



**treasury**

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Department:

Treasury

**PROVINCE OF KWAZULU-NATAL**

# **CONSOLIDATED MUNICIPAL BUDGETS PERFORMANCE REPORT**

## **2<sup>nd</sup> Quarter Review 2024/25**

**MFQR: 31 December 2024**

Compiled by: KwaZulu-Natal (KZN) Provincial Treasury

## Data Source and Reliability

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*This report uses data reported by municipalities by the 10<sup>th</sup> 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 31 December 2024 from the NT LG Database. Therefore, any queries on the budget, revenue or expenditure figures reflected in the report must be referred to the relevant Municipal Manager or Chief Financial Officer. The quality of the report depends on the reliability and credibility of the information and figures submitted by the municipalities. It is noted that certain municipalities experience challenges with their financial systems as well as with the capturing of financial data in accordance with the mSCOA segments. These problems cause errors in the submitted data strings as well as inaccuracies in the financial information related to misalignment, cash flow and balance sheet budgeting.*

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## Methodology and Approach

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

The data for the analysis used in this report was extracted from the NT LG Database as reported by municipalities for the financial quarter ended 31 December 2024. The non-delegated municipalities, namely, the eThekweni 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), all the municipalities in the province successfully uploaded their monthly data strings to the National Treasury GoMuni Upload Portal.

All municipalities should have generated and spent approximately 50 percent of their 2024/25 Approved Budgets or Adjusted Budgets (where applicable) as at the end of the second quarter of the 2024/25 financial year.

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# 1. Introduction

This consolidated municipal budget performance review covers the financial performance of municipalities in KZN as at the end of the second quarter of the 2024/25 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 performances as well as the debtors, creditors and conditional grant reporting requirements.

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

The report is prepared using the figures from the mSCOA data strings. The mSCOA Regulations were promulgated on 22 April 2014 and prescribed the uniform recording and classification of the municipal budget and financial information at a transaction level. The mSCOA Regulations require that municipalities upload their budget and financial information in a data string format to the 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.

It should be noted that the following municipalities passed Adjustments Budgets in terms of Section 28 of the MFMA and Regulation 23 of the Municipal Budget and Reporting Regulations (MBRR) during the first half of the 2024/25 financial year:

- King Cetshwayo District Municipality – Section 28(2)(e) of the MFMA and Regulation 23(5) of the MBRR; and
- uMlalazi Local Municipality – Section 28(2)(b) of the MFMA and Regulation 23(3) of the MBRR.

Additionally, a number of municipalities also passed Adjustments Budgets in terms of Section 28(2)(b) of the MFMA and Regulation 23(3) of the MBRR in order to reflect the adjusted allocations as per Government Gazette No. 51233 dated 12 September 2024.

Consequently, the MFMA Section 71 performance for *Operating Revenue*, *Operating Expenditure*, *Capital Revenue* and *Capital Expenditure* will therefore be compared to the total Adjusted Budget.

## Legislative Framework

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

## 2. District Overview

### 2.1 Operating Revenue

**Table 1: Operating Revenue per source and per district as at the end of Quarter 2 – 2024/25**

| Table 7: Operating Revenue per source and per district as at the end of quarter 2 – 2024/25 |                 |                 |                  |             |                     |               |                    |                            |                      |  |                            |
|---|-----------------|-----------------|------------------|-------------|---------------------|---------------|--------------------|----------------------------|----------------------|--|----------------------------|
| R'000   | Original Budget | Adjusted Budget | Unaudited Actual | % Generated | Detail              |               |                    |                            |                      |  |                            |
|   |                 |                 |                  |             | Exchange Revenue    |               |                    | Other revenue <sup>2</sup> | Non-Exchange Revenue |  |                            |
|   |                 |                 |                  |             | Service charges     |               |                    |                            | Property rates       | Transfers and subsidies - Operational <sup>3</sup> | Other revenue <sup>4</sup> |
|   |                 |                 |                  |             | Electricity revenue | Water revenue | Other <sup>1</sup> |                            |                      |  |                            |
| eThekwini   | 56 060 883      | 56 060 883      | 30 651 814       | 54.7        | 9 954 637           | 3 418 201     | 1 161 153          | 2 015 238                  | 7 279 091            | 3 748 981  | 3 074 513                  |
| Ugu   | 3 475 206       | 3 477 062       | 2 123 201        | 61.1        | 120 464             | 222 890       | 121 892            | 104 344                    | 424 592              | 1 100 195  | 28 823                     |
| uMgungundlovu   | 11 891 569      | 11 897 301      | 6 117 660        | 51.4        | 1 847 972           | 798 278       | 240 817            | 343 804                    | 1 110 906            | 1 697 633  | 78 250                     |
| uThukela  | 3 528 863       | 3 531 961       | 1 946 399        | 55.1        | 433 821             | 84 184        | 35 996             | 114 578                    | 263 226              | 970 614  | 43 981                     |
| uMzinyathi  | 2 218 747       | 2 194 831       | 1 340 712        | 61.1        | 143 211             | 32 891        | 29 557             | 57 624                     | 136 523              | 922 894  | 18 014                     |
| Amajuba   | 3 145 026       | 3 145 026       | 1 879 155        | 59.8        | 497 480             | 128 912       | 133 609            | 27 764                     | 264 396              | 814 048  | 12 947                     |
| Zululand  | 2 960 790       | 2 960 790       | 1 871 909        | 63.2        | 255 363             | 66 413        | 60 094             | 35 926                     | 254 810              | 1 189 331  | 9 973                      |
| uMkhanyakude  | 1 945 860       | 1 945 860       | 1 347 016        | 69.2        | 3 053               | 23 440        | 6 579              | 46 608                     | 91 305               | 1 159 448  | 16 582                     |
| King Cetshwayo  | 7 696 632       | 7 443 720       | 4 252 517        | 57.1        | 1 275 652           | 306 482       | 163 994            | 105 497                    | 528 469              | 1 521 034  | 351 388                    |
| iLembe  | 5 199 777       | 5 214 177       | 2 998 272        | 57.5        | 620 929             | 153 215       | 115 245            | 279 730                    | 443 493              | 1 356 952  | 28 707                     |
| Harry Gwala   | 1 952 278       | 1 952 278       | 1 310 571        | 67.1        | 109 126             | 33 163        | 24 428             | 72 678                     | 154 785              | 897 768  | 18 623                     |
| Total   | 100 075 631     | 99 823 889      | 55 839 226       | 55.9        | 15 261 708          | 5 268 068     | 2 093 364          | 3 203 791                  | 10 951 598           | 15 378 897   | 3 681 800                  |

Source: NT Igdatabase, downloaded 16 January 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 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 R55.8 billion or 55.9 percent of their Adjusted Budgets of R99.8 billion as at the end of December 2024 which is above the straight-line projection of 50 percent expected as at the end of the second quarter of the 2024/25 financial year.
- The eThekweni Metro with R30.7 billion or 54.9 percent contributed the most towards the total *Operating revenue* of R55.8 billion followed by the uMgungundlovu District with R6.1 billion or 11 percent and the King Cetshwayo District with R4.3 billion or 7.6 percent. It should be noted that the Msunduzi Local Municipality contributed R4.4 billion or 72.2 percent towards the total *Operating revenue* reported by the uMgungundlovu District whilst the uMhlathuze Local Municipality reported R2.8 billion or 66.8 percent of the total *Operating revenue* reported by the King Cetshwayo District. The non-delegated municipalities are considered to be significant contributors to the total *Operating revenue* generated as they are densely populated cities with a large number of consumers who are billed for municipal services and *Property rates*.
- The Harry Gwala, uMzinyathi and uMkhanyakude Districts with a total revenue of R1.310 billion or 2.3 percent, R1.341 billion or 2.4 percent and R1.347 billion or 2.4 percent contributed the least towards the total *Operating revenue* generated at a provincial level as at the end of the second quarter of the 2024/25 financial year which is expected as the districts were the lowest contributors towards the total Adjusted Budget for *Operating revenue*.
- *Transfers and subsidies - Operational* contributed the most towards *Operating revenue* as at the end of the second quarter of the 2024/25 financial year with R15.4 billion or 27.5 percent followed by *Services charges – electricity revenue* with R15.3 billion or 27.3 percent. *Service charges – other* which comprises of *Service charges – waste water management* and *Service charges – waste management* contributed the least towards total *Operating revenue* and generated R2.1 billion or 3.7 percent.

## 2.2 Operating Expenditure

**Table 2: Operating Expenditure per item and per district as at the end of Quarter 2 – 2024/25**

| R'000          | Original Budget   | Adjusted Budget   | Unaudited Actual  | % Spent     | Detail                 |                       |                              |                    |                  |                               |                |                     |                    |
|----------------|-------------------|-------------------|-------------------|-------------|------------------------|-----------------------|------------------------------|--------------------|------------------|-------------------------------|----------------|---------------------|--------------------|
|                |                   |                   |                   |             | Employee related costs | Remun. of councillors | Bulk purchases - electricity | Inventory consumed | Debt impairment  | Depreciation and amortisation | Interest       | Contracted services | Other <sup>1</sup> |
| eThekweni      | 55 640 744        | 55 640 744        | 27 831 109        | 50.0        | 6 746 071              | 75 382                | 8 816 105                    | 1 751 143          | 2 125 521        | 1 464 654                     | 526 604        | 3 113 498           | 3 212 132          |
| Ugu            | 3 037 340         | 3 038 573         | 1 802 698         | 59.3        | 715 735                | 51 044                | 110 452                      | 129 111            | 13 613           | 174 500                       | 26 193         | 282 655             | 299 396            |
| uMgungundlovu  | 11 266 842        | 11 233 948        | 5 261 432         | 46.8        | 1 261 392              | 59 938                | 1 822 648                    | 680 638            | 202 447          | 291 307                       | 27 632         | 609 958             | 305 470            |
| uThukela       | 3 534 312         | 3 537 410         | 1 492 900         | 42.2        | 636 179                | 34 071                | 356 152                      | 47 788             | 3 735            | 101 240                       | 1 073          | 177 612             | 135 050            |
| uMzinyathi     | 2 226 646         | 2 231 091         | 1 012 416         | 45.4        | 411 933                | 23 665                | 175 267                      | 18 126             | 1 674            | 52 509                        | 2 211          | 179 955             | 147 078            |
| Amajuba        | 3 170 793         | 3 170 793         | 1 654 371         | 52.2        | 473 424                | 24 853                | 353 957                      | 124 198            | (3 654)          | 238 723                       | 16 367         | 255 128             | 171 376            |
| Zululand       | 2 939 166         | 2 939 166         | 1 607 477         | 54.7        | 527 129                | 41 338                | 285 323                      | 56 045             | 2 930            | 170 168                       | 21 991         | 287 710             | 214 842            |
| uMkhanyakude   | 1 895 805         | 1 895 805         | 1 042 595         | 55.0        | 378 183                | 39 934                | 13 843                       | 37 068             | 10 314           | 126 231                       | 22             | 200 076             | 236 924            |
| King Cetshwayo | 7 976 817         | 8 083 692         | 4 018 562         | 49.7        | 948 229                | 56 058                | 1 027 932                    | 352 403            | 117 651          | 301 643                       | 100 674        | 472 579             | 641 395            |
| iLembe         | 5 160 392         | 5 171 807         | 2 283 219         | 44.1        | 571 858                | 40 890                | 672 106                      | 28 862             | 17 476           | 178 568                       | 8 660          | 435 930             | 328 869            |
| Harry Gwala    | 2 057 832         | 2 057 832         | 1 007 257         | 48.9        | 384 052                | 30 308                | 117 383                      | 26 093             | 280              | 87 796                        | 601            | 179 021             | 181 722            |
| <b>Total</b>   | <b>98 906 688</b> | <b>99 000 861</b> | <b>49 014 036</b> | <b>49.5</b> | <b>13 054 184</b>      | <b>477 480</b>        | <b>13 751 167</b>            | <b>3 251 475</b>   | <b>2 491 987</b> | <b>3 187 339</b>              | <b>732 027</b> | <b>6 194 123</b>    | <b>5 874 253</b>   |

Source: NT Igdatabase, downloaded 16 January 2025.

<sup>1</sup> 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 R49 billion or 49.5 percent of their Adjusted Budgets of R99 billion as at the end of December 2024 which is in line with the straight-line projection of 50 percent expected as at the end of the second quarter of the 2024/25 financial year.
- The eThekweni Metro with R27.8 billion or 56.8 percent contributed the most towards the total *Operating expenditure* of R49 billion followed by the uMgungundlovu District with R5.3 billion or 10.7 percent and the King Cetshwayo District with R4 billion or 8.2 percent. It should be noted that the Msunduzi Local Municipality contributed R3.8 billion or 71.4 percent towards the total *Operating expenditure* reported by the uMgungundlovu District whilst the uMhlathuze Local Municipality contributed R2.9 billion or 71.6 percent of the total *Operating expenditure* reported by the King Cetshwayo District.
- The Harry Gwala, uMzinyathi, and uMkhanyakude Districts with R1.007 billion or 2.1 percent, R1.012 billion or 2.1 percent and R1.042 billion or 2.1 percent contributed the least towards the total *Operating expenditure* incurred as at the end of the second quarter of the 2024/25 financial year which is expected as the districts also contributed the least towards the total Adjusted Budget for *Operating expenditure*.
- It should be noted that the iLembe and uThukela District Municipalities and the uMshwathi and eDumbe Local Municipalities reported lowest *Operating expenditure* against their Adjusted Budgets with R546.4 million or 34.5 percent, R360.6 million or 37.3 percent, R110.8 million or 38.3 percent and R93.8 million or 39.5 percent respectively.
- The iLembe District Municipality attributed the under-performance on *Operating expenditure* to the low expenditure incurred on *Inventory consumed*, *Debt impairment* and *Irrecoverable Debt Written Off* and *Other losses* which are only reported on at the end of the financial year. The uThukela District Municipality indicated that the reported *Operating expenditure* as at the end of the second quarter is understated due to *Debt impairment* not being recognised which will only be reported at year end. Low expenditure incurred on *Inventory consumed*, *Transfers and subsidies*, *Operational costs* and *Contracted services* contributed to the under-expenditure reported by the uMshwathi Local Municipality. The municipality anticipates that the expenditure on *Inventory consumed*, *Transfers and subsidies*, *Operational costs* and *Contracted services* will mainly be incurred in the remainder of the 2024/25 financial year as the municipality addresses delays in the SCM process which had a negative impact on the Operating expenditure. The under-expenditure reported by the eDumbe Local Municipality is due to the low expenditure incurred on *Irrecoverable debt written off*, *Interest*, *Remuneration of Councillors*, *Contracted services* and *Operational costs* as a result of incorrect reporting. The municipality is in the process of engaging their service provider to ensure that system challenges which resulted in incorrect reporting are addressed in the future.

- *Bulk purchases - electricity* contributed the most towards the total *Operating expenditure* as at the end of the second quarter of the 2024/25 financial year with R13.8 billion or 28.1 percent followed by *Employee related costs* with R13.1 billion or 26.6 percent and *Other* with R5.9 billion or 12 percent. *Other* is made up of *Operational costs*, *Transfers and subsidies*, *Irrecoverable debts written off*, *Loss on disposal of Assets* and *Other Losses*.
- *Remuneration of councillors* with R477.5 million or 1 percent contributed the least towards the total *Operating expenditure*.
- It should be noted that 38 municipalities did not report on *Debt Impairment* for the period ended 31 December 2024 whilst the Amajuba District Municipality reported a decrease in the *Provision for debt impairment* and thus reported a negative figure of R8.1 million for the *Debt impairment*. Most municipalities indicated that they will report on Debt Impairment during the preparation of their Annual Financial Statements (AFS).
- Furthermore, eight municipalities did not report on *Depreciation and amortisation* for the period ended 31 December 2024. Most of the municipalities indicated that expenditure on *Depreciation and amortisation* was not reported on due to challenges with their financial systems which they are in the process of addressing 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 2 – 2024/25**

| R'000          | Original Budget   | Adjusted Budget   | Unaudited Actual | % Generated | Detail                                      |                |                            |
|----------------|-------------------|-------------------|------------------|-------------|---|----------------|----------------------------|
|                |                   |                   |                  |             | Transfers recognised - capital <sup>1</sup> | Borrowing      | Internally generated funds |
| eThekweni      | 7 680 538         | 7 680 538         | 1 745 597        | 22.7        | 1 041 865                                   | 296 187        | 407 546                    |
| Ugu            | 600 308           | 600 761           | 357 215          | 59.5        | 296 334                                     | 252            | 60 629                     |
| uMgungundlovu  | 1 228 992         | 1 202 671         | 265 655          | 22.1        | 242 561                                     | 10 750         | 12 343                     |
| uThukela       | 559 803           | 561 758           | 153 520          | 27.3        | 192 058                                     | -              | (38 538)                   |
| uMzinyathi     | 519 058           | 501 724           | 208 084          | 41.5        | 179 716                                     | -              | 28 368                     |
| Amajuba        | 352 032           | 352 032           | 172 808          | 49.1        | 162 204                                     | -              | 10 604                     |
| Zululand       | 715 547           | 715 547           | 539 697          | 75.4        | 515 403                                     | -              | 24 294                     |
| uMkhanyakude   | 415 177           | 415 177           | 192 602          | 46.4        | 159 809                                     | -              | 32 793                     |
| King Cetshwayo | 1 249 871         | 1 269 895         | 610 794          | 48.1        | 436 630                                     | 148 557        | 25 606                     |
| iLembe         | 1 002 288         | 1 046 170         | 40 430           | 3.9         | 128 942                                     | 45 857         | (134 370)                  |
| Harry Gwala    | 673 061           | 693 546           | 310 990          | 44.8        | 234 658                                     | -              | 76 331                     |
| <b>Total</b>   | <b>14 996 675</b> | <b>15 039 820</b> | <b>4 597 390</b> | <b>30.6</b> | <b>3 590 179</b>                            | <b>501 603</b> | <b>505 607</b>             |

Source: NT Igdatabase, downloaded 16 January 2025.

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

- Municipalities in KwaZulu-Natal generated Capital revenue of R4.6 billion or 30.6 percent of their Adjusted Budgets of R15 billion at an aggregate level to fund their *Capital expenditure* as at the end of December 2024 which is significantly below the straight-line projection of 50 percent expected as at the end of the second quarter of the 2024/25 financial year. It is noted with concern that the total *Capital revenue* recognised as at 31 December 2024 of R4.6 billion is slightly below the total *Capital expenditure* of R4.8 billion incurred. The low *Capital revenue* recognised of R4.6 billion or 30.6 percent by the municipalities in KwaZulu-Natal is due to the low *Capital expenditure* reported by the municipalities which is primarily attributable to delays in Supply Chain Management (SCM) processes and inaccurate reporting by a number of municipalities.
- The highest contributor towards the total *Capital revenue* as at the end of the second quarter of the 2024/25 financial year was *Transfers recognised – capital* with R3.6 billion or 78.1 percent. *Internally generated funds* contributed R505.6 million or 11 percent towards the total *Capital revenue* as at the end of the second quarter of the 2024/25 financial year whilst *Borrowing* with R501.6 million or 10.9 percent contributed the least towards the total *Capital revenue*.
- The eThekweni Metro with R1.7 billion or 38 percent contributed the most towards the total *Capital revenue* of R4.6 billion followed by the King Cetshwayo District with R610.8 million or 13.3 percent and the Zululand District with R539.7 million or 11.7 percent.
- The iLembe, uThukela and Amajuba Districts with R40.4 million or 0.9 percent, R153.5 million or 3.3 percent and R172.8 million or 3.8 percent respectively, contributed the least towards the total *Capital revenue* of R4.6 billion.
- The iLembe District, the uMgungundlovu District, the eThekweni Metro and the uThukela District reported the lowest *Capital revenue* against their Adjusted Budgets as at the end of December 2024 with 3.9 percent, 22.1 percent and 22.7 percent and 27.3 percent respectively.
- The Mandeni Local Municipality reported negative R479.6 million or negative 375.9 percent for *Capital revenue* which decreased the total revenue reported by the iLembe District. The municipality indicated that the negative *Capital revenue* reported was due to a reporting error resulting from an incorrect opening balance journal which will be reviewed and corrected. The municipality further indicated that the correct *Capital revenue* is R56.2 million or 45 percent.
- The low revenue reported by the uMgungundlovu District is attributed to the uMngeni Local Municipality reporting no *Capital revenue* against their budget while the Msunduzi and Mpofana Local Municipalities reported revenue of R125.1 million or 15.2 percent and R3.8 million or 21 percent respectively. The uMngeni Local Municipality attributed reporting no *Capital revenue* to incorrect



reporting. The Msunduzi and Mpofana Local Municipalities attributed the low revenue reported to delays in SCM processes.

- The eThekweni Metro reported low *Capital revenue* in line with their low *Capital expenditure*. The municipality attributed the under-recognition of *Capital revenue* to challenges such as delays in SCM processes and issues with the contractor appointments including poor performance by some of the contractors.
- The low *Capital revenue* reported by the uThukela District is mainly attributed to the Okhahlamba Local Municipality reporting negative R54 million or negative 80.6 percent against their Adjusted Budget of R67 million. The Okhahlamba Local 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 municipality indicated that the correct *Capital revenue* is R37.8 million or 56.4 percent.

## 2.4 Capital Expenditure

**Table 4: Capital Expenditure per item and per district as at the end of Quarter 2 – 2024/25**

| R'000          | Original Budget   | Adjusted Budget   | Unaudited Actual | % Spent     | Detail                             |                             |              |                    |                                     |                    |                  |                            |               |              |
|----------------|-------------------|-------------------|------------------|-------------|------------------------------------|-----------------------------|--------------|--------------------|-------------------------------------|--------------------|------------------|----------------------------|---------------|--------------|
|                |                   |                   |                  |             | Governance and Admin. <sup>1</sup> | Community and Public Safety |              |                    | Economic and Environmental Services |                    | Trading Services |                            |               | Other        |
|                |                   |                   |                  |             |                                    | Housing                     | Health       | Other <sup>2</sup> | Road Transport                      | Other <sup>3</sup> | Energy           | Water and Waste Water Mgt. | Waste Mgt     |              |
| eThekweni      | 7 680 538         | 7 680 538         | 1 745 597        | 22.7        | 61 758                             | 265 871                     | 3 511        | 101 610            | 240 110                             | 158 755            | 227 494          | 629 887                    | 53 733        | 2 868        |
| Ugu            | 600 308           | 600 761           | 357 215          | 59.5        | 22 934                             | -                           | -            | 7 613              | 48 663                              | 75 557             | 137              | 201 459                    | 850           | -            |
| uMgungundlovu  | 1 230 869         | 1 204 548         | 460 018          | 38.2        | 49 757                             | 36 226                      | -            | 19 283             | 154 502                             | 26 494             | 6 696            | 159 862                    | 7 208         | (10)         |
| uThukela       | 559 803           | 561 758           | 154 272          | 27.5        | (4 832)                            | 20                          | -            | (1 850)            | 46 160                              | (17 945)           | 19 876           | 118 545                    | (2 078)       | (3 623)      |
| uMzinyathi     | 519 068           | 501 724           | 208 084          | 41.5        | 4 953                              | -                           | -            | 38 618             | 65 074                              | 593                | 3 197            | 91 509                     | 4 141         | -            |
| Amajuba        | 359 362           | 359 362           | 173 200          | 48.2        | 3 584                              | 268                         | -            | 7 230              | 75 386                              | 16 225             | 15 109           | 53 229                     | 66            | 2 133        |
| Zululand       | 715 721           | 715 721           | 540 976          | 75.6        | 3 090                              | -                           | -            | 52 645             | 24 967                              | 19 270             | 24 189           | 414 325                    | 2 490         | -            |
| uMkhanyakude   | 415 873           | 415 873           | 192 870          | 46.4        | 27 923                             | -                           | -            | 16 135             | 39 130                              | 14 809             | -                | 94 475                     | 397           | -            |
| King Cetshwayo | 1 249 871         | 1 269 895         | 610 794          | 48.1        | 7 733                              | -                           | -            | 46 923             | 108 733                             | 12 096             | 11 593           | 412 501                    | 5 997         | 5 216        |
| iLembe         | 1 002 288         | 1 046 170         | 40 430           | 3.9         | (77 987)                           | 599                         | -            | (97 442)           | 52 137                              | (5 705)            | 42 574           | 129 590                    | (3 337)       | -            |
| Harry Gwala    | 673 061           | 693 546           | 310 990          | 44.8        | 11 107                             | 7 929                       | -            | 31 147             | 65 561                              | 65 623             | 19 608           | 105 091                    | 4 923         | -            |
| <b>Total</b>   | <b>15 006 751</b> | <b>15 049 896</b> | <b>4 794 445</b> | <b>31.9</b> | <b>110 022</b>                     | <b>310 914</b>              | <b>3 511</b> | <b>221 913</b>     | <b>920 393</b>                      | <b>365 772</b>     | <b>370 473</b>   | <b>2 410 472</b>           | <b>74 391</b> | <b>6 584</b> |

Source: NT Igdatabase, downloaded 16 January 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.

- Municipalities in KwaZulu-Natal incurred *Capital expenditure* of R4.8 billion or 31.9 percent in aggregate against their Adjusted Budgets of R15 billion as at the end of December 2024 which is significantly below the target of 50 percent expected at the end of the second quarter of the 2024/25 financial year. The low *Capital expenditure* of R4.8 billion or 31.9 percent reported by the municipalities in KwaZulu-Natal is primarily attributable to delays in SCM processes and inaccurate reporting for a number of municipalities.
- The bulk of the total *Capital expenditure* as at the end of the second quarter of the 2024/25 financial year was spent on *Water* and *Waste water management* with R2.4 billion or 50.3 percent with the eThekweni Metro contributing the most in this category with R629.9 million or 26.1 percent followed by the Zululand District with R414.3 million or 17.2 percent and the King Cetshwayo District with R412.5 million or 17.1 percent.
- The lowest contributor towards the total *Capital expenditure* was *Community and Public safety – Health* with R3.5 million or 0.1 percent followed by *Other* with R6.6 million or 0.1 percent and *Trading Services – Waste management* with R74.4 million or 1.6 percent.
- It is noted with concern that negative figures were reported by the iLembe and uThukela Districts for a number of the *Capital expenditure* categories with the total *Capital expenditure* reported by the districts being positive.
- The eThekweni Metro with R1.7 billion or 36.4 percent contributed the most towards the total *Capital expenditure* of R4.8 billion followed by the King Cetshwayo District with R610.8 million or 12.7 percent and the Zululand District with R541 million or 11.3 percent.
- The iLembe, uThukela and Amajuba Districts with R40.4 million or 0.8 percent, R154.3 million or 3.2 percent and R173.2 million or 3.6 percent contributed the least to the total *Capital expenditure* of R4.8 billion.
- The iLembe District reported the lowest *Capital expenditure* against their Adjusted Budget with 3.9 percent followed by the uThukela District and the eThekweni Metro with 27.5 percent and 22.7 percent respectively as at the end of December 2024.
- The iLembe District reported *Capital expenditure* of only R40.4 million or 3.9 percent against their Adjusted Budget of R1 billion due to the Mandeni Local Municipality reporting negative *Capital expenditure* of R479.6 million or negative 375.9 percent against their Adjusted Budget of R127.6 million. The Mandeni Local Municipality indicated that during the first half of the 2024/25 financial year, a journal to incorporate all the audit adjustments was processed which contained errors and resulted

in negative *Capital expenditure* being reported. As per the municipality, the correct *Capital expenditure* amounted to R56.2 million or 44 percent as at the end of the second quarter of 2024/25 financial year.

- The low *Capital expenditure* reported by the uThukela District is mainly attributed to the Okhahlamba Local Municipality reporting negative R54 million or negative 80.6 percent against their Adjusted Budget of R67 million. The Okhahlamba Local Municipality indicated that the negative *Capital expenditure* reported was due to a reporting error and that they are engaging their service provider to resolve the reporting challenges. The municipality indicated that the correct *Capital expenditure* is R37.8 million or 56.4 percent.
- The eThekweni Metro attributed the *Capital expenditure* to challenges such as delays in SCM processes and issues with the contractor appointments including poor performance by some of contractors.

## 2.5 Debtors Age Analysis

**Table 5: Debtor Age Analysis per district (Total) as at the end of Quarter 2 – 2024/25**

| R'000          | 0 - 30 Days      |            | 30 - 60 Days     |            | 60- 90 Days      |            | Over 90 Days      |             | Total             |
|----------------|------------------|------------|------------------|------------|------------------|------------|-------------------|-------------|-------------------|
|                | Total            | %          | Total            | %          | Total            | %          | Total             | %           |                   |
| eThekwini      | 3 140 354        | 8.8        | 1 456 869        | 4.1        | 1 130 608        | 3.2        | 29 886 617        | 83.9        | 35 614 447        |
| Ugu            | 147 463          | 5.8        | 108 798          | 4.3        | 70 550           | 2.8        | 2 208 500         | 87.1        | 2 535 312         |
| uMgungundlovu  | 905 098          | 9.1        | 209 824          | 2.1        | 192 863          | 1.9        | 8 681 034         | 86.9        | 9 988 819         |
| uThukela       | 122 969          | 4.0        | 78 728           | 2.5        | 68 167           | 2.2        | 2 830 353         | 91.3        | 3 100 217         |
| uMzinyathi     | 39 159           | 3.8        | 32 352           | 3.1        | 27 507           | 2.6        | 943 325           | 90.5        | 1 042 343         |
| Amajuba        | 117 448          | 5.0        | 54 030           | 2.3        | 48 002           | 2.1        | 2 108 775         | 90.6        | 2 328 256         |
| Zululand       | 89 495           | 5.5        | 48 218           | 3.0        | 36 772           | 2.3        | 1 456 324         | 89.3        | 1 630 809         |
| uMkhanyakude   | 17 063           | 2.0        | 12 644           | 1.5        | 15 429           | 1.8        | 821 259           | 94.8        | 866 396           |
| King Cetshwayo | 439 500          | 32.4       | 51 059           | 3.8        | 40 406           | 3.0        | 825 175           | 60.8        | 1 356 141         |
| iLembe         | 173 223          | 8.2        | 78 191           | 3.7        | 58 604           | 2.8        | 1 806 390         | 85.4        | 2 116 407         |
| Harry Gwala    | 30 903           | 5.3        | 21 860           | 3.7        | 14 853           | 2.5        | 519 430           | 88.5        | 587 046           |
| <b>Total</b>   | <b>5 222 674</b> | <b>8.5</b> | <b>2 152 573</b> | <b>3.5</b> | <b>1 703 762</b> | <b>2.8</b> | <b>52 087 183</b> | <b>85.2</b> | <b>61 166 192</b> |

Source: NT Igdatabase, downloaded 16 January 2025.

**Table 6: Debtors by Customer Group (Total) as at the end of Quarter 2 – 2024/25**

| R'000          | Organs of State  |            | Commercial        |             | Household         |             | Other <sup>1</sup> |            | Total             |
|----------------|------------------|------------|-------------------|-------------|-------------------|-------------|--------------------|------------|-------------------|
|                | Total            | %          | Total             | %           | Total             | %           | Total              | %          |                   |
| eThekwini      | 1 704 382        | 4.8        | 7 785 364         | 21.9        | 25 981 814        | 73.0        | 142 887            | 0.4        | 35 614 447        |
| Ugu            | 181 604          | 7.2        | 419 138           | 16.5        | 1 922 426         | 75.8        | 12 144             | 0.5        | 2 535 312         |
| uMgungundlovu  | 270 076          | 2.7        | 1 493 126         | 14.9        | 7 821 036         | 78.3        | 404 581            | 4.1        | 9 988 819         |
| uThukela       | 491 529          | 15.9       | 629 735           | 20.3        | 1 947 294         | 62.8        | 31 659             | 1.0        | 3 100 217         |
| uMzinyathi     | 130 535          | 12.5       | 138 004           | 13.2        | 737 255           | 70.7        | 36 549             | 3.5        | 1 042 343         |
| Amajuba        | 93 898           | 4.0        | 176 453           | 7.6         | 2 017 184         | 86.6        | 40 721             | 1.7        | 2 328 256         |
| Zululand       | 329 342          | 20.2       | 271 678           | 16.7        | 938 857           | 57.6        | 90 932             | 5.6        | 1 630 809         |
| uMkhanyakude   | 184 584          | 21.3       | 208 262           | 24.0        | 413 105           | 47.7        | 60 445             | 7.0        | 866 396           |
| King Cetshwayo | 444 574          | 32.8       | 402 425           | 29.7        | 469 843           | 34.6        | 39 300             | 2.9        | 1 356 141         |
| iLembe         | 169 610          | 8.0        | 262 163           | 12.4        | 1 663 525         | 78.6        | 21 109             | 1.0        | 2 116 407         |
| Harry Gwala    | 128 480          | 21.9       | 74 620            | 12.7        | 335 993           | 57.2        | 47 954             | 8.2        | 587 046           |
| <b>Total</b>   | <b>4 128 613</b> | <b>6.7</b> | <b>11 860 967</b> | <b>19.4</b> | <b>44 248 333</b> | <b>72.3</b> | <b>928 279</b>     | <b>1.5</b> | <b>61 166 192</b> |

Source: NT Igdatabase, downloaded 16 January 2025.

<sup>1</sup> 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 second quarter of the 2024/25 financial year was R61.2 billion which represents an increase of R1.7 billion or 2.8 percent from R59.5 billion reported by municipalities as at the end of the first quarter of the 2024/25 financial year.
- At the end of the second quarter of the 2024/25 financial year, a substantial amount of debt totalling R52.1 billion or 85.2 percent was outstanding in the *Over 90 Days* category which represents an increase of R3.4 billion or 7.1 percent from R48.7 billion reported in the same age category as at the end of the first quarter of the 2024/25 financial year. As at 31 December 2024, the remaining Debtors per age category were as follows: *0-30 Days*: R5.2 billion or 8.5 percent; *30-60 Days*: R2.2 billion or 3.5 percent; and *60-90 Days*: R1.7 billion or 2.8 percent.
- The Debtors Age Analysis by *Customer group* indicates that a considerable portion of debt is owed by *Households* with R44.3 billion or 72.3 percent followed by *Commercial* with R11.9 billion or 19.4 percent and *Organs of State* with R4.1 billion or 6.7 percent.
- The Debtors owed by *Households* increased by R1.7 billion or 4.1 percent from R42.5 billion owed at the end of the first 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 Debtors are accurately billed and reported. Municipalities should continue to implement effective debt management and credit

control measures in order to improve their Debtors collection rates, which in turn will have a positive impact on their cash flows.

## 2.6 Creditors Age Analysis

**Table 7: Creditor Age Analysis per district (Total) as at the end of Quarter 2 – 2024/25**

| R'000          | 0 - 30 Days    |             | 30 - 60 Days   |             | 60 - 90 Days   |            | Over 90 Days     |             | Total            |
|----------------|----------------|-------------|----------------|-------------|----------------|------------|------------------|-------------|------------------|
|                | Total          | %           | Total          | %           | Total          | %          | Total            | %           |                  |
| eThekweni      | 647 074        | 97.4        | 1 042          | 0.2         | 2 825          | 0.4        | 13 725           | 2.1         | 664 666          |
| Ugu            | 44 950         | 5.4         | 35 779         | 4.3         | 37 167         | 4.4        | 719 511          | 85.9        | 837 407          |
| uMgungundlovu  | - 516 971      | (19.9)      | 314 600        | 12.1        | 122 207        | 4.7        | 2 677 294        | 103.1       | 2 597 130        |
| uThukela       | 22 705         | 30.3        | 4 999          | 6.7         | 7 059          | 9.4        | 40 097           | 53.6        | 74 861           |
| uMzinyathi     | 26 746         | 5.9         | 54 373         | 11.9        | 582            | 0.1        | 374 773          | 82.1        | 456 473          |
| Amajuba        | 79 246         | 11.7        | 153 432        | 22.6        | 26 955         | 4.0        | 418 176          | 61.7        | 677 809          |
| Zululand       | 68 078         | 12.6        | 31 128         | 5.8         | 56 024         | 10.4       | 384 014          | 71.2        | 539 243          |
| uMkhanyakude   | (52 394)       | (28.1)      | 56 800         | 30.5        | 10 637         | 5.7        | 171 482          | 91.9        | 186 525          |
| King Cetshwayo | 269 038        | 81.8        | 10 436         | 3.2         | 368            | 0.1        | 48 922           | 14.9        | 328 764          |
| iLembe         | 51 499         | 66.3        | 3 433          | 4.4         | 490            | 0.6        | 22 277           | 28.7        | 77 699           |
| Harry Gwala    | 17 288         | 93.0        | 234            | 1.3         | 100            | 0.5        | 969              | 5.2         | 18 591           |
| <b>Total</b>   | <b>657 258</b> | <b>10.2</b> | <b>666 255</b> | <b>10.3</b> | <b>264 413</b> | <b>4.1</b> | <b>4 871 240</b> | <b>75.4</b> | <b>6 459 166</b> |

Source: NT Igdatabase, downloaded 16 January 2025.

**Table 8: Creditor Category Analysis per district (Total) as at the end of Quarter 2 - 2024/25**

| R' 000                       | 0 - 30 Days    |             | 31 - 60 Days   |             | 61 - 90 Days   |            | Over 90 Days     |             | Total            |              |
|------------------------------|----------------|-------------|----------------|-------------|----------------|------------|------------------|-------------|------------------|--------------|
|                              | Amount         | %           | Amount         | %           | Amount         | %          | Amount           | %           | Amount           | %            |
| <b>Creditor Age Analysis</b> |                |             |                |             |                |            |                  |             |                  |              |
| Bulk Electricity             | (568 452)      | (28.2)      | 422 632        | 21.0        | 18 351         | 0.9        | 2 142 552        | 106.3       | 2 015 084        | 31.2         |
| Bulk Water                   | 436 432        | 22.1        | 95 814         | 4.8         | 178 815        | 9.0        | 1 267 043        | 64.1        | 1 978 104        | 30.6         |
| PAYE deductions              | 187 807        | 100.0       | 8              | 0.0         | 8              | 0.0        | 16               | 0.0         | 187 840          | 2.9          |
| VAT (output less input)      | (51 690)       | 101.4       | 660            | (1.3)       | -              | -          | 39               | (0.1)       | (50 991)         | (0.8)        |
| Pensions / Retirement        | 181 118        | 100.0       | 2              | 0.0         | -              | -          | 14               | 0.0         | 181 134          | 2.8          |
| Loan repayments              | (314)          | 35.5        | (0)            | 0.0         | (0)            | 0.0        | (571)            | 64.5        | (886)            | (0.0)        |
| Trade Creditors              | 349 264        | 22.3        | 88 410         | 5.6         | 33 649         | 2.1        | 1 097 227        | 70.0        | 1 568 550        | 24.3         |
| Auditor-General              | 4 527          | 35.9        | 6 039          | 47.8        | 1 159          | 9.2        | 901              | 7.1         | 12 626           | 0.2          |
| Other <sup>1</sup>           | 11 112         | 2.4         | 52 690         | 11.4        | 32 430         | 7.0        | 364 018          | 79.1        | 460 251          | 7.1          |
| Medical Aid deductions       | 107 453        | 100.0       | -              | -           | -              | -          | -                | -           | 107 453          | 1.7          |
| <b>Total</b>                 | <b>657 258</b> | <b>10.2</b> | <b>666 255</b> | <b>10.3</b> | <b>264 413</b> | <b>4.1</b> | <b>4 871 240</b> | <b>75.4</b> | <b>6 459 166</b> | <b>100.0</b> |

Source: NT Igdatabase, downloaded 16 January 2025.

<sup>1</sup> Include Misclassifications of Trade Creditors, Salary control and Retentions.

- The total debt owed by municipalities at the end of the second quarter of the 2024/25 financial year was R6.5 billion which represents a decrease of R603.5 million or 8.5 percent from R7.1 billion owed by municipalities as at end of the first quarter of the 2024/25 financial year.
- At the end of the second quarter of the 2024/25 financial year, a substantial amount of debt totalling R4.8 billion or 75.4 percent was outstanding in the *Over 90 Days* category representing an increase of R1 million or 27.4 percent from R3.8 billion reported in the same category as at the end of the first quarter of the 2024/25 financial year. It is concerning that R5.8 billion or 89.8 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 Richmond, uMsinga and Mandeni Local Municipalities reported no *Creditors* outstanding as at the end of the second quarter of the 2024/25 financial year, whilst the uMngeni, iMpendle and Okhahlamba Local Municipalities reported negative *Creditors* balances at the end of the second quarter of the 2024/25 financial year due to inaccurate data strings. Additionally, a total of 14 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 second quarter of the 2024/25 financial year remained positive.
- The majority of the outstanding *Creditors* relate to *Bulk electricity* of R2.015 billion or 31.2 percent followed by *Bulk Water* of R1.978 billion or 30.6 percent and *Trade Creditors* of R1.569 billion or 24.3 percent.
- It should be noted that negative R568.5 million was reported in the *0-30 Days* category under *Bulk electricity* which was mainly due to incorrect reporting by the Msunduzi Local Municipality. Furthermore, of the *Bulk electricity* outstanding *Creditors* balance of R2 billion, R2.1 billion or 106.3 percent was in the *Over 90 Days* category. This was mainly due to the fact that the Msunduzi, Ulundi,

eNdumeni, AbaQulusi, Newcastle and the Mthonjaneni Local Municipalities reported amounts in the *Over 90 Days* category owing to Eskom of R1.5 billion, R211.4 million, R147.9 million, R136.1 million, R71.4 million and R39.8 million respectively for unpaid electricity.

- The Msunduzi Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 November 2023. As per the December 2024 MFMA Section 41 report, Eskom reported that the municipality is not complying with the terms and conditions of the programme and therefore National Treasury issued a warning letter to the municipality. The municipality paid R630 million in December 2024 to Eskom.
- The Ulundi Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 June 2023. As per the December 2024 MFMA Section 41 report, the municipality is currently not complying with the terms and conditions of the programme and therefore National Treasury issued a warning letter to the municipality. The municipality paid R16.1 million on 06 December to Eskom.
- 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 December 2024, the municipality is currently not adhering to the terms and conditions of the debt relief programme. National Treasury has issued a final warning letter to the Municipality. The municipality paid R12 million in December 2024 to Eskom.
- The AbaQulusi Local Municipality has a payment arrangement with Eskom which it is currently honouring as per the MFMA Section 41 report for December 2024.
- The Newcastle Local Municipality has a payment arrangement with Eskom however according to the MFMA Section 41 report for December 2024, the municipality has not honoured the payment arrangement and a notice of breach was issued to the municipality on 09 December 2024.
- The Mthonjaneni Local Municipality applied for the National Treasury debt relief programme which was approved effective 01 July 2023. According to the December 2024 MFMA Section 41 report, the municipality is not adhering to the terms and conditions of the debt relief programme therefore National Treasury issued a final warning letter to the municipality. The payment arrangement instalment was honoured but the current account was not fully settled. The municipality paid R4.4 million to Eskom in December 2024.
- The *Bulk electricity* is understated as the Mpofana Local Municipality reported no amounts owed for *Bulk electricity* whilst the MFMA Section 41 report for December 2024 reflects an amount owed of R532.8 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 December 2024. Furthermore, Eskom indicated that the municipality's payment plan has still not been finalised. National Treasury therefore issued a final warning letter to the municipality.
- Of the *Bulk water* outstanding *Creditors* balance of R2 billion, R1.3 billion or 64.1 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 and the uMkhanyakude District Municipality reported amounts owing to the Water Boards of R525.4 million, R433.6 million, R233.9 million, R56.6 million and R17.5 million 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. The municipality has most recently paid an amount of R37.2 million to the water board on 03 January 2025. The uMngeni-uThukela Water Board sent a letter to the municipality on the 04 October 2024 requesting confirmation that the shortfall on payment currently being made will be paid in year four and five of the payment plan.
- The Ugu District Municipality has a payment arrangement with the uMngeni-uThukela Water Board and according to the MFMA Section 41 report for December 2024 from the water board, the

municipality has been complying with the payment plan with respect to the historic debt, however since March 2023, the municipality has not been settling the current invoices which are also accumulating interest. The municipality indicated that a revision of the payment plan is required as the municipality is facing significant financial constraints. A meeting was held on 10 January 2025 to address all non-payments and the default on the payment plan. A payment of R15.1 million was received by the uMngeni-uThukela Water Board from Ugu District Municipality on 09 January 2025.

- 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 31 December 2024 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 December 2024 reflects that the debt owed to the uMngeni-uThukela Water Board by the uMkhanyakude District Municipality of R47.3 million arose from operations and maintenance performed by the water board. The water board scheduled meetings with the municipality for 06 June 2024 and 07 June 2024 however, the municipality did not honour the meetings. The uMngeni-uThukela Water Board has sent the proposed contract to the municipality together with letters of demand.
- 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 December 2024, it was noted that the uThukela District Municipality owed the water board R155.7 million for unpaid Bulk water. As per the MFMA Section 41 Report, the water board met with the uThukela District Municipality on 12 June 2023 to discuss the overdue balance. The approved payment plan was received on 21 July 2023 and the municipality is now paying the water board according to the payment plan, however the municipality is currently two months behind on the payment plan.
- 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 December 2024, it was noted that the municipality owed the water board R1.1 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 they wish to terminate the Bulk Water Services Agreement. The uMngeni-uThukela Water Board Operation department has been instructed to continue with operations as further engagement occurs between the uThukela Water Board Executive, Department of Water and Sanitation and the municipality. Currently, communication is occurring at an Operational level with the municipality as there has been no formal meeting between the uMngeni-uThukela Water Board Executive and the Senior management of the municipality.



## 2.7 National Conditional Grants

**Table 9: National Conditional Grants -Summary, Quarter 2 – 2024/25**

| R'000  | DoRA 2024 Total Avail.<br>(Inc. Adjust.) | Unaudited Actual                     |             |
|--|--|--------------------------------------|-------------|
|  |  | Actual expenditure by municipalities | % Spent     |
| Programme and Project Preparation Support Grant                          | 40 000                                   | 867                                  | 2.2         |
| Local Government Financial Management Grant                              | 116 100                                  | 40 424                               | 34.8        |
| Infrastructure Skills Development Grant                                  | 29 500                                   | 16 372                               | 55.5        |
| Neighbourhood Development Partnership (Schedule 5B)                      | 234 635                                  | 40 770                               | 17.4        |
| Integrated Urban Development Grant                                       | 239 178                                  | 69 925                               | 29.2        |
| Municipal Disaster Recovery Grant  | 90 263                                   | 63 213                               | 70.0        |
| Public Transport Network Grant   | 971 411                                  | 151 665                              | 15.6        |
| Rural Road Assets Management Systems Grant                               | 27 137                                   | 5 569                                | 20.5        |
| Expanded Public Works Programme Integrated Grant (Municipality)          | 139 141                                  | 70 624                               | 50.8        |
| Integrated National Electrification Programme (Municipal) Grant          | 359 739                                  | 133 842                              | 37.2        |
| Energy Efficiency and Demand Side Management (Municipal) Grant           | 36 000                                   | 6 814                                | 18.9        |
| Regional Bulk Infrastructure Grant (Schedule 5B)                         | 428 744                                  | 261 778                              | 61.1        |
| Water Services Infrastructure Grant (Schedule 5B)                        | 1 070 000                                | 471 407                              | 44.1        |
| Metro Informal Settlements Partnership Grant                             | 785 485                                  | 234 364                              | 29.8        |
| Municipal Infrastructure Grant   | 3 623 842                                | 1 438 356                            | 39.7        |
| <b>Total Direct Transfers</b>  | <b>8 191 175</b>                         | <b>3 005 990</b>                     | <b>36.7</b> |
| <b>Allocation In Kind</b>  |  |                                      |             |
| Neighbourhood Development Partnership (Schedule 6B)                      | 24 700                                   | -                                    | -           |
| Municipal Systems Improvement Grant (Schedule 6B)                        | 31 346                                   | -                                    | -           |
| Integrated National Electrification Programme (Allocation in-kind) Grant | 418 341                                  | -                                    | -           |
| Water Services Infrastructure Grant (Schedule 6B)                        | 200 000                                  | -                                    | -           |
| Municipal Infrastructure Grant (Schedule 6B)                             | 20 000                                   |                                      |             |
| <b>Total Allocations in kind</b>   | <b>694 387</b>                           |                                      |             |
| <b>Total</b>   | <b>8 885 562</b>                         | <b>3 005 990</b>                     | <b>33.8</b> |

Source: NT Igdatabase, downloaded 16 January 2025.

- In terms of the Division of Revenue Act, Act No. 24 of 2024 (DoRA), direct allocations to all 54 municipalities in KwaZulu-Natal, including the eThekweni Metro, amounted to R8.2 billion while allocations in-kind amounted to R694.4 million, totalling R8.9 billion. The aggregate expenditure reported of R3 billion or 36.7 percent against the total direct allocation of R8.2 billion which is significantly below the straight-line projection of 50 percent expected as at the end of the second quarter of the 2024/25 financial year is primarily as a result of inaccurate reporting by a number of municipalities.
- The total Municipal Infrastructure Grant (MIG) allocation to all the municipalities within the province was R3.6 billion, excluding allocations to the uMhlathuze and Ray Nkonyeni Local Municipalities as well as the eThekweni Metro. The eThekweni Metro receives the Programme and Project Preparation Support Grant (PPPSG) while the uMhlathuze and Ray Nkonyeni Local Municipalities receive the Integrated Urban Development Grant (IUDG), therefore none of these municipalities receive the MIG allocation. As at the end of the second quarter of the 2024/25 financial year, R1.4 billion or 39.7 percent was reported against the total MIG allocation of R3.6 billion. The reported performance against the total MIG allocation is distorted as negative amounts were reported by the Okhahlamba, Mandeni, and Inkosi uMtubatuba Local Municipalities. Excluding the negative amounts reported by the three (3) municipalities, R1.7 billion or 46.1 percent was spent against the total MIG allocation of R3.6 billion as at the end of second quarter of the 2024/25 financial year.

- The Okhahlamba Local Municipality reported expenditure of negative R116 million against the MIG allocation due to system challenges which resulted in the uploading of incorrect data strings to the National Treasury GoMuni Upload Portal. The municipality indicated that R29.6 million or 69.3 percent was spent against the MIG allocation of R42.7 million as at 31 December 2024.
- The Mandeni Local Municipality reported expenditure of negative R111.3 million against the MIG allocation due to system challenges which resulted in the uploading of incorrect data strings to the National Treasury GoMuni Upload Portal.
- The Inkosi uMtubatuba Local Municipality reported expenditure of negative R6.5 million against their MIG allocation due to challenges with their financial system. The municipality indicated that expenditure of R19.6 million or 53.3 percent was spent against the MIG allocation of R36.8 million as at the end of December 2024.
- A total of six municipalities reported expenditure of less than 40 percent against their MIG allocations for the 2024/25 financial year as at the end of December 2024 while four (4) municipalities (the uThukela, Amajuba and uMkhanyakude District Municipalities as well as the eNdumeni Local Municipality) reported no expenditure against their MIG allocations.
- The total IUDG allocation to the Ray Nkonyeni and uMhlathuze Local Municipalities was R239.2 million of which R69.9 million or 29.2 percent was spent as at the end of the second quarter of the 2024/25 financial year.
- The PPPSG allocation to the eThekweni Metro was R40 million of which R867 000 or 2.2 percent was spent as at the end of the second quarter of the 2024/25 financial year.
- The total Water Services Infrastructure Grant (WSIG) allocation to the municipalities within the province was R1.1 billion. As at the end of the second quarter of the 2024/25 financial year, R471.4 million or 44.1 percent was reported against the allocations to municipalities.
- The uMzinyathi and Harry Gwala District Municipalities reported expenditure of less than 40 percent against their WSIG allocations for the 2024/25 financial year as at the end of December 2024 while two the uThukela and Amajuba District Municipalities reported no expenditure against their WSIG allocations.
- It was also noted that the Okhahlamba Local Municipality reported negative R6.2 million against the Financial Management Grant (FMG), negative R16.7 million against the Integrated National Electrification Programme Grant (INEP) and negative R9 million against the Expanded Public Works Programme Integrated Grant (EPWP).
- The Mandeni Local Municipality also reported negative R817 000 against the FMG allocation, negative R9 million against the INEP allocation and negative R3.6 million against the EPWP allocation.

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

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

The results of the assessment against the above criteria are set out in Annexure J. However, the reliability and credibility of the MFMA Section 71 reports are a serious concern for KZN Provincial Treasury due to the quality of the data strings submitted by municipalities. It is noted that certain municipalities experience challenges with their financial systems as well as with the capturing of financial data in accordance with the mSCOA segments. These problems cause errors in the data strings submitted by municipalities as well as inaccuracies in the financial information relating to cash flow (reflecting unrealistic Cash and cash equivalents balances) and balance sheet budgeting. As a result, some of the municipalities identified as having serious financial problems based on the MFMA Section 71 reports are questionable. For example, 26 municipalities in the province have been flagged as meeting the criteria for having serious financial

problems based on the quarter two MFMA Section 71 figures, however, upon further scrutiny, 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 five (5) of the 10 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 four (4) municipalities; and
- The negative audit opinion was the only criteria for one (1) municipality however, the municipality does not display any other signals of financial problems as at the end of the second quarter of the 2024/25 financial year.

The remaining 16 municipalities have been identified as meeting the criteria for having serious financial problems as shown in Table 10.

**Table 10: Municipalities meeting the criteria of having financial problems**

| No. | Name of Municipality | No. | Name of Municipality |
|-----|----------------------|-----|----------------------|
| 1   | Ugu DM               | 9   | eMadlangeni          |
| 2   | Mpofana              | 10  | Amajuba DM           |
| 3   | iMpendle             | 11  | AbaQulusi            |
| 4   | Msunduzi             | 12  | Nongoma              |
| 5   | uThukela DM          | 13  | Ulundi               |
| 6   | eNdumeni             | 14  | Inkosi uMtubatuba    |
| 7   | uMzinyathi DM        | 15  | uMkhanyakude DM      |
| 8   | Newcastle            | 16  | Mthonjaneni          |

Source: KZN Provincial Treasury.

Included in the list of the 16 municipalities identified as meeting the criteria for having financial problems are seven (7) municipalities which are listed in Table 11 that have also been identified by National Treasury as being in financial distress. In addition, four (4) of the seven (7) municipalities listed in Table 11 are also under intervention in terms of Sections 139(1)(b) of the Constitution whilst two (2) are supported as per Section 154 of the Constitution.

**Table 11: Municipalities in financial distress as per National Treasury**

| No. | Name of Municipality | Intervention/Support |
|-----|----------------------|----------------------|
| 1   | Mpofana              | Section 139(1)(b)    |
| 2   | Msunduzi             | Section 154          |
| 3   | uThukela DM          | Section 139(1)(b)    |
| 4   | uMzinyathi DM        | Section 139(1)(b)    |
| 5   | AbaQulusi            | N/A                  |
| 6   | Inkosi uMtubatuba    | Section 154          |
| 7   | uMkhanyakude DM      | Section 139(1)(b)    |

Source: KZN Provincial Treasury.

Provincial Treasury provided support to five (5) of the seven (7) municipalities in financial distress whilst National Treasury provided support to the Msunduzi Local Municipality. In the previous financial year, Finance experts were deployed to the uMkhanyakude, uThukela, uMzinyathi District Municipalities as well as the Mpofana and Inkosi uMtubatuba Local Municipalities. Provincial Treasury is currently providing the Mpofana Local Municipality with Financial Management Support. 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. A second Advisor is currently supporting the uMkhanyakude District Municipality and Inkosi uMtubatuba Local Municipality. Additionally, the third Technical Advisor supports the Mpofana Local Municipality, while the fourth Advisor supports the AbaQulusi Local Municipality.

The remaining 9 municipalities shown in Table 12 also meet the criteria for having financial problems based on the financial performance as at the end of quarter two of the 2024/25 financial year and will need to be

closely monitored going forward. Moreover, it should be noted the iMpendle, eNdumeni, Ulundi and Mthonjaneni Local Municipalities are also supported by National Treasury MFIP IIIx Technical advisors.

**Table 12: Municipalities meeting the criteria of having financial problems based on Quarter 2 figures – 2024/25**

| No. | Name of Municipality | No. | Name of Municipality |
|-----|----------------------|-----|----------------------|
| 1   | Ugu DM               | 6   | Amajuba DM           |
| 2   | iMpendle             | 7   | Nongoma              |
| 3   | eNdumeni             | 8   | Ulundi               |
| 4   | Newcastle            | 9   | Mthonjaneni          |
| 5   | eMadlangeni          |     |                      |

Source: KZN Provincial Treasury.

## **2.9 Non Compliance with the MFMA Reporting Requirements**

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

As at the end of the second quarter of the 2024/25 financial year which covers October to December 2024, all the municipalities in the province successfully uploaded their monthly data strings to the National Treasury GoMuni Upload Portal.

## 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 2024/25 departmental financial year was signed by the MEC for Finance on 05 April 2024. 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 2022/23 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 approve the annual combined plan and to monitor progress with the implementation of the plan. The Combined municipal support plan was communicated to the KZN Department of Co-Operative Governance and Traditional Affairs (COGTA) to include it in the Provincial municipal audit outcomes turnaround plan. The combined 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 support plan for the 2024/25 departmental financial year includes the following support initiatives to be provided by Provincial Treasury at the identified municipalities. The support for the 2024/25 departmental financial year was confirmed with the leadership of the identified municipalities to obtain their commitment and co-operation for the respective support initiatives by Provincial Treasury. The implementation of the plan commenced during the fourth quarter of the 2023/24 municipal financial year and will continue during the 2024/25 financial year until March 2025:

**Table 13: Progress on the implementation of the approved 2024/25 KZN PT Combined municipal support plan**

| Sub-Programme and Support Initiative  | Municipalities identified for support   |  |
|---|---|--|
| <b>Municipal Accounting and Reporting</b>   |   |  |
| <ul style="list-style-type: none"> <li>Review of 2023/24 Annual Financial Statements (AFS):<br/>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.</li> </ul>   | 1. eDumbe<br>2. Big 5 Hlabisa<br>3. uMshwathi<br>4. KwaDukuza                 | 5. Richmond<br>6. uMzimkhulu<br>7. Maphumulo<br>8. Johannes Phumani Phungula (uBuhlebezwe) |
|   | <i>Support continued during the quarter</i>                                   |  |
| <ul style="list-style-type: none"> <li>Financial Management Support:<br/>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.</li> </ul>   | 1. Mpofana<br>2. eMadlangeni<br>3. Harry Gwala DM                             | 4. Jozini<br>5. Ulundi   |
|   | <i>Support continued during the quarter</i>                                   |  |
| <b>Municipal Support Programme</b>  |   |  |
| <ul style="list-style-type: none"> <li>Specialised Support - Post Implementation Assessments of AFS Reviews conducted in the prior year:<br/>Support includes an assessment to determine if the key recommendations provided to the municipality during the 2022/23 AFS Review have been implemented.<br/>A risk-based approach will be applied, including support assisting on high level review with recommendations of audit readiness taking cognisance of prior recommendations, key accounting records and interim financial statements (where available)</li> </ul>  | 1. uMshwathi *<br>2. eDumbe *<br>3. Johannes Phumani Phungula (uBuhlebezwe) * | 4. uMngeni *<br>5. Dr. Nkosazana Dlamini Zuma *  |
|   | <i>* Support completed</i>  |  |
| <ul style="list-style-type: none"> <li>Specialised Support - Cash Management<br/>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 implementing Interim Finance committee</li> </ul>  | 1. iMpendle<br>2. eMadlangeni<br>3. Nkandla                                   |  |
|   | <i>Support continued during the quarter</i>                                   |  |
| <b>Municipal Revenue and Debt Management</b>  |   |  |
| <ul style="list-style-type: none"> <li>Municipal Revenue and Debt Management project<br/>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, procedures 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.<br/>Support is also provided with regards to the Eskom Municipal Debt Relief Programme in line with MFMA Circular 124.</li> </ul> | 1. Ulundi   |  |
|   | <i>Support continued during the quarter</i>                                   |  |

Source: KZN PT

| Sub-Programme and Support Initiative   | Municipalities identified for support   |   |
|--|---|---|
| <b>Provincial Internal Audit Services</b><br>· Support initiatives to be provided:<br>* Risk Assessments and Risk Management Maturity Review<br>* Internal Audit Capacity Building<br>* Review of Internal Audit and Audit Committee function<br>* Establishment of Disciplinary Board   | 1. eMadlangeni *<br>2. Mpošana *<br>3. eDumbe *<br>4. Big 5 Hlabisa *<br>5. Nkandla *<br>6. uMkhanyakude DM *<br>7. Jozini *<br>8. uMzinyathi DM<br><br>* Support completed | 9. iNkosi Langalibalele *<br>10. uMuziwabantu<br>11. Mkhambathini<br>12. AbaQulusi *<br>13. uPhongolo<br>14. Dannhauser<br>15. Inkosi uMtubatuba *<br>16. uMngeni * |
| <b>Infrastructure Management</b><br>Support will be 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 cognisance of applicable expertise available.   | 1. uMzinyathi DM<br><br>Support continued during the quarter  | 2. Johannes Phumani Phungulu (uBuhlebezwe)  |
| <b>Supply Chain Management (SCM)</b><br>· Technical Support<br>* Technical Support in the review and alignment of SCM policies, SOPS, bidding documents, checklists and structure.<br>* 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.<br>* Review of Quotations and Bid management process and establish controls and checklists to mitigate procurement non-compliance.<br>* 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. | 1. eMadlangeni<br>2. Harry Gwala DM<br>3. Mpošana<br>4. uMkhanyakude DM<br>5. iMpendle<br>6. Jozini<br>7. Ulundi<br><br>Support continued during the quarter                | 8. Ugu<br>9. uMzinyathi DM<br>10. iNkosi Langalibalele<br>11. Nquthu<br>12. Amajuba DM<br>13. uThukela DM   |
| · Training:<br>Provision of training to all municipalities, including Bid Committees, CSD and uploading of employee information, CIDB Infrastructure Procurement, Contract Management, Quotations Management   | All KZN Municipalities  |   |
| <b>Public Private Partnerships (PPP)</b><br>· Advisory and Regulatory support<br>Support will be based on the requirements of Section 120 of the MFMA, read with the PPP Regulations and the PPP Practice Notes issued by National Treasury.<br>The support will extend to technical, legal, financial advisory and regulatory support to public sector institutions from the conceptualization of potential projects through to complete closeout (i.e. from inception through to contract management phases).  | 1. uMhlathuze<br>2. KwaDukuza   | 3. iLembe DM  |
| · PPP Training   | 1. Harry Gwala DM<br>2. Ugu DM *<br><br>* Training completed  | 3. Mandeni *<br>4. Okhahlamba *   |

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 2 - 2024/25

| R'000                               |                            | Original Budget | Adjusted Budget | Unaudited Actual | % Generated | Detail           |           |                        |                  |   |                 |          |                                  |   |           |                      |                          |                     |                     |                |                      |                               |                     |                                       | Non-exchange Revenue |           |                     |                             |             |                         |   |  |  |  |  |  |  |
|-------------------------------------|----------------------------|-----------------|-----------------|------------------|-------------|------------------|-----------|------------------------|------------------|---|-----------------|----------|----------------------------------|---|-----------|----------------------|--------------------------|---------------------|---------------------|----------------|----------------------|-------------------------------|---------------------|---------------------------------------|----------------------|-----------|---------------------|-----------------------------|-------------|-------------------------|---|--|--|--|--|--|--|
|                                     |                            |                 |                 |                  |             | Exchange Revenue |           |                        |                  |   |                 |          |                                  |   |           | Non-exchange Revenue |                          |                     |                     |                |                      |                               |                     |                                       |                      |           |                     |                             |             |                         |   |  |  |  |  |  |  |
|                                     |                            |                 |                 |                  |             | Electricity      | Water     | Waste Water Management | Waste Management | Sale of Goods and Rendering of Services | Agency services | Interest | Interest earned from Receivables | Interest earned from Current and Non Current Assets | Dividends | Rent on Land         | Rental from Fixed Assets | Licence and Permits | Operational Revenue | Property rates | Surcharges and Taxes | Fines, penalties and forfeits | Licences or permits | Transfers and subsidies - Operational | Interest             | Fuel Levy | Operational Revenue | Gains on disposal of Assets | Other Gains | Discontinued Operations |   |  |  |  |  |  |  |
| A                                   | KZN2000 eThekweni          | 56 060 883      | 56 060 883      | 30 651 814       | 54.7        | 9 954 637        | 3 418 201 | 633 486                | 527 668          | 149 277                                 | 15 279          | 976      | 787 672                          | 373 073   | -         | 159                  | 490 111                  | 1 762               | 196 929             | 7 279 091      | 154 688              | 14 991                        | 26 078              | 3 748 981                             | 350 304              | 2 495 244 | -                   | 32 841                      | 366         | -                       |   |  |  |  |  |  |  |
| B                                   | KZN212 uMdoni              | 403 171         | 403 171         | 238 823          | 59.2        | 1                | -         | -                      | 7 340            | 10 568                                  | 786             | -        | 985                              | 5 762   | -         | -                    | 3 941                    | 7                   | 236                 | 68 185         | -                    | 1                             | 1 371               | 142 453                               | (2 811)              | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN213 uMzumbi             | 205 972         | 205 972         | 135 322          | 65.7        | -                | -         | -                      | -                | 2                                       | -               | -        | -                                | 2 539   | -         | -                    | 62                       | -                   | 751                 | -              | -                    | 20                            | 131 948             | -                                     | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN214 uMuziwabantu        | 228 672         | 228 672         | 135 904          | 59.4        | 23 264           | -         | -                      | 1 215            | 58                                      | 260             | -        | -                                | 2 762   | -         | -                    | 55                       | -                   | 1 176               | 12 087         | -                    | 8                             | 358                 | 94 377                                | 284                  | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN216 Ray Nkonyeni        | 1 270 142       | 1 271 998       | 769 111          | 60.5        | 97 198           | -         | -                      | 45 119           | 8 132                                   | 2 720           | -        | 4 891                            | 6 584   | -         | -                    | 2 494                    | 275                 | 474                 | 344 320        | -                    | 8 552                         | 3 997               | 227 309                               | 17 044               | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| C                                   | DC21 Ugu DM                | 1 367 249       | 1 367 249       | 844 040          | 61.7        | -                | 222 890   | 68 217                 | -                | 1 483                                   | -               | -        | 40 312                           | 5 472   | -         | -                    | 44                       | -                   | 1 514               | -              | -                    | -                             | -                   | 504 109                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| Total: Ugu Municipalities           |                            | 3 475 206       | 3 477 062       | 2 123 201        | 61.1        | 120 464          | 222 890   | 68 217                 | 53 675           | 20 243                                  | 3 765           | -        | 46 188                           | 23 118  | -         | -                    | 6 597                    | 283                 | 4 151               | 424 592        | -                    | 8 560                         | 5 746               | 1 100 195                             | 14 517               | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN221 uMshwathi           | 234 907         | 234 907         | 147 709          | 62.9        | -                | -         | -                      | 1 754            | 335                                     | 1 483           | -        | 447                              | 3 585   | -         | -                    | 370                      | 10                  | 124                 | 27 253         | -                    | 18                            | -                   | 108 982                               | 3 349                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN222 uMngeni             | 614 613         | 614 613         | 305 953          | 49.8        | 59 053           | -         | -                      | 8 693            | 2 982                                   | -               | -        | 1 328                            | 2 187   | -         | -                    | 688                      | 2 015               | 1 427               | 138 037        | -                    | 2 018                         | -                   | 83 372                                | 4 173                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN223 Mpofana             | 205 989         | 205 989         | 79 082           | 38.4        | 25 008           | -         | -                      | 2 723            | 195                                     | -               | -        | 107                              | 208   | -         | -                    | 114                      | 2 462               | 3 070               | 7 930          | -                    | 616                           | -                   | 36 864                                | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN224 Mpendle             | 73 347          | 73 347          | 38 610           | 52.6        | -                | -         | -                      | 49               | 9                                       | -               | -        | -                                | 347   | -         | -                    | 402                      | 25                  | 250                 | 7 163          | -                    | -                             | -                   | 30 225                                | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN225 Msunduzi            | 8 963 903       | 8 963 903       | 4 418 382        | 49.3        | 1 763 911        | 570 360   | 122 842                | 72 652           | 8 356                                   | 1 494           | -        | 166 183                          | 13 604  | -         | -                    | 15 382                   | 1 116               | 35 422              | 891 666        | -                    | 6 626                         | -                   | 889 907                               | 57 164               | -         | -                   | 1 697                       | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN226 Mkhambathini        | 151 400         | 151 400         | 103 553          | 68.4        | -                | -         | -                      | 280              | 556                                     | -               | -        | -                                | 1 016   | -         | -                    | 73                       | 3 532               | 664                 | 15 777         | -                    | 1                             | -                   | 81 652                                | -                    | -         | -                   | 1                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN227 Richmond            | 150 764         | 150 764         | 107 137          | 71.1        | -                | -         | -                      | 538              | 186                                     | -               | 14       | 233                              | 1 499   | -         | -                    | 472                      | 18                  | 358                 | 23 080         | -                    | 223                           | 1 200               | 78 151                                | 1 167                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| C                                   | DC22 uMgungundlovu DM      | 1 496 646       | 1 502 378       | 917 235          | 61.1        | -                | 227 918   | 31 288                 | -                | 65                                      | -               | -        | 51 009                           | 18 476  | -         | -                    | -                        | -                   | -                   | -              | -                    | -                             | -                   | 588 479                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| Total: uMgungundlovu Municipalities |                            | 11 891 569      | 11 897 301      | 6 117 660        | 51.4        | 1 847 972        | 798 278   | 154 129                | 86 688           | 12 685                                  | 3 117           | 14       | 219 093                          | 40 921  | -         | -                    | 17 481                   | 9 178               | 41 315              | 1 110 906      | -                    | 9 500                         | 1 200               | 1 697 633                             | 65 852               | -         | -                   | 1 698                       | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN235 Okhahlamba          | 252 263         | 252 263         | 158 617          | 68.3        | -                | -         | -                      | 979              | 438                                     | 850             | -        | 512                              | 2 736   | -         | -                    | 631                      | 1 052               | 52                  | 15 257         | -                    | 70                            | 188                 | 131 539                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN237 Nkosi Langalibalele | 796 768         | 796 768         | 465 324          | 58.4        | 155 361          | -         | -                      | 5 230            | 183                                     | 9               | -        | 20 095                           | 4 510   | -         | -                    | 329                      | 168                 | 940                 | 74 670         | -                    | 461                           | 814                 | 192 426                               | 10 098               | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN238 Alfred Duma         | 1 468 841       | 1 471 939       | 686 811          | 46.7        | 278 460          | -         | -                      | 20 213           | 830                                     | 1 346           | -        | 8 264                            | 21 372  | -         | -                    | 1 587                    | 1 859               | 1 346               | 173 299        | -                    | 11 632                        | -                   | 150 592                               | 14 615               | -         | 1 397               | -                           | -           | -                       | - |  |  |  |  |  |  |
| C                                   | DC23 uThukela DM           | 1 030 991       | 1 030 991       | 635 648          | 61.7        | -                | 84 184    | 9 573                  | -                | 254                                     | -               | -        | 34 158                           | 3 084   | -         | -                    | -                        | -                   | 7 973               | -              | -                    | 365                           | -                   | 496 056                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| Total: uThukela Municipalities      |                            | 3 528 863       | 3 531 961       | 1 946 399        | 55.1        | 433 821          | 84 184    | 9 573                  | 26 422           | 1 704                                   | 2 205           | -        | 63 029                           | 31 703  | -         | -                    | 2 547                    | 3 079               | 10 312              | 263 226        | -                    | 12 558                        | 1 002               | 970 614                               | 29 025               | -         | -                   | 1 397                       | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN241 eNdameni            | 463 127         | 463 127         | 227 126          | 49.0        | 70 547           | -         | -                      | 14 192           | 294                                     | -               | -        | 2 313                            | 712   | -         | -                    | 435                      | 134                 | 174                 | 67 852         | -                    | 12 547                        | 1 617               | 55 964                                | -                    | -         | -                   | 447                         | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN242 Nguthu              | 311 031         | 311 031         | 219 421          | 70.5        | 16 490           | -         | -                      | 1 016            | 16 490                                  | -               | 19       | 369                              | 3 150   | -         | -                    | 400                      | -                   | 1 590               | 37 107         | -                    | 1 035                         | 420                 | 156 004                               | 1 748                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN244 uMhlanga            | 301 820         | 301 820         | 193 588          | 64.1        | -                | -         | -                      | 542              | 172                                     | -               | -        | -                                | 8 953   | -         | -                    | 347                      | 46                  | 6 753               | 195            | -                    | 4                             | -                   | 176 577                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN245 uMvoti              | 444 521         | 444 521         | 237 218          | 53.4        | 56 174           | -         | -                      | 7 538            | 2 121                                   | -               | -        | -                                | 2 553   | -         | -                    | 270                      | 1 351               | 138                 | 24 811         | -                    | 2                             | -                   | 142 260                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| C                                   | DC24 uMzinyathi DM         | 698 248         | 674 333         | 463 359          | 68.7        | -                | 32 891    | 6 269                  | -                | 2                                       | -               | -        | 28 283                           | 3 545   | -         | -                    | 277                      | -                   | 4                   | -              | -                    | -                             | -                   | 392 089                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| Total: Umzinyathi Municipalities    |                            | 2 218 747       | 2 194 831       | 1 340 712        | 61.1        | 143 211          | 32 891    | 6 269                  | 23 288           | 2 661                                   | -               | 19       | 30 865                           | 18 913  | -         | -                    | 1 729                    | 1 485               | 1 952               | 136 523        | -                    | 13 778                        | 2 041               | 922 894                               | 1 748                | -         | -                   | 447                         | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN252 Newcastle           | 2 480 656       | 2 480 656       | 1 497 321        | 60.4        | 487 983          | 118 180   | 71 822                 | 56 549           | 3 929                                   | -               | -        | 1 596                            | 2 255   | -         | -                    | 5 374                    | -                   | 380                 | 222 720        | -                    | 2 170                         | 11                  | 521 959                               | 2 533                | -         | -                   | (142)                       | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN253 eMadlangeni         | 131 416         | 131 416         | 72 941           | 55.5        | 9 497            | -         | -                      | 1 361            | 178                                     | -               | -        | 766                              | 1 085   | -         | -                    | 722                      | 1 138               | 70                  | 22 276         | -                    | 352                           | -                   | 32 277                                | 3 220                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN254 Dannhauser          | 203 167         | 203 167         | 120 245          | 59.2        | -                | -         | -                      | 767              | 196                                     | 463             | -        | -                                | 1 565   | -         | -                    | 9                        | -                   | -                   | 19 399         | -                    | (93)                          | -                   | 93 068                                | 4 885                | -         | -                   | -                           | 2           | -                       | - |  |  |  |  |  |  |
| C                                   | DC25 Amajuba DM            | 329 787         | 329 787         | 188 649          | 57.2        | -                | 10 731    | 3 110                  | -                | 15                                      | -               | -        | 3 951                            | 3 789   | -         | -                    | 12                       | -                   | 269                 | -              | -                    | -                             | 26                  | 166 744                               | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| Total: Amajuba Municipalities       |                            | 3 145 026       | 3 145 026       | 1 879 155        | 59.8        | 497 480          | 128 912   | 74 932                 | 58 677           | 4 318                                   | 463             | -        | 6 314                            | 8 693   | -         | -                    | 6 118                    | 1 138               | 719                 | 264 396        | -                    | 2 504                         | (56)                | 814 048                               | 10 638               | -         | -                   | (139)                       | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN261 eDumbe              | 238 603         | 238 603         | 140 628          | 58.9        | 22 127           | -         | -                      | 1 558            | 36                                      | -               | -        | 2 816                            | 576   | -         | -                    | 875                      | 162                 | 198                 | 25 237         | -                    | 951                           | 438                 | 83 323                                | 2 317                | -         | -                   | -                           | -           | 16                      | - |  |  |  |  |  |  |
| B                                   | KZN262 uPhongolo           | 338 065         | 338 065         | 218 389          | 64.6        | 34 947           | -         | -                      | 6 001            | 307                                     | 626             | -        | 1                                | 2 470   | -         | -                    | 273                      | 863                 | 698                 | 18 780         | -                    | 517                           | -                   | 152 307                               | 599                  | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN263 Abaqulusi           | 755 023         | 755 023         | 406 400          | 53.6        | 152 151          | 36 095    | 17 055                 | 18 703           | 1 397                                   | -               | -        | 11 263                           | 1 265   | -         | -                    | 446                      | 1 603               | 232                 | 68 912         | -                    | 2 153                         | -                   | 95 124                                | -                    | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN265 Nongoma             | 259 215         | 259 215         | 188 377          | 72.7        | -                | -         | -                      | 1 099            | 70                                      | -               | -        | -                                | 985   | -         | -                    | 126                      | 559                 | 0                   | 31 631         | -                    | 47                            | 264                 | 152 856                               | 691                  | -         | 49                  | -                           | -           | -                       | - |  |  |  |  |  |  |
| B                                   | KZN266 Ulundi              | 504 215         | 504 215         | 337 142          | 66.9        | 46 139           | -         | -                      | 6 506            | 436                                     | 819             | -        | 14                               | 959   | -         | -                    | 512                      | 92                  | 64                  | 110 249        | -                    | 210                           | -                   | 169 763                               | 1 380                | -         | -                   | -                           | -           | -                       | - |  |  |  |  |  |  |
| C                                   | DC26 Zululand DM           | 865 670         | 865 670         | 580 974          | 67.1        | -                | 30 318    | 9 172                  | -                | 114                                     | -               | -        | 393                              | 3   |           |                      |                          |                     |                     |                |                      |                               |                     |                                       |                      |           |                     |                             |             |                         |   |  |  |  |  |  |  |

Annexure B: Operating Expenditure - As at the end of Quarter 2 - 2024/25

| R'000                               |         |                      |            |            | Detail          |                 |                  |         |                        |                       |                              |                    |                 |                               |          |                     |                         |                                 |                   |
|-------------------------------------|---------|----------------------|------------|------------|-----------------|-----------------|------------------|---------|------------------------|-----------------------|------------------------------|--------------------|-----------------|-------------------------------|----------|---------------------|-------------------------|---------------------------------|-------------------|
|                                     |         |                      |            |            | Original Budget | Adjusted Budget | Unaudited Actual | % Spent | 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 |
| A                                   | KZN2000 | eThekwini            | 55 640 744 | 55 640 744 | 27 831 109      | 50.0            | 6 746 071        | 75 382  | 8 816 105              | 1 751 143             | 2 125 521                    | 1 464 654          | 526 604         | 3 113 498                     | 289 201  | -                   | 1 450 455               | 4                               | 1 472 471         |
| B                                   | KZN212  | uMdoni               | 452 715    | 452 715    | 191 687         | 42.3            | 78 736           | 8 526   | -                      | 1 755                 | -                            | 21 010             | -               | 55 105                        | 610      | -                   | 25 945                  | -                               | -                 |
| B                                   | KZN213  | uMzumb               | 206 492    | 206 492    | 112 747         | 54.6            | 43 828           | 12 527  | -                      | 1 286                 | -                            | -                  | 29              | 34 109                        | 2 933    | -                   | 18 034                  | -                               | -                 |
| B                                   | KZN214  | uMuziwabantu         | 270 512    | 270 512    | 129 455         | 47.9            | 45 640           | 5 527   | 33 225                 | 587                   | -                            | -                  | 1               | 18 530                        | 2 000    | -                   | 23 944                  | -                               | -                 |
| B                                   | KZN216  | Ray Nkonyeni         | 1 249 698  | 1 250 931  | 597 033         | 47.7            | 252 970          | 17 569  | 77 226                 | 6 649                 | -                            | 37 217             | 2               | 112 553                       | 11 021   | 2 750               | 79 076                  | -                               | -                 |
| B                                   | DC21    | Ugu DM               | 857 923    | 857 923    | 771 776         | 90.0            | 294 561          | 6 895   | -                      | 118 833               | 13 613                       | 116 272            | 26 160          | 62 358                        | -        | 4 653               | 128 424                 | -                               | 7                 |
| Total: Ugu Municipalities           |         |                      | 3 037 340  | 3 038 573  | 1 802 698       | 59.3            | 715 735          | 51 044  | 110 452                | 129 111               | 13 613                       | 174 500            | 26 193          | 282 655                       | 16 563   | 7 403               | 275 423                 | -                               | 7                 |
| B                                   | KZN221  | uMshwathi            | 289 246    | 289 246    | 110 808         | 38.3            | 49 610           | 6 830   | -                      | 228                   | -                            | 9 472              | -               | 24 468                        | 2 671    | -                   | 17 529                  | -                               | -                 |
| B                                   | KZN222  | uMngeni              | 614 180    | 614 180    | 282 044         | 45.9            | 75 008           | 5 572   | 105 721                | 1 744                 | -                            | 29 214             | 49              | 33 191                        | 639      | -                   | 30 905                  | -                               | -                 |
| B                                   | KZN223  | Mpofana              | 192 830    | 192 830    | 123 932         | 64.3            | 34 697           | 1 512   | 50 276                 | 4 386                 | -                            | 3 723              | 9 600           | 11 200                        | 4        | -                   | 8 533                   | -                               | -                 |
| B                                   | KZN224  | iMpendle             | 73 316     | 73 316     | 47 852          | 65.3            | 27 355           | 2 427   | -                      | -                     | -                            | 5 385              | 177             | 6 741                         | 1 177    | -                   | 4 505                   | -                               | 84                |
| B                                   | KZN225  | Msunduzi             | 8 380 271  | 8 380 271  | 3 758 819       | 44.9            | 828 331          | 28 619  | 1 666 651              | 562 882               | -                            | 196 552            | 9 922           | 362 403                       | 26 081   | 5 409               | 72 241                  | -                               | (273)             |
| B                                   | KZN226  | Mkhambathini         | 157 981    | 157 981    | 97 633          | 61.8            | 29 774           | 3 244   | -                      | 3 534                 | -                            | 7 910              | -               | 36 351                        | -        | -                   | 16 821                  | -                               | -                 |
| B                                   | KZN227  | Richmond             | 172 981    | 172 981    | 81 822          | 47.3            | 39 610           | 3 349   | -                      | 1 656                 | 3 304                        | 8 565              | 9               | 12 643                        | -        | -                   | 12 687                  | -                               | -                 |
| C                                   | DC22    | uMgungundlovu DM     | 1 386 036  | 1 353 142  | 758 521         | 56.1            | 177 007          | 8 385   | -                      | 106 207               | 199 143                      | 30 485             | 7 875           | 122 962                       | 12 700   | -                   | 41 971                  | -                               | 51 787            |
| Total: uMgungundlovu Municipalities |         |                      | 11 266 842 | 11 233 948 | 5 261 432       | 46.8            | 1 261 392        | 59 938  | 1 822 648              | 680 638               | 202 447                      | 291 307            | 27 632          | 609 958                       | 43 271   | 5 409               | 205 193                 | -                               | 51 598            |
| B                                   | KZN235  | Okhahlamba           | 251 944    | 251 944    | 142 005         | 56.4            | 69 069           | 5 829   | -                      | 1 089                 | 3 735                        | 16 642             | -               | 24 891                        | 118      | 291                 | 20 342                  | -                               | -                 |
| B                                   | KZN237  | iNkosi Langalibalele | 846 295    | 846 295    | 387 318         | 45.8            | 136 006          | 9 958   | 135 694                | 12 665                | -                            | -                  | 810             | 68 847                        | -        | -                   | 23 338                  | -                               | -                 |
| B                                   | KZN238  | Alfred Duma          | 1 468 841  | 1 471 939  | 602 998         | 41.0            | 209 584          | 15 262  | 220 459                | 19 134                | -                            | 42 389             | 79              | 38 035                        | 283      | -                   | 57 773                  | -                               | -                 |
| B                                   | DC23    | uThukela DM          | 967 232    | 967 232    | 360 578         | 37.3            | 221 520          | 3 022   | -                      | 14 899                | -                            | 42 209             | 184             | 45 839                        | -        | -                   | 32 906                  | -                               | -                 |
| Total: uThukela Municipalities      |         |                      | 3 534 312  | 3 537 410  | 1 492 900       | 42.2            | 636 179          | 34 071  | 356 152                | 47 788                | 3 735                        | 101 240            | 1 073           | 177 612                       | 400      | 291                 | 134 359                 | -                               | -                 |
| B                                   | KZN241  | eNdumeni             | 459 107    | 459 107    | 227 826         | 49.6            | 77 037           | 2 433   | 104 914                | 1 434                 | 1                            | -                  | 2 058           | 23 562                        | 409      | -                   | 15 940                  | -                               | 37                |
| B                                   | KZN242  | Nquthu               | 322 072    | 322 072    | 135 160         | 42.0            | 55 321           | 8 512   | 21 932                 | 354                   | -                            | -                  | -               | 24 225                        | 640      | 594                 | 23 583                  | -                               | -                 |
| B                                   | KZN244  | uMsinga              | 297 637    | 297 637    | 125 464         | 42.2            | 59 929           | 2 813   | -                      | 14                    | -                            | -                  | -               | 35 934                        | -        | -                   | 26 773                  | -                               | -                 |
| B                                   | KZN245  | uMvoti               | 480 371    | 480 371    | 214 825         | 44.7            | 76 049           | 6 129   | 48 421                 | 1 646                 | 1 673                        | 13 064             | 5               | 36 231                        | 1 280    | -                   | 30 328                  | -                               | -                 |
| C                                   | DC24    | uMzinyathi DM        | 667 458    | 671 903    | 309 142         | 46.0            | 143 596          | 3 778   | -                      | 14 678                | -                            | 39 445             | 148             | 60 004                        | 3 400    | -                   | 44 093                  | -                               | -                 |
| Total: Umzinyathi Municipalities    |         |                      | 2 226 646  | 2 231 091  | 1 012 416       | 45.4            | 411 933          | 23 665  | 175 267                | 18 126                | 1 674                        | 52 509             | 2 211           | 179 955                       | 5 730    | 594                 | 140 717                 | -                               | 37                |
| B                                   | KZN252  | Newcastle            | 2 617 460  | 2 617 460  | 1 351 858       | 51.6            | 352 647          | 15 611  | 341 251                | 112 505               | 4 444                        | 215 790            | 13 039          | 167 440                       | -        | 18 098              | 111 034                 | -                               | -                 |
| B                                   | KZN253  | eMadlangeni          | 124 022    | 124 022    | 67 935          | 54.8            | 28 260           | 2 350   | 12 706                 | 823                   | -                            | 4 182              | (1)             | 11 612                        | -        | 494                 | 7 510                   | -                               | -                 |
| B                                   | KZN254  | Dannhauser           | 172 696    | 172 696    | 70 634          | 40.9            | 17 831           | 2 107   | -                      | 40                    | -                            | 8 647              | 2 793           | 24 357                        | -        | -                   | 14 859                  | -                               | -                 |
| C                                   | DC25    | Amajuba DM           | 256 615    | 256 615    | 163 943         | 63.9            | 74 685           | 4 785   | -                      | 10 829                | (8 098)                      | 10 105             | 536             | 51 720                        | -        | 83                  | 19 299                  | -                               | -                 |
| Total: Amajuba Municipalities       |         |                      | 3 170 793  | 3 170 793  | 1 654 371       | 52.2            | 473 424          | 24 853  | 353 957                | 124 198               | (3 654)                      | 238 723            | 16 367          | 255 128                       | -        | 18 674              | 152 701                 | -                               | -                 |
| B                                   | KZN261  | eDumbe               | 237 120    | 237 120    | 93 776          | 39.5            | 42 602           | 3 750   | 25 917                 | -                     | -                            | -                  | 115             | 13 208                        | -        | 167                 | 8 017                   | -                               | -                 |
| B                                   | KZN262  | uPhongolo            | 330 181    | 330 181    | 174 656         | 52.9            | 70 519           | 5 433   | 24 003                 | 15 364                | 2 930                        | 13 003             | 0               | 16 836                        | -        | -                   | 26 569                  | -                               | -                 |
| B                                   | KZN263  | AbaQulusi            | 876 649    | 876 649    | 496 625         | 56.7            | 116 520          | 9 358   | 149 495                | 29 799                | -                            | 69 831             | 9 750           | 66 177                        | 188      | -                   | 45 508                  | -                               | -                 |
| B                                   | KZN265  | Nongoma              | 220 760    | 220 760    | 119 721         | 54.2            | 59 789           | 9 423   | -                      | 1 764                 | -                            | 10 334             | 763             | 24 772                        | 16       | 995                 | 11 866                  | -                               | -                 |
| B                                   | KZN266  | Ulundi               | 506 819    | 506 819    | 283 588         | 56.0            | 72 210           | 7 932   | 85 908                 | 3 798                 | -                            | 20 968             | 5 341           | 61 909                        | -        | 11                  | 25 510                  | -                               | -                 |
| C                                   | DC26    | Zululand DM          | 767 636    | 767 636    | 439 111         | 57.2            | 165 489          | 5 442   | -                      | 5 321                 | -                            | 56 032             | 6 022           | 104 808                       | 116      | -                   | 95 879                  | -                               | -                 |
| Total: Zululand Municipalities      |         |                      | 2 939 166  | 2 939 166  | 1 607 477       | 54.7            | 527 129          | 41 338  | 285 323                | 56 045                | 2 930                        | 170 168            | 21 991          | 287 710                       | 320      | 1 173               | 213 349                 | -                               | -                 |
| B                                   | KZN271  | uMhlabyalingana      | 290 504    | 290 504    | 119 681         | 41.2            | 46 498           | 7 393   | -                      | 139                   | -                            | 14 711             | 2               | 23 841                        | 3 752    | 173                 | 23 172                  | -                               | -                 |
| B                                   | KZN272  | Jozini               | 330 314    | 330 314    | 208 783         |                 |                  |         |                        |                       |                              |                    |                 |                               |          |                     |                         |                                 |                   |

Annexure C: Capital Revenue (Source of finance) - As at the end of Quarter 2 - 2024/25

| R'000                                |         |                            |            |            |           | Detail             |                  |                       |                            |                                |                            |           |
|--------------------------------------|---------|----------------------------|------------|------------|-----------|--------------------|------------------|-----------------------|----------------------------|--------------------------------|----------------------------|-----------|
|                                      |         |                            |            |            |           | Sources of Finance |                  |                       |                            | Transfers recognised - capital |                            |           |
|                                      |         |                            |            |            |           |                    |                  |                       |                            | Borrowing                      | Internally generated funds |           |
|                                      |         |                            |            |            |           | National Govt.     | Provincial Govt. | District Municipality | Other transfers and grants |                                |                            |           |
| A                                    | KZN2000 | eThekwin                   | 7 680 538  | 7 680 538  | 1 745 597 | 22.7               | 1 006 880        | 34 985                | -                          | -                              | 296 187                    | 407 546   |
| B                                    | KZN212  | uMdoni                     | 50 041     | 50 041     | 26 446    | 52.8               | 14 658           | -                     | -                          | -                              | -                          | 11 788    |
| B                                    | KZN213  | uMzumbe                    | 63 420     | 63 420     | 50 931    | 80.3               | 28 251           | -                     | -                          | -                              | -                          | 22 680    |
| B                                    | KZN214  | uMuziwabantu               | 28 555     | 28 555     | 12 968    | 45.4               | 11 689           | -                     | -                          | -                              | -                          | 1 279     |
| B                                    | KZN216  | Ray Nkonyeni               | 187 558    | 188 012    | 62 923    | 33.5               | 43 807           | -                     | -                          | -                              | 252                        | 18 864    |
| B                                    | DC21    | Ugu DM                     | 270 733    | 270 733    | 203 947   | 75.3               | 197 929          | -                     | -                          | -                              | -                          | 6 018     |
| Total: Ugu Municipalities            |         |                            | 600 308    | 600 761    | 357 215   | 59.5               | 296 334          | -                     | -                          | -                              | 252                        | 60 629    |
| B                                    | KZN221  | uMshwathi                  | 48 924     | 48 924     | 15 544    | 31.8               | 13 808           | -                     | -                          | -                              | -                          | 1 737     |
| B                                    | KZN222  | uMngeni                    | 79 811     | 79 811     | 0         | 0.0                | 0                | -                     | -                          | -                              | -                          | -         |
| B                                    | KZN223  | Mpofana                    | 18 099     | 18 099     | 3 806     | 21.0               | 4 271            | -                     | -                          | -                              | -                          | (465)     |
| B                                    | KZN224  | iMpindle                   | 29 840     | 29 840     | 29 223    | 97.9               | 29 094           | -                     | -                          | -                              | -                          | 128       |
| B                                    | KZN225  | Msunduzi                   | 823 982    | 823 982    | 125 113   | 15.2               | 77 023           | 33 543                | -                          | -                              | 10 750                     | 3 797     |
| B                                    | KZN226  | Mkhambathini               | 21 859     | 21 859     | 10 952    | 50.1               | 7 068            | -                     | -                          | -                              | -                          | 3 885     |
| B                                    | KZN227  | Richmond                   | 22 214     | 22 214     | 12 206    | 54.9               | 10 788           | 1 226                 | -                          | -                              | -                          | 192       |
| C                                    | DC22    | uMgungundlovu DM           | 184 264    | 157 943    | 68 811    | 43.6               | 65 741           | -                     | -                          | -                              | -                          | 3 070     |
| Total: uMgungundlovu Municipalities  |         |                            | 1 228 992  | 1 202 671  | 265 655   | 22.1               | 207 792          | 34 769                | -                          | -                              | 10 750                     | 12 343    |
| B                                    | KZN235  | Okhahlamba                 | 66 997     | 66 997     | (53 997)  | (80.6)             | 7 374            | (3 623)               | -                          | -                              | -                          | (57 748)  |
| B                                    | KZN237  | iNkosi Langalibalele       | 47 804     | 47 804     | 28 663    | 60.0               | 28 312           | -                     | -                          | -                              | -                          | 350       |
| B                                    | KZN238  | Alfred Duma                | 136 473    | 138 428    | 63 978    | 46.2               | 44 419           | 739                   | -                          | -                              | -                          | 18 820    |
| B                                    | DC23    | uThukela DM                | 308 529    | 308 529    | 114 876   | 37.2               | 114 837          | -                     | -                          | -                              | -                          | 39        |
| Total: uThukela Municipalities       |         |                            | 559 803    | 561 758    | 153 520   | 27.3               | 194 942          | (2 884)               | -                          | -                              | -                          | (38 538)  |
| B                                    | KZN241  | eNdumeni                   | 28 655     | 28 655     | 12 588    | 43.9               | 11 841           | -                     | -                          | -                              | -                          | 747       |
| B                                    | KZN242  | Nquthu                     | 80 208     | 80 208     | 42 169    | 52.6               | 18 544           | 2 118                 | -                          | -                              | -                          | 21 507    |
| B                                    | KZN244  | uMsinga                    | 67 270     | 67 270     | 35 372    | 52.6               | 30 310           | 1 862                 | -                          | -                              | -                          | 3 201     |
| B                                    | KZN245  | uMvoti                     | 60 936     | 60 936     | 25 972    | 42.6               | 23 931           | -                     | -                          | -                              | -                          | 2 041     |
| C                                    | DC24    | uMzinyathi DM              | 281 989    | 264 655    | 91 982    | 34.8               | 91 110           | -                     | -                          | -                              | -                          | 872       |
| Total: uMzinyathi Municipalities     |         |                            | 519 058    | 501 724    | 208 084   | 41.5               | 175 736          | 3 980                 | -                          | -                              | -                          | 28 368    |
| B                                    | KZN252  | Newcastle                  | 173 486    | 173 486    | 54 222    | 31.3               | 49 706           | 531                   | -                          | -                              | -                          | 3 985     |
| B                                    | KZN253  | eMadlangeni                | 29 228     | 29 228     | 43 845    | 150.0              | 41 415           | -                     | -                          | -                              | -                          | 2 430     |
| B                                    | KZN254  | Dannhauser                 | 36 051     | 36 051     | 15 977    | 44.3               | 12 146           | -                     | -                          | -                              | -                          | 3 831     |
| C                                    | DC25    | Amajuba DM                 | 113 267    | 113 267    | 58 764    | 51.9               | 58 406           | -                     | -                          | -                              | -                          | 359       |
| Total: Amajuba Municipalities        |         |                            | 352 032    | 352 032    | 172 808   | 49.1               | 161 673          | 531                   | -                          | -                              | -                          | 10 604    |
| B                                    | KZN261  | eDumbe                     | 24 581     | 24 581     | 17 554    | 71.4               | 17 150           | -                     | -                          | -                              | -                          | 405       |
| B                                    | KZN262  | uPhongolo                  | 56 883     | 56 883     | 33 186    | 58.3               | 15 195           | 6 152                 | -                          | -                              | -                          | 11 839    |
| B                                    | KZN263  | AbaQulusi                  | 54 044     | 54 044     | 26 967    | 49.9               | 25 108           | 1 489                 | -                          | -                              | -                          | 370       |
| B                                    | KZN265  | Nongoma                    | 35 857     | 35 857     | 12 599    | 35.1               | 12 354           | -                     | -                          | -                              | -                          | 244       |
| B                                    | KZN266  | Ulundi                     | 43 761     | 43 761     | 35 025    | 80.0               | 23 641           | -                     | -                          | -                              | -                          | 11 384    |
| C                                    | DC26    | Zululand DM                | 500 421    | 500 421    | 414 366   | 82.8               | 414 314          | -                     | -                          | -                              | -                          | 52        |
| Total: Zululand Municipalities       |         |                            | 715 547    | 715 547    | 539 697   | 75.4               | 507 762          | 7 641                 | -                          | -                              | -                          | 24 294    |
| B                                    | KZN271  | uMhlabyalingana            | 41 546     | 41 546     | 14 279    | 34.4               | 12 960           | -                     | -                          | -                              | -                          | 1 318     |
| B                                    | KZN272  | Jozini                     | 74 084     | 74 084     | 54 238    | 73.2               | 33 994           | -                     | -                          | -                              | -                          | 20 244    |
| B                                    | KZN275  | iNkosi uMtubatuba          | 54 762     | 54 762     | 11 977    | 21.9               | 2 934            | 2 160                 | -                          | -                              | -                          | 6 883     |
| B                                    | KZN276  | Big Five Hlabisa           | 29 980     | 29 980     | 14 883    | 49.6               | 13 484           | -                     | -                          | -                              | -                          | 1 399     |
| C                                    | DC27    | uMkhanyakude DM            | 214 806    | 214 806    | 97 224    | 45.3               | 94 276           | -                     | -                          | -                              | -                          | 2 948     |
| Total: uMkhanyakude Municipalities   |         |                            | 415 177    | 415 177    | 192 602   | 46.4               | 157 649          | 2 160                 | -                          | -                              | -                          | 32 793    |
| B                                    | KZN281  | uMfolozi                   | 42 895     | 42 895     | 33 799    | 78.8               | 30 579           | 2 449                 | -                          | -                              | -                          | 771       |
| B                                    | KZN282  | uMhlathuze                 | 610 994    | 627 805    | 279 983   | 44.6               | 129 902          | -                     | -                          | -                              | 148 557                    | 1 524     |
| B                                    | KZN284  | uMlalazi                   | 66 090     | 66 090     | 33 534    | 50.7               | 26 666           | 966                   | -                          | -                              | -                          | 5 902     |
| B                                    | KZN285  | Mthonjaneni                | 30 720     | 30 720     | 15 760    | 51.3               | 14 493           | -                     | -                          | -                              | -                          | 1 267     |
| B                                    | KZN286  | Nkandla                    | 34 164     | 34 164     | 14 079    | 41.2               | 12 921           | -                     | -                          | -                              | -                          | 1 158     |
| C                                    | DC28    | King Cetshwayo DM          | 465 008    | 468 221    | 233 639   | 49.9               | 218 654          | -                     | -                          | -                              | -                          | 14 984    |
| Total: King Cetshwayo Municipalities |         |                            | 1 249 871  | 1 269 895  | 610 794   | 48.1               | 433 216          | 3 414                 | -                          | -                              | 148 557                    | 25 606    |
| B                                    | KZN291  | Mandeni                    | 127 600    | 127 600    | (479 629) | (375.9)            | (216 313)        | (687)                 | -                          | -                              | (3 881)                    | (258 748) |
| B                                    | KZN292  | KwaDukuza                  | 328 573    | 328 573    | 280 192   | 85.3               | 178 425          | 2                     | -                          | -                              | -                          | 101 765   |
| B                                    | KZN293  | Ndwedwe                    | 41 194     | 41 194     | 37 488    | 91.0               | 21 283           | -                     | -                          | -                              | -                          | 16 205    |
| B                                    | KZN294  | Maphumulo                  | 23 810     | 23 810     | 21 985    | 92.3               | 20 189           | 12                    | -                          | -                              | -                          | 1 785     |
| C                                    | DC29    | iLembe DM                  | 481 111    | 524 994    | 180 393   | 34.4               | 126 032          | -                     | -                          | -                              | 49 738                     | 4 624     |
| Total: Ilembe Municipalities         |         |                            | 1 002 288  | 1 046 170  | 40 430    | 3.9                | 129 616          | (674)                 | -                          | -                              | 45 857                     | (134 370) |
| B                                    | KZN433  | Greater Kokstad            | 105 308    | 105 308    | 53 392    | 50.7               | 29 327           | 7 929                 | -                          | -                              | -                          | 16 136    |
| B                                    | KZN434  | Johannes Phumani Phungula  | 62 504     | 62 504     | 36 188    | 57.9               | 17 995           | -                     | -                          | -                              | -                          | 18 192    |
| B                                    | KZN435  | uMzimkhulu                 | 92 387     | 92 387     | 43 927    | 47.5               | 24 114           | 9 230                 | -                          | -                              | -                          | 10 582    |
| B                                    | KZN436  | Dr. Nkosazana Dlamini Zuma | 90 551     | 90 551     | 31 130    | 34.4               | 16 069           | -                     | -                          | -                              | -                          | 15 061    |
| C                                    | DC43    | Harry Gwala DM             | 322 312    | 342 797    | 146 353   | 42.7               | 129 993          | -                     | -                          | -                              | -                          | 16 361    |
| Total: Harry Gwala Municipalities    |         |                            | 673 061    | 693 546    | 310 990   | 44.8               | 217 499          | 17 160                | -                          | -                              | -                          | 76 331    |
| Total                                |         |                            | 14 996 675 | 15 039 820 | 4 597 390 | 30.6               | 3 489 098        | 101 081               | -                          | -                              | 501 603                    | 505 607   |

Source: NT Igdatabase

Annexure D: Capital Expenditure - As at the end of Quarter 2 - 2024/25

| R'000                                |         |                      | Original Budget | Adjusted Budget | Unaudited Actual | % Spent | 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            | 7 680 538       | 7 680 538       | 1 745 597        | 22.7    | 6 217                 | 55 315                     | 226            | 37 650                      | 57 141               | 6 819         | 265 871 | 3 511  | 150 291                             | 240 110        | 8 465               | 227 494          | 313 078          | 316 809          | 53 733     | 2 868   |
| B                                    | KZN212  | uMdoni               | 50 041          | 50 041          | 26 446           | 52.8    | -                     | 4 390                      | -              | 4 192                       | 2 608                | -             | -       | -      | -                                   | 15 255         | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN213  | uMzumbe              | 63 420          | 63 420          | 50 931           | 80.3    | -                     | 13 819                     | -              | 399                         | -                    | -             | -       | -      | 22 733                              | 13 887         | -                   | -                | -                | -                | 94         | -       |
| B                                    | KZN214  | uMuziwabantu         | 28 555          | 28 555          | 12 968           | 45.4    | -                     | -                          | -              | -                           | -                    | -             | -       | -      | -                                   | 12 968         | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN216  | Ray Nkonyeni         | 187 558         | 188 012         | 62 923           | 33.5    | -                     | 2 238                      | -              | -                           | -                    | 414           | -       | -      | 52 373                              | 6 552          | 452                 | 137              | -                | -                | 757        | -       |
| C                                    | DC21    | Ugu DM               | 270 733         | 270 733         | 203 947          | 75.3    | -                     | 2 487                      | -              | -                           | -                    | -             | -       | -      | -                                   | -              | -                   | -                | 104 889          | 96 571           | -          | -       |
| Total: Ugu Municipalities            |         |                      | 600 308         | 600 761         | 357 215          | 59.5    | -                     | 22 934                     | -              | 4 591                       | 2 608                | 414           | -       | -      | 75 106                              | 48 663         | 452                 | 137              | 104 889          | 96 571           | 850        | -       |
| B                                    | KZN221  | uMshwathi            | 48 924          | 48 924          | 15 544           | 31.8    | -                     | 641                        | -              | -                           | -                    | -             | -       | -      | 14 636                              | 238            | -                   | -                | -                | -                | 30         | -       |
| B                                    | KZN222  | uMngeni              | 79 811          | 79 811          | 35 840           | 44.9    | -                     | 3 999                      | -              | 3 581                       | -                    | -             | -       | -      | -                                   | 20 185         | -                   | 8 075            | -                | -                | -          | -       |
| B                                    | KZN223  | Mpofana              | 18 099          | 18 099          | 4 205            | 23.2    | -                     | (102)                      | -              | -                           | 713                  | -             | -       | -      | -                                   | 3 530          | -                   | 64               | -                | -                | -          | -       |
| B                                    | KZN224  | iMpendle             | 29 840          | 29 840          | 29 223           | 97.9    | -                     | 26                         | -              | 102                         | -                    | -             | -       | -      | 462                                 | 28 632         | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN225  | Msunduzi             | 823 982         | 823 982         | 282 806          | 34.3    | 18 390                | 22 849                     | (66)           | 2 375                       | 6 946                | 211           | 36 226  | -      | 10 074                              | 85 966         | 11                  | (1 443)          | 59 214           | 34 884           | 7 179      | (10)    |
| B                                    | KZN226  | Mkhambathini         | 21 859          | 21 859          | 10 952           | 50.1    | -                     | 842                        | -              | 5 067                       | -                    | 87            | -       | -      | -                                   | 4 957          | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN227  | Richmond             | 24 090          | 24 090          | 12 637           | 52.5    | 150                   | 79                         | -              | -                           | 104                  | -             | -       | -      | 1 310                               | 10 994         | -                   | -                | -                | -                | -          | -       |
| C                                    | DC22    | uMgungundlovu DM     | 184 264         | 157 943         | 68 811           | 43.6    | -                     | 2 950                      | -              | 60                          | -                    | 37            | -       | -      | -                                   | -              | -                   | -                | 65 763           | -                | -          | -       |
| Total: uMgungundlovu Municipalities  |         |                      | 1 230 869       | 1 204 548       | 460 018          | 38.2    | 18 540                | 31 284                     | (66)           | 11 186                      | 7 763                | 334           | 36 226  | -      | 26 483                              | 154 502        | 11                  | 6 696            | 124 978          | 34 884           | 7 208      | (10)    |
| B                                    | KZN235  | Okhahlamba           | 66 997          | 66 997          | (53 997)         | (80.6)  | -                     | (20 278)                   | -              | (819)                       | -                    | (5 535)       | -       | -      | (21 075)                            | (587)          | -                   | -                | -                | -                | (2 078)    | (3 623) |
| B                                    | KZN237  | iNkosi Langalibalele | 47 804          | 47 804          | 28 887           | 60.4    | 53                    | 162                        | -              | 80                          | -                    | -             | -       | -      | 2 975                               | 18 167         | -                   | 7 451            | -                | -                | -          | -       |
| B                                    | KZN238  | Alfred Duma          | 136 473         | 138 428         | 63 978           | 46.2    | 32                    | 15 161                     | -              | 2 366                       | 1 989                | 70            | 20      | -      | 156                                 | 28 579         | -                   | 12 425           | -                | 3 180            | -          | -       |
| C                                    | DC23    | uThukela DM          | 308 529         | 308 529         | 115 403          | 37.4    | -                     | 39                         | -              | -                           | -                    | -             | -       | -      | -                                   | -              | -                   | -                | 115 365          | -                | -          | -       |
| Total: uThukela Municipalities       |         |                      | 559 803         | 561 758         | 154 272          | 27.5    | 85                    | (4 916)                    | -              | 1 626                       | 1 989                | (5 466)       | 20      | -      | (17 945)                            | 46 160         | -                   | 19 876           | 115 365          | 3 180            | (2 078)    | (3 623) |
| B                                    | KZN241  | eNdumeni             | 28 655          | 28 655          | 12 588           | 43.9    | 585                   | 83                         | -              | 1 962                       | 482                  | -             | -       | -      | 39                                  | 8 653          | -                   | 783              | -                | -                | -          | -       |
| B                                    | KZN242  | Nquthu               | 80 208          | 80 208          | 42 169           | 52.6    | -                     | 600                        | -              | 21 758                      | 3 140                | 2             | -       | -      | 360                                 | 10 372         | -                   | 2 118            | -                | -                | 3 818      | -       |
| B                                    | KZN244  | uMsinga              | 67 270          | 67 270          | 35 372           | 52.6    | -                     | 2 132                      | -              | 112                         | -                    | 957           | -       | -      | 72                                  | 32 099         | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN245  | uMvoti               | 60 936          | 60 936          | 25 972           | 42.6    | 52                    | 1 224                      | -              | 7 959                       | 2 023                | 46            | -       | -      | 101                                 | 13 949         | -                   | 296              | -                | -                | 323        | -       |
| C                                    | DC24    | uMzinyathi DM        | 281 989         | 264 655         | 91 982           | 34.8    | 97                    | 179                        | -              | 176                         | -                    | -             | -       | -      | 21                                  | -              | -                   | 89 940           | 1 569            | -                | -          | -       |
| Total: Umzinyathi Municipalities     |         |                      | 519 058         | 501 724         | 208 084          | 41.5    | 734                   | 4 219                      | -              | 31 967                      | 5 646                | 1 005         | -       | -      | 593                                 | 65 074         | -                   | 3 197            | 89 940           | 1 569            | 4 141      | -       |
| B                                    | KZN252  | Newcastle            | 173 486         | 173 486         | 54 222           | 31.3    | -                     | 2 448                      | -              | 332                         | 5 747                | 74            | 268     | -      | 55                                  | 27 367         | -                   | 2 180            | 13 936           | 577              | -          | 1 240   |
| B                                    | KZN253  | eMadlangeni          | 29 228          | 29 228          | 43 845           | 150.0   | 76                    | 904                        | -              | -                           | -                    | 18            | -       | -      | -                                   | 29 024         | -                   | 12 929           | -                | -                | -          | 893     |
| B                                    | KZN254  | Dannhauser           | 43 381          | 43 381          | 16 368           | 37.7    | -                     | 132                        | -              | -                           | -                    | -             | -       | -      | 16 171                              | -              | -                   | -                | -                | -                | 66         | -       |
| C                                    | DC25    | Amajuba DM           | 113 267         | 113 267         | 58 764           | 51.9    | -                     | 24                         | -              | 1 060                       | -                    | -             | -       | -      | -                                   | 18 965         | -                   | -                | 34 758           | 3 958            | -          | -       |
| Total: Amajuba Municipalities        |         |                      | 359 362         | 359 362         | 173 200          | 48.2    | 76                    | 3 507                      | -              | 1 391                       | 5 747                | 92            | 268     | -      | 16 225                              | 75 356         | -                   | 15 109           | 48 694           | 4 535            | 66         | 2 133   |
| B                                    | KZN261  | eDumbe               | 24 581          | 24 581          | 17 554           | 71.4    | -                     | 405                        | -              | -                           | -                    | -             | -       | -      | 13 159                              | -              | -                   | 3 990            | -                | -                | -          | -       |
| B                                    | KZN262  | uPhongolo            | 56 883          | 56 883          | 33 186           | 58.3    | -                     | 802                        | -              | 776                         | 14 902               | 363           | -       | -      | 4 621                               | 1 085          | -                   | 8 147            | -                | -                | 2 490      | -       |
| B                                    | KZN263  | AbaQulusi            | 54 044          | 54 044          | 28 247           | 52.3    | -                     | 325                        | 45             | 12 732                      | 1 840                | -             | -       | -      | 1 489                               | 9 903          | -                   | 1 913            | -                | -                | -          | -       |
| B                                    | KZN265  | Nongoma              | 35 857          | 35 857          | 12 599           | 35.1    | (14)                  | 456                        | -              | -                           | -                    | (209)         | -       | -      | -                                   | 12 354         | -                   | -                | 12               | -                | -          | -       |
| B                                    | KZN266  | Ulundi               | 43 761          | 43 761          | 35 025           | 80.0    | -                     | 1 020                      | -              | 17 154                      | 4 860                | 226           | -       | -      | -                                   | 1 626          | -                   | 10 138           | -                | -                | -          | -       |
| C                                    | DC26    | Zululand DM          | 500 595         | 500 595         | 414 366          | 82.8    | -                     | 52                         | -              | -                           | -                    | -             | -       | -      | -                                   | -              | -                   | 414 314          | -                | -                | -          | -       |
| Total: Zululand Municipalities       |         |                      | 715 721         | 715 721         | 540 976          | 75.6    | (14)                  | 3 059                      | 45             | 30 663                      | 21 602               | 380           | -       | -      | 19 270                              | 24 967         | -                   | 24 189           | 414 325          | -                | 2 490      | -       |
| B                                    | KZN271  | uMhlabuyalingana     | 41 546          | 41 546          | 14 279           | 34.4    | -                     | 921                        | -              | -                           | -                    | -             | -       | -      | -                                   | 12 960         | -                   | -                | -                | -                | 397        | -       |
| B                                    | KZN272  | Jozini               | 74 779          | 74 779          | 54 274           | 72.6    | -                     | 17 588                     | -              | 65                          | 6 809                | -             | -       | -      | 4 548                               | 25 066         | -                   | 199              | -                | -                | -          | -       |
| B                                    | KZN275  | iNkosi uMthubatuba   | 54 762          | 54 762          | 12 210           | 22.3    | -                     | 5 239                      | -              | 233                         | 4 190                | 125           | -       | -      | 2 160                               | 263            | -                   | -                | -                | -                | -          | -       |
| B                                    | KZN276  | Big Five Hlabisa     | 29 980          | 29 980          | 14 883           | 49.6    | -                     | 1 227                      | -              | 1 495                       | 1 769                | 1 449         | -       | -      | 8 101                               | 841            | -                   | -                | -                | -                | -          | -       |
| C                                    | DC27    | uMkhanyakude DM      | 214 806         | 214 806         | 97 224           | 45.3    | -                     | 2 948                      | -              | -                           | -                    | -             | -       | -      | -                                   | -              | -                   | 73 531           | 20 745           | -                | -          | -       |
| Total: Umkhanyakude Municipalities   |         |                      | 415 873         | 415 873         | 192 870          | 46.4    | -                     | 27 923                     | -              | 1 794                       | 12 768               | 1 574         | -       | -      | 14 809                              | 39 130         | -                   | -                | 73 730           | 20 745           | 397        | -       |
| B                                    | KZN281  | uMfolozi             | 42 895          | 42 895          | 33 799           | 78.8    | -                     | 669                        | -              | 12 868                      | 8 775                | -             | -       | -      | 121                                 | 11 351         | -                   | -                | -                | -                | 17         | -       |
| B                                    | KZN282  | uMhlatuze            | 610 994         | 627 805         | 279 983          | 44.6    | 10                    | 5 108                      | -              | 253                         | 12 644               | -             | -       | -      | 6 679                               | 66 313         | -                   | 2 329            | 122 425          | 59 006           | -          | 5 216   |
| B                                    | KZN284  | uMlalazi             | 66 090          | 66 090          | 33 534           | 50.7    | -                     | 33                         | -              | 5 131                       | 7 153                | -             | -       | -      | 989                                 | 16 306         | -                   | -                | -                | -                | 3 923      | -       |
| B                                    | KZN285  | Mthonjaneni          | 30 720          | 30 720          | 15 760           | 51.3    | 16                    | 263                        | -              | 100                         | -                    | -             | -       | -      | -                                   | 11 279         | -                   | 4 102            | -                | -                | -          | -       |
| B                                    | KZN286  | Nkandla              | 34 164          | 34 164          | 14 079           | 41.2    | -                     | 1 158                      | -              | -                           | -                    | -             | -       | -      | 4 273                               | 3 485          | -                   | 5 163            | -                | -                | -          | -       |
| C                                    | DC28    | King Cetshwayo DM    | 465 008         | 468 221         | 233 639          | 49.9    | 3                     | 474                        | -              | -                           | -                    | -             | -       | -      | -                                   | -              | 34                  | 222 241          | 8 830            | -                | 2 058      | -       |
| Total: King Cetshwayo Municipalities |         |                      | 1 249 871       | 1 269 895       | 610 794          | 48.1    | 29                    | 7 705                      | -              | 18 352                      | 28 572               | -             | -       | -      | 12 062                              | 108 733        | 34                  | 11 593           | 344 665          | 67 836           | 5 997      | 5 216   |
| B                                    | KZN291  | Mandeni              | 127 600         | 127 600         | (479 629)        | (375.9) | 3 036                 | (146 847)                  | -              | (111 609)                   | (7 485)              | -             | -       | -      | (32 843)                            | (146 491)      | -                   | (33 216)         | -                | -                | (4 174)    | -       |
|                                      |         |                      |                 |                 |                  |         |                       |                            |                |                             |                      |               |         |        |                                     |                |                     |                  |                  |                  |            |         |

Annexure E: Debtors Age Analysis (Total) - As at the end of Quarter 2 - 2024/25

| 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                  | 3 140 354   | 8.8  | 1 456 869    | 4.1  | 1 130 608    | 3.2 | 29 886 617   | 83.9  | 35 614 447 | -                                       | 0.0 | 573 354                                   | 1.6  |
| B                                    | KZN212  | uMdoni                     | 6 955       | 3.3  | 22 106       | 10.5 | 3 500        | 1.7 | 178 534      | 84.6  | 211 095    | -                                       | -   | -   | -    |
| B                                    | KZN213  | uMzumbe                    | -           | -    | -            | -    | -            | -   | 48 566       | 100.0 | 48 566     | -                                       | -   | -   | -    |
| B                                    | KZN214  | uMuziwabantu               | 7 559       | -    | 1 452        | -    | 658          | -   | 21 187       | -     | 30 856     | -                                       | -   | -   | -    |
| B                                    | KZN216  | Ray Nkonyeni               | 69 066      | 9.7  | 37 146       | 5.2  | 26 235       | 3.7 | 580 636      | 81.4  | 713 082    | -                                       | -   | -   | -    |
| C                                    | DC21    | Ugu DM                     | 63 883      | 4.2  | 48 095       | 3.1  | 40 156       | 2.6 | 1 379 578    | 90.1  | 1 531 712  | -                                       | -   | -   | -    |
| Total: Ugu Municipalities            |         |                            | 147 463     | 5.8  | 108 798      | 4.3  | 70 550       | 2.8 | 2 208 500    | 87.1  | 2 535 312  | -                                       | -   | -   | -    |
| B                                    | KZN221  | uMshwathi                  | 5 254       | 4.5  | 3 946        | 3.4  | 2 935        | 2.5 | 105 402      | 89.7  | 117 537    | -                                       | -   | -   | -    |
| B                                    | KZN222  | uMngeni                    | 19 102      | -    | 5 910        | -    | 4 800        | -   | 216 141      | -     | 245 954    | -                                       | -   | -   | -    |
| B                                    | KZN223  | Mpofana                    | 3 928       | 2.2  | 3 561        | 2.0  | 3 228        | 1.8 | 165 464      | 93.9  | 176 181    | -                                       | -   | -   | -    |
| B                                    | KZN224  | iMpendle                   | 826         | 3.6  | 236          | 1.0  | 490          | 2.1 | 21 469       | 93.3  | 23 021     | -                                       | -   | -   | -    |
| B                                    | KZN225  | Msunduzi                   | 806 853     | -    | 141 270      | -    | 137 031      | -   | 6 819 212    | -     | 7 904 367  | -                                       | -   | 4 443 415                                 | -    |
| B                                    | KZN226  | Mkhambathini               | 2 217       | 5.3  | 1 694        | 4.0  | 1 041        | 2.5 | 37 138       | 88.2  | 42 091     | -                                       | -   | -   | -    |
| B                                    | KZN227  | Richmond                   | 1 771       | -    | 1 148        | -    | 1 039        | -   | 55 893       | -     | 59 851     | -                                       | -   | -   | -    |
| C                                    | DC22    | uMgungundlovu DM           | 65 146      | 4.6  | 52 059       | 3.7  | 42 298       | 3.0 | 1 260 314    | 88.8  | 1 419 817  | -                                       | -   | -   | -    |
| Total: uMgungundlovu Municipalities  |         |                            | 905 098     | 9.1  | 209 824      | 2.1  | 192 863      | 1.9 | 8 681 034    | 86.9  | 9 988 819  | -                                       | -   | 4 443 415                                 | 44.5 |
| B                                    | KZN235  | Okhahlamba                 | 3 106       | 3.0  | 2 108        | 2.0  | 882          | 0.8 | 97 736       | 94.1  | 103 833    | -                                       | -   | -   | -    |
| B                                    | KZN237  | iNkosi Langalibalele       | 28 700      | 4.9  | 18 604       | 3.2  | 15 536       | 2.7 | 522 678      | 89.3  | 585 518    | -                                       | -   | -   | -    |
| B                                    | KZN238  | Alfred Duma                | 62 246      | 5.6  | 31 347       | 2.8  | 26 761       | 2.4 | 984 264      | 89.1  | 1 104 617  | -                                       | -   | -   | -    |
| C                                    | DC23    | uThukela DM                | 28 916      | -    | 26 669       | -    | 24 988       | -   | 1 225 675    | -     | 1 306 249  | -                                       | -   | -   | -    |
| Total: uThukela Municipalities       |         |                            | 122 969     | 4.0  | 78 728       | 2.5  | 68 167       | 2.2 | 2 830 353    | 91.3  | 3 100 217  | -                                       | -   | -   | -    |
| B                                    | KZN241  | eNdumeni                   | 17 639      | -    | 11 158       | -    | 9 618        | -   | 183 158      | -     | 221 573    | -                                       | -   | -   | -    |
| B                                    | KZN242  | Nquthu                     | 3 585       | 16.6 | 1 051        | 4.9  | 934          | 4.3 | 16 072       | 74.3  | 21 643     | -                                       | -   | -   | -    |
| B                                    | KZN244  | uMsinga                    | 2 096       | 7.9  | 909          | 3.4  | 884          | 3.3 | 22 607       | 85.3  | 26 497     | -                                       | -   | -   | -    |
| B                                    | KZN245  | uMvoti                     | 6 730       | 11.0 | 7 108        | 11.6 | 2 753        | 4.5 | 44 656       | 72.9  | 61 247     | -                                       | -   | -   | -    |
| C                                    | DC24    | uMzinyathi DM              | 9 108       | 1.3  | 12 126       | 1.7  | 13 317       | 1.9 | 676 832      | 95.1  | 711 383    | -                                       | -   | -   | -    |
| Total: uMzinyathi Municipalities     |         |                            | 39 159      | 3.8  | 32 352       | 3.1  | 27 507       | 2.6 | 943 325      | 90.5  | 1 042 343  | -                                       | -   | -   | -    |
| B                                    | KZN252  | Newcastle                  | 104 589     | 5.0  | 43 223       | 2.1  | 38 675       | 1.9 | 1 892 947    | 91.0  | 2 079 434  | -                                       | -   | -   | -    |
| B                                    | KZN253  | eMadlangeni                | 5 974       | 6.7  | 3 266        | 3.7  | 3 297        | 3.7 | 76 117       | 85.9  | 88 653     | -                                       | -   | -   | -    |
| B                                    | KZN254  | Dannhauser                 | 3 315       | 3.6  | 2 908        | 3.2  | 2 783        | 3.0 | 82 471       | 90.2  | 91 477     | -                                       | -   | -   | -    |
| C                                    | DC25    | Amajuba DM                 | 3 570       | 5.2  | 4 634        | 6.7  | 3 248        | 4.7 | 57 240       | 83.3  | 68 692     | -                                       | -   | -   | -    |
| Total: Amajuba Municipalities        |         |                            | 117 448     | 5.0  | 54 030       | 2.3  | 48 002       | 2.1 | 2 108 775    | 90.6  | 2 328 256  | -                                       | -   | -   | -    |
| B                                    | KZN261  | eDumbe                     | 1 599       | 0.7  | 5 380        | 2.1  | 2 601        | 1.9 | 229 096      | 91.0  | 238 676    | -                                       | -   | -   | -    |
| B                                    | KZN262  | uPhongolo                  | 12 686      | 4.0  | 4 759        | 0.8  | 3 766        | 0.6 | 292 648      | 46.6  | 313 859    | -                                       | -   | -   | -    |
| B                                    | KZN263  | AbaQulusi                  | 52 360      | 10.6 | 22 142       | 4.5  | 18 141       | 3.7 | 401 588      | 81.3  | 494 231    | -                                       | -   | -   | -    |
| B                                    | KZN265  | Nongoma                    | 2 323       | -    | 1 455        | -    | 1 208        | -   | 71 329       | -     | 76 315     | -                                       | -   | -   | -    |
| B                                    | KZN266  | Ulundi                     | 12 486      | 5.1  | 6 976        | 2.8  | 4 989        | 2.0 | 221 369      | 90.1  | 245 819    | -                                       | -   | -   | -    |
| C                                    | DC26    | Zululand DM                | 8 043       | 3.1  | 7 507        | 2.9  | 6 067        | 2.3 | 240 294      | 91.7  | 261 910    | -                                       | -   | -   | -    |
| Total: Zululand Municipalities       |         |                            | 89 495      | 5.5  | 48 218       | 3.0  | 36 772       | 2.3 | 1 456 324    | 89.3  | 1 630 809  | -                                       | -   | -   | -    |
| B                                    | KZN271  | uMhlabyalingana            | 1 805       | 2.4  | (1 122)      | -1.5 | 1 521        | 2.0 | 74 398       | 97.1  | 76 602     | -                                       | -   | -   | -    |
| B                                    | KZN272  | Jozini                     | 2 791       | 2.0  | 2 717        | 1.9  | 2 635        | 1.9 | 134 143      | 94.3  | 142 285    | -                                       | -   | -   | -    |
| B                                    | KZN275  | iNkosi uMtubatuba          | 5 314       | 1.9  | 5 708        | 2.0  | 5 190        | 1.8 | 270 854      | 94.4  | 287 067    | -                                       | -   | -   | -    |
| B                                    | KZN276  | Big Five Hlabisa           | 1 291       | 1.9  | 754          | 1.1  | 842          | 1.2 | 65 066       | 95.8  | 67 952     | -                                       | -   | -   | -    |
| C                                    | DC27    | uMkhanyakude DM            | 5 863       | -    | 4 588        | -    | 5 241        | -   | 276 798      | -     | 292 490    | -                                       | -   | -   | -    |
| Total: uMkhanyakude Municipalities   |         |                            | 17 063      | 2.0  | 12 644       | 1.5  | 15 429       | 1.8 | 821 259      | 94.8  | 866 396    | -                                       | -   | -   | -    |
| B                                    | KZN281  | uMfolozi                   | 333         | 0.9  | 2 524        | 7.1  | 1 829        | 5.1 | 30 957       | 86.9  | 35 643     | -                                       | -   | -   | -    |
| B                                    | KZN282  | uMhlathuze                 | 407 710     | -    | 29 682       | -    | 23 292       | -   | 438 527      | -     | 899 211    | -                                       | -   | -   | -    |
| B                                    | KZN284  | uMlalazi                   | 11 595      | 7.9  | 5 747        | 3.9  | 4 562        | 3.1 | 125 331      | 85.1  | 147 234    | -                                       | -   | -   | -    |
| B                                    | KZN285  | Mthorjaneni                | 3 375       | 7.3  | 1 177        | 2.6  | 1 162        | 2.5 | 40 317       | 87.6  | 46 031     | -                                       | -   | -   | -    |
| B                                    | KZN286  | Nkandla                    | 6 939       | 7.0  | 5 810        | 5.9  | 5 665        | 5.8 | 80 093       | 81.3  | 98 507     | -                                       | -   | -   | -    |
| C                                    | DC28    | King Cetshwayo DM          | 9 548       | 7.4  | 6 120        | 4.7  | 3 897        | 3.0 | 109 950      | 84.9  | 129 515    | -                                       | -   | -   | -    |
| Total: King Cetshwayo Municipalities |         |                            | 439 500     | 32.4 | 51 059       | 3.8  | 40 406       | 3.0 | 825 175      | 60.8  | 1 356 141  | -                                       | -   | -   | -    |
| B                                    | KZN291  | Mandeni                    | 9 157       | 3.5  | 3 454        | 1.3  | 3 137        | 1.2 | 248 141      | 94.0  | 263 889    | -                                       | -   | -   | -    |
| B                                    | KZN292  | KwaDukuza                  | 111 807     | 22.0 | 29 634       | 5.8  | 18 527       | 3.6 | 349 013      | 68.6  | 508 982    | -                                       | -   | -   | -    |
| B                                    | KZN293  | Ndwedwe                    | 1 502       | 3.7  | 230          | 0.6  | 681          | 1.7 | 38 548       | 94.1  | 40 962     | -                                       | -   | -   | -    |
| B                                    | KZN294  | Maphumulo                  | 169         | 0.7  | 117          | 0.5  | 195          | 0.8 | 23 849       | 98.0  | 24 329     | -                                       | -   | -   | -    |
| C                                    | DC29    | iLembe DM                  | 50 587      | 4.0  | 44 756       | 3.5  | 36 064       | 2.8 | 1 146 838    | 89.7  | 1 278 245  | 2                                       | 0.0 | -   | -    |
| Total: Ilembe Municipalities         |         |                            | 173 223     | 8.2  | 78 191       | 3.7  | 58 604       | 2.8 | 1 806 390    | 85.4  | 2 116 407  | 2                                       | 0.0 | -   | -    |
| B                                    | KZN433  | Greater Kokstad            | 20 571      | 23.7 | 9 215        | 10.6 | 3 338        | 3.8 | 53 691       | 61.8  | 86 815     | 4                                       | 0.0 | -   | -    |
| B                                    | KZN434  | Johannes Phumani Phungula  | 5 520       | 4.3  | 2 035        | 1.6  | 4 380        | 3.4 | 115 897      | 90.7  | 127 832    | -                                       | -   | -   | -    |
| B                                    | KZN435  | uMzimkhulu                 | 1 036       | 4.4  | 598          | 2.5  | 574          | 2.4 | 21 395       | 90.6  | 23 603     | -                                       | -   | -   | -    |
| B                                    | KZN434  | Dr. Nkosazana Dlamini Zuma | (2 856)     | -2.5 | 2 379        | 2.1  | 2 155        | 1.9 | 112 223      | 98.5  | 113 902    | -                                       | -   | -   | -    |
| C                                    | DC43    | Harry Gwala DM             | 6 631       | 2.8  | 7 632        | 3.2  | 4 406        | 1.9 | 216 224      | 92.1  | 234 894    | -                                       | -   | -   | -    |
| Total: Harry Gwala Municipalities    |         |                            | 30 903      | 5.3  | 21 860       | 3.7  | 14 853       | 2.5 | 519 430      | 88.5  | 587 046    | 4                                       | 0.0 | -   | -    |
| Total                                |         |                            | 5 222 674   | 8.5  | 2 152 573    | 3.5  | 1 703 762    | 2.8 | 52 087 183   | 85.2  | 61 166 192 | 6                                       | 0.0 | 5 016 770                                 | 8.2  |

Source: NT Publication

Annexure F: Debtors by Customer Group (Total) - As at the end of Quarter 2 - 2024/25

| R'000                               |         | Organs of State      |         |          |          |           |           | Commercial          |           |         |         |           |           | Household           |           |         |         |            |            | Other               |         |         |        |         |         | Total |            |
|-------------------------------------|---------|----------------------|---------|----------|----------|-----------|-----------|---------------------|-----------|---------|---------|-----------|-----------|---------------------|-----------|---------|---------|------------|------------|---------------------|---------|---------|--------|---------|---------|-------|------------|
|                                     |         | Age category (Days)  |         |          |          | Total     | %         | Age category (Days) |           |         |         | Total     | %         | Age category (Days) |           |         |         | Total      | %          | Age category (Days) |         |         |        | Total   | %       |       |            |
|                                     |         | 30 - 60              | 60 - 90 | Over 90  |          |           |           | 30 - 60             | 60 - 90   | Over 90 |         |           |           | 30 - 60             | 60 - 90   | Over 90 |         |            |            | 30 - 60             | 60 - 90 | Over 90 |        |         |         |       | 30 - 60    |
| A                                   | KZN2000 | eThekwini            | 272 355 | 144 918  | 149 542  | 1 137 567 | 1 704 382 | 4.8                 | 1 309 629 | 407 890 | 248 760 | 5 819 085 | 7 785 364 | 21.9                | 1 530 305 | 892 820 | 726 811 | 22 831 878 | 25 981 814 | 73.0                | 28 064  | 11 241  | 5 495  | 98 088  | 142 887 | 0.4   | 35 614 447 |
| B                                   | KZN212  | uMdoni               | 226     | 11 807   | 218      | 22 878    | 35 129    | 16.6                | 1 645     | 2 356   | 511     | 22 269    | 26 781    | 12.7                | 5 063     | 7 811   | 2 743   | 129 730    | 145 346    | 68.9                | 22      | 131     | 28     | 3 657   | 3 839   | 1.8   | 211 095    |
| B                                   | KZN213  | uMzombe              | -       | -        | -        | 28 526    | 28 526    | -                   | -         | -       | -       | 11 254    | 11 254    | 23.2                | -         | -       | -       | -          | -          | -                   | -       | -       | -      | 8 786   | 8 786   | 18.1  | 48 566     |
| B                                   | KZN214  | uMuziwabantu         | 1 629   | 792      | 305      | 10 687    | 13 412    | -                   | 4 229     | 309     | 142     | 4 827     | 9 507     | -                   | 1 701     | 350     | 212     | 5 673      | 7 936      | -                   | -       | -       | -      | -       | -       | -     | 30 856     |
| B                                   | KZN216  | Ray Nkonyeni         | 2 660   | 1 954    | 2 708    | 62 734    | 70 056    | 9.8                 | 25 588    | 11 556  | 6 878   | 105 507   | 149 529   | 21.0                | 40 818    | 23 635  | 16 650  | 412 394    | 493 497    | 69.2                | -       | -       | -      | -       | -       | -     | 713 082    |
| C                                   | DC21    | Ugu DM               | 5 985   | 6 149    | 1 389    | 20 956    | 34 479    | -                   | 15 748    | 7 827   | 7 686   | 190 805   | 222 067   | 14.5                | 42 153    | 34 133  | 31 118  | 1 168 242  | 1 275 647  | 83.3                | (4)     | (15)    | (36)   | (426)   | (481)   | -0.0  | 1 531 712  |
| Total: Ugu Municipalities           |         |                      | 10 500  | 20 703   | 4 619    | 145 782   | 181 604   | 7.2                 | 47 209    | 22 049  | 15 217  | 334 662   | 419 138   | 16.5                | 89 736    | 65 930  | 50 722  | 1 716 039  | 1 922 426  | 75.8                | 18      | 116     | (8)    | 12 017  | 12 144  | 0.5   | 2 535 312  |
| B                                   | KZN221  | uMshwathi            | 1 396   | 362      | 725      | 11 127    | 13 610    | 11.6                | 2 093     | 1 863   | 1 076   | 42 269    | 47 302    | 40.2                | 1 518     | 1 649   | 947     | 52 477     | 56 592     | 48.1                | 246     | 72      | 186    | (472)   | 33      | 0.0   | 117 537    |
| B                                   | KZN222  | uMngeni              | (726)   | 192      | 42       | 2 809     | 2 318     | -                   | 818       | 107     | 49      | 2 029     | 3 004     | -                   | 18 582    | 5 062   | 4 179   | 181 489    | 209 312    | -                   | 427     | 549     | 530    | 29 814  | 31 320  | -     | 245 954    |
| B                                   | KZN223  | Mpofana              | -       | -        | -        | -         | -         | -                   | -         | -       | -       | -         | -         | -                   | -         | -       | -       | -          | -          | -                   | 3 928   | 3 561   | 3 228  | 165 464 | 176 181 | 100.0 | 176 181    |
| B                                   | KZN224  | iMpendle             | 203     | 176      | 73       | 7 969     | 8 421     | 36.6                | 65        | 66      | 61      | 1 409     | 1 601     | 7.0                 | 57        | (147)   | 39      | 1 108      | 1 057      | 4.6                 | 501     | 141     | 317    | 10 983  | 11 943  | 51.9  | 23 021     |
| B                                   | KZN225  | Msunduzi             | 69 905  | (10 701) | (15 751) | 124 197   | 167 651   | -                   | 371 490   | 31 187  | 27 919  | 948 212   | 1 378 808 | -                   | 365 458   | 120 784 | 124 863 | 5 746 803  | 6 357 908  | -                   | -       | -       | -      | -       | -       | -     | 7 904 367  |
| B                                   | KZN226  | Mkhambathini         | 48      | 33       | 33       | 514       | 629       | 1.5                 | 1 347     | 968     | 386     | 16 545    | 19 246    | 45.7                | 319       | 194     | 164     | 5 266      | 5 943      | 14.1                | 503     | 499     | 458    | 14 813  | 16 273  | 38.7  | 42 091     |
| B                                   | KZN227  | Richmond             | 269     | 78       | 113      | 19 059    | 19 520    | -                   | 294       | 79      | 32      | 378       | 783       | -                   | 1 208     | 991     | 893     | 36 456     | 39 549     | -                   | -       | -       | -      | -       | -       | -     | 59 851     |
| C                                   | DC22    | uMgungundlovu DM     | 6 018   | 3 240    | 2 359    | 46 312    | 57 929    | 4.1                 | 10 118    | 5 837   | 2 199   | 24 228    | 42 382    | 3.0                 | 41 470    | 36 111  | 32 198  | 1 040 896  | 1 150 676  | 81.0                | 7 540   | 6 871   | 5 542  | 148 878 | 168 831 | 11.9  | 1 419 817  |
| Total: uMgungundlovu Municipalities |         |                      | 77 112  | (6 619)  | (12 405) | 211 988   | 270 076   | 2.7                 | 386 226   | 40 106  | 31 723  | 1 035 071 | 1 493 126 | 14.9                | 428 614   | 164 644 | 163 283 | 7 064 495  | 7 821 036  | 78.3                | 13 146  | 11 693  | 10 262 | 369 480 | 404 581 | 4.1   | 9 988 819  |
| B                                   | KZN235  | Okhahlamba           | 429     | 428      | 293      | 34 611    | 35 761    | 34.4                | 901       | 458     | 341     | 13 645    | 15 345    | 14.8                | 585       | 442     | 367     | 19 674     | 21 067     | 20.3                | 1 191   | 780     | (120)  | 29 808  | 31 659  | 30.5  | 103 833    |
| B                                   | KZN237  | iNkosi Langalibalele | 3 205   | 3 335    | 2 995    | 69 262    | 78 798    | 13.5                | 19 085    | 9 960   | 7 485   | 242 502   | 279 032   | 47.7                | 6 410     | 5 309   | 5 056   | 210 914    | 227 688    | 38.9                | -       | -       | -      | -       | -       | -     | 585 518    |
| B                                   | KZN238  | Alfred Duma          | 18 633  | 10 988   | 9 808    | 276 789   | 316 217   | 28.6                | 25 798    | 9 550   | 7 004   | 216 968   | 259 320   | 23.5                | 17 815    | 10 809  | 9 950   | 490 507    | 529 081    | 47.9                | -       | -       | -      | -       | -       | -     | 1 104 617  |
| C                                   | DC23    | uThukela DM          | 3 068   | 1 763    | 905      | 55 016    | 60 752    | -                   | 4 167     | 3 528   | 3 459   | 64 884    | 76 039    | -                   | 21 681    | 21 378  | 20 624  | 1 105 775  | 1 169 458  | -                   | -       | -       | -      | -       | -       | -     | 1 306 249  |
| Total: uThukela Municipalities      |         |                      | 25 336  | 16 514   | 14 001   | 435 678   | 491 529   | 15.9                | 49 951    | 23 496  | 18 289  | 537 999   | 629 735   | 20.3                | 46 491    | 37 938  | 35 997  | 1 826 869  | 1 947 294  | 62.8                | 1 191   | 780     | (120)  | 29 808  | 31 659  | 1.0   | 3 100 217  |
| B                                   | KZN241  | eNdameni             | 2 314   | 2 350    | 3 904    | 20 628    | 29 196    | -                   | 8 555     | 4 207   | 1 807   | 32 733    | 47 302    | -                   | 6 770     | 4 600   | 3 908   | 129 797    | 145 075    | -                   | -       | -       | -      | -       | -       | -     | 221 573    |
| B                                   | KZN242  | Nquthu               | 1 084   | 650      | 625      | 4 924     | 7 283     | 33.7                | 1 979     | 159     | 126     | 1 522     | 3 786     | 17.5                | 306       | 89      | 58      | 2 611      | 3 064      | 14.2                | 216     | 153     | 125    | 7 015   | 7 509   | 34.7  | 21 643     |
| B                                   | KZN244  | uMsinga              | 1 515   | 679      | 658      | 15 006    | 17 858    | 67.4                | 562       | 221     | 217     | 7 131     | 8 130     | 30.7                | 19        | 9       | 9       | 471        | 508        | 1.9                 | -       | -       | -      | -       | -       | -     | 26 497     |
| B                                   | KZN245  | uMvoti               | 1 742   | 731      | (482)    | 3 613     | 5 604     | -                   | 3 775     | 3 700   | 1 317   | 7 435     | 16 228    | 26.5                | 1 043     | 2 291   | 1 522   | 21 585     | 26 442     | 43.2                | 170     | 386     | 396    | 12 022  | 12 974  | 21.2  | 61 247     |
| C                                   | DC24    | uMzinyathi DM        | 1 936   | 1 938    | 1 707    | 65 012    | 70 593    | 9.9                 | 660       | 986     | 1 529   | 59 383    | 62 558    | 8.8                 | 6 457     | 8 724   | 9 860   | 537 125    | 562 167    | 79.0                | 55      | 478     | 220    | 15 311  | 16 065  | 2.3   | 711 383    |
| Total: Umzinyathi Municipalities    |         |                      | 8 591   | 6 348    | 6 413    | 109 183   | 130 535   | 12.5                | 15 531    | 9 273   | 4 995   | 108 205   | 138 004   | 13.2                | 14 595    | 15 714  | 15 358  | 691 589    | 737 255    | 70.7                | 441     | 1 018   | 742    | 34 348  | 36 549  | 3.5   | 1 042 343  |
| B                                   | KZN252  | Newcastle            | 251     | 3 519    | 594      | 17 246    | 21 610    | 1.0                 | 44 774    | 5 273   | 4 287   | 93 184    | 147 518   | 7.1                 | 59 543    | 34 407  | 33 771  | 1 782 355  | 1 910 076  | 91.9                | 22      | 23      | 22     | 162     | 229     | 0.0   | 2 079 434  |
| B                                   | KZN253  | eMadlangeni          | 2 745   | 826      | 1 185    | 25 061    | 29 817    | 33.6                | 725       | 343     | 172     | 2 906     | 4 147     | 4.7                 | 931       | 668     | 630     | 16 855     | 19 084     | 21.5                | 1 572   | 1 428   | 1 309  | 31 296  | 35 605  | 40.2  | 88 653     |
| B                                   | KZN254  | Dannhauser           | 1 348   | 1 253    | 1 221    | 26 327    | 30 149    | 33.0                | 991       | 759     | 712     | 18 888    | 21 349    | 23.3                | 975       | 897     | 850     | 37 257     | 39 978     | 43.7                | -       | -       | -      | -       | -       | -     | 91 477     |
| C                                   | DC25    | Amajuba DM           | 315     | 275      | 191      | 11 542    | 12 322    | 17.9                | 246       | 134     | 202     | 2 857     | 3 439     | 5.0                 | 2 188     | 3 739   | 2 649   | 39 468     | 48 045     | 69.9                | 821     | 486     | 206    | 3 374   | 4 886   | 7.1   | 68 692     |
| Total: Amajuba Municipalities       |         |                      | 4 659   | 5 873    | 3 191    | 80 175    | 93 898    | 4.0                 | 46 736    | 6 510   | 5 373   | 117 834   | 176 453   | 7.6                 | 63 638    | 39 711  | 37 901  | 1 875 935  | 2 017 184  | 86.6                | 2 415   | 1 937   | 1 537  | 34 832  | 40 721  | 1.7   | 2 328 256  |
| B                                   | KZN261  | eDumbe               | 2       | 974      | 722      | 44 299    | 45 996    | -                   | (2)       | 2 214   | 688     | 35 850    | 38 749    | 16.2                | (6)       | 1 159   | 961     | 134 682    | 136 797    | 57.3                | 1 605   | 1 033   | 231    | 14 265  | 17 134  |       |            |

Annexure G: Creditors Age Analysis (Total) - As at the end of Quarter 2 - 2024/25

| R'000                                |         |                            | 0 - 30 Days |               | 30 - 60 Days |                 | 60 - 90 Days |               | Over 90 Days |                 | Total     |
|--------------------------------------|---------|----------------------------|-------------|---------------|--------------|-----------------|--------------|---------------|--------------|-----------------|-----------|
|                                      |         |                            | Total       | %             | Total        | %               | Total        | %             | Total        | %               |           |
| A                                    | KZN2000 | eThekwini                  | 647 074     | 97.4          | 1 042        | 0.2             | 2 825        | 0.4           | 13 725       | 2.1             | 664 666   |
| B                                    | KZN212  | uMdoni                     | 200         | 100.0         | -            | -               | -            | -             | -            | -               | 200       |
| B                                    | KZN213  | uMzumbe                    | 392         | 65.2          | (345)        | (57.4)          | (24)         | (3.9)         | 578          | 96.1            | 601       |
| B                                    | KZN214  | uMuziwabantu               | 47          | 6.6           | 660          | 93.4            | -            | -             | -            | -               | 706       |
| B                                    | KZN216  | Ray Nkonyeni               | 309         | 91.8          | -            | -               | 23           | 6.7           | 5            | 1.5             | 337       |
| C                                    | DC21    | Ugu DM                     | 44 002      | 5.3           | 35 465       | 4.2             | 37 168       | 4.4           | 718 928      | 86.0            | 835 562   |
| Total: Ugu Municipalities            |         |                            | 44 950      | 5.4           | 35 779       | 4.3             | 37 167       | 4.4           | 719 511      | 85.9            | 837 407   |
| B                                    | KZN221  | uMshwathi                  | 95          | 2.7           | 428          | 12.2            | 465          | 13.2          | 2 528        | 71.9            | 3 517     |
| B                                    | KZN222  | uMngeni                    | (41 521)    | 100.8         | 223          | (0.5)           | -            | -             | 101          | (0.2)           | (41 197)  |
| B                                    | KZN223  | Mpofana                    | (1 982)     | (0.3)         | 11 207       | 1.9             | 6 033        | 1.0           | 574 904      | 97.4            | 590 162   |
| B                                    | KZN224  | iMpendle                   | -           | -             | (51)         | 1 694 900.0     | 51           | (1 694 866.7) | (0)          | 66.7            | (0)       |
| B                                    | KZN225  | Msunduzi                   | (473 872)   | (23.2)        | 301 548      | 14.8            | 116 790      | 5.7           | 2 099 638    | 102.7           | 2 044 104 |
| B                                    | KZN226  | Mkhambathini               | (6)         | (4.9)         | 1 245        | 942.7           | (1 136)      | (860.0)       | 29           | 22.2            | 132       |
| B                                    | KZN227  | Richmond                   | -           | -             | -            | -               | -            | -             | -            | -               | -         |
| C                                    | DC22    | uMgungundlovu DM           | 315         | 76.4          | 0            | 0.1             | 4            | 1.0           | 93           | 22.5            | 412       |
| Total: uMgungundlovu Municipalities  |         |                            | (516 971)   | (19.9)        | 314 600      | 12.1            | 122 207      | 4.7           | 2 677 294    | 103.1           | 2 597 130 |
| B                                    | KZN235  | Okhahlamba                 | (7 882)     | 394 087 450.0 | 2 938        | (146 916 300.0) | (612)        | 30 583 550.0  | 5 555        | (277 754 600.0) | (0)       |
| B                                    | KZN237  | iNkosi Langalibalele       | 701         | 28.1          | 415          | 16.7            | 346          | 13.9          | 1 028        | 41.3            | 2 489     |
| B                                    | KZN238  | Alfred Duma                | 4 425       | 95.2          | 213          | 4.6             | -            | -             | 9            | 0.2             | 4 648     |
| C                                    | DC23    | uThukela DM                | 25 461      | 37.6          | 1 433        | 2.1             | 7 325        | 10.8          | 33 505       | 49.5            | 67 723    |
| Total: uThukela Municipalities       |         |                            | 22 705      | 30.3          | 4 999        | 6.7             | 7 059        | 9.4           | 40 097       | 53.6            | 74 861    |
| B                                    | KZN241  | eNdumeni                   | -           | -             | 44 132       | 20.7            | 51           | 0.0           | 169 314      | 79.3            | 213 497   |
| B                                    | KZN242  | Nquthu                     | 130         | 1.3           | 4 027        | 39.2            | 20           | 0.2           | 6 089        | 59.3            | 10 266    |
| B                                    | KZN244  | uMsinga                    | -           | -             | -            | -               | -            | -             | -            | -               | -         |
| B                                    | KZN245  | uMvoti                     | 84          | 3.8           | 2 430        | 111.2           | 58           | 2.7           | (386)        | (17.6)          | 2 186     |
| C                                    | DC24    | uMzinyathi DM              | 26 533      | 11.5          | 3 784        | 1.6             | 453          | 0.2           | 199 756      | 86.7            | 230 525   |
| Total: uMzinyathi Municipalities     |         |                            | 26 746      | 5.9           | 54 373       | 11.9            | 582          | 0.1           | 374 773      | 82.1            | 456 473   |
| B                                    | KZN252  | Newcastle                  | 80 702      | 14.6          | 142 142      | 25.7            | 18 756       | 3.4           | 310 442      | 56.2            | 552 042   |
| B                                    | KZN253  | eMadlangeni                | (8 840)     | (75.9)        | 5 572        | 47.8            | 4 603        | 39.5          | 10 314       | 88.5            | 11 649    |
| B                                    | KZN254  | Dannhauser                 | 353         | 11.1          | 317          | 10.0            | 302          | 9.5           | 2 197        | 69.3            | 3 169     |
| C                                    | DC25    | Amajuba DM                 | 7 030       | 6.3           | 5 401        | 4.9             | 3 294        | 3.0           | 95 224       | 85.8            | 110 949   |
| Total: Amajuba Municipalities        |         |                            | 79 246      | 11.7          | 153 432      | 22.6            | 26 955       | 4.0           | 418 176      | 61.7            | 677 809   |
| B                                    | KZN261  | eDumbe                     | 401         | 16.3          | 1 090        | 44.3            | -            | -             | 971          | 39.4            | 2 461     |
| B                                    | KZN262  | uPhongolo                  | 1 292       | 55.3          | 14           | 0.6             | -            | -             | 1 029        | 44.1            | 2 335     |
| B                                    | KZN263  | AbaQulusi                  | 45 521      | 21.4          | 2 990        | 1.4             | 25 712       | 12.1          | 138 590      | 65.1            | 212 813   |
| B                                    | KZN265  | Nongoma                    | 2 984       | 8.0           | 932          | 2.5             | 1 110        | 3.0           | 32 043       | 86.4            | 37 068    |
| B                                    | KZN266  | Ulundi                     | 13 080      | 5.2           | 14 038       | 5.6             | 13 942       | 5.5           | 211 381      | 83.7            | 252 441   |
| C                                    | DC26    | Zululand DM                | 4 802       | 14.9          | 12 064       | 37.6            | 15 260       | 47.5          | -            | -               | 32 126    |
| Total: Zululand Municipalities       |         |                            | 68 078      | 12.6          | 31 128       | 5.8             | 56 024       | 10.4          | 384 014      | 71.2            | 539 243   |
| B                                    | KZN271  | uMhlbuyalingana            | 697         | 8.2           | 3 886        | 45.6            | (152)        | (1.8)         | 4 099        | 48.1            | 8 530     |
| B                                    | KZN272  | Jozini                     | 610         | 83.3          | -            | -               | 64           | 8.7           | 59           | 8.0             | 733       |
| B                                    | KZN275  | iNkosi uMtubatuba          | (6 498)     | (45.0)        | (3 214)      | (22.3)          | 3 854        | 26.7          | 20 291       | 140.6           | 14 433    |
| B                                    | KZN276  | Big Five Hlabisa           | 1 581       | 191.2         | (62)         | (7.6)           | (109)        | (13.1)        | (583)        | (70.5)          | 827       |
| C                                    | DC27    | uMkhanyakude DM            | (48 784)    | (30.1)        | 56 191       | 34.7            | 6 980        | 4.3           | 147 616      | 91.1            | 162 003   |
| Total: uMkhanyakude Municipalities   |         |                            | (52 394)    | (28.1)        | 56 800       | 30.5            | 10 637       | 5.7           | 171 482      | 91.9            | 186 525   |
| B                                    | KZN281  | uMfolozi                   | 127         | 144.0         | -            | -               | 50           | 57.1          | (89)         | (101.2)         | 88        |
| B                                    | KZN282  | uMhlathuze                 | 197 516     | 100.0         | -            | -               | -            | -             | -            | -               | 197 516   |
| B                                    | KZN284  | uMlalazi                   | 25          | 19.1          | 88           | 67.5            | -            | -             | 17           | 13.4            | 130       |
| B                                    | KZN285  | Mthonjaneni                | 10 712      | 15.8          | 8 358        | 12.3            | 317          | 0.5           | 48 420       | 71.4            | 67 807    |
| B                                    | KZN286  | Nkandla                    | (50)        | (40.2)        | -            | -               | 0            | 0.0           | 175          | 140.2           | 125       |
| C                                    | DC28    | King Cetshwayo DM          | 60 709      | 96.2          | 1 990        | 3.2             | -            | -             | 399          | 0.6             | 63 098    |
| Total: King Cetshwayo Municipalities |         |                            | 269 038     | 81.8          | 10 436       | 3.2             | 368          | 0.1           | 48 922       | 14.9            | 328 764   |
| B                                    | KZN291  | Mandeni                    | -           | -             | -            | -               | -            | -             | -            | -               | -         |
| B                                    | KZN292  | KwaDukuza                  | 9 235       | 72.3          | 2 784        | 21.8            | 533          | 4.2           | 215          | 1.7             | 12 767    |
| B                                    | KZN293  | Ndwedwe                    | 490         | 48.0          | 429          | 42.1            | (90)         | (8.8)         | 191          | 18.7            | 1 021     |
| B                                    | KZN294  | Maphumulo                  | 203         | 373.1         | (1)          | (1.8)           | -            | -             | (148)        | (271.3)         | 54        |
| C                                    | DC29    | iLembe DM                  | 41 571      | 65.1          | 221          | 0.3             | 47           | 0.1           | 22 018       | 34.5            | 63 857    |
| Total: iLembe Municipalities         |         |                            | 51 499      | 66.3          | 3 433        | 4.4             | 490          | 0.6           | 22 277       | 28.7            | 77 699    |
| B                                    | KZN433  | Greater Kokstad            | 13 895      | 97.2          | 142          | 1.0             | 83           | 0.6           | 177          | 1.2             | 14 298    |
| B                                    | KZN434  | Johannes Phumani Phungula  | 214         | 100.0         | -            | -               | -            | -             | -            | -               | 214       |
| B                                    | KZN435  | uMzimkhulu                 | -           | -             | -            | -               | -            | -             | 522          | 100.0           | 522       |
| B                                    | KZN436  | Dr. Nkosazana Dlamini Zuma | 289         | 75.2          | 82           | 21.2            | 14           | 3.6           | -            | -               | 385       |
| C                                    | DC43    | Harry Gwala DM             | 2 889       | 91.1          | 10           | 0.3             | 3            | 0.1           | 271          | 8.5             | 3 173     |
| Total: Harry Gwala Municipalities    |         |                            | 17 288      | 93.0          | 234          | 1.3             | 100          | 0.5           | 969          | 5.2             | 18 591    |
| Total                                |         |                            | 657 258     | 10.2          | 666 255      | 10.3            | 264 413      | 4.1           | 4 871 240    | 75.4            | 6 459 166 |

Source: NT Publication



Annexure H : Creditors per Category (Total) - As at the end of Quarter 2 - 2024/25

| 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                 | -                | -     | -          | -    | 170 025         | 25.6  | -                       | -     | 166 716               | 25.1 | -               | -     | 222 064         | 33.4    | -               | -    | -       | -      | 105 860              | 15.9 | 664 666   |
| B                                    | KZN212 uMdoni                     | -                | -     | -          | -    | -               | -     | 200                     | 100.0 | -                     | -    | -               | -     | -               | -       | -               | -    | -       | -      | -                    | -    | 200       |
| B                                    | KZN213 uMzumbe                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | (84)            | (14.0)  | -               | -    | 686     | 114.0  | -                    | -    | 601       |
| B                                    | KZN214 uMuziwabantu               | -                | -     | -          | -    | -               | -     | 698                     | 98.9  | -                     | -    | -               | -     | 8               | 1.1     | -               | -    | -       | -      | -                    | -    | 706       |
| B                                    | KZN216 Ray Nkonyeni               | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 337             | 100.0   | -               | -    | -       | -      | -                    | -    | 337       |
| C                                    | DC21 Ugu DM                       | -                | -     | 517 941    | 62.0 | -               | -     | -                       | -     | -                     | -    | -               | -     | 251 691         | 30.1    | 1 099           | 0.1  | 64 832  | 7.8    | -                    | -    | 835 562   |
| Total: Ugu Municipalities            |                                   | -                | -     | 517 941    | 61.9 | -               | -     | 898                     | 0.1   | -                     | -    | -               | -     | 251 951         | 30.1    | 1 099           | 0.1  | 65 517  | 7.8    | -                    | -    | 837 407   |
| B                                    | KZN221 uMshwathi                  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 5               | 0.1     | -               | -    | 3 512   | 99.9   | -                    | -    | 3 517     |
| B                                    | KZN222 uMngeni                    | -                | -     | -          | -    | -               | -     | (51 928)                | 126.0 | -                     | -    | 60              | (0.1) | 319             | (0.8)   | -               | -    | 10 352  | (25.1) | -                    | -    | (41 197)  |
| B                                    | KZN223 Mpofana                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 588 315         | 99.7    | 1 756           | 0.3  | 92      | 0.0    | -                    | -    | 590 162   |
| B                                    | KZN224 iMpendle                   | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | (0)             | 33.3    | -               | -    | (0)     | 66.7   | -                    | -    | (0)       |
| B                                    | KZN225 Msunduzi                   | 925 698          | 45.3  | 1 000 167  | 48.9 | 49              | 0.0   | -                       | -     | -                     | -    | -               | -     | 118 190         | 5.8     | -               | -    | -       | -      | -                    | -    | 2 044 104 |
| B                                    | KZN226 Mkhambathini               | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 82              | 61.8    | -               | -    | 50      | 38.2   | -                    | -    | 132       |
| B                                    | KZN227 Richmond                   | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | -       | -      | -                    | -    | -         |
| C                                    | DC22 uMgungundlovu DM             | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 325             | 79.0    | -               | -    | 86      | 21.0   | -                    | -    | 412       |
| Total: uMgungundlovu Municipalities  |                                   | 925 698          | 35.6  | 1 000 167  | 38.5 | 49              | 0.0   | (51 928)                | (2.0) | -                     | -    | 60              | 0.0   | 707 235         | 27.2    | 1 756           | 0.1  | 14 092  | 0.5    | -                    | -    | 2 597 130 |
| B                                    | KZN235 Okhahlamba                 | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | (0)             | 50.0    | -               | -    | (0)     | 50.0   | -                    | -    | (0)       |
| B                                    | KZN237 iNkosi Langalibalele       | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 2 489           | 100.0   | -               | -    | -       | -      | -                    | -    | 2 489     |
| B                                    | KZN238 Alfred Duma                | 1 000            | 21.5  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 3 648           | 78.5    | -               | -    | -       | -      | -                    | -    | 4 648     |
| C                                    | DC23 uThukela DM                  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 67 723          | 100.0   | -               | -    | -       | -      | -                    | -    | 67 723    |
| Total: uThukela Municipalities       |                                   | 1 000            | 1.3   | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 73 861          | 98.7    | -               | -    | (0)     | (0.0)  | -                    | -    | 74 861    |
| B                                    | KZN241 eNdumeni                   | 192 127          | 90.0  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 21 370          | 10.0    | -               | -    | -       | -      | -                    | -    | 213 497   |
| B                                    | KZN242 Nquthu                     | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 9 630           | 93.8    | 10 096          | 0.1  | 626     | 6.1    | -                    | -    | 10 266    |
| B                                    | KZN244 uMsinga                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | -       | -      | -                    | -    | -         |
| B                                    | KZN245 uMvoti                     | 4                | 0.2   | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 2 181           | 99.8    | -               | -    | 0       | 0.0    | -                    | -    | 2 186     |
| C                                    | DC24 uMzinyathi DM                | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 8 961           | 3.9     | -               | -    | 221 564 | 96.1   | -                    | -    | 230 525   |
| Total: uMzinyathi Municipalities     |                                   | 192 131          | 42.1  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 42 142          | 9.2     | 10              | 0.0  | 222 190 | 48.7   | -                    | -    | 456 473   |
| B                                    | KZN252 Newcastle                  | 253 410          | 45.9  | 290 017    | 52.5 | -               | -     | -                       | -     | -                     | -    | -               | -     | 2 735           | 0.5     | -               | -    | 5 880   | 1.1    | -                    | -    | 552 042   |
| B                                    | KZN253 eMadlangeni                | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | (617)           | (5.3)   | 2 838 221       | 24.4 | 9 427   | 80.9   | -                    | -    | 11 649    |
| B                                    | KZN254 Dannhauser                 | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 3 169           | 100.0   | -               | -    | -       | -      | -                    | -    | 3 169     |
| C                                    | DC25 Amajuba DM                   | -                | -     | 59 433     | 53.6 | -               | -     | -                       | -     | -                     | -    | -               | -     | 7 527           | 6.8     | 2 630           | 2.4  | 41 358  | 37.3   | -                    | -    | 110 949   |
| Total: Amajuba Municipalities        |                                   | 253 410          | 37.4  | 349 450    | 51.6 | -               | -     | -                       | -     | -                     | -    | -               | -     | 12 815          | 1.9     | 5 468           | 0.8  | 56 665  | 8.4    | -                    | -    | 677 809   |
| B                                    | KZN261 eDumbe                     | -                | -     | 852        | 34.6 | -               | -     | -                       | -     | -                     | -    | -               | -     | 1 610           | 65.4    | -               | -    | -       | -      | -                    | -    | 2 461     |
| B                                    | KZN262 uPhongolo                  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 1 465           | 62.7    | -               | -    | 870     | 37.3   | -                    | -    | 2 335     |
| B                                    | KZN263 AbaQulusi                  | 188 181          | 88.4  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 21 619          | 10.2    | 3 012 109       | 1.4  | -       | -      | -                    | -    | 212 813   |
| B                                    | KZN265 Nongoma                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 16 510          | 44.5    | 7 138           | 0.0  | 20 551  | 55.4   | -                    | -    | 37 068    |
| B                                    | KZN266 Ulundi                     | 253 110          | 100.3 | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | (670)   | (0.3)  | -                    | -    | 252 441   |
| C                                    | DC26 Zululand DM                  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | 32 126  | 100.0  | -                    | -    | 32 126    |
| Total: Zululand Municipalities       |                                   | 441 291          | 81.8  | 852        | 0.2  | -               | -     | -                       | -     | -                     | -    | -               | -     | 41 204          | 7.6     | 3 019           | 0.6  | 52 877  | 9.8    | -                    | -    | 539 243   |
| B                                    | KZN271 uMhlabyalingana            | -                | -     | -          | -    | (0)             | (0.0) | -                       | -     | -                     | -    | -               | -     | 2 848           | 33.4    | -               | -    | 5 682   | 66.6   | -                    | -    | 8 530     |
| B                                    | KZN272 Jozini                     | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 105             | 14.4    | -               | -    | 628     | 85.6   | -                    | -    | 733       |
| B                                    | KZN275 iNkosi uMtubatuba          | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 10 213          | 70.8    | 866 303         | 6.0  | 3 353   | 23.2   | -                    | -    | 14 433    |
| B                                    | KZN276 Big Five Hlabisa           | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 759             | 91.8    | 60 939          | 7.4  | 7       | 0.9    | -                    | -    | 827       |
| C                                    | DC27 uMkhanyakude DM              | -                | -     | 17 525     | 10.8 | -               | -     | -                       | -     | -                     | -    | (946)           | (0.6) | 117 119         | 72.3    | 20              | 0.0  | 28 305  | 17.5   | -                    | -    | 162 003   |
| Total: uMkhanyakude Municipalities   |                                   | -                | -     | 17 525     | 9.4  | (0)             | (0.0) | -                       | -     | -                     | -    | (946)           | (0.5) | 131 043         | 70.3    | 927             | 0.5  | 37 975  | 20.4   | -                    | -    | 186 525   |
| B                                    | KZN281 uMfolozi                   | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 2               | 2.6     | -               | -    | 86      | 97.4   | -                    | -    | 88        |
| B                                    | KZN282 uMhlathuze                 | 142 965          | 72.4  | -          | -    | 17 765          | 9.0   | -                       | -     | 14 291                | 7.2  | -               | -     | 22 460          | 11.4    | -               | -    | 34      | 0.0    | -                    | -    | 197 516   |
| B                                    | KZN284 uMlalazi                   | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 105             | 80.9    | -               | -    | 25      | 19.1   | -                    | -    | 130       |
| B                                    | KZN285 Mthonjaneni                | 44 853           | 66.1  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 13 706          | 20.2    | -               | -    | 9 248   | 13.6   | -                    | -    | 67 807    |
| B                                    | KZN286 Nkandla                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 80              | 64.1    | -               | -    | 45      | 35.9   | -                    | -    | 125       |
| C                                    | DC28 King Cetshwayo DM            | -                | -     | 56 894     | 90.2 | -               | -     | -                       | -     | -                     | -    | -               | -     | 6 204           | 9.8     | -               | -    | -       | -      | -                    | -    | 63 098    |
| Total: King Cetshwayo Municipalities |                                   | 187 818          | 57.1  | 56 894     | 17.3 | 17 765          | 5.4   | -                       | -     | 14 291                | 4.3  | -               | -     | 42 558          | 12.9    | -               | -    | 9 437   | 2.9    | -                    | -    | 328 764   |
| B                                    | KZN291 Mandeni                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | -       | -      | -                    | -    | -         |
| B                                    | KZN292 KwaDukuza                  | -                | -     | -          | -    | -               | -     | 39                      | 0.3   | 127                   | 1.0  | -               | -     | 12 601          | 98.7    | -               | -    | -       | -      | -                    | -    | 12 767    |
| B                                    | KZN293 Ndwedwe                    | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 111             | 10.9    | 0               | 0.0  | 910     | 89.1   | -                    | -    | 1 021     |
| B                                    | KZN294 Maphumulo                  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | (148)           | (271.2) | -               | -    | 202     | 371.2  | -                    | -    | 54        |
| C                                    | DC29 iLembe DM                    | -                | -     | 35 276     | 55.2 | -               | -     | -                       | -     | -                     | -    | -               | -     | 28 236          | 44.2    | 345 735         | 0.5  | -       | -      | -                    | -    | 63 857    |
| Total: iLembe Municipalities         |                                   | -                | -     | 35 276     | 45.4 | -               | -     | 39                      | 0.1   | 127                   | 0.2  | -               | -     | 40 800          | 52.5    | 346             | 0.4  | 1 112   | 1.4    | -                    | -    | 77 699    |
| B                                    | KZN433 Greater Kokstad            | 13 736           | 96.1  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 562             | 3.9     | -               | -    | -       | -      | -                    | -    | 14 298    |
| B                                    | KZN434 Johannes Phumani Phungula  | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 214             | 100.0   | -               | -    | -       | -      | -                    | -    | 214       |
| B                                    | KZN435 uMzimkhulu                 | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 522             | 100.0   | -               | -    | -       | -      | -                    | -    | 522       |
| B                                    | KZN436 Dr. Nkosazana Dlamini Zuma | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | -               | -       | -               | -    | 385     | 100.0  | -                    | -    | 385       |
| C                                    | DC43 Harry Gwala DM               | -                | -     | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 1 580           | 49.8    | -               | -    | -       | -      | 1 593                | 50.2 | 3 173     |
| Total: Harry Gwala Municipalities    |                                   | 13 736           | 73.9  | -          | -    | -               | -     | -                       | -     | -                     | -    | -               | -     | 2 877           | 15.5    | -               | -    | 385     | 2.1    | 1 593                | 8.6  | 18 591    |
| Total                                |                                   | 2 015 084        | 31.2  | 1 978 104  | 30.6 | 187 840         | 2.9   | (50 991)                | (0.8) | 181 134               | 2.8  | (886)           | (0.0) | 1 568 550       | 24.3    | 12 626          | 0.2  | 460 251 | 7.1    | 107 453              | 1.7  | 6 459 166 |

Source: NT Igdatabase

Annexure I: National Conditional Grant - As at the end of Quarter 2 - 2024/25

| R'000                                |         |                            | Financial Management Grant                 |                       |         | Regional Bulk Infrastructure Grant (Schedule 5B Grant) |                       |         | Municipal Infrastructure Grant             |                       |         |
|--------------------------------------|---------|----------------------------|--|-----------------------|---------|--|-----------------------|---------|--|-----------------------|---------|
|                                      |         |                            | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.) | Unaudited Actual      |         | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.)             | Unaudited Actual      |         | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.) | Unaudited Actual      |         |
|                                      |         |                            |  | Expenditure<br>Munis. | % Spent |  | Expenditure<br>Munis. | % Spent |  | Expenditure<br>Munis. | % Spent |
| A                                    | KZN2000 | eThekwini                  | 1 000                                      | 287                   | 28.7    | -  | -                     | -       | -  | -                     | -       |
| B                                    | KZN212  | uMdoni                     | 1 900                                      | 756                   | 39.8    | -  | -                     | -       | 38 529                                     | 15 948                | 41.4    |
| B                                    | KZN213  | uMzumbe                    | 1 800                                      | 987                   | 54.8    | -  | -                     | -       | 39 542                                     | 31 433                | 79.5    |
| B                                    | KZN214  | uMuziwabantu               | 1 800                                      | 1 484                 | 82.5    | -  | -                     | -       | 26 795                                     | 14 518                | 54.2    |
| B                                    | KZN216  | Ray Nkonyeni               | 1 900                                      | -                     | -       | -  | -                     | -       | -  | -                     | -       |
| C                                    | DC21    | Ugu DM                     | 1 900                                      | 1 057                 | 55.6    | -  | -                     | -       | 182 877                                    | 162 854               | 89.1    |
| Total: Ugu Municipalities            |         |                            | 9 300                                      | 4 284                 | 46.1    | -  | -                     | -       | 287 743                                    | 224 753               | 78.1    |
| B                                    | KZN221  | uMshwathi                  | 1 900                                      | 815                   | 42.9    | -  | -                     | -       | 31 849                                     | 15 674                | 49.2    |
| B                                    | KZN222  | uMngeni                    | 1 800                                      | 413                   | 23.0    | -  | -                     | -       | 26 469                                     | 14 953                | 56.5    |
| B                                    | KZN223  | Mpofana                    | 3 000                                      | 1 740                 | 58.0    | -  | -                     | -       | 13 365                                     | 6 748                 | 50.5    |
| B                                    | KZN224  | iMpendle                   | 2 400                                      | 1 504                 | 62.6    | -  | -                     | -       | 12 982                                     | 4 906                 | 37.8    |
| B                                    | KZN225  | Msunduzi                   | 1 900                                      | 668                   | 35.1    | -  | -                     | -       | 231 752                                    | 96 259                | 41.5    |
| B                                    | KZN226  | Mkhambathini               | 3 000                                      | 2 163                 | 72.1    | -  | -                     | -       | 18 159                                     | 8 128                 | 44.8    |
| B                                    | KZN227  | Richmond                   | 1 900                                      | 1 637                 | 86.2    | -  | -                     | -       | 20 974                                     | 12 687                | 60.5    |
| C                                    | DC22    | uMgungundlovu DM           | 1 200                                      | 313                   | 26.1    | -  | -                     | -       | 117 200                                    | 83 523                | 71.3    |
| Total: uMgungundlovu Municipalities  |         |                            | 17 100                                     | 9 253                 | 54.1    | -  | -                     | -       | 472 750                                    | 242 878               | 51.4    |
| B                                    | KZN235  | Okhahlamba                 | 1 800                                      | (6 221)               | (345.6) | -  | -                     | -       | 42 689                                     | (116 016)             | (271.8) |
| B                                    | KZN237  | iNkosi Langelibalele       | 3 500                                      | 2 392                 | 68.4    | -  | -                     | -       | 43 819                                     | 21 573                | 49.2    |
| B                                    | KZN238  | Alfred Duma                | 2 000                                      | 443                   | 22.2    | -  | -                     | -       | 82 415                                     | 49 788                | 60.4    |
| C                                    | DC23    | uThukela DM                | 2 000                                      | -                     | -       | -  | -                     | -       | 191 529                                    | -                     | -       |
| Total: uThukela Municipalities       |         |                            | 9 300                                      | (3 385)               | (36.4)  | -  | -                     | -       | 360 452                                    | (44 655)              | (12.4)  |
| B                                    | KZN241  | eNdumeni                   | 2 000                                      | -                     | -       | -  | -                     | -       | 17 155                                     | -                     | -       |
| B                                    | KZN242  | Nquthu                     | 1 800                                      | 755                   | 41.9    | -  | -                     | -       | 46 128                                     | 18 693                | 40.5    |
| B                                    | KZN244  | uMsinga                    | 1 800                                      | 48                    | 2.7     | -  | -                     | -       | 43 516                                     | 28 617                | 65.8    |
| B                                    | KZN245  | uMvoti                     | 2 500                                      | 747                   | 29.9    | -  | -                     | -       | 44 480                                     | 26 024                | 58.5    |
| C                                    | DC24    | uMzinyathi DM              | 3 000                                      | 560                   | 18.7    | -  | -                     | -       | 216 278                                    | 93 207                | 43.1    |
| Total: Umzinyathi Municipalities     |         |                            | 11 100                                     | 2 111                 | 19.0    | -  | -                     | -       | 367 557                                    | 166 540               | 45.3    |
| B                                    | KZN252  | Newcastle                  | 1 800                                      | 384                   | 21.3    | -  | -                     | -       | 131 792                                    | 71 862                | 54.5    |
| B                                    | KZN253  | eMadlangeni                | 3 000                                      | 1 301                 | 43.4    | -  | -                     | -       | 10 160                                     | 8 219                 | 80.9    |
| B                                    | KZN254  | Dannhauser                 | 1 900                                      | 1 165                 | 61.3    | -  | -                     | -       | 24 921                                     | 11 959                | 48.0    |
| C                                    | DC25    | Amajuba DM                 | 3 800                                      | -                     | -       | -  | -                     | -       | 46 744                                     | -                     | -       |
| Total: Amajuba Municipalities        |         |                            | 10 500                                     | 2 849                 | 27.1    | -  | -                     | -       | 213 617                                    | 92 041                | 43.1    |
| B                                    | KZN261  | eDumbe                     | 3 000                                      | 2 280                 | 76.0    | -  | -                     | -       | 20 507                                     | 15 178                | 74.0    |
| B                                    | KZN262  | uPhongolo                  | 3 000                                      | 2 671                 | 89.0    | -  | -                     | -       | 40 696                                     | 18 666                | 45.9    |
| B                                    | KZN263  | AbaQulusi                  | 3 000                                      | 1 227                 | 40.9    | -  | -                     | -       | 43 212                                     | 26 609                | 61.6    |
| B                                    | KZN265  | Nongoma                    | 2 000                                      | 349                   | 17.4    | -  | -                     | -       | 36 925                                     | 13 221                | 35.8    |
| B                                    | KZN266  | Ulundi                     | 2 000                                      | 1 002                 | 50.1    | -  | -                     | -       | 35 780                                     | 30 415                | 85.0    |
| C                                    | DC26    | Zululand DM                | 1 200                                      | 500                   | 41.6    | 214 000  | 160 786               | 75.1    | 259 542                                    | 181 706               | 70.0    |
| Total: Zululand Municipalities       |         |                            | 14 200                                     | 8 029                 | 56.5    | 214 000  | 160 786               | 75.1    | 436 662                                    | 285 795               | 65.4    |
| Treas                                | KZN271  | uMhlabuyalingana           | 1 800                                      | 1 132                 | 62.9    | -  | -                     | -       | 40 541                                     | 22 877                | 56.4    |
| B                                    | KZN272  | Jozini                     | 3 000                                      | 752                   | 25.1    | -  | -                     | -       | 43 490                                     | 15 954                | 36.7    |
| B                                    | KZN275  | iNkosi uMtubatuba          | 1 900                                      | -                     | -       | -  | -                     | -       | 36 784                                     | (6 474)               | (17.6)  |
| B                                    | KZN276  | Big Five Hlabisa           | 2 700                                      | 1 518                 | 56.2    | -  | -                     | -       | 24 436                                     | 14 717                | 60.2    |
| C                                    | DC27    | uMkhanyakude DM            | 3 500                                      | -                     | -       | -  | -                     | -       | 246 685                                    | -                     | -       |
| Total: uMkhanyakude Municipalities   |         |                            | 12 900                                     | 3 402                 | 26.4    | -  | -                     | -       | 391 936                                    | 47 074                | 12.0    |
| B                                    | KZN281  | uMfolozi                   | 1 800                                      | 847                   | 47.0    | -  | -                     | -       | 37 418                                     | 20 409                | 54.5    |
| B                                    | KZN282  | uMhlathuze                 | 2 500                                      | 505                   | 20.2    | -  | -                     | -       | -  | -                     | -       |
| B                                    | KZN284  | uMlalazi                   | 1 800                                      | 1 056                 | 58.7    | -  | -                     | -       | 57 042                                     | 30 262                | 53.1    |
| B                                    | KZN285  | Mthonjaneni                | 2 800                                      | 1 688                 | 60.3    | -  | -                     | -       | 20 490                                     | 9 813                 | 47.9    |
| B                                    | KZN286  | Nkandla                    | 2 600                                      | 1 027                 | 39.5    | -  | -                     | -       | 26 189                                     | 9 250                 | 35.3    |
| C                                    | DC28    | King Cetshwayo DM          | 1 200                                      | 706                   | 58.8    | 214 744  | 100 992               | 47.0    | 196 496                                    | 105 785               | 53.8    |
| Total: King Cetshwayo Municipalities |         |                            | 12 700                                     | 5 829                 | 45.9    | 214 744  | 100 992               | 47.0    | 337 635                                    | 175 518               | 52.0    |
| B                                    | KZN291  | Mandeni                    | 1 800                                      | (817)                 | (45.4)  | -  | -                     | -       | 41 101                                     | (111 301)             | (270.8) |
| B                                    | KZN292  | KwaDukuza                  | 1 800                                      | 523                   | 29.1    | -  | -                     | -       | 60 549                                     | 16 082                | 26.6    |
| B                                    | KZN293  | Ndwedwe                    | 3 000                                      | 2 533                 | 84.4    | -  | -                     | -       | 34 473                                     | 23 188                | 67.3    |
| B                                    | KZN294  | Maphumulo                  | 1 800                                      | 1 149                 | 63.8    | -  | -                     | -       | 25 576                                     | 17 684                | 69.1    |
| C                                    | DC29    | iLembe DM                  | 1 000                                      | 213                   | 21.3    | -  | -                     | -       | 221 550                                    | 126 054               | 56.9    |
| Total: iLembe Municipalities         |         |                            | 9 400                                      | 3 602                 | 38.3    | -  | -                     | -       | 383 249                                    | 71 707                | 18.7    |
| B                                    | KZN433  | Greater Kokstad            | 1 800                                      | 990                   | 55.0    | -  | -                     | -       | 19 666                                     | 21 485                | 109.2   |
| B                                    | KZN434  | Johannes Phumani Phungula  | 1 900                                      | 811                   | 42.7    | -  | -                     | -       | 31 042                                     | 22 803                | 73.5    |
| B                                    | KZN435  | uMzimkhulu                 | 1 800                                      | 1 640                 | 91.1    | -  | -                     | -       | 59 593                                     | 28 693                | 48.1    |
| B                                    | KZN436  | Dr. Nkosazana Dlamini Zuma | 1 900                                      | 397                   | 20.9    | -  | -                     | -       | 31 318                                     | 18 010                | 57.5    |
| C                                    | DC43    | Harry Gwala DM             | 1 200                                      | 323                   | 26.9    | -  | -                     | -       | 230 622                                    | 85 715                | 37.2    |
| Total: Harry Gwala Municipalities    |         |                            | 8 600                                      | 4 163                 | 48.4    | -  | -                     | -       | 372 241                                    | 176 705               | 47.5    |
| Total                                |         |                            | 116 100                                    | 40 424                | 34.8    | 428 744  | 261 778               | 61.1    | 3 623 842                                  | 1 438 356             | 39.7    |

Source: NT Igdatabase

Annexure I: National Conditional Grant - 2nd Quarter 2024/25 (Continued...)

| R'000                                |         |                            | Intergrated National Electrification Programme<br>(municipal) Grant |                       |         | Expanded Public Works Programme<br>Intergrated Grant (municipality) |                       |         | Water Services Infrastructure Grant (Schedule<br>5B Grant) |                       |         |
|--------------------------------------|---------|----------------------------|---|-----------------------|---------|---|-----------------------|---------|--|-----------------------|---------|
|                                      |         |                            | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.)                          | Unaudited Actual      |         | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.)                          | Unaudited Actual      |         | DoRA 2024<br>Total Avail.<br>(Inc.Adjust.)                 | Unaudited Actual      |         |
|                                      |         |                            |   | Expenditure<br>Munis. | % Spent |   | Expenditure<br>Munis. | % Spent |  | Expenditure<br>Munis. | % Spent |
| A                                    | KZN2000 | eThekwini                  | -   | -                     | -       | 18 790  | 14 091                | 75.0    | -  | -                     | -       |
| B                                    | KZN212  | uMdoni                     | 11 487  | -                     | -       | 1 249   | 622                   | 49.8    | -  | -                     | -       |
| B                                    | KZN213  | uMzumbe                    | 1 597   | 1 880                 | 117.7   | 1 400   | 747                   | 53.4    | -  | -                     | -       |
| B                                    | KZN214  | uMuziwabantu               | -   | -                     | #DIV/0! | 1 497   | 982                   | 65.6    | -  | -                     | -       |
| B                                    | KZN216  | Ray Nkonyeni               | 11 521  | -                     | -       | 3 255   | -                     | -       | -  | -                     | -       |
| C                                    | DC21    | Ugu DM                     | -   | -                     | -       | 2 864   | 1 137                 | 39.7    | 100 000  | 66 050                | 66.1    |
| Total: Ugu Municipalities            |         |                            | 24 605  | 1 880                 | 7.6     | 10 265  | 3 488                 | 34.0    | 100 000  | 66 050                | 66.1    |
| B                                    | KZN221  | uMshwathi                  | 2 265   | -                     | -       | 1 760   | 1 657                 | 94.2    | -  | -                     | -       |
| B                                    | KZN222  | uMngeni                    | 14 620  | 8 561                 | 58.6    | 1 336   | 936                   | 70.1    | -  | -                     | -       |
| B                                    | KZN223  | Mpofana                    | 917   | -                     | -       | 1 267   | 986                   | 77.8    | -  | -                     | -       |
| B                                    | KZN224  | iMpendle                   | 14 773  | -                     | -       | 1 645   | 1 486                 | 90.3    | -  | -                     | -       |
| B                                    | KZN225  | Msunduzi                   | 4 971   | 3 478                 | 70.0    | 2 092   | 1 471                 | 70.3    | 70 000   | 28 828                | 41.2    |
| B                                    | KZN226  | Mkhambathini               | 11 643  | 14 690                | 126.2   | 1 541   | 801                   | 52.0    | -  | -                     | -       |
| B                                    | KZN227  | Richmond                   | -   | -                     | -       | 1 410   | 677                   | 48.0    | -  | -                     | -       |
| C                                    | DC22    | uMgungundlovu DM           | -   | -                     | -       | 1 889   | 973                   | 51.5    | 100 000  | 40 958                | 41.0    |
| Total: uMgungundlovu Municipalities  |         |                            | 49 189  | 26 729                | 54.3    | 12 940  | 8 987                 | 69.4    | 170 000  | 69 787                | 41.1    |
| B                                    | KZN235  | Okhahlamba                 | 6 701   | (16 740)              | (249.8) | 2 657   | (9 012)               | (339.2) | -  | -                     | -       |
| B                                    | KZN237  | iNkosi Langalibalele       | 11 851  | 8 194                 | 69.1    | 1 807   | 1 807                 | 100.0   | -  | -                     | -       |
| B                                    | KZN238  | Alfred Duma                | 15 556  | 4 730                 | 30.4    | 2 471   | 3 646                 | 147.5   | -  | -                     | -       |
| C                                    | DC23    | uThukela DM                | -   | -                     | -       | 1 685   | -                     | -       | 100 000  | -                     | -       |
| Total: uThukela Municipalities       |         |                            | 34 108  | (3 815)               | (11.2)  | 8 620   | (3 559)               | (41.3)  | 100 000  | -                     | -       |
| B                                    | KZN241  | eNdameni                   | 9 559   | -                     | -       | 1 561   | -                     | -       | -  | -                     | -       |
| B                                    | KZN242  | Nquthu                     | 16 474  | 9 226                 | 56.0    | 1 478   | 1 327                 | 89.8    | -  | -                     | -       |
| B                                    | KZN244  | uMsinga                    | 18 629  | 9 652                 | 51.8    | 3 287   | 1 809                 | 55.0    | -  | -                     | -       |
| B                                    | KZN245  | uMvoti                     | 13 811  | 10 256                | 74.3    | 2 115   | 857                   | 40.5    | -  | -                     | -       |
| C                                    | DC24    | uMzinyathi DM              | -   | -                     | -       | 5 349   | 1 850                 | 34.6    | 85 000   | 7 796                 | 9.2     |
| Total: Umzinyathi Municipalities     |         |                            | 58 473  | 29 134                | 49.8    | 13 790  | 5 843                 | 42.4    | 85 000   | 7 796                 | 9.2     |
| B                                    | KZN252  | Newcastle                  | 22 344  | 2 507                 | 11.2    | 1 896   | 1 119                 | 59.0    | 70 000   | 65 164                | 93.1    |
| B                                    | KZN253  | eMadlangeni                | 15 518  | 7 743                 | 49.9    | 1 331   | -                     | -       | -  | -                     | -       |
| B                                    | KZN254  | Dannhauser                 | -   | -                     | -       | 1 770   | -                     | -       | -  | -                     | -       |
| C                                    | DC25    | Amajuba DM                 | -   | -                     | -       | 1 551   | -                     | -       | 85 000   | -                     | -       |
| Total: Amajuba Municipalities        |         |                            | 37 862  | 10 250                | 27.1    | 6 548   | 1 119                 | 17.1    | 155 000  | 65 164                | 42.0    |
| B                                    | KZN261  | eDumbe                     | 7 753   | 9 203                 | 118.7   | 1 482   | (652)                 | (44.0)  | -  | -                     | -       |
| B                                    | KZN262  | uPhongolo                  | 4 474   | 2 084                 | 46.6    | 1 990   | 1 492                 | 75.0    | -  | -                     | -       |
| B                                    | KZN263  | AbaQulusi                  | 5 518   | -                     | -       | 1 793   | -                     | -       | -  | -                     | -       |
| B                                    | KZN265  | Nongoma                    | -   | -                     | #DIV/0! | 2 307   | 408                   | 17.7    | -  | -                     | -       |
| B                                    | KZN266  | Ulundi                     | 4 934   | 2 821                 | 57.2    | 2 420   | 2 420                 | 100.0   | -  | -                     | -       |
| C                                    | DC26    | Zululand DM                | -   | -                     | -       | 5 227   | 3 658                 | 70.0    | 100 000  | 75 000                | 75.0    |
| Total: Zululand Municipalities       |         |                            | 22 679  | 14 108                | 62.2    | 15 219  | 7 327                 | 48.1    | 100 000  | 75 000                | 75.0    |
| Treas                                | KZN271  | uMhlbuyalingana            | 13 533  | 5 869                 | 43.4    | 2 452   | 2 452                 | 100.0   | -  | -                     | -       |
| B                                    | KZN272  | Jozini                     | 7 801   | -                     | -       | 3 674   | 3 673                 | 100.0   | -  | -                     | -       |
| B                                    | KZN275  | iNkosi uMtubatuba          | -   | -                     | #DIV/0! | 2 226   | 10                    | 0.5     | -  | -                     | -       |
| B                                    | KZN276  | Big Five Hlabisa           | 8 777   | 3 500                 | 39.9    | 1 909   | 1 717                 | 89.9    | -  | -                     | -       |
| C                                    | DC27    | uMkhanyakude DM            | -   | -                     | -       | 4 270   | -                     | -       | -  | -                     | -       |
| Total: uMkhanyakude Municipalities   |         |                            | 30 111  | 9 369                 | 31.1    | 14 531  | 7 852                 | 54.0    | -  | -                     | -       |
| B                                    | KZN281  | uMfolozi                   | -   | -                     | #DIV/0! | 2 099   | 2 099                 | 100.0   | -  | -                     | -       |
| B                                    | KZN282  | uMhlathuze                 | 9 850   | -                     | -       | 2 674   | 821                   | 30.7    | 60 000   | 60 000                | 100.0   |
| B                                    | KZN284  | uMlalazi                   | 4 021   | 3 300                 | 82.1    | 2 787   | 1 513                 | 54.3    | -  | -                     | -       |
| B                                    | KZN285  | Mthonjaneni                | 8 184   | 6 418                 | 78.4    | 2 243   | 2 201                 | 98.1    | -  | -                     | -       |
| B                                    | KZN286  | Nkandla                    | 7 039   | 5 069                 | 72.0    | 2 477   | 1 733                 | 70.0    | -  | -                     | -       |
| C                                    | DC28    | King Cetshwayo DM          | -   | -                     | -       | 4 040   | 2 827                 | 70.0    | 100 000  | 57 216                | 57.2    |
| Total: King Cetshwayo Municipalities |         |                            | 29 094  | 14 787                | 50.8    | 16 320  | 11 194                | 68.6    | 160 000  | 117 216               | 73.3    |
| B                                    | KZN291  | Mandeni                    | 9 227   | (9 040)               | (98.0)  | 1 815   | (3 555)               | (195.9) | -  | -                     | -       |
| B                                    | KZN292  | KwaDukuza                  | 18 523  | 10 741                | 58.0    | 1 589   | 1 436                 | 90.3    | -  | -                     | -       |
| B                                    | KZN293  | Ndwedwe                    | 11 477  | 5 113                 | 44.6    | 2 067   | 2 075                 | 100.4   | -  | -                     | -       |
| B                                    | KZN294  | Maphumulo                  | 10 051  | 7 467                 | 74.3    | 1 536   | 1 536                 | 100.0   | -  | -                     | -       |
| C                                    | DC29    | iLembe DM                  | -   | -                     | -       | 3 071   | 741                   | 24.1    | 100 000  | 44 923                | 44.9    |
| Total: iLembe Municipalities         |         |                            | 49 278  | 14 281                | 29.0    | 10 078  | 2 232                 | 22.2    | 100 000  | 44 923                | 44.9    |
| B                                    | KZN433  | Greater Kokstad            | 14 620  | 11 714                | 80.1    | 1 657   | 5 607                 | 338.4   | -  | -                     | -       |
| B                                    | KZN434  | Johannes Phumani Phungula  | 4 216   | 4 216                 | 100.0   | 1 620   | 1 620                 | 100.0   | -  | -                     | -       |
| B                                    | KZN435  | uMzimkhulu                 | -   | -                     | #DIV/0! | 2 471   | 1 729                 | 70.0    | -  | -                     | -       |
| B                                    | KZN436  | Dr. Nkosazana Dlamini Zuma | 5 504   | 1 190                 | 21.6    | 1 832   | 1 206                 | 65.8    | -  | -                     | -       |
| C                                    | DC43    | Harry Gwala DM             | -   | -                     | -       | 4 460   | 1 888                 | 42.3    | 100 000  | 25 470                | 25.5    |
| Total: Harry Gwala Municipalities    |         |                            | 24 340  | 17 120                | 70.3    | 12 040  | 12 050                | 100.1   | 100 000  | 25 470                | 25.5    |
| Total                                |         |                            | 359 739   | 133 842               | 37.2    | 139 141   | 70 624                | 50.8    | 1 070 000  | 471 407               | 44.1    |

Source: NT Igdatabase

Source: NT Igdatabase

| Annexure J : Criteria for serious financial problems - As at the end of Quarter 2 - 2024/25 |         |  |           |   |                |            |           |  |                              |   |           |                                  |           |   |  |  |                              |  |   |                  |                   |                                |  |                  |                   |                           |  |  |                   |  |      |      |
|---|---------|--|-----------|---|----------------|------------|-----------|--|------------------------------|---|-----------|----------------------------------|-----------|---|--|--|------------------------------|--|---|------------------|-------------------|--------------------------------|--|------------------|-------------------|---------------------------|--|--|-------------------|--|------|------|
| 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 |  |  |                              | Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA |   |                  |                   |                                | Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA |                  |                   |                           |  | Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA |                   | Municipality meeting one or more criteria for financial problems |      |      |
|   |         | Total creditors owed > 90 days   | Indicator | Operating Surplus/(Deficit)   | Direct revenue | Percentage | Indicator | Opinion - 2023/24 financial year   | Indicator                    | Bulk electricity amount owed > 90 days  | Indicator | Bulk water amount owed > 90 days | Indicator | Cash and cash equivalents - 30 September 2024   | Cash and cash equivalents - 31 December 2024 | Indicator (Negative cash for two consecutive quarters) | Operating expenditure Budget | Bulk electricity creditors > 90 days   | Bulk electricity creditors > 90 days as % Opex Budget | Indicator (> 2%) | Indicator (> 40%) | Bulk water creditors > 90 days | Bulk water creditors > 90 days as % Opex Budget  | Indicator (> 2%) | Indicator (> 40%) | Total creditors > 90 days | Total creditors > 90 days as % Opex Budget | Indicator (> 2%)   | Indicator (> 40%) |  |      |      |
| A   | KZN2000 | eThekweni  | 13 725    | TRUE  | 2 820 705      | 30 651 814 | 9.2       | -  | Unqualified with findings    | -   | -         | -                                | -         | 3 187 130   | 6 182 164                                    | -  | 55 640 744                   | -  | -   | -                | -                 | -                              | -  | -                | -                 | 13 725                    | 0.0  | -  | -                 | -  | TRUE |      |
| B   | KZN212  | uMdoni   | -         | -   | 47 137         | 238 823    | 19.7      | -  | Outstanding                  | -   | -         | -                                | -         | 139 979   | 54 754                                       | -  | 452 715                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | -                         | -  | -  | -                 | -  | -    |      |
| B   | KZN213  | uMzumbi  | 578       | -   | 22 575         | 135 322    | 16.7      | -  | Adverse                      | -   | -         | -                                | -         | 26 791  | (190 487)                                    | -  | 206 492                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 578                       | 0.3  | -  | -                 | -  | TRUE |      |
| B   | KZN214  | uMuziwabantu   | -         | -   | 6 450          | 135 904    | 4.7       | -  | Unqualified with findings    | -   | -         | -                                | -         | 71 678  | 74 189                                       | -  | 270 512                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | -                         | -  | -  | -                 | -  | -    |      |
| B   | KZN216  | Ray Nkonyeni   | 5         | -   | 172 078        | 769 111    | 22.4      | -  | Unqualified with findings    | -   | -         | -                                | -         | 156 149   | 256 631                                      | -  | 1 250 931                    | -  | -   | -                | -                 | -                              | -  | -                | -                 | 5                         | 0.0  | -  | -                 | -  | -    |      |
| C   | DC21    | Ugu DM   | 718 928   | TRUE  | 72 264         | 844 040    | 8.6       | -  | Unqualified with findings    | -   | -         | 433 608                          | TRUE      | 1 495 266   | 2 305 434                                    | -  | 857 923                      | -  | -   | -                | -                 | -                              | 433 608  | 50.5             | TRUE              | TRUE                      | 718 928                                    | 83.8   | TRUE              | TRUE   | TRUE | TRUE |
| B   | KZN221  | uMshwathi  | 2 528     | TRUE  | 36 901         | 147 709    | 25.0      | -  | Unqualified with no findings | -   | -         | -                                | -         | 76 660  | 129 632                                      | -  | 289 246                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 2 528                     | 0.9  | -  | -                 | -  | TRUE |      |
| B   | KZN222  | uMngeni  | 101       | -   | 23 910         | 305 953    | 7.8       | -  | Unqualified with findings    | -   | -         | -                                | -         | 61 326  | 63 653                                       | -  | 614 180                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 101                       | 0.0  | -  | -                 | -  | -    |      |
| B   | KZN223  | Mpofana  | 574 904   | TRUE  | (44 851)       | 79 082     | (56.7)    | TRUE   | Unqualified with findings    | -   | -         | -                                | -         | 37 832  | 71 844                                       | -  | 192 830                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 574 904                   | 298.1                                      | TRUE   | TRUE              | TRUE   | TRUE |      |
| B   | KZN224  | iMpindle   | (0)       | -   | (9 243)        | 38 610     | (23.9)    | TRUE   | Unqualified with findings    | -   | -         | -                                | -         | 52 413  | 66 145                                       | -  | 73 316                       | -  | -   | -                | -                 | -                              | -  | -                | -                 | (0)                       | (0.0)                                      | -  | -                 | -  | TRUE |      |
| B   | KZN225  | Msunduzi   | 2 099 638 | TRUE  | 659 563        | 4 418 382  | 14.9      | -  | Outstanding                  | -   | 1 535 945 | TRUE                             | 525 399   | TRUE  | 239 087                                      | (5 107 437)  | -                            | 8 380 271  | 1 535 945   | 18.3             | TRUE              | -                              | 525 399  | 6.3              | TRUE              | -                         | 2 099 638                                  | 25.1   | TRUE              | -  | TRUE |      |
| B   | KZN226  | Mkhambathini   | 29        | -   | 5 920          | 103 553    | 5.7       | -  | Unqualified with findings    | -   | -         | -                                | -         | 95 438  | 239 102                                      | -  | 157 981                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 29                        | 0.0  | -  | -                 | -  | -    |      |
| B   | KZN227  | Richmond   | -         | -   | 25 314         | 107 137    | 23.6      | -  | Unqualified with no findings | -   | -         | -                                | -         | 107 179   | 179 192                                      | -  | 172 981                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | -                         | -  | -  | -                 | -  | -    |      |
| C   | DC22    | uMgungundlovu DM   | 93        | -   | 158 714        | 917 235    | 17.3      | -  | Unqualified with findings    | -   | -         | -                                | -         | 1 362 908   | 2 615 572                                    | -  | 1 353 142                    | -  | -   | -                | -                 | -                              | -  | -                | -                 | 93                        | 0.0  | -  | -                 | -  | -    |      |
| B   | KZN235  | Okhahlamba   | 5 555     | TRUE  | 16 612         | 158 617    | 10.5      | -  | Unqualified with findings    | -   | -         | -                                | -         | 68 748  | 24 565                                       | -  | 251 944                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 5 555                     | 2.2  | TRUE   | -                 | -  | TRUE |      |
| B   | KZN237  | iNkosi Langalibalele   | 1 028     | TRUE  | 78 005         | 465 324    | 16.8      | -  | Qualified                    | TRUE  | -         | -                                | -         | 244 409   | 317 515                                      | -  | 846 295                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 1 028                     | 0.1  | -  | -                 | -  | TRUE |      |
| B   | KZN238  | Alfred Duma  | 9         | -   | 83 813         | 686 811    | 12.2      | -  | Unqualified with findings    | -   | -         | -                                | -         | 780 228   | 994 396                                      | -  | 1 471 939                    | -  | -   | -                | -                 | -                              | -  | -                | -                 | 9                         | 0.0  | -  | -                 | -  | -    |      |
| C   | DC23    | uThukela DM  | 33 505    | TRUE  | 275 069        | 635 648    | 43.3      | -  | Qualified                    | TRUE  | -         | -                                | -         | (1 179)   | 524 220                                      | -  | 967 232                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 33 505                    | 3.5  | TRUE   | -                 | -  | TRUE |      |
| B   | KZN241  | eNdumeni   | 169 314   | TRUE  | (699)          | 227 126    | (0.3)     | -  | Disclaimer                   | TRUE  | 147 945   | TRUE                             | -         | 82 142  | 149 283                                      | -  | 459 107                      | 147 945  | 32.2  | TRUE             | -                 | -                              | -  | -                | -                 | 169 314                   | 36.9                                       | TRUE   | -                 | -  | TRUE |      |
| B   | KZN242  | Nquthu   | 6 089     | TRUE  | 84 261         | 219 421    | 38.4      | -  | Unqualified with findings    | -   | -         | -                                | -         | 24 966  | 27 462                                       | -  | 322 072                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 6 089                     | 1.9  | -  | -                 | -  | TRUE |      |
| B   | KZN244  | uMzinga  | -         | -   | 68 124         | 193 588    | 35.2      | -  | Unqualified with no findings | -   | -         | -                                | -         | 130 386   | 175 145                                      | -  | 297 637                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | -                         | -  | -  | -                 | -  | -    |      |
| B   | KZN245  | uMvoti   | (386)     | -   | 22 392         | 237 218    | 9.4       | -  | Unqualified with no findings | -   | -         | -                                | -         | 90 300  | 250 704                                      | -  | 480 371                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | (386)                     | (0.1)                                      | -  | -                 | -  | -    |      |
| C   | DC24    | uMzinyathi DM  | 199 756   | TRUE  | 154 218        | 463 359    | 33.3      | -  | Adverse                      | TRUE  | -         | -                                | -         | (7 989 176)   | 1 348 818                                    | -  | 671 903                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 199 756                   | 29.7                                       | TRUE   | -                 | -  | TRUE |      |
| B   | KZN252  | Newcastle  | 310 442   | TRUE  | 145 463        | 1 497 321  | 9.7       | -  | Unqualified with findings    | -   | 71 355    | TRUE                             | 233 855   | TRUE  | 568 516                                      | 1 157 124  | -                            | 2 617 460  | 71 355  | 2.7              | TRUE              | -                              | 233 855  | 8.9              | TRUE              | -                         | 310 442                                    | 11.9   | TRUE              | -  | TRUE |      |
| B   | KZN253  | eMadlangeni  | 10 314    | TRUE  | 5 005          | 72 941     | 6.9       | -  | Unqualified with findings    | -   | -         | -                                | -         | (13 830)  | 16 583                                       | -  | 124 022                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 10 314                    | 8.3  | TRUE   | -                 | -  | TRUE |      |
| B   | KZN254  | Dannhauser   | 2 197     | TRUE  | 49 611         | 120 245    | 41.3      | -  | Unqualified with findings    | -   | -         | -                                | -         | 10 405  | (8 960)                                      | -  | 172 696                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 2 197                     | 1.3  | -  | -                 | -  | TRUE |      |
| C   | DC25    | Amajuba DM   | 95 224    | TRUE  | 24 705         | 188 649    | 13.1      | -  | Qualified                    | TRUE  | -         | 56 647                           | TRUE      | 150 944   | 120 256                                      | -  | 256 615                      | -  | -   | -                | -                 | -                              | 56 647   | 22.1             | TRUE              | -                         | 95 224                                     | 37.1   | TRUE              | -  | -    | TRUE |
| B   | KZN261  | eDumbe   | 971       | -   | 46 852         | 140 628    | 33.3      | -  | Unqualified with findings    | -   | -         | 8                                | -         | 18 071  | (11 569)                                     | -  | 237 120                      | -  | -   | -                | -                 | -                              | 8  | 0.0              | -                 | -                         | 971  | 0.4  | -                 | -  | -    | -    |
| B   | KZN262  | uPhongolo  | 1 029     | TRUE  | 43 733         | 218 389    | 20.0      | -  | Unqualified with findings    | -   | -         | -                                | -         | (63 295)  | (65 710)                                     | TRUE   | 330 181                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 1 029                     | 0.3  | -  | -                 | -  | TRUE |      |
| B   | KZN263  | AbaQulusi  | 138 590   | TRUE  | (90 225)       | 406 400    | (22.2)    | TRUE   | Unqualified with findings    | -   | 136 119   | TRUE                             | -         | 92 852  | 81 182                                       | -  | 876 649                      | 136 119  | 15.5  | TRUE             | -                 | -                              | -  | -                | -                 | 138 590                   | 15.8                                       | TRUE   | -                 | -  | TRUE |      |
| B   | KZN265  | Nongoma  | 32 043    | TRUE  | 68 656         | 188 377    | 36.4      | -  | Unqualified with findings    | -   | -         | -                                | -         | 10 539  | 23 174                                       | -  | 220 760                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 32 043                    | 14.5                                       | TRUE   | -                 | -  | TRUE |      |
| B   | KZN266  | Ulundi   | 211 381   | TRUE  | 53 554         | 337 142    | 15.9      | -  | Unqualified with findings    | -   | 211 381   | TRUE                             | -         | 296 232   | 316 034                                      | -  | 506 819                      | 211 381  | 41.7  | TRUE             | TRUE              | -                              | -  | -                | -                 | 211 381                   | 41.7                                       | TRUE   | TRUE              | TRUE   | TRUE |      |
| C   | DC26    | Zululand DM  | -         | -   | 141 862        | 580 974    | 24.4      | -  | Unqualified with findings    | -   | -         | -                                | -         | 465 225   | 599 219                                      | -  | 767 636                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | -                         | -  | -  | -                 | -  | -    |      |
| B   | KZN271  | uMhlabuyalingana   | 4 099     | TRUE  | 89 207         | 208 888    | 42.7      | -  | Unqualified with findings    | -   | -         | -                                | -         | 46 164  | 71 627                                       | -  | 290 504                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 4 099                     | 1.4  | -  | -                 | -  | TRUE |      |
| B   | KZN272  | Jozini   | 59        | -   | 803            | 209 586    | 0.4       | -  | Unqualified with findings    | -   | -         | -                                | -         | 272 812   | 478 934                                      | -  | 330 314                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 59                        | 0.0  | -  | -                 | -  | -    |      |
| B   | KZN275  | iNkosi uMtubatuba  | 20 291    | TRUE  | 122 595        | 252 203    | 48.6      | -  | Qualified                    | TRUE  | -         | -                                | -         | 29 436  | 65 012                                       | -  | 308 633                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | 20 291                    | 6.6  | TRUE   | -                 | -  | TRUE |      |
| B   | KZN276  | Big Five Hlabisa   | (583)     | -   | 45 877         | 152 476    | 30.1      | -  | Unqualified with findings    | -   | -         | -                                | -         | 101 798   | 101 229                                      | -  | 236 716                      | -  | -   | -                | -                 | -                              | -  | -                | -                 | (583)                     | (0.2)                                      | -  | -                 | -  | -    |      |
| C   | DC27    | uMkhanyakude DM  | 147 616   | TRUE  | 45 939         | 523 862    | 8.8       | -  | Qualified                    | TRUE  | -         | 17 525                           | TRUE      | 166 485   | 168 094                                      | -  | 729 638                      | -  | -   | -                |                   |                                |  |                  |                   |                           |  |  |                   |  |      |      |

Annexure J : Criteria for serious financial problems - As at the end of Quarter 2 - 2024/25

| R000  |                                   | Municipality meeting one or more criteria for financial problems | Comments   |
|-------|-----------------------------------|--|--|
|       |                                   |  |  |
| A     | KZN2000 eThekwini                 | TRUE   | The municipality indicated that it is not experiencing financial distress and has provided the following explanations for Creditors unpaid for over 90 days:<br>- Supplier invoice compliance issues: Supplier payments are processed only when all required documents and approvals are submitted in accordance with the accounts payable policy. The outstanding Creditors' balance for invoices over 90 days was reduced to R13,689,412.29, with 97% of invoices paid within 30 days of receipt in December 2024.<br>- Payments on hold pending investigations and legal matters: Efforts are underway to resolve older unpaid items currently under investigation due to processing challenges. These items will neither be written off nor paid until the investigations are complete. The municipality is actively working to address these issues and finalise the payments.  |
| B     | KZN212 uMdoni                     | -  |  |
| B     | KZN213 uMzombe                    | 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. However, the municipality's financial information indicates it is not in financial distress.   |
| B     | KZN214 uMuziwabantu               | -  |  |
| B     | KZN216 Ray Nkonyeni               | -  |  |
| C     | DC21 Ugu DM                       | TRUE   | Ugu District Municipality reported outstanding Creditors of R718.9 million for more than 90 days as at 31 December 2024. According to the MFMA Section 41 report from the uMngeni-uThukela Water Board for 31 December 2024, the municipality owed R536.5 million to the water board, reflecting an increase of R84.3 million from the balance of R452.2 million as at 30 September 2024. The uMngeni-uThukela Water Board indicated that it has received and accepted a revised payment plan; however, the municipality has subsequently defaulted, and a letter of intent to restrict water supply by 50% is being drafted by the water board. A meeting was held on 10 January 2025 to address the non-payments and default on the payment plan.  |
| B     | KZN221 uMshwathi                  | TRUE   | The municipality indicated that it is not in financial distress and the R2.5 million reported as Creditors older than 90 days relates to retentions held for various projects. Efforts are underway to correctly align and map these items to ensure accurate reporting in the Schedule C. Furthermore, the municipality has received technical assistance on best practices from another municipality using the same system vendor and aims to resolve the treatment of retentions in Quarter 3 of the 2024/25 financial year.  |
| B     | KZN222 uMngeni                    | -  |  |
| B     | KZN223 Mpofana                    | TRUE   | The Mpofana Local Municipality is one of the municipalities which were identified by National Treasury to be in financial crisis. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The municipality has a long outstanding debt from Eskom which is reported as Creditors over 90 days. As at 31 December 2024, the municipality owed R558.1 million to Eskom which is an increase of R23.8 million from the balance of R534.3 million as at 30 September 2024. The municipality has challenges in controlling expenditure which has resulted in a significant Operating deficit of R44.9 million or 56.7 percent of Revenue which exceeds 5 percent as at 31 December 2024. The municipality is in financial distress.   |
| B     | KZN224 iMpende                    | TRUE   | The iMpende Local Municipality reported an Operating deficit of R9.2 million as at 31 December 2024. The municipality stated that the Operating deficit resulted from the under-budgeting of Operational expenditure such as Employee-related costs, Contracted services and Operational costs, resulting in higher actual spending in this category and further exacerbating the financial strain. The municipality is in financial distress.   |
| B     | KZN225 Msunduzi                   | TRUE   | The municipality indicated that it had brought its Eskom account in line with the current payment arrangement (debt relief), leaving an outstanding balance of R1.3 million as of 31 December 2024. However, it could not pay the uMngeni-uThukela Water Board due to low cash flow. Consultations are underway with the uMngeni-uThukela Water Board to review the payment arrangement. The Board postponed a meeting initially scheduled for 21 January 2025 due to network challenges on their end. The outstanding amount owed to the uMngeni-uThukela Water Board is R1 billion.  |
| B     | KZN226 Mkhambathini               | -  |  |
| B     | KZN227 Richmond                   | -  |  |
| C     | DC22 uMgungundlovu DM             | -  |  |
| B     | KZN235 Okhahlamba                 | TRUE   | The municipality indicated that the MFMA Section 71 report for December 2024 incorrectly reflected Cash and cash equivalents of R24.6 million. The Bank reconciliation and Investment register as at the end of December 2024 reflect R9.1 million and R48.5 million respectively therefore the correct Cash and cash equivalents balance is R57.6 million as at the end of the second quarter of the 2024/25 financial year. The MFMA Section 71 report as at 30 September 2024 reflected R68.7 million as opposed to R56.3 million as per the Bank statement and Investment register as at the end of September 2024. Furthermore, the municipality clarified that the reported Creditors of R5.6 million exceeding 90 days does not accurately represent their age analysis. The municipality confirmed that invoices have been paid within 30 days and attributed the discrepancy to a system error. According to the municipality, no Creditors were outstanding as at 31 December 2024. There are thus no financial problems at the municipality. The municipality indicated that they are engaging with their system vendor to ensure accurate reporting going forward.   |
| B     | KZN237 iNkosi Langalibalele       | TRUE   | The municipality received a qualified audit opinion 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.<br><br>The Creditors over 90 days are due Telkom and uThukela interest charges which are scheduled for reversal through journal adjustments before the end of the financial year.<br><br>There are thus no financial problems at the municipality.   |
| B     | KZN238 Alfred Duma                | -  |  |
| C     | DC23 uThukela DM                  | TRUE   | The uThukela District Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The Creditors over 90 days are attributed to the unfavourable cash position at the municipality. The municipality finalised new repayment plans for the overdue Creditor balances. The municipality is currently paying monthly instalments of R2 million to the uMngeni-uThukela Water Board and R1 million to the Department of Water and Sanitation. It should also be noted that the Creditors over 90 days of R33.5 million is significantly understated in relation to the outstanding balance of R155.7 million in the over 120 days category as per the MFMA Section 41 report at the end of December 2024.   |
| B     | KZN241 eNdumeni                   | TRUE   | The municipality stated that the main reason for Creditors outstanding for greater than 90 days is due to the fact that the municipality is facing financial difficulties and they are thus struggling to make full payments as and when due. The municipality has paid R5 million towards the Eskom debt in June 2024 and has entered into a payment arrangement with Eskom to settle its historical debt.  |
| B     | KZN242 Ngquthu                    | TRUE   | The municipality attributed the Creditors outstanding for greater than 90 days to a system error discovered. They further indicated that there is a valid outstanding Creditor for an amount of R1.1 million relating to retentions which is not yet due to be paid. The municipality further stated that the issue will be discussed with financial system vendor for correction.   |
| B     | KZN244 uMsinga                    | -  |  |
| B     | KZN245 uMvoti                     | -  |  |
| C     | DC24 uMzinyathi DM                | TRUE   | The municipality stated that it is facing financial difficulties and a low collection of revenue led the municipality to not being able to pay its Creditors timeously. The municipality has signed a payment arrangement with the uThukela Water (Pty) Ltd Company and is in the process of making payment arrangements with the Department of Water Affairs. The municipality is also currently under intervention in terms of Sections 139(1)(b) of the Constitution and has an Interim Finance Committee in place to assist with the management of the payment of its Creditors.   |
| B     | KZN252 Newcastle                  | TRUE   | According to the municipality, Creditors in over 90 days of R310 million are attributable to uThukela Water, Eskom and other creditors. The municipality is unable to pay Creditors in the over 90 days category due to the financial constraints. The municipality has however signed a payment arrangement with uThukela Water and has entered into a payment arrangement with Eskom to pay off outstanding debt.  |
| B     | KZN253 eMadlangeni                | TRUE   | The municipality stated that the orders on the system were captured with the total contract value and the invoices are captured against it as they are received. The value reduces as invoices are paid.   |
| B     | KZN254 Dannhauser                 | TRUE   | The municipality attributed the total Creditors owed for greater than 90 days to insufficient documents being submitted from creditors which has resulted in those Creditors not being paid within 30 days.  |
| C     | DC25 Amajuba DM                   | TRUE   | The municipality stated that its Creditors outstanding for greater than 90 days was due to the cash flow challenges it is currently facing and that they are in the process of engaging with creditors to negotiate payment arrangements in an effort to settle these overdue amounts in a phased manner. Currently, the municipality has a payment arrangement with uThukela Water which is being honoured and there are also efforts underway to improve debtor collection and reduce delays in revenue inflows. The municipality is currently implementing its Audit Action Plan in order to address the negative audit outcomes.   |
| B     | KZN261 eDunbe                     | -  |  |
| B     | KZN262 uPhongolo                  | TRUE   | The municipality indicated that the negative cash position observed for two consecutive quarters is due to inaccuracies in financial reporting and incorrect cash flow transactions. The municipality has taken steps to address the incorrect reporting by collaborating with the system vendor to rectify the errors.<br><br>The municipality indicated that the Creditors in the Over 90 days category as at 31 December 2024 of R1 million mainly relates to a dispute and the matter is with the lawyer awaiting their recommendation.  |
| B     | KZN263 Abaqulusi                  | TRUE   | The municipality indicated that Creditors outstanding as at 31 December 2024 in the Over 90 days' category is attributable to the Eskom debt of R136.1 million where the municipality 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.<br><br>The Operating deficit of R90.2 million resulted from that late recognition of the second tranche of the Equitable share that was received in December 2024, which was only recognised in January 2025.   |
| B     | KZN265 Nongoma                    | TRUE   | The municipality indicated that the Creditors outstanding as at 31 December 2024 in the over 90 days' category of R32 million is attributable to severe financial constraints 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.  |
| 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.   |
| C     | DC26 Zululand DM                  | -  |  |
| B     | KZN271 uMhlathuze/alingana        | TRUE   | As per the municipality, the Creditors balance over the 90 days' category as reflected in the MFMA Section 71 report of R4.1 million is incorrect due to the fact that the mSCOA data strings were drawn from the system and uploaded to the National Treasury GoMuni Portal before the Expenditure section at the municipality had finalised the accounts payable allocations in the financial system. The creditors balance in the over the 90 days' category as at 31 December 2024 amounts to R429 042 as per the signed Age Analysis submitted by the municipality as extracted from their financial system. Thus, there are no apparent financial problems at the municipality as at the end of Quarter 2 as the Creditors balance over the 90 days' category is well below the threshold of R1 million (Section 138(a) of the MFMA), however the municipality is required to ensure that the Expenditure section at the municipality finalises the accounts payable allocations in the financial system before uploading the MFMA Section 71 data strings to the GoMuni Portal to avoid incorrect or incomplete reporting.  |
| B     | KZN272 Jozini                     | -  |  |
| B     | KZN275 iNkosi uMbatuba            | TRUE   | The iNkosi Mbatuba Local Municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. As part of the intervention process, all payments to Creditors are approved by an Interim Finance Committee which according to the municipality, continues to result in delays in payments. The municipality further indicated that the Creditors balance outstanding for a period of greater than 90 days are due to the constraints on the cash position of the municipality which results in Creditors being settled on a priority basis.<br><br>The total Creditors balance outstanding amount of R14.4 million (R20.3 million outstanding for a period greater than 90 days) reported in the MFMA Section 71 report is incorrect and is far below total Creditors balance of R22.8 million (R20.1 million outstanding for a period greater than 90 days) as per the municipality's prepared Schedule C for Month 06. This is due to challenges with the use of the Creditors' module. The municipality also maintained the explanation that part of the creditors' balance outstanding for a period of greater than 90 days are related to disputes where work performed before the commencement of the Section 139 Intervention could not be verified. The municipality undertook and completed a credits verification exercise in the 2023/24 financial year in an effort to identify legitimate long outstanding creditors. The municipality indicated that they have proactively entered into payment negotiations with several long outstanding creditors in order to ensure that the already constraint cash position does not deteriorate any further. The municipality has 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.   |
| B     | KZN276 Big Five Hlabisa           | -  |  |
| C     | DC27 uMkhanyakude DM              | TRUE   | The uMkhanyakude District Municipality is under intervention in terms of Section 139(1)(b) of the Constitution. As explained by the municipality in prior reporting periods, the municipality has included payments of long outstanding Creditors as a priority over the 3 years of the 2023/24 MTREF Budget approved by Council. As part of the Section 139(1)(b) intervention process, all payments to Creditors continue to be first approved by an Interim Finance Committee (IFC), which is chaired by the Ministerial Representative.<br><br>The amount reflected in the Over 90 days category for Creditors as at the end of December 2024 is mainly attributable to the bulk water amount owed to Mhlathuze Water and the Department of Water and Sanitation (DWS). The municipality indicated that there have been engagements with the Mhlathuze Water Board with the last one being at the beginning of April 2024 regarding outstanding payments as a result of disputes. The municipality further indicated that the invoices under dispute are for the water scheme that belongs to DWS and not the municipality. Since the DWS could not be part of the April 2024 meeting, the municipality advised that they have made a request to secure another meeting to further engage on the matter, which they still awaiting a response to. During the IFM engagement held between Provincial Treasury and the district municipality in December 2024, the municipality indicated that the implementing agent (Umhlathuze Water) 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 uMhlathuze Water Board had agreed to charge the municipality only bulk water purchases going forward. 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 Mhlathuze and DWS must be concluded as a matter of urgency. The municipality had committed to providing supporting documents relating to the dispute but none have been received thus far. Furthermore, similar to previous quarters in the 2023/24 financial year, it is also noted that as at Quarter 2, the amount of R17.5 million reflected for Bulk Water as at Month 06 is 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. |
| B     | KZN281 uMfolozi                   | -  |  |
| B     | KZN282 uMhlathuze                 | -  |  |
| B     | KZN284 uMlalazi                   | -  |  |
| B     | KZN285 Mthorjaneni                | TRUE   | The Creditors balance of R48.2 million in the Over 90 days category includes the R39.8 million Eskom arrears account which the municipality was not in a position to pay due to financial constraints. The municipality paid a sum of R4.1 million on 05 December 2024 towards the Eskom account arrears. A 12 months payment arrangement to settle the R3.9 million arrears from 01 April 2023 to debt relief approval date was entered into by the municipality. The municipality has honoured its third debt order payment of R328 923.81 dated 08 November 2024. A final warning for non-compliance with conditions of the Municipal Debt Relief Programme was issued to the municipality by National Treasury on 17 December 2024 for the municipality to table to Council and to address the noted non-compliance within 3 months from date of the letter.<br><br>The negative cash/cash equivalent at period end is due to the Cash flow statement mapping challenges. This matter is being investigated by the service provider for corrective action for future reporting purpose. The reported negative cash position is also attributable to cash flow constraints being experienced by the municipality which makes it difficult for the municipality to meet its obligations on time. However, the municipality has established an Interim Finance Committee to address a number of challenges being experienced by the municipality as per recommendations by Provincial Treasury support team.  |
| B     | KZN286 Nkandla                    | -  |  |
| C     | DC28 King Cetshwayo DM            | -  |  |
| B     | KZN291 Mandeni                    | -  |  |
| B     | KZN292 KwaDukuza                  | -  |  |
| B     | KZN293 Nqwedwe                    | -  |  |
| B     | KZN294 Maphumulo                  | -  |  |
| C     | DC29 iLembe DM                    | TRUE   | As per the iLembe District Municipality, the Creditors balance reported in the Over 90 days category of R22 million as at Month 06 relates to a legal dispute with a supplier where the matter is currently in a court of law. The municipality indicated that while they have raised the debt, they are currently waiting the court decision on the matter. It must however be noted that the municipality has reflected balances over the 90 days' category resulting from disputed creditors over the last 2 quarters.  |
| B     | KZN433 Greater Kokstad            | -  |  |
| B     | KZN434 Johannes Phumani Phungula  | -  |  |
| B     | KZN435 uMzimkhulu                 | -  |  |
| B     | KZN436 Dr. Nkosazane Dlamini Zuma | -  |  |
| C     | DC43 Harry Gwala DM               | -  |  |
| Total |                                   | 26   |  |

Source: NFI Igntabase