally generated funds* which were not fully utilized in the previous financial year.
- The *Capital revenue* of R307.9 billion or 2 131 percent of their Adjusted Budgets of R14.5 billion reported by the municipalities in KwaZulu-Natal at an aggregate level to fund their *Capital expenditure* as at the end of September 2025 is grossly overstated due to the incorrect reporting by the eThekwini Metro and the uMkhanyakude District Municipality that reported *Capital revenue* of R310.4 billion or 4 253.5 percent against the Adjusted Budget of R7.3 billion and *Capital revenue* of negative R3.2 billion or negative 1 371.2 percent against the Adjusted Budget of R235.7 million respectively.
- The correct performance for the eThekwini Metro and the uMkhanyakude District Municipality is R720.5 million or 9.9 percent against the Adjusted Budget of R7.3 billion and R21.5 million or 9.1 percent against the Adjusted Budget of R235.7 million respectively as per the Schedule C that was

submitted to Provincial Treasury by the respective municipalities. The corrected performance for the municipalities in the province using the Schedule C for the eThekwini Metro and the uMkhanyakude District Municipality is R1.5 billion or 10.7 percent of their Adjusted Budgets of R14.5 billion which is significantly below the straight-line projected revenue of 25 percent expected as at the end of first quarter of the 2025/26 financial year.

- The low revenue reported is due to negative figures reported for *Capital revenue* by the iNkosi uMtubatuba (negative R156.9 million), Nongoma (negative R105.2 million), Maphumulo (negative R61.5 million), Ndwedwe (negative R60.9 million), iMpendle (negative R35.7 million) and the Okhahlamba Local Municipalities (negative R17.5 million).
- The highest contributor towards the total *Capital revenue* as at the end of the first quarter of the 2025/26 financial year was *Transfers recognised – capital* with R1.2 billion or 76.9 percent. *Borrowing* contributed R230.4 million or 14.9 percent towards the total *Capital revenue* as at the end of the first quarter of the 2025/26 financial year whilst *Internally generated funds* contributed the least towards the total *Capital revenue* with R126.4 million or 8.2 percent.
- The Zululand District and the uMgungundlovu District reported the lowest *Capital revenue* against their Adjusted Budgets as at the end of September 2025 with 6.3 percent and 8.8 percent respectively.
- The low revenue reported by the Zululand District against the Adjusted Budget is mainly attributed to the Nongoma Local Municipality that reported *Capital revenue* of negative R105.2 million or negative 243.6 percent due to incorrect reporting which decreased the overall revenue reported by the district.
- The low revenue reported by the uMgungundlovu District against the Adjusted Budget is mainly attributed to the uMngeni and the Msunduzi Local Municipalities that reported *Capital revenue* of only R173 000 or 0.1 percent and R68 million or 10.4 percent against their Adjusted Budgets of R117.6 million and R653.9 million respectively. The low revenue reported by the uMngeni Local Municipality is due to incorrect reporting by the municipality whilst the Msunduzi Local Municipality attributed the low revenue reported to the slow implementation of Supply Chain Management (SCM) processes. Additionally, the iMpendle Local Municipality reported *Capital revenue* of negative R35.7 million or negative 119.3 percent due to journal entries that were incorrectly captured on the financial system.
- The negative *Capital revenue* reported by the uMkhanyakude District is due to the Inkosi uMtubatuba Local Municipality that reported *Capital revenue* of negative R156.9 million is due to incorrect mapping in the financial system. The correct *Capital revenue* is R9.1 million or 19.2 percent as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025.
- The negative *Capital revenue* reported by the iLembe District is due to the Maphumulo and Ndwedwe Local Municipalities that reported *Capital revenue* of negative R61.5 million and negative R60.9 million respectively due to the opening balances that were incorrectly captured in their financial systems. The correct *Capital revenue* is R9.8 million or 22.5 percent for the Maphumulo Local Municipality as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025 whilst the correct *Capital revenue* for the Ndwedwe Local Municipality is R17.1 million or 24.9 percent as per the Schedule C submitted to Provincial Treasury for the quarter ended September 2025.
- The Okhahlamba Local Municipality reported negative R17.5 million for *Capital revenue* which decreased the total revenue reported by the uThukela District. The municipality indicated that the negative *Capital revenue* reported was due to a reporting error and that they are engaging their service provider to resolve the reporting challenges. The correct *Capital revenue* is R11 million or 29 percent as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.

2.4 Capital Expenditure

Table 5: Capital Expenditure per item and per district as at the end of Quarter 1 – 2025/26

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail: Governance and Admin.[1]	Community and Public Safety: Housing	Community and Public Safety: Health	Community and Public Safety: Other[2]	Economic and Environmental Services: Road Transport	Economic and Environmental Services: Other[3]	Trading Services: Energy	Trading Services: Water and Waste Water Mgt.	Trading Services: Waste Mgt	Other
eThekwini	7 296 796	7 296 796	311 409 685	4 267.8	29 126 948	11 433 376	1 149 270	31 606 385	84 899 391	10 134 628	41 983 079	93 901 252	5 164 509	2 010 846
Ugu	715 385	715 385	212 202	29.7	12 899	-	-	2 626	17 895	56 880	-	121 764	-	139
uMgungundlovu	1 108 691	1 108 691	105 999	9.6	25 103	-	-	10 244	(373)	12 705	2 946	55 814	-	(439)
uThukela	502 168	502 168	67 680	13.5	(12 745)	15	-	7 007	42 540	142	24 510	6 060	152	-
uMzinyathi	491 306	491 306	81 120	16.5	811	-	-	9 923	33 669	1 984	-	34 733	-	-
Amajuba	475 651	475 651	77 372	16.3	953	-	-	1 820	17 320	6 290	1 612	49 122	255	-
Zululand	990 296	990 296	62 547	6.3	3 497	-	-	23 983	(89 115)	4 108	3 767	117 117	(810)	-
uMkhanyakude	402 911	402 911	(3 359 884)	(833.9)	(158 732)	-	-	(3 644)	(41 996)	3 160	(18 322)	(3 124 810)	(15 540)	-
King Cetshwayo	1 031 199	1 035 052	250 685	24.2	4 676	-	-	9 360	66 946	7 663	786	152 911	-	8 343
iLembe	831 067	831 067	(19 889)	(2.4)	(549)	-	-	(215)	(58 639)	(21 749)	16 396	47 299	(2 432)	-
Harry Gwala	617 227	617 227	107 063	17.3	6 552	2 234	-	7 239	27 399	32 516	4 696	26 428	-	-
Total	**14 462 699**	**14 466 552**	**308 994 581**	**2 135.9**	**29 009 413**	**11 435 625**	**1 149 270**	**31 674 728**	**84 915 035**	**10 238 326**	**42 019 471**	**91 387 689**	**5 146 135**	**2 018 889**

Source: NT lgdatabase, downloaded 15 October 2025.
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.

Table 6: Capital Expenditure per item and per district as at the end of Quarter 1 – 2025/26 (misstated figures were adjusted for the eThekwini Metro and the uMkhanyakude District Municipality)

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail: Governance and Admin.[1]	Community and Public Safety: Housing	Community and Public Safety: Health	Community and Public Safety: Other[2]	Economic and Environmental: Road Transport	Economic and Environmental: Other[3]	Trading Services: Energy	Trading Services: Water and Waste Water Mgt.	Trading Services: Waste Mgt	Other
eThekwini	7 296 796	7 296 796	720 467	9.9	23 822	112 711	(610)	34 274	74 262	15 467	125 816	314 888	19 830	7
Ugu	715 385	715 385	212 202	29.7	12 899	-	-	2 626	17 895	56 880	-	121 764	-	139
uMgungundlovu	1 108 691	1 108 691	105 999	9.6	25 103	-	-	10 244	(373)	12 705	2 946	55 814	-	(439)
uThukela	502 168	502 168	67 680	13.5	(12 745)	15	-	7 007	42 540	142	24 510	6 060	152	-
uMzinyathi	491 306	491 306	81 120	16.5	811	-	-	9 923	33 669	1 984	-	34 733	-	-
Amajuba	475 651	475 651	77 372	16.3	953	-	-	1 820	17 320	6 290	1 612	49 122	255	-
Zululand	990 296	990 296	62 547	6.3	3 497	-	-	23 983	(89 115)	4 108	3 767	117 117	(810)	-
uMkhanyakude	402 911	402 911	(105 835)	(26.3)	(35 709)	-	-	(3 644)	(16 112)	3 160	-	(37 991)	(15 540)	-
King Cetshwayo	1 031 199	1 035 052	250 685	24.2	4 676	-	-	9 360	66 946	7 663	786	152 911	-	8 343
iLembe	831 067	831 067	(19 889)	(2.4)	(549)	-	-	(215)	(58 639)	(21 749)	16 396	47 299	(2 432)	-
Harry Gwala	617 227	617 227	107 063	17.3	6 552	2 234	-	7 239	27 399	32 516	4 696	26 428	-	-
Total	**14 462 698**	**14 466 552**	**1 559 411**	**10.8**	**29 309**	**114 960**	**(610)**	**102 617**	**115 791**	**119 165**	**180 529**	**888 144**	**1 455**	**8 050**

Source: NT lgdatabase, downloaded 15 October 2025 and the Schedule C for the eThekwini Metro and the uMkhanyakude District Municipality.
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.

- It should be noted that the Adjusted Budget figures were utilised for *Capital expenditure* due the King Cetshwayo District Municipality that passed an Adjustments Budget in terms of Section 28(2)(e) of the MFMA to utilise *Internally generated funds* which were not fully utilized in the previous financial year.
- The *Capital expenditure* of R309 billion or 2 135.9 percent of their Adjusted Budgets of R14.5 billion reported by the municipalities in KwaZulu-Natal as at the end of September 2025 is grossly overstated due to the incorrect reporting by the eThekwini Metro and the uMkhanyakude District Municipality that reported *Capital expenditure* of R311.4 billion or 4 267.8 percent against the Adjusted Budget of R7.3 billion and *Capital expenditure* of negative R3.2 billion or negative 1 371.2 percent against the Adjusted Budget of R235.7 million respectively.
- The correct performance for the eThekwini Metro and the uMkhanyakude District Municipality is R720.5 million or 9.9 percent against the Adjusted Budget of R7.3 billion and R21.5 million or 9.1 percent against the Adjusted Budget of R235.7 million respectively as per the Schedule C that were submitted to Provincial Treasury by the respective municipalities. The correct performance for the municipalities in the province using the Schedule C for the eThekwini Metro and the uMkhanyakude District Municipality is R1.6 billion or 10.8 percent of their Adjusted Budgets of R14.5 billion which is significantly below the projected expenditure of 25 percent expected as at the end of first quarter of the 2025/26 financial year.
- The low expenditure reported is due to negative figures reported for *Capital expenditure* by the Inkosi uMtubatuba (negative R156.9 million), Nongoma (negative R105.2 million), Maphumulo (negative R61.5 million), Ndwedwe (negative R60.9 million), iMpendle (negative R35.7 million) and the Okhahlamba Local Municipalities (negative R17.5 million).

- The bulk of the total *Capital expenditure* as at the end of the first quarter of the 2025/26 financial year was spent on *Water* and *Waste water management* amounting to R888.1 million or 57 percent with the eThekwini Metro contributing the most in this category with R314.9 million or 35.5 percent followed by the King Cetshwayo District, the Ugu District and the Zululand District with R152.9 million or 17.2 percent, R121.8 million or 13.7 percent and R117.1 million or 13.2 percent respectively.
- The lowest contributor towards the total *Capital expenditure* was *Waste management* with R1.5 million or 0.1 percent. It should be noted that negative R610 000 was reported for *Health* which is attributable to incorrect reporting by the eThekwini Metro.
- The Zululand, uThukela and Amajuba Districts with R62.5 million or 4 percent, R67.7 million or 4.3 percent and R77.4 million or 5 percent respectively contributed the least to the total *Capital expenditure*.
- The Zululand District, the uMgungundlovu District, the eThekwini Metro and the uThukela District reported the lowest *Capital expenditure* against their Adjusted Budgets as at the end of September 2025 with 6.3 percent, 9.6 percent, 9.9 percent and 13.5 percent respectively.
- The low expenditure reported by the Zululand District against the Adjusted Budget is mainly attributed to the Nongoma Local Municipality that reported *Capital expenditure* of negative R105.2 million or negative 243.6 percent due to incorrect reporting which decreased the overall expenditure reported by the district. The correct *Capital expenditure* is R12.1 million or 28 percent as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025.
- The low expenditure reported by the uMgungundlovu District against the Adjusted Budget is mainly attributed to the uMngeni and the Msunduzi Local Municipalities that reported *Capital expenditure* of only R7 million or 6 percent and R68 million or 10.4 percent against their Adjusted Budgets of R117.6 million and R653.9 million respectively. The low expenditure reported by the uMngeni Local Municipality is due to delays in the SCM processes whilst the Msunduzi Local Municipality attributed the low expenditure reported to the slow implementation of SCM processes. Additionally, the iMpendle Local Municipality reported *Capital expenditure* of negative R35.7 million or negative 119.3 percent due to journal entries that were incorrectly captured on the financial system.
- The low expenditure reported by the eThekwini Metro against the Adjusted Budget is mainly attributed to delays in the implementation of projects by contracted service providers.
- The Okhahlamba Local Municipality reported *Capital expenditure* of negative R17.6 million or negative 46.2 percent which decreased the total expenditure reported by the uThukela District. The municipality indicated that the low expenditure reported was due to a reporting error and that they are engaging their service provider to resolve the reporting challenges. The correct *Capital expenditure* is R9.7 million or 25.4 percent as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.
- The negative *Capital expenditure* reported by the uMkhanyakude District is due to the Inkosi uMtubatuba Local Municipality that reported *Capital expenditure* of negative R156.9 million due to incorrect mapping in the financial system. The correct *Capital expenditure* is R9.1 million or 19.2 percent as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025.
- The negative *Capital expenditure* reported by the iLembe District is due to the Maphumulo and Ndwedwe Local Municipalities that reported *Capital revenue* of negative R61.5 million and negative R60.9 million respectively due to the opening balances that were incorrectly captured in their financial systems. The correct *Capital expenditure* for the Maphumulo Local Municipality is R9.8 million as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025 whilst the correct *Capital expenditure* for the Ndwedwe Local Municipality is R17.1 million or 24.9 percent as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.

2.5 Debtors Age Analysis

Table 7: Debtor Age Analysis per district (Total) as at the end of Quarter 1 – 2025/26

R'000	0 - 30 Days		30 - 60 Days		60- 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwini	3 972 964	9.5	1 815 747	4.3	1 823 760	4.4	34 290 775	81.8	41 903 246
Ugu	177 141	6.2	123 805	4.3	81 884	2.8	2 494 272	86.7	2 877 102
uMgungundlovu	1 190 157	10.6	188 694	1.7	225 896	2.0	9 647 915	85.7	11 252 662
uThukela	143 981	4.6	103 417	3.3	79 910	2.6	2 801 756	89.5	3 129 064
uMzinyathi	76 257	7.1	21 128	2.0	41 259	3.8	933 967	87.1	1 072 612
Amajuba	149 846	5.7	52 261	2.0	51 426	2.0	2 356 346	90.3	2 609 879
Zululand	142 042	7.9	43 438	2.4	49 445	2.7	1 571 715	87.0	1 806 640
uMkhanyakude	47 994	5.2	(3 404)	(0.4)	31 892	3.4	850 642	91.8	927 124
King Cetshwayo	524 822	34.6	36 952	2.4	94 284	6.2	859 847	56.7	1 515 905
iLembe	195 365	9.4	70 406	3.4	97 203	4.7	1 714 928	82.5	2 077 902
Harry Gwala	43 496	7.3	16 823	2.8	23 455	3.9	511 242	85.9	595 016
Total	**6 664 064**	**9.6**	**2 469 267**	**3.5**	**2 600 415**	**3.7**	**58 033 405**	**83.2**	**69 767 151**

Source: NT lgdatabase, downloaded 15 October 2025.

Table 8: Debtors by Customer Group (Total) as at the end of Quarter 1 – 2025/26

R'000	Organs of State		Commercial		Household		Other[1]		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwini	2 021 987	4.8	8 589 652	20.5	30 751 916	73.4	539 691	1.3	41 903 246
Ugu	199 065	6.9	459 005	16.0	2 204 288	76.6	14 745	0.5	2 877 102
uMgungundlovu	396 673	3.5	1 746 269	15.5	8 690 267	77.2	419 453	3.7	11 252 662
uThukela	510 209	16.3	719 673	23.0	1 864 258	59.6	34 924	1.1	3 129 064
uMzinyathi	134 265	12.5	155 598	14.5	739 167	68.9	43 582	4.1	1 072 612
Amajuba	101 407	3.9	205 729	7.9	2 250 823	86.2	51 919	2.0	2 609 879
Zululand	375 012	20.8	295 912	16.4	1 030 129	57.0	105 587	5.8	1 806 640
uMkhanyakude	199 877	21.6	220 520	23.8	432 370	46.6	74 356	8.0	927 124
King Cetshwayo	502 130	33.1	438 567	28.9	528 064	34.8	47 145	3.1	1 515 905
iLembe	167 021	8.0	296 301	14.3	1 591 603	76.6	22 977	1.1	2 077 902
Harry Gwala	141 180	23.7	92 419	15.5	311 949	52.4	49 467	8.3	595 016
Total	**4 748 826**	**6.8**	**13 219 645**	**18.9**	**50 394 834**	**72.2**	**1 403 846**	**2.0**	**69 767 151**

Source: NT lgdatabase, downloaded 15 October 2025.
1 Include Property rates debtors (Agricultural, Ingonyama Trust, Municipal Properties, Protected Area, Vacant Land, Public Benefiting Organisations, Place of Worship), Sundry debtors (Rentals, Garden refuse, Cemetery and burial, Application fees for land usage, Building plan approval), and Misclassifications.

- The total debt owed to municipalities at the end of the first quarter of the 2025/26 financial year was R69.8 billion which represents an increase of R2.7 billion or 4 percent from R67.1 billion reported by municipalities as at the end of the fourth quarter of the 2024/25 financial year.
- At the end of the first quarter of the 2025/26 financial year, a substantial amount of debt totalling R58 billion or 83.2 percent was outstanding in the *Over 90 Days* category which represents an increase of R1.4 billion or 2.6 percent from R56.6 billion reported in the same age category as at the end of the fourth quarter of the 2024/25 financial year. As at 30 September 2025, the remaining Debtors per age category were as follows: *0-30 Days*: R6.7 billion or 9.6 percent; *30-60 Days*: R2.5 billion or 3.5 percent; and *60-90 Days*: R2.6 billion or 3.7 percent.
- A total of 22 municipalities reflected negative amounts for *Debtors* in at least one of the age categories which is mainly due to incorrect reporting, while the total *Debtors* for each of these municipalities at the end of the first quarter of the 2025/26 financial year remained positive.
- The Debtors Age Analysis by *Customer group* indicates that a considerable portion of debt is owed by *Households* with R50.4 billion or 72.2 percent followed by *Commercial* with R13.2 billion or 18.9 percent and *Organs of State* with R4.8 billion or 6.8 percent.
- The *Debtors* owed by *Households* increased by R1.8 billion or 3.8 percent from R48.5 billion owed at the end of the fourth quarter of the 2024/25 financial year.
- Debt collection efforts must focus on these long outstanding debts, however some of these debts 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 Consumers are accurately billed and debtor balances accurately reported. Municipalities should continue to implement effective debt management and credit control measures in order to improve their Debtors collection rates, which in turn will have a positive impact on their cash flows.

2.6 Creditors Age Analysis

Table 9: Creditor Age Analysis per district (Total) as at the end of Quarter 1 – 2025/26

R'000	0 - 30 Days		30 - 60 Days		60- 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwini	803 761	93.1	196	0.0	6 805	0.8	52 166	6.0	862 929
Ugu	95 387	8.9	11 284	1.0	30 004	2.8	938 875	87.3	1 075 549
uMgungundlovu	2 249 158	56.2	125 675	3.1	(1 121 624)	(28.0)	2 750 254	68.7	4 003 462
uThukela	17 569	20.4	6 025	7.0	1 892	2.2	60 499	70.4	85 984
uMzinyathi	71 552	10.2	39 106	5.6	38 790	5.5	551 755	78.7	701 203
Amajuba	129 514	12.8	131 617	13.0	116 770	11.5	633 177	62.6	1 011 079
Zululand	81 704	10.7	86 455	11.3	40 496	5.3	555 768	72.7	764 423
uMkhanyakude	14 025	6.2	1 493	0.7	(15 367)	(6.8)	224 305	99.9	224 457
King Cetshwayo	261 988	79.0	7 471	2.3	985	0.3	61 366	18.5	331 810
iLembe	78 711	86.0	4 956	5.4	5 638	6.2	2 254	2.5	91 560
Harry Gwala	8 166	98.5	4	0.1	-	-	116	1.4	8 286
Total	**3 811 536**	**41.6**	**414 282**	**4.5**	**(895 611)**	**(9.8)**	**5 830 535**	**63.6**	**9 160 742**

Source: NT lgdatabase, downloaded 15 October 2025.

Table 10: Creditor Category Analysis per district (Total) as at the end of Quarter 1 - 2025/26

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	1 391 296	37.6	273 665	7.4	(126 611)	(3.4)	2 157 209	58.4	3 695 560	40.3
Bulk Water	1 243 535	52.0	57 564	2.4	(817 903)	(34.2)	1 906 622	79.8	2 389 818	26.1
PAYE deductions	205 539	100.0	10	0.0	(84)	(0.0)	84	0.0	205 549	2.2
VAT (output less input)	(23 720)	100.0	-	-	-	-	-	-	(23 720)	(0.3)
Pensions / Retirement	190 064	100.0	-	-	-	-	19	0.0	190 083	2.1
Loan repayments	(1 697)	26.3	(1 850)	28.7	(1 786)	27.7	(1 120)	17.4	(6 452)	(0.1)
Trade Creditors	595 557	30.1	71 666	3.6	58 228	2.9	1 256 235	63.4	1 981 686	21.6
Auditor-General	1 379	24.9	(232)	(4.2)	(1 290)	(23.3)	5 674	102.6	5 531	0.1
Other[1]	95 803	15.7	13 459	2.2	(6 166)	(1.0)	505 811	83.1	608 908	6.6
Medical Aid deductions	113 780	100.0	-	-	-	-	-	-	113 780	1.2
Total	**3 811 536**	**41.6**	**414 282**	**4.5**	**(895 611)**	**(9.8)**	**5 830 535**	**63.6**	**9 160 742**	**100.0**

Source: NT lgdatabase, downloaded 15 October 2025.
1 Include Misclassifications of Trade Creditors, Salary control and Retentions.

- The total debt owed by municipalities at the end of the first quarter of the 2025/26 financial year was R9.2 billion which represents a decrease of R144.8 million or 1.6 percent from R9.3 billion owed by municipalities as at end of the fourth quarter of the 2024/25 financial year.
- At the end of the first quarter of the 2025/26 financial year, a substantial amount of debt totalling R5.8 billion or 63.6 percent was outstanding in the *Over 90 Days* category representing an increase of R833.6 million or 16.7 percent from R5 billion reported in the same category as at the end of the fourth quarter of the 2024/25 financial year. It is concerning that R5.3 billion or 58.4 percent of the debt owed by municipalities was outstanding for longer than 30 days in contravention of Section 65(2)(e) of the MFMA.
- The iMpendle Local Municipality did not submit the *Creditors* data string for Month 03 (September 2025) therefore the total *Creditors* reported for the province is understated. Furthermore, the uMdoni and uMsinga Local Municipalities reported no *Creditors* outstanding as at the end of the first quarter of the 2025/26 financial year whilst the uMzimkhulu Local Municipality reported a balance of negative R25 000 for *Creditors* at the end of the first quarter of the 2025/26 financial year due to inaccurate reporting. Additionally, a total of 16 municipalities reported negative amounts for *Creditors* in at least one of the age categories which is mainly due to inaccurate reporting, while the total *Creditors* balance for each of these municipalities at the end of the first quarter of the 2025/26 financial year remained positive.
- The majority of the outstanding *Creditors* relate to *Bulk electricity* of R3.7 billion or 40.3 percent followed by *Bulk Water* of R2.4 billion or 26.1 percent and *Trade Creditors* of R2 billion or 21.6 percent.
- It should be noted that negative balances were reported for *VAT* and *Loan repayments* amounting to negative R23.7 million and negative R6.5 million respectively. The negative balance for *VAT* was mainly due to incorrect reporting by the uMngeni Local Municipality that reported negative R26.8

million for *VAT*. The negative balance for *Loan repayments* was mainly due to incorrect reporting by the uMkhanyakude District Municipality that reported negative R6.5 million for *Loan repayments*.

- Of the *Bulk electricity* outstanding *Creditors* balance of R3.7 billion, R2.2 billion or 58.4 percent was in the *Over 90 Days* category. This was due to the fact that the Msunduzi, Ulundi, Newcastle, eNdumeni, AbaQulusi, Mthonjaneni, eMadlangeni, eDumbe and Nquthu Local Municipalities reported amounts in the *Over 90 Days* category owing to Eskom of R1.2 billion, R302.3 million, R237.1 million, R232.8 million, R158.9 million, R49.2 million, R12.4 million, R54 000 and R20 000 respectively for unpaid electricity. Furthermore, *Bulk electricity* is understated as the Mpofana Local Municipality reported no amounts owed for *Bulk electricity* whilst the MFMA Section 41 report for September 2025 reflects an amount owed of R602.6 million in the *Over 90 Days* category.
- The Mpofana Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 October 2023. The municipality is currently not complying with the terms and conditions of the programme according to the MFMA Section 41 report from Eskom for September 2025. Distribution Agency Agreement (DAA) negotiations have been initiated and are in progress.
- The Msunduzi Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 November 2023. According to National Treasury, the municipality has substantially complied with the conditions of the debt relief programme therefore they have written to Eskom to request that a third of the outstanding debt, which amounts to R84.6 million, be written off.
- The Ulundi Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 June 2023. As per the September 2025 MFMA Section 41 report, the municipality is currently not complying with the terms and conditions of the programme. DAA negotiations have been initiated between Ulundi Local Municipality and Eskom. The municipality indicated that due to financial constraints, the Eskom bulk current account cannot be paid within 30 days of receiving the relevant invoice however, the municipality made a payment of R3.3 million in September 2025.
- As per the MFMA Section 41 report for September 2025, the Newcastle Local Municipality is still not paying their current bills in full. A DAA presentation was made to the Newcastle Local Municipality Executive Committee and the municipality is required to confirm a date for the DAA presentation to be made to Council. The municipality has established an Interim Finance Committee (IFC) which is a committee that directs cash flow management to manage liquidity and determine strategic solutions to the municipality's cash flow problems. The municipality paid R57.6 million in September 2025 towards the Eskom debt.
- The eNdumeni Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 July 2023. According to the MFMA Section 41 Report for September 2025, the municipality is currently not adhering to the terms and conditions of the programme. The payment arrangement is not being honoured by the municipality and the current accounts are not being paid in full. The municipality made a payment of only R10 million towards the Eskom debt in September 2025.
- The AbaQulusi Local Municipality has an existing payment arrangement with Eskom. However, according to the MFMA Section 41 report for September 2025, the municipality did not fully settle its current account. As a result, DAA negotiations have been initiated between AbaQulusi Local Municipality and Eskom. The municipality is required to confirm a date for the DAA presentation to be made to Council. The municipality made a payment of only R3 million towards the Eskom debt in September 2025.
- The Mthonjaneni Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 July 2023. According to the September 2025 MFMA Section 41 report, the municipality is not adhering to the terms and conditions of the debt relief programme. The payment arrangement instalment is being honoured by the municipality however, current account is not being fully settled. The municipality made a payment of only R328 000 towards the Eskom debt in September 2025.
- The eMadlangeni Local Municipality did not fully settle its current accounts for March, April, and May 2025. A meeting between Eskom, the municipality, Provincial Treasury and Department of Co-

Operative Governance and Traditional Affairs (COGTA) was held on 03 July 2025 to address the matter. Negotiations for a new payment arrangement between the parties are currently underway.

- The MFMA Section 41 report for September 2025 indicated that eDumbe Local Municipality was up to date with payments made to Eskom. The municipality incorrectly reflected *Bulk electricity* outstanding *Creditors* of R54 000 in the *Over 90 days* category due to incorrect mapping of data string.
- The MFMA Section 41 report for September 2025 indicated that Nquthu Local Municipality was up to date with payments made to Eskom. The municipality incorrectly reflected *Bulk electricity* outstanding *Creditors* of R20 000 in the *Over 90 days* category due to incorrect mapping of data string.
- Of the *Bulk water* outstanding *Creditors* balance of R2.4 billion, R1.9 billion or 79.8 percent was in the *Over 90 Days* category. This was mainly due to the fact that the Msunduzi Local Municipality, the Ugu District Municipality, the Newcastle Local Municipality, the Amajuba District Municipality, the uMkhanyakude District Municipality, the Zululand District Municipality and the eDumbe Local Municipality reported amounts owing to the Water Boards of R917.3 million, R644.4 million, R240.2 million, R72.1 million, R17.5 million, R14.7 million and R449 000 respectively for unpaid *Bulk water* in the *Over 90 Days* category.
- The Msunduzi Local Municipality has a payment arrangement with the uMngeni-uThukela Water Board however, the municipality has defaulted on the payment plan. A meeting was held by the municipality with COGTA and the uMngeni-uThukela Water Board on 04 April 2025 to discuss the shortfall of the payments made by the municipality and a way forward. The municipality paid R30 million to the water board on 02 October 2025.
- The Ugu District Municipality has a new payment arrangement with the uMngeni-uThukela Water Board which was accepted by the Chief Financial Officer of the municipality via email on 07 March 2025, however an official acceptance of the new payment arrangement from the municipality is still outstanding. As per the new payment plan, the average payment per month will be R22 million inclusive of all the current invoices. However, it is not clear as to which payment plan is currently being used as the new payment arrangement should have come into effect in March 2025. Furthermore, as at 31 May 2025, the Ugu District Municipality submitted a request to suspend the implementation of the newly signed payment agreement and revert to the previous agreement until the end of the year, citing ongoing cash flow constraints. A letter from the uMngeni-uThukela Water Board addressed to the Chief Financial Officer of the Ugu District Municipality was issued on 03 October 2025. In the letter, the Water Board informed the municipality that it had defaulted on the agreed payment plan as no payments had been made towards the bulk water debt since May 2025. Consequently, the uMngeni-uThukela Water Board advised that the payment plan had been terminated and that a 20 percent restriction would be imposed on the bulk water supply to the municipality.
- The Newcastle Local Municipality has a payment arrangement with the uThukela Water (Proprietary) Limited Company which is being honoured. The municipality indicated that the bulk of the *Creditors* outstanding as at 30 September 2025 are in the over 90 days' category due to the cash flow challenges facing the municipality.
- The Amajuba District Municipality has a payment arrangement with the uThukela Water (Proprietary) Limited Company. The municipality finalised the latest payment arrangement with the uThukela Water (Proprietary) Limited Company on 09 May 2024 and has been honouring the payment arrangement.
- The MFMA Section 41 Report from the uMngeni-uThukela Water Board for August 2025 indicates that indicates that a meeting was held on 16 April 2025 with the Chief Financial Officer (CFO) of uMkhanyakude District Municipality, during which a payment plan outlining two scenarios was presented for consideration. A payment of R1.8 million was expected on 07 May 2025 however it was not received. The uMngeni-uThukela Water Board is currently awaiting feedback on the progress of the proposed payment plan. A letter of demand was subsequently sent by the uMngeni-uThukela Water Board to the uMkhanyakude District Municipality on 05 August 2025.
- The outstanding amount owed by the Zululand District Municipality is attributable to a payment due to the Department of Water and Sanitation (DWS). The municipality has temporarily suspended payments

to the DWS pending the finalisation of the debt relief programme which may impact the municipality's outstanding obligations.

- The eDumbe Local Municipality incorrectly reflected *Bulk water* outstanding *Creditors* of R449 000 in the Over 90 days category due to incorrect mapping of data string.
- The uThukela District Municipality did not report the balance owed to the uMngeni-uThukela Water Board in their MFMA Section 71 data string, however as per the MFMA Section 41 Report for August 2025, it was noted that the uThukela District Municipality owed the water board R151.3 million for unpaid Bulk water. According to the MFMA Section 41 Report, uThukela District Municipality has been granted a three-year deferral on its payment obligations.
- The King Cetshwayo District Municipality did not report the balance owed to the uMngeni-uThukela Water Board in their MFMA Section 71 data string, however as per the MFMA Section 41 Report for August 2025, it was noted that the municipality owed the water board R1.3 billion for unpaid water. According to the MFMA Section 41 Report, the municipality is currently paying for Bulk water invoices based on the same tariff structure applied to other municipalities by the water board. A restriction of water supply was implemented by the water board to the municipality on 20 July 2023. However, the restriction was lifted with the understanding that both parties were to meet. A meeting was held on 11 September 2023 between the municipality and the water board executive to find an amicable solution. The municipality wrote to the water board on 15 January 2024 indicating that they wish to terminate the Bulk Water Services Agreement. On 11 March 2025, a restriction letter was sent to the municipality informing the Municipal Manager of an intention to restrict the water supply by 20 percent with an action date of 12 March 2025. The municipality paid the water board R10.7 million on 11 March 2025 and R11.2 million on 12 March 2025 however, the water board implemented the restriction on 12 March 2025. After implementation of the restriction of water supply, the King Cetshwayo District Municipality indicated that they want to terminate the contract with the water board and the contract was subsequently terminated as at 31 March 2025. The final meter reading was taken by the water board on 31 March 2025 and the final invoices was sent to the municipality on 03 April 2025. The uMngeni-uThukela Water Board will apply to National treasury to withhold Equitable share form the municipality to ensure that the municipality services its water debt since other attempts to recover debt owed to the water board have not been successful.

2.7 National Conditional Grants

Table 11: National Conditional Grants -Summary, Quarter 1 – 2025/26

R'000	DoRA 2025 Total Avail. (Inc. Adjust.)	Unaudited Actual Actual expenditure by municipalities	% Spent
Local Government Financial Management Grant	119 000	33 872	28.5
Infrastructure Skills Development Grant	31 500	266 226	845.2
Urban Development Financing Grant	221 753	-	-
Neighbourhood Development Partnership (Schedule 5B)	79 194	14 801	18.7
Integrated Urban Development Grant	338 502	71 167	21.0
Municipal Disaster Recovery Grant	76 432	(33 618)	(44.0)
Public Transport Network Grant	846 609	6 073 067	717.3
Rural Road Assets Management Systems Grant	28 354	1 802	6.4
Expanded Public Works Programme Integrated Grant (Municipality)	137 817	694 007	503.6
Integrated National Electrification Programme (Municipal) Grant	346 125	42 433	12.3
Energy Efficiency and Demand Side Management (Municipal) Grant	30 000	70 656	235.5
Regional Bulk Infrastructure Grant (Schedule 5B)	722 834	119 635	16.6
Water Services Infrastructure Grant (Schedule 5B)	1 121 129	175 180	15.6
Informal Settlements Upgrading Partnership Grant	820 674	9 972 680	1 215.2
Municipal Infrastructure Grant	3 829 070	657 827	17.2
Total Direct Transfers	**8 748 993**	**18 159 734**	**207.6**
Allocation In Kind			
Neighbourhood Development Partnership (Schedule 6B)	18 500	-	-
Smart Meter Grant (Schedule 6B)	46 000	-	-
Integrated National Electrification Programme (Allocation in-kind) Grant	466 144	-	-
Water Services Infrastructure Grant (Schedule 6B)	235 331	-	-
Total Allocations in kind	**765 975**		-
Total	**9 514 968**	**18 159 734**	**190.9**

Source: NT lgdatabase, downloaded 15 October 2025.

Table 12: National Conditional Grants -Summary, Quarter 1 – 2025/26 (misstated figures were adjusted for the eThekwini Metro and the uMkhanyakude District Municipality)

R'000	DoRA 2025 Total Avail. (Inc. Adjust.)	Unaudited Actual Actual expenditure by municipalities	% Spent
Local Government Financial Management Grant	119 000	21 963	18.5
Infrastructure Skills Development Grant	31 500	4 705	14.9
Urban Development Financing Grant	221 753	-	-
Neighbourhood Development Partnership (Schedule 5B)	79 194	15 947	20.1
Integrated Urban Development Grant	338 502	71 167	21.0
Municipal Disaster Recovery Grant	76 432	(33 618)	(44.0)
Public Transport Network Grant	846 609	16 650	2.0
Rural Road Assets Management Systems Grant	28 354	1 802	6.4
Expanded Public Works Programme Integrated Grant (Municipality)	137 817	26 423	19.2
Integrated National Electrification Programme (Municipal) Grant	346 125	42 433	12.3
Energy Efficiency and Demand Side Management (Municipal) Grant	30 000	280	0.9
Regional Bulk Infrastructure Grant (Schedule 5B)	722 834	119 635	16.6
Water Services Infrastructure Grant (Schedule 5B)	1 121 129	175 180	15.6
Informal Settlements Upgrading Partnership Grant	820 674	141 886	17.3
Municipal Infrastructure Grant	3 829 070	680 360	17.8
Total Direct Transfers	**8 748 993**	**1 284 812**	**14.7**
Allocation In Kind			
Neighbourhood Development Partnership (Schedule 6B)	18 500	-	-
Smart Meter Grant (Schedule 6B)	46 000	-	-
Integrated National Electrification Programme (Allocation in-kind) Grant	466 144	-	-
Water Services Infrastructure Grant (Schedule 6B)	235 331	-	-
Total Allocations in kind	**765 975**		-
Total	**9 514 968**	**1 284 812**	**13.5**

Source: NT lgdatabase, downloaded 15 October 2025 and the Schedule C for the eThekwini Metro and the Grant reconciliation schedule for the uMkhanyakude District Municipality.

- In terms of the Adjusted Division of Revenue Act, Act No. 24 of 2025 (DoRA), direct allocations to all 54 municipalities in KwaZulu-Natal, including the eThekwini Metro, amounted to R8.7 billion while allocations in-kind amounted to R766 million, totalling R9.5 billion. Municipalities reported R18.2 billion or 207.6 percent against the total direct allocation of R8.7 billion which is grossly overstated due to incorrect reporting by the eThekwini Metro that reported actual expenditure of R17.1 billion or 930.6 percent against total allocations of R1.8 billion and the uMkhanyakude District Municipality that reported no expenditure against total allocations of R266.1 million.
- The correct performance for the eThekwini Metro and the uMkhanyakude District Municipality is R161 million or 8.8 percent against the total direct allocation of R1.8 billion and R22.7 million or 8.5 percent against the total direct allocation of R266.2 million respectively as per the Schedule C that was submitted to Provincial Treasury by the respective municipalities.
- The corrected performance for Conditional grants by the municipalities in the province using the Schedule C for the eThekwini Metro and the uMkhanyakude District Municipality is R1.3 billion or 14.7 percent against the total direct allocation of R8.7 billion which is significantly below the straight-line projected target of 25 percent expected as at the end of first quarter of the 2025/26 financial year.
- The total Municipal Infrastructure Grant (MIG) allocation to all the municipalities within the province was R3.8 billion, excluding allocations to the uMhlathuze, Ray Nkonyeni and Alfred Duma Local Municipalities as well as the eThekwini Metro. The eThekwini Metro receives the Urban Development Financing Grant (UDFG) while the uMhlathuze, Ray Nkonyeni and Alfred Duma Local Municipalities receive the Integrated Urban Development Grant (IUDG), therefore none of these municipalities receive the MIG allocation. The reported performance against the total MIG allocation is distorted as negative amounts were reported by the iMpendle, Okhahlamba, Nongoma and Ndwedwe Local Municipalities. Excluding the negative amounts reported by the four (4) municipalities, R742.1 million or 19.4 percent was spent against the total MIG allocation of R3.8 billion as at the end of first quarter of the 2025/26 financial year.
- The iMpendle Local Municipality reported expenditure of negative R5.5 million against their MIG allocation due to the opening balances that were incorrectly captured in their financial system. The municipality indicated that R1.9 million or 14.1 percent was spent against the MIG allocation of R13.5 million as at the end of September 2025 as per the Grant register for the quarter ended September 2025 that was submitted to Provincial Treasury.
- The Okhahlamba Local Municipality reported expenditure of negative R34.4 million against the MIG allocation due to the incorrect mapping of the data strings which resulted in the uploading of incorrect data strings to the National Treasury GoMuni Upload Portal. The municipality indicated that R9.8 million or 28.5 percent was spent against the MIG allocation of R34.3 million as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.
- The Nongoma Local Municipality reported expenditure of negative R27.6 million against their MIG allocation due to the opening balances that were incorrectly captured in their financial system. The municipality indicated that R12.3 million or 26.6 percent was spent against the MIG allocation of R38.8 million as at the end of September 2025 as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025.
- The Ndwedwe Local Municipality reported expenditure of negative R16.8 million against their MIG allocation due to the opening balances that were incorrectly captured in their financial system. The municipality indicated that R16.7 million or 36 percent was spent against the MIG allocation of R46.2 million as at the end of September 2025 as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.
- The uMkhanyakude District Municipality reported no expenditure against their MIG, Financial Management Grant (FMG) and Expanded Public Works Programme Integrated Grant (EPWP) allocations as a result of the incorrect mapping in the financial system.

- The total IUDG allocation to the Ray Nkonyeni, Alfred Duma and uMhlathuze Local Municipalities was R338.5 million of which R71.2 million or 21 percent was spent as at the end of the first quarter of the 2025/26 financial year.
- The total Water Services Infrastructure Grant (WSIG) allocation to the municipalities within the province was R1.1 billion of which R175.2 million or 15.6 percent was reported against the allocations to municipalities.
- It was noted that the Okhahlamba Local Municipality reported negative R1.6 million against the FMG allocation, negative R3.4 million against the Integrated National Electrification Programme Grant (INEP) allocation and negative R2.1 million against the EPWP allocation due to the incorrect mapping of data strings which resulted in the uploading of incorrect data strings to the National Treasury GoMuni Upload Portal. The municipality indicated that the correct expenditure for FMG, INEP and EPWP was R175 000 or 9.2 percent, R3.3 million or 35.4 percent and R529 000 or 22.7 percent respectively as per the Schedule C that submitted to Provincial Treasury for the quarter ended September 2025.
- The Nongoma Local Municipality reported negative R1.8 million against the FMG allocation and negative R3.8 million against the EPWP due to the opening balances that were incorrectly captured in their financial system. The municipality indicated that the correct expenditure for FMG and EPWP was R174 000 or 8.7 percent and R606 000 or 34.1 percent respectively as per the MFMA Section 52(d) report that was submitted to Council for the quarter ended September 2025.
- The Ndwedwe Local Municipality reported negative R763 000 against their FMG allocation and negative R1.1 million against the EPWP due to the opening balances that were incorrectly captured in their financial system. The municipality indicated that the correct expenditure for FMG and EPWP was R2.2 million or 74.6 percent and R995 000 or 42.9 percent respectively as per the Schedule C that was submitted to Provincial Treasury for the quarter ended September 2025.

2.8 Identification of municipalities in financial distress through the In-Year Monitoring (Early Warning System)

Section 71(1) of the MFMA requires that *the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant Provincial treasury a statement in the prescribed format on the state of the municipality's budget.*

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

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

(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 percent of the municipality's budgeted operating expenditure; or
(d) the municipality's failure to meet its financial commitments has impacted, or is likely to impact, on the availability or price of credit to other municipalities.

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

The results of the assessment against the above criteria are set out in Annexure J. However, the reliability and credibility of the MFMA Section 71 reports are a serious concern for KZN Provincial Treasury due to the quality of the data strings submitted by municipalities. It is noted that certain municipalities experience challenges with their financial systems as well as with the capturing of financial data in accordance with the mSCOA segments. These problems cause errors in the data strings submitted by municipalities as well as inaccuracies in the financial information relating to cash flow (reflecting unrealistic Cash and cash equivalents balances) and balance sheet budgeting. As a result, some of the municipalities identified as having serious financial problems based on the MFMA Section 71 reports are questionable. For example, 28 municipalities in the province have been flagged as meeting the criteria for having serious financial problems based on the quarter one MFMA Section 71 figures, however upon further scrutiny, 10 of the municipalities (list and details as reflected in Annexure J) do not appear to have financial problems due to the following:

- The data strings of two (2) municipalities are incorrect due to inaccurate reporting by the municipalities and/or system errors;
- The existence of Creditors over R1 million that are owed for more than 90 days are due to disputes with service providers for six (6) municipalities; and
- The negative audit opinion was the only criteria for two (2) municipalities, however the municipalities did not meet any of the other indicators of serious financial problems as per Sections 138 and 140 of the MFMA as at the end of the first quarter of the 2025/26 financial year.

The remaining 18 municipalities have been identified as meeting the criteria for having serious financial problems as shown in Table 13.

Table 13: Municipalities meeting the criteria of having financial problems

No.	Name of Municipality	Intervention /Support	No.	Name of Municipality	Intervention /Support
1	Ugu DM	N/A	11	AbaQulusi	N/A
2	Mpofana	N/A	12	Nongoma	Section 154
3	Msunduzi	Section 154	13	Ulundi	N/A
4	uThukela DM	Section 154	14	Zululand DM	N/A
5	eNdumeni	N/A	15	Jozini	N/A
6	uMzinyathi DM	Section 139(1)(b)	16	Inkosi uMtubatuba	Section 154
7	Newcastle	N/A	17	uMkhanyakude DM	Section 154
8	eMadlangeni	N/A	18	Mthonjaneni	N/A
9	Dannhauser	N/A			
10	Amajuba DM	N/A			

Source: KZN Provincial Treasury.

Eighteen (18) municipalities have been identified as meeting the criteria for having financial problems, based on the financial performance as at the end of quarter one of the 2025/26 financial year and will need to be closely monitored going forward. Included in the list of 18 municipalities is the uMzinyathi District Municipality that is currently under intervention by COGTA in terms of Section 139(1)(b) of the Constitution, whilst another five (5) municipalities are receiving support from COGTA in terms of Section 154 of the Constitution.

Furthermore, National Treasury through the Municipal Finance Improvement Programme (MFIP IIIx) has deployed four Technical Advisors. One Technical advisor is currently supporting the uThukela and uMzinyathi District Municipalities as well as the eNdumeni Local Municipality. A second Technical advisor is currently supporting the uMkhanyakude District Municipality and the Inkosi uMtubatuba Local Municipality. The third Technical advisor supports the Mpofana and the iMpendle Local Municipalities, whilst the fourth advisor supports the AbaQulusi, Ulundi and Mthonjaneni Local Municipalities.

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 end of the first quarter of the 2025/26 financial year which covers July 2025 to September 2025, as reflected in Table 14 below, the uMzumbe, uMvoti, Ndwedwe and Maphumulo Local Municipalities as well as the uMgungundlovu and uMkhanyakude District Municipalities did not successfully submit all required monthly data strings for Month 01 within 10 working days of the end of July 2025 as required by Section 71(1) of the MFMA and were therefore issued with non-compliance letters. The iMpendle Local Municipality did not submit the required monthly data strings for Month 03 within 10 working days of the end of September 2025 as required by Section 71(1) of the MFMA and was therefore issued with a non-compliance letter. All other municipalities in the province successfully uploaded their monthly data strings to the National Treasury GoMuni Upload Portal for Month 01 to Month 03.

Table 14: List of municipalities that did not submit their data strings timeously

Non-compliant municipalities	July 2025 Submitted with errors as at 15 August 2025		
	In Year Reporting - Monthly Data strings	Age Creditors	Age Debtors
uMzumbe	X	-	-
uMgungundlovu DM	X	-	-
uMvoti	X	-	-
Ndwedwe	X	-	-
Maphumulo	X	-	-
uMkhanyakude	-	X	X
	September 2025 Oustanding submissions as at 15 October 2025		
	In Year Reporting - Monthly Data strings	Age Creditors	Age Debtors
iMpendle	X	X	X

Source: NT lgdatabase.

2.10 KZN Provincial Treasury combined Municipal Support Plan

The various sub-programmes within Provincial Treasury that provide support to KZN municipalities develop the Combined municipal support plan on an annual basis. The Combined municipal support plan for the 2025/26 departmental financial year was signed by the MEC for Finance on 12 March 2025. The intention of the Combined municipal support plan is to provide packaged support to municipalities. The Audit reports and Management letters of the municipalities for the 2023/24 financial year from the Auditor-General of South Africa (AGSA) amongst other information were analysed to identify common trends/audit findings and potential municipalities to support as well as the type of support dependent on the nature and extent of issues. Provincial Treasury established the Municipal support co-ordination steering committee which is responsible to finalise the annual combined plan and to monitor progress with the implementation of the plan. The Combined municipal support plan was communicated to COGTA to include it in the Provincial municipal rescue plan. The Provincial plan is monitored by the Operation clean audit committee (OPCA) on a quarterly basis, which is attended by KZN COGTA, KZN Provincial Treasury, the South African Local Government Association (SALGA) and the AGSA to ensure that the support provided by the different stakeholders are efficiently aligned to avoid duplication.

The approved combined municipal rescue plan for the 2025/26 departmental financial year includes the following support initiatives to be provided by Provincial Treasury at the prioritised municipalities. The support for the 2025/26 departmental financial year was confirmed with the leadership of the identified municipalities to obtain their acceptance and commitment of the respective support initiatives offered by Provincial Treasury. The implementation of the plan commenced during the fourth quarter of the 2024/25 municipal financial year and will continue during the 2025/26 financial year until March 2026.

Table 15: Progress on the implementation of the approved 2025/26 KZN PT Combined municipal support plan

Sub-Programme and Support Initiative	Municipalities identified for support	
Municipal Accounting and Reporting		
· Review of 2024/25 Annual Financial Statements (AFS): Conducted to assist in maintaining positive audit opinions or assist in improving from negative audit opinions. It includes providing technical guidance on the preparation of the AFS and supporting information, reviewing the AFS (and working papers, recons, registers, schedules, etc.) to assess compliance with GRAP and MFMA requirements as well as audit support.	1. uMshwathi 2. uMzimkhulu 3. Nkandla 4. eDumbe *Support commenced in July 2025 - in progress*	5. Richmond 6. Harry Gwala DM 7. Ulundi
· Financial Management Support: Provision of full time support to assist with complex, comprehensive and technical financial accounting matters and audit issues while also embedding the key fundamental principles of financial management. This is aimed at implementing key processes and controls which ultimately assists the municipality with the preparation of GRAP and MFMA compliant AFS and working papers e.g. reconciliations, registers, etc.	1. Mpofana 2. eMadlangeni 3. AbaQulusi *Support commenced in April 2025 - in progress*	4. Jozini 5. Dannhauser 6. uPhongolo
Municipal Support Programme		
· Specialised Support - Cash Management A risk based approach will be applied to identify key focus areas that will assist the municipality regarding Cash Management with an emphasis on cost containment and effective debtor management, including training as well as assessing or assisting in establishing an Interim Finance committee	1. iMpendle 2. Nkandla 3. uMngeni 4. Dannhauser *Support commenced in June 2025 - in progress*	5. Richmond 6. uMfolozi 7. Ulundi
Municipal Revenue and Debt Management		
· Municipal Revenue and Debt Management project: Implemented to assist with the review of revenue from service charges to assist with completeness as well as the review of the revenue and debt management policies, processes, accounting records and controls to identify weaknesses and provide recommendations. Assisting the municipality to populate the National Treasury tariff setting tool to determine whether tariffs for service charges are cost reflective. Support is also provided with regards to the Eskom Municipal Debt Relief Programme in line with MFMA Circular 124.	1. Ulundi 2. eMadlangeni *Support commenced in April 2025 - in progress*	Eskom Debt Relief Support: 1. Ulundi 2. Mthonjaneni 3. eNdumeni 4. Mpofana

Source: KZN PT

Sub-Programme and Support Initiative	Municipalities identified for support	
Provincial Internal Audit Services		
· Support initiatives to be provided: * Risk Assessments and Risk Management Maturity Review * Internal Audit Capacity Building * Review of Internal Audit and Audit Committee function * Establishment of Disciplinary Board	1. Mpofana 2. eNdumeni* 3. AbaQulusi 4. Mthonjaneni 5. Inkosi uMtubatuba* 6. Okhahlamba 7. Nongoma* 8. uMdoni* 9. uMgungundlovu DM* 10. Greater Kokstad	11. uMzumbe 12. Maphumulo* 13. Mkhambathini 14. Dannhauser* 15. Nkandla* 16. Ray Nkonyeni 17. Nquthu* 18. uMzinyathi DM 19. uMuziwabantu 20. uPhongolo
	Support commenced in April 2025 - in progress. **Suppport completed.*	
Infrastructure Management		
Support is provided in response to specific requests for assistance as received from municipalities. Support will be customised dependent on the request of the municipality and taking cogniscance of applicable expertise available.	1. Mpofana (Infrastructure asset management support) *Support not yet commenced*	
Supply Chain Management (SCM)		
· Technical Support * Technical Support in the review and alignment of SCM policies, SOPS, bidding documents, checlists and structure. * Audit Improvement Plan: Assisting in drafting and implementing action plans to effectively address the root causes of SCM non-compliance issues raised by the Auditor-General, Internal Audit units and National Treasury. * Review of Quotations and Bid management process and establish controls and checklists to mitigate procurement non-compliance. * Review contract registers against expenditure reports, check contract documentation relative to extensions, variation orders, documentation approvals and contract performance. Follow-up on recommendations made during contract register reviews. * Provide technical guidance in analysing and reviewing the SCM structure and job descriptions to ensure alignment to the acceptable and applicable SCM structure and job descriptions. * Facilitate SCM training (Bid Committee, CSD, Infrastructure procurement and quotations management)	1. uMzumbe 2. uMdoni 3. Nongoma 4. uThukela DM 5. uMzinyathi DM 6. Amajuba DM 7. uMkhanyakude DM *Support commenced in April 2025 - in progress*	8. eNdumeni 9. AbaQulusi 10. Ulundi 11. Inkosi uMtubatuba 12. iNkosi Langalibalele 13. iMpendle 14. uMhlabuyalingana

Source: KZN PT

2.11 Conclusion

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

Annexure A: Operating Revenue - As at the end of Quarter 1 - 2025/26

							Detail																										
							Exchange Revenue															Non-exchange Revenue											
R'000			Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Electricity	Water	Waste Water Management	Waste Management	Sale of Goods and Rendering of Services	Agency services	Interest	Interest earned from Receivables	Interest earned from Current and Non Current Assets	Dividends	Rent on Land	Rental from Fixed Assets	Licence and Permits	Special rating levies	Operational Revenue	Property rates	Surcharges and Taxes	Fines, penalties and forfeits	Licences or permits	Transfers and subsidies - Operational	Interest	Fuel Levy	Operational Revenue	Gains on disposal of Assets	Other Gains	Discontinued Operations
A	**KZN2000**	**eThekwini**	**60 395 849**	**60 395 849**	**34 996 379**	**57.9**	**11 256 764**	**3 725 924**	**861 541**	**569 515**	**167 728**	**14 125**	**93**	**832 188**	**238 782**	**-**	**-**	**336 851**	**4 119**	**-**	**103 812**	**9 359 039**	**79 401**	**20 630**	**18 552**	**4 470 541**	**343 979**	**2 583 760**	**-**	**9 035**	**0**	**-**
B	KZN212	uMdoni	403 041	403 041	140 745	34.9	0	-	-	5 686	688	567	-	501	1 559	-	-	1 922	10	-	112	47 803	-	330	872	77 125	3 570	-	-	-	-	-
B	KZN213	uMzumbe	211 102	211 102	72 262	34.2	-	-	-	-	-	-	-	-	510	-	-	26	-	-	5	685	-	-	4	71 032	-	-	-	-	-	-
B	KZN214	uMuziwabantu	239 461	239 461	78 250	32.7	12 569	-	-	891	35	64	-	-	1 529	-	-	22	-	-	432	9 024	-	4	269	53 043	367	-	-	-	-	-
B	KZN216	Ray Nkonyeni	1 320 695	1 320 695	427 847	32.4	51 632	-	-	27 709	2 608	2 220	-	2 905	1 416	-	-	1 173	118	-	112	196 393	-	2 449	297	129 399	9 446	-	-	-	(30)	-
C	DC21	Ugu DM	1 469 793	1 469 793	488 056	33.2	-	120 432	43 083	-	705	-	-	23 291	2 388	-	-	1 726	-	-	481	-	-	-	-	295 950	-	-	-	-	-	-
Total: Ugu Municipalities			**3 644 092**	**3 644 092**	**1 207 161**	**33.1**	**64 202**	**120 432**	**43 083**	**34 286**	**4 036**	**2 851**	**-**	**26 697**	**7 401**	**-**	**-**	**4 869**	**129**	**-**	**1 143**	**253 905**	**-**	**2 782**	**1 442**	**626 549**	**13 383**	**-**	**-**	**-**	**(30)**	**-**
B	KZN221	uMshwathi	258 867	258 867	84 845	32.8	-	-	-	893	138	792	-	240	1 246	-	-	266	2	-	-	17 450	-	7	-	62 101	1 710	-	-	-	-	-
B	KZN222	uMngeni	674 804	674 804	174 514	25.9	33 823	-	-	5 792	1 683	-	-	567	742	-	-	368	1 109	-	389	79 950	-	35	-	46 815	3 240	-	-	-	-	-
B	KZN223	Mpofana	192 888	192 888	47 888	24.8	16 318	-	-	1 526	53	-	-	(3)	158	-	-	88	888	-	57	4 541	-	946	-	23 316	-	-	-	-	-	-
B	KZN224	iMpendle	76 818	76 818	29 127	37.9	-	-	-	18	3	48	-	-	-	-	-	88	36	-	-	6 352	-	-	-	22 583	-	-	-	-	-	-
B	KZN225	Msunduzi	9 535 505	9 535 505	2 479 203	26.0	1 083 502	274 511	62 354	42 618	4 068	1 299	-	112 706	12 304	-	-	7 047	1 014	-	11 163	434 237	-	2 213	-	387 087	33 751	-	-	9 328	-	-
B	KZN226	Mkhambathini	159 096	159 096	56 047	35.2	-	-	-	172	69	-	-	-	525	-	-	29	1 187	-	79	8 443	-	1	-	45 544	-	-	-	-	-	-
B	KZN227	Richmond	153 507	153 507	63 085	41.1	-	-	-	240	109	-	-	133	827	-	-	345	7	-	183	15 851	-	-	833	43 818	739	-	-	-	-	-
C	DC22	uMgungundlovu DM	1 570 495	1 570 495	523 729	33.3	-	127 119	18 271	-	454	-	-	22 832	8 494	-	-	-	32	-	0	-	-	-	-	346 527	-	-	-	-	-	-
Total: uMgungundlovu Municipalities			**12 621 981**	**12 621 981**	**3 458 438**	**27.4**	**1 133 643**	**401 630**	**80 625**	**51 259**	**6 577**	**2 140**	**-**	**136 476**	**24 294**	**-**	**-**	**8 230**	**4 275**	**-**	**11 870**	**566 823**	**-**	**3 203**	**833**	**977 791**	**39 440**	**-**	**-**	**9 328**	**-**	**-**
B	KZN235	Okhahlamba	242 896	242 896	87 961	36.2	-	-	-	530	3 119	444	-	312	985	-	-	1 060	460	-	4	8 009	-	16	91	71 118	1 813	-	-	-	-	-
B	KZN237	iNkosi Langalibalele	825 905	825 905	228 098	27.6	77 770	-	-	2 474	135	-	-	2 337	1 336	-	-	162	89	-	1 095	30 821	-	232	489	107 888	3 269	-	-	-	-	-
B	KZN238	Alfred Duma	1 575 166	1 575 166	469 855	29.8	162 530	-	-	11 803	426	359	-	3 194	10 037	-	-	1 317	934	-	(98)	116 615	-	3 448	-	144 313	13 990	-	988	-	-	-
C	DC23	uThukela DM	1 077 393	1 077 393	371 140	34.4	-	68 575	5 469	-	1 691	-	-	18 634	1 751	-	-	-	-	-	320	-	-	6	-	274 693	-	-	-	-	-	-
Total: uThukela Municipalities			**3 721 360**	**3 721 360**	**1 157 053**	**31.1**	**240 300**	**68 575**	**5 469**	**14 807**	**5 371**	**803**	**-**	**24 477**	**14 110**	**-**	**-**	**2 538**	**1 483**	**-**	**1 321**	**155 445**	**-**	**3 701**	**580**	**598 012**	**19 072**	**-**	**988**	**-**	**-**	**-**
B	KZN241	eNdumeni	515 565	515 565	123 969	24.0	44 304	-	-	7 591	194	-	-	1 330	706	-	-	334	949	-	88	32 413	-	5 057	-	31 025	-	-	-	-	(23)	-
B	KZN242	Nquthu	358 533	358 533	103 129	28.8	6 742	-	-	396	39	-	-	134	920	-	-	147	-	-	723	12 776	-	94	148	80 343	667	-	-	-	-	-
B	KZN244	uMsinga	296 818	296 818	96 507	32.5	-	-	-	284	77	-	-	-	2 184	-	-	121	-	-	0	8 648	-	231	1	84 961	-	-	-	-	-	-
B	KZN245	uMvoti	441 892	441 892	128 248	29.0	30 202	-	-	3 948	404	-	-	-	813	-	-	93	732	-	66	13 426	-	65	-	78 220	(4)	-	-	283	-	-
C	DC24	uMzinyathi DM	712 053	712 053	270 824	38.0	-	20 030	4 101	-	140	-	-	13 973	2 199	-	-	108	-	-	-	-	-	-	-	230 275	-	-	-	-	-	-
Total: Umzinyathi Municipalities			**2 324 861**	**2 324 861**	**722 678**	**31.1**	**81 248**	**20 030**	**4 101**	**12 218**	**854**	**-**	**-**	**15 437**	**6 823**	**-**	**-**	**803**	**1 681**	**-**	**877**	**67 263**	**-**	**5 448**	**148**	**504 823**	**664**	**-**	**-**	**283**	**(23)**	**-**
B	KZN252	Newcastle	2 705 642	2 705 642	791 762	29.3	283 021	60 987	37 708	30 367	1 931	-	-	907	2 019	-	-	3 151	-	-	689	115 945	-	994	15	250 421	1 294	-	2 057	256	-	-
B	KZN253	eMadlangeni	137 903	137 903	39 625	28.7	5 731	-	-	702	187	-	-	261	110	-	-	379	503	-	-	11 596	-	309	-	17 614	2 234	-	-	-	-	-
B	KZN254	Dannhauser	182 301	182 301	65 968	36.2	-	-	-	388	264	250	-	-	520	-	-	29	-	-	-	12 373	-	290	165	51 144	544	-	-	-	-	-
C	DC25	Amajuba DM	326 855	326 855	109 196	33.4	-	5 193	2 185	-	2	-	-	1 687	1 341	-	-	6	-	-	595	-	-	-	13	98 174	-	-	-	-	-	-
Total: Amajuba Municipalities			**3 352 701**	**3 352 701**	**1 006 552**	**30.0**	**288 752**	**66 180**	**39 893**	**31 458**	**2 384**	**250**	**-**	**2 856**	**3 990**	**-**	**-**	**3 565**	**503**	**-**	**1 284**	**139 914**	**-**	**1 593**	**193**	**417 353**	**4 072**	**-**	**2 057**	**256**	**-**	**-**
B	KZN261	eDumbe	248 838	248 838	78 242	31.4	12 233	-	-	960	29	-	-	1 427	283	-	-	447	55	-	2 029	8 358	-	607	243	50 333	1 238	-	-	-	-	-
B	KZN262	uPhongolo	384 652	384 652	115 223	30.0	17 795	-	-	3 130	202	398	-	83	1 089	-	-	83	424	-	551	5 045	-	80	-	86 175	169	-	-	-	-	-
B	KZN263	AbaQulusi	1 140 642	1 140 642	311 666	27.3	91 589	12 735	15 288	6 218	1 072	-	-	7 339	616	-	-	205	1 562	-	107	39 761	-	1 435	-	114 730	-	-	19 009	-	-	-
B	KZN265	Nongoma	268 618	268 618	102 580	38.2	-	-	-	850	182	-	-	-	578	-	-	94	252	-	3	10 246	-	220	224	89 520	411	-	-	-	-	-
B	KZN266	Ulundi	508 183	508 183	161 704	31.8	25 395	-	-	2 806	160	461	-	19	634	-	-	18	45	-	18	38 476	-	649	-	92 007	1 015	-	-	-	-	-
C	DC26	Zululand DM	815 238	815 238	322 756	39.6	-	12 613	4 034	-	340	-	-	159	1 134	-	-	115	59	-	23	-	-	125	-	304 152	-	-	-	-	-	-
Total: Zululand Municipalities			**3 366 171**	**3 366 171**	**1 092 170**	**32.4**	**147 012**	**25 348**	**19 322**	**13 963**	**1 985**	**859**	**-**	**9 027**	**4 334**	**-**	**-**	**962**	**2 398**	**-**	**2 731**	**101 887**	**-**	**3 116**	**467**	**736 917**	**2 832**	**-**	**19 009**	**-**	**-**	**-**
B	KZN271	uMhlabuyalingana	308 505	308 505	115 650	37.5	-	-	-	117	1 126	-	-	-	3 213	-	-	106	694	-	177	6 674	-	65	-	103 478	-	-	-	-	-	-
B	KZN272	Jozini	340 292	340 292	128 214	37.7	-	-	-	1 061	1 183	-	-	756	990	-	-	941	158	-	208	11 460	-	232	276	110 061	888	-	-	-	-	-
B	KZN275	Inkosi uMtubatuba	363 474	363 474	147 229	40.5	-	-	-	1 500	110	126	-	-	644	-	-	27	798	-	-	31 307	-	403	-	105 339	6 975	-	-	-	-	-
B	KZN276	Big Five Hlabisa	220 357	220 357	212 749	96.5	-	-	-	1 143	64	39	-	-	2 675	-	-	82	708	-	22	36 691	-	740	0	170 527	58	-	-	-	-	-
C	DC27	uMkhanyakude DM	826 226	826 226	20 923	2.5	2 357	7 048	39	-	-	-	-	3 531	3 480	-	-	48	-	-	795	-	-	6	-	3 393	-	-	-	226	-	-
Total: Umkhanyakude Municipalities			**2 058 854**	**2 058 854**	**624 767**	**30.3**	**2 357**	**7 048**	**39**	**3 821**	**2 483**	**166**	**-**	**4 287**	**11 002**	**-**	**-**	**1 205**	**2 358**	**-**	**1 202**	**86 132**	**-**	**1 446**	**276**	**492 799**	**7 921**	**-**	**-**	**226**	**-**	**-**
B	KZN281	uMfolozi	244 062	244 062	93 604	38.4	-	-	-	180	28	-	-	-	1 141	-	-	284	2	-	45	10 281	-	56	147	80 748	690	-	-	-	-	-
B	KZN282	uMhlathuze	5 862 917	5 862 917	1 576 343	26.9	688 627	138 323	37 392	33 585	10 238	847	-	73	8 546	-	555	3 070	-	-	5 725	244 623	607	1 809	974	246 949	518	-	-	-	153 883	-
B	KZN284	uMlalazi	528 251	528 251	194 983	36.9	27 813	-	-	4 438	215	805	-	1 185	2 460	-	-	558	534	-	7	44 346	-	289	4	109 771	2 133	-	423	2	-	-
B	KZN285	Mthonjaneni	210 121	210 121	63 689	30.3	8 918	-	-	528	1 055	237	-	198	578	-	2	32	125	-	504	7 358	-	71	-	43 915	167	-	-	-	-	-
B	KZN286	Nkandla	252 828	252 828	82 145	32.5	4 148	-	-	492	58	-	-	296	431	-	-	357	86	-	1 188	16 025	4 647	199	-	54 006	212	-	-	-	-	-
C	DC28	King Cetshwayo DM	955 454	955 454	364 990	38.2	-	15 756	2 358	10 342	232	-	-	910	8 194	-	-	337	51	-	1 035	-	-	593	-	324 674	309	-	200	-	-	-
Total: King Cetshwayo Municipalities			**8 053 632**	**8 053 632**	**2 375 754**	**29.5**	**729 506**	**154 078**	**39 750**	**49 565**	**11 825**	**1 889**	**-**	**2 663**	**21 351**	**-**	**557**	**4 638**	**797**	**-**	**8 504**	**322 633**	**5 254**	**3 018**	**1 126**	**860 063**	**4 029**	**-**	**622**	**2**	**153 883**	**-**
B	KZN291	Mandeni	454 622	454 622	156 879	34.5	22 583	-	-	3 466	264	-	-	378	3 774	-	-	153	-	-	304	20 053	-	20	204	105 161	519	-	-	-	-	-
B	KZN292	KwaDukuza	3 011 913	3 011 913	661 737	22.0	305 714	-	-	29 123	6 989	1 716	-	2 836	11 783	-	-	894	-	-	19 899	149 470	-	5 091	198	123 732	4 293	-	-	-	-	-
B	KZN293	Ndwedwe	250 641	250 641	97 538	38.9	-	-	-	171	46	57	-	-	2 222	-	-	174	13	-	222	5 722	-	-	-	88 593	319	-	-	-	-	-
B	KZN294	Maphumulo	182 657	182 657	84 775	46.4	-	-	-	76	1 279	53	-	10	1 324	-	-	386	-	-	4	30 791	-	-	10	50 923	31	-	-	(112)	-	-
C	DC29	iLembe DM	1 632 705	1 632 705	569 442	34.9	-	84 120	26 805	-	34 391	608	-	26 587	8 726	-	-	-	-	-	178	-	-	13	4	388 011	-	-	-	-	-	-
Total: Ilembe Municipalities			**5 532 536**	**5 532 536**	**1 570 371**	**28.4**	**328 297**	**84 120**	**26 805**	**32 836**	**42 968**	**2 433**	**-**	**29 811**	**27 828**	**-**	**-**	**1 607**	**13**	**-**	**20 608**	**206 036**	**-**	**5 125**	**416**	**756 420**	**5 162**	**-**	**-**	**(112)**	**-**	**-**
B	KZN433	Greater Kokstad	547 911	547 911	164 027	29.9	59 235	-	-	7 137	928	-	-	(2 496)	1 656	-	-	616	-	-	28	54 825	-	64	1 241	40 099	694	-	-	-	-	-
B	KZN434	Johannes Phumani Phungula	244 547	244 547	88 726	36.3	-	-	-	990	6 184	350	-	268	4 588	-	-	453	833	-	92	8 557	-	416	-	62 687	3 307	-	-	-	-	-
B	KZN435	uMzimkhulu	308 739	308 739	122 201	39.6	-	-	-	895	133	312	-	134	3 981	-	118	334	22	-	49	6 655	-	150	-	109 413	-	-	-	7	-	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	262 517	262 517	91 147	34.7	-	-	-	1 228	112	65	-	-	2 374	-	-	361	144	-	24	11 607	-	1 001	-	72 686	1 544	-	-	-	-	-
B	DC43	Harry Gwala DM	723 815	723 815	259 702	35.9	-	18 761	3 423	-	47	-	-	3 249	6 194	-	-	-	-	-	77	-	-	176	-	227 302	-	-	-	474	-	-
Total: Harry Gwala Municipalities			**2 087 527**	**2 087 527**	**725 804**	**34.8**	**59 235**	**18 761**	**3 423**	**10 249**	**7 404**	**727**	**-**	**1 155**	**18 794**	**-**	**118**	**1 764**	**1 000**	**-**	**271**	**81 643**	**-**	**1 806**	**1 241**	**512 187**	**5 546**	**-**	**-**	**480**	**-**	**-**
Total			**107 159 566**	**107 159 566**	**48 937 127**	**45.7**	**14 331 317**	**4 692 126**	**1 124 051**	**823 979**	**253 616**	**26 241**	**93**	**1 085 074**	**378 710**	**-**	**674**	**367 032**	**18 757**	**-**	**153 623**	**11 340 720**	**84 655**	**51 868**	**25 273**	**10 953 456**	**446 099**	**2 583 760**	**22 676**	**19 498**	**153 830**	**-**

Source: NT lgdatabase

Annexure B: Operating Expenditure - As at the end of Quarter 1 - 2025/26

R'000			Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail: Employee related costs	Remun. of councillors	Bulk purchases - electricity	Inventory consumed	Debt impairment	Depreciation and amortisation	Interest	Contracted services	Transfers and subsidies	Irrecoverable debts written off	Operational costs	Losses on disposal of Assets	Other Losses
A	**KZN2000**	**eThekwini**	**60 121 874**	**60 121 874**	**30 943 461**	**51.5**	**6 228 456**	**72 746**	**11 535 076**	**1 506 394**	**3 971 628**	**1 747 201**	**550 466**	**2 376 926**	**133 031**	**-**	**1 079 423**	**-**	**1 742 116**
B	KZN212	uMdoni	448 943	448 943	87 674	19.5	44 131	4 171	-	1 068	(8 366)	10 532	-	15 788	109	8 344	11 897	-	-
B	KZN213	uMzumbe	220 253	220 253	22 788	10.3	5 873	1 970	-	156	-	-	-	8 101	165	-	6 523	-	-
B	KZN214	uMuziwabantu	258 781	258 781	68 466	26.5	20 210	2 511	21 042	281	-	6 048	-	5 886	858	-	11 631	-	-
B	KZN216	Ray Nkonyeni	1 279 575	1 279 575	275 696	21.5	130 200	10 540	21 453	1 697	-	22 894	210	53 740	3 780	3 801	27 386	-	(5)
B	DC21	Ugu DM	911 672	911 672	417 210	45.8	183 036	3 156	-	60 708	4 737	59 337	14 270	26 682	-	1 338	63 944	-	-
Total: Ugu Municipalities			**3 119 224**	**3 119 224**	**871 835**	**28.0**	**383 448**	**22 348**	**42 495**	**63 910**	**(3 628)**	**98 811**	**14 480**	**110 198**	**4 912**	**13 484**	**121 381**	**-**	**(5)**
B	KZN221	uMshwathi	279 292	279 292	53 667	19.2	23 986	3 255	-	144	-	6 796	-	9 052	784	-	9 651	-	-
B	KZN222	uMngeni	674 420	674 420	162 691	24.1	41 747	2 905	65 302	823	-	15 102	4	18 912	101	2 534	15 262	-	-
B	KZN223	Mpofana	186 370	186 370	62 103	33.3	16 759	3 345	27 157	150	-	-	7 654	2 927	-	-	4 111	-	-
B	KZN224	iMpendle	72 949	72 949	13 193	18.1	9 054	720	-	-	-	-	51	1 933	424	-	1 005	-	7
B	KZN225	Msunduzi	8 463 202	8 463 202	2 141 895	25.3	393 853	14 873	1 096 913	295 462	-	84 919	10 693	150 074	14 277	15 159	66 216	-	(543)
B	KZN226	Mkhambathini	163 842	163 842	37 527	22.9	15 184	1 653	-	1 032	-	2 525	-	11 296	-	-	5 837	-	-
B	KZN227	Richmond	176 951	176 951	44 815	25.3	19 318	1 619	-	1 139	1 061	4 017	33	11 378	-	39	6 211	-	-
C	DC22	uMgungundlovu DM	1 548 982	1 548 982	304 397	19.7	89 140	3 948	-	62 945	-	18 036	3 543	49 853	12 700	-	21 362	-	42 869
Total: uMgungundlovu Municipalities			**11 566 007**	**11 566 007**	**2 820 289**	**24.4**	**609 042**	**32 318**	**1 189 372**	**361 695**	**1 061**	**131 395**	**21 977**	**255 425**	**28 286**	**17 731**	**129 654**	**-**	**42 333**
B	KZN235	Okhahlamba	247 909	247 909	62 012	25.0	35 990	3 050	-	8	-	9 564	(100)	6 650	61	111	6 678	-	-
B	KZN237	iNkosi Langalibalele	861 598	861 598	180 835	21.0	56 140	4 763	72 719	6 251	-	-	-	32 670	-	-	8 290	-	-
B	KZN238	Alfred Duma	1 575 166	1 575 166	311 294	19.8	107 388	7 344	119 192	9 756	-	20 551	23	14 102	21	-	32 916	-	-
B	DC23	uThukela DM	1 054 493	1 054 493	152 183	14.4	97 779	1 573	-	3 410	-	22 976	73	12 938	-	-	13 434	-	-
Total: uThukela Municipalities			**3 739 165**	**3 739 165**	**706 324**	**18.9**	**297 297**	**16 730**	**191 911**	**19 427**	**-**	**53 091**	**(4)**	**66 360**	**83**	**111**	**61 318**	**-**	**-**
B	KZN241	eNdumeni	486 206	486 206	157 451	32.4	42 309	1 430	84 386	1 341	-	4 155	7 982	7 563	440	-	7 856	-	(10)
B	KZN242	Nquthu	333 063	333 063	41 908	12.6	9 743	1 208	12 406	1 947	-	-	-	8 267	290	7	8 039	-	-
B	KZN244	uMsinga	335 857	335 857	59 260	17.6	25 495	4 295	-	40	-	3	-	12 981	-	-	16 446	-	-
B	KZN245	uMvoti	451 362	451 362	124 371	27.6	39 396	2 910	27 126	1 773	21 234	9 493	81	10 263	1 131	-	10 965	-	-
C	DC24	uMzinyathi DM	656 222	656 222	147 136	22.4	71 667	1 828	-	6 065	-	15 699	51	34 293	2 000	-	15 533	-	-
Total: Umzinyathi Municipalities			**2 262 711**	**2 262 711**	**530 127**	**23.4**	**188 610**	**11 671**	**123 919**	**11 166**	**21 234**	**29 349**	**8 114**	**73 367**	**3 861**	**7**	**58 839**	**-**	**(10)**
B	KZN252	Newcastle	2 849 756	2 849 756	658 817	23.1	190 744	7 472	176 442	60 876	-	101 051	5 406	59 614	-	25 316	31 897	-	-
B	KZN253	eMadlangeni	136 172	136 172	26 256	19.3	14 001	1 180	5 965	-	-	-	77	2 911	-	-	2 121	-	0
B	KZN254	Dannhauser	155 685	155 685	28 069	18.0	7 629	2 079	-	27	-	3 891	354	7 810	-	130	6 149	-	-
C	DC25	Amajuba DM	304 149	304 149	70 328	23.1	39 337	2 098	-	2 117	-	5 479	1 205	12 575	-	546	6 972	-	-
Total: Amajuba Municipalities			**3 445 762**	**3 445 762**	**783 471**	**22.7**	**251 711**	**12 829**	**182 407**	**63 019**	**-**	**110 421**	**7 042**	**82 911**	**-**	**25 991**	**47 139**	**-**	**0**
B	KZN261	eDumbe	226 057	226 057	52 757	23.3	22 163	2 141	16 253	-	-	-	121	9 075	-	926	2 079	-	-
B	KZN262	uPhongolo	380 390	380 390	93 469	24.6	37 946	2 933	11 215	13 231	1 529	6 500	-	7 748	-	-	12 367	-	-
B	KZN263	AbaQulusi	1 166 198	1 166 198	268 971	23.1	55 082	4 755	74 884	26 546	-	37 567	5 791	47 420	-	-	16 927	-	-
B	KZN265	Nongoma	219 058	219 058	56 388	25.7	29 818	4 440	-	-	-	6 515	59	8 638	12	287	6 618	-	-
B	KZN266	Ulundi	580 064	580 064	158 710	27.4	45 730	4 464	54 283	965	-	1 626	5 609	26 516	-	504	19 013	-	-
C	DC26	Zululand DM	553 766	553 766	206 582	37.3	91 202	2 564	-	(3 157)	-	23 750	2 720	46 557	-	-	42 944	-	-
Total: Zululand Municipalities			**3 125 533**	**3 125 533**	**836 877**	**26.8**	**281 941**	**21 297**	**156 634**	**37 585**	**1 529**	**75 957**	**14 301**	**145 954**	**12**	**1 718**	**99 948**	**-**	**-**
B	KZN271	uMhlabuyalingana	304 385	304 385	54 041	17.8	22 354	3 833	-	259	-	4 811	4	9 245	4 601	-	8 936	-	-
B	KZN272	Jozini	326 146	326 146	83 619	25.6	44 079	4 846	-	-	6 096	9 803	221	4 415	838	8	13 313	-	-
B	KZN275	Inkosi uMtubatuba	330 565	330 565	84 586	25.6	35 899	4 437	-	63	-	8 800	29	21 867	-	420	13 070	-	-
B	KZN276	Big Five Hlabisa	231 434	231 434	75 283	32.5	34 979	4 191	-	-	-	2 933	-	15 893	1 928	-	15 358	-	-
C	DC27	uMkhanyakude DM	810 131	810 131	217 054	26.8	45 942	2 802	5 179	35 103	-	34 334	15	50 209	-	-	43 471	-	-
Total: uMkhanyakude Municipalities			**2 002 662**	**2 002 662**	**514 583**	**25.7**	**183 253**	**20 109**	**5 179**	**35 425**	**6 096**	**60 681**	**269**	**101 628**	**7 368**	**428**	**94 148**	**-**	**-**
B	KZN281	uMfolozi	261 865	261 865	57 658	22.0	22 991	3 566	-	186	-	7 878	1	9 493	1 033	-	12 510	-	-
B	KZN282	uMhlathuze	6 008 928	6 008 928	1 428 323	23.8	292 904	8 509	488 555	114 427	54 739	90 072	48 655	76 701	652	24 649	100 925	-	127 535
B	KZN284	uMlalazi	571 739	571 739	133 241	23.3	45 824	6 220	32 358	4 405	2 170	12 495	-	10 852	795	513	17 608	-	-
B	KZN285	Mthonjaneni	197 636	197 636	47 888	24.2	19 037	2 570	7 221	122	-	-	36	11 099	-	-	7 801	-	-
B	KZN286	Nkandla	249 077	249 077	52 420	21.0	19 694	2 786	6 504	-	-	5 139	2	9 860	324	8	8 104	-	-
C	DC28	King Cetshwayo DM	1 187 482	1 187 482	284 931	24.0	103 411	3 758	-	35 715	-	39 964	2 022	40 106	4 458	-	46 800	-	8 697
Total: King Cetshwayo Municipalities			**8 476 727**	**8 476 727**	**2 004 461**	**23.6**	**503 861**	**27 411**	**534 638**	**154 856**	**56 909**	**155 548**	**50 716**	**158 111**	**7 262**	**25 170**	**193 749**	**-**	**136 232**
B	KZN291	Mandeni	487 944	487 944	106 741	21.9	40 257	3 799	20 022	203	-	9 965	-	16 625	-	-	15 860	-	11
B	KZN292	KwaDukuza	3 011 642	3 011 642	660 448	21.9	142 886	7 651	355 433	8 794	-	36 635	109	81 611	4 714	815	21 800	-	-
B	KZN293	Ndwedwe	250 264	250 264	63 422	25.3	22 049	3 968	-	448	704	8 698	-	14 387	873	-	12 290	-	5
B	KZN294	Maphumulo	179 047	179 047	37 895	21.2	15 322	2 442	-	429	-	5 115	12	9 063	526	-	4 986	-	-
C	DC29	iLembe DM	1 618 140	1 618 140	288 344	17.8	82 898	3 560	-	5 952	-	38 689	122	61 430	11 058	(275)	84 910	-	-
Total: Ilembe Municipalities			**5 547 037**	**5 547 037**	**1 156 850**	**20.9**	**303 411**	**21 419**	**375 455**	**15 826**	**704**	**99 103**	**243**	**183 116**	**17 171**	**541**	**139 846**	**-**	**15**
B	KZN433	Greater Kokstad	529 184	529 184	164 720	31.1	47 177	2 166	73 067	2 895	-	6 392	-	11 575	-	9 447	12 000	-	-
B	KZN434	Johannes Phumani Phungula	309 979	309 979	54 222	17.5	26 624	2 931	-	436	-	7 488	2	8 543	380	-	7 819	-	-
B	KZN435	uMzimkhulu	351 922	351 922	81 701	23.2	36 979	4 675	-	232	-	12 778	-	10 715	-	-	16 323	-	-
B	KZN434	Dr. Nkosazana Dlamini Zuma	297 684	297 684	60 206	20.2	21 708	3 070	-	900	(1 136)	13 576	839	11 866	231	358	8 793	-	-
C	DC43	Harry Gwala DM	819 174	819 174	141 377	17.3	67 667	1 888	-	7 061	-	-	-	32 899	7 000	5 693	19 169	-	-
Total: Harry Gwala Municipalities			**2 307 943**	**2 307 943**	**502 227**	**21.8**	**200 155**	**14 730**	**73 067**	**11 524**	**(1 136)**	**40 234**	**841**	**75 597**	**7 611**	**15 498**	**64 105**	**-**	**-**
Total			**105 714 647**	**105 714 647**	**41 670 504**	**39.4**	**9 431 184**	**273 608**	**14 410 152**	**2 280 827**	**4 054 396**	**2 601 791**	**668 445**	**3 629 594**	**209 596**	**100 678**	**2 089 550**	**-**	**1 920 682**

Source: NT lgdatabase

Annexure C: Capital Revenue (Source of finance) - As at the end of Quarter 1 - 2025/26

R'000			Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail					
							Sources of Finance				Transfers recognised - capital	
							National Govt.	Provincial Govt.	District Municipality	Other transfers and grants	Borrowing	Internally generated funds
A	**KZN2000**	**eThekwini**	**7 296 796**	**7 296 796**	**310 368 492**	**4 253.5**	**95 781 009**	**2 625 832**	**-**	**2 919 944**	**33 118 190**	**175 923 516**
B	KZN212	uMdoni	80 919	80 919	20 670	25.5	10 860	606	-	-	-	9 204
B	KZN213	uMzumbe	52 389	52 389	12 282	23.4	5 985	-	-	-	-	6 297
B	KZN214	uMuziwabantu	35 108	35 108	3 631	10.3	3 631	-	-	-	-	-
B	KZN216	Ray Nkonyeni	173 725	173 725	52 337	30.1	47 230	-	-	-	-	5 107
B	DC21	Ugu DM	373 245	373 245	123 281	33.0	121 764	-	-	-	1 355	163
Total: Ugu Municipalities			**715 385**	**715 385**	**212 202**	**29.7**	**189 471**	**606**	**-**	**-**	**1 355**	**20 770**
B	KZN221	uMshwathi	64 945	64 945	13 507	20.8	11 330	-	-	-	-	2 177
B	KZN222	uMngeni	117 554	117 554	173	0.1	-	-	-	-	-	173
B	KZN223	Mpofana	13 983	13 983	6 779	48.5	5 706	-	-	-	-	1 074
B	KZN224	iMpendle	29 910	29 910	(35 672)	(119.3)	(35 105)	-	-	(439)	-	(128)
B	KZN225	Msunduzi	653 856	653 856	67 979	10.4	44 836	-	-	-	19 734	3 408
B	KZN226	Mkhambathini	24 034	24 034	7 185	29.9	6 092	-	-	-	-	1 093
B	KZN227	Richmond	23 780	23 780	6 516	27.4	6 083	-	-	-	-	433
C	DC22	uMgungundlovu DM	180 629	180 629	31 017	17.2	31 017	-	-	-	-	-
Total: uMgungundlovu Municipalities			**1 108 691**	**1 108 691**	**97 483**	**8.8**	**69 959**	**-**	**-**	**(439)**	**19 734**	**8 229**
B	KZN235	Okhahlamba	37 981	37 981	(17 545)	(46.2)	125	-	-	-	(17 348)	(322)
B	KZN237	iNkosi Langalibalele	38 987	38 987	17 863	45.8	17 691	-	-	-	-	172
B	KZN238	Alfred Duma	151 578	151 578	62 562	41.3	48 796	15	-	-	-	13 751
B	DC23	uThukela DM	273 623	273 623	4 801	1.8	4 801	-	-	-	-	-
Total: uThukela Municipalities			**502 168**	**502 168**	**67 680**	**13.5**	**71 413**	**15**	**-**	**-**	**(17 348)**	**13 601**
B	KZN241	eNdumeni	43 779	43 779	3 978	9.1	1 252	-	-	-	-	2 727
B	KZN242	Nquthu	55 592	55 592	12 479	22.4	8 668	-	-	-	-	3 811
B	KZN244	uMsinga	79 184	79 184	14 150	17.9	13 249	-	-	-	-	901
B	KZN245	uMvoti	64 618	64 618	14 810	22.9	14 740	-	-	-	-	70
C	DC24	uMzinyathi DM	244 964	244 964	34 749	14.2	34 733	-	-	-	-	16
Total: uMzinyathi Municipalities			**488 138**	**488 138**	**80 166**	**16.4**	**72 641**	**-**	**-**	**-**	**-**	**7 525**
B	KZN252	Newcastle	235 558	235 558	24 896	10.6	24 575	186	-	-	-	135
B	KZN253	eMadlangeni	26 347	26 347	6 185	23.5	6 161	-	-	-	-	24
B	KZN254	Dannhauser	77 395	77 395	3 937	5.1	802	1 158	-	-	-	1 978
C	DC25	Amajuba DM	126 846	126 846	39 213	30.9	39 213	-	-	-	-	-
Total: Amajuba Municipalities			**466 145**	**466 145**	**74 232**	**15.9**	**70 751**	**1 344**	**-**	**-**	**-**	**2 138**
B	KZN261	eDumbe	18 143	18 143	4 324	23.8	4 324	-	-	-	-	-
B	KZN262	uPhongolo	55 754	55 754	13 083	23.5	8 440	4 388	-	-	-	255
B	KZN263	AbaQulusi	78 002	78 002	9 636	12.4	8 730	-	-	-	-	906
B	KZN265	Nongoma	43 191	43 191	(105 195)	(243.6)	(102 581)	384	-	-	-	(2 998)
B	KZN266	Ulundi	52 329	52 329	19 597	37.5	14 240	-	-	-	-	5 357
C	DC26	Zululand DM	742 790	742 790	121 102	16.3	121 102	-	-	-	-	-
Total: Zululand Municipalities			**990 210**	**990 210**	**62 547**	**6.3**	**54 255**	**4 772**	**-**	**-**	**-**	**3 520**
B	KZN271	uMhlabuyalingana	39 593	39 593	5 898	14.9	5 898	-	-	-	-	-
B	KZN272	Jozini	46 337	46 337	6 912	14.9	5 274	-	-	-	-	1 638
B	KZN275	Inkosi uMtubatuba	47 503	47 503	(156 900)	(330.3)	(74 820)	(2 212)	-	-	-	(79 868)
B	KZN276	Big Five Hlabisa	35 363	35 363	16 771	47.4	15 921	-	-	-	-	851
C	DC27	uMkhanyakude DM	235 745	235 745	(3 232 566)	(1 371.2)	(3 186 236)	-	-	-	-	(46 330)
Total: uMkhanyakude Municipalities			**404 540**	**404 540**	**(3 359 884)**	**(830.5)**	**(3 233 963)**	**(2 212)**	**-**	**-**	**-**	**(123 709)**
B	KZN281	uMfolozi	35 346	35 346	7 246	20.5	7 010	-	-	-	-	237
B	KZN282	uMhlathuze	457 359	457 359	59 875	13.1	22 508	-	-	-	36 002	1 365
B	KZN284	uMlalazi	49 222	49 222	57 302	116.4	46 054	-	-	-	-	11 247
B	KZN285	Mthonjaneni	34 950	34 950	4 594	13.1	3 113	-	-	-	-	1 481
B	KZN286	Nkandla	41 159	41 159	7 950	19.3	7 907	44	-	-	-	-
C	DC28	King Cetshwayo DM	413 163	417 017	113 719	27.3	112 557	-	-	-	-	1 162
Total: King Cetshwayo Municipalities			**1 031 199**	**1 035 052**	**250 685**	**24.2**	**199 148**	**44**	**-**	**-**	**36 002**	**15 491**
B	KZN291	Mandeni	130 596	130 596	17 420	13.3	10 427	-	-	-	-	6 993
B	KZN292	KwaDukuza	230 797	230 797	37 551	16.3	12 369	-	-	-	-	25 182
B	KZN293	Ndwedwe	68 805	68 805	(60 886)	(88.5)	(34 446)	-	-	-	-	(26 440)
B	KZN294	Maphumulo	43 417	43 417	(61 486)	(141.6)	(49 657)	(1 608)	-	-	-	(10 221)
C	DC29	iLembe DM	357 453	357 453	47 511	13.3	35 745	-	-	-	-	11 765
Total: Ilembe Municipalities			**831 067**	**831 067**	**(19 889)**	**(2.4)**	**(25 561)**	**(1 608)**	**-**	**-**	**-**	**7 280**
B	KZN433	Greater Kokstad	81 216	81 216	8 523	10.5	4 142	2 234	-	-	-	2 147
B	KZN434	Johannes Phumani Phungula	71 203	71 203	13 361	18.8	8 036	-	-	-	-	5 325
B	KZN435	uMzimkhulu	99 915	99 915	24 439	24.5	20 482	2 534	-	-	-	1 423
B	KZN436	Dr. Nkosazana Dlamini Zuma	62 833	62 833	5 654	9.0	4 113	-	-	-	-	1 540
C	DC43	Harry Gwala DM	297 243	297 243	55 086	18.5	47 421	-	-	-	-	7 665
Total: Harry Gwala Municipalities			**612 411**	**612 411**	**107 063**	**17.5**	**84 195**	**4 768**	**-**	**-**	**-**	**18 100**
Total			**14 446 751**	**14 450 604**	**307 940 777**	**2 131.0**	**93 333 318**	**2 633 560**	**-**	**2 919 506**	**33 157 934**	**175 896 460**

Source: NT lgdatabase

Annexure D: Capital Expenditure - As at the end of Quarter 1 - 2025/26

R'000			Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail: Governance and Admin.			Community and Public Safety					Economic and Environmental Services			Trading Services				Other
							Executive & Council	Finance and administration	Internal audit	Community & Social Services	Sport And Recreation	Public Safety	Housing	Health	Planning and Dev.	Road Transport	Environ. Protection	Energy source	Water management	Waste Water Mgt.	Waste Mgt.	
A	**KZN2000**	**eThekwini**	**7 296 796**	**7 296 796**	**311 409 685**	**4 267.8**	**321 553**	**28 780 714**	**24 682**	**6 785 016**	**21 700 719**	**3 120 650**	**11 433 376**	**1 149 270**	**9 626 511**	**84 899 391**	**508 117**	**41 983 079**	**49 739 608**	**44 161 645**	**5 164 509**	**2 010 846**
B	KZN212	uMdoni	80 919	80 919	20 670	25.5	-	9 204	-	2 607	-	-	-	-	606	8 254	-	-	-	-	-	-
B	KZN213	uMzumbe	52 389	52 389	12 282	23.4	-	1 923	-	19	-	-	-	-	4 217	5 985	-	-	-	-	-	139
B	KZN214	uMuziwabantu	35 108	35 108	3 631	10.3	-	-	-	-	-	-	-	-	-	3 631	-	-	-	-	-	-
B	KZN216	Ray Nkonyeni	173 725	173 725	52 337	30.1	-	183	72	-	-	-	-	-	52 057	25	-	-	-	-	-	-
C	DC21	Ugu DM	373 245	373 245	123 281	33.0	-	1 517	-	-	-	-	-	-	-	-	-	-	54 373	67 391	-	-
Total: Ugu Municipalities			**715 385**	**715 385**	**212 202**	**29.7**	**-**	**12 827**	**72**	**2 626**	**-**	**-**	**-**	**-**	**56 880**	**17 895**	**-**	**-**	**54 373**	**67 391**	**-**	**139**
B	KZN221	uMshwathi	64 945	64 945	13 507	20.8	-	1 275	-	945	-	-	-	-	7 457	3 829	-	-	-	-	-	-
B	KZN222	uMngeni	117 554	117 554	7 038	6.0	-	30	-	-	-	143	-	-	-	3 920	-	2 946	-	-	-	-
B	KZN223	Mpofana	13 983	13 983	6 779	48.5	-	-	-	1 227	-	-	-	-	-	5 553	-	-	-	-	-	-
B	KZN224	iMpendle	29 910	29 910	(35 672)	(119.3)	-	(26)	-	(102)	287	-	-	-	(216)	(35 176)	-	-	-	-	-	(439)
B	KZN225	Msunduzi	653 856	653 856	67 979	10.4	20 240	1 684	-	2 276	(41)	-	-	-	5 180	13 843	-	-	5 496	19 301	-	-
B	KZN226	Mkhambathini	24 034	24 034	7 185	29.9	-	387	-	4 424	983	-	-	-	-	1 391	-	-	-	-	-	-
B	KZN227	Richmond	23 780	23 780	8 167	34.3	283	1 231	-	104	-	-	-	-	283	6 267	-	-	-	-	-	-
C	DC22	uMgungundlovu DM	180 629	180 629	31 017	17.2	-	-	-	-	-	-	-	-	-	-	-	-	31 017	-	-	-
Total: uMgungundlovu Municipalities			**1 108 691**	**1 108 691**	**105 999**	**9.6**	**20 523**	**4 580**	**-**	**8 873**	**1 228**	**143**	**-**	**-**	**12 705**	**(373)**	**-**	**2 946**	**36 513**	**19 301**	**-**	**(439)**
B	KZN235	Okhahlamba	37 981	37 981	(17 545)	(46.2)	-	(18 026)	-	-	-	204	-	-	125	-	-	-	-	-	152	-
B	KZN237	iNkosi Langalibalele	38 987	38 987	17 863	45.8	14	58	-	100	-	-	-	-	-	17 691	-	-	-	-	-	-
B	KZN238	Alfred Duma	151 578	151 578	62 562	41.3	23	5 185	-	-	6 695	9	15	-	17	24 849	-	24 510	-	1 259	-	-
C	DC23	uThukela DM	273 623	273 623	4 801	1.8	-	-	-	-	-	-	-	-	-	-	-	-	4 801	-	-	-
Total: uThukela Municipalities			**502 168**	**502 168**	**67 680**	**13.5**	**37**	**(12 782)**	**-**	**100**	**6 695**	**213**	**15**	**-**	**142**	**42 540**	**-**	**24 510**	**4 801**	**1 259**	**152**	**-**
B	KZN241	eNdumeni	43 779	43 779	3 978	9.1	-	25	-	-	-	-	-	-	-	3 954	-	-	-	-	-	-
B	KZN242	Nquthu	55 592	55 592	12 479	22.4	-	-	-	625	-	-	-	-	-	11 854	-	-	-	-	-	-
B	KZN244	uMsinga	82 352	82 352	15 104	18.3	700	-	-	-	3 218	30	-	-	1 984	9 171	-	-	-	-	-	-
B	KZN245	uMvoti	64 618	64 618	14 810	22.9	-	70	-	3 662	2 387	-	-	-	-	8 690	-	-	-	-	-	-
C	DC24	uMzinyathi DM	244 964	244 964	34 749	14.2	-	16	-	-	-	-	-	-	-	-	-	-	34 733	-	-	-
Total: Umzinyathi Municipalities			**491 306**	**491 306**	**81 120**	**16.5**	**700**	**111**	**-**	**4 287**	**5 605**	**30**	**-**	**-**	**1 984**	**33 669**	**-**	**-**	**34 733**	**-**	**-**	**-**
B	KZN252	Newcastle	235 558	235 558	24 896	10.6	-	321	-	-	1 820	-	-	-	74	10 821	-	-	11 859	-	-	-
B	KZN253	eMadlangeni	26 347	26 347	6 205	23.6	-	44	-	-	-	-	-	-	-	4 549	-	1 612	-	-	-	-
B	KZN254	Dannhauser	86 901	86 901	7 058	8.1	-	588	-	-	-	-	-	-	6 216	-	-	-	-	-	255	-
C	DC25	Amajuba DM	126 846	126 846	39 213	30.9	-	-	-	-	-	-	-	-	-	1 950	-	-	33 153	4 110	-	-
Total: Amajuba Municipalities			**475 651**	**475 651**	**77 372**	**16.3**	**-**	**953**	**-**	**-**	**1 820**	**-**	**-**	**-**	**6 290**	**17 320**	**-**	**1 612**	**45 012**	**4 110**	**255**	**-**
B	KZN261	eDumbe	18 143	18 143	4 324	23.8	-	-	-	-	-	-	-	-	4 324	-	-	-	-	-	-	-
B	KZN262	uPhongolo	55 754	55 754	13 083	23.5	-	255	-	504	6 483	-	-	-	-	5 840	-	-	-	-	-	-
B	KZN263	AbaQulusi	78 002	78 002	9 636	12.4	-	77	-	5 148	829	-	-	-	-	2 989	-	593	-	-	-	-
B	KZN265	Nongoma	43 191	43 191	(105 195)	(243.6)	-	(293)	-	(74)	-	1 679	-	-	(216)	(103 040)	-	1 544	-	(3 986)	(810)	-
B	KZN266	Ulundi	52 329	52 329	19 597	37.5	-	3 458	-	9 279	-	135	-	-	-	5 095	-	1 630	-	-	-	-
C	DC26	Zululand DM	742 877	742 877	121 102	16.3	-	-	-	-	-	-	-	-	-	-	-	-	121 102	-	-	-
Total: Zululand Municipalities			**990 296**	**990 296**	**62 547**	**6.3**	**-**	**3 497**	**-**	**14 857**	**7 313**	**1 814**	**-**	**-**	**4 108**	**(89 115)**	**-**	**3 767**	**121 102**	**(3 986)**	**(810)**	**-**
B	KZN271	uMhlabuyalingana	39 593	39 593	5 898	14.9	-	-	-	-	202	-	-	-	-	5 697	-	-	-	-	-	-
B	KZN272	Jozini	46 337	46 337	6 912	14.9	-	106	-	1 559	3 647	-	-	-	-	1 600	-	-	-	-	-	-
B	KZN275	Inkosi uMtubatuba	45 874	45 874	(156 900)	(342.0)	(778)	(35 888)	-	(533)	(11 486)	(66)	-	-	(1 590)	(31 546)	-	-	(792)	(58 681)	(15 540)	-
B	KZN276	Big Five Hlabisa	35 363	35 363	16 771	47.4	-	851	-	2 357	370	306	-	-	4 750	8 138	-	-	-	-	-	-
C	DC27	uMkhanyakude DM	235 745	235 745	(3 232 566)	(1 371.2)	-	(123 022)	-	-	-	-	-	-	-	(25 885)	-	(18 322)	(2 855 807)	(209 530)	-	-
Total: Umkhanyakude Municipalities			**402 911**	**402 911**	**(3 359 884)**	**(833.9)**	**(778)**	**(157 954)**	**-**	**3 383**	**(7 268)**	**240**	**-**	**-**	**3 160**	**(41 996)**	**-**	**(18 322)**	**(2 856 599)**	**(268 211)**	**(15 540)**	**-**
B	KZN281	uMfolozi	35 346	35 346	7 246	20.5	-	237	-	254	74	-	-	-	-	6 155	-	527	-	-	-	-
B	KZN282	uMhlathuze	457 359	457 359	59 875	13.1	-	1 384	-	441	-	-	-	-	-	10 460	-	-	25 633	13 613	-	8 343
B	KZN284	uMlalazi	49 222	49 222	57 302	116.4	-	2 758	-	-	5 172	-	-	-	-	49 371	-	-	-	-	-	-
B	KZN285	Mthonjaneni	34 950	34 950	4 594	13.1	100	143	-	3 375	-	-	-	-	-	960	-	16	-	-	-	-
B	KZN286	Nkandla	41 159	41 159	7 950	19.3	-	-	-	44	-	-	-	-	7 663	-	-	243	-	-	-	-
C	DC28	King Cetshwayo DM	413 163	417 017	113 719	27.3	-	54	-	-	-	-	-	-	-	-	-	-	113 501	163	-	-
Total: King Cetshwayo Municipalities			**1 031 199**	**1 035 052**	**250 685**	**24.2**	**100**	**4 576**	**-**	**4 114**	**5 246**	**-**	**-**	**-**	**7 663**	**66 946**	**-**	**786**	**139 134**	**13 777**	**-**	**8 343**
B	KZN291	Mandeni	130 596	130 596	17 420	13.3	3 168	68	-	1 982	304	-	-	-	988	10 911	-	-	-	-	-	-
B	KZN292	KwaDukuza	230 797	230 797	37 551	16.3	1 505	142	-	1 185	1 498	460	-	-	1 618	14 747	-	16 396	-	-	-	-
B	KZN293	Ndwedwe	68 805	68 805	(60 886)	(88.5)	(384)	(2 940)	-	(3 343)	-	-	-	-	(23 790)	(30 429)	-	-	-	-	-	-
B	KZN294	Maphumulo	43 417	43 417	(61 486)	(141.6)	(176)	(2 117)	-	(2 301)	-	-	-	-	(593)	(53 868)	-	-	-	-	(2 432)	-
C	DC29	iLembe DM	357 453	357 453	47 511	13.3	-	185	-	-	-	-	-	-	27	-	-	-	28 196	19 103	-	-
Total: ILembe Municipalities			**831 067**	**831 067**	**(19 889)**	**(2.4)**	**4 112**	**(4 661)**	**-**	**(2 477)**	**1 801**	**460**	**-**	**-**	**(21 749)**	**(58 639)**	**-**	**16 396**	**28 196**	**19 103**	**(2 432)**	**-**
B	KZN433	Greater Kokstad	81 216	81 216	8 523	10.5	684	29	-	-	-	-	2 234	-	-	880	-	4 696	-	-	-	-
B	KZN434	Johannes Phumani Phungula	71 203	71 203	13 361	18.8	-	2 165	-	1 318	2 193	-	-	-	1 649	6 036	-	-	-	-	-	-
B	KZN435	uMzimkhulu	99 915	99 915	24 439	24.5	-	479	-	944	2 534	-	-	-	-	20 482	-	-	-	-	-	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	62 833	62 833	5 654	9.0	-	1 291	-	250	-	-	-	-	4 113	-	-	-	-	-	-	-
C	DC43	Harry Gwala DM	302 060	302 060	55 086	18.2	-	1 905	-	-	-	-	-	-	26 753	-	-	-	25 142	1 285	-	-
Total: Harry Gwala Municipalities			**617 227**	**617 227**	**107 063**	**17.3**	**684**	**5 868**	**-**	**2 512**	**4 727**	**-**	**2 234**	**-**	**32 516**	**27 399**	**-**	**4 696**	**25 142**	**1 285**	**-**	**-**
Total			**14 462 699**	**14 466 552**	**308 994 581**	**2 135.9**	**346 931**	**28 637 728**	**24 754**	**6 823 292**	**21 727 887**	**3 123 549**	**11 435 625**	**1 149 270**	**9 730 209**	**84 915 035**	**508 117**	**42 019 471**	**47 372 016**	**44 015 674**	**5 146 135**	**2 018 889**

Source: NT lgdatabase

Annexure E: Debtors Age Analysis (Total) - As at the end of Quarter 1 - 2025/26

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 ito Council Policy	
			Total	%	Total	%	Total	%	Total	%		Amount	%	Amount	%
A	**KZN2000**	**eThekwini**	**3 972 964**	**9.5**	**1 815 747**	**4.3**	**1 823 760**	**4.4**	**34 290 775**	**81.8**	**41 903 246**	**-**	**-**	**419 932**	**1.0**
B	KZN212	uMdoni	26 488	11.3	5 379	2.3	4 717	2.0	198 136	84.4	234 721	-	-	-	-
B	KZN213	uMzumbe	1 370	2.7	-	-	5 103	10.2	43 616	87.1	50 088	-	-	-	-
B	KZN214	uMuziwabantu	6 194	17.6	3 951	11.2	3 243	9.2	21 902	62.1	35 291	-	-	-	-
B	KZN216	Ray Nkonyeni	73 289	9.3	59 756	7.6	25 594	3.3	625 770	79.8	784 409	(1 644)	(0.2)	-	-
C	DC21	Ugu DM	69 800	3.9	54 718	3.1	43 227	2.4	1 604 848	90.5	1 772 593	-	-	-	-
Total: Ugu Municipalities			**177 141**	**6.2**	**123 805**	**4.3**	**81 884**	**2.8**	**2 494 272**	**86.7**	**2 877 102**	**(1 644)**	**(0.1)**	**-**	**-**
B	KZN221	uMshwathi	12 309	9.0	(333)	(0.2)	4 837	3.6	119 258	87.6	136 070	-	-	-	-
B	KZN222	uMngeni	27 051	10.8	8 300	3.3	5 475	2.2	209 228	83.7	250 054	-	-	-	-
B	KZN223	Mpofana	11 274	6.3	(1 037)	(0.6)	1 865	1.0	165 777	93.2	177 879	-	-	-	-
B	KZN224	iMpendle	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	1 019 899	11.1	169 078	1.8	168 145	1.8	7 819 953	85.2	9 177 075	-	-	5 137 651	56.0
B	KZN226	Mkhambathini	4 466	9.4	(58)	(0.1)	1 703	3.6	41 358	87.1	47 468	-	-	-	-
B	KZN227	Richmond	2 330	3.6	12 211	19.0	392	0.6	49 343	76.8	64 276	-	-	-	-
C	DC22	uMgungundlovu DM	112 829	8.1	533	0.0	43 479	3.1	1 242 999	88.8	1 399 840	-	-	-	-
Total: uMgungundlovu Municipalities			**1 190 157**	**10.6**	**188 694**	**1.7**	**225 896**	**2.0**	**9 647 915**	**85.7**	**11 252 662**	**-**	**-**	**5 137 651**	**45.7**
B	KZN235	Okhahlamba	5 577	6.2	59	0.1	2 089	2.3	82 148	91.4	89 873	-	-	-	-
B	KZN237	iNkosi Langalibalele	33 210	5.2	26 368	4.1	19 990	3.1	563 480	87.6	643 047	0	0.0	-	-
B	KZN238	Alfred Duma	72 069	6.1	45 863	3.9	32 344	2.8	1 024 591	87.2	1 174 867	-	-	-	-
C	DC23	uThukela DM	33 126	2.7	31 127	2.5	25 488	2.1	1 131 537	92.7	1 221 277	-	-	-	-
Total: uThukela Municipalities			**143 981**	**4.6**	**103 417**	**3.3**	**79 910**	**2.6**	**2 801 756**	**89.5**	**3 129 064**	**0**	**0.0**	**-**	**-**
B	KZN241	eNdumeni	21 677	8.4	17 270	6.7	14 460	5.6	204 544	79.3	257 950	-	-	-	-
B	KZN242	Nquthu	4 258	18.6	1 149	5.0	915	4.0	16 514	72.3	22 836	-	-	-	-
B	KZN244	uMsinga	2 635	7.4	2 573	7.2	10 592	29.6	20 003	55.9	35 803	-	-	-	-
B	KZN245	uMvoti	18 249	25.8	442	0.6	2 936	4.2	49 042	69.4	70 670	-	-	-	-
C	DC24	uMzinyathi DM	29 438	4.3	(307)	(0.0)	12 356	1.8	643 865	93.9	685 352	-	-	-	-
Total: uMzinyathi Municipalities			**76 257**	**7.1**	**21 128**	**2.0**	**41 259**	**3.8**	**933 967**	**87.1**	**1 072 612**	**-**	**-**	**-**	**-**
B	KZN252	Newcastle	124 631	5.4	48 628	2.1	39 977	1.7	2 099 096	90.8	2 312 331	-	-	-	-
B	KZN253	eMadlangeni	12 456	12.0	(238)	(0.2)	4 575	4.4	87 129	83.8	103 921	-	-	-	-
B	KZN254	Dannhauser	4 267	4.1	3 923	3.8	3 705	3.6	92 262	88.6	104 157	(35)	(0.0)	-	-
C	DC25	Amajuba DM	8 491	9.5	(52)	(0.1)	3 170	3.5	77 860	87.0	89 470	-	-	-	-
Total: Amajuba Municipalities			**149 846**	**5.7**	**52 261**	**2.0**	**51 426**	**2.0**	**2 356 346**	**90.3**	**2 609 879**	**(35)**	**(0.0)**	**-**	**-**
B	KZN261	eDumbe	15 177	6.0	(5)	(0.0)	4 945	2.0	233 290	92.1	253 406	-	-	-	-
B	KZN262	uPhongolo	16 401	5.0	(8)	(0.0)	1 170	0.4	307 962	94.6	325 525	-	-	-	-
B	KZN263	AbaQulusi	62 435	10.6	37 181	6.3	21 635	3.7	469 153	79.5	590 404	106	0.0	-	-
B	KZN265	Nongoma	6 549	7.9	(10)	(0.0)	3 486	4.2	72 445	87.8	82 469	-	-	-	-
B	KZN266	Ulundi	33 901	12.5	(494)	(0.2)	12 682	4.7	226 002	83.1	272 091	-	-	-	-
C	DC26	Zululand DM	7 579	2.7	6 775	2.4	5 527	2.0	262 863	93.0	282 743	-	-	-	-
Total: Zululand Municipalities			**142 042**	**7.9**	**43 438**	**2.4**	**49 445**	**2.7**	**1 571 715**	**87.0**	**1 806 640**	**106**	**0.0**	**-**	**-**
B	KZN271	uMhlabuyalingana	4 420	5.2	(7)	(0.0)	1 819	2.2	78 155	92.6	84 387	-	-	-	-
B	KZN272	Jozini	8 414	5.7	(7)	(0.0)	2 829	1.9	137 279	92.4	148 516	-	-	-	-
B	KZN275	Inkosi uMtubatuba	16 902	5.4	(3 114)	(1.0)	20 262	6.5	279 474	89.1	313 524	-	-	-	-
B	KZN276	Big Five Hlabisa	5 094	6.9	(172)	(0.2)	693	0.9	67 812	92.4	73 426	-	-	-	-
C	DC27	uMkhanyakude DM	13 164	4.3	(104)	(0.0)	6 290	2.0	287 922	93.7	307 271	-	-	-	-
Total: uMkhanyakude Municipalities			**47 994**	**5.2**	**(3 404)**	**(0.4)**	**31 892**	**3.4**	**850 642**	**91.8**	**927 124**	**-**	**-**	**-**	**-**
B	KZN281	uMfolozi	7 130	10.3	(36)	(0.1)	3 230	4.7	58 905	85.1	69 228	-	-	-	-
B	KZN282	uMhlathuze	484 111	48.5	26 194	2.6	53 765	5.4	433 884	43.5	997 953	-	-	-	-
B	KZN284	uMlalazi	14 828	8.8	9 853	5.8	26 356	15.6	117 767	69.8	168 803	-	-	-	-
B	KZN285	Mthonjaneni	7 645	17.3	(262)	(0.6)	2 536	5.7	34 312	77.6	44 230	-	-	-	-
B	KZN286	Nkandla	58	0.1	(4 421)	(4.5)	5 565	5.7	97 213	98.8	98 415	-	-	-	-
C	DC28	King Cetshwayo DM	11 051	8.0	5 625	4.1	2 833	2.1	117 767	85.8	137 276	-	-	-	-
Total: King Cetshwayo Municipalities			**524 822**	**34.6**	**36 952**	**2.4**	**94 284**	**6.2**	**859 847**	**56.7**	**1 515 905**	**-**	**-**	**-**	**-**
B	KZN291	Mandeni	31 849	12.1	(1 686)	(0.6)	1 663	0.6	232 100	87.9	263 926	-	-	-	-
B	KZN292	KwaDukuza	103 371	19.9	29 452	5.7	24 620	4.7	363 051	69.8	520 494	-	-	-	-
B	KZN293	Ndwedwe	3 749	11.2	(40)	(0.1)	2 427	7.2	27 393	81.7	33 530	-	-	-	-
B	KZN294	Maphumulo	419	1.1	(2)	(0.0)	25 291	67.0	12 064	31.9	37 772	-	-	-	-
C	DC29	iLembe DM	55 976	4.6	42 681	3.5	43 202	3.5	1 080 320	88.4	1 222 180	(804)	(0.1)	-	-
Total: Ilembe Municipalities			**195 365**	**9.4**	**70 406**	**3.4**	**97 203**	**4.7**	**1 714 928**	**82.5**	**2 077 902**	**(804)**	**(0.0)**	**-**	**-**
B	KZN433	Greater Kokstad	23 872	28.9	9 546	11.6	11 209	13.6	37 847	45.9	82 474	(1 671)	(2.0)	-	-
B	KZN434	Johannes Phumani Phungula	8 092	5.8	(181)	(0.1)	3 451	2.5	127 747	91.8	139 108	-	-	-	-
B	KZN435	uMzimkhulu	1 665	8.7	1 177	6.1	3 642	19.0	12 689	66.2	19 173	-	-	-	-
B	KZN434	Dr. Nkosazana Dlamini Zuma	2 784	2.2	2 511	1.9	2 151	1.7	121 637	94.2	129 083	-	-	-	-
C	DC43	Harry Gwala DM	7 082	3.1	3 770	1.7	3 001	1.3	211 323	93.8	225 177	-	-	-	-
Total: Harry Gwala Municipalities			**43 496**	**7.3**	**16 823**	**2.8**	**23 455**	**3.9**	**511 242**	**85.9**	**595 016**	**(1 671)**	**(0.3)**	**-**	**-**
Total			**6 664 064**	**9.6**	**2 469 267**	**3.5**	**2 600 415**	**3.7**	**58 033 405**	**83.2**	**69 767 151**	**(4 049)**	**(0.0)**	**5 557 583**	**8.0**

Source: NT Publication

Annexure F: Debtors by Customer Group (Total) - As at the end of Quarter 1 - 2025/26

R'000			Organs of State						Commercial						Household						Other						Total
			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	%	
A	**KZN2000**	**eThekwini**	**351 360**	**123 057**	**571 984**	**975 586**	**2 021 987**	**4.8**	**1 545 163**	**372 267**	**270 984**	**6 401 238**	**8 589 652**	**20.5**	**2 066 672**	**898 918**	**976 530**	**26 809 797**	**30 751 916**	**73.4**	**9 769**	**421 506**	**4 263**	**104 154**	**539 691**	**1.3**	**41 903 246**
B	KZN212	uMdoni	3 281	1 323	278	30 326	35 208	15.0	6 256	593	696	19 857	27 403	11.7	16 749	3 437	3 701	143 922	167 810	71.5	201	26	42	4 030	4 300	1.8	234 721
B	KZN213	uMzumbe	1 212	-	1 208	23 871	26 290	52.5	5	-	2 038	11 223	13 266	26.5	-	-	-	-	-	-	153	-	1 858	8 522	10 533	21.0	50 088
B	KZN214	uMuziwabantu	1 919	1 693	2 339	10 211	16 162	45.8	3 347	1 528	388	5 655	10 918	30.9	928	731	516	6 036	8 211	23.3	-	-	-	-	-	-	35 291
B	KZN216	Ray Nkonyeni	4 932	6 845	3 185	68 332	83 292	10.6	25 291	15 653	6 510	112 362	159 817	20.4	43 067	37 258	15 900	445 077	541 301	69.0	-	-	-	-	-	-	784 409
C	DC21	Ugu DM	3 439	2 519	1 913	30 242	38 112	2.2	21 165	13 505	6 573	206 358	247 601	14.0	45 265	38 718	34 761	1 368 223	1 486 967	83.9	(69)	(24)	(20)	26	(87)	-0.0	1 772 593
Total: Ugu Municipalities			**14 783**	**12 379**	**8 922**	**162 981**	**199 065**	**6.9**	**56 064**	**31 279**	**16 205**	**355 456**	**459 005**	**16.0**	**106 009**	**80 145**	**54 877**	**1 963 258**	**2 204 288**	**76.6**	**285**	**2**	**1 880**	**12 578**	**14 745**	**0.5**	**2 877 102**
B	KZN221	uMshwathi	4 257	-	2 291	16 765	23 314	17.1	4 109	(260)	1 176	46 635	51 660	38.0	3 377	(71)	1 058	50 339	54 703	40.2	566	(3)	311	5 519	6 393	4.7	136 070
B	KZN222	uMngeni	(428)	299	126	3 306	3 303	1.3	991	148	222	1 973	3 333	1.3	25 081	7 078	4 617	172 470	209 245	83.7	1 407	775	510	31 479	34 172	13.7	250 054
B	KZN223	Mpofana	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11 274	(1 037)	1 865	165 777	177 879	100.0	177 879
B	KZN224	iMpendle	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	115 139	13 992	8 972	155 713	293 815	3.2	489 236	33 445	35 062	1 090 510	1 648 253	18.0	415 524	121 642	124 111	6 573 731	7 235 008	78.8	-	-	-	-	-	-	9 177 075
B	KZN226	Mkhambathini	263	-	131	1 050	1 443	3.0	1 952	(33)	574	15 672	18 165	38.3	614	(25)	196	5 879	6 665	14.0	1 636	-	803	18 757	21 195	44.7	47 468
B	KZN227	Richmond	866	9 718	39	11 774	22 397	34.8	312	328	6	347	994	1.5	1 152	2 165	346	37 222	40 885	63.6	-	-	-	-	-	-	64 276
C	DC22	uMgungundlovu DM	7 039	5	2 175	43 181	52 400	3.7	10 088	1	682	13 094	23 865	1.7	77 551	184	32 347	1 033 679	1 143 761	81.7	18 150	344	8 275	153 044	179 814	12.8	1 399 840
Total: uMgungundlovu Municipalities			**127 136**	**24 014**	**13 734**	**231 788**	**396 673**	**3.5**	**506 688**	**33 629**	**37 721**	**1 168 231**	**1 746 269**	**15.5**	**523 300**	**130 972**	**162 676**	**7 873 320**	**8 690 267**	**77.2**	**33 033**	**80**	**11 765**	**374 575**	**419 453**	**3.7**	**11 252 662**
B	KZN235	Okhahlamba	469	-	222	17 111	17 802	19.8	1 293	(34)	304	11 344	12 908	14.4	1 210	125	416	22 488	24 239	27.0	2 605	(33)	1 147	31 205	34 924	38.9	89 873
B	KZN237	iNkosi Langalibalele	5 656	6 192	5 471	69 856	87 174	13.6	21 079	15 136	8 173	251 559	295 947	46.0	6 475	5 039	6 346	242 065	259 925	40.4	-	-	-	-	-	-	643 047
B	KZN238	Alfred Duma	18 865	17 903	13 725	289 167	339 660	28.9	35 538	13 386	8 924	270 351	328 201	27.9	17 666	14 573	9 694	465 073	507 006	43.2	-	-	-	-	-	-	1 174 867
C	DC23	uThukela DM	3 818	2 742	1 911	57 100	65 572	5.4	5 552	4 820	3 721	68 524	82 617	6.8	23 755	23 565	19 856	1 005 912	1 073 088	87.9	-	-	-	-	-	-	1 221 277
Total: uThukela Municipalities			**28 808**	**26 838**	**21 329**	**433 234**	**510 209**	**16.3**	**63 462**	**33 310**	**21 123**	**601 779**	**719 673**	**23.0**	**49 106**	**43 302**	**36 311**	**1 735 538**	**1 864 258**	**59.6**	**2 605**	**(33)**	**1 147**	**31 205**	**34 924**	**1.1**	**3 129 064**
B	KZN241	eNdumeni	4 218	3 477	7 540	15 475	30 710	11.9	9 789	8 412	2 555	38 846	59 601	23.1	7 670	5 381	4 365	150 223	167 639	65.0	-	-	-	-	-	-	257 950
B	KZN242	Nquthu	1 704	880	696	4 809	8 090	35.4	1 960	87	71	1 186	3 304	14.5	465	79	79	2 836	3 459	15.1	128	104	69	7 682	7 983	35.0	22 836
B	KZN244	uMsinga	1 896	1 846	7 607	12 454	23 803	66.5	722	711	2 888	7 264	11 586	32.4	16	17	97	285	414	1.2	-	-	-	-	-	-	35 803
B	KZN245	uMvoti	4 517	39	1 156	7 864	13 576	19.2	8 043	57	288	4 028	12 416	17.6	4 250	237	1 006	22 732	28 226	39.9	1 439	110	486	14 418	16 452	23.3	70 670
C	DC24	uMzinyathi DM	5 839	(4)	2 593	49 659	58 087	8.5	4 250	(95)	1 215	63 321	68 691	10.0	18 156	(185)	8 173	513 285	539 428	78.7	1 194	(22)	375	17 600	19 147	2.8	685 352
Total: Umzinyathi Municipalities			**18 174**	**6 237**	**19 593**	**90 261**	**134 265**	**12.5**	**24 765**	**9 171**	**7 017**	**114 645**	**155 598**	**14.5**	**30 557**	**5 529**	**13 719**	**689 362**	**739 167**	**68.9**	**2 761**	**192**	**930**	**39 699**	**43 582**	**4.1**	**1 072 612**
B	KZN252	Newcastle	1 738	2 525	991	15 447	20 700	0.9	49 597	5 027	4 449	111 776	170 849	7.4	73 274	41 050	34 513	1 971 564	2 120 401	91.7	23	26	24	309	381	0.0	2 312 331
B	KZN253	eMadlangeni	5 500	(49)	2 163	25 307	32 921	31.7	1 114	(0)	217	3 060	4 391	4.2	1 692	(62)	608	18 506	20 744	20.0	4 151	(127)	1 586	40 256	45 866	44.1	103 921
B	KZN254	Dannhauser	2 197	2 091	2 024	27 855	34 167	32.8	1 030	862	778	21 876	24 545	23.6	1 040	971	903	42 532	45 445	43.6	-	-	-	-	-	-	104 157
C	DC25	Amajuba DM	666	2	254	12 698	13 620	15.2	1 039	(6)	255	4 656	5 944	6.6	5 270	(44)	2 493	56 515	64 234	71.8	1 517	(4)	169	3 990	5 672	6.3	89 470
Total: Amajuba Municipalities			**10 100**	**4 568**	**5 432**	**81 307**	**101 407**	**3.9**	**52 781**	**5 882**	**5 699**	**141 367**	**205 729**	**7.9**	**81 275**	**41 915**	**38 517**	**2 089 116**	**2 250 823**	**86.2**	**5 690**	**(105)**	**1 779**	**44 556**	**51 919**	**2.0**	**2 609 879**
B	KZN261	eDumbe	3 449	-	1 071	42 499	47 019	18.6	4 276	20	1 182	38 581	44 058	17.4	3 559	(8)	1 618	137 379	142 548	56.3	3 893	(17)	1 074	14 831	19 781	7.8	253 406
B	KZN262	uPhongolo	65	-	7	3 123	3 196	1.0	7 609	(3)	198	73 929	81 733	25.1	7 721	(17)	903	229 341	237 948	73.1	1 006	12	62	1 569	2 649	0.8	325 525
B	KZN263	AbaQulusi	13 906	10 422	6 037	104 989	135 354	22.9	26 175	12 220	3 828	53 360	95 583	16.2	22 354	14 539	11 771	310 804	359 467	60.9	-	-	-	-	-	-	590 404
B	KZN265	Nongoma	4 570	-	3 044	25 589	33 203	40.3	1 511	(10)	238	24 831	26 571	32.2	434	(10)	179	21 888	22 491	27.3	34	10	24	137	205	0.2	82 469
B	KZN266	Ulundi	18 316	(187)	6 606	89 003	113 738	41.8	4 578	(128)	673	22 727	27 849	10.2	5 573	(115)	2 682	39 411	47 551	17.5	5 434	(64)	2 721	74 861	82 952	30.5	272 091
C	DC26	Zululand DM	2 600	1 962	1 547	36 394	42 503	15.0	1 108	912	544	17 553	20 117	7.1	3 871	3 901	3 435	208 916	220 124	77.9	-	-	-	-	-	-	282 743
Total: Zululand Municipalities			**42 905**	**12 198**	**18 312**	**301 596**	**375 012**	**20.8**	**45 257**	**13 010**	**6 663**	**230 982**	**295 912**	**16.4**	**43 513**	**18 290**	**20 588**	**947 738**	**1 030 129**	**57.0**	**10 367**	**(60)**	**3 882**	**91 398**	**105 587**	**5.8**	**1 806 640**
B	KZN271	uMhlabuyalingana	2 833	-	1 212	42 281	46 326	54.9	1 308	(6)	469	34 040	35 811	42.4	-	-	-	4	4	0.0	279	(1)	137	1 829	2 245	2.7	84 387
B	KZN272	Jozini	4 099	(13)	1 612	44 460	50 158	33.8	2 559	3	404	24 732	27 698	18.6	1 076	(2)	531	60 141	61 746	41.6	681	6	282	7 947	8 915	6.0	148 516
B	KZN275	Inkosi uMtubatuba	1 587	(23)	11 875	36 545	49 984	15.9	4 026	(668)	1 598	36 710	41 666	13.3	8 202	(1 145)	2 510	160 251	169 819	54.2	3 087	(1 277)	4 278	45 968	52 056	16.6	313 524
B	KZN276	Big Five Hlabisa	3 170	(78)	(321)	17 669	20 440	27.8	719	(14)	361	16 946	18 012	24.5	575	(84)	396	30 826	31 712	43.2	630	3	256	2 371	3 261	4.4	73 426
C	DC27	uMkhanyakude DM	2 854	-	1 086	29 028	32 969	10.7	4 484	(95)	2 346	90 597	97 333	31.7	5 455	(7)	2 669	160 972	169 089	55.0	369	(2)	188	7 324	7 879	2.6	307 271
Total: uMkhanyakude Municipalities			**14 543**	**(114)**	**15 465**	**169 983**	**199 877**	**21.6**	**13 096**	**(780)**	**5 179**	**203 025**	**220 520**	**23.8**	**15 307**	**(1 239)**	**6 106**	**412 195**	**432 370**	**46.6**	**5 047**	**(1 272)**	**5 142**	**65 440**	**74 356**	**8.0**	**927 124**
B	KZN281	uMfolozi	4 942	(3)	2 280	35 879	43 098	62.3	1 290	(2)	577	12 338	14 203	20.5	241	(22)	80	4 555	4 854	7.0	657	(10)	293	6 133	7 073	10.2	69 228
B	KZN282	uMhlathuze	188 839	12 034	38 446	93 334	332 652	33.3	221 039	5 269	5 398	114 169	345 876	34.7	72 782	8 539	9 507	213 359	304 186	30.5	1 452	351	414	13 021	15 239	1.5	997 953
B	KZN284	uMlalazi	1 827	4 043	4 239	37 509	47 617	28.2	10 044	2 852	4 481	25 023	42 400	25.1	2 957	2 958	17 636	55 234	78 785	46.7	-	-	-	-	-	-	168 803
B	KZN285	Mthonjaneni	2 623	(281)	1 100	9 857	13 298	30.1	2 748	(37)	532	7 485	10 729	24.3	1 589	(52)	626	15 713	17 876	40.4	685	108	277	1 257	2 327	5.3	44 230
B	KZN286	Nkandla	(3 821)	(4 418)	4 353	52 104	48 219	49.0	1 028	(1)	155	4 816	5 998	6.1	703	(2)	339	21 261	22 300	22.7	2 148	-	719	19 032	21 899	22.3	98 415
C	DC28	King Cetshwayo DM	3 261	2 663	667	10 654	17 245	12.6	4 845	770	523	13 224	19 361	14.1	2 941	2 188	1 641	93 293	100 063	72.9	4	4	2	596	607	0.4	137 276
Total: King Cetshwayo Municipalities			**197 671**	**14 038**	**51 084**	**239 338**	**502 130**	**33.1**	**240 993**	**8 852**	**11 666**	**177 055**	**438 567**	**28.9**	**81 213**	**13 608**	**29 828**	**403 415**	**528 064**	**34.8**	**4 945**	**454**	**1 706**	**40 040**	**47 145**	**3.1**	**1 515 905**
B	KZN291	Mandeni	1 290	(1 447)	163	35 405	35 410	13.4	21 986	(128)	186	34 080	56 124	21.3	8 112	(111)	1 178	155 492	164 672	62.4	461	(0)	137	7 123	7 720	2.9	263 926
B	KZN292	KwaDukuza	6 298	2 459	348	20 120	29 225	5.6	31 933	7 112	12 442	103 799	155 286	29.8	65 140	19 881	11 831	239 132	335 984	64.6	-	-	-	-	-	-	520 494
B	KZN293	Ndwedwe	2 441	(27)	1 436	1 377	5 227	15.6	729	(2)	289	12 635	13 651	40.7	57	-	29	2 480	2 566	7.7	522	(11)	673	10 901	12 085	36.0	33 530
B	KZN294	Maphumulo	(192)	-	23 866	7 175	30 850	81.7	365	-	239	1 789	2 393	6.3	32	-	187	1 140	1 359	3.6	214	(2)	1 000	1 959	3 171	8.4	37 772
C	DC29	iLembe DM	6 689	6 907	3 863	48 851	66 310	5.4	11 619	4 169	4 181	48 878	68 846	5.6	37 669	31 606	35 158	982 591	1 087 024	88.9	-	-	-	-	-	-	1 222 180
Total: Ilembe Municipalities			**16 526**	**7 892**	**29 675**	**112 928**	**167 021**	**8.0**	**66 632**	**11 151**	**17 336**	**201 182**	**296 301**	**14.3**	**111 010**	**51 376**	**48 382**	**1 380 835**	**1 591 603**	**76.6**	**1 197**	**(12)**	**1 810**	**19 983**	**22 977**	**1.1**	**2 077 902**
B	KZN433	Greater Kokstad	4 421	3 050	7 149	15 073	29 691	36.0	13 519	3 849	2 275	11 116	30 759	37.3	5 932	2 647	1 786	11 658	22 023	26.7	-	-	-	-	-	-	82 474
B	KZN434	Johannes Phumani Phungula	2 861	(0)	1 356	28 226	32 444	23.3	929	(46)	317	19 271	20 472	14.7	1 701	(54)	817	50 601	53 065	38.1	2 602	(82)	960	29 648	33 128	23.8	139 108
B	KZN435	uMzimkhulu	607	604	759	1 321	3 291	17.2	597	167	136	1 233	2 134	11.1	461	406	2 747	10 134	13 749	71.7	-	-	-	-	-	-	19 173
B	KZN436	Dr. Nkosazana Dlamini Zuma	1 295	1 052	695	50 182	53 224	41.2	673	360	306	10 420	11 758	9.1	779	878	936	45 168	47 762	37.0	37	222	213	15 867	16 339	12.7	129 083
C	DC43	Harry Gwala DM	4 489	1 777	954	15 310	22 530	10.0	991	637	672	24 997	27 297	12.1	1 602	1 356	1 375	171 017	175 350	77.9	-	-	-	-	-	-	225 177
Total: Harry Gwala Municipalities			**13 673**	**6 482**	**10 914**	**110 111**	**141 180**	**23.7**	**16 708**	**4 968**	**3 706**	**67 037**	**92 419**	**15.5**	**10 476**	**5 233**	**7 661**	**288 579**	**311 949**	**52.4**	**2 639**	**140**	**1 173**	**45 515**	**49 467**	**8.3**	**595 016**
Total			**835 681**	**237 589**	**766 444**	**2 909 113**	**4 748 826**	**6.8**	**2 631 609**	**522 738**	**403 301**	**9 661 997**	**13 219 645**	**18.9**	**3 118 437**	**1 288 049**	**1 395 196**	**44 593 152**	**50 394 834**	**72.2**	**78 337**	**420 892**	**35 474**	**869 143**	**1 403 846**	**2.0**	**69 767 151**

Source: NT Publication

Annexure G: Creditors Age Analysis (Total) - As at the end of Quarter 1 - 2025/26

R'000			0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total
			Total	%	Total	%	Total	%	Total	%	
A	**KZN2000**	**eThekwini**	**803 761**	**93.1**	**196**	**0.0**	**6 805**	**0.8**	**52 166**	**6.0**	**862 929**
B	KZN212	uMdoni	-	-	-	-	-	-	-	-	-
B	KZN213	uMzumbe	5 758	52.1	13	0.1	(1)	(0.0)	5 271	47.7	11 040
B	KZN214	uMuziwabantu	52	100.0	-	-	-	-	-	-	52
B	KZN216	Ray Nkonyeni	6 572	84.2	1 231	15.8	-	-	5	0.1	7 808
C	DC21	Ugu DM	83 006	7.9	10 040	1.0	30 005	2.8	933 599	88.4	1 056 649
Total: Ugu Municipalities			**95 387**	**8.9**	**11 284**	**1.0**	**30 004**	**2.8**	**938 875**	**87.3**	**1 075 549**
B	KZN221	uMshwathi	59	100.0	-	-	-	-	-	-	59
B	KZN222	uMngeni	363	2.0	17 341	97.3	23	0.1	101	0.6	17 828
B	KZN223	Mpofana	9 262	1.4	13 249	1.9	370	0.1	663 107	96.7	685 988
B	KZN224	iMpendle	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	2 238 028	67.9	95 084	2.9	(1 120 110)	(34.0)	2 084 844	63.2	3 297 845
B	KZN226	Mkhambathini	144	32.7	1	0.2	(1 907)	(432.5)	2 202	499.5	441
B	KZN227	Richmond	201	100.0	-	-	-	-	-	-	201
C	DC22	uMgungundlovu DM	1 100	100.0	-	-	-	-	-	-	1 100
Total: uMgungundlovu Municipalities			**2 249 158**	**56.2**	**125 675**	**3.1**	**(1 121 624)**	**(28.0)**	**2 750 254**	**68.7**	**4 003 462**
B	KZN235	Okhahlamba	1 411	38.7	2 203	60.5	29	0.8	-	-	3 643
B	KZN237	iNkosi Langalibalele	40	100.0	-	-	-	-	-	-	40
B	KZN238	Alfred Duma	7 554	82.4	5	0.0	-	-	1 610	17.6	9 169
C	DC23	uThukela DM	8 563	11.7	3 817	5.2	1 863	2.5	58 889	80.5	73 132
Total: uThukela Municipalities			**17 569**	**20.4**	**6 025**	**7.0**	**1 892**	**2.2**	**60 499**	**70.4**	**85 984**
B	KZN241	eNdumeni	33 839	8.9	38 119	10.0	33 792	8.9	274 724	72.2	380 474
B	KZN242	Nquthu	5 737	69.2	366	4.4	97	1.2	2 086	25.2	8 285
B	KZN244	uMsinga	-	-	-	-	-	-	-	-	-
B	KZN245	uMvoti	3 948	71.9	1 330	24.2	(36)	(0.7)	252	4.6	5 494
C	DC24	uMzinyathi DM	28 028	9.1	(708)	(0.2)	4 937	1.6	274 694	89.5	306 950
Total: uMzinyathi Municipalities			**71 552**	**10.2**	**39 106**	**5.6**	**38 790**	**5.5**	**551 755**	**78.7**	**701 203**
B	KZN252	Newcastle	118 722	13.9	128 586	15.1	125 641	14.7	481 351	56.3	854 300
B	KZN253	eMadlangeni	(1 243)	(8.2)	1 633	10.8	(12 784)	(84.6)	27 510	182.0	15 116
B	KZN254	Dannhauser	2 346	30.9	691	9.1	1 093	14.4	3 454	45.5	7 585
C	DC25	Amajuba DM	9 689	7.2	708	0.5	2 820	2.1	120 862	90.1	134 079
Total: Amajuba Municipalities			**129 514**	**12.8**	**131 617**	**13.0**	**116 770**	**11.5**	**633 177**	**62.6**	**1 011 079**
B	KZN261	eDumbe	10 274	84.4	(54)	(0.4)	737	6.1	1 210	9.9	12 167
B	KZN262	uPhongolo	993	29.6	70	2.1	264	7.9	2 032	60.5	3 359
B	KZN263	AbaQulusi	49 105	18.4	53 097	19.9	3 231	1.2	161 738	60.5	267 171
B	KZN265	Nongoma	74	0.3	(1 971)	(7.7)	1 011	4.0	26 433	103.5	25 547
B	KZN266	Ulundi	15 645	4.3	25 232	6.9	23 537	6.4	302 269	82.4	366 683
C	DC26	Zululand DM	5 613	6.3	10 081	11.3	11 716	13.1	62 085	69.4	89 495
Total: Zululand Municipalities			**81 704**	**10.7**	**86 455**	**11.3**	**40 496**	**5.3**	**555 768**	**72.7**	**764 423**
B	KZN271	uMhlabuyalingana	786	69.3	834	73.5	(467)	(41.2)	(19)	(1.6)	1 135
B	KZN272	Jozini	6 801	29.4	155	0.7	194	0.8	15 963	69.1	23 113
B	KZN275	Inkosi uMtubatuba	3 176	12.7	(5 445)	(21.8)	(14 138)	(56.7)	41 342	165.8	24 935
B	KZN276	Big Five Hlabisa	2 913	84.9	977	28.5	(0)	(0.0)	(460)	(13.4)	3 429
C	DC27	uMkhanyakude DM	350	0.2	4 972	2.9	(955)	(0.6)	167 478	97.5	171 845
Total: uMkhanyakude Municipalities			**14 025**	**6.2**	**1 493**	**0.7**	**(15 367)**	**(6.8)**	**224 305**	**99.9**	**224 457**
B	KZN281	uMfolozi	924	73.2	41	3.2	-	-	297	23.6	1 262
B	KZN282	uMhlathuze	213 252	100.0	-	-	-	-	-	-	213 252
B	KZN284	uMlalazi	9 832	98.1	194	1.9	-	-	-	-	10 026
B	KZN285	Mthonjaneni	8 153	10.5	7 234	9.3	985	1.3	61 046	78.9	77 418
B	KZN286	Nkandla	(3)	(12.1)	3	13.3	-	-	22	98.9	23
C	DC28	King Cetshwayo DM	29 830	100.0	-	-	-	-	-	-	29 830
Total: King Cetshwayo Municipalities			**261 988**	**79.0**	**7 471**	**2.3**	**985**	**0.3**	**61 366**	**18.5**	**331 810**
B	KZN291	Mandeni	10 380	100.0	-	-	-	-	-	-	10 380
B	KZN292	KwaDukuza	19 216	75.3	5 850	22.9	89	0.3	381	1.5	25 536
B	KZN293	Ndwedwe	553	97.5	8	1.4	(0)	(0.0)	6	1.0	567
B	KZN294	Maphumulo	472	43.8	-	-	10	0.9	596	55.3	1 078
C	DC29	iLembe DM	48 090	89.1	(902)	(1.7)	5 539	10.3	1 271	2.4	53 999
Total: ILembe Municipalities			**78 711**	**86.0**	**4 956**	**5.4**	**5 638**	**6.2**	**2 254**	**2.5**	**91 560**
B	KZN433	Greater Kokstad	1 078	90.0	4	0.4	-	-	116	9.7	1 198
B	KZN434	Johannes Phumani Phungula	3 938	100.0	-	-	-	-	-	-	3 938
B	KZN435	uMzimkhulu	(25)	100.0	-	-	-	-	-	-	(25)
B	KZN436	Dr. Nkosazana Dlamini Zuma	3 101	100.0	-	-	-	-	-	-	3 101
C	DC43	Harry Gwala DM	74	100.0	-	-	-	-	-	-	74
Total: Harry Gwala Municipalities			**8 166**	**98.5**	**4**	**0.1**	**-**	**-**	**116**	**1.4**	**8 286**
Total			**3 811 536**	**41.6**	**414 282**	**4.5**	**(895 611)**	**(9.8)**	**5 830 535**	**63.6**	**9 160 742**

Source: NT Publication

Annexure H : Creditors per Category (Total) - As at the end of Quarter 1 - 2025/26

R'000			Bulk Electricity		Bulk Water		PAYE Deductions		VAT (output less input)		Pensions / Retirement		Loan repayments		Trade Creditors		Auditor-General		Other		Medical Aid Dections		Total
			Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	
A	KZN2000	eThekwini	-	-	-	-	186 423	21.6	-	-	174 745	20.3	-	-	387 980	45.0	-	-	-	-	113 780	13.2	862 929
B	KZN212	uMdoni	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN213	uMzumbe	-	-	-	-	-	-	-	-	-	-	-	-	1 887	17.1	-	-	9 153	82.9	-	-	11 040
B	KZN214	uMuziwabantu	-	-	-	-	-	-	-	-	-	-	-	-	52	100.0	-	-	-	-	-	-	52
B	KZN216	Ray Nkonyeni	-	-	-	-	-	-	-	-	-	-	-	-	7 808	100.0	-	-	-	-	-	-	7 808
C	DC21	Ugu DM	-	-	724 340	68.6	-	-	-	-	-	-	-	-	262 204	24.8	1 154	0.1	68 950	6.5	-	-	1 056 649
Total: Ugu Municipalities			-	-	724 340	67.3	-	-	-	-	-	-	-	-	271 952	25.3	1 154	0.1	78 103	7.3	-	-	1 075 549
B	KZN221	uMshwathi	-	-	-	-	-	-	-	-	-	-	-	-	59	100.0	-	-	-	-	-	-	59
B	KZN222	uMngeni	-	-	-	-	2 234	12.5	(26 815)	(150.4)	-	-	60	0.3	63	0.4	-	-	42 285	237.2	-	-	17 828
B	KZN223	Mpofana	-	-	-	-	-	-	-	-	-	-	-	-	679 063	99.0	1 430	0.2	5 495	0.8	-	-	685 988
B	KZN224	iMpendle	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	1 971 813	59.8	1 202 009	36.4	29	0.0	-	-	-	-	-	-	123 994	3.8	-	-	-	-	-	-	3 297 845
B	KZN226	Mkhambathini	-	-	-	-	-	-	-	-	-	-	-	-	540	122.5	-	-	(99)	(22.5)	-	-	441
B	KZN227	Richmond	-	-	-	-	-	-	-	-	201	100.0	-	-	-	-	-	-	-	-	-	-	201
C	DC22	uMgungundlovu DM	-	-	-	-	-	-	-	-	-	-	-	-	396	35.9	-	-	705	64.1	-	-	1 100
Total: uMgungundlovu Municipalities			1 971 813	49.3	1 202 009	30.0	2 263	0.1	(26 815)	(0.7)	201	0.0	60	0.0	804 115	20.1	1 430	0.0	48 385	1.2	-	-	4 003 462
B	KZN235	Okhahlamba	-	-	-	-	-	-	-	-	-	-	-	-	1 007	27.6	-	-	2 636	72.4	-	-	3 643
B	KZN237	iNkosi Langalibalele	-	-	-	-	-	-	-	-	-	-	-	-	40	100.0	-	-	-	-	-	-	40
B	KZN238	Alfred Duma	-	-	-	-	-	-	-	-	-	-	-	-	9 169	100.0	-	-	-	-	-	-	9 169
C	DC23	uThukela DM	-	-	-	-	-	-	-	-	-	-	-	-	73 132	100.0	-	-	-	-	-	-	73 132
Total: uThukela Municipalities			-	-	-	-	-	-	-	-	-	-	-	-	83 348	96.9	-	-	2 636	3.1	-	-	85 984
B	KZN241	eNdumeni	335 608	88.2	-	-	-	-	-	-	-	-	-	-	44 866	11.8	-	-	-	-	-	-	380 474
B	KZN242	Nquthu	20	0.2	-	-	-	-	-	-	-	-	-	-	4 552	54.9	-	-	3 714	44.8	-	-	8 285
B	KZN244	uMsinga	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN245	uMvoti	175	3.2	-	-	-	-	-	-	-	-	-	-	3 263	59.4	-	-	2 055	37.4	-	-	5 494
C	DC24	uMzinyathi DM	-	-	-	-	-	-	-	-	-	-	-	-	6 930	2.3	-	-	300 020	97.7	-	-	306 950
Total: uMzinyathi Municipalities			335 803	47.9	-	-	-	-	-	-	-	-	-	-	59 611	8.5	-	-	305 790	43.6	-	-	701 203
B	KZN252	Newcastle	538 327	63.0	305 635	35.8	-	-	-	-	-	-	-	-	3 292	0.4	974 243	0.1	6 071	0.7	-	-	854 300
B	KZN253	eMadlangeni	14 316	94.7	-	-	-	-	-	-	-	-	-	-	688	4.6	(303 482)	(2.0)	415	2.7	-	-	15 116
B	KZN254	Dannhauser	-	-	-	-	-	-	-	-	-	-	-	-	7 585	100.0	-	-	-	-	-	-	7 585
C	DC25	Amajuba DM	-	-	75 660	56.4	-	-	-	-	-	-	-	-	8 334	6.2	86	0.1	49 999	37.3	-	-	134 079
Total: Amajuba Municipalities			552 643	54.7	381 295	37.7	-	-	-	-	-	-	-	-	19 898	2.0	756	0.1	56 486	5.6	-	-	1 011 079
B	KZN261	eDumbe	54	0.4	449	3.7	-	-	-	-	-	-	-	-	2 157	17.7	-	-	9 507	78.1	-	-	12 167
B	KZN262	uPhongolo	-	-	-	-	-	-	-	-	-	-	-	-	1 330	39.6	-	-	2 029	60.4	-	-	3 359
B	KZN263	AbaQulusi	245 570	91.9	-	-	-	-	-	-	-	-	-	-	21 601	8.1	-	-	-	-	-	-	267 171
B	KZN265	Nongoma	-	-	-	-	-	-	-	-	-	-	-	-	10 066	39.4	30	0.0	15 481	60.6	-	-	25 547
B	KZN266	Ulundi	366 959	100.1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(276)	(0.1)	-	-	366 683
C	DC26	Zululand DM	4 531	5.1	14 700	16.4	-	-	-	-	-	-	-	-	51 292	57.3	-	-	18 972	21.2	-	-	89 495
Total: Zululand Municipalities			617 114	80.7	15 149	2.0	-	-	-	-	-	-	-	-	86 446	11.3	0	0.0	45 714	6.0	-	-	764 423
B	KZN271	uMhlabuyalingana	-	-	-	-	(0)	(0.0)	-	-	-	-	-	-	352	31.0	-	-	782	69.0	-	-	1 135
B	KZN272	Jozini	-	-	-	-	-	-	-	-	-	-	-	-	5 828	25.2	-	-	17 285	74.8	-	-	23 113
B	KZN275	Inkosi uMtubatuba	-	-	-	-	-	-	-	-	-	-	-	-	6 432	25.8	981 258	3.9	17 522	70.3	-	-	24 935
B	KZN276	Big Five Hlabisa	-	-	-	-	-	-	-	-	-	-	-	-	3 664	106.8	-	-	(235)	(6.8)	-	-	3 429
C	DC27	uMkhanyakude DM	-	-	17 525	10.2	-	-	-	-	-	-	(6 513)	(3.8)	135 145	78.6	4 791	0.0	25 683	14.9	-	-	171 845
Total: uMkhanyakude Municipalities			-	-	17 525	7.8	(0)	(0.0)	-	-	-	-	(6 513)	(2.9)	151 421	67.5	986	0.4	61 037	27.2	-	-	224 457
B	KZN281	uMfolozi	-	-	-	-	-	-	-	-	-	-	-	-	87	6.9	-	-	1 175	93.1	-	-	1 262
B	KZN282	uMhlathuze	154 005	72.2	-	-	16 863	7.9	-	-	14 597	6.8	-	-	27 787	13.0	-	-	-	-	-	-	213 252
B	KZN284	uMlalazi	-	-	-	-	-	-	-	-	-	-	-	-	9 760	97.3	-	-	266	2.7	-	-	10 026
B	KZN285	Mthonjaneni	56 882	73.5	-	-	-	-	-	-	-	-	-	-	12 803	16.5	1 203 709	1.6	6 529	8.4	-	-	77 418
B	KZN286	Nkandla	-	-	-	-	-	-	-	-	-	-	-	-	23	100.0	-	-	(0)	(0.0)	-	-	23
C	DC28	King Cetshwayo DM	-	-	10 644	35.7	-	-	-	-	-	-	-	-	19 186	64.3	-	-	-	-	-	-	29 830
Total: King Cetshwayo Municipalities			210 887	63.6	10 644	3.2	16 863	5.1	-	-	14 597	4.4	-	-	69 645	21.0	1 203 709	0.4	7 970	2.4	-	-	331 810
B	KZN291	Mandeni	7 299	70.3	-	-	-	-	-	-	-	-	-	-	712	6.9	-	-	2 369	22.8	-	-	10 380
B	KZN292	KwaDukuza	-	-	-	-	-	-	-	-	540	2.1	-	-	24 996	97.9	-	-	-	-	-	-	25 536
B	KZN293	Ndwedwe	-	-	-	-	-	-	-	-	-	-	-	-	360	63.5	0	0.0	207	36.5	-	-	567
B	KZN294	Maphumulo	-	-	-	-	-	-	-	-	-	-	-	-	873	81.0	-	-	205	19.0	-	-	1 078
C	DC29	iLembe DM	-	-	38 855	72.0	-	-	-	-	-	-	-	-	15 144	28.0	-	-	-	-	-	-	53 999
Total: iLembe Municipalities			7 299	8.0	38 855	42.4	-	-	-	-	540	0.6	-	-	42 085	46.0	0	0.0	2 781	3.0	-	-	91 560
B	KZN433	Greater Kokstad	-	-	-	-	-	-	-	-	-	-	-	-	1 198	100.0	-	-	-	-	-	-	1 198
B	KZN434	Johannes Phumani Phungula	-	-	-	-	-	-	-	-	-	-	-	-	3 938	100.0	-	-	-	-	-	-	3 938
B	KZN435	uMzimkhulu	-	-	-	-	-	-	-	-	-	-	-	-	(25)	100.0	-	-	-	-	-	-	(25)
B	KZN436	Dr. Nkosazana Dlamini Zuma	-	-	-	-	-	-	3 095	99.8	-	-	-	-	-	-	-	-	7	0.2	-	-	3 101
C	DC43	Harry Gwala DM	-	-	-	-	-	-	-	-	-	-	-	-	74	100.0	-	-	-	-	-	-	74
Total: Harry Gwala Municipalities			-	-	-	-	-	-	3 095	37.3	-	-	-	-	5 185	62.6	-	-	7	0.1	-	-	8 286
Total			3 695 560	40.3	2 389 818	26.1	205 549	2.2	(23 720)	(0.3)	190 083	2.1	(6 452)	(0.1)	1 981 686	21.6	5 531	0.1	608 908	6.6	113 780	1.2	9 160 742

Source: NT lgdatabase

Annexure I: National Conditional Grant - As at the end of Quarter 1 - 2025/26

R'000			Financial Management Grant			Regional Bulk Infrastructure Grant (Schedule 5B Grant)			Municipal Infrastructure Grant		
			DoRA 2025	Unaudited Actual		DoRA 2025	Unaudited Actual		DoRA 2025	Unaudited Actual	
			Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent	Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent	Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent
A	**KZN2000**	**eThekwini**	**1 000**	**12 177**	**1 217.7**	**-**	**-**	**-**	**-**	**-**	**-**
B	KZN212	uMdoni	2 000	104	5.2	-	-	-	37 328	11 986	32.1
B	KZN213	uMzumbe	1 900	-	-	-	-	-	41 576	6 304	15.2
B	KZN214	uMuziwabantu	1 900	505	26.6	-	-	-	41 078	4 688	11.4
B	KZN216	Ray Nkonyeni	2 000	92	4.6	-	-	-	-	-	-
C	DC21	Ugu DM	2 000	174	8.7	-	-	-	287 626	96 836	33.7
Total: Ugu Municipalities			**9 800**	**875**	**8.9**	**-**	**-**	**-**	**407 608**	**119 814**	**29.4**
B	KZN221	uMshwathi	2 000	700	35.0	-	-	-	46 431	13 125	28.3
B	KZN222	uMngeni	1 900	513	27.0	-	-	-	47 735	2 610	5.5
B	KZN223	Mpofana	3 000	1 155	38.5	-	-	-	13 858	5 560	40.1
B	KZN224	iMpendle	2 400	(1 102)	(45.9)	-	-	-	13 452	(5 463)	(40.6)
B	KZN225	Msunduzi	2 000	305	15.2	-	-	-	242 657	48 540	20.0
B	KZN226	Mkhambathini	3 000	1 361	45.4	-	-	-	18 934	4 183	22.1
B	KZN227	Richmond	2 000	1 078	53.9	-	-	-	21 915	6 341	28.9
C	DC22	uMgungundlovu DM	1 200	47	3.9	-	-	-	121 318	22 174	18.3
Total: uMgungundlovu Municipalities			**17 500**	**4 056**	**23.2**	**-**	**-**	**-**	**526 300**	**97 071**	**18.4**
B	KZN235	Okhahlamba	1 900	(1 625)	(85.5)	-	-	-	34 320	(34 418)	(100.3)
B	KZN237	iNkosi Langalibalele	3 500	2 058	58.8	-	-	-	46 105	20 357	44.2
B	KZN238	Alfred Duma	2 000	180	9.0	-	-	-	-	-	-
C	DC23	uThukela DM	2 000	1 013	50.6	-	-	-	219 159	1 548	0.7
Total: uThukela Municipalities			**9 400**	**1 626**	**17.3**	**-**	**-**	**-**	**299 584**	**(12 513)**	**(4.2)**
B	KZN241	eNdumeni	2 000	-	-	-	-	-	17 873	34	0.2
B	KZN242	Nquthu	1 900	103	5.4	-	-	-	37 961	5 809	15.3
B	KZN244	uMsinga	1 900	151	8.0	-	-	-	58 784	14 769	25.1
B	KZN245	uMvoti	2 500	69	2.8	-	-	-	36 217	13 985	38.6
C	DC24	uMzinyathi DM	3 000	141	4.7	-	-	-	224 123	30 720	13.7
Total: Umzinyathi Municipalities			**11 300**	**464**	**4.1**	**-**	**-**	**-**	**374 958**	**65 318**	**17.4**
B	KZN252	Newcastle	1 900	206	10.8	-	-	-	137 899	20 548	14.9
B	KZN253	eMadlangeni	3 000	658	21.9	-	-	-	10 464	4 664	44.6
B	KZN254	Dannhauser	2 000	128	6.4	-	-	-	26 095	5 250	20.1
C	DC25	Amajuba DM	3 800	1 204	31.7	-	-	-	48 287	4 041	8.4
Total: Amajuba Municipalities			**10 700**	**2 195**	**20.5**	**-**	**-**	**-**	**222 745**	**34 504**	**15.5**
B	KZN261	eDumbe	3 000	2 025	67.5	-	-	-	21 420	5 279	24.6
B	KZN262	uPhongolo	3 000	1 926	64.2	-	-	-	34 328	9 227	26.9
B	KZN263	AbaQulusi	3 000	515	17.2	-	-	-	45 464	9 438	20.8
B	KZN265	Nongoma	2 000	(1 826)	(91.3)	-	-	-	38 805	(27 562)	(71.0)
B	KZN266	Ulundi	2 000	176	8.8	-	-	-	37 593	16 516	43.9
C	DC26	Zululand DM	1 300	368	28.3	544 478	72 600	13.3	268 969	55 641	20.7
Total: Zululand Municipalities			**14 300**	**3 183**	**22.3**	**544 478**	**72 600**	**13.3**	**446 579**	**68 539**	**15.3**
Treas	KZN271	uMhlabuyalingana	1 900	1 225	64.5	-	-	-	45 633	5 126	11.2
B	KZN272	Jozini	3 000	220	7.3	-	-	-	45 757	5 499	12.0
B	KZN275	Inkosi uMtubatuba	2 000	135	6.7	-	-	-	38 656	7 532	19.5
B	KZN276	Big Five Hlabisa	2 700	611	22.6	-	-	-	25 581	12 963	50.7
C	DC27	uMkhanyakude DM	3 500	-	-	-	-	-	255 662	-	-
Total: uMkhanyakude Municipalities			**13 100**	**2 191**	**16.7**	**-**	**-**	**-**	**411 289**	**31 121**	**7.6**
B	KZN281	uMfolozi	1 900	895	47.1	-	-	-	31 703	4 421	13.9
B	KZN282	uMhlathuze	2 500	635	25.4	-	-	-	-	-	-
B	KZN284	uMlalazi	1 900	1 572	82.7	-	-	-	49 518	18 948	38.3
B	KZN285	Mthonjaneni	2 800	102	3.6	-	-	-	28 902	4 957	17.2
B	KZN286	Nkandla	2 600	969	37.3	-	-	-	27 437	9 058	33.0
C	DC28	King Cetshwayo DM	1 300	203	15.6	178 356	47 036	26.4	203 593	69 246	34.0
Total: King Cetshwayo Municipalities			**13 000**	**4 376**	**33.7**	**178 356**	**47 036**	**26.4**	**341 153**	**106 630**	**31.3**
B	KZN291	Mandeni	1 900	1 023	53.9	-	-	-	48 228	23 356	48.4
B	KZN292	KwaDukuza	1 900	325	17.1	-	-	-	63 825	14 943	23.4
B	KZN293	Ndwedwe	3 000	(763)	(25.4)	-	-	-	46 208	(16 838)	(36.4)
B	KZN294	Maphumulo	1 900	73	3.9	-	-	-	26 787	4 064	15.2
C	DC29	iLembe DM	1 100	69	6.3	-	-	-	229 547	49 678	21.6
Total: ILembe Municipalities			**9 800**	**728**	**7.4**	**-**	**-**	**-**	**414 595**	**75 202**	**18.1**
B	KZN433	Greater Kokstad	1 900	142	7.5	-	-	-	20 531	1 148	5.6
B	KZN434	Johannes Phumani Phungula	2 000	628	31.4	-	-	-	32 576	8 998	27.6
B	KZN435	uMzimkhulu	1 900	902	47.5	-	-	-	53 278	23 452	44.0
B	KZN436	Dr. Nkosazana Dlamini Zuma	2 000	154	7.7	-	-	-	38 868	4 812	12.4
C	DC43	Harry Gwala DM	1 300	175	13.5	-	-	-	239 006	33 733	14.1
Total: Harry Gwala Municipalities			**9 100**	**2 002**	**22.0**	**-**	**-**	**-**	**384 259**	**72 142**	**18.8**
Total			**119 000**	**33 872**	**28.5**	**722 834**	**119 635**	**16.6**	**3 829 070**	**657 827**	**17.2**

Source: NT lgdatabase

Annexure I: National Conditional Grant - 1st Quarter 2025/26 (Continued…)

R'000			Intergrated National Electrification Programme (municipal) Grant			Expanded Public Works Programme Intergrated Grant (municipality)			Water Services Infrastucture Grant (Schedule 5B Grant)		
			DoRA 2025	Unaudited Actual		DoRA 2025	Unaudited Actual		DoRA 2025	Unaudited Actual	
			Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent	Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent	Total Avail. (Inc.Adjust.)	Expenditure Munis.	% Spent
A	**KZN2000**	**eThekwini**	**-**	**-**	**-**	**8 517**	**667 584**	**7 838.3**	**-**	**-**	**-**
B	KZN212	uMdoni	4 451	-	-	1 385	301	21.7	-	-	-
B	KZN213	uMzumbe	14 475	-	-	1 428	386	27.0	-	-	-
B	KZN214	uMuziwabantu	-	-	-	1 525	555	36.4	-	-	-
B	KZN216	Ray Nkonyeni	-	-	-	3 159	790	25.0	-	-	-
C	DC21	Ugu DM	-	-	-	3 222	675	21.0	100 000	14 605	14.6
Total: Ugu Municipalities			**18 926**	**-**	**-**	**10 719**	**2 707**	**25.3**	**100 000**	**14 605**	**14.6**
B	KZN221	uMshwathi	7 052	-	-	1 794	1 702	94.9	-	-	-
B	KZN222	uMngeni	44 412	3 388	7.6	1 584	396	25.0	-	-	-
B	KZN223	Mpofana	-	-	-	1 400	618	44.1	-	-	-
B	KZN224	iMpendle	3 092	-	-	1 643	(1 079)	(65.7)	-	-	-
B	KZN225	Msunduzi	-	-	-	2 624	746	28.4	75 000	8 918	11.9
B	KZN226	Mkhambathini	12 624	4 565	36.2	2 204	2 204	100.0	-	-	-
B	KZN227	Richmond	-	-	-	2 054	277	13.5	-	-	-
C	DC22	uMgungundlovu DM	-	-	-	1 713	378	22.1	110 000	30 589	27.8
Total: uMgungundlovu Municipalities			**67 180**	**7 952**	**11.8**	**15 016**	**5 243**	**34.9**	**185 000**	**39 507**	**21.4**
B	KZN235	Okhahlamba	9 315	(3 402)	(36.5)	2 333	(2 128)	(91.2)	-	-	-
B	KZN237	iNkosi Langalibalele	-	-	-	1 398	1 398	100.0	-	-	-
B	KZN238	Alfred Duma	-	-	-	2 657	1 153	43.4	-	-	-
C	DC23	uThukela DM	-	-	-	2 093	412	19.7	100 000	-	-
Total: uThukela Municipalities			**9 315**	**(3 402)**	**(36.5)**	**8 481**	**835**	**9.8**	**100 000**	**-**	**-**
B	KZN241	eNdumeni	3 420	-	-	1 699	-	-	-	-	-
B	KZN242	Nquthu	20 000	-	-	1 639	319	19.5	-	-	-
B	KZN244	uMsinga	8 408	529	6.3	2 331	451	19.3	-	-	-
B	KZN245	uMvoti	-	-	-	2 142	138	6.4	-	-	-
C	DC24	uMzinyathi DM	-	-	-	5 687	796	14.0	91 000	1 311	1.4
Total: Umzinyathi Municipalities			**31 828**	**529**	**1.7**	**13 498**	**1 704**	**12.6**	**91 000**	**1 311**	**1.4**
B	KZN252	Newcastle	41 300	-	-	2 791	334	12.0	75 000	11 807	15.7
B	KZN253	eMadlangeni	8 284	1 854	22.4	1 341	-	-	-	-	-
B	KZN254	Dannhauser	-	-	-	1 569	329	20.9	-	-	-
C	DC25	Amajuba DM	-	-	-	2 070	219	10.6	100 000	18 073	18.1
Total: Amajuba Municipalities			**49 584**	**1 854**	**3.7**	**7 771**	**881**	**11.3**	**175 000**	**29 880**	**17.1**
B	KZN261	eDumbe	-	-	-	1 487	(2 295)	(154.4)	-	-	-
B	KZN262	uPhongolo	11 400	1 933	17.0	2 170	730	33.6	-	-	-
B	KZN263	AbaQulusi	62 273	20 397	32.8	2 742	1 904	69.4	-	-	-
B	KZN265	Nongoma	-	-	-	1 779	(3 831)	(215.3)	-	-	-
B	KZN266	Ulundi	-	-	-	3 029	2 097	69.2	-	-	-
C	DC26	Zululand DM	-	-	-	6 406	1 602	25.0	100 000	14 608	14.6
Total: Zululand Municipalities			**73 673**	**22 330**	**30.3**	**17 613**	**207**	**1.2**	**100 000**	**14 608**	**14.6**
Treas	KZN271	uMhlabuyalingana	14 250	1 261	8.9	2 336	190	8.2	-	-	-
B	KZN272	Jozini	4 275	-	-	3 839	-	-	-	-	-
B	KZN275	Inkosi uMtubatuba	2 850	-	-	2 059	889	43.2	-	-	-
B	KZN276	Big Five Hlabisa	-	-	-	2 042	1 169	57.3	-	-	-
C	DC27	uMkhanyakude DM	-	-	-	3 921	-	-	-	-	-
Total: uMkhanyakude Municipalities			**21 375**	**1 261**	**5.9**	**14 197**	**2 249**	**15.8**	**-**	**-**	**-**
B	KZN281	uMfolozi	-	-	-	2 376	1 410	59.4	-	-	-
B	KZN282	uMhlathuze	8 550	-	-	3 707	553	14.9	70 129	13 832	19.7
B	KZN284	uMlalazi	1 710	-	-	2 794	779	27.9	-	-	-
B	KZN285	Mthonjaneni	5 977	1 254	21.0	1 871	829	44.3	-	-	-
B	KZN286	Nkandla	12 850	-	-	2 566	642	25.0	-	-	-
C	DC28	King Cetshwayo DM	-	-	-	5 207	1 302	25.0	100 000	19 576	19.6
Total: King Cetshwayo Municipalities			**29 087**	**1 254**	**4.3**	**18 521**	**5 515**	**29.8**	**170 129**	**33 408**	**19.6**
B	KZN291	Mandeni	-	-	-	1 714	681	39.8	-	-	-
B	KZN292	KwaDukuza	-	-	-	1 957	616	31.5	-	-	-
B	KZN293	Ndwedwe	-	-	-	2 320	(1 072)	(46.2)	-	-	-
B	KZN294	Maphumulo	17 100	-	-	1 784	636	35.7	-	-	-
C	DC29	iLembe DM	-	-	-	3 193	1 676	52.5	100 000	12 429	12.4
Total: ILembe Municipalities			**17 100**	**-**	**-**	**10 968**	**2 537**	**23.1**	**100 000**	**12 429**	**12.4**
B	KZN433	Greater Kokstad	13 380	3 751	28.0	1 953	1 780	91.1	-	-	-
B	KZN434	Johannes Phumani Phungula	14 677	6 903	47.0	1 956	850	43.5	-	-	-
B	KZN435	uMzimkhulu	-	-	-	2 812	703	25.0	-	-	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	-	-	-	2 135	296	13.9	-	-	-
C	DC43	Harry Gwala DM	-	-	-	3 660	915	25.0	100 000	29 431	29.4
Total: Harry Gwala Municipalities			**28 057**	**10 655**	**38.0**	**12 516**	**4 544**	**36.3**	**100 000**	**29 431**	**29.4**
Total			**346 125**	**42 433**	**12.3**	**137 817**	**694 007**	**503.6**	**1 121 129**	**175 180**	**15.6**

Source: NT lgdatabase **Source: NT lgdatabase**

Annexure J : Criteria for serious financial problems - As at the end of Quarter 1 - 2025/26

		R'000	Failure to make payments as and when due as per Section 138(a) of the MFMA		Operating deficit in excess of five per cent of revenue as per Section 138(d) of the MFMA				Late submission of AFS/Negative audit opinion as per Sections 138(e) and (f) of the MFMA		Failure to make payments as and when due - amounts of R1 million or more owed for longer than 90 days				Negative cash position for two consecutive quarters as per Section 138(h) of the MFMA		
			Total creditors owed > 90 days	Indicator	Operating Surplus/(Deficit)	Direct revenue	Percentage	Indicator	Opinion - 2023/24 financial year	Indicator	Bulk electricity amount owed > 90 days	Indicator	Bulk water amount owed > 90 days	Indicator	Cash and cash equivalents - 30 June 2025	Cash and cash equivalents - 30 September 2025	Indicator (Negative cash for two consecutive quarters)
A	KZN2000	eThekwini	52 166	TRUE	4 052 918	34 996 379	11.6	-	Unqualified with findings	-	-	-	-	-	6 244 379	74 337 569	-
B	KZN212	uMdoni	-	-	53 071	140 745	37.7	-	Qualified	TRUE	-	-	-	-	(26 324)	112 858	-
B	KZN213	uMzumbe	5 271	TRUE	49 474	72 262	68.5	-	Adverse	TRUE	-	-	-	-	(248 386)	58 985	-
B	KZN214	uMuziwabantu	-	-	9 784	78 250	12.5	-	Unqualified with findings	-	-	-	-	-	45 108	61 209	-
B	KZN216	Ray Nkonyeni	5	-	152 151	427 847	35.6	-	Unqualified with finidings	-	-	-	-	-	150 705	99 867	-
C	DC21	Ugu DM	933 599	TRUE	70 846	488 056	14.5	-	Unqualified with findings	-	-	-	644 437	TRUE	3 335 950	893 223	-
B	KZN221	uMshwathi	-	-	31 178	84 845	36.7	-	Unqualified with no findings	-	-	-	-	-	163 012	160 818	-
B	KZN222	uMngeni	101	-	11 823	174 514	6.8	-	Unqualified with findings	-	-	-	-	-	87 374	67 639	-
B	KZN223	Mpofana	663 107	TRUE	(14 216)	47 888	(29.7)	TRUE	Unqualified with findings	-	-	-	-	-	196 162	(15 396)	-
B	KZN224	iMpendle	-	-	15 934	29 127	54.7	-	Unqualified with findings	-	-	-	-	-	79 468	(50 089)	-
B	KZN225	Msunduzi	2 084 844	TRUE	337 308	2 479 203	13.6	-	Qualified	TRUE	1 164 502	TRUE	917 250	TRUE	(5 042 486)	49 913	-
B	KZN226	Mkhambathini	2 202	TRUE	18 520	56 047	33.0	-	Unqualified with findings	-	-	-	-	-	406 350	159 016	-
B	KZN227	Richmond	-	-	18 270	63 085	29.0	-	Unqualified with no findings	-	-	-	-	-	167 780	64 814	-
C	DC22	uMgungundlovu DM	-	-	219 332	523 729	41.9	-	Unqualified with findings	-	-	-	-	-	3 613 062	762 198	-
B	KZN235	Okhahlamba	-	-	25 949	87 961	29.5	-	Unqualified with findings	-	-	-	-	-	(24 264)	169 296	-
B	KZN237	iNkosi Langalibalele	-	-	47 263	228 098	20.7	-	Qualified	TRUE	-	-	-	-	321 542	97 524	-
B	KZN238	Alfred Duma	1 610	TRUE	158 560	469 855	33.7	-	Unqualified with findings	-	-	-	-	-	1 317 079	874 042	-
C	DC23	uThukela DM	58 889	TRUE	218 957	371 140	59.0	-	Qualified	TRUE	-	-	-	-	654 452	334 069	-
B	KZN241	eNdumeni	274 724	TRUE	(33 482)	123 969	(27.0)	TRUE	Disclaimer	TRUE	232 779	TRUE	-	-	259 104	116 382	-
B	KZN242	Nquthu	2 086	TRUE	61 221	103 129	59.4	-	Unqualified with findings	-	20	-	-	-	12 822	67 506	-
B	KZN244	uMsinga	-	-	37 247	96 507	38.6	-	Unqualified with no findings	-	-	-	-	-	182 754	203 260	-
B	KZN245	uMvoti	252	-	3 877	128 248	3.0	-	Unqualified with no findings	-	-	-	-	-	454 890	201 612	-
C	DC24	uMzinyathi DM	274 694	TRUE	123 688	270 824	45.7	-	Adverse	TRUE	-	-	-	-	2 247 632	855 803	-
B	KZN252	Newcastle	481 351	TRUE	132 945	791 762	16.8	-	Unqualified with findings	-	237 090	TRUE	240 188	TRUE	1 849 044	665 994	-
B	KZN253	eMadlangeni	27 510	TRUE	13 369	39 625	33.7	-	Unqualified with findings	-	12 372	TRUE	-	-	76 646	40 156	-
B	KZN254	Dannhauser	3 454	TRUE	37 899	65 968	57.5	-	Unqualified with findings	-	-	-	-	-	(27 266)	20 022	-
C	DC25	Amajuba DM	120 862	TRUE	38 868	109 196	35.6	-	Qualified	TRUE	-	-	72 074	TRUE	82 017	59 492	-
B	KZN261	eDumbe	1 210	TRUE	25 485	78 242	32.6	-	Unqualified with findings	-	54	-	449	-	(53 181)	(29 033)	TRUE
B	KZN262	uPhongolo	2 032	TRUE	21 754	115 223	18.9	-	Unqualified with findings	-	-	-	-	-	(144 313)	(112 034)	TRUE
B	KZN263	AbaQulusi	161 738	TRUE	42 694	311 666	13.7	-	Unqualified with findings	-	158 889	TRUE	-	-	18 732	49 845	-
B	KZN265	Nongoma	26 433	TRUE	46 191	102 580	45.0	-	Qualified	TRUE	-	-	-	-	(217 422)	172 300	-
B	KZN266	Ulundi	302 269	TRUE	2 994	161 704	1.9	-	Unqualified with findings	-	302 269	TRUE	-	-	258 072	(24 259)	-
C	DC26	Zululand DM	62 085	TRUE	116 174	322 756	36.0	-	Unqualified with findings	-	-	-	14 700	TRUE	1 294 747	404 995	-
B	KZN271	uMhlabuyalingana	(19)	-	61 609	115 650	53.3	-	Unqualified with findings	-	-	-	-	-	20 057	105 975	-
B	KZN272	Jozini	15 963	TRUE	44 595	128 214	34.8	-	Unqualified with findings	-	-	-	-	-	649 602	132 819	-
B	KZN275	Inkosi uMtubatuba	41 342	TRUE	62 644	147 229	42.5	-	Qualified	TRUE	-	-	-	-	124 121	(232 536)	-
B	KZN276	Big Five Hlabisa	(460)	-	137 467	212 749	64.6	-	Unqualified with findings	-	-	-	-	-	65 432	124 991	-
C	DC27	uMkhanyakude DM	167 478	TRUE	(196 131)	20 923	(937.4)	TRUE	Qualified	TRUE	-	-	17 525	TRUE	(85 289)	(361 689)	TRUE
B	KZN281	uMfolozi	297	-	35 946	93 604	38.4	-	Unqualified with findings	-	-	-	-	-	385 905	228 189	-
B	KZN282	uMhlathuze	-	-	148 020	1 576 343	9.4	-	Unqualified with no findings	-	-	-	-	-	221 320	455 079	-
B	KZN284	uMlalazi	-	-	61 742	194 983	31.7	-	Unqualified with no findings	-	-	-	-	-	(23 289)	219 726	-
B	KZN285	Mthonjaneni	61 046	TRUE	15 801	63 689	24.8	-	Unqualified with findings	-	49 234	TRUE	-	-	(32 357)	12 438	-
B	KZN286	Nkandla	22	-	29 725	82 145	36.2	-	Unqualified with findings	-	-	-	-	-	4 893	43 577	-
C	DC28	King Cetshwayo DM	-	-	80 059	364 990	21.9	-	Unqualified with no findings	-	-	-	-	-	3 132 958	1 156 363	-
B	KZN291	Mandeni	-	-	50 138	156 879	32.0	-	Unqualified with findings	-	-	-	-	-	91 839	293 925	-
B	KZN292	KwaDukuza	381	-	1 289	661 737	0.2	-	Unqualified with findings	-	-	-	-	-	2 265 295	1 074 273	-
B	KZN293	Ndwedwe	6	-	34 116	97 538	35.0	-	Unqualified with findings	-	-	-	-	-	854 950	(363 534)	-
B	KZN294	Maphumulo	596	-	46 880	84 775	55.3	-	Unqualified with findings	-	-	-	-	-	264 363	129 377	-
C	DC29	iLembe DM	1 271	TRUE	281 098	569 442	49.4	-	Unqualified with findings	-	-	-	-	-	228 630	438 320	-
B	KZN433	Greater Kokstad	116	-	(692)	164 027	(0.4)	-	Unqualified with findings	-	-	-	-	-	307 449	173 637	-
B	KZN434	Johannes Phumani Phungula	-	-	34 504	88 726	38.9	-	Unqualified with findings	-	-	-	-	-	494 393	128 734	-
B	KZN435	uMzimkhulu	-	-	40 500	122 201	33.1	-	Unqualified with findings	-	-	-	-	-	353 755	272 028	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	-	-	30 941	91 147	33.9	-	Unqualified with findings	-	-	-	-	-	497 703	309 650	-
C	DC43	Harry Gwala DM	-	-	118 325	259 702	45.6	-	Unqualified with findings	-	-	-	-	-	1 371 543	938 231	-
Total				**26**				**3**		**11**		**7**		**6**			**3**

		R'000	Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA: Bulk electricity					Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA: Bulk water				Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA: Total creditors				Municipality meeting one or more criteria for financial problems
			Operating expenditure Budget	Bulk electricity creditors > 90 days	Bulk electricity creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Bulk water creditors > 90 days	Bulk water creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Total creditors > 90 days	Total creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	
A	KZN2000	eThekwini	60 121 874	-	-	-	-	-	-	-	-	52 166	0.1	-	-	TRUE
B	KZN212	uMdoni	448 943	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B	KZN213	uMzumbe	220 253	-	-	-	-	-	-	-	-	5 271	2.4	TRUE	-	TRUE
B	KZN214	uMuziwabantu	258 781	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN216	Ray Nkonyeni	1 279 575	-	-	-	-	-	-	-	-	5	0.0	-	-	-
C	DC21	Ugu DM	911 672	-	-	-	-	644 437	70.7	TRUE	TRUE	933 599	102.4	TRUE	TRUE	TRUE
B	KZN221	uMshwathi	279 292	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN222	uMngeni	674 420	-	-	-	-	-	-	-	-	101	0.0	-	-	-
B	KZN223	Mpofana	186 370	-	-	-	-	-	-	-	-	663 107	355.8	TRUE	TRUE	TRUE
B	KZN224	iMpendle	72 949	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	8 463 202	1 164 502	13.8	TRUE	-	917 250	10.8	TRUE	-	2 084 844	24.6	TRUE	-	TRUE
B	KZN226	Mkhambathini	163 842	-	-	-	-	-	-	-	-	2 202	1.3	-	-	TRUE
B	KZN227	Richmond	176 951	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC22	uMgungundlovu DM	1 548 982	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN235	Okhahlamba	247 909	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN237	iNkosi Langalibalele	861 598	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B	KZN238	Alfred Duma	1 575 166	-	-	-	-	-	-	-	-	1 610	0.1	-	-	TRUE
C	DC23	uThukela DM	1 054 493	-	-	-	-	-	-	-	-	58 889	5.6	TRUE	-	TRUE
B	KZN241	eNdumeni	486 206	**232 779**	47.9	TRUE	TRUE	-	-	-	-	274 724	56.5	TRUE	TRUE	TRUE
B	KZN242	Nquthu	333 063	20	0.0	-	-	-	-	-	-	2 086	0.6	-	-	TRUE
B	KZN244	uMsinga	335 857	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN245	uMvoti	451 362	-	-	-	-	-	-	-	-	252	0.1	-	-	-
C	DC24	uMzinyathi DM	656 222	-	-	-	-	-	-	-	-	274 694	41.9	TRUE	TRUE	TRUE
B	KZN252	Newcastle	2 849 756	237 090	8.3	TRUE	-	240 188	8.4	TRUE	-	481 351	16.9	TRUE	-	TRUE
B	KZN253	eMadlangeni	136 172	12 372	9.1	TRUE	-	-	-	-	-	27 510	20.2	TRUE	-	TRUE
B	KZN254	Dannhauser	155 685	-	-	-	-	-	-	-	-	3 454	2.2	TRUE	-	TRUE
C	DC25	Amajuba DM	304 149	-	-	-	-	72 074	23.7	TRUE	-	120 862	39.7	TRUE	-	TRUE
B	KZN261	eDumbe	226 057	54	0.0	-	-	449	0.2	-	-	1 210	0.5	-	-	TRUE
B	KZN262	uPhongolo	380 390	-	-	-	-	-	-	-	-	2 032	0.5	-	-	TRUE
B	KZN263	AbaQulusi	1 166 198	158 889	13.6	TRUE	-	-	-	-	-	161 738	13.9	TRUE	-	TRUE
B	KZN265	Nongoma	219 058	-	-	-	-	-	-	-	-	26 433	12.1	TRUE	-	TRUE
B	KZN266	Ulundi	580 064	302 269	52.1	TRUE	TRUE	-	-	-	-	302 269	52.1	TRUE	TRUE	TRUE
C	DC26	Zululand DM	553 766	-	-	-	-	14 700	2.7	TRUE	-	62 085	11.2	TRUE	-	TRUE
B	KZN271	uMhlabuyalingana	304 385	-	-	-	-	-	-	-	-	(19)	(0.0)	-	-	-
B	KZN272	Jozini	326 146	-	-	-	-	-	-	-	-	15 963	4.9	TRUE	-	TRUE
B	KZN275	Inkosi uMtubatuba	330 565	-	-	-	-	-	-	-	-	41 342	12.5	TRUE	-	TRUE
B	KZN276	Big Five Hlabisa	231 434	-	-	-	-	-	-	-	-	(460)	(0.2)	-	-	-
C	DC27	uMkhanyakude DM	810 131	-	-	-	-	17 525	2.2	TRUE	-	167 478	20.7	TRUE	-	TRUE
B	KZN281	uMfolozi	261 865	-	-	-	-	-	-	-	-	297	0.1	-	-	-
B	KZN282	uMhlathuze	6 008 928	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN284	uMlalazi	571 739	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN285	Mthonjaneni	197 636	49 234	24.9	TRUE	-	-	-	-	-	61 046	30.9	TRUE	-	TRUE
B	KZN286	Nkandla	249 077	-	-	-	-	-	-	-	-	22	0.0	-	-	-
C	DC28	King Cetshwayo DM	1 187 482	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN291	Mandeni	487 944	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN292	KwaDukuza	3 011 642	-	-	-	-	-	-	-	-	381	0.0	-	-	-
B	KZN293	Ndwedwe	250 264	-	-	-	-	-	-	-	-	6	0.0	-	-	-
B	KZN294	Maphumulo	179 047	-	-	-	-	-	-	-	-	596	0.3	-	-	-
C	DC29	iLembe DM	1 618 140	-	-	-	-	-	-	-	-	1 271	0.1	-	-	TRUE
B	KZN433	Greater Kokstad	529 184	-	-	-	-	-	-	-	-	116	0.0	-	-	-
B	KZN434	Johannes Phumani Phungula	309 979	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN435	uMzimkhulu	351 922	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	297 684	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC43	Harry Gwala DM	819 174	-	-	-	-	-	-	-	-	-	-	-	-	-
Total						**7**	**2**			**6**	**1**			**19**	**5**	**28**

Source: NT lgdatabase

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Annexure J : Criteria for serious financial problems - As at the end of Quarter 1 - 2025/26

R'000			Municipality meeting one or more criteria for financial problems	Comments
A	KZN2000	eThekwini	TRUE	The municipality indicated that it is not in financial distress. However, several payments were rejected by the bank due to outdated beneficiary banking details and efforts to contact the relevant service providers to update the information have been unsuccessful. In some cases, payments are due to cessionaries who have also proven difficult to reach for the submission of outstanding documentation. Moreover, certain service providers are flagged with CSD compliance issues, preventing the release of their payments. Other payments have been placed on hold pending the outcome of internal investigations, with a final decision to either void or process the transactions resting with the respective departmental head. The municipality further noted that process constraints that contributed to the delays in payment, but these have since been addressed to mitigate future occurrences.
B	KZN212	uMdoni	TRUE	The municipality received a qualified audit opinion for the 2023/24 financial year due to issues relating to the detection and disclosure of Irregular expenditure in the AFS. However, the municipality's financial information indicates no financial distress.
B	KZN213	uMzumbe	TRUE	The municipality received an adverse audit opinion for the 2023/24 financial year due to issues related to the preparation and disclosure of AFS line items, including Property, Plant, and Equipment; Receivables from non-exchange transactions; Retention; Revenue from exchange transactions; Construction revenue; Commitments; Unauthorised expenditure; and Irregular expenditure. The municipality attributed the outstanding Creditors for greater than 90 days to invoices under dispute for which payments have been withheld until they are resolved as well as retentions which will only be paid as and when they fall due. The municipality further indicated that it has enough resources to cover these liabilities but requires the disputes to be resolved before payment can be made to avoid irregularities linked to payments made where no services have been fairly rendered. The municipality is not in financial distress.
B	KZN214	uMuziwabantu	-	
B	KZN216	Ray Nkonyeni	-	
C	DC21	Ugu DM	TRUE	The Ugu District Municipality reported outstanding Creditors of R933.6 million for more than 90 days as at 30 September 2025. According to the MFMA Section 41 report from the uMngeni-uThukela Water Board for 30 September 2025, the municipality owed R724.4 million to the water board, reflecting an increase of R68.5 million from the balance of R655.9 million as at 30 June 2025. The uMngeni-uThukela Water Board indicated that the payment plan is now terminated and they will be restricting the Bulk water by 20 percent. As at 17 October 2025, the municipality indicated that it is experiencing challenges in complying with the current repayment plan due to cash flow constraints and has approached the uMngeni-uThukela Water Board to consider reverting back to the old repayment plan. The municipality is currently in financial distress.
B	KZN221	uMshwathi	-	
B	KZN222	uMngeni	-	
B	KZN223	Mpofana	TRUE	The Mpofana Local Municipality is one of the municipalities which were identified by the National Treasury to be in financial crisis. The municipality has a long outstanding debt from Eskom which is reported as Creditors over 90 days. As at 31 August 2025, the municipality owed R630.6 million to Eskom which reflects an increase of R25 million from the balance of R605.6 million as at 30 June 2025. The municipality has challenges in controlling expenditure which has resulted in a significant Operating deficit of R14.2 million or 29.7 percent of Revenue which exceeds 5 percent as at 30 September 2025. The municipality is in financial distress.
B	KZN224	iMpendle	-	
B	KZN225	Msunduzi	TRUE	The municipality indicated that it has not made payments to Eskom in accordance with the payment arrangement due to cash flow constraints and are in the process of honouring the payment arrangement. The municipality has indicated that the uMngeni-uThukela Water Board account is up to date with only the current month's invoice and payment arrangement amount outstanding which is due by the end of the month as per the payment arrangement. The municipality is in financial distress.
B	KZN226	Mkhambathini	TRUE	The municipality reported that the R2.2 million reflected as Creditors over the 90-day period is primarily the result of system-related errors, which appear to be linked to configuration issues within the financial management system. These errors have caused certain transactions to be incorrectly reported, affecting the accuracy of creditor ageing analysis. The financial system service provider has been informed and requested to investigate the root cause and implement corrective measures. The municipality is closely monitoring the process to ensure that the matter is resolved and that similar issues are prevented in future reporting cycles. The municipality is not in financial distress.
B	KZN227	Richmond	-	
C	DC22	uMgungundlovu DM	-	
B	KZN235	Okhahlamba	-	
B	KZN237	iNkosi Langalibalele	TRUE	The municipality received a qualified audit opinion for the 2023/24 financial year due to non-compliance with GRAP 17 (Property, Plant and Equipment) and GRAP 3 (Accounting Policies, Changes in Accounting Estimates, and Errors) in the recording of Property, Plant and Equipment. Specifically, the municipality relied on estimates for asset valuations, which included calculation errors, the use of inappropriate sources for valuing similar assets, incorrect determination of useful lives and improper write-offs of assets which led to incorrect carrying amounts for certain classes of Property, Plant and Equipment. The municipality has developed and is implementing an audit action plan to address the qualification findings. There are thus no financial problems at the municipality.
B	KZN238	Alfred Duma	TRUE	The municipality reported Creditors outstanding for over 90 days amounting to R1.6 million, which relates to a payment that was withheld from a service provider pending the rectification of poor-quality work identified in the services rendered. As at 30 September 2025 the municipality had Cash and Cash equivalents of R676.1 million whilst Unspent conditional grants amount to R120.9 million therefore the municipality has net available cash reserves of R555.9 million as at the end of September 2025. Thus, there are no financial problems at the municipality.
C	DC23	uThukela DM	TRUE	The uThukela District Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The Creditors over 90 days are attributed to the unfavourable cash position at the municipality. The municipality finalised new repayment plans for the overdue Creditor balances. According to the MFMA Section 41 Report as at the end of September 2025, uThukela District Municipality has been granted a three-year deferral on its payment obligations. It should also be noted that the Creditors over 90 days of R58.9 million is significantly understated in relation to the outstanding balance of R151.3 million in the over 120 days category as per the MFMA Section 41 report at the end of September 2025.
B	KZN241	eNdumeni	TRUE	The municipality attributed the outstanding creditors exceeding 90 days and the inability to make payments as and when due to ongoing cash flow challenges. These challenges are primarily a result of the municipality's outstanding Eskom debt, which amounted to R397.6 million as at the end of September 2025. The municipality has indicated that it is currently participating in the National Treasury Debt Relief Programme to address its outstanding Eskom debt obligations. The municipality stated that the Operating deficit in excess of five per cent of revenue as per Section 138(d) of the MFMA is mainly due to R84.4 million that was captured on the ERP system in the quarter ending 30 September 2025 for Bulk purchases and which includes the backlog of invoices which had not been previously captured on the system. The municipality further stated that the under billing on the Service charges - electricity is due to the non-implementation of the planned seasonal tariffs in July 2025 and August 2025. The implementation of seasonal tariffs by the eNdumeni Local Municipality was delayed due to a lack of consultation with Business associations throughout the 7 wards within the eNdumeni Local Municipality, Tariff By-laws and insufficient cost of supply studies. The municipality indicated that it received a Disclaimer Audit Opinion from the Auditor General based on a number of factors such as the municipality's deteriorating financial affairs which is caused by many factors, mainly high employee related costs, excessive electricity losses due to theft and its deteriating electricity infrastructure, poor service delivery and lack of customer awareness campaigns. The municipality is currently facing financial challenges.
B	KZN242	Nquthu	TRUE	The municipality attributed the outstanding Creditors that are greater than 90 days due to two contractor invoices that were initially captured on the system but could not be processed as the service providers were not tax compliant at the time. In addition, certain third-party payments were made directly from the bank prior to being processed through their financial system, which resulted in delays in system approval and reconciliation. The municipality is currently not facing financial challenges.
B	KZN244	uMsinga	-	
B	KZN245	uMvoti	-	
C	DC24	uMzinyathi DM	TRUE	The municipality attributed the outstanding Creditors that are greater than 90 days to cash flow challenges that are being experienced by the municipality. In addition, they indicated that the primary reason for their adverse audit opinion is attributable to the various material findings that the municipality obtained and which were not resolved by the municipality. The municipality is currently facing financial challenges.
B	KZN252	Newcastle	TRUE	The municipality attributed the outstanding Creditors for greater than 90 days and failure to make payments as and when due to the cash flow challenges that it is currently experiencing. The municipality further stated that it remains committed to ensuring that it improves the state of its finances by ensuring an improved cash inflow as well as the timely payment of all creditors as per Section 65 of the MFMA. The municipality is currently facing financial challenges.
B	KZN253	eMadlangeni	TRUE	The municipality attributed the outstanding Creditors exceeding 90 days and the failure to make payments as and when due to the Eskom debt, which it is currently struggling to service. The municipality further indicated that it is engaging with Eskom to negotiate a payment arrangement to address the outstanding balance. Overall, the municipality continues to face significant financial challenges.
B	KZN254	Dannhauser	TRUE	The municipality attributed the outstanding Creditors for greater than 90 days to the fact that they were experiencing significant cash flow challenges during the reporting period which negatively impacted its ability to meet some of its financial obligations timeously.
C	DC25	Amajuba DM	TRUE	The municipality indicated that the outstanding Creditors in excess of 90 days and failure to make payments as and when due are due to ongoing cash flow constraints, resulting in delayed payments despite active efforts to prioritize critical services and negotiate structured payment arrangements where applicable. The municipality has further stated that these challenges, in additon to the ongoing cash flow contraints, are largely as the result of low cash reserves which continue to impact the municipality's ability to meet its 30-day payment obligations to creditors. The municipality has indicated that measures are in progress to improve revenue recovery, implement internal controls and strengthen supplier engagements where applicable. The municipality has received a Qualified Audit Opinion for the 2023/24 financial year. The municipality indicated that a Post-Audit Action Plan has been developed and implementation is underway to strengthen internal controls, improve financial reporting, and address the root causes raised by the Auditor-General. The municipality is currently facing financial challenges.
B	KZN261	eDumbe	TRUE	The municipality inidcated that the MFMA Section 71 report for June 2025 incorrectly reflected a negative Cash and cash equivalents balance of R53.2 million. The unaudited 2024/25 AFS as at the end of June 2025 reflects R5.9 million; therefore, the correct Cash and cash equivalents balance is R5.9 million as at the end of the fourth quarter of the 2024/25 financial year. The MFMA Section 71 report as at 30 September 2025 reflected a negative Cash and cash equivalents of R29 million as opposed to R15.4 million as per the Bank statement and Investment statements as at the end of September 2025. The Unspent conditional grants amount to R12.3 million therefore the municipality has net cash surplus of R3 million as at the end of September 2025. The municipality indicated that the Creditors outstanding for greater than 90 days of R1.2 million is attributable to amounts owed to SALGA and the Zululand District Municipality. The municipality has payment arrangement in place and payments are being made based on the Creditors reconciliations for SALGA and the Zululand District Municipality accounts. Based on the explanation provided, the municipality does not appear to be in financial distress
B	KZN262	uPhongolo	TRUE	The municipality indicated that the MFMA Section 71 report for June 2025 incorrectly reflected a negative Cash and cash equivalents of R144.3 million. The unaudited 2024/25 AFS as at the end of June 2025 reflects R19.9 million; therefore, the correct Cash and cash equivalents balance is R19.9 million as at the end of the fourth quarter of the 2024/25 financial year. The MFMA Section 71 report as at 30 September 2025 reflected a negative Cash and cash equivalents of R112 million as opposed to R56.4 million as per the Bank statement and Investment register as at the end of September 2025. The municipality indicated that the negative cash position observed for two consecutive quarters is due to inaccuracies in financial reporting. The municipality has taken steps to address the incorrect reporting by collaborating with the system vendor to rectify the errors. The municipality indicated that the Creditors in the Over 90 days category as at 30 September 2025 delete the extra space mainly relates to a dispute and the matter is with the lawyer awaiting their recommendation. Based on the explanation provided, the municipality does not appear to be financial distress.
B	KZN263	AbaQulusi	TRUE	The municipality indicated that Creditors outstanding as at 30 September 2025 in the Over 90 days' category is attributable to the Eskom debt was unable to fully pay the Eskom invoices. However, a Payment arrangement between the municipality and Eskom was concluded on 15 November 2024. Furthermore, the municipality indicated reason for not paying the other portion of Creditors in Over 90 days category is that their financial system does not process payments to suppliers who have issues on the Central Supplier Database (CSD) such as their tax matters. Based on the non payment of Eskom debt the municipality appears to be financial distress.
B	KZN265	Nongoma	TRUE	The municipality indicated that the Creditors outstanding as at 30 September 2025 in the over 90 days' category of R26.4 million is attributable to severe financial constrains currently facing the municipality. The municipality also indicated that payment arrangements have been made to settle amounts owed to the Creditors, however due to limited financial resources, the municipality is unable to enter into payment arrangements that require 20 percent upfront payment. The municipality received a qualified audit opinion for the 2023/24 financial year due to among other things non-compliance with Section 125(2)(e) of the MFMA where the municipality is required to disclose particulars of non compliance with the MFMA in the financial statements. This disclosure requirement was not met by the municipality. The municipality indicated that they have implemented more than 90 percent of their approved Audit action plan. The negative Cash and cash equivalents as per Cash flow statement is not a true reflection of the cash position of the municipality due to inaccuracies in financial reporting and incorrect cash flow transactions which are being addressed by the municipality. The municipality appears to be financial distress.
B	KZN266	Ulundi	TRUE	The municipality has a long outstanding debt with Eskom and the municipality is unable to meet its payment obligations due to financial challenges. The Ulundi Local Municipality applied for Debt relief that was approved by the National Treasury, however the municipality has not been able honour the current obligations in line with Debt relief conditions and the Eskom debt is reflecting an increasing trend on monthly basis. The municipality appears to be financial distress.
C	DC26	Zululand DM	TRUE	The outstanding amount owed by the Zululand District Municipality is attributable to a payment due to the Department of Water and Sanitation (DWS). The municipality has temporarily suspended payments to the Department of Water and Sanitation (DWS) pending the finalisation of the debt relief programme. This decision has been taken in anticipation of the outcomes of the programme, which may impact the municipality's outstanding obligations.
B	KZN271	uMhlabuyalingana	-	
B	KZN272	Jozini	TRUE	During the course of the 2024/25 financial year, the Jozini Local Municipality experienced significant cash flow challenges and was in a negative net cash position for the majority of the second half of the 2024/25 financial year. In order to meet their financial obligations, the municipality utilised an overdraft facility to fund their operations. At the engagement on the MFMA Section 72 report in February 2025, the municipality indicated that a Financial viability recovery plan had been approved by Council in August 2024 in order to improve the financial position of the municipality. Notwithstanding the cost containment measures implemented by the municipality, Provincial Treasury assessed the 2024/25 Adjustments Budget as being Unfunded. As per the pre-audited 2024/25 AFS, the municipality ended the 2024/25 financial year in a negative cash position (utilising an overdraft to fund operations), which was carried forward as the opening balance of the 2025/26 financial year. The poor cash position has resulted in significant delay in the payment of outstanding Creditors with an amount of R15.96 million being reflected in the over 90 days category. The municipality acknowledged the long outstanding payments to creditors had resulted in service providers not commencing work at the beginning of the 2025/26 financial year. The municipality confirmed that at the beginning of the financial year, creditors were classified on a priority basis with the municipality entering into negotiations with these creditors which was concluded in September 2025 and yielded positive results. As per the municipality, agreements with service providers were reached where work would recommence once at least partial payment for a previous phase was made in line with what the municipality could afford in terms of their Financial viability recovery plan. The municipality anticipates that this process will lead to a decrease in long outstanding creditors over a period of time.
B	KZN275	Inkosi uMtubatuba	TRUE	The iNkosi uMtubatuba Local Municipality is currently under intervention in terms of Section 154(1) of the Constitution. As part of the intervention process, all payments to Creditors are first approved by an Interim Finance Committee (IFC) which according to the municipality tend to result in delays in payments. As per the municipality, expenditure incurred in the 2025/26 financial year was approved by the IFC on a priority basis and payments were made with consideration to the current cash position of the municipality. The total Creditors balance outstanding amount of R24.9 million (R41.3 million outstanding for a period greater than 90 days) reported in the MFMA Section 71 report is incorrect and exceeds the actual total Creditors balance of R17.4 million as per the municipality's prepared MFMA Section 52(d) report for Quarter 1 due to challenges with the use of the Creditors' module. As also explained by the municipality in prior years, the creditors balance outstanding for a period of greater than 90 days are mainly related to work performed before the commencement of the initial Section 139 Intervention in March 2019. The municipality indicated that they have proactively entered into payment arrangements with several long outstanding creditors which is expected to gradually decrease the outstanding balance while at the same time ensuring that the already constraint cash position does not deteriorate any further. As previously indicated by the municipality, they have also prioritised some of the long outstanding creditors for payment in order to avoid judgements against the municipality, since these long outstanding creditors have taken the municipality to court. In addition, the municipality has accepted mSCOA support from Provincial Treasury in order to improve the credibility of future MFMA Section 71 reports.
B	KZN276	Big Five Hlabisa	-	
C	DC27	uMkhanyakude DM	TRUE	On 27 August 2025, the Provincial Executive Council resolved to terminate the intervention in terms of Section 139(1)(b) at the uMkhanyakude District Municipality and thereafter approved an intensified support in terms of Section 154 of the Constitution at the municipality. As a result, an expert was appointed to render this support to the municipality. The amount reflected of R167.5 million in the Over 90 days category for Creditors as at the end of September 2025 is mainly attributable to the bulk water amount owed to Umngeni-Uthukela Water Board (UUWB) (previously Mhlathuze Water Board) and the Department of Water and Sanitation (DWS). In the 2024/25 financial year, there were engagements with the UUWB with the last one being held on 16 April 2025 regarding the outstanding payments as a result of disputes. The municipality indicated that the implementing agent (Mhlathuze Water Board) did not transfer the asset to the municipality, however the municipality was still liable for repairs and maintenance relating to the same asset. After lodging a complaint, the municipality indicated that the UUWB had agreed to charge the municipality only bulk water purchases going forward. As per the municipality, the invoices under dispute are for the water scheme that belongs to DWS and not the municipality. UUWB provided a payment plan with two scenarios (24 months and 36 months) at the request of the municipality during the meeting. The municipality is yet to submit a copy of the agreement or signed payment plan to Provincial Treasury. On 07 May 2025, the municipality made a payment of R1.8 million to UUWB as per their commitment made during the meeting between UUWB and UKDM and R1.1 million was paid to DWS. The municipality had committed to providing supporting documents relating to the dispute, including the signed payment agreement to Provincial Treasury. On 31 August 2025, UUWB sent a reminder to the municipality for an overdue payment of R3 million which was due immediately. An additional letter also dated 31 August 2025 was sent by UUWB as a final demand letter to the municipality advising the municipality to settle the outstanding balance promptly. It must be noted that a previous final demand letter dated 05 June 2025 was also issued to the municipality. The final letter dated 31 August 2025 further advised that should the municipality fail to pay R65.4 million within 10 days from the date of this letter, they would pursue legal action to recover the outstanding amount. Progress to date in regard to the final demand letter has not been provided by the municipality. However, it was noted that a payment of R2.3 million was later paid by the municipality on 17 September 2025. With regards to the DWS long outstanding debt, the Water Debt Relief Teams meeting was held with National Treasury on 09 June 2025 and the municipality subsequently submitted the application for water debt relief to National Treasury and the Department of Water and Sanitation. It was noted that while the final Debt Relief Agreement has not been provided by the municipality to Provincial Treasury, communication from DWS dated 06 August 2025 was submitted to Provincial Treasury reflecting the payment reference and remittance guidance for the Municipal Debt Relief Programme for all future payments, which would allow for payments to be correctly allocated under the Debt Relief Agreement. It was noted that 2 payments amounts of R1 092 194 and R756 982 were made by the municipality on 17 September 2025. The municipality is again reminded that a higher creditors balance poses a risk to the funding position of the municipality's budget and the payment arrangements with UUWB and DWS must be adhered to as a matter of urgency. Similar to the 2024/25 financial year, it is also noted that as at Quarter 1 of 2025/26, the amount of R17.5 million reflected for Bulk Water as at Month 03 of 2025/26 is still incorrect due to the ongoing challenges being experienced by the municipality with the use of the Creditors' module where the municipality has incorrectly classified the outstanding debt for DWS in the mSCOA guid. As per the MFMA Section 71 report for Month 03, the municipality reported an operating deficit of R196.1 million. The municipality attributed the Operating deficit to the fact that the municipality did not accrue the transfer of R273.8 million for the first tranche of the Equitable Share received by the municipality in July 2025. At the time of preparing this report, the municipality had not provided the reasons for not recognising the first tranche of the Equitable share. A negative cash balance of R361.7 million reflected as the closing balances at Month 03 reflected in the Section 71 reports was due to the incorrect use of the data strings. As per the Section 52(d) report, the municipality reflected a positive balance of R236.2 million. A similar pattern was also noted in the previous quarter (Quarter 4 of the 2024/25 financial year) where the municipality reflected a negative R85.3 million in the Section 71 data string as at June 2025 while the Consolidated Pre-audit AFS for the same period reflected a positive closing balance of R71.6 million. The municipality indicated that they have already consulted with the service provider who is in the process addressing the challenges being experience in the monthly reporting.
B	KZN281	uMfolozi	-	
B	KZN282	uMhlathuze	-	
B	KZN284	uMlalazi	-	
B	KZN285	Mthonjaneni	TRUE	The Creditors balance of R61 million in the Over 90 days category includes the R49.2 million Eskom arrear account which the municipality is not in a position to pay due to financial constraints. The municipality has requested Eskom to increase the monthly debit order arrangement to R750 000 effective from 01 October 2025 which was honoured by the municipality on 03 October 2025.
B	KZN286	Nkandla	-	
C	DC28	King Cetshwayo DM	-	
B	KZN291	Mandeni	-	
B	KZN292	KwaDukuza	-	
B	KZN293	Ndwedwe	-	
B	KZN294	Maphumulo	-	
C	DC29	iLembe DM	TRUE	Of the total outstanding debt in the over 90 days reported by the Ilembe District Municipality, an amount of R825 000 is related to the service provider: Fleet Horizon. The primary reason for the non-payment of an amount relating to Fleet Horizon was due to the fact that it was under dispute. A settlement agreement addressing the outstanding issues was subsequently signed, and an amount of R13.9 million was settled on 18 July 2025, following a negotiated 10 percent reduction on the claims related to "Make Good Costs." The remaining balance of R825 000 (forming part of the total R1.2 million outstatding debt in the over 90 days) is due to unprocessed credit notes that are still awaited from the service provider. The municipality also explained that further to the debt relating Fleet Horizon, the following are also contributing factors to the balance reflected in the Over 90 days category: - A balance of R113 000 was for Isuzu Motors South Africa which was due to the disputed charges reflected in the invoices that exceeded the rates originally agreed upon in the quotations and official purchase order issued to Isuzu Motors South Africa. - An amount of R302 000, owed to DKG Project Managers & Engineers as a result of an invoice which remains unpaid due to concerns regarding overspending beyond the amount originally approved for the project. As per the municipality, this issue may be resolved through the issuance of a Variation Order (VO) to adjust the contract value, thereby enabling the settlement of the outstanding balance. However, despite these issues, the municipality's financial information shows that it is not in financial distress.
B	KZN433	Greater Kokstad	-	
B	KZN434	Johannes Phumani Phungula	-	
B	KZN435	uMzimkhulu	-	
B	KZN436	Dr. Nkosazana Dlamini Zuma	-	
C	DC43	Harry Gwala DM	-	
Total			**28**	

Source: NT lgdatabase