



INTERNAL MEMO

DATE : 16 MARCH 2026
TO : THE HONOURABLE MAYOR
FROM : ACTING MUNICIPAL MANAGER
RE : QUARTELY BUDGET STATEMENT

Kindly find the attached quarterly budget statement for your Review, in compliance with the S52d of the Municipal Finance Management Act. The quarterly budget statement is for the period ending **31 March 2026**.

The office of the mayor is kindly requested to assist with Mayor's Report based on assessment of the attached Quarterly Budget Statement. The mayor's report is in compliance with Regulation 29 of the Municipal Budget and reporting regulations, which state that; if the Mayor tables MFMA S52d report to council it must be accompanied by Mayor's report in a format set out in schedule C.

In terms of S52 of the Municipal Finance Management Act

The mayor of a municipality—

(a) must provide general political guidance over the fiscal and financial affairs of the municipality; (b) in providing such general political guidance, may monitor and, to the extent provided in this Act, oversee the exercise of responsibilities assigned in terms of this Act to the accounting officer and the chief financial officer, but may not interfere in the exercise of those responsibilities; (c) must take all reasonable steps to ensure that the municipality performs its constitutional and statutory functions within the limits of the municipality's approved budget; (d) must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality; and (e) must exercise the other powers and perform the other duties assigned to the mayor in terms of this Act or delegated by the council to the mayor.

Yours Faithfully

N.S. MSIBI
Chief Financial Officer

S.P. MOSIA
Acting Municipal Manager

"Service Delivery through Integrity"

ZULULAND DISTRICT MUNICIPALITY



QUARTELY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

31 MARCH 2026

MFMA S52 REPORT

2025/2026 FINANCIAL YEAR

Table of Contents

GLOSSARY.....1

PART 1 – IN-YEAR REPORT3

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 29

PART 2 – SUPPORTING DOCUMENTATION32

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 ALLOWENCES AND EMPLOYEE BENEFITS..... 36

2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 38

2.7 PARENT MUNICIPALITY FINANCIAL PERFORMANCE 40

2.8 MUNICIPAL ENTITY FINANCIAL PERFORMANCE 40

2.9 CAPITAL PROGRAMME PERFORMANCE 40

2.10 OTHER SUPPORTING DOCUMENTS 42

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	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Revenue By Source (Excluding Capital Transfers)	813 894 805	849 669 327	782 516 593.95	630 170 754	152 345 839.99	24%	92%
Total Operating Expenditure	553 766 368	805 991 856	731 555 229.44	523 362 225	208 193 004.87	40%	91%
Surplus/(Deficit)	260 128 437	43 677 471	50 961 364.51	106 808 529	-55 847 164.88		

Operating Revenue Performance

Total operating revenue generated by the Municipality for the **3rd quarter** is **R782.5 million**, which is **92%** of the approved adjustment operating revenue budget. The **R782.5 million** year to date Actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R630.1 million**, a variance of **R152.3 million or 24% 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 **R50.8 million** which is **75%** 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 for the **3rd quarter** is **R731.5 million** which is **91%** of the approved adjustment operating expenditure budget. The **R731.5 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R523.3 million**, a variance of **R208.1 million** or **40%** 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; debt impairment which has no movement yet. Employee-related cost is moving at higher pace, 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 31 MARCH 2026	APPROVED BUDGET	ADJUSTED BUDGET	RECEIPTS	YTD ACTUAL	VARIANCE YTD & ADJUSTED BUDGET	PERCENTAGE SPENT
Municipal Infrastructure Grant (MIG)	268 969 000	268 969 000	268 969 000	198 623 670	70 345 330	74
Regional Bulk Infrastructure (RBIG)	544 478 000	544 478 000	594 478 000	445 996 980	98 481 020	82
Water services infrastructure Grant (WSIG)	100 000 000	100 000 000	90 000 000	47 612 496	52 387 504	48
Indonsa Grant	1 719 000	1 719 000	2 675 000	59 020	1 659 980	3
FMG	1 300 000	1 300 000	1 300 000	919 782	380 218	71
EPWP	6 406 000	6 406 000	6 406 000	6 406 000	-	100
LGSETA Waste Water Employees	-	165 000	327 606	99 000	-99 000	60
TS O M PG KZN CAP BLD AVIATION	500 000	500 000	500 000	-	500 000	-
NSF			12 401 490	12 019 000		-
AMAFA			160 000	-		-
BOREHOLE INTERVENTION PROGRAMME	1 445 896	1 445 896	1 445 896	1 445 896		100
Rural Roads Asset Managemnt Systems Grant	2 772 000	2 772 000	2 772 000	1 488 806		54
Disaster Management Grant	7 125 285	37 125 285	30 000 000	6 107 042		16
	930 497 285.00	960 497 285.00	1 006 889 490.13	717 743 990.52	223 754 050.98	394.01

Capital Expenditure and Funding

Summary Statement of Capital Expenditure and Funding

	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	742 877 267	757 083 133	546 081 198.55	562 399 709	-16 318 510.78	-3%	72%
Total Capital Financing	742 877 267	757 083 133	546 081 198.55	562 399 709	-16 318 510.78	-3%	72%

Grants receipts and expenditure

Total Capital Expenditure as at **31 March 2026** is **R546 million** which is **72%** of the approved adjustment operating expenditure budget of the approved capital budget. The **R546 million** year to date actual is **below** the **nine months** baseline projection or year-to-date budget of **R562.9 million**, a variance of **R16.3 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 **74%**, **RBIG** is at **82%**, **WSIG** is at **48%** **RRAMG** is at **54%** and **Indonsa** is at **58%**.

Financial Position Framework

Summary of Statement of Financial position:

FINANCIAL POSITION	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL	%
Total current assets	677 146 297	453 458 296	584 709 364.51	129
Total non current assets	5 982 750 926	6 769 428 886	6 564 202 499.67	97
Total current liabilities	406 164 039	658 279 423	343 931 215.84	52
Total non current liabilities	254 145 896	263 525 899	134 348 510.94	51
TOTAL COMMUNITY WEALTH/ EQUITY	4 821 896 212	5 339 107 382	7 504 366 700.48	140.6%

The current assets year to date actual is **R584.7 million**, which is **129%** of the approved adjustment budget. **Non - Current assets** year to date actual is **R6.5 billion**, which is **97 %** of the approved adjustment budget. **Current Liabilities** year to date actual is **R343.9 million** which is **52%** of the approved budget. **Non- Current Liabilities** year to date is **R134.3 million** which is **51%** of the approved budget. **Accumulated surplus** year to date actual is **R7.5 billion** which is **140.6%** of the approved adjustment budget.

Current assets amount to **R584.7 million**, included in the current assets is an investment of **R122 million**.

Current liabilities amount to **R343.9 million**, this includes unspent conditional grants amounting to **R279.7 million**.

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) - M09 March

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										
Revenue										
Exchange Revenue										
Service charges - Electricity										
Service charges - Water		55 414	63 954	51 217	4 027	38 125	42 871	(4 745)	-11%	51 217
Service charges - Waste Water Management		18 129	18 494	16 979	1 288	12 722	13 265	(543)	-4%	16 979
Service charges - Waste management										
Sale of Goods and Rendering of Services		627	800	1 502	-	895	881	14	2%	1 502
Agency services										
Interest										
Interest earned from Receivables		746	858	648	42	478	559	(82)	-15%	648
Interest from Current and Non Current Assets		8 129	8 000	5 804	21	3 834	5 122	(1 288)	-25%	5 804
Dividends										
Rent on Land										
Rental from Fixed Assets		463	504	482	28	358	369	(11)	-3%	482
Licence and permits		277	295	184	17	142	177	(35)	-20%	184
Special rating levies										
Operational Revenue										
Non-Exchange Revenue										
Property rates										
Surcharges and Taxes										
Fines, penalties and forfeits		449	605	258	-	193	315	(122)	-39%	258
Licence and permits										
Transfers and subsidies - Operational		680 583	720 384	772 595	179 944	725 772	566 612	159 159	28%	772 595
Interest										
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains		1 706								
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		766 522	813 895	849 669	185 368	782 517	630 171	152 346	24%	849 669

The year-to-date actual indicates operating revenue of **R782.5 million** for the **3rd quarter**, The **R782.5 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R630.1 million**, a variance of **R152.3 million** or **24%** 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 for the **3rd quarter** **R38.1 million** which is **74 %** of the approved adjustment budget. The **R38.1 million** year to date actual is **below** the **3rd quarter** baseline projection or year-to-date budget of **R42.8 million**. A variance of **R4.7 million** or **11%** is observed. the municipality started the process of replacing estimates with prepaid meters, and for the quarter , the municipality have installed More prepaid meters that's why our quarterly Actual is **R4 million**

Service charges – Sanitation revenue

This is the amount billed on customers that are connected to the sewer system, the year-to-date actual for the **3rd quarter** is **R12.7 million** which is **75 %** of the approved adjustment budget.

The **R12.7 million** year to date actual is **below** the **3rd quarter** baseline projection or year-to-date budget of **R13.2 million**. A variance of **R543 thousand** or **4%** is observed. Sanitation for the period is mostly affected by water consumption.

Sale of goods and rendering of service

This is the amount on sale of goods and rendering of services, the year-to-date actual for **3rd quarter** is **R895 thousands** which is **60%** of the approved adjustment budget. The **R895 thousands** year to date actual is **Above** the **3rd quarter** baseline projection or year-to-date budget of **R881 thousand**. A variance of **14 thousand** or **2%** is observed.

There was no sale of tender documents for the **3rd quarter**.

Interest earned - outstanding debtors

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual for the **3rd quarter** is **R478 thousand**, which is **74%** of the approved adjustment budget. The **R478 thousand** year- to-date actual is **below** the **3rd quarter** baseline projection or year-to-date budget of **R559 thousand**. A variance of **R82 thousand** or **15%** is observed.

Reasons for variances can be attributed to businesses' adherence to payment terms; the municipality has implemented stringent measures for the **3rd quarter** since we have an Actual of **R42 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 **3rd quarter** is **R3.8 million** which is **66%** of the approved adjustment budget. The **R3.8 million** year-to-date actual is **below the 3rd quarter** baseline projection or year-to-date budget of **R5.1 million**. A variance of **R1.2 million** or **25%** is observed.

The reason for variance can be attributed to the fact that there were some investments which did not mature by the end of the **3rd quarter**.

Rent of facilities

Rental of facilities is amounts billed for office space leased out, the year-to-date actual for the **3rd quarter** is **R358 thousand** which is **74%** of the approved adjustment budget. The **R358 thousand** year-to-date actual is **below the 3rd quarter** baseline projection or year-to-date budget of **R369 thousand**. A variance of **R11 thousand** or **3%** 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 for the **3rd quarter** is **R124 thousand** which is **67%** of the approved adjustment budget. The **R124 thousand** year to date actual is **below** the **3rd quarter** baseline projection or year-to-date budget of **R174 thousand**. A variance of **R50 thousand** or **29%** is observed. In the 3rd quarter, only health certificates were issued, resulting in a movement of **R17 thousand**.

NON-EXCHANGE REVENUE

Fines, penalties, and forfeits

Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual for the **3rd quarter** is **R193 thousand**, which is **75%** of the approved adjustment budget. The **R193 thousand** year to date is **below** the **3rd quarter** baseline projection or year-to-date budget of **R315 thousand**. A variance of **R122 thousand** or **39%** is observed, which there is no movement for the **3rd quarter**.

Reasons for variances highlight an indication that less consumers are illegally connected or an 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/recorded as revenue when conditions have been met, except for equitable share which is not a conditional grant.

Transfers and subsidies year to date actual for the **3rd quarter** is **R725.7 million** which is **94%** of the approved budget. The **R725.7 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R566.6 million**. A variance of **R159.1 million** or **28%** is observed.

Transfers and subsidies vary according to the approved transfer schedule and cannot be compared to the year-to-date budget. Grants are received in tranches rather than monthly. Grants received to date include Equitable Share, MIG, WSIG and the Indonsa Art Centre Grant.

1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

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										
Expenditure By Type										
Employee related costs		343 349	302 013	302 098	32 167	273 416	226 545	46 870	21%	302 098
Remuneration of councillors		10 539	11 640	11 640	833	7 841	8 730	(889)	-10%	11 640
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		57 950	10 250	10 045	(607)	(275)	7 600	(7 876)	-104%	10 045
Debt impairment		30 773	4 000	4 000	-	-	3 000	(3 000)	-100%	4 000
Depreciation and amortisation		120 749	95 000	95 108	9 917	89 332	71 293	18 039	25%	95 108
Interest		18 115	7 575	7 354	863	8 100	5 510	2 590	47%	7 354
Contracted services		276 856	87 677	180 326	60 375	171 645	109 468	62 178	57%	180 326
Transfers and subsidies		9 064	-	2 251	106	2 357	900	1 457	162%	2 251
Irrecoverable debts written off		2 724	-	-	-	-	-	-	-	-
Operational costs		336 077	35 611	193 170	41 751	179 140	90 315	88 825	98%	193 170
Losses on Disposal of Assets		6	-	-	-	-	-	-	-	-
Other Losses		272	-	-	-	-	-	-	-	-
Total Expenditure		1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	40%	805 992

The year-to-date actuals indicate spending of **R731.5 million** for the **3rd quarter**, which is **91%** of the approved operating expenditure budget. The **R731.5 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R523.3 million**, a variance of **R208.1 million** or less than **40%** is observed.

Employee Related Costs

Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual for the **3rd quarter** is **R273.4 million** which is **91%** of the approved adjustment budget. The **R273.4 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R226.5 million**. A variance of **R46.8 million** or **21%** is observed. The expenditure for the month is **R32.1 million**.

The municipality need to pay more attention to keep the salaries within the municipality's budget.

Remuneration of Councillors

Remuneration of Councilors is paid for councilors allowances, service-related benefits and contributions. The year-to-date actual for the **3rd quarter** is **R7.8 million** which is **67%** of the approved adjustment budget. The **R7.8 million** year-to-date actual is **below** the **3rd quarter** baseline projection or year-to-date budget of **R8.7 million**. A variance of **R889 thousand** or **10%** is observed.

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 **-R9.7 million** which is **1%** of the approved adjustment budget. There will be corrections of transactions incorrectly recoded. The municipality will prepare a journal to correct the errors.

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 for the **3rd quarter** is **R89.3 million** which is **94%** of the approved adjustment budget. The **R89.3 million** year-to-date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R71.2 million**. A variance of **18 million** or **25%** is observed. The movement for the **3rd quarter** is **R9.9 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 for the **3rd quarter** is **R8.1 million** which is **110%** of the approved adjustment budget. The **R8.1 million** year-to-date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R5.5 million**. A variance of **R2.5 million** or **47%** is observed. The movement for the **3rd quarter** is **R863 thousand** resulting from interest on loan.

Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual for the **3rd quarter** is **R171.2 million** which is **R95%** of the approved adjustment budget. The **R171.2 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R109.4 million**. A variance of **R62.1 million** or **57%** is observed. The movement for the **3rd quarter** is **R60.3 million**, the major movements are noted in water tankers, 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 year-to-date actual for the **3rd quarter** is **R2.3 million** which is **105%** of the approved adjustment budget of **R2.3 million**, the **R2.3 million** year to date actual is **above** the **3rd quarter** baseline projection or year-to-date budget of **R900 thousand**. A variance of **R1.4 million** is observed. Or **162%**, the movement for the **3rd quarter** is **R106 thousand**

Operational cost

Operational costs are all other expenditure not classified above. The year-to-date actual **3rd quarter** is **R179.1 million** which is **93%** of the approved adjustment budget. the **R179.1 million** year-to-date actual is **above the 3rd quarter** baseline projection or year-to-date budget of **R90.3 million**. A variance of **R88.2 million** or **98%** is observed. The movement for the **3rd quarter** is **R41.7 million**. Major movements are from Eskom, Excess kilo meters, Audit Cost: External, Cash Discount:Edumbe, Software Licences & 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	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Finance Management grant (FMG)	1 300 000	1 300 000	919 782.44	975 000	-55 217.56	-6%	71%
EPWP Incentive	6 406 000	6 406 000	6 406 000.00	4 804 500	1 601 500.00	33%	100%
Art centre Subsidies (Indonsa Grant)	1 719 000	2 675 000	56 206.00	2 006 250	-1 950 044.00	-97%	2%
Aviation Grant	500 000	500 000	-	375 000	-375 000.00	-100%	0%
LG SETA	99 606	327 606.00	99 000.00	245 705	-146 704.50	-60%	30%
Disaster Management Grant	7 125 285	37 125 285	7 023 097.73	27 843 964	-20 820 866.02	-75%	19%
Total Operating Grant Expenditure	17 149 891.00	48 333 891.00	14 504 086.17	36 250 418.25	-21 746 332.08	-60%	30%

FMG **71%**, EPWP Incentive **100%**, Art center subsidies (Indonsa Grant) **2%** LG SETA **30%** and Aviation Grant **0%**

Grants Rollovers

ROLLED OVER GRANTS FROM 2024/2025	APPROVED ROLLOVER	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %
TSUCM COGTA BOREHOLES:OPEN/B	1 445 896	1 445 896	1 257 300.80	-	1 257 300.80	86.96%
Disaster Management Grant	7 125 285	37 125 285	6 107 042	3 886 519	2 220 522	86%
Total Operating Grant Expenditure	8 571 181	38 571 181	7 364 342	3 886 519	3 477 823	173%

COGTA Boreholes Grant **86%** and Disaster Management Grant **86%**

Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

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										
Revenue										
Exchange Revenue										
Service charges - Electricity							-			
Service charges - Water		55 414	63 954	51 217	4 027	38 125	42 871	(4 745)	-11%	51 217
Service charges - Waste Water Management		18 129	18 494	16 979	1 288	12 722	13 265	(543)	-4%	16 979
Service charges - Waste management							-			
Sale of Goods and Rendering of Services		627	800	1 502	-	895	881	14	2%	1 502
Agency services							-			
Interest							-			
Interest earned from Receivables		746	858	648	42	478	559	(82)	-15%	648
Interest from Current and Non Current Assets		8 129	8 000	5 804	21	3 834	5 122	(1 288)	-25%	5 804
Dividends							-			
Rent on Land							-			
Rental from Fixed Assets		463	504	482	28	358	369	(11)	-3%	482
Licence and permits		277	295	184	17	142	177	(35)	-20%	184
Special rating levies							-			
Operational Revenue							-			
Non-Exchange Revenue										
Property rates							-			
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		449	605	258	-	193	315	(122)	-39%	258
Licence and permits							-			
Transfers and subsidies - Operational		680 583	720 384	772 595	179 944	725 772	566 612	159 159	28%	772 595
Interest		-	-	-	-	-	-	-		-
Fuel Levy							-			
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		1 706	-	-	-	-	-	-		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		766 522	813 895	849 669	185 368	782 517	630 171	152 346	24%	849 669
Expenditure By Type										
Employee related costs		343 349	302 013	302 098	32 167	273 416	226 545	46 870	21%	302 098
Remuneration of councillors		10 539	11 640	11 640	833	7 841	8 730	(889)	-10%	11 640
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		57 950	10 250	10 045	(607)	(275)	7 600	(7 876)	-104%	10 045
Debt impairment		30 773	4 000	4 000	-	-	3 000	(3 000)	-100%	4 000
Depreciation and amortisation		120 749	95 000	95 108	9 917	89 332	71 293	18 039	25%	95 108
Interest		18 115	7 575	7 354	863	8 100	5 510	2 590	47%	7 354
Contracted services		276 856	87 677	180 326	60 375	171 645	109 468	62 178	57%	180 326
Transfers and subsidies		9 064	-	2 251	106	2 357	900	1 457	162%	2 251
Irrecoverable debts written off		2 724	-	-	-	-	-	-		-
Operational costs		336 077	35 611	193 170	41 751	179 140	90 315	88 825	98%	193 170
Losses on Disposal of Assets		6	-	-	-	-	-	-		-
Other Losses		272	-	-	-	-	-	-		-
Total Expenditure		1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	40%	805 992
Surplus/(Deficit)		(439 952)	260 128	43 677	39 964	50 961	106 809	(55 847)	(0)	43 677
Transfers and subsidies - capital (monetary allocations)		851 477	916 219	917 665	168 390	694 490	687 743	6 748	0	917 665
Transfers and subsidies - capital (in-kind)		8	-	-	39	39	-	39	#DIV/0!	-
Surplus/(Deficit) after capital transfers & contributions		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Income Tax										
Surplus/(Deficit) after income tax		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342

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	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	742 877 267	757 083 133	546 081 198.55	562 399 709	-16 318 510.78	-3%	72%
Total Capital Financing	742 877 267	757 083 133	546 081 198.55	562 399 709	-16 318 510.78	-3%	72%

The capital expenditure amounts to **R486 million**, which is **72%** of the capital approved adjustment budget, after the **3rd quarter**.

Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

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									
Multi-Year expenditure appropriation	2									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 03 - Finance		511	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	-	-	-	-	-	-	-	-
Vote 05 - Planning & Wsa		-	-	15 670	39	4 975	13 628	(8 652)	-63%	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		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4.7	511	-	15 670	39	4 975	13 628	(8 652)	-63%	15 670
Single Year expenditure appropriation	2									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		37	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Vote 03 - Finance		164	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	87	174	-	-	120	(120)	-100%	174
Vote 05 - Planning & Wsa		732 582	742 790	734 566	102 058	538 706	546 984	(8 278)	-2%	734 566
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		48 200	-	6 673	-	-	1 668	(1 668)	-100%	6 673
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	780 983	742 877	741 413	104 458	541 106	548 772	(7 666)	-1%	741 413
Total Capital Expenditure		781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Capital Expenditure - Functional Classification										
Governance and administration		712	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		712	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	87	174	-	-	120	(120)	-100%	174
Community and social services		-	87	174	-	-	120	(120)	-100%	174
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		61	2 410	2 410	39	1 334	1 808	(474)	-26%	2 410
Planning and development		61	2 410	2 410	39	1 334	1 808	(474)	-26%	2 410
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		780 722	740 380	754 499	102 058	542 348	560 472	(18 125)	-3%	754 499
Energy sources		-	-	-	-	-	-	-	-	-
Water management		780 722	740 380	754 499	102 058	542 348	560 472	(18 125)	-3%	754 499
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Funded by:										
National Government		732 522	742 790	748 790	101 850	542 385	560 034	(17 649)	-3%	748 790
Provincial Government		-	87	1 620	208	1 257	698	559	80%	1 620
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm		-	-	-	-	-	-	-	-	-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	39	39	-	39	#DIV/0!	-
Transfers recognised - capital		732 522	742 877	750 410	102 097	543 681	560 731	(17 050)	-3%	750 410
Borrowing	6	48 200	-	6 673	-	-	1 668	(1 668)	-100%	6 673
Internally generated funds		772	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Total Capital Funding		781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083

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 adjustment budget. the **R0** year to date actual is **below the 3rd quarter** baseline projection or year-to-date budget of **R120 thousand**. A variance of **R120 thousand** or **100%** is observed.

Economic and environmental services

Economic and environmental services year-to-date actual is **R1.3 million** which is **55%** of the approved adjustment budget. the **R1.3 million** year to date actual is **below 3rd quarter** baseline projection or year-to-date budget of **R1.8 million**. A variance of **R474 thousand** or **26%** is observed.

Trading services

Trading services year-to-date actual is **R542.3 million** which is **72%** of the approved adjustment budget. the **R542.3 million** year-to-date actual is **below the 3rd quarter** baseline projection or year-to-date budget of **R560.4 million**. A variance of **R18.1 million** or **3%** is observed.

CAPITAL EXPENDITURE BY SOURCE EXCLUSIVE OF VAT	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	233 886 088.00	233 886 088.00	173 371 818.68	175 414 566	-2 042 747.32	-1%	74%
Regional Bulk Infrastructure (RBIG)	473 459 130	473 459 130	390 077 394.37	355 094 348	34 983 046.54	10%	82%
Water services infrastructure Grant (WSIG)	86 956 522	86 956 522	42 426 386.90	65 217 391	-22 791 004.40	-35%	49%
Rural Roads Asset Managemnt Systems Grant	2 410 435	1 614 783	1 294 613.61	1 211 087	83 526.65	7%	80%
Art centre Subsisies (Indonsa Grant)	86 957	173 914	-	130 435	-130 435.14	-100%	0%
BOREHOLE INTERVENTION PROGRAMME		1 257 301	1 257 300.80	-	1 257 300.80	0%	100%
BACKUP GENERATOR		6 673 013	-	-	-	0%	0%
Total Operating Expenditure	796 799 132	804 020 750	608 427 514	597 067 827	11 359 687	2%	76%

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	ADJUSTED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIENCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	268 969 000	268 969 001	198 623 670.12	201 726 751	-3 103 080.78	-2%	74%
Regional Bulk Infrastructure (RBIG)	544 478 000	544 478 000	445 996 980.07	408 358 500	37 638 480.07	9%	81.9%
Water services infrastructure Grant (WSIG)	100 000 000	100 000 000	48 380 681.71	75 000 000	-26 619 318.29	-35%	48%
Rural Roads Asset Managemnt Systems Grant	2 772 000	2 772 000	1 488 805.65	2 079 000	-590 194.35	-28%	54%
Indonsa Grant	100 001	200 001	64 636.90	150 000	-85 363.51	-57%	32%
BOREHOLE INTERVENTION PROGRAMME		1 445 896	1 445 895.92	-	1 445 895.92	0%	100%
BACKUP GENERATOR		7 673 965	-	-	-	0%	0%
Total Capital Grant Expenditure	916 319 001	925 538 863	696 000 670	687 314 251	8 686 419	1%	75%

Overall capital grant expenditure is sitting at **75%** of the approved capital budget, **MIG** is sitting at **74%**, **RBIG** at **81%**, **WSIG** at **48%**, **RAMS** at **54%** and **Indonsa Grant** **32%**

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 - M09 March

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
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	73 543	82 448	68 196	5 315	50 847	56 135	(5 288)	-9%	68 196
Investment revenue	8 129	8 000	5 804	21	3 834	5 122	(1 288)	-25%	5 804
Transfers and subsidies - Operational	680 583	720 384	772 595	179 944	725 772	566 612	159 159	0	772 595
Other own revenue	4 268	3 063	3 074	87	2 065	2 301	(237)	-10%	3 074
Total Revenue (excluding capital transfers and contributions)	766 522	813 895	849 669	185 368	782 517	630 171	152 346	24%	849 669
Employee costs	343 349	302 013	302 098	32 167	273 416	226 545	46 870	21%	302 098
Remuneration of Councillors	10 539	11 640	11 640	833	7 841	8 730	(889)	-10%	11 640
Depreciation and amortisation	120 749	95 000	95 108	9 917	89 332	71 293	18 039	25%	95 108
Interest	18 115	7 575	7 354	863	8 100	5 510	2 590	47%	7 354
Inventory consumed and bulk purchases	57 950	10 250	10 045	(607)	(275)	7 600	(7 876)	-104%	10 045
Transfers and subsidies	9 064	-	2 251	106	2 357	900	1 457	162%	2 251
Other expenditure	646 708	127 288	377 496	102 125	350 785	202 783	148 003	73%	377 496
Total Expenditure	1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	40%	805 992
Surplus/(Deficit)	(439 952)	260 128	43 677	39 964	50 961	106 809	(55 847)	-52%	43 677
Transfers and subsidies - capital (monetary)	851 477	916 219	917 665	168 390	694 490	687 743	6 748	1%	917 665
Transfers and subsidies - capital (in-kind)	8	-	-	39	39	-	39	#DIV/0!	-
Surplus/(Deficit) after capital transfers & contributions	411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	-6%	961 342
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	-6%	961 342
Capital expenditure & funds sources									
Capital expenditure	781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Capital transfers recognised	732 522	742 877	750 410	102 097	543 681	560 731	(17 050)	-3%	750 410
Borrowing	48 200	-	6 673	-	-	1 668	(1 668)	-100%	6 673
Internally generated funds	772	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Total sources of capital funds	781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Financial position									
Total current assets	169 320	677 146	453 458		584 709				453 458
Total non current assets	6 107 453	5 982 751	6 769 429		6 564 202				6 769 429
Total current liabilities	812 989	406 164	658 279		343 931				658 279
Total non current liabilities	126 218	254 146	263 526		134 349				263 526
Community wealth/Equity	5 644 524	4 821 896	5 339 107		6 082 606				5 339 107
Cash flows									
Net cash from (used) operating	2 839 234	1 250 945	1 025 833	609 871	1 957 109	769 375	#####	-154%	1 025 833
Net cash from (used) investing	(780 983)	(854 309)	(862 515)	(104 497)	(546 081)	(646 886)	(100 805)	16%	(862 515)
Net cash from (used) financing	(18 304)	(17 712)	(17 712)	(24)	(9 232)	(13 284)	(4 052)	31%	(17 712)
Cash/cash equivalents at the month/year end	2 097 018	367 748	168 710	1 424 899	1 424 899	132 308	#####	-977%	168 710
Debtors & creditors analysis	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
Debtors Age Analysis									
Total By Income Source	6 802	4 853	4 375	3 901	4 107	4 305	25 564	240 840	294 748
Creditors Age Analysis									
Total Creditors	5 034	284	9 125	11 804	11 329	73	4 503	13 343	55 496

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

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										
Revenue - Functional										
Governance and administration		685 556	722 663	733 524	177 881	717 502	549 622	167 881	31%	733 524
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		685 556	722 663	733 524	177 881	717 502	549 622	167 881	31%	733 524
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2 874	2 118	40 856	223	7 479	19 244	(11 765)	-61%	40 856
Community and social services		2 578	1 719	40 671	206	7 338	19 030	(11 693)	-61%	40 671
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		296	399	184	17	142	213	(72)	-34%	184
Economic and environmental services		1 857	2 772	2 772	39	1 528	2 079	(551)	-27%	2 772
Planning and development		1 857	2 772	2 772	39	1 528	2 079	(551)	-27%	2 772
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		929 225	1 003 344	990 117	175 665	750 712	747 217	3 495	0%	990 117
Energy sources		-	-	-	-	-	-	-	-	-
Water management		910 913	984 607	973 053	174 370	737 926	733 834	4 093	1%	973 053
Waste water management		18 312	18 738	17 064	1 295	12 786	13 384	(598)	-4%	17 064
Waste management		-	-	-	-	-	-	-	-	-
Other	4	38	560	584	0	50	430	(380)	-88%	584
Total Revenue - Functional	2	1 619 550	1 731 457	1 767 853	353 808	1 477 272	1 318 591	158 680	12%	1 767 853
Expenditure - Functional										
Governance and administration		427 924	157 805	305 567	26 974	228 016	181 160	46 856	26%	305 567
Executive and council		136 913	32 580	93 530	4 231	32 693	48 821	(16 128)	-33%	93 530
Finance and administration		232 538	114 888	176 730	17 802	151 647	114 775	36 872	32%	176 730
Internal audit		58 473	10 338	35 307	4 941	43 677	17 564	26 113	149%	35 307
Community and public safety		28 017	26 183	67 602	2 658	28 009	38 775	(10 766)	-28%	67 602
Community and social services		9 732	13 973	55 279	1 033	14 930	29 572	(14 642)	-50%	55 279
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		7 663	-	51	761	5 413	20	5 392	26451%	51
Housing		-	-	-	-	-	-	-	-	-
Health		10 622	12 210	12 272	864	7 666	9 182	(1 516)	-17%	12 272
Economic and environmental services		23 672	20 747	21 292	1 890	17 186	15 779	1 408	9%	21 292
Planning and development		23 672	20 747	21 292	1 890	17 186	15 779	1 408	9%	21 292
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		717 781	339 990	402 489	113 008	451 536	280 868	170 668	61%	402 489
Energy sources		-	-	-	-	-	-	-	-	-
Water management		701 784	326 178	391 423	112 193	443 835	272 654	171 181	63%	391 423
Waste water management		15 997	13 812	11 066	815	7 721	8 215	(493)	-6%	11 066
Waste management		-	-	-	-	(20)	-	(20)	#DIV/0!	-
Other		9 079	9 041	9 042	874	6 808	6 781	26	0%	9 042
Total Expenditure - Functional	3	1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	40%	805 992
Surplus/ (Deficit) for the year		413 075	1 177 691	961 861	208 404	745 716	795 229	(49 513)	-0.062262	961 861

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) - M09 March

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										
Revenue by Vote	1									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		1 279	977	13 538	11	319	9 037	(8 718)	-96.5%	13 538
Vote 03 - Finance		684 315	722 246	720 570	177 870	717 233	541 014	176 219	32.6%	720 570
Vote 04 - Community Development		2 874	2 118	40 856	223	7 479	19 244	(11 765)	-61.1%	40 856
Vote 05 - Planning & Wsa		856 704	922 625	924 071	170 350	700 935	692 547	8 388	1.2%	924 071
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		56 066	64 754	51 754	4 059	38 519	43 365	(4 846)	-11.2%	51 754
Vote 09 - Waste Water		18 312	18 738	17 064	1 295	12 786	13 384	(598)	-4.5%	17 064
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 619 550	1 731 457	1 767 853	353 808	1 477 272	1 318 591	158 680	12.0%	1 767 853
Expenditure by Vote	1									
Vote 01 - Council		149 244	39 008	101 240	5 451	38 752	54 157	(15 404)	-28.4%	101 240
Vote 02 - Corporate Services		197 139	70 945	143 577	14 823	145 011	85 954	59 057	68.7%	143 577
Vote 03 - Finance		73 798	45 795	58 520	6 950	45 617	39 436	6 180	15.7%	58 520
Vote 04 - Community Development		59 143	49 235	90 991	4 431	43 945	56 198	(12 253)	-21.8%	90 991
Vote 05 - Planning & Wsa		33 818	75 338	69 781	10 114	44 358	55 181	(10 823)	-19.6%	69 781
Vote 06 - Technical Services		4 208	6 413	6 503	1 311	7 793	4 846	2 947	60.8%	6 503
Vote 07 - Water Purification		53 728	48 672	49 133	4 578	42 630	36 689	5 942	16.2%	49 133
Vote 08 - Water Distribution		619 399	204 548	275 180	96 932	355 747	182 686	173 061	94.7%	275 180
Vote 09 - Waste Water		15 997	13 812	11 066	815	7 702	8 215	(513)	-6.2%	11 066
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	39.8%	805 992
Surplus/ (Deficit) for the year	2	413 075	1 177 691	961 861	208 404	745 716	795 229	(49 513)	-6.2%	961 861

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) - M09 March

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										
Revenue										
Exchange Revenue										
Service charges - Electricity										
Service charges - Water		55 414	63 954	51 217	4 027	38 125	42 871	(4 745)	-11%	51 217
Service charges - Waste Water Management		18 129	18 494	16 979	1 288	12 722	13 265	(543)	-4%	16 979
Service charges - Waste management										
Sale of Goods and Rendering of Services		627	800	1 502	-	895	881	14	2%	1 502
Agency services										
Interest										
Interest earned from Receivables		746	858	648	42	478	559	(82)	-15%	648
Interest from Current and Non Current Assets		8 129	8 000	5 804	21	3 834	5 122	(1 288)	-25%	5 804
Dividends										
Rent on Land										
Rental from Fixed Assets		463	504	482	28	358	369	(11)	-3%	482
Licence and permits		277	295	184	17	142	177	(35)	-20%	184
Special rating levies										
Operational Revenue										
Non-Exchange Revenue										
Property rates										
Surcharges and Taxes		-	-	-	-	-	-			
Fines, penalties and forfeits		449	605	258	-	193	315	(122)	-39%	258
Licence and permits										
Transfers and subsidies - Operational		680 583	720 384	772 595	179 944	725 772	566 612	159 159	28%	772 595
Interest										
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains		1 706	-	-	-	-	-	-		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		766 522	813 895	849 669	185 368	782 517	630 171	152 346	24%	849 669
Expenditure By Type										
Employee related costs		343 349	302 013	302 098	32 167	273 416	226 545	46 870	21%	302 098
Remuneration of councillors		10 539	11 640	11 640	833	7 841	8 730	(889)	-10%	11 640
Bulk purchases - electricity		-	-	-	-	-	-			-
Inventory consumed		57 950	10 250	10 045	(607)	(275)	7 600	(7 876)	-104%	10 045
Debt impairment		30 773	4 000	4 000	-	-	3 000	(3 000)	-100%	4 000
Depreciation and amortisation		120 749	95 000	95 108	9 917	89 332	71 293	18 039	25%	95 108
Interest		18 115	7 575	7 354	863	8 100	5 510	2 590	47%	7 354
Contracted services		276 856	87 677	180 326	60 375	171 645	109 468	62 178	57%	180 326
Transfers and subsidies		9 064	-	2 251	106	2 357	900	1 457	162%	2 251
Irrecoverable debts written off		2 724	-	-	-	-	-			-
Operational costs		336 077	35 611	193 170	41 751	179 140	90 315	88 825	98%	193 170
Losses on Disposal of Assets		6	-	-	-	-	-			-
Other Losses		272	-	-	-	-	-			-
Total Expenditure		1 206 475	553 766	805 992	145 404	731 555	523 362	208 193	40%	805 992
Surplus/(Deficit)		(439 952)	260 128	43 677	39 964	50 961	106 809	(55 847)	(0)	43 677
Transfers and subsidies - capital (monetary allocations)		851 477	916 219	917 665	168 390	694 490	687 743	6 748	0	917 665
Transfers and subsidies - capital (in-kind)		8	-	-	39	39	-	39	#DIV/0!	-
Surplus/(Deficit) after capital transfers & contributions		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Income Tax										
Surplus/(Deficit) after income tax		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		411 533	1 176 347	961 342	208 392	745 491	794 551	(49 061)	(0)	961 342

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) - M09 March

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									
Multi-Year expenditure appropriation	2									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 03 - Finance		511	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	-	-	-	-	-	-	-	-
Vote 05 - Planning & Wsa		-	-	15 670	39	4 975	13 628	(8 652)	-63%	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		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4.7	511	-	15 670	39	4 975	13 628	(8 652)	-63%	15 670
Single Year expenditure appropriation	2									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		37	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Vote 03 - Finance		164	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	87	174	-	-	120	(120)	-100%	174
Vote 05 - Planning & Wsa		732 582	742 790	734 566	102 058	538 706	546 984	(8 278)	-2%	734 566
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		48 200	-	6 673	-	-	1 668	(1 668)	-100%	6 673
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	780 983	742 877	741 413	104 458	541 106	548 772	(7 666)	-1%	741 413
Total Capital Expenditure		781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Capital Expenditure - Functional Classification										
Governance and administration		712	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		712	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	87	174	-	-	120	(120)	-100%	174
Community and social services		-	87	174	-	-	120	(120)	-100%	174
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		61	2 410	2 410	39	1 334	1 808	(474)	-26%	2 410
Planning and development		61	2 410	2 410	39	1 334	1 808	(474)	-26%	2 410
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		780 722	740 380	754 499	102 058	542 348	560 472	(18 125)	-3%	754 499
Energy sources		-	-	-	-	-	-	-	-	-
Water management		780 722	740 380	754 499	102 058	542 348	560 472	(18 125)	-3%	754 499
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083
Funded by:										
National Government		732 522	742 790	748 790	101 850	542 385	560 034	(17 649)	-3%	748 790
Provincial Government		-	87	1 620	208	1 257	698	559	80%	1 620
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporators, Higher Educ Institutions)		-	-	-	39	39	-	39	#DIV/0!	-
Transfers recognised - capital		732 522	742 877	750 410	102 097	543 681	560 731	(17 050)	-3%	750 410
Borrowing	6	48 200	-	6 673	-	-	1 668	(1 668)	-100%	6 673
Internally generated funds		772	-	-	2 400	2 400	-	2 400	#DIV/0!	-
Total Capital Funding		781 494	742 877	757 083	104 497	546 081	562 400	(16 319)	-3%	757 083

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 - M09 March

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		23 103	479 180	280 363	370 772	280 363
Trade and other receivables from exchange transactions		16 131	99 976	43 150	34 355	43 150
Receivables from non-exchange transactions		1 012	5 696	1 012	822	1 012
Current portion of non-current receivables		–	–	–	–	–
Inventory		3 013	3 966	3 013	35 845	3 013
VAT		99 391	64 744	99 250	102 276	99 250
Other current assets		26 669	23 584	26 669	40 640	26 669
Total current assets		169 320	677 146	453 458	584 709	453 458
Non current assets						
Investments						
Investment property						
Property, plant and equipment		6 099 628	5 974 921	6 761 609	6 556 382	6 761 609
Biological assets						
Living and non-living resources						
Heritage assets		7 817	7 817	7 817	7 817	7 817
Intangible assets		8	3	3	3	3
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		1	10	1	1	1
Total non current assets		6 107 453	5 982 751	6 769 429	6 564 202	6 769 429
TOTAL ASSETS		6 276 773	6 659 897	7 222 887	7 148 912	7 222 887
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		17 903	18 318	17 508	8 659	17 508
Consumer deposits		3 372	3 463	3 372	3 386	3 372
Trade and other payables from exchange transactions		742 485	345 272	600 898	(9 315)	600 898
Trade and other payables from non-exchange transactions		9 219	1 446	(0)	297 709	(0)
Provision		37 937	27 940	30 937	37 937	30 937
VAT		2 073	9 725	5 565	5 556	5 565
Other current liabilities		–	–	–	–	–
Total current liabilities		812 989	406 164	658 279	343 931	658 279
Non current liabilities						
Financial liabilities		75 704	59 706	65 567	83 835	65 567
Provision		50 514	51 070	57 514	50 514	57 514
Long term portion of trade payables		–	143 370	140 445	–	140 445
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		126 218	254 146	263 526	134 349	263 526
TOTAL LIABILITIES		939 207	660 310	921 805	478 280	921 805
NET ASSETS	2	5 337 566	5 999 587	6 301 082	6 670 632	6 301 082
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		5 644 524	4 821 896	5 339 107	6 082 606	5 339 107
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	5 644 524	4 821 896	5 339 107	6 082 606	5 339 107

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 **31 March 2026** for the **3rd quarter** indicates a balance of **R370.7 million**

Consumer debtors

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R34.3 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R294.7 million**. Consumer debtors' amount to **R294.7 million** and **R2.2 million** is for shared services cast in Other Debtors.

Gross Consumer debtors	R294.3 million
Less Impairment	(R259.9 million)
Net Consumer Debtors	R34.3 million

Classification of Consumer Debtors per Service type

Water Debtors	R24.8 million
Sanitation Debtors	R6 million
Property Rentals Debtors	R36.9 thousand
Other Consumer debtors	R561 thousand
Receivables from non-exchange	R5 million
Total	R34.4 million

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R24.8 million**. Water debtors amount owed by consumers for water services billed.

Gross Water Debtors	R230.9 million
Less Impairment	(R206 million)
Net Water Debtors	R24.8 million

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R6 million**. Sanitation debtors are amounts owed by consumers for sewer services billed.

Gross Sanitation Debtors	R58.7 million
Less Impairment	(R52.7 million)
Net Sanitation Debtors	R6 million

➤ **Property Rentals Debtors**

These debtors accumulated from property rentals amounted to **R36.9 thousand**

Property Rental	R437.8 thousand
Less Impairment	(R400.8 thousand)
Net Property rental	R36.9 thousand

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R561 thousand**, these are sundry debtors.

Gross Other Debtors	R1.3 million
Less Impairment	(R829.8 thousand)
Net Other Debtors	R561 thousand

➤ **Other receivables from exchange**

Opening Balance	R5 million
Other receivables from exchange: collections	R4 thousand
Less Impairment	(R0)
Net other receivables from exchange	R5 million

Classification of Consumer Debtors per Customer group

Households	R228.2 million
Commercial/Businesses	R 21 million
Organs of State (excl shared services of R3.3 mill)	R 43.1 million
Total	R292.4 million

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

Gross Households debtors	R294.7 million
Commercial/Businesses	R 20.7 million
Less Impairment	(R259.9 million)
Net Household debtors	R34.7 million

Receivables from non – exchange

Fruitless expenditure

Amount to be recovered amounting to **R822 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 **R35.8 million**. Inventories include water stock and consumable stores.

VAT Receivable

VAT Receivable amounts to **R102.2 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 **R40.6 million**.

Deposits Made	R26 million
Refunds & under/over banking	R60 thousand
Overpayment/Accrued income/UIFW	R14.1 million
Operating lease	R0 thousand
Salary Advance	R38 thousand
Insurance claims	R303 thousand
Total	R40.6 million

➤ Deposits Made

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

Eskom Deposits	R26.09 million
Stowel 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 **R5 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 **R6.5 billion**

Opening balance	R6.1 billion
Additions	R412.9 million
Depreciation	(R0)
Closing Balance	R6.5 billion

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 **R3 thousand**

Opening balance	R3 thousand
Additions	R 0
Depreciation	(R)
Closing Balance	R3 thousand

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 current balance owed amount to **R8.6 million**.

Current portion of Long Term Loan	R82.6 million
Current portion of Finance lease BCX	R62.7 thousand

Total Financial liabilities R8.6 million

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 **-R9.3 million**. There was a misalignment of this, it was also affected by system update and it will be corrected this month

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 **R297.7 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 **R5.5 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 **R83.8 million**.

Long term loan	R82.6 million
Operating lease	R1 million
Operating lease long term	R156.7 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 **R6 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 - M09 March

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								-		
Service charges		42 771	58 477	50 914	3 675	34 712	38 185	(3 474)	-9%	50 914
Other revenue		1 568 934	126 002	164 795	359 270	1 468 100	123 596	#####	1088%	164 795
Transfers and Subsidies - Operational		729 726	720 384	764 091	177 817	764 001	573 068	190 933	33%	764 091
Transfers and Subsidies - Capital		851 477	916 219	916 219	255 747	956 219	687 164	269 055	39%	916 219
Interest		5 345	8 516	6 203	31	3 963	4 652	(689)	-15%	6 203
Dividends								-		
Payments										
Suppliers and employees		(359 018)	(578 653)	(873 799)	(186 669)	(1 269 886)	(655 349)	614 536	-94%	(873 799)
Interest								-		
Transfers and Subsidies		-	-	(2 589)	-	-	(1 942)	(1 942)	100%	(2 589)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 839 234	1 250 945	1 025 833	609 871	1 957 109	769 375	#####	-154%	1 025 833
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(780 983)	(854 309)	(862 515)	(104 497)	(546 081)	(646 886)	(100 805)	16%	(862 515)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(780 983)	(854 309)	(862 515)	(104 497)	(546 081)	(646 886)	(100 805)	16%	(862 515)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		511	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		(8)	-	-	(0)	12	-	12	#DIV/0!	-
Payments										
Repayment of borrowing		(18 807)	(17 712)	(17 712)	(24)	(9 244)	(13 284)	(4 039)	30%	(17 712)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(18 304)	(17 712)	(17 712)	(24)	(9 232)	(13 284)	(4 052)	31%	(17 712)
NET INCREASE/ (DECREASE) IN CASH HELD		2 039 947	378 924	145 607	505 350	1 401 796	109 205			145 607
Cash/cash equivalents at beginning:		57 071	(11 176)	23 103	919 549	23 103	23 103			23 103
Cash/cash equivalents at month/year end:		2 097 018	367 748	168 710	1 424 899	1 424 899	132 308			168 710

CASHFLOW FROM OPERATING ACTIVITIES

Service charges

The Municipality has budgeted to collect **R50.9 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 **R34.7 million** to date. This is **68%** of budgeted collection and **68%** 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 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.

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 **R764 million**. This amount includes Aviation Strategy Equitable share and Art Centre Subsidy which were received thus far under Transfers and subsidies – Operational.

Equitable share	R710.4 million
Indonsa Grant	R2.6 million
LG SETA	R99 thousand
Aviation Grant	R1 million
NSF	R12 million
FMG	R1.3 million
Amafa	160 thousand

EPWP
TOTAL

6.4 million
R764 million

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 **R956.2 million**. This amount includes MIG, RBIG and WSIG which were received thus far under Transfers and subsidies - Capital.

Regional Infrastructure Grant	R594.4 million
Municipal Infrastructure Grant	R268.9 million
Water Services Infrastructure Grant	R90 million
Rural Road Asset Management Systems Grant	R2.7 million
TOTAL	R956.2 million

Interest

Interest on the investment budget is **R4.6 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 **R31 thousand**. Interest in investment revenue on table C4 is **R3.8 million**.

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 **R546 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 **R370.7 million** in the financial position but in the cash flow, it is **R1.4 million**, this is incorrect since there was a misalignment in Trade and other payables and it will be corrected this month.

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 31 March 2026

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	NT Code	Budget Year 2025/26									Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr					
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	4 841	3 622	3 370	2 907	3 154	3 119	20 331	187 346	228 689	216 857	-	206 027	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1 597	1 106	932	917	877	907	4 489	47 713	58 539	54 903	-	206 027	
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	6	-	12	12	12	12	70	336	460	442	-	401	
Interest on Arrear Debtor Accounts	1810	59	58	57	56	57	56	333	1 553	2 228	2 054	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	300	68	4	8	7	211	341	3 892	4 831	4 459	-	-	
Total By Income Source	2000	6 802	4 853	4 375	3 901	4 107	4 305	25 564	240 840	294 748	278 717	-	412 455	
2024/25 - totals only		8256640	7117722	5769922	5038699	5434886	4819722	31358998	202798517	270 595	249 451	0	227668690 2/5	
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 492	1 275	882	718	798	825	4 735	32 309	44 033	39 384	-	-	
Commercial	2300	873	640	405	412	458	421	2 417	15 091	20 716	18 799	-	-	
Households	2400	3 438	2 939	3 088	2 771	2 851	3 060	18 412	193 440	229 998	220 534	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	6 802	4 853	4 375	3 901	4 107	4 305	25 564	240 840	294 748	278 717	-	-	

Total debtors' amount to **R294.7 million**, the debtors over 90 days amount to **R294.7 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 31 March 2026

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2025/26								Total	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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	47
Bulk Water	0200									-	12 205
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	5 034	284	9 125	11 804	11 329	73	4 503	13 343	55 496	23 548
Auditor General	0800									-	
Other	0900									-	457
Medical Aid deductions	0950									-	
Total By Customer Type	1000	5 034	284	9 125	11 804	11 329	73	4 503	13 343	55 496	36 258

2.3 INVESTMENT PORTFOLIO

Investments as at 31 March 2026

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March 2026

Investments by maturity	Ref	Period of Investment	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
R thousands		Yrs/Months												
Municipality														
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			
STANDARD-348465874		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	19 December 2025	30 000.00				
STANDARD-348465874		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	20 December 2025	30 000.00				
STANDARD-348465875		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	21 December 2025	30 000.00				
ABSA - 9400175919		1	Investment Tracker	Yes	Variable Interest Rate	0.077	0	N/A	13 March 2026	90 000 000.00	1 880 656.69			
Municipality sub-total										-	122 000 000.00	-	122 000	122 000
Entities														
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS A	2									-	122 000 000.00	-	122 000	122 000

2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		678 574	718 165	755 290	179 615	724 808	555 374	169 434	30.5%	755 290
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-		-
Equitable Share		670 187	710 459	710 459	177 615	710 459	532 844	177 615	33.3%	710 459
Expanded Public Works Programme Integrated Grant		5 227	6 406	6 406	1 921	6 406	4 804	1 602	33.3%	6 406
Local Government Financial Management Grant		1 200	1 300	1 300	79	920	975	(55)	-5.7%	1 300
Municipal Disaster Relief Grant		1 960	-	37 125	-	7 023	16 750	(9 727)	-58.1%	37 125
Municipal Infrastructure Grant	3	-	-	-	-	-	-	-		-
Municipal Systems Improvement Grant		-	-	-	-	-	-	-		-
Rural Road Asset Management Systems Grant		-	-	-	-	-	-	-		-
Water Services Infrastructure Grant		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]		-	-	-	-	-	-	-		-
Provincial Government:		1 285	2 219	4 777	330	865	2 948	(2 083)	-70.7%	4 777
Capacity Building and Other Grants		1 285	2 219	4 777	330	865	2 948	(2 083)	-70.7%	4 777
Other transfers and grants [insert description]		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Other grant providers:		724	-	12 527	-	99	8 291	(8 192)	-98.8%	12 527
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-		-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-		-
Local Government Water and Related Service SETA		724	-	328	-	99	158	(59)	-37.2%	328
National Skills Fund		(0)	-	12 200	-	-	8 133	(8 133)	-100.0%	12 200
Unspecified		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	680 583	720 384	772 595	179 944	725 772	566 612	159 159	28.1%	772 595
Capital Transfers and Grants										
National Government:		851 477	916 219	916 219	168 390	694 490	687 164	7 326	1.1%	916 219
Municipal Disaster Relief Grant		-	-	-	-	-	-	-		-
Municipal Infrastructure Grant		262 939	268 969	268 969	16 887	198 624	201 727	(3 103)	-1.5%	268 969
Regional Bulk Infrastructure Grant		431 247	544 478	544 478	142 824	445 997	408 358	37 638	9.2%	544 478
Rural Road Asset Management Systems Grant		1 857	2 772	2 772	-	1 489	2 079	(590)	-28.4%	2 772
Water Services Infrastructure Grant		155 434	100 000	100 000	8 679	48 381	75 000	(26 619)	-35.5%	100 000
Provincial Government:		-	-	1 446	-	-	578	(578)	-100.0%	1 446
Infrastructure Grant		-	-	1 446	-	-	578	(578)	-100.0%	1 446
District Municipality:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Other grant providers:		8	-	-	39	39	-	39		-
[insert description]		-	-	-	-	-	-	-		-
Unspecified		8	-	-	39	39	-	39		-
Total Capital Transfers and Grants	5	851 485	916 219	917 665	168 429	694 529	687 743	6 787	1.0%	917 665
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 532 068	1 636 603	1 690 260	348 373	1 420 301	1 254 355	165 946	13.2%	1 690 260

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 - M09 March

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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		1 061 001	461 848	699 892	135 323	643 806	444 821	198 986	44.7%	699 892
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		1 039 022	400 220	606 997	102 588	578 006	382 861	195 145	51.0%	606 997
Expanded Public Works Programme Integrated Grant		5 227	6 406	6 468	-	6 406	4 830	1 576	32.6%	6 468
Local Government Financial Management Grant		1 189	1 300	1 380	79	884	1 007	(123)	-12.2%	1 380
Municipal Disaster Relief Grant		1 704	-	37 125	-	6 107	17 182	(11 075)	-64.5%	37 125
Municipal Infrastructure Grant		12 233	53 922	47 922	8 257	28 003	38 941	(10 938)	-28.1%	47 922
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant		9	-	-	24 400	24 400	-	24 400	-	-
Rural Road Asset Management Systems Grant		1 618	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		618	2 119	3 846	199	301	2 518	(2 216)	-88.0%	3 846
Capacity Building and Other Grants		618	2 119	3 846	199	301	2 518	(2 216)	-88.0%	3 846
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		724	-	12 527	228	533	8 704	(8 170)	-93.9%	12 527
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Local Government Water and Related Service SETA		724	-	328	228	327	164	163	99.8%	328
National Skills Fund		-	-	12 200	-	206	8 540	(8 333)	-97.6%	12 200
Total operating expenditure of Transfers and Grants:		1 062 343	463 967	716 266	135 750	644 641	456 042	188 599	41.4%	716 266
Capital expenditure of Transfers and Grants										
National Government:		732 522	742 790	748 790	101 850	542 385	560 034	(17 649)	-3.2%	748 790
Municipal Infrastructure Grant		218 473	179 964	185 964	7 049	145 369	137 914	7 455	5.4%	185 964
Regional Bulk Infrastructure Grant		377 830	473 459	473 459	87 879	353 295	355 094	(1 799)	-0.5%	473 459
Rural Road Asset Management Systems Grant		-	2 410	2 410	-	1 295	1 808	(513)	-28.4%	2 410
Water Services Infrastructure Grant		136 219	86 957	86 957	6 923	42 426	65 217	(22 791)	-34.9%	86 957
Provincial Government:		-	87	1 620	208	1 257	698	559	80.1%	1 620
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	87	1 620	208	1 257	698	559	80.1%	1 620
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	39	39	-	39	#DIV/0!	-
Unspecified		-	-	-	39	39	-	39	-	-
Total capital expenditure of Transfers and Grants		732 522	742 877	750 410	102 097	543 681	560 731	(17 050)	-3.0%	750 410
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 794 865	1 206 844	1 466 676	237 848	1 188 322	1 016 773	171 549	16.9%	1 466 676

2.5 COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		588	-	-	48	442	-	442	#DIV/0!	-
Medical Aid Contributions		58	-	-	6	79	-	79	#DIV/0!	-
Motor Vehicle Allowance		2 322	2 257	2 257	183	1 741	1 693	48	3%	2 257
Cellphone Allowance		781	778	778	60	555	583	(28)	-5%	778
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		6 789	8 605	8 605	536	5 024	6 454	(1 430)	-22%	8 605
Sub Total - Councillors		10 539	11 640	11 640	833	7 841	8 730	(889)	-10%	11 640
% increase	4		10.4%	10.4%						10.4%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		7 612	7 986	7 986	426	5 337	5 990	(652)	-11%	7 986
Pension and UIF Contributions		275	275	275	18	161	207	(45)	-22%	275
Medical Aid Contributions		97	71	71	6	54	53	1	1%	71
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		628	381	381	-	-	286	(286)	-100%	381
Motor Vehicle Allowance		1 981	1 934	1 934	110	1 350	1 450	(101)	-7%	1 934
Cellphone Allowance		284	277	277	17	195	208	(13)	-6%	277
Housing Allowances		13	14	14	1	11	11	(0)	0%	14
Other benefits and allowances		263	249	249	13	211	187	24	13%	249
Payments in lieu of leave		-	-	-	521	772	-	772	#DIV/0!	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		20	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		11 173	11 188	11 188	1 111	8 091	8 391	(300)	-4%	11 188
% increase	4		0.1%	0.1%						0.1%
Other Municipal Staff										
Basic Salaries and Wages		217 141	193 530	193 614	20 211	176 915	145 181	31 733	22%	193 614
Pension and UIF Contributions		30 151	32 031	32 032	2 874	25 068	24 024	1 044	4%	32 032
Medical Aid Contributions		18 984	19 155	19 155	1 892	15 945	14 366	1 579	11%	19 155
Overtime		10 127	5 314	5 314	885	7 460	3 985	3 475	87%	5 314
Performance Bonus		14 860	15 389	15 389	2 160	11 932	11 542	390	3%	15 389
Motor Vehicle Allowance		23 937	22 652	22 652	2 314	19 864	16 989	2 875	17%	22 652
Cellphone Allowance		861	827	827	74	670	621	49	8%	827
Housing Allowances		1 750	1 772	1 772	153	1 345	1 329	16	1%	1 772
Other benefits and allowances		3 899	155	155	256	2 377	116	2 260	1942%	155
Payments in lieu of leave		5 645	-	-	68	1 350	-	1 350	#DIV/0!	-
Long service awards		1 961	-	-	35	1 571	-	1 571	#DIV/0!	-
Post-retirement benefit obligations		1 899	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		961	-	-	135	828	-	828	#DIV/0!	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		332 176	290 825	290 910	31 056	265 325	218 154	47 171	22%	290 910
% increase	4		-12.4%	-12.4%						-12.4%
Total Parent Municipality		353 888	313 653	313 738	33 000	281 257	235 276	45 981	20%	313 738

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 - M09 March

Description	Ref	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Budget	May Budget	June Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash Receipts By Source																
Property rates																
Service charges - Electricity revenue																
Service charges - Water revenue		1 927	2 564	2 862	2 974	3 526	1 891	3 343	3 666	2 587	3 125	3 125	5 906	37 495	53 196	54 952
Service charges - Waste Water Management		733	929	1 082	1 103	1 222	749	1 160	1 305	1 088	1 118	1 118	1 810	13 418	16 096	16 628
Service charges - Waste Mangement																
Rental of facilities and equipment		41	40	40	40	40	50	40	49	29	86	86	496	1 037	195	201
Interest earned - external investments		-	552	582	246	882	118	1 006	427	21	484	484	1 003	5 804	8 000	8 264
Interest earned - outstanding debtors		21	22	12	14	19	13	9	9	10	33	33	203	399	609	625
Dividends received																
Fines, penalties and forfeits		85	25	14	11	8	3	3	42	-	21	21	22	258	400	413
Licences and permits		29	17	14	12	16	7	12	17	17	15	15	12	184	200	207
Agency services																
Transfers and Subsidies - Operational		298 080	15 102	-	1 536	2 883	237 163	(500)	31 921	177 817	63 674	63 674	(127 259)	764 091	758 474	793 882
Other revenue		153 072	31 983	62 669	150 257	316 080	161 451	127 846	104 816	359 224	13 610	13 610	(1 331 301)	163 315	3 897	12 902
Cash Receipts by Source		453 989	51 233	67 276	156 193	324 676	401 445	132 919	142 252	540 793	82 167	82 167	(1 449 107)	986 002	841 067	888 073
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations) (National/ Provincial and District)		138 000	217 700	81 000	31 940	165 000	66 000	-	832	255 747	76 352	76 352	###	916 219	756 938	730 246
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)													###			
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	(4)	0	1	0	15	1	(0)	-	-	(12)	-	-	-
VAT Control (receipts)		-	-	-	-	-	-	-	-	-	-	-	-	-	143 298	142 433
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		591 989	268 933	148 272	188 133	489 677	467 445	132 934	143 085	796 540	158 518	158 518	(1 641 823)	1 902 221	1 741 304	1 760 752
Cash Payments by Type																
Employee related costs		31 133	31 157	31 664	30 803	30 642	31 157	32 224	31 659	33 040	25 175	25 175	(31 731)	302 098	433 164	446 611
Remuneration of councillors		899	908	976	874	1 022	1 034	970	929	909	970	970	1 181	11 640	14 283	14 755
Interest																
Bulk purchases - Electricity		23 855	3 627	12 967	58 694	7 218	13 843	9 515	6 308	11 579	-	-	(147 605)	-	-	-
Acquisitions - water & other inventory		-	1 559	5 183	423	4 853	1 820	6 824	8 451	5 725	963	963	(25 211)	11 552	60 139	62 111
Contracted services		(4 648)	(27 782)	(6 675)	(55 000)	(83 257)	(8 115)	(66 192)	(13 500)	1 231	27 027	27 027	534 209	324 324	266 778	250 226
Transfers and subsidies - other municipalities																
Transfers and subsidies - other		-	-	-	-	-	-	-	-	-	216	216	2 157	2 589	-	-
Other expenditure		220 420	102 347	74 771	70 983	166 916	146 771	109 776	34 214	134 185	18 682	18 682	(872 562)	224 184	178 287	184 135
Cash Payments by Type		271 658	111 816	118 886	106 777	126 394	186 510	93 115	68 060	186 669	73 032	73 032	(539 562)	876 388	952 651	957 837
Other Cash Flows/Payments by Type																
Capital assets		51 836	34 131	35 136	73 570	108 576	27 358	91 319	19 658	104 497	71 876	71 876	172 681	862 515	760 584	765 579
Repayment of borrowing		-	63	190	-	-	8 746	63	159	24	1 476	1 476	5 515	17 712	17 712	17 712
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		323 493	146 010	154 212	180 347	234 970	222 614	184 498	87 877	291 190	146 385	146 385	(361 366)	1 756 614	1 730 947	1 741 128
NET INCREASE/(DECREASE) IN CASH HELD		268 495	122 923	(5 940)	7 786	254 707	244 831	(51 563)	55 208	505 350	12 134	12 134	(1 280 457)	145 607	10 357	19 624
Cash/cash equivalents at the month/year beginning:		23 103	291 598	414 521	408 581	416 367	671 074	915 905	864 341	919 549	1 424 899	1 437 033	1 449 167	23 103	168 710	179 067
Cash/cash equivalents at the month/year end:		291 598	414 521	408 581	416 367	671 074	915 905	864 341	919 549	1 424 899	1 437 033	1 449 167	168 710	168 710	179 067	198 691

2.6 MATERIAL VARIANCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue			
	Service charges – Water revenue	11%	This is the amounts billed on customers for water used, the year-to-date actual for the 3rd quarter R38.1 million which is 74 % of the approved adjustment budget. The R38.1 million year to date actual is below the 3rd quarter baseline projection or year-to-date budget of R42.8 million. A variance of R4.7 million or 11% is observed. the municipality started the process of replacing estimates with prepaid meters, and for the quarter , the municipality have installed More prepaid meters that's why our quarterly Actual is R4 million	
	Service charges – Sanitation revenue	4%	This is the amount billed on customers that are connected to the sewer system, the year-to-date actual for the 3rd quarter is R12.7 million which is 75 % of the approved adjustment budget. The R12.7 million year to date actual is below the 3rd quarter baseline projection or year-to-date budget of R13.2 million. A variance of R543 thousand or 4% is observed. Sanitation for the period is mostly affected by water consumption	
	Sale of goods and rendering of service	2%	This is the amount on sale of goods and rendering of services, the year-to-date actual for 3rd quarter is R895 thousands which is 60% of the approved adjustment budget. The R895 thousands year to date actual is Above the 3rd quarter baseline projection or year-to-date budget of R881 thousand. A variance of 14 thousand or 2% is observed. There was no sale of tender documents for the 3rd quarter.	
	Interest earned - outstanding debtors	15%	Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual for the 3rd quarter is R478 thousand, which is 74% of the approved adjustment budget. The R478 thousand year- to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R559 thousand. A variance of R82 thousand or 15% is observed. Reasons for variances can be attributed to businesses' adherence to payment terms; the municipality has implemented stringent measures for the 3rd quarter since we have an Actual of R42 thousand, we must ensure that businesses Pay on time	we must ensure that businesses Pay on time
	Interest on investment	25%	Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual 3rd quarter is R3.8 million which is 66% of the approved adjustment budget. The R3.8 million year-to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R5.1 million. A variance of R1.2 million or 25% is observed. The reason for variance can be attributed to the fact that there were some investments which did not mature by the end of the 3rd quarter.	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	3%	Rental of facilities is amounts billed for office space leased out, the year-to-date actual for the 3rd quarter is R358 thousand which is 74% of the approved adjustment budget. The R358 thousand year-to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R369 thousand. A variance of R11 thousand or 3% 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	29%	Licences and permits year-to-date actual for the 3rd quarter is R124 thousand which is 67% of the approved adjustment budget. The R124 thousand year to date actual is below the 3rd quarter baseline projection or year-to-date budget of R174 thousand. A variance of R50 thousand or 29% is observed. In the 3rd quarter, only health certificates were issued, resulting in a movement of R17 thousand	
	Fines, penalties, and forfeits	39%	Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual for the 3rd quarter is R193 thousand, which is 75% of the approved adjustment budget. The R193 thousand year to date is below the 3rd quarter baseline projection or year-to-date budget of R315 thousand. A variance of R122 thousand or 39% is observed, which there is no movement for the 3rd quarter	Municipality must keep up the disconnection of illegal connections.
	Transfers and subsidies	28%	Transfers and subsidies year to date actual for the 3rd quarter is R725.7 million which is 94% of the approved budget. The R725.7 million year to date actual is above the 3rd quarter baseline projection or year-to-date budget of R566.6 million. A variance of R159.1 million or 28% is observed.	

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
2	Expenditure By Type			
	Employee Related Costs	21%	<p>Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual for the 3rd quarter is R273.4 million which is 91% of the approved adjustment budget. The R273.4 million year to date actual is above the 3rd quarter baseline projection or year-to-date budget of R226.5 million. A variance of R46.8 million or 21% is observed. The expenditure for the month is R32.1 million.</p> <p>The municipality need to pay more attention to keep the salaries within the municipality's budge</p>	
	Remuneration of Councillors	10%	<p>Remuneration of Councillors is paid for councillors allowances, service-related benefits and contributions. The year-to-date actual for the 3rd quarter is R7.8 million which is 67% of the approved adjustment budget. The R7.8 million year-to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R8.7 million. A variance of R889 thousand or 10% is observed. The Expenditure for the Month is R833 thousand</p>	
	Inventory Consumed		<p>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 (-R9.7 million), which is 1% of the approved adjustment budget. There will be correction of transactions incorrectly recorded</p> <p>The municipality will prepare a journal to correct the error.</p>	
	Debt impairment		<p>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.</p>	
	Depreciation		<p>This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual for the 3rd quarter is R89.3 million which is 94% of the approved adjustment budget. The R89.3 million year-to-date actual is above the 3rd quarter baseline projection or year-to-date budget of R71.2 million. A variance of 18 million or 25% is observed. The movement for the 3rd quarter is R9.9 million.</p>	
	Finance charges	47%	<p>Finance charges are amounts for interest paid on overdue accounts, interest on loan and finance lease for laptops. The year-to-date actual for the 3rd quarter is R8.1 million which is 110% of the approved adjustment budget. The R8.1 million year-to-date actual is above the 3rd quarter baseline projection or year-to-date budget of R5.5 million. A variance of R2.5 million or 47% is observed. The movement for the 3rd quarter is R863 thousand resulting from interest on loan.</p>	
	Contracted services	57%	<p>Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual for the 3rd quarter is R171.2 million which is R95% of the approved adjustment budget. The R171.2 million year to date actual is above the 3rd quarter baseline projection or year-to-date budget of R109.4 million. A variance of R62.1 million or 57% is observed. The movement for the 3rd quarter is R60.3 million, the major movements are noted in water tankers, Security services & Bulk maintenance.</p>	
	Transfers and subsidies paid.	162%	<p>Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives year-to-date actual for the 3rd quarter is R2.3 million which is 105% of the approved adjustment budget of R2.3 million, the R2.3 million year to date actual is above the 3rd quarter baseline projection or year-to-date budget of R900 thousand. A variance of R1.4 million is observed. Or 162%, the movement for the 3rd quarter is R106 thousand</p>	
	Operational costs	98%	<p>Operational costs are all other expenditure not classified above. The year-to-date actual 3rd quarter is R179.1 million which is 93% of the approved adjustment budget. the R179.1 million year-to-date actual is above the 3rd quarter baseline projection or year-to-date budget of R90.3 million. A variance of R88.2 million or 98% is observed. The movement for the 3rd quarter is R41.7 million. Major movements are from Eskom, Excess kilo meters, Audit Cost External, Cash Discount Edumbe, Software Licences & wet fuel</p>	

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
3	Capital Expenditure			
	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 adjustment budget. The R0 year-to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R120 thousand. A variance of R120 thousand or 100% is observed.	
	Economic and environmental services	26%	Economic and environmental services year-to-date actual is R1.3 million which is 55% of the approved adjustment budget. The R1.3 million year-to-date actual is below 3rd quarter baseline projection or year-to-date budget of R1.8 million. A variance of R474 thousand or 26% is observed.	
	Trading services	3%	Trading services year-to-date actual is R542.3 million which is 72% of the approved adjustment budget. The R542.3 million year-to-date actual is below the 3rd quarter baseline projection or year-to-date budget of R560.4 million. A variance of R18.1 million or 3% 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 - M09 March

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
R thousands									
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%	14%
December	68 273	61 437	61 437	27 358	27 358	374 342	346 984	92.7%	4%
January	-	61 437	61 437	91 319	91 319	435 779	344 460	79.0%	12%
February	14 786	61 726	61 726	19 658	19 658	497 505	477 848	96.0%	3%
March	32 878	64 894	64 894	104 497	104 497	562 400	457 902	81.4%	14%
April	181 413	64 894	64 894	-	-	627 294	627 294	100.0%	-
May	79 738	64 894	64 894	-	-	692 189	692 189	100.0%	-
June	28 731	64 894	64 894	-	-	757 083	757 083	100.0%	-
Total Capital expenditure	751 911	757 083	757 083	546 081					

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 - M09 March										
Description	Ref	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									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		732 522	742 790	750 236	102 058	543 642	560 612	16 970	3.0%	750 236
Roads Infrastructure		-	2 410	2 410	-	1 295	1 808	513	28.4%	2 410
Roads		-	2 410	2 410	-	1 295	1 808	513	28.4%	2 410
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		732 522	740 380	747 826	102 058	542 348	558 804	16 456	2.9%	747 826
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		32 532	28 016	37 723	3 407	30 481	29 062	(1 419)	-4.9%	37 723
Reservoirs		3 379	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		136 848	101 224	83 024	2 171	66 222	65 499	(723)	-1.1%	83 024
Bulk Mains		526 548	568 552	568 752	95 062	397 992	426 547	28 556	6.7%	568 752
Distribution		33 215	31 526	58 326	1 418	47 653	36 773	(10 879)	-29.6%	58 326
Distribution Points		-	11 061	-	-	-	922	922	100.0%	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	2 047	2 047	-	(2 047)	#DIV/0!	-
Operational Buildings		-	-	-	2 047	2 047	-	(2 047)	#DIV/0!	-
Municipal Offices		-	-	-	2 047	2 047	-	(2 047)	#DIV/0!	-
Housing		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		735	-	-	39	39	-	(39)	#DIV/0!	-
Computer Equipment		735	-	-	39	39	-	(39)	#DIV/0!	-
Furniture and Office Equipment		37	-	-	-	-	-	-	-	-
Furniture and Office Equipment		37	-	-	-	-	-	-	-	-
Machinery and Equipment		48 200	87	6 847	-	-	1 788	1 788	100.0%	6 847
Machinery and Equipment		48 200	87	6 847	-	-	1 788	1 788	100.0%	6 847
Transport Assets		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	353	353	-	(353)	#DIV/0!	-
Land		-	-	-	353	353	-	(353)	#DIV/0!	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	781 494	742 877	757 083	104 497	546 081	562 400	16 319	2.9%	757 083

Expenditure on Repairs and Maintenance by Asset class

DC26 Zululand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March										
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									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		170 056	45 389	85 810	33 988	76 208	52 867	(23 341)	-44.2%	85 810
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		170 056	45 389	85 810	33 988	76 208	52 867	(23 341)	-44.2%	85 810
<i>Bulk Mains</i>		64 329	30 389	59 247	6 656	22 314	36 992	14 678	39.7%	59 247
<i>Distribution Points</i>		105 727	15 000	26 563	27 332	53 895	15 875	(38 019)	-239.5%	26 563
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Community Assets		435	-	415	-	-	104	104	100.0%	415
Community Facilities		435	-	415	-	-	104	104	100.0%	415
<i>Airports</i>		435	-	415	-	-	104	104	100.0%	415
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Other assets		62	-	-	-	-	-	-	-	-
Operational Buildings		62	-	-	-	-	-	-	-	-
<i>Municipal Offices</i>		62	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	200	200	199	199	150	(49)	-32.9%	200
Furniture and Office Equipment		-	200	200	199	199	150	(49)	-32.9%	200
Machinery and Equipment		-	-	38	-	38	15	(23)	-150.0%	38
Machinery and Equipment		-	-	38	-	38	15	(23)	-150.0%	38
Transport Assets		11 289	-	5 241	574	5 863	2 096	(3 767)	-179.7%	5 241
Transport Assets		11 289	-	5 241	574	5 863	2 096	(3 767)	-179.7%	5 241
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	181 842	45 589	91 704	34 760	82 308	55 232	(27 076)	-49.0%	91 704

Depreciation by Asset class

DC26 Zululand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M09 March

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									
Depreciation by Asset Class/Sub-class										
Infrastructure		111 632	85 014	84 879	9 375	84 398	63 707	(20 692)	-32.5%	84 879
Roads Infrastructure		-	762	-	-	-	267	267	100.0%	-
Roads		-	762	-	-	-	267	267	100.0%	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	39	-	-	-	14	14	100.0%	-
LV Networks		-	39	-	-	-	14	14	100.0%	-
Water Supply Infrastructure		110 950	81 842	82 065	9 264	83 401	61 471	(21 931)	-35.7%	82 065
Dams and Weirs		1 968	2 959	1 956	162	1 466	1 818	352	19.4%	1 956
Boreholes		1 833	500	1 745	144	1 306	873	(433)	-49.6%	1 745
Reservoirs		9 438	7 438	7 437	777	6 989	5 578	(1 410)	-25.3%	7 437
Pump Stations		6 613	4 729	4 729	552	4 968	3 547	(1 421)	-40.1%	4 729
Water Treatment Works		7 419	7 037	7 037	622	5 599	5 278	(321)	-6.1%	7 037
Bulk Mains		56 690	36 425	36 425	4 852	43 667	27 319	(16 349)	-59.8%	36 425
Distribution		26 914	22 668	22 668	2 151	19 356	17 001	(2 355)	-13.9%	22 668
PRV Stations		75	86	68	5	51	58	7	11.7%	68
Sanitation Infrastructure		683	2 371	2 815	111	997	1 956	959	49.0%	2 815
Pump Station		203	205	203	17	153	153	0	0.2%	203
Retiulation		(311)	1 824	1 821	28	252	1 367	1 115	81.6%	1 821
Waste Water Treatment Works		790	342	790	66	592	436	(157)	-36.0%	790
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Community Assets		1 210	905	1 210	101	907	801	(107)	-13.3%	1 210
Community Facilities		1 075	660	1 075	90	806	661	(145)	-22.0%	1 075
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purts		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		344	-	344	29	258	137	(120)	-87.5%	344
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		731	660	731	61	549	524	(25)	-4.8%	731
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		135	244	135	11	101	139	38	27.5%	135
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		135	244	135	11	101	139	38	27.5%	135
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Other assets		1 246	1 451	1 752	138	1 240	1 209	(32)	-2.6%	1 752
Operational Buildings		1 246	1 451	1 752	138	1 240	1 209	(32)	-2.6%	1 752
Municipal Offices		1 246	1 394	1 695	138	1 240	1 166	(74)	-6.4%	1 695
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	57	57	-	-	42	42	100.0%	57
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		20	21	25	0	5	18	13	72.7%	25
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		20	21	25	0	5	18	13	72.7%	25
Computer Software and Applications		18	21	25	0	5	18	13	72.7%	25
Unspecified		2	-	-	-	-	-	-	-	-
Computer Equipment		1 368	1 046	1 699	105	950	1 046	96	9.2%	1 699
Computer Equipment		1 368	1 046	1 699	105	950	1 046	96	9.2%	1 699
Furniture and Office Equipment		556	609	548	26	270	432	162	37.6%	548
Furniture and Office Equipment		556	609	548	26	270	432	162	37.6%	548
Machinery and Equipment		1 818	388	507	57	513	339	(175)	-51.6%	507
Machinery and Equipment		1 818	388	507	57	513	339	(175)	-51.6%	507
Transport Assets		2 898	5 568	4 487	115	1 049	3 744	2 695	72.0%	4 487
Transport Assets		2 898	5 568	4 487	115	1 049	3 744	2 695	72.0%	4 487
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	120 749	95 000	95 108	9 917	89 332	71 293	(18 039)	-25.3%	95 108

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, **S.P. Mosia**, Acting 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.



S.P. Mosia
Acting Municipal Manager
Zululand District Municipality (DC26)

Date: 16/04/2026