

## **ZULULAND DISTRICT MUNICIPALITY**



**MONTHLY BUDGET STATEMENT AND SUPPORTING  
DOCUMENTATION FOR PERIOD ENDED**

**30 NOVEMBER 2025**

**MFMA S71 REPORT**

**2025/2026 FINANCIAL YEAR**

## **Table of Contents**

<b>GLOSSARY .....</b>	<b>1</b>
<b>PART 1 – IN-YEAR REPORT .....</b>	<b>3</b>
1.1. MAYORS REPORT .....	3
1.2. COUNCIL RESOLUTION .....	3
1.3. EXECUTIVE SUMMARY .....	3
1.4. OPERATING REVENUE PERFORMANCE.....	6
1.5. OPERATING EXPENDITURE PERFORMANCE.....	9
1.6. CAPITAL EXPENDITURE AND FUNDING.....	13
1.7. IN-YEAR BUDGET TABLES.....	16
MBRR Table C2 – Monthly Budget Statement Financial Performance (revenue and expenditure by functional classification).....	18
MBRR Table C4 - Monthly Budget Statement Financial Performance (revenue and expenditure by source).....	20
MBRR Table C5 - Monthly Budget Statement Capital Expenditure by vote, functional classification and funding source .....	21
MBRR Table C6 - Monthly Budget Statement Financial Position .....	22
MBRR Table C7 - Monthly Budget Statement Cash Flow Statement .....	28
<b>PART 2 – SUPPORTING DOCUMENTATION .....</b>	<b>32</b>
2.1.DEBTORS ANALYSIS.....	32
2.2 CREDITORS ANALYSIS.....	33
2.3 INVESTMENT PORTFOLIO.....	33
2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE .....	34
2.5 COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS.....	36
2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN .....	38
2.7 PARENT MUNICIPALITY FINANCIAL PERFORMACE .....	40
2.8 MUNICIPAL ENTITY FINANCIAL PERFORMACE .....	40
2.9 CAPITAL PROGRAMME PERFORMACE .....	41
2.10 OTHER SUPPORTING DOCUMENTS .....	43
2.11 IN-YEAR REPORT OF MUNICIPAL ENTITIES.....	45
2.12 MUNICIPAL MANAGERS QUALITY CERTIFICATION.....	46

## **GLOSSARY**

**Adjustment Budgets** – it is the formal means by which a municipality may revise its budget during a financial year. Prescribed in section 28 of the Municipal Finance Management Act.

**Allocations** – money received from Provincial or National Government or other municipalities.

**AFS** – Annual Financial Statements.

**Budget** – the financial plan of the municipality.

**Budget related policy** – policy of a municipality affecting or affected by the budget.

**Capital Expenditure** – spending on municipal assets such as land, buildings, distribution networks, treatment plants and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

**Cash Flow Statements** – a statement showing when actual cash will be received and spent by the municipality, and the month end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted income and expenditure timings.

**CFO** – Chief Financial Officer

**DORA** – Division of Revenue Act. An annual legislation indicating the allocations from National Government and Provincial Government

**DWAF** – Department of Water Affairs

**EPWP** – Expanded Public Works Program

**Equitable Share** – a general grant paid to municipalities. It is predominantly targeted to assist with free basic services.

**FMG** – Financial Management Grant

**Fruitless and wasteful expenditure** – expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GRAP** – Generally Recognised Accounting Practice. The new standard for municipal accounting and basis upon which AFS are prepared.

**MSCOA** – Municipal Standard Chart of Accounts

**IDP** – Integrated Development Plan. The main strategic planning document of a municipality

**KPI** – Key Performance Indicators. Measures of service output and/or outcome

**LED** – Local Economic Development

**MFMA** – Municipal Finance Management Act (No. 53 of 2003). The principal piece of legislation relating to municipal finance management.

**MIG** – Municipal Infrastructure Grant

**MSIG** – Municipal Systems Improvement Grant

**WSIG** – Water services Infrastructure Grant

**MTREF** – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level. Also includes details of the previous three years and current years' financial position.

**MWIG** – Municipal Water Infrastructure Grant

**Operating Expenditure** – spending on the day-to-day expenses of a municipality such as general expenses, salaries & wages, and repairs & maintenance

**R & M** – Repairs and Maintenance

**SCM** - Supply Chain Management

**SSBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget statements

**Strategic Objectives** - the main priorities of a municipality as set out in the IDP Budget spending must contribute towards achievement of these strategic objectives.

**Unauthorised Expenditure** – generally spending without or in excess of an approved budget.

**Virement** – transfer of budget

**ZDM** – Zululand District Municipality

## PART 1 – IN-YEAR REPORT

### 1.1. MAYORS REPORT

To be attached

### 1.2. COUNCIL RESOLUTION

The Monthly budget statement review be noted.

### 1.3. EXECUTIVE SUMMARY

#### BUDGET PERFORMANCE ANALYSIS

The Summary Statement of Financial Performance is prepared in terms of the prescribed budget formats, detailing revenue by source type and expenditure by input type. The summary report indicates the following:

#### Summary Statement of Financial Performance

##### Revenue and Expenditure

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Revenue By Source (Excluding Capital Transfers)	815 238 444	349 313 413.73	344 143 674	5 169 739.41	2%	43%
Total Operating Expenditure	553 766 368	339 262 624.54	237 156 369	102 106 255.61	43%	61%
Surplus/(Deficit)	261 472 076	10 050 789.19	106 987 305	-96 936 516.20		

##### Operating Revenue Performance

Total operating revenue generated by the Municipality as at **30 November 2025** is **R349.3 million**, which is **43%** of the approved operating revenue budget. The **R349.3 million** year to date Actual is **above** the **five months** baseline projection or year-to-date budget of **R344.1 million**, a variance of **R5.1 million or 2% is observed**.

The Municipality is largely dependent on government grants and partly service charges for its operations. Service charges revenue recognized from exchange revenue is only **R28.2 million** which is **34%** of the total generated service charges from exchange revenue.

##### Major Variances between actual and year-to-date budget on Operating Revenue

Reasons for variances can be attributed to Transfers and subsidies being received based on transfer schedule and cannot be benchmarked against year-to-date budget, transfers and subsidies which is moving at a pace faster than year to date budget.

Operating revenue is explained by source in detail on Section 1.4 Operating Revenue Performance.

## Operating Expenditure Performance

Total Operating Expenditure as at **30 November 2025** is **R339.2 million** which is **61%** of the approved operating expenditure budget. The **R339.2 million** year to date actual is **above** the **five months** baseline projection or year-to-date budget of **R237.1 million**, a variance of **R102.1 million or 43% is observed**.

## Major Variances between actual and year-to-date budget on Operating Expenditure

Reasons for variances can be attributed to contracted services moving at higher pace, and inventory consumed which are moving at a slower pace than year-to-date budget; remuneration of councilors moving at higher pace and debt impairment which has no movement yet. Employee-related cost, interest and operational cost are a bit higher than the year-to-day budget.

Operating expenditure is explained by source in detail on Section 1.5 Operating Expenditure Performance.

## Grants expenditure and receipts

GRANTS RECEIPTS AND EXPENDITURE AS AT 30 NOVEMBER 2025	APPROVED BUDGET	RECEIPTS	YTD ACTUAL	VARIENCE YTD & ADJUSTED BUDGET	PERCENTAGE SPENT
Municipal Infrastructure Grant (MIG)	268 969 000	179 000 000.00	111 640 006.55	157 328 993.45	42
Regional Bulk Infrastructure (RBIG)	544 478 000	382 700 000.00	220 729 869.58	323 748 130.42	41
Water services infrastructure Grant (WSIG)	100 000 000	70 000 000.00	25 874 762.11	74 125 237.89	26
Rural Roads Asset Managemnt Systems Grant	2 772 000	1 940 000.00	-	2 772 000.00	-
Indonsa Grant	1 719 000	2 331 100.00	-	1 719 000.00	-
FMG	1 300 000	1 300 000.00	616 773.21	683 226.79	47
EPWP	6 406 000	4 485 000.00	5 650 434.97	755 565.03	88
LGSETA Waste Water Employees	-	99 606.00	99 000.00	-99 000.00	-
TS_O_M_PG_KZN_CAP_BLD_AVIAION	500 000	1 000 000.00	-	500 000.00	-
NSF		12 199 851.30	12 019 000.00		-
AMAFA		160 000.00	160 000.00		-
	926 144 000	655 115 951	376 690 846	561 632 154	244

## Capital Expenditure and Funding

### Summary Statement of Capital Expenditure and Funding

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	742 877 267	303 248 852.68	312 904 832	-9 655 979.20	-3%	41%
Total Capital Financing	742 877 267	303 248 852.68	312 904 832	-9 655 979.20	-3%	41%

## Grants receipts and expenditure

Total Capital Expenditure as at **30 November 2025** is **R303.2 million** which is **41%** of the approved capital budget. The **R303.2 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R312.9 million**, a variance of **R9.6 million or 3%**.

Capital expenditure is explained by source in detail on section 1.6 Capital Expenditure and Funding.

### **Major Variances between actual and year to date budget on Capital expenditure**

Reasons for variances can be attributed to capital grants not being spent at a similar pace as the year-to date budget but rather spent according to the project's cash flows. **MIG** is at **42%**, **RBIG** is at **41%**, **WSIG** is at **26%** **RRAMG** is at **0%** and **Indonsa** is at **0%**.

### **Financial Position Framework**

Summary of Statement of Financial position:

FINANCIAL POSITION	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL	%
Total current assets	677 146 297	677 146 297	238 404 459.12	35
Total non current assets	5 982 750 926	5 982 750 926	6 371 118 855.11	106
Total current liabilities	406 164 039	406 164 039	774 895 972.26	191
Total non current liabilities	254 145 896	254 145 896	130 841 404.71	51
<b>TOTAL COMMUNITY WEALTH/ EQUITY</b>	<b>4 821 896 212</b>	<b>4 948 466 374</b>	<b>7 515 260 691.20</b>	<b>155.9%</b>

**The current assets** year to date actual is **R238.4 million**, which is **35%** of the approved budget. **Non - Current assets** year to date actual is **R6.3 billion**, which is **106%** of the approved budget. **Current Liabilities** year to date actual is **R774.8 million** which is **191%** of the approved budget. **Non- Current Liabilities** year to date is **R130.8 million** which is **51%** of the approved budget. **Accumulated surplus** year to date actual is **R5.8 billion** which is **102.6%** of the approved budget.

Current assets amount to **R238.4 million**, included in the current assets is an investment **of R46 million**.

Current liabilities amount to **R774.8 million**, this includes unspent conditional grants amounting to **R317.6 million**.

The Current ratio is 0.31:1 [**238.4 million/774.8 million**], the current ratio norm is **2:1**

The municipality approved the funded budget, in the budget there was inclusion of debt relief from DWS, the main condition was to make sure that the municipality pays the current month expenditure.

Since the signing of agreement, the municipality has started to pay even though there is an issue that DWS does not put all invoices on time in their portal, that results to inconsistent payments.

Financial Position Framework is explained in detail on section 1.7 In year Budget Tables.

## 1.4. OPERATING REVENUE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2024/25		Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>Revenue</b>											
Exchange Revenue											
Service charges - Electricity		55 414	63 954	63 954	3 185	21 307	26 647	–	–20%	63 954	
Service charges - Water		18 129	18 494	18 494	1 442	6 960	7 706	(746)	-10%	18 494	
Service charges - Waste Water Management											
Service charges - Waste management								–			
Sale of Goods and Rendering of Services		627	800	800	–	340	333	6	2%	800	
Agency services								–			
Interest								–			
Interest earned from Receivables		746	858	858	58	264	358	(94)	-26%	858	
Interest from Current and Non Current Assets		8 129	8 000	8 000	882	2 262	3 333	(1 071)	-32%	8 000	
Dividends								–			
Rent on Land								–			
Rental from Fixed Assets		463	504	504	39	193	210	(17)	-8%	504	
Licence and permits		277	295	295	16	87	123	(35)	-29%	295	
Special rating levies								–			
Operational Revenue		1 542	1 344	1 344	4	200	560	(360)	-64%	1 344	
<b>Non-Exchange Revenue</b>											
Property rates								–			
Surcharges and Taxes		–	–	–	–	–	–	–		–	
Fines, penalties and forfeits		449	605	605	8	145	252	(107)	-43%	605	
Licence and permits								–			
Transfers and subsidies - Operational		680 583	720 384	740 965	67	317 556	304 621	12 935	4%	740 965	
Interest		–	–	–	–	–	–	–		–	
Fuel Levy								–			
Operational Revenue		–	–	–	–	–	–	–		–	
Gains on disposal of Assets		–	–	–	–	–	–	–		–	
Other Gains		1 706	–	–	–	–	–	–		–	
Discontinued Operations								–			
<b>Total Revenue (excluding capital transfers and contributions)</b>		768 065	815 238	835 819	5 702	349 313	344 144	5 170	2%	835 819	

The year-to-date actual indicates operating revenue of **R349.3 million** for **November**, The **R349.3 million** year to date actual is **above** the **five months** baseline projection or year-to-date budget of **R344.1 million**, a variance of **R5.1 million** or **2%** is observed.

Included in operating revenue is an amount of revenue recognized on operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR).

The sources of funding are important to ensure that the expenditure is funded, and cash backed. Each line item on the face of the financial performance is explained below.

### EXCHANGE REVENUE

#### Service charges – Water revenue

This is the amounts billed on customers for water used, the year-to-date actual is **R21.3 million** which is **33 %** of the approved budget. The **R21.1 million** year to date actual is **below** the **Five months** baseline projection or year-to-date budget of **R26.6 million**. A variance of **R5.1 million** or **20%** is observed. the municipality started the process of replacing estimates with prepaid meters, and for the month of November, the municipality have installed More prepaid meters that's why our monthly Actual is **R3.1 million**.

### **Service charges – Sanitation revenue**

This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is **R6.9 million** which is **38%** of the approved budget. The **R6.9 million** year to date actual is **below the five months** baseline projection or year-to-date budget of **R7.7 million**. A variance of **R746 thousand** or **10%** is observed. Sanitation will for the period will have an effect since **Business have an excess charge** and it also affect our sanitation since we have changed billing from **estimates to Actual** for the month of **November**.

### **Sale of goods and rendering of service**

This is the amount on sale of goods and rendering of services, the year-to-date actual is **R340 thousands** which is **43%** of the approved budget. The **R340 thousands** year to date actual is **above the five months** baseline projection or year-to-date budget of **R333 thousand**. A variance of **6 thousand** or **2%** is observed.

There was a no sale of tender documents for the month of **November 2025**.

### **Interest earned - outstanding debtors**

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is **R264 thousand**, which is **31%** of the approved budget. The **R264 thousand** year-to-date actual is **below the five months** baseline projection or year-to-date budget of **R358 thousand**. A variance of **R94 thousand** or **26%** is observed.

Reasons for variances can be attributed to businesses' adherence to payment terms; the municipality must implement stringent measures for the Month of **November since** we have an **Actual of R58 thousand**, we must ensure that businesses Pay on time

### **Interest on investment**

Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is **R2.2 million** which is **28%** of the approved budget. The **R2.2 million** year-to-date actual is **below the five-month** baseline projection or year-to-date budget of **R3.3 million**. A variance of **R1 million** or **32%** is observed.

The reason for variance can be attributed to the fact that there were some investments which were not matured by the end of the reporting period.

### **Rent of facilities**

Rental of facilities is amounts billed for office space leased out, the year-to-date actual is **R193 thousand** which is **38%** of the approved budget. The **R193 thousand** year-to-date actual is **below the five months** baseline projection or year-to-date budget of **R210 thousand**. A variance of **R17 thousand** or **8%** is observed

The municipality will review and reconcile rent with the lease agreements for future forecast. The Rent on Facilities is Fixed

## **Licences and Permits**

Licences and permits year-to-date actual is **R87 thousand** which is **30%** of the approved budget. The **R87 thousand** year to date actual is **below** the **five months** baseline projection or year-to-date budget of **R123 thousand**. A variance of **R35 thousand** or **29%** is observed. In the Month of **November** there were only health certificate issued, which is a movement of **R12 thousand**.

## **Operational revenue**

Operational revenue year-to-date actual is **R200 thousand** which is **15%** of the approved budget. The **R200 thousand** year to date actual is **below** the **five months** baseline projection or year-to-date budget of **R560 thousand**. A variance of **R360 thousands** or **64%** is observed.

The variance to this line item can be attributed the non-receipt of Skills Development Refund, Registration Fees, Handling Fees which is not benchmarked by year to date, which is a movement of **R4 thousand**.

## **NON-EXCHANGE REVENUE**

### **Fines, penalties, and forfeits**

Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual is **R145 thousand**, which is **24%** of the approved budget. The **R145 thousand** year to date is **below** the **five-month** baseline projection or year-to-date budget of **R252 thousand**. A variance of **R107 thousand** or **43%** is observed, which is a movement of **R8 thousand**.

Reasons for variances highlight a negative indication that more consumers are illegally connected or a indication that some illegally connected consumers have been discovered. Municipality must keep up the disconnection of illegal connections.

### **Transfers and subsidies**

Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 20252; and provincial gazette, Transfers and subsidies is revenue recognized as operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Transfers and subsidies (Grants) are recognised/recorder as revenue when conditions have been met, except for equitable share which is not a conditional grant.

Transfers and subsidies year to date actual is **R317.4 million** which is **44%** of the approved budget. The **R317.4 million** year to date actual is **above** the **five months** baseline projection or year-to-date budget of **R304.6 million**. A variance of **R12.9 million** or **4%** is observed.

Reasons for variances can be attributed to the nature of transfers and subsidies which depend on the transfer schedule and cannot be benchmarked against the year-to-date budget. Grants are not

received monthly but in trenches as per approved transfer schedule. Grants received to date is Equitable share, Aviation Grant, LGSETA Grant and Indonsa art centre.

## 1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description R thousands	Ref	2024/25		Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>Expenditure By Type</b>											
Employee related costs		343 349	302 013	302 013	29 405	150 832	125 840	24 992	20%	302 013	
Remuneration of councillors		10 539	11 640	11 640	855	4 231	4 850	(619)	-13%	11 640	
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-	
Inventory consumed		57 950	10 250	10 351	(754)	(4 633)	4 218	(8 852)	-210%	10 351	
Debt impairment		30 773	4 000	4 000	-	-	1 667	(1 667)	-100%	4 000	
Depreciation and amortisation		120 749	95 000	95 000	7 917	39 583	39 584	(0)	0%	95 000	
Interest		18 091	7 575	7 335	943	4 586	3 058	1 528	50%	7 335	
Contracted services		276 563	87 677	107 262	8 218	60 756	42 801	17 954	42%	107 262	
Transfers and subsidies		9 064	-	-	-	2	-	2	#DIV/0!	-	
Irrecoverable debts written off		2 724	-	-	-	-	-	-	-	-	
Operational costs		335 440	35 611	36 646	21 311	83 905	15 138	68 766	454%	36 646	
Losses on Disposal of Assets		6	-	-	-	-	-	-	-	-	
Other Losses		272	-	-	-	-	-	-	-	-	
<b>Total Expenditure</b>		<b>1 205 521</b>	<b>553 766</b>	<b>574 247</b>	<b>67 896</b>	<b>339 263</b>	<b>237 156</b>	<b>102 106</b>	<b>43%</b>	<b>574 247</b>	

The year-to-date actuals indicate spending of **R339.2 million** for **five months**, which is **61%** of the approved operating expenditure budget. The **R339.2 million** year to date actual is **above** the **five months** baseline projection or year-to-date budget of **R237.1 million**, a variance of **R102.1 million** or less than **43%** is observed.

### Employee Related Costs

Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual is **R150.8 million** which is **50%** of the approved budget. The **R150.8 million** year to date actual is **above** the **five-month** baseline projection or year-to-date budget of **R125.8 million**. A variance of **R24.9 million** or **20%** is observed. The expenditure for the month is **R29.4 million**.

### Remuneration of Councillors

Remuneration of Councilors is paid for councilors allowances, service-related benefits and contributions. The year-to-date actual is **R4.2 million** which is **36%** of the approved budget. The **R4.2 million** year-to-date actual is **below** the **five-month** baseline projection or year-to-date budget of **R4.8 million**. A variance of **R619 thousand** or **13%** is observed. The Expenditure for the Month is **R855 thousand**.

### Bulk purchases – electricity

The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity. The purchase of electricity is under section other expenditure below.

## **Inventory Consumed**

Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is a negative amount (**-R4.6 million**), which means there were transaction performed incorrectly.

The municipality will prepare a journal to correct the error.

## **Debt impairment**

Debt impairment is the amount for provision for non-collection as per council policy. Provision for non-collection assessment and calculation is done at year end. National treasuries recommend that the assessment and calculations be done monthly.

## **Depreciation**

This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is **R39.5 million** which is **42%** of the approved budget. The **R39.5 million** year-to-date actual **equals** the **five month** baseline projection or year-to-date budget of **R39.5 million**. A variance of **R0** or **0%** is observed. The movement for the month is **R7.9 million**.

## **Finance charges**

Finance charges are amounts for interest paid on overdue accounts, interest on loan and finance lease for laptops. The year-to-date actual is **R4.5 million** which is **61%** of the approved budget. The **R4.5 million** year-to-date actual is **above** the **five-month** baseline projection or year-to-date budget of **R3 million**. A variance of **R1.5 million** or **50%** is observed. The movement for the month is **R943 thousand** resulting from interest on loan.

## **Contracted services**

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R60.7 million** which is **69%** of the approved budget. The **R60.9 million** year to date actual is **above** the **five-month** baseline projection or year-to-date budget of **R42.8 million**. A variance of **R17.9 million** or **42%** is observed. The movement for the month is **R8.2 million**, the major movements are noted in non employees training funded by NSF, Security services & Bulk maintenance.

## **Transfers and subsidies paid.**

Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The municipality did not budget for this line item.

## Operational cost

Operational costs are all other expenditure not classified above. The year-to-date actual is **R83.9 million** which is **236%** of the approved budget. the **R83.9 million** year-to-date actual is **above** the **five months** baseline projection or year-to-date budget of **R15.1 million**. A variance of **R68.7 million** or **454%** is observed. The movement for the month is **R21.3 million**. Major movements are from Eskom, lease of fleet & wet fuel.

## Operating Grants Expenditure Performance

Operating grants are allocated and spent as per Division of Revenue Act requirements

CONDITIONAL OPERATING GRANTS EXPENDITURE	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Finance Management grant (FMG)	1 300 000	616 773.21	541 667	75 106.54	14%	47%
EPWP Incentive	6 406 000	5 650 434.97	2 669 167	2 981 268.30	112%	88%
Art centre Subsidies (Indonsa Grant)	1 719 000	-	716 250	-716 250.00	-100%	0%
Aviation Grant	500 000	-	208 333	-208 333.33	-100%	0%
LG SETA	99 606	-	41 503	-41 502.50	-100%	0%
Disaster Management Grant	7 125 285	6 043 987.73	2 968 869	3 075 118.98		
<b>Total Operating Grant Expenditure</b>	<b>17 149 891</b>	<b>12 311 195.91</b>	<b>7 145 787.92</b>	<b>5 165 407.99</b>	<b>72%</b>	<b>72%</b>

FMG **47%**, EPWP Incentive **88%**, Art center subsidies (Indonsa Grant) **0%**, LG SETA **0%**, Aviation Grant **0%** and NSF **0%**

## Grants Rollovers

ROLLED OVER GRANTS FROM 2024/2025	APPROVED ROLLOVER	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %
TSUCM_COGTA BOREHOLES:OPEN/B	1 445 896	-	481 965	-481 965.32	-
Disaster Management Grant	7 125 285	6 043 987.73	2 375 095	3 668 892.73	85%
<b>Total Operating Grant Expenditure</b>	<b>8 571 181</b>	<b>6 043 987.73</b>	<b>2 857 060</b>	<b>3 186 927.41</b>	<b>85%</b>

COGTA Boreholes Grant **0%** and Disaster Management Grant **85%**

## Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		55 414	63 954	63 954	3 185	21 307	26 647	(5 341)	-20%	63 954
Service charges - Water		18 129	18 494	18 494	1 442	6 960	7 706	(746)	-10%	18 494
Service charges - Waste Water Management										
Service charges - Waste management										
Sale of Goods and Rendering of Services		627	800	800	—	340	333	6	2%	800
Agency services										
Interest										
Interest earned from Receivables		746	858	858	58	264	358	(94)	-26%	858
Interest from Current and Non Current Assets		8 129	8 000	8 000	882	2 262	3 333	(1 071)	-32%	8 000
Dividends										
Rent on Land										
Rental from Fixed Assets		463	504	504	39	193	210	(17)	-8%	504
Licence and permits		277	295	295	16	87	123	(35)	-29%	295
Special rating levies										
Operational Revenue		1 542	1 344	1 344	4	200	560	(360)	-64%	1 344
<b>Non-Exchange Revenue</b>										
Property rates										
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		449	605	605	8	145	252	(107)	-43%	605
Licence and permits										
Transfers and subsidies - Operational		680 583	720 384	740 965	67	317 556	304 621	12 935	4%	740 965
Interest		—	—	—	—	—	—	—	—	—
Fuel Levy										
Operational Revenue		—	—	—	—	—	—	—	—	—
Gains on disposal of Assets		—	—	—	—	—	—	—	—	—
Other Gains		1 706	—	—	—	—	—	—	—	—
Discontinued Operations										
<b>Total Revenue (excluding capital transfers and contributions)</b>		768 065	815 238	835 819	5 702	349 313	344 144	5 170	2%	835 819
<b>Expenditure By Type</b>										
Employee related costs		343 349	302 013	302 013	29 405	150 832	125 840	24 992	20%	302 013
Remuneration of councillors		10 539	11 640	11 640	855	4 231	4 850	(619)	-13%	11 640
Bulk purchases - electricity		—	—	—	—	—	—	—	—	—
Inventory consumed		57 950	10 250	10 351	(754)	(4 633)	4 218	(8 852)	-210%	10 351
Debt impairment		30 773	4 000	4 000	—	—	1 667	(1 667)	-100%	4 000
Depreciation and amortisation		120 749	95 000	95 000	7 917	39 583	39 584	(0)	0%	95 000
Interest		18 091	7 575	7 335	943	4 586	3 058	1 528	50%	7 335
Contracted services		276 563	87 677	107 262	8 218	60 756	42 801	17 954	42%	107 262
Transfers and subsidies		9 064	—	—	—	2	—	2	#DIV/0!	—
Irrecoverable debts written off		2 724	—	—	—	—	—	—	—	—
Operational costs		335 440	35 611	36 646	21 311	83 905	15 138	68 766	454%	36 646
Losses on Disposal of Assets		6	—	—	—	—	—	—	—	—
Other Losses		272	—	—	—	—	—	—	—	—
<b>Total Expenditure</b>		1 205 521	553 766	574 247	67 896	339 263	237 156	102 106	43%	574 247
<b>Surplus/(Deficit)</b>		(437 456)	261 472	261 572	(62 194)	10 051	106 987	(96 937)	(0)	261 572
Transfers and subsidies - capital (monetary allocations)		851 477	916 219	916 219	127 076	355 215	381 758	(26 543)	(0)	916 219
Transfers and subsidies - capital (in-kind)		8	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		414 029	1 177 691	1 177 791	64 882	365 266	488 745	(123 480)	(0)	1 177 791
Income Tax								—	—	
<b>Surplus/(Deficit) after income tax</b>		414 029	1 177 691	1 177 791	64 882	365 266	488 745	(123 480)	(0)	1 177 791
Share of Surplus/Deficit attributable to Joint Venture								—	—	
Share of Surplus/Deficit attributable to Minorities								—	—	
<b>Surplus/(Deficit) attributable to municipality</b>		414 029	1 177 691	1 177 791	64 882	365 266	488 745	(123 480)	(0)	1 177 791
Share of Surplus/Deficit attributable to Associate								—	—	
Intercompany/Parent subsidiary transactions								—	—	
<b>Surplus/ (Deficit) for the year</b>		414 029	1 177 691	1 177 791	64 882	365 266	488 745	(123 480)	(0)	1 177 791

## 1.6. CAPITAL EXPENDITURE AND FUNDING

The Capital Expenditure Report reflected has been prepared based on the format required by National Treasury and is categorized by municipal vote. The capital expenditure is funded from Government Grants and internally Generated Funds

The summary report indicates the following: -

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	742 877 267	303 248 852.68	312 904 832	-9 655 979.20	-3%	41%
Total Capital Financing	742 877 267	303 248 852.68	312 904 832	-9 655 979.20	-3%	41%

The capital expenditure amounts to **R303.2 million**, which is **41%** of the capital approved budget, after a period of **five months**.

## Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M05 November

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 01 - Council		–	–	–	–	–	–	–	–	–
Vote 02 - Corporate Services		–	–	–	–	–	–	–	–	–
Vote 03 - Finance		511	–	–	–	–	–	–	–	–
Vote 04 - Community Development		–	–	–	–	–	–	–	–	–
Vote 05 - Planning & Wsa		–	–	15 670	–	2 160	10 904	(8 745)	-80%	15 670
Vote 06 - Technical Services		–	–	–	–	–	–	–	–	–
Vote 07 - Water Purification		–	–	–	–	–	–	–	–	–
Vote 08 - Water Distribution		–	–	–	–	–	–	–	–	–
Vote 09 - Waste Water		–	–	–	–	–	–	–	–	–
Vote 10 - .		–	–	–	–	–	–	–	–	–
Vote 11 - .		–	–	–	–	–	–	–	–	–
Vote 12 - .		–	–	–	–	–	–	–	–	–
Vote 13 - .		–	–	–	–	–	–	–	–	–
Vote 14 - *		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Capital Multi-year expenditure</b>	4,7	511	–	15 670	–	2 160	10 904	(8 745)	-80%	15 670
<b>Single Year expenditure appropriation</b>	2									
Vote 01 - Council		–	–	–	–	–	–	–	–	–
Vote 02 - Corporate Services		37	–	–	–	–	–	–	–	–
Vote 03 - Finance		164	–	–	–	–	–	–	–	–
Vote 04 - Community Development		–	87	174	–	–	47	(47)	-100%	174
Vote 05 - Planning & Wsa		732 582	742 790	727 120	108 576	301 089	301 953	(864)	0%	727 120
Vote 06 - Technical Services		–	–	–	–	–	–	–	–	–
Vote 07 - Water Purification		–	–	–	–	–	–	–	–	–
Vote 08 - Water Distribution		48 200	–	–	–	–	–	–	–	–
Vote 09 - Waste Water		–	–	–	–	–	–	–	–	–
Vote 10 - .		–	–	–	–	–	–	–	–	–
Vote 11 - .		–	–	–	–	–	–	–	–	–
Vote 12 - .		–	–	–	–	–	–	–	–	–
Vote 13 - .		–	–	–	–	–	–	–	–	–
Vote 14 - *		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Capital single-year expenditure</b>	4	780 983	742 877	727 294	108 576	301 089	302 001	(911)	0%	727 294
<b>Total Capital Expenditure</b>		781 494	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		712	–	–	–	–	–	–	–	–
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		712	–	–	–	–	–	–	–	–
Internal audit		–	–	–	–	–	–	–	–	–
<b>Community and public safety</b>		–	87	174	–	–	47	(47)	-100%	174
Community and social services		–	87	174	–	–	47	(47)	-100%	174
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>		61	2 410	2 410	–	–	1 004	(1 004)	-100%	2 410
Planning and development		61	2 410	2 410	–	–	1 004	(1 004)	-100%	2 410
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
<b>Trading services</b>		780 722	740 380	740 380	108 576	303 249	311 853	(8 605)	-3%	740 380
Energy sources		780 722	740 380	740 380	108 576	303 249	311 853	(8 605)	-3%	740 380
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–
<b>Other</b>		–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure - Functional Classification</b>	3	781 494	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964
<b>Funded by:</b>										
National Government		732 522	742 790	742 790	108 576	303 249	312 858	(9 609)	-3%	742 790
Provincial Government		–	87	174	–	–	47	(47)	-100%	174
District Municipality		–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Depar'tm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–
<b>Transfers recognised - capital</b>		732 522	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964
<b>Borrowing</b>	6	48 200	–	–	–	–	–	–	–	–
<b>Internally generated funds</b>		772	–	–	–	–	–	–	–	–
<b>Total Capital Funding</b>		781 494	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964

## Governance and administration

The municipality did not budget for Governance and administration.

## Community and public safety

Community and public safety year-to-date actual is **R0** which is **0%** of the approved budget. the **R0** year to date actual is **below the Five months** baseline projection or year-to-date budget of **R47 thousand**. A variance of **R47 thousand** or **100%** is observed.

## Economic and environmental services

Economic and environmental services year-to-date actual is **R0** which is **0%** of the approved budget. the **R0** year to date actual is **below Five-month** baseline projection or year-to-date budget of **R1004 thousand**. A variance of **R1004 thousand** or **100%** is observed.

## Trading services

Trading services year-to-date actual is **R303.2 million** which is **41%** of the approved budget. the **R303.2 million** year-to-date actual is **below the five months** baseline projection or year-to-date budget of **R311.8 million**. A variance of **R8.6 million** or **3%** is observed.

CAPITAL EXPENDITURE BY SOURCE EXCLUSIVE OF VAT	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	233 886 087	97 494 580.49	97 452 536	42 044.26	0%	42%
Regional Bulk Infrastructure (RBIG)	473 459 130	193 148 318.40	197 274 638	-4 126 319.28	-2%	41%
Water services infrastructure Grant (WSIG)	86 956 522	22 773 534.97	36 231 884	-13 458 349.09	-37%	26%
Rural Roads Asset Managemnt Systems Grant	2 410 435	-	1 004 348	-1 004 347.83	-100%	0%
Art centre Subsidies (Indonsa Grant)	86 957	-	36 232	-36 232.08	-100%	0%
<b>Total Operating Expenditure</b>	<b>796 799 131</b>	<b>313 416 433.86</b>	<b>331 999 638</b>	<b>-18 583 204.02</b>	<b>-6%</b>	<b>39%</b>

## Capital Grant Expenditure as per MFMA circular no. 58

In terms of Circular No.58 conditional/capital grants must be reported VAT inclusive, below Grants expenditure is VAT inclusive.

CAPITAL GRANTS EXPENDITURE (INCLUDING VAT AS PER MFMA CIRCULAR NO. 58)	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	268 969 000	111 640 006.55	112 070 417	-430 410.12	0%	42%
Regional Bulk Infrastructure (RBIG)	544 478 000	220 729 869.58	226 865 833	-6 135 963.75	-3%	41%
Water services infrastructure Grant (WSIG)	100 000 000	25 874 762.11	41 666 667	-15 791 904.56	-38%	26%
Rural Roads Asset Managemnt Systems Grant	2 772 000	-	1 155 000	-1 155 000.00	-100%	0%
Indonsa Grant	100 001	-	41 667	-41 666.90	-100%	0%
<b>Total Capital Grant Expenditure</b>	<b>916 319 001</b>	<b>358 244 638</b>	<b>381 799 584</b>	<b>-23 554 945</b>	<b>-6%</b>	<b>39%</b>

Overall capital grant expenditure is sitting at **39%** of the approved capital budget, **MIG** is sitting at **42%**, **RBIG** at **41%**, **WSIG** at **26%**, **RAMS** at **0%** and **Indonsa Grant 0%**

## **1.7. IN-YEAR BUDGET TABLES**

The following part of in - year reporting presented below focuses on the monthly budget statement tables as required in terms of regulation 28 of the Municipal Budget and Reporting Regulations. These tables clearly outline the municipality's **2025/2026** budget, actual financial performance, actual capital expenditure, actual financial position, and actual cashflow as implemented by the accounting officer in terms of S62 of the MFMA.

Below are tables as per Schedule C for the period being reported.

## MBRR Table C1 – Monthly Budget Statement Summary

DC26 Zululand - Table C1 Monthly Budget Statement Summary - M05 November

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	73 543	82 448	82 448	4 627	28 267	34 353	(6 087)	-18%	82 448
Investment revenue	8 129	8 000	8 000	882	2 262	3 333	(1 071)	-32%	8 000
<b>Transfers and subsidies - Operational</b>	680 583	720 384	740 965	67	317 556	304 621	12 935	0	740 965
Other own revenue	5 810	4 406	4 406	125	1 229	1 836	(607)	-33%	4 406
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>768 065</b>	<b>815 238</b>	<b>835 819</b>	<b>5 702</b>	<b>349 313</b>	<b>344 144</b>	<b>5 170</b>	<b>2%</b>	<b>835 819</b>
Employee costs	343 349	302 013	302 013	29 405	150 832	125 840	24 992	20%	302 013
Remuneration of Councillors	10 539	11 640	11 640	855	4 231	4 850	(619)	-13%	11 640
<b>Depreciation and amortisation</b>	<b>120 749</b>	<b>95 000</b>	<b>95 000</b>	<b>7 917</b>	<b>39 583</b>	<b>39 584</b>	<b>(0)</b>	<b>-0%</b>	<b>95 000</b>
Interest	18 091	7 575	7 335	943	4 586	3 058	1 528	50%	7 335
Inventory consumed and bulk purchases	57 950	10 250	10 351	(754)	(4 633)	4 218	(8 852)	-210%	10 351
<b>Transfers and subsidies</b>	<b>9 064</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>-</b>	<b>2</b>	<b>#DIV/0!</b>	<b>-</b>
Other expenditure	645 779	127 288	147 908	29 530	144 661	59 607	85 054	143%	147 908
<b>Total Expenditure</b>	<b>1 205 521</b>	<b>553 766</b>	<b>574 247</b>	<b>67 896</b>	<b>339 263</b>	<b>237 156</b>	<b>102 106</b>	<b>43%</b>	<b>574 247</b>
<b>Surplus/(Deficit)</b>	<b>(437 456)</b>	<b>261 472</b>	<b>261 572</b>	<b>(62 194)</b>	<b>10 051</b>	<b>106 987</b>	<b>(96 937)</b>	<b>-91%</b>	<b>261 572</b>
Transfers and subsidies - capital (monetary)	851 477	916 219	916 219	127 076	355 215	381 758	###	-7%	916 219
Transfers and subsidies - capital (in-kind)	8	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>-25%</b>	<b>1 177 791</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>-25%</b>	<b>1 177 791</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3%</b>	<b>742 964</b>
Capital transfers recognised	732 522	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964
Borrowing	48 200	-	-	-	-	-	-	-	-
Internally generated funds	772	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3%</b>	<b>742 964</b>
<b>Financial position</b>									
Total current assets	169 179	677 146	677 146		238 404				677 146
Total non current assets	6 107 453	5 982 751	5 982 838		6 371 119				5 982 838
Total current liabilities	811 894	406 164	406 164		774 896				406 164
Total non current liabilities	126 218	254 146	254 146		130 841				254 146
Community wealth/Equity	5 644 524	4 821 896	4 821 896		5 702 872				4 821 896
<b>Cash flows</b>									
Net cash from (used) operating	2 817 051	1 250 945	1 250 945	359 480	945 107	521 227	(423 880)	-81%	1 250 945
Net cash from (used) investing	(780 983)	(854 309)	(854 309)	(108 576)	(303 249)	(355 962)	(52 713)	15%	(854 309)
Net cash from (used) financing	(18 304)	(17 712)	(17 712)	1	(256)	(7 380)	(7 124)	97%	(17 712)
<b>Cash/cash equivalents at the month/year end</b>	<b>2 074 834</b>	<b>367 748</b>	<b>367 748</b>	<b>664 705</b>	<b>664 705</b>	<b>146 709</b>	<b>(517 996)</b>	<b>-353%</b>	<b>402 027</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Ds</b>	<b>151-180 Ds</b>	<b>181 Ds-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	7 571	5 325	4 992	4 940	4 700	5 055	26 244	227 120	285 947
<b>Creditors Age Analysis</b>									
Total Creditors	505	42	1 099	18	11 704	4 179	6 086	12 035	35 668

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M05 November

Description	Ref	Budget Year 2025/26									
		2024/25	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1										
<b>Revenue - Functional</b>											
<b>Governance and administration</b>		<b>685 556</b>	<b>722 663</b>	<b>734 963</b>	<b>999</b>	<b>312 042</b>	<b>303 843</b>	<b>8 199</b>	<b>3%</b>	<b>734 963</b>	
Executive and council		—	—	—	—	—	—	—	—	—	
Finance and administration		685 556	722 663	734 963	999	312 042	303 843	8 199	3%	734 963	
Internal audit		—	—	—	—	—	—	—	—	—	
<b>Community and public safety</b>		<b>2 874</b>	<b>2 118</b>	<b>10 399</b>	<b>16</b>	<b>7 111</b>	<b>2 610</b>	<b>4 500</b>	<b>172%</b>	<b>10 399</b>	
Community and social services		2 578	1 719	10 000	—	7 023	2 444	4 579	187%	10 000	
Sport and recreation		—	—	—	—	—	—	—	—	—	
Public safety		—	—	—	—	—	—	—	—	—	
Housing		—	—	—	—	—	—	—	—	—	
Health		296	399	399	16	87	166	(79)	-47%	399	
<b>Economic and environmental services</b>		<b>1 857</b>	<b>2 772</b>	<b>2 772</b>	<b>—</b>	<b>—</b>	<b>1 155</b>	<b>(1 155)</b>	<b>-100%</b>	<b>2 772</b>	
Planning and development		1 857	2 772	2 772	—	—	1 155	(1 155)	-100%	2 772	
Road transport		—	—	—	—	—	—	—	—	—	
Environmental protection		—	—	—	—	—	—	—	—	—	
<b>Trading services</b>		<b>929 225</b>	<b>1 003 344</b>	<b>1 003 344</b>	<b>131 759</b>	<b>385 337</b>	<b>418 060</b>	<b>(32 723)</b>	<b>-8%</b>	<b>1 003 344</b>	
Energy sources		—	—	—	—	—	—	—	—	—	
Water management		910 913	984 607	984 607	130 310	378 342	410 253	(31 911)	-8%	984 607	
Waste water management		18 312	18 738	18 738	1 449	6 995	7 807	(812)	-10%	18 738	
Waste management		—	—	—	—	—	—	—	—	—	
<b>Other</b>	4	<b>38</b>	<b>560</b>	<b>560</b>	<b>4</b>	<b>38</b>	<b>233</b>	<b>(195)</b>	<b>-84%</b>	<b>560</b>	
<b>Total Revenue - Functional</b>	2	<b>1 619 550</b>	<b>1 731 457</b>	<b>1 752 038</b>	<b>132 778</b>	<b>704 528</b>	<b>725 902</b>	<b>(21 373)</b>	<b>-3%</b>	<b>1 752 038</b>	
<b>Expenditure - Functional</b>											
<b>Governance and administration</b>		<b>427 053</b>	<b>157 805</b>	<b>170 215</b>	<b>28 500</b>	<b>130 903</b>	<b>69 463</b>	<b>61 441</b>	<b>88%</b>	<b>170 215</b>	
Executive and council		136 913	32 580	32 682	3 695	17 742	13 587	4 155	31%	32 682	
Finance and administration		231 667	114 888	127 699	24 173	96 387	51 780	44 608	86%	127 699	
Internal audit		58 473	10 338	9 834	632	16 775	4 096	12 678	310%	9 834	
<b>Community and public safety</b>		<b>28 017</b>	<b>26 183</b>	<b>34 364</b>	<b>2 047</b>	<b>16 578</b>	<b>13 633</b>	<b>2 946</b>	<b>22%</b>	<b>34 364</b>	
Community and social services		9 732	13 973	22 154	656	9 358	8 545	812	10%	22 154	
Sport and recreation		—	—	—	—	—	—	—	—	—	
Public safety		7 663	—	—	558	2 998	—	2 998	#DIV/0!	—	
Housing		—	—	—	—	—	—	—	—	—	
Health		10 622	12 210	12 210	833	4 223	5 088	(864)	-17%	12 210	
<b>Economic and environmental services</b>		<b>23 672</b>	<b>20 747</b>	<b>20 747</b>	<b>1 919</b>	<b>9 568</b>	<b>8 645</b>	<b>924</b>	<b>11%</b>	<b>20 747</b>	
Planning and development		23 672	20 747	20 747	1 919	9 568	8 645	924	11%	20 747	
Road transport		—	—	—	—	—	—	—	—	—	
Environmental protection		—	—	—	—	—	—	—	—	—	
<b>Trading services</b>		<b>717 698</b>	<b>339 990</b>	<b>339 880</b>	<b>34 636</b>	<b>178 231</b>	<b>141 649</b>	<b>36 581</b>	<b>26%</b>	<b>339 880</b>	
Energy sources		—	—	—	—	—	—	—	—	—	
Water management		701 701	326 178	329 054	33 783	173 892	137 141	36 751	27%	329 054	
Waste water management		15 997	13 812	10 826	853	4 338	4 508	(170)	-4%	10 826	
Waste management		—	—	—	—	—	—	—	—	—	
<b>Other</b>		<b>9 079</b>	<b>9 041</b>	<b>9 041</b>	<b>795</b>	<b>3 982</b>	<b>3 767</b>	<b>215</b>	<b>6%</b>	<b>9 041</b>	
<b>Total Expenditure - Functional</b>	3	<b>1 205 521</b>	<b>553 766</b>	<b>574 247</b>	<b>67 896</b>	<b>339 263</b>	<b>237 156</b>	<b>102 106</b>	<b>43%</b>	<b>574 247</b>	
<b>Surplus/ (Deficit) for the year</b>		<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>-0.252646</b>	<b>1 177 791</b>	

**MBRR Table C2 – Monthly Budget Statement Financial Performance (revenue and expenditure by functional classification)**

Table C2 is a view of the actual financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional and the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on table C4.

DC26 Zululand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05 November

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1	—	—	—	—	—	—	—	—	
Vote 01 - Council		—	—	—	—	—	—	—	—	
Vote 02 - Corporate Services		1 279	977	13 277	4	12 314	3 140	9 174	292.1%	
Vote 03 - Finance		684 315	722 246	722 246	999	299 767	300 936	(1 169)	-0.4%	
Vote 04 - Community Development		2 874	2 118	10 399	16	7 111	2 610	4 500	172.4%	
Vote 05 - Planning & Wsa		856 704	922 625	922 625	127 076	356 817	384 427	(27 610)	-7.2%	
Vote 06 - Technical Services		—	—	—	—	—	—	—	—	
Vote 07 - Water Purification		—	—	—	—	—	—	—	—	
Vote 08 - Water Distribution		56 066	64 754	64 754	3 234	21 525	26 981	(5 456)	-20.2%	
Vote 09 - Waste Water		18 312	18 738	18 738	1 449	6 995	7 807	(812)	-10.4%	
Vote 10 - .		—	—	—	—	—	—	—	—	
Vote 11 - .		—	—	—	—	—	—	—	—	
Vote 12 - ,		—	—	—	—	—	—	—	—	
Vote 13 - ,		—	—	—	—	—	—	—	—	
Vote 14 - *		—	—	—	—	—	—	—	—	
Vote 15 - Other		—	—	—	—	—	—	—	—	
<b>Total Revenue by Vote</b>	2	<b>1 619 550</b>	<b>1 731 457</b>	<b>1 752 038</b>	<b>132 778</b>	<b>704 528</b>	<b>725 902</b>	<b>(21 373)</b>	<b>-2.9%</b>	<b>1 752 038</b>
<b>Expenditure by Vote</b>	1	149 244	39 008	39 118	4 331	20 819	16 267	4 552	28.0%	39 118
Vote 01 - Council		196 759	70 945	83 245	13 992	84 594	33 257	51 337	154.4%	83 245
Vote 02 - Corporate Services		73 307	45 795	45 795	9 941	24 715	19 081	5 634	29.5%	45 795
Vote 03 - Finance		59 143	49 235	57 416	4 161	27 060	23 238	3 823	16.5%	57 416
Vote 04 - Community Development		33 818	75 338	75 338	7 242	19 410	31 391	(11 981)	-38.2%	75 338
Vote 05 - Planning & Wsa		4 208	6 413	6 413	875	4 482	2 672	1 810	67.7%	6 413
Vote 06 - Technical Services		53 728	48 672	48 672	4 647	23 547	20 280	3 267	16.1%	48 672
Vote 07 - Water Purification		619 316	204 548	207 424	21 855	130 297	86 462	43 835	50.7%	207 424
Vote 08 - Water Distribution		15 997	13 812	10 826	853	4 338	4 508	(170)	-3.8%	10 826
Vote 09 - Waste Water		—	—	—	—	—	—	—	—	
Vote 10 - .		—	—	—	—	—	—	—	—	
Vote 11 - .		—	—	—	—	—	—	—	—	
Vote 12 - ,		—	—	—	—	—	—	—	—	
Vote 13 - ,		—	—	—	—	—	—	—	—	
Vote 14 - *		—	—	—	—	—	—	—	—	
Vote 15 - Other		—	—	—	—	—	—	—	—	
<b>Total Expenditure by Vote</b>	2	<b>1 205 521</b>	<b>553 766</b>	<b>574 247</b>	<b>67 896</b>	<b>339 263</b>	<b>237 156</b>	<b>102 106</b>	<b>43.1%</b>	<b>574 247</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>-25.3%</b>	<b>1 177 791</b>

**MBRR Table C3 - Monthly Budget Statement Financial Performance (revenue and expenditure by municipal vote)**

Table C3 is a view of the actual financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		55 414	63 954	63 954	3 185	21 307	26 647	—	-20%	63 954
Service charges - Water		18 129	18 494	18 494	1 442	6 960	7 706	(5 341)	-10%	18 494
Service charges - Waste Water Management								(746)		
Service charges - Waste management									—	
Sale of Goods and Rendering of Services		627	800	800	—	340	333	6	2%	800
Agency services								—		
Interest								—		
Interest earned from Receivables		746	858	858	58	264	358	(94)	-26%	858
Interest from Current and Non Current Assets		8 129	8 000	8 000	882	2 262	3 333	(1 071)	-32%	8 000
Dividends								—		
Rent on Land								—		
Rental from Fixed Assets		463	504	504	39	193	210	(17)	-8%	504
Licence and permits		277	295	295	16	87	123	(35)	-29%	295
Special rating levies								—		
Operational Revenue		1 542	1 344	1 344	4	200	560	(360)	-64%	1 344
Non-Exchange Revenue								—		
Property rates								—		
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		449	605	605	8	145	252	(107)	-43%	605
Licence and permits								—		
Transfers and subsidies - Operational		680 583	720 384	740 965	67	317 556	304 621	12 935	4%	740 965
Interest								—		
Fuel Levy		—	—	—	—	—	—	—		
Operational Revenue		—	—	—	—	—	—	—		
Gains on disposal of Assets		—	—	—	—	—	—	—		
Other Gains		1 706	—	—	—	—	—	—		
Discontinued Operations								—		
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>768 065</b>	<b>815 238</b>	<b>835 819</b>	<b>5 702</b>	<b>349 313</b>	<b>344 144</b>	<b>5 170</b>	<b>2%</b>	<b>835 819</b>
<b>Expenditure By Type</b>										
Employee related costs		343 349	302 013	302 013	29 405	150 832	125 840	24 992	20%	302 013
Remuneration of councilors		10 539	11 640	11 640	855	4 231	4 850	(619)	-13%	11 640
Bulk purchases - electricity		—	—	—	—	—	—	—	—	—
Inventory consumed		57 950	10 250	10 351	(754)	(4 633)	4 218	(8 852)	-210%	10 351
Debt impairment		30 773	4 000	4 000	—	—	1 667	(1 667)	-100%	4 000
Depreciation and amortisation		120 749	95 000	95 000	7 917	39 583	39 584	(0)	0%	95 000
Interest		18 091	7 575	7 335	943	4 586	3 058	1 528	50%	7 335
Contracted services		276 563	87 677	107 262	8 218	60 756	42 801	17 954	42%	107 262
Transfers and subsidies		9 064	—	—	—	2	—	2	#DIV/0!	—
Irrecoverable debts written off		2 724	—	—	—	—	—	—	—	—
Operational costs		335 440	35 611	36 646	21 311	83 905	15 138	68 766	454%	36 646
Losses on Disposal of Assets		6	—	—	—	—	—	—	—	—
Other Losses		272	—	—	—	—	—	—	—	—
<b>Total Expenditure</b>		<b>1 205 521</b>	<b>553 766</b>	<b>574 247</b>	<b>67 896</b>	<b>339 263</b>	<b>237 156</b>	<b>102 106</b>	<b>43%</b>	<b>574 247</b>
<b>Surplus/(Deficit)</b>		<b>(437 456)</b>	<b>261 472</b>	<b>261 572</b>	<b>(62 194)</b>	<b>10 051</b>	<b>106 987</b>	<b>(96 937)</b>	<b>(0)</b>	<b>261 572</b>
Transfers and subsidies - capital (monetary allocations)		851 477	916 219	916 219	127 076	355 215	381 758	(26 543)	(0)	916 219
Transfers and subsidies - capital (in-kind)		8	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>(0)</b>	<b>1 177 791</b>
Income Tax								—		
<b>Surplus/(Deficit) after income tax</b>		<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>(0)</b>	<b>1 177 791</b>
Share of Surplus/Deficit attributable to Joint Venture								—		
Share of Surplus/Deficit attributable to Minorities								—		
<b>Surplus/(Deficit) attributable to municipality</b>		<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>(0)</b>	<b>1 177 791</b>
Share of Surplus/Deficit attributable to Associate								—		
Intercompany/Parent subsidiary transactions								—		
<b>Surplus/ (Deficit) for the year</b>		<b>414 029</b>	<b>1 177 691</b>	<b>1 177 791</b>	<b>64 882</b>	<b>365 266</b>	<b>488 745</b>	<b>(123 480)</b>	<b>(0)</b>	<b>1 177 791</b>

### MBRR Table C4 - Monthly Budget Statement Financial Performance (revenue and expenditure by source)

Table C4 indicates the actual revenue and expenditure by source, and the calculated surplus which will be used to fund Capital Expenditure on table C5.

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M05 November

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 01 - Council		–	–	–	–	–	–	–	–	–
Vote 02 - Corporate Services		–	–	–	–	–	–	–	–	–
Vote 03 - Finance		511	–	–	–	–	–	–	–	–
Vote 04 - Community Development		–	–	–	–	–	–	–	–	–
Vote 05 - Planning & Wsa		–	–	15 670	–	2 160	10 904	(8 745)	-80%	15 670
Vote 06 - Technical Services		–	–	–	–	–	–	–	–	–
Vote 07 - Water Purification		–	–	–	–	–	–	–	–	–
Vote 08 - Water Distribution		–	–	–	–	–	–	–	–	–
Vote 09 - Waste Water		–	–	–	–	–	–	–	–	–
Vote 10 - .		–	–	–	–	–	–	–	–	–
Vote 11 - .		–	–	–	–	–	–	–	–	–
Vote 12 - .		–	–	–	–	–	–	–	–	–
Vote 13 - .		–	–	–	–	–	–	–	–	–
Vote 14 - *		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Capital Multi-year expenditure</b>	<b>4.7</b>	<b>511</b>	<b>–</b>	<b>15 670</b>	<b>–</b>	<b>2 160</b>	<b>10 904</b>	<b>(8 745)</b>	<b>-80%</b>	<b>15 670</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 01 - Council		–	–	–	–	–	–	–	–	–
Vote 02 - Corporate Services		37	–	–	–	–	–	–	–	–
Vote 03 - Finance		164	–	–	–	–	–	–	–	–
Vote 04 - Community Development		–	87	174	–	–	47	(47)	-100%	174
Vote 05 - Planning & Wsa		732 582	742 790	727 120	108 576	301 089	301 953	(864)	0%	727 120
Vote 06 - Technical Services		–	–	–	–	–	–	–	–	–
Vote 07 - Water Purification		–	–	–	–	–	–	–	–	–
Vote 08 - Water Distribution		48 200	–	–	–	–	–	–	–	–
Vote 09 - Waste Water		–	–	–	–	–	–	–	–	–
Vote 10 - .		–	–	–	–	–	–	–	–	–
Vote 11 - .		–	–	–	–	–	–	–	–	–
Vote 12 - .		–	–	–	–	–	–	–	–	–
Vote 13 - .		–	–	–	–	–	–	–	–	–
Vote 14 - *		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>780 983</b>	<b>742 877</b>	<b>727 294</b>	<b>108 576</b>	<b>301 089</b>	<b>302 001</b>	<b>(911)</b>	<b>0%</b>	<b>727 294</b>
<b>Total Capital Expenditure</b>		<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3%</b>	<b>742 964</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>712</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		712	–	–	–	–	–	–	–	–
Internal audit		–	–	–	–	–	–	–	–	–
<b>Community and public safety</b>		<b>–</b>	<b>87</b>	<b>174</b>	<b>–</b>	<b>–</b>	<b>47</b>	<b>(47)</b>	<b>-100%</b>	<b>174</b>
Community and social services		–	87	174	–	–	47	(47)	-100%	174
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>		<b>61</b>	<b>2 410</b>	<b>2 410</b>	<b>–</b>	<b>–</b>	<b>1 004</b>	<b>(1 004)</b>	<b>-100%</b>	<b>2 410</b>
Planning and development		61	2 410	2 410	–	–	1 004	(1 004)	-100%	2 410
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
<b>Trading services</b>		<b>780 722</b>	<b>740 380</b>	<b>740 380</b>	<b>108 576</b>	<b>303 249</b>	<b>311 853</b>	<b>(8 605)</b>	<b>-3%</b>	<b>740 380</b>
Energy sources		780 722	740 380	740 380	108 576	303 249	311 853	(8 605)	-3%	740 380
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–
<b>Other</b>		–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3%</b>	<b>742 964</b>
<b>Funded by:</b>										
National Government		732 522	742 790	742 790	108 576	303 249	312 858	(9 609)	-3%	742 790
Provincial Government		–	87	174	–	–	47	(47)	-100%	174
District Municipality		–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Deparment Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–
Transfers recognised - capital		732 522	742 877	742 964	108 576	303 249	312 905	(9 656)	-3%	742 964
Borrowing		48 200	–	–	–	–	–	–	–	–
Internally generated funds		772	–	–	–	–	–	–	–	–
<b>Total Capital Funding</b>		<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3%</b>	<b>742 964</b>

## MBRR Table C5 - Monthly Budget Statement Capital Expenditure by vote, functional classification and funding source

Table C5 indicates Actual capital Expenditure by Municipal Vote and functional classification, the budgeted amount is funded from grants and own funds, the funding is taken from table B4 surplus.

**DC26 Zululand - Table C6 Monthly Budget Statement - Financial Position - M05 November**

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		23 103	479 180	479 180	78 860	479 180
Trade and other receivables from exchange transactions		16 131	99 976	99 976	28 388	99 976
Receivables from non-exchange transactions		1 012	5 696	5 696	589	5 696
Current portion of non-current receivables		–	–	–	–	–
Inventory		3 013	3 966	3 966	18 937	3 966
VAT		99 250	64 744	64 744	85 237	64 744
Other current assets		26 669	23 584	23 584	26 394	23 584
<b>Total current assets</b>		<b>169 179</b>	<b>677 146</b>	<b>677 146</b>	<b>238 404</b>	<b>677 146</b>
<b>Non current assets</b>						
Investments						
Investment property						
Property, plant and equipment		6 099 628	5 974 921	5 975 008	6 363 303	5 975 008
Biological assets						
Living and non-living resources		7 817	7 817	7 817	7 817	7 817
Heritage assets						
Intangible assets		8	3	3	(1)	3
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		1	10	10	1	10
<b>Total non current assets</b>		<b>6 107 453</b>	<b>5 982 751</b>	<b>5 982 838</b>	<b>6 371 119</b>	<b>5 982 838</b>
<b>TOTAL ASSETS</b>		<b>6 276 632</b>	<b>6 659 897</b>	<b>6 659 984</b>	<b>6 609 523</b>	<b>6 659 984</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Financial liabilities		17 951	18 318	18 318	17 698	18 318
Consumer deposits		3 372	3 463	3 463	3 370	3 463
Trade and other payables from exchange transactions		741 342	345 272	345 272	423 474	345 272
Trade and other payables from non-exchange transactions		9 219	1 446	1 446	287 916	1 446
Provision		37 937	27 940	27 940	37 937	27 940
VAT		2 073	9 725	9 725	4 501	9 725
Other current liabilities		–	–	–	–	–
<b>Total current liabilities</b>		<b>811 894</b>	<b>406 164</b>	<b>406 164</b>	<b>774 896</b>	<b>406 164</b>
<b>Non current liabilities</b>						
Financial liabilities		75 704	59 706	59 706	80 327	59 706
Provision		50 514	51 070	51 070	50 514	51 070
Long term portion of trade payables		–	143 370	143 370	–	143 370
Other non-current liabilities		–	–	–	–	–
<b>Total non current liabilities</b>		<b>126 218</b>	<b>254 146</b>	<b>254 146</b>	<b>130 841</b>	<b>254 146</b>
<b>TOTAL LIABILITIES</b>		<b>938 112</b>	<b>660 310</b>	<b>660 310</b>	<b>905 737</b>	<b>660 310</b>
<b>NET ASSETS</b>	<b>2</b>	<b>5 338 520</b>	<b>5 999 587</b>	<b>5 999 674</b>	<b>5 703 786</b>	<b>5 999 674</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		5 644 524	4 821 896	4 821 896	5 702 872	4 821 896
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>5 644 524</b>	<b>4 821 896</b>	<b>4 821 896</b>	<b>5 702 872</b>	<b>4 821 896</b>

**MBRR Table C6 - Monthly Budget Statement Financial Position**

Table A6 is consistent with international standards of good financial management practice and improves the understanding ability of Councilors and management of the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth.

## **CURRENT ASSETS**

### **Cash and Cash Equivalents**

Cash and cash Equivalents balance as at **30 November 2025** indicates a Bank balance of **R32.8 million**

### **Call Investments Deposits**

Call investments as at **30 November 2025** is **R46 million**.

### **Consumer debtors**

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R28.3 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R285.9 million**. Consumer debtors' amount to **R288.3 million** and **R2.2 million** is for shared services cast in Other Debtors.

Gross Consumer debtors	R288.3 million
Less Impairment	(R259.6 million)
<b>Net Consumer Debtors</b>	<b>R28.3 million</b>

### **Classification of Consumer Debtors per Service type**

Water Debtors	R18.4 million
Sanitation Debtors	R3.9 million
Property Rentals Debtors	R449.5 thousand
Other Consumer debtors	R37.7 thousand
Receivables from non-exchange	R5.4 million
<b>Total</b>	<b>R28.3 million</b>

#### ➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R18.6 million**.  
Water debtors amount owed by consumers for water services billed.

Gross Water Debtors	R224.5 million
Less Impairment	(R206 million)
<b>Net Water Debtors</b>	<b>R18.6 million</b>

#### ➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R3.9 million**.  
Sanitation debtors are amounts owed by consumers for sewer services billed.

Gross Sanitation Debtors	R56.6 million
Less Impairment	(R52.7 million)
<b>Net Sanitation Debtors</b>	<b>R3.9 million</b>

➤ **Property Rentals Debtors**

These debtors accumulated from property rentals amounted to	<b>R37.9 thousand</b>
Property Rental	R438.5 thousand
Less Impairment	(R400.8 thousand)
<b>Net Property rental</b>	<b>R37.7 thousand</b>

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R404.8 thousand**, these are sundry debtors.

Gross Other Debtors	R1.3 million
Less Impairment	(R916.9 thousand)
<b>Net Other Debtors</b>	<b>R404.8 thousand</b>

➤ **Other receivables from exchange**

These are debtors accumulated from Eskom accounts, Training and Maintenance with credit balances amounts to **R30.2 million**

<b>Opening Balance</b>	<b>R5.4 million</b>
Other receivables from exchange: collections	R4 thousand
Less Impairment	(R0)
Net other receivables from exchange	<b>R5.4 million</b>

**Classification of Consumer Debtors per Customer group**

Households	R222.8 million
Commercial/Businesses	R 20 million
Organs of State (excl shared services of R3.3 mill)	R 43.04 million
<b>Total</b>	<b>R285.9 million</b>

Household and commercial consumer debtors are impaired as per council policy. The breakdown is as follows:

Gross Households debtors	R222.8 million
Commercial/Businesses	R 20 million
Less Impairment	(R259.9 million)
<b>Net Household debtors</b>	<b>-R17.06 million</b>

## **Receivables from non – exchange**

### **Fruitless expenditure**

Amount to be recovered amounting to **R589 thousand** resulted from a claim of standing time and amount that is still to be recovered from fraudulently withdrawal from municipality bank account.

### **Inventory**

The current level of inventory is **R18.9 million**. Inventories include water stock and consumable stores.

### **VAT Receivable**

VAT Receivable amounts to **R85.2 million**, this is the amount raised when input VAT is recognized as less output VAT collected as VAT reconciliation.

### **Other debtors**

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R26.3 million**.

Deposits Made	R26.2 million
Refunds & under/over banking	R56 thousand
Overpayment/Accrued income/UIFW	R873 thousand
Operating lease	R8 thousand
Salary Advance	R36 thousand
Insurance claims	R284 thousand
<b>Total</b>	<b>R26.3 million</b>

#### ➤ **Deposits Made**

Deposits made amount to **R26.2 million**, this amount includes Eskom deposits and Stowell Deposits.

Eskom Deposits	R26 million
Stowell Deposits	R200 thousand

Eskom deposits are amounts held by Eskom as security for all accounts the Municipality has with Eskom. Security deposits are paid when the Municipality opens a new electricity account Stowell Deposit is the amount paid as a security deposit when Stowell was first contracted, and the deposit for office space rented in Vryheid.

#### ➤ **Refunds & under/over banking**

Refunds & under/over banking amount to **R56 thousand**, these are shared services debtors to be collected or refunded from Local Municipalities, and small differences caused by under/over banking.

➤ **Operating lease and Insurance claim**

Operating lease amounts to **R8 thousand** and Insurance claim amounts to **R284 thousand**.

## **NON-CURRENT ASSETS**

### **Long term receivables**

The Municipality does not have long term receivables as per MSCOA classification.

### **Property plant and equipment**

Property plant and equipment is the infrastructure and immovable assets owned by the municipality which the municipality uses to provide services to communities. The balance of Property plant and equipment includes current year capital acquisition from table C5 and depreciation from table C4, the carrying value of all assets owned by the municipality is **R6.3 billion**

<b>Opening balance</b>	<b>R6.06 billion</b>
Additions	R303.2 million
Depreciation	(R0)
<b>Closing Balance</b>	<b>R6.3 billion</b>

### **Heritage Assets**

Other non-current assets comprise of heritage assets of **R7.8 million**

### **Intangible**

Intangible assets include software licenses owned by the Municipality; the current balance of intangible assets is **R1 thousand**

<b>Opening balance</b>	<b>R1 thousand</b>
Additions	R 0
Depreciation	(R)
<b>Closing Balance</b>	<b>R1 thousand</b>

### **Other non-current assets**

Other non-current assets amount to **R1 thousand**.

## **CURRENT LIABILITIES**

### **Financial Liabilities**

This is the current portion of the long-term loan repayment and finance lease agreement the Municipality entered to procure laptops. The current balance owed amount to **R17.6 million**.

Long Term Loan	R17.4 million
Finance lease BCX	R206.3 thousand
<b>Total Financial liabilities</b>	<b>R17.6 million</b>

### **Consumer deposits**

Consumer deposits are deposit amounts of customers that have accounts with the municipality, the current balance is **R3.3 million**.

### **Trade and other payables from exchange transactions**

Trade and other payables are amounts owed by the municipality to service providers. This amount includes unspent conditional grants. Trade and other payables are **R423.4 million**.

Trade Creditors	R112.5 million
Retention	R131.2 million
Department of Water & Sanitation	R91.4 million
Employee related cost	R1.2 million
Advance Payments	R1.8 million
Salary Suspense Accounts	R145.9 thousand
Leave accrual	R788 thousand
Unpaid cheques	R3.4 million
Refund	R144 thousand
Over/Under Banking	R153 Rands
Inventory	R300 thousand
Other Creditors	R546 thousand
Fleet Horizon	R12.6 Million
WSSA	R67.2 million
<b>Closing Balance</b>	<b>R423.4 million</b>

### **Trade and other payables from non-exchange transactions**

This is the amount of unspent conditional grants which will be recognized when the conditions are met. Unspent conditional grants amount to **R287.9 million**.

### **Current Provision**

Current provisions amount to **R37.9 million**, this provision is for post-retirement benefit (Medical aid), long service awards and Leave provision that is paid in the current financial year.

Post Retirement benefit (Medical aid)	R1.1 million
Long service awards and Bonus	R7.9 million
Leave Provision	R28.8 million

### **VAT Payables**

VAT payable amount to **R4.5 million**, this is the amount paid when output VAT is recognized as less input VAT paid as per VAT reconciliation.

### **NON-CURRENT LIABILITIES**

#### **Financial liabilities**

This is the long-term portion of the finance lease agreement the Municipality entered into to procure laptops amounting to **R80.3 million**.

Long term loan	R79.1 million
Operating lease LUMD	R100 thousand
Operating lease long term BCX	R146 thousand

The municipality is in lease contract with Business Connections (BCX), the contract is for the laptops that the municipality will use for the agreed period and will be handed over to the Municipality at the end of the contract.

The municipality is paying monthly installments to service the lease agreement.

#### **Non-current Provisions**

Non-current Provisions amounts to **R50.5 million**, this provision is for post-retirement benefit (Medical aid) and Long Service award.

Post Retirement benefit (Medical aid)	R34.9 million
Long Service award	R15.5 million

#### **Accumulated surplus**

Accumulated surplus is the net worth of the Municipality, sitting at **R5.7 billion**

### **MBRR Table C7 - Monthly Budget Statement Cash Flow Statement**

The budgeted cash flow statement is the first measurement in determining if the budget is funded and whether commitments and obligations are met.

DC26 Zululand - Table C7 Monthly Budget Statement - Cash Flow - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		42 771	58 477	58 477	4 748	18 923	24 365	(5 443)	-22%	58 477
Service charges		1 568 934	126 002	126 002	316 144	714 494	52 501	661 993	1261%	126 002
Other revenue		729 726	720 384	720 384	2 883	317 601	300 160	17 441	6%	720 384
Transfers and Subsidies - Operational		851 477	916 219	916 219	165 000	633 640	381 758	251 882	66%	916 219
Transfers and Subsidies - Capital		5 345	8 516	8 516	901	2 350	3 548	(1 199)	-34%	8 516
Interest										
Dividends										
<b>Payments</b>										
Suppliers and employees		(381 202)	(578 653)	(578 653)	(130 197)	(741 900)	(241 106)	500 794	-208%	(578 653)
Interest		—	—	—	—	—	—	—	—	—
<b>Transfers and Subsidies</b>		—	—	—	—	—	—	—	—	—
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>2 817 051</b>	<b>1 250 945</b>	<b>1 250 945</b>	<b>359 480</b>	<b>945 107</b>	<b>521 227</b>	<b>(423 880)</b>	<b>-81%</b>	<b>1 250 945</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		—	—	—	—	—	—	—	—	—
Decrease (increase) in non-current receivables		—	—	—	—	—	—	—	—	—
Decrease (increase) in non-current investments										
<b>Payments</b>										
Capital assets		(780 983)	(854 309)	(854 309)	(108 576)	(303 249)	(355 962)	(52 713)	15%	(854 309)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(780 983)</b>	<b>(854 309)</b>	<b>(854 309)</b>	<b>(108 576)</b>	<b>(303 249)</b>	<b>(355 962)</b>	<b>(52 713)</b>	<b>15%</b>	<b>(854 309)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		511	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		(8)	—	—	1	(3)	—	(3)	#DIV/0!	—
Increase (decrease) in consumer deposits										
<b>Payments</b>										
Repayment of borrowing		(18 807)	(17 712)	(17 712)	—	(253)	(7 380)	(7 127)	97%	(17 712)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(18 304)</b>	<b>(17 712)</b>	<b>(17 712)</b>	<b>1</b>	<b>(256)</b>	<b>(7 380)</b>	<b>(7 124)</b>	<b>97%</b>	<b>(17 712)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>2 017 763</b>	<b>378 924</b>	<b>378 924</b>	<b>250 904</b>	<b>641 602</b>	<b>157 885</b>			<b>378 924</b>
Cash/cash equivalents at beginning:		57 071	(11 176)	(11 176)	413 801	23 103	(11 176)			23 103
Cash/cash equivalents at month/year end:		2 074 834	367 748	367 748	664 705	664 705	146 709			402 027

## CASHFLOW FROM OPERATING ACTIVITIES

### Service charges

The Municipality has budgeted to collect **R58.4 million** on service charges, the estimated collection amount is based on the **60%** collection rate. The collection rate is also based on previous years actual collection and the initiatives the Municipality has taken to improve collection. The Municipality has collected **R18.9 million** to date. This is **32%** of budgeted collection and **34%** of year-to-date billing.

The municipality has also taken the following initiatives to boost collection rates:

- The municipality is not only collecting the current billing but also the debtors from previous financial years.
- The municipality has a revised revenue enhancement strategy
- The municipality has an external debt collector to assist with the collection
- The Municipality has replaced and installed new meters to ensure the billing is accurate and not estimated.
- Municipality has adopted an indigent policy and is in a process to write off indigent households.
- The municipality has re visited the collection of flat rate strategies and decided to implement it next year.

## Other Revenue

Other revenue includes receipts from tender fees, hall hiring, fines and forfeits, and office space rental receipts. The population of other revenue is higher than expected and not credible, the Municipality is in a process of developing an action plan to address these inefficiencies.

## Transfers and subsidies – Operational

Transfers and subsidies - Operational are expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Operating grants have been received as scheduled. Transfers and operational subsidies are to date **R317.6 million**. This amount includes Aviation Strategy Equitable share and Art Centre Subsidy which were received thus far under Transfers and subsidies – Operational.

Equitable share	R296.02 million
Indonsa Grant	R2.3 million
LG SETA	R99 thousand
Aviation Grant	R1 million
NSF	R12 million
<b>TOTAL</b>	<b>R317.6 million</b>

## Transfers and subsidies – Capital

Transfers and subsidies - Capital is expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Capital grants have been received to date, Transfers and subsidies Capital are **R633.6 million**. This amount includes MIG, RBIG and WSIG which were received thus far under Transfers and subsidies - Capital.

Regional Infrastructure Grant	R217 million
Municipal Infrastructure Grant	R179 million
Water Services Infrastructure Grant	R70 million
Rural Road Asset Management Systems Grant	R1.9 million
<b>TOTAL</b>	<b>R633.6 million</b>

## Interest

Interest on the investment budget is **R2.2 million**, this estimate is based on the approved budget interest income, the interest includes interest on investments made and interest on bank balance. Year to date actual Interest is **R260 thousand**. Interest in investment revenue on table C4 is **R882 thousand**.

## **Payments - Suppliers and employees**

The municipality is expecting to spend **100%** of what has been budgeted on Table C4 and year-end creditors but excluding non-cash items such as depreciation and debt impairment.

## **CASHFLOW FROM INVESTING ACTIVITIES**

### **Payments - Capital Assets**

Capital expenditure to date is **R303.2 million**, the capital expenditure excluding VAT portion, MFMA MSCOA circular number 11 issued 04 December 2020 highlighted the VAT issue and corrections are being developed. The Municipality is in the process of developing an action plan to address these inefficiencies.

### **Cash and cash equivalents at the end**

Cash and cash equivalents are the cash available at the end of the reporting period after all expenses have been paid. Cash and cash equivalents to date are **R78.8 million** in the financial position but in the cash flow, it is **R664.7 million**.

Municipality is in the process of developing an action plan to address these inefficiencies.

## PART 2 – SUPPORTING DOCUMENTATION

### 2.1. DEBTORS ANALYSIS

#### Debtors age analysis as of 30 November 2025

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2025/26										
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors
<b>R thousands</b>												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	5 888	3 884	3 972	3 921	3 667	4 180	20 693	176 228	222 434	208 689	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300									-	-	206 027
Receivables from Non-exchange Transactions - Property Rates	1400									-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1 597	1 142	934	897	850	787	4 841	45 444	56 492	52 819	-
Receivables from Exchange Transactions - Waste Management	1600									-	-	52 703
Receivables from Exchange Transactions - Property Rental Debtors	1700	18	12	12	12	11	11	83	299	460	418	-
Interest on Arrear Debtor Accounts	1810	58	57	58	57	55	56	351	1 352	2 043	1 870	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	
Other	1900	9	229	16	53	118	21	276	3 796	4 518	4 263	-
<b>Total By Income Source</b>	<b>2000</b>	<b>7 571</b>	<b>5 325</b>	<b>4 992</b>	<b>4 940</b>	<b>4 700</b>	<b>5 055</b>	<b>26 244</b>	<b>227 120</b>	<b>285 947</b>	<b>268 059</b>	<b>-</b>
<b>2024/25 - totals only</b>		9104921	6686263	6491407	5705236	5855485	5759621	26343486	190908157	256 855	234 572	0
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	2200	3 172	1 332	1 091	903	1 010	1 366	6 381	27 792	43 047	37 452	-
Commercial	2300	1 065	611	443	388	438	383	2 923	13 785	20 035	17 917	-
Households	2400	3 334	3 382	3 458	3 649	3 252	3 306	16 940	185 542	222 864	212 690	-
Other	2500									-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>7 571</b>	<b>5 325</b>	<b>4 992</b>	<b>4 940</b>	<b>4 700</b>	<b>5 055</b>	<b>26 244</b>	<b>227 120</b>	<b>285 947</b>	<b>268 059</b>	<b>-</b>

Total debtors' amount to **R285.9 million**, the debtors over 90 days amount to **R268.05 million**. This is concerning and needs intervention since debtors above 60 days should be restricted in terms of the Municipality's credit control policy.

## 2.2 CREDITORS ANALYSIS

### Creditors age analysis as at 30 November 2025

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

Description R thousands	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	505	42	1 099	18	11 704	4 179	6 086	12 035	35 668	111 218
Auditor General	0800									-	
Other	0900									-	
Medical Aid deductions	0950									-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>505</b>	<b>42</b>	<b>1 099</b>	<b>18</b>	<b>11 704</b>	<b>4 179</b>	<b>6 086</b>	<b>12 035</b>	<b>35 668</b>	<b>111 218</b>

## 2.3 INVESTMENT PORTFOLIO

### Investments as at 30 November 2025

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M05 November 2025

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>Municipality</b>														
ABSA - 9378134528		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	02 August 2025	-	57 750.00	-	9 000	9 058
ABSA - 9373372771		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	15 August 2025	9 000 000.00	628 833.33	-	98 000	107 629
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	26 August 2025	107 000 000.00	-	-	40 000	147 000
ABSA - 9373372771		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	30 September 2025	-	-	-	50 000	50 000
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	09 October 2025	60 000.00	-	-	60	120
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	10 October 2025	50 000.00	-	-	50	100
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	23 October 2025	20 000.00	-	-	20	40
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	24 November 2025	35 000 000.00	-	-	-	-
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	25 November 2025	2 000 000.00	16 876.71	-	-	-
<b>Municipality sub-total</b>										-	817 560.80	-	46 000	46 000
<b>Entities</b>														
<b>Entities sub-total</b>										-	-	-	-	-
<b>TOTAL INVESTMENTS A</b>	2									-	817 560.80	-	46 000	46 000

## 2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

### Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		678 574	718 165	725 290	67	305 211	300 819	4 392	1.5%	725 290
Energy Efficiency and Demand Side Management Grant		—	—	—	—	—	—	—	—	—
Equitable Share		670 187	710 459	710 459	—	296 025	296 025	0	0.0%	710 459
Expanded Public Works Programme Integrated Grant		5 227	6 406	6 406	—	1 602	2 669	(1 067)	-40.0%	6 406
Local Government Financial Management Grant		1 200	1 300	1 300	67	561	542	19	3.6%	1 300
Municipal Disaster Relief Grant		1 960	—	7 125	—	7 023	1 583	5 440	343.5%	7 125
Municipal Infrastructure Grant	3	—	—	—	—	—	—	—	—	—
Municipal Systems Improvement Grant		—	—	—	—	—	—	—	—	—
Rural Road Asset Management Systems Grant		—	—	—	—	—	—	—	—	—
Water Services Infrastructure Grant		—	—	—	—	—	—	—	—	—
Other transfers and grants [insert description]		—	—	—	—	—	—	—	—	—
<b>Provincial Government:</b>		1 285	2 219	3 375	—	226	1 069	(843)	-78.8%	3 375
Capacity Building and Other Grants		1 285	2 219	3 375	—	226	1 069	(843)	-78.8%	3 375
Other transfers and grants [insert description]		—	—	—	—	—	—	—	—	—
<b>District Municipality:</b>		—	—	—	—	—	—	—	—	—
[insert description]		—	—	—	—	—	—	—	—	—
<b>Other grant providers:</b>		724	—	12 299	—	12 118	2 733	9 385	343.4%	12 299
Electricity Distribution Industry Holdings		—	—	—	—	—	—	—	—	—
KwazuluNatal Provincial Planning and Development Commission		—	—	—	—	—	—	—	—	—
Local Government Water and Related Service SETA		724	—	100	—	99	22	77	347.3%	100
National Skills Fund		(0)	—	12 200	—	12 019	2 711	9 308	343.3%	12 200
Unspecified		—	—	—	—	—	—	—	—	—
<b>Total Operating Transfers and Grants</b>	5	680 583	720 384	740 965	67	317 556	304 621	12 935	4.2%	740 965
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		851 477	916 219	916 219	127 076	355 215	381 758	(26 543)	-7.0%	916 219
Municipal Disaster Relief Grant		—	—	—	—	—	—	—	—	—
Municipal Infrastructure Grant		262 939	268 969	268 969	35 222	111 640	112 070	(430)	-0.4%	268 969
Regional Bulk Infrastructure Grant		431 247	544 478	544 478	86 324	217 700	226 866	(9 166)	-4.0%	544 478
Rural Road Asset Management Systems Grant		1 857	2 772	2 772	—	—	1 155	(1 155)	-100.0%	2 772
Water Services Infrastructure Grant		155 434	100 000	100 000	5 529	25 875	41 667	(15 792)	-37.9%	100 000
<b>Provincial Government:</b>		—	—	—	—	—	—	—	—	—
<b>Infrastructure Grant</b>		—	—	—	—	—	—	—	—	—
<b>District Municipality:</b>		—	—	—	—	—	—	—	—	—
[insert description]		—	—	—	—	—	—	—	—	—
<b>Other grant providers:</b>		8	—	—	—	—	—	—	—	—
[insert description]		—	—	—	—	—	—	—	—	—
Unspecified		8	—	—	—	—	—	—	—	—
<b>Total Capital Transfers and Grants</b>	5	851 485	916 219	916 219	127 076	355 215	381 758	(26 543)	-7.0%	916 219
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	1 532 068	1 636 603	1 657 184	127 143	672 770	686 379	(13 609)	-2.0%	1 657 184

Grants are received as per transfer schedule and have been received as such with the exception of MSIG which has not been received. Grants are recognized as revenue when the condition is met.

## GRANTS RECEIPTS AND EXPENDITURE

DC26 Zululand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		1 060 047	461 848	468 973	60 746	291 395	195 029	96 366	49.4%	468 973
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		1 038 068	400 220	400 220	54 172	268 887	166 759	102 127	61.2%	400 220
Expanded Public Works Programme Integrated Grant		5 227	6 406	6 406	1 164	5 650	2 669	2 981	111.7%	6 406
Local Government Financial Management Grant		1 189	1 300	1 300	122	583	542	41	7.6%	1 300
Municipal Disaster Relief Grant		1 704	-	7 125	-	6 107	2 591	3 516	135.7%	7 125
Municipal Infrastructure Grant		12 233	53 922	53 922	5 288	10 168	22 467	(12 300)	-54.7%	53 922
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant		9	-	-	-	-	-	-	-	-
Rural Road Asset Management Systems Grant		1 618	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		618	2 119	3 175	-	-	1 015	(1 015)	-100.0%	3 175
Capacity Building and Other Grants		618	2 119	3 175	-	-	1 015	(1 015)	-100.0%	3 175
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		724	-	12 299	-	12 118	3 696	8 422	227.9%	12 299
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Local Government Water and Related Service SETA		724	-	100	-	99	36	63	173.3%	100
National Skills Fund		-	-	12 200	-	12 019	3 660	8 359	228.4%	12 200
<b>Total operating expenditure of Transfers and Grants:</b>		<b>1 061 389</b>	<b>463 967</b>	<b>484 448</b>	<b>60 746</b>	<b>303 513</b>	<b>199 740</b>	<b>103 773</b>	<b>52.0%</b>	<b>484 448</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		732 522	742 790	742 790	108 576	303 249	312 858	(9 609)	-3.1%	742 790
Municipal Infrastructure Grant		218 473	179 964	179 964	25 453	87 327	78 347	8 980	11.5%	179 964
Regional Bulk Infrastructure Grant		377 830	473 459	473 459	78 283	193 148	197 275	(4 126)	-2.1%	473 459
Rural Road Asset Management Systems Grant		-	2 410	2 410	-	-	1 004	(1 004)	-100.0%	2 410
Water Services Infrastructure Grant		136 219	86 957	86 957	4 840	22 774	36 232	(13 458)	-37.1%	86 957
Provincial Government:		-	87	174	-	-	47	(47)	-100.0%	174
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	87	174	-	-	47	(47)	-100.0%	174
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>732 522</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>(9 656)</b>	<b>-3.1%</b>	<b>742 964</b>

## 2.5 COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November

Summary of Employee and Councillor remuneration	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		—	—	—	—	—	—	—	—	—
Pension and UIF Contributions		588	—	—	49	246	—	246	#DIV/0!	—
Medical Aid Contributions		58	—	—	7	32	—	32	#DIV/0!	—
Motor Vehicle Allowance		2 322	2 257	2 257	182	926	940	(15)	-2%	2 257
Cellphone Allowance		781	778	778	61	316	324	(8)	-3%	778
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		6 789	8 605	8 605	556	2 712	3 586	(874)	-24%	8 605
<b>Sub Total - Councillors</b>		10 539	11 640	11 640	855	4 231	4 850	(619)	-13%	11 640
<b>% increase</b>	4		10.4%	10.4%						10.4%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		7 612	7 986	7 986	640	3 200	3 328	(128)	-4%	7 986
Pension and UIF Contributions		275	275	275	18	90	115	(25)	-21%	275
Medical Aid Contributions		97	71	71	6	30	30	(0)	0%	71
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		628	381	381	—	507	159	348	219%	381
Motor Vehicle Allowance		1 981	1 934	1 934	161	806	806	(0)	0%	1 934
Cellphone Allowance		284	277	277	23	116	116	—	—	277
Housing Allowances		13	14	14	1	6	6	(0)	0%	14
Other benefits and allowances		263	249	249	23	134	104	30	29%	249
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2									
Entertainment		—	—	—	—	—	—	—	—	—
Scarcity		—	—	—	—	—	—	—	—	—
Acting and post related allowance		20	—	—	—	—	—	—	—	—
In kind benefits		—	—	—	—	—	—	—	—	—
<b>Sub Total - Senior Managers of Municipality</b>	4	11 173	11 188	11 188	872	4 888	4 662	226	5%	11 188
<b>% increase</b>			0.1%	0.1%						0.1%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		217 141	193 530	193 530	19 439	97 314	80 638	16 676	21%	193 530
Pension and UIF Contributions		30 151	32 031	32 031	2 770	13 641	13 346	295	2%	32 031
Medical Aid Contributions		18 984	19 155	19 155	1 723	8 626	7 981	644	8%	19 155
Overtime		10 127	5 314	5 314	740	4 037	2 214	1 823	82%	5 314
Performance Bonus		14 860	15 389	15 389	1 075	6 711	6 412	299	5%	15 389
Motor Vehicle Allowance		23 937	22 652	22 652	2 132	10 708	9 438	1 270	13%	22 652
Cellphone Allowance		861	827	827	74	371	345	26	8%	827
Housing Allowances		1 750	1 772	1 772	149	744	738	5	1%	1 772
Other benefits and allowances		3 899	155	155	259	1 322	65	1 257	1946%	155
Payments in lieu of leave		5 645	—	—	31	1 373	—	1 373	#DIV/0!	—
Long service awards		1 961	—	—	82	812	—	812	#DIV/0!	—
Post-retirement benefit obligations	2	1 899	—	—	—	—	—	—	—	—
Entertainment		—	—	—	—	—	—	—	—	—
Scarcity		—	—	—	—	—	—	—	—	—
Acting and post related allowance		961	—	—	59	285	—	285	#DIV/0!	—
In kind benefits		—	—	—	—	—	—	—	—	—
<b>Sub Total - Other Municipal Staff</b>	4	332 176	290 825	290 825	28 533	145 944	121 178	24 766	20%	290 825
<b>% increase</b>			-12.4%	-12.4%						-12.4%
<b>Total Parent Municipality</b>		353 888	313 653	313 653	30 260	155 063	130 690	24 374	19%	313 653

The municipality has no active entity

## ACTUAL AND REVISED TARGETS FOR RECEIPTS

DC26 Zululand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M05 November

Description R thousands	Ref 1	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework			
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28	
<b>Cash Receipts By Source</b>																	
Property rates														–			
Service charges - Electricity revenue														–			
Service charges - Water revenue	1 927	2 564	2 862	2 974	3 526	3 696	3 696	3 696	3 696	3 696	3 696	3 696	8 322	44 350	46 390	48 432	
Service charges - Waste Water Management	733	929	1 082	1 103	1 222	1 177	1 177	1 177	1 177	1 177	1 177	1 177	1 177	1 194	14 127	14 777	15 427
Service charges - Waste Management														–			
Rental of facilities and equipment	41	40	40	40	40	48	48	48	48	48	48	48	48	89	580	580	580
Interest earned - external investments	–	552	582	246	882	667	667	667	667	667	667	667	667	1 738	8 000	8 368	8 736
Interest earned - outstanding debtors	21	22	12	14	19	43	43	43	43	43	43	43	43	170	516	540	563
Dividends received														–			
Fines, penalties and forfeits	85	25	14	11	8	50	50	50	50	50	50	50	50	158	605	633	661
Licences and permits	29	17	14	12	16	25	25	25	25	25	25	25	25	60	295	308	322
Agency services														–			
Transfers and Subsidies - Operational	298 080	15 102	–	1 536	2 883	60 032	60 032	60 032	60 032	60 032	60 032	60 032	42 591	720 384	757 969	792 384	
Other revenue	153 072	31 983	62 669	150 257	316 180	10 377	10 377	10 377	10 377	10 377	10 377	10 377	(651 800)	124 523	131 585	154 075	
<b>Cash Receipts by Source</b>	453 989	51 233	67 276	156 193	324 676	76 115	76 115	76 115	76 115	76 115	76 115	76 115	(596 678)	913 379	961 150	1 021 179	
<b>Other Cash Flows by Source</b>																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	138 000	217 700	81 000	31 940	165 000	76 352	76 352	76 352	76 352	76 352	76 352	76 352	####	916 219	756 953	800 198	
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Deparh Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)													####				
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	4 000	
Short term loans														–			
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Increase (decrease) in consumer deposits	–	–	(4)	0	1	–	–	–	–	–	–	–	3	–	–	–	
VAT Control (receipts)	–	–	–	–	–	10 315	10 315	10 315	10 315	10 315	10 315	10 315	61 888	123 776	106 387	114 681	
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Decrease (increase) in non-current investments														–			
<b>Total Cash Receipts by Source</b>	591 989	268 933	148 272	188 133	489 677	162 781	162 781	162 781	162 781	162 781	162 781	162 781	(710 317)	1 953 374	1 824 489	1 940 059	
<b>Cash Payments by Type</b>													–				
Employee related costs	31 133	31 157	31 664	30 803	30 642	25 168	25 168	25 168	25 168	25 168	25 168	25 168	(4 393)	302 013	315 906	329 805	
Remuneration of councillors	899	908	976	874	1 022	970	970	970	970	970	970	970	1 141	11 640	12 176	12 711	
Interest													–				
Bulk purchases - Electricity	23 855	3 627	12 967	58 694	7 218	–	–	–	–	–	–	–	(106 360)	–	–	–	
Acquisitions - water & other inventory	–	1 559	5 183	423	4 853	982	982	982	982	982	982	982	(6 124)	11 788	12 311	12 835	
Contracted services	(4 648)	(27 782)	(6 675)	(55 000)	(83 257)	17 688	17 688	17 688	17 688	17 688	17 688	17 688	283 492	212 260	172 013	187 345	
Transfers and subsidies - other municipalities													–				
Transfers and subsidies - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Other expenditure	220 420	102 347	74 771	70 983	165 916	3 413	3 413	3 413	3 413	3 413	3 413	3 413	(613 961)	40 953	42 736	44 569	
<b>Cash Payments by Type</b>	271 658	111 816	118 886	106 777	126 394	48 221	48 221	48 221	48 221	48 221	48 221	48 221	(446 205)	578 653	555 142	587 266	
<b>Other Cash Flows/Payments by Type</b>																	
Capital assets	51 836	34 131	35 136	73 570	108 576	71 192	71 192	71 192	71 192	71 192	71 192	71 192	123 906	854 309	747 707	803 584	
Repayment of borrowing	–	63	190	–	–	1 476	1 476	1 476	1 476	1 476	1 476	1 476	8 603	17 712	17 712	17 712	
Other Cash Flows/Payments	–	602	315	1 649	3 803	–	–	–	–	–	–	–	(5 369)	–	–	–	
<b>Total Cash Payments by Type</b>	323 493	146 612	154 526	181 997	238 773	120 889	120 889	120 889	120 889	120 889	120 889	120 889	(320 064)	1 450 674	1 320 561	1 408 561	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	268 495	122 321	(6 254)	6 137	250 904	41 892	41 892	41 892	41 892	41 892	41 892	41 892	(390 252)	502 700	503 929	531 497	
Cash/cash equivalents at the month/year beginning:	23 103	291 598	413 919	407 664	413 801	664 705	706 597	748 489	790 381	832 272	874 164	916 056	916 056	525 803	525 803	1 029 732	1 561 229
Cash/cash equivalents at the month/year end:	291 598	413 919	407 664	413 801	664 705	706 597	748 489	790 381	832 272	874 164	916 056	916 056	525 803	525 803	1 029 732	1 561 229	

## 2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<u>Revenue</u>			
	Service charges – Water revenue	15%	This is the amounts billed on customers for water used. The year-to-date actual is R18.1 million which is 28% of the approved budget. The R18.1 million year to date actual is below the four months baseline projection or year-to-date budget of R21.3 million. A variance of R3.1 million or 15% is observed. For the month of October, the municipality started the process of replacing estimates with prepaid meters, and for the month of October, the municipality have installed More prepaid meters has 15% why our monthly Actual is R5.5 million.	
	Service charges – Sanitation revenue	10%	This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R5.5 million which is 29% of the approved budget. The R5.5 million year to date actual is below the four months baseline projection or year-to-date budget of R6.1 million. A variance of R647 thousand or 10% is observed. Sanitation will for the month of October will have an effect since Business have an excess charge and it also affect our sanitation since we have changed billing from estimates to Actual for the month of October.	
	Sale of goods and rendering of service	27%	This is the amount on sale of goods and rendering of services, the year-to-date actual is R340 thousands which is 43% of the approved budget. The R340 thousands year to date actual is above the four months baseline projection or year-to-date budget of R267 thousand. A variance of 73 thousand or 27% is observed.	There was a Huge sale of tender documents for the month of October 2025 in this period
	Interest earned - outstanding debtors	28%	This is the amount on sale of goods and rendering of services, the year-to-date actual is R340 thousands which is 43% of the approved budget. The R340 thousands year to date actual is above the four months baseline projection or year-to-date budget of R267 thousand. A variance of 73 thousand or 27% is observed.	we must ensure that businesses Pay on time
	Interest on investment	48%	Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is R1.3 million which is 17% of the approved budget. The R1.3 million year-to-date actual is below the four-month baseline projection or year-to-date budget of R2.6 million. A variance of R1.2 million or 48% is observed.	The reason for variance can be attributed to the fact that there were some investments which were not matured by the end of the reporting period.
	Rent of facilities	8%	Rental of facilities is amounts billed for office space leased out, the year-to-date actual is R154 thousand which is 30% of the approved budget. The R154 thousand year-to-date actual is below the four months baseline projection or year-to-date budget of R168 thousand. A variance of R14 thousand or 8% is observed	
	Licences and Permits	27%	Licences and permits year-to-date actual is R71 thousand which is 24% of the approved budget. The R71 thousand year to date actual is below the four months baseline projection or year-to-date budget of R98 thousand. A variance of R27 thousand or 27% is observed. In the Month of October there were only health certificate issued	
	Operational revenue	56%	Operational revenue year-to-date actual is R196 thousand which is 15% of the approved budget. The R196 thousand year to date actual is below the four months baseline projection or year-to-date budget of R448 thousand. A variance of R252 thousands or 56% is observed.	
	Fines, penalties, and forfeits	32%	The variance to this line item can be attributed the non-receipt of Insurance Refund, Registration Fees, Handling Fees which is not benchmarked by year to date. Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual is R136 thousand, which is 23% of the approved budget. The R136 thousand year to date is below the four-month baseline projection or year-to-date budget of R202 thousand. A variance of R65 thousand or 32% is observed	Municipality must keep up the disconnection of illegal connections.
	Transfers and subsidies	31%	Transfers and subsidies year to date actual is R317.4 million which is 44 of the approved budget. The R317.4 million year to date actual is above the four months baseline projection or year-to-date budget of R242.2 million. A variance of R75.2 million or 31% is observed.	

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
				R thousands
2	<u>Expenditure By Type</u>			
	Employee Related Costs	21%	Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual is R121.4 million which is 40% of the approved budget. The R121.4 million year to date actual is above the four-month baseline projection or year-to-date budget of R100.6 million. A variance of R20.7 million or 21% is observed. The expenditure for the month is R30.2 million.	
	Remuneration of Councillors	13%	Remuneration of Councillors is paid for councillors allowances, service-related benefits and contributions. The year-to-date actual is R3.3 million which is 29% of the approved budget. The R3.3 million year-to-date actual is below the four-month baseline projection or year-to-date budget of R3.8 million. A variance of R504 thousand or 13% is observed. The Expenditure for the Month is R812 thousand.	
	Invenbry Consumed		Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water invenbry. The year-to-date actual is a negative amount (-R3.8 million), which means there were transaction performed incorrectly.	
	Debt impairment		The municipality will prepare a journal to correct the error.	
	Depreciation		Debt impairment is the amount for provision for non-collection as per council policy. Provision for non-collection assessment and calculation is done at year end. National treasuries recommend that the assessment and calculations be done monthly.	
	Finance charges	49%	This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R31.6 million which is 33% of the approved budget. The R31.6 million year-to-date actual equals the four month baseline projection or year-to-date budget of R31.6 million. A variance of R0 or 0% is observed. The movement for the month is R7.9 million.	
	Contracted services	56%	Finance charges are amounts for interest paid on overdue accounts, interest on loan and finance lease for laptops. The year-to-date actual is R3.6 million which is 48% of the approved budget. The R3.6 million year-to-date actual is above the four-month baseline projection or year-to-date budget of R2.4 million. A variance of R1.1 million or 49% is observed. The movement for the month is R923 thousand resulting from interest on loan.	
	Transfers and subsidies paid.		Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R52.5 million which is 60% of the approved budget. The R52.5 million year to date actual is above the four-month baseline projection or year-to-date budget of R33.5 million. A variance of R18.9 million or 56% is observed. The movement for the month is R5.9 million, the major movements are noted in non employees training funded by NSF, Security services & Bulk maintenance.	
	Operational costs	419%	Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The municipality did not budget for this line item.	
			Operational costs are all other expenditure not classified above. The year-to-date actual is R62.5 million which is 176% of the approved budget. The R62.5 million year-to-date actual is above the four months baseline projection or year-to-date budget of R12 million. A variance of R50.5 million or 419% is observed. The movement for the month is R19.6 million. Major movements are from Eskom, lease of fleet & wet fuel.	

**DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October**

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
			R thousands	
3	<u>Capital Expenditure</u>			
	Governance and administration		The municipality did not budget for Governance and administration.	
	Community and public safety	100%	Community and public safety year-to-date actual is R0 which is 0% of the approved budget the R0 year to date actual is below the three months baseline projection or year-to-date budget of R29 thousand. A variance of R29 thousand or 100% is observed.	
	Economic and environmental services	100%	Economic and environmental services year-to-date actual is R0 which is 0% of the approved budget the R0 year to date actual is below three-month baseline projection or year-to-date budget of R803 thousand. A variance of R803 thousand or 100% is observed.	
	Trading services	22%	Trading services year-to-date actual is R194.6 million which is 26% of the approved budget the R194.6 million year-to-date actual is below the four months baseline projection or year-to-date budget of R250.6 million. A variance of R55.9 million or 22% is observed.	

**2.7 PARENT MUNICIPALITY FINANCIAL PERFORMANCE**

The Municipality does not have any entities.

**2.8 MUNICIPAL ENTITY FINANCIAL PERFORMANCE**

The Municipality does not have any active entities.

## 2.9 CAPITAL PROGRAMME PERFORMANCE

### Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November

Month	2024/25		Budget Year 2025/26						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
Monthly expenditure performance trend									
July	93 315	61 906	61 906	51 836	51 836	61 906	10 071	16.3%	7%
August	64 218	64 068	64 068	34 131	34 131	125 974	91 843	72.9%	5%
September	59 111	64 068	64 068	35 136	35 136	190 042	154 906	81.5%	5%
October	74 889	61 426	61 426	73 570	73 570	251 468	177 898	70.7%	10%
November	54 560	61 437	61 437	108 576	108 576	312 905	204 328	65.3%	15%
December	68 273	61 437	61 437	—	—	374 342	374 342	100.0%	0%
January	—	61 437	61 437	—	—	435 779	435 779	100.0%	0%
February	14 786	61 437	61 437	—	—	497 216	497 216	100.0%	0%
March	32 878	61 437	61 437	—	—	558 653	558 653	100.0%	0%
April	181 413	61 437	61 437	—	—	620 090	620 090	100.0%	—
May	79 738	61 437	61 437	—	—	681 527	681 527	100.0%	—
June	28 731	61 437	61 437	—	—	742 964	742 964	100.0%	—
<b>Total Capital expenditure</b>	<b>751 911</b>	<b>742 964</b>	<b>742 964</b>	<b>303 249</b>					

The actual capital expenditure is less than year-to-date budget.

## Summary of Capital Expenditure by asset class and sub-class

DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1									%
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>732 522</b>	<b>742 790</b>	<b>742 790</b>	<b>108 576</b>	<b>303 249</b>	<b>312 858</b>	<b>9 609</b>	<b>3.1%</b>	<b>742 790</b>
Roads Infrastructure		—	2 410	2 410	—	—	1 004	1 004	100.0%	2 410
Roads		—	2 410	2 410	—	—	1 004	1 004	100.0%	2 410
Storm water Infrastructure		—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	—	—	—
Water Supply Infrastructure		732 522	740 380	740 380	108 576	303 249	311 853	8 605	2.8%	740 380
Dams and Weirs								—	—	
Boreholes		32 532	28 016	39 077	4 618	20 072	17 493	(2 579)	-14.7%	39 077
Reservoirs		3 379	—	—	—	—	—	—	—	—
Pump Stations		—	—	—	—	—	—	—	—	—
Water Treatment Works		136 848	101 224	101 024	13 974	41 035	42 132	1 097	2.6%	101 024
Bulk Mains		526 548	568 552	568 752	83 123	216 659	236 941	20 282	8.6%	568 752
Distribution		33 215	31 526	31 526	6 860	25 482	13 136	(12 346)	-94.0%	31 526
Distribution Points		—	11 061	—	—	—	2 151	2 151	100.0%	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—
Pump Station								—	—	
Reticulation		—	—	—	—	—	—	—	—	—
Toilet Facilities		—	—	—	—	—	—	—	—	—
Capital Spares								—	—	
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—
<b>Community Assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Community Facilities		—	—	—	—	—	—	—	—	—
Halls								—	—	
Centres		—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—
Indoor Facilities								—	—	
Outdoor Facilities		—	—	—	—	—	—	—	—	—
Capital Spares								—	—	
<b>Heritage assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Works of Art		—	—	—	—	—	—	—	—	—
<b>Investment properties</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Revenue Generating		—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—
<b>Other assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Operational Buildings		—	—	—	—	—	—	—	—	—
Municipal Offices		—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—
<b>Biological or Cultivated Assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—
<b>Intangible Assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Servitudes		—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—
Computer Software and Applications		—	—	—	—	—	—	—	—	—
<b>Computer Equipment</b>		<b>735</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Computer Equipment		735	—	—	—	—	—	—	—	—
<b>Furniture and Office Equipment</b>		<b>37</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Furniture and Office Equipment		37	—	—	—	—	—	—	—	—
<b>Machinery and Equipment</b>		<b>48 200</b>	<b>87</b>	<b>174</b>	<b>—</b>	<b>—</b>	<b>47</b>	<b>47</b>	<b>100.0%</b>	<b>174</b>
Machinery and Equipment		48 200	87	174	—	—	47	47	100.0%	174
<b>Transport Assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Transport Assets		—	—	—	—	—	—	—	—	—
<b>Land</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Land		—	—	—	—	—	—	—	—	—
<b>Zoo's, Marine and Non-biological Animals</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—
<b>Living resources</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Mature		—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—
<b>Total Capital Expenditure on new assets</b>	1	<b>781 494</b>	<b>742 877</b>	<b>742 964</b>	<b>108 576</b>	<b>303 249</b>	<b>312 905</b>	<b>9 656</b>	<b>3.1%</b>	<b>742 964</b>

## Expenditure on Repairs and Maintenance by Asset class

DC26 Zululand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		169 973	45 389	51 640	4 503	20 084	21 211	1 128	5.3%	51 640
Roads Infrastructure		—	—	—	—	—	—	—	—	—
Storm water Infrastructure		—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	—	—	—
Water Supply Infrastructure		169 973	45 389	51 640	4 503	20 084	21 211	1 128	5.3%	51 640
<b>Bulk Mains</b>		64 246	30 389	36 640	4 503	11 055	14 961	3 906	26.1%	36 640
<b>Distribution Points</b>		105 727	15 000	15 000	—	9 029	6 250	(2 779)	-44.5%	15 000
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—
Waste Water Treatment Works		—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—
<b>Community Assets</b>		435	—	—	—	—	—	—	—	—
Community Facilities		435	—	—	—	—	—	—	—	—
<b>Airports</b>		435	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—
<b>Heritage assets</b>		—	—	—	—	—	—	—	—	—
<b>Investment properties</b>		—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—
<b>Other assets</b>		62	—	—	—	—	—	—	—	—
Operational Buildings		62	—	—	—	—	—	—	—	—
<b>Municipal Offices</b>		62	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—
<b>Biological or Cultivated Assets</b>		—	—	—	—	—	—	—	—	—
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—
<b>Intangible Assets</b>		—	—	—	—	—	—	—	—	—
Servitudes		—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—
<b>Computer Equipment</b>		—	—	—	—	—	—	—	—	—
Computer Equipment		—	—	—	—	—	—	—	—	—
<b>Furniture and Office Equipment</b>		—	200	200	—	—	83	83	100.0%	200
Furniture and Office Equipment		—	200	200	—	—	83	83	100.0%	200
<b>Machinery and Equipment</b>		—	—	—	10	38	—	(38)	#DIV/0!	—
Machinery and Equipment		—	—	—	10	38	—	(38)	#DIV/0!	—
<b>Transport Assets</b>		10 988	—	—	1 153	2 955	—	(2 955)	#DIV/0!	—
Transport Assets		10 988	—	—	1 153	2 955	—	(2 955)	#DIV/0!	—
<b>Land</b>		—	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—
<b>Zoo's, Marine and Non-biological Animals</b>		—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—
<b>Living resources</b>		—	—	—	—	—	—	—	—	—
Mature		—	—	—	—	—	—	—	—	—
<b>Policing and Protection</b>		—	—	—	—	—	—	—	—	—
Zoological plants and animals		—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—
<b>Policing and Protection</b>		—	—	—	—	—	—	—	—	—
Zoological plants and animals		—	—	—	—	—	—	—	—	—
<b>Total Repairs and Maintenance Expenditure</b>	1	181 458	45 589	51 840	5 667	23 076	21 295	(1 782)	-8.4%	51 840

## Depreciation by Asset class

DC26 Zululand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M05 November

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Depreciation by Asset Class/Sub-class</b>		<b>111 632</b>	<b>85 014</b>	<b>85 014</b>	<b>7 084</b>	<b>35 422</b>	<b>35 422</b>	<b>0</b>	<b>0.0%</b>	<b>85 014</b>
<b>Infrastructure</b>										
Roads Infrastructure		—	762	762	64	318	318	0	0.0%	762
<i>Roads</i>		—	<b>762</b>	<b>762</b>	<b>64</b>	<b>318</b>	<b>318</b>	<b>0</b>	<b>0.0%</b>	<b>762</b>
Storm water Infrastructure		—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	39	39	3	16	16	0	0.0%	39
<i>LV Networks</i>		—	<b>39</b>	<b>39</b>	<b>3</b>	<b>16</b>	<b>16</b>	<b>0</b>	<b>0.0%</b>	<b>39</b>
Water Supply Infrastructure		110 950	81 842	81 842	6 820	34 101	34 101	0	0.0%	81 842
<i>Dams and Weirs</i>		1 968	2 959	2 959	247	1 233	1 233	0	0.0%	2 959
Boreholes		1 833	500	500	42	208	208	—	—	500
Reservoirs		9 438	7 438	7 438	620	3 099	3 099	0	0.0%	7 438
Pump Stations		6 613	4 729	4 729	394	1 970	1 970	0	0.0%	4 729
Water Treatment Works		7 419	7 037	7 037	586	2 932	2 932	0	0.0%	7 037
<i>Bulk Mains</i>		56 690	36 425	36 425	3 035	15 177	15 177	—	—	36 425
<i>Distribution</i>		26 914	22 668	22 668	1 889	9 445	9 445	0	0.0%	22 668
PRV Stations		75	86	86	7	36	36	0	0.0%	86
Sanitation Infrastructure		683	2 371	2 371	198	988	988	0	0.0%	2 371
<i>Pump Station</i>		203	205	205	17	85	85	—	—	205
Reticulation		(311)	1 824	1 824	152	760	760	0	0.0%	1 824
Waste Water Treatment Works		790	342	342	29	143	143	0	0.0%	342
Outfall Sewers		—	—	—	—	—	—	—	—	—
Toilet Facilities		—	—	—	—	—	—	—	—	—
Capital Spares		—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—
<b>Community Assets</b>		<b>1 210</b>	<b>905</b>	<b>905</b>	<b>75</b>	<b>377</b>	<b>377</b>	<b>0</b>	<b>0.0%</b>	<b>905</b>
Community Facilities		1 075	660	660	55	275	275	0	0.0%	660
<i>Halls</i>		—	—	—	—	—	—	—	—	—
<i>Centres</i>		—	—	—	—	—	—	—	—	—
<i>Crèches</i>		—	—	—	—	—	—	—	—	—
Clinics/Care Centres		—	—	—	—	—	—	—	—	—
Fire/Ambulance Stations		—	—	—	—	—	—	—	—	—
Testing Stations		—	—	—	—	—	—	—	—	—
Museums		—	—	—	—	—	—	—	—	—
Galleries		—	—	—	—	—	—	—	—	—
Theatres		—	—	—	—	—	—	—	—	—
Libraries		—	—	—	—	—	—	—	—	—
Cemeteries/Crematoria		—	—	—	—	—	—	—	—	—
Police		—	—	—	—	—	—	—	—	—
Parks		—	—	—	—	—	—	—	—	—
Public Open Space		—	—	—	—	—	—	—	—	—
Nature Reserves		—	—	—	—	—	—	—	—	—
Public Ablution Facilities		—	—	—	—	—	—	—	—	—
Markets		344	—	—	—	—	—	—	—	—
Stalls		—	—	—	—	—	—	—	—	—
Abattoirs		—	—	—	—	—	—	—	—	—
Airports		731	660	660	55	275	275	0	0.0%	660
Taxi Ranks/Bus Terminals		—	—	—	—	—	—	—	—	—
Capital Spares		—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		135	244	244	20	102	102	0	0.0%	244
<i>Indoor Facilities</i>		—	—	—	—	—	—	—	—	—
<i>Outdoor Facilities</i>		135	244	244	20	102	102	0	0.0%	244
Capital Spares		—	—	—	—	—	—	—	—	—
<b>Heritage assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Other Heritage		—	—	—	—	—	—	—	—	—
<b>Investment properties</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Revenue Generating		—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—
<b>Other assets</b>		<b>1 246</b>	<b>1 451</b>	<b>1 451</b>	<b>121</b>	<b>604</b>	<b>604</b>	<b>0</b>	<b>0.0%</b>	<b>1 451</b>
Operational Buildings		1 246	1 451	1 451	121	604	604	0	0.0%	1 451
<i>Municipal Offices</i>		1 246	1 394	1 394	116	581	581	0	0.0%	1 394
Pay/Enquiry Points		—	—	—	—	—	—	—	—	—
Building Plan Offices		—	—	—	—	—	—	—	—	—
Workshops		—	—	—	—	—	—	—	—	—
Yards		—	—	—	—	—	—	—	—	—
Stores		—	57	57	5	24	24	0	0.0%	57
Laboratories		—	—	—	—	—	—	—	—	—
Training Centres		—	—	—	—	—	—	—	—	—
Manufacturing Plant		—	—	—	—	—	—	—	—	—
Depots		—	—	—	—	—	—	—	—	—
Capital Spares		—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—
<i>Staff Housing</i>		—	—	—	—	—	—	—	—	—
<i>Social Housing</i>		—	—	—	—	—	—	—	—	—
Capital Spares		—	—	—	—	—	—	—	—	—
<b>Biological or Cultivated Assets</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Intangible Assets</b>		<b>20</b>	<b>21</b>	<b>21</b>	<b>2</b>	<b>9</b>	<b>9</b>	<b>0</b>	<b>0.0%</b>	<b>21</b>
Servitudes		—	—	—	—	—	—	—	—	—
Licences and Rights		20	21	21	2	9	9	0	0.0%	21
Computer Software and Applications		18	21	21	2	9	9	0	0.0%	21
Unspecified		2	—	—	—	—	—	—	—	—
<b>Computer Equipment</b>		<b>1 368</b>	<b>1 046</b>	<b>1 046</b>	<b>87</b>	<b>436</b>	<b>436</b>	<b>0</b>	<b>0.0%</b>	<b>1 046</b>
Computer Equipment		1 368	1 046	1 046	87	436	436	0	0.0%	1 046
<b>Furniture and Office Equipment</b>		<b>556</b>	<b>609</b>	<b>609</b>	<b>51</b>	<b>254</b>	<b>254</b>	<b>0</b>	<b>0.0%</b>	<b>609</b>
<b>Machinery and Equipment</b>		<b>1 818</b>	<b>388</b>	<b>388</b>	<b>32</b>	<b>162</b>	<b>162</b>	<b>0</b>	<b>0.0%</b>	<b>388</b>
Machinery and Equipment		1 818	388	388	32	162	162	0	0.0%	388
<b>Transport Assets</b>		<b>2 898</b>	<b>5 568</b>	<b>5 568</b>	<b>464</b>	<b>2 320</b>	<b>2 320</b>	<b>0</b>	<b>0.0%</b>	<b>5 568</b>
Transport Assets		2 898	5 568	5 568	464	2 320	2 320	0	0.0%	5 568
<b>Land</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Land		—	—	—	—	—	—	—	—	—
<b>Zoo's, Marine and Non-biological Animals</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—
<b>Living resources</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Mature		—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—
<b>Total Depreciation</b>	1	120 749	95 000	95 000	7 917	39 583	39 584	0	0.0%	95 000

## **2.10 OTHER SUPPORTING DOCUMENTS**

No other financial information outside of information contained in Schedule C is available.

## **2.11 IN-YEAR REPORT OF MUNICIPAL ENTITIES**

The Municipality doesn't have any entities.

## 2.12 MUNICIPAL MANAGERS QUALITY CERTIFICATION

I, **R.N. Hlongwa**, Municipal Manager of Zululand District Municipality, hereby certify that the Monthly Budget Statement has been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act.



Date: 12/12/2025

R.N. Hlongwa  
Municipal Manager  
Zululand District Municipality (DC26)