

UMGUNGUNDOLOU DISTRICT MUNICIPALITY



IN-YEAR MONITORING REPORT FOR THE PERIOD ENDED 31 MARCH 2020

1. Operating Budget

Summary financial performance report SF1 for the period ending 31 MARCH 2020 shown in Annexure A, Table C4, is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by input type. The summary report indicates the following:

Table 1

| DC22 uMgungundlovu - Table C1 Monthly Budget Statement Summary - M09 March | | | | | | | | | |
|--|-----------------|---------------------|-----------------|----------------|----------------|----------------|-----------------|----------------|--------------------|
| Description | 2018/19 | Budget Year 2019/20 | | | | | | | |
| | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | % | |
| Financial Performance | | | | | | | | | |
| Income | | | | | | | | | |
| Property rates | - | - | - | - | - | - | - | - | - |
| Service charges | 253 282 | 372 228 | 335 005 | 26 206 | 219 252 | 251 254 | (32 002) | -13% | 335 005 |
| Investment revenue | 8 090 | 500 | 500 | 25 | 75 | 375 | (300) | -80% | 500 |
| Transfers and subsidies | 486 777 | 557 118 | 557 568 | 135 254 | 373 418 | 418 176 | (44 758) | -11% | 557 568 |
| Other own revenue | 46 393 | 6 791 | 7 849 | 1 | 36 381 | 5 886 | 30 494 | 518% | 7 849 |
| Total Revenue (excluding capital transfers and contributions) | 794 541 | 936 636 | 900 921 | 161 485 | 629 126 | 675 691 | (46 566) | -7% | 900 921 |
| Expenditure | | | | | | | | | |
| Employee costs | 241 305 | 283 677 | 252 508 | 19 772 | 190 921 | 189 381 | 1 540 | 1% | 252 508 |
| Remuneration of Councillors | 11 628 | 12 941 | 12 941 | 998 | 8 731 | 9 706 | (975) | -10% | 12 941 |
| Depreciation & asset impairment | 46 642 | 42 500 | 43 500 | 3 849 | 34 709 | 32 625 | 2 084 | 6% | 43 500 |
| Finance charges | 11 502 | 27 550 | 27 550 | 1 705 | 15 127 | 20 663 | (5 536) | -27% | 27 550 |
| Materials and bulk purchases | 161 412 | 174 176 | 192 225 | 18 500 | 139 885 | 144 169 | (4 284) | -3% | 192 225 |
| Transfers and subsidies | 13 | 6 584 | 6 584 | 100 | 126 | 4 938 | (4 811) | -97% | 6 584 |
| Other expenditure | 366 685 | 380 678 | 290 305 | 15 938 | 209 535 | 217 729 | (8 194) | -4% | 290 305 |
| Total Expenditure | 839 187 | 928 106 | 825 613 | 60 863 | 599 033 | 619 210 | (20 177) | -3% | 825 613 |
| Surplus/(Deficit) | (44 645) | 8 530 | 75 308 | 100 622 | 30 093 | 56 481 | (26 389) | -47% | 75 308 |
| Transfers and subsidies - capital (monetary allocations) (National / P | 217 546 | 184 625 | 184 625 | 17 215 | 125 520 | 138 469 | (12 949) | -9% | 184 625 |
| Contributions & Contributed assets | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | 172 901 | 193 155 | 259 933 | 117 837 | 155 612 | 194 950 | (39 338) | -20% | 259 933 |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | 172 901 | 193 155 | 259 933 | 117 837 | 155 612 | 194 950 | (39 338) | -20% | 259 933 |

The revenue raised as at 31 March 2020 is R 629.1 million against the adjusted budget of R 900.9 million for the year and R 675.7 million for the period. This reflects a revenue rate of 69.8% against the adjusted budget and 93.1% for the year to date budget.

The operating expenditure as at 31 March 2020 was R 599.0 million vs a year to date budget of R 619.2 million reflecting YTD expenditure of 96.7% and 72.5% against the adjusted budget. The operating deficit for the period was R 155.6 million.



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The major operating revenue variances against year to date budget are:

- Service charges below target by 13%.
- Transfers and subsidies are 11% below target.
- Investment revenue is 80% below target.
- Other revenue account, the amount is made up of: Tender sales, Rental of facilities and SANBI

The reasons for variances per source group are also cited in Annexure A, Table SC1 of this report.

2. Capital Expenditure

The Capital expenditure report shown in Annexure A, Table C5 has been prepared on the basis of the format required to be lodged electronically with National Treasury, and is categorised by municipal vote. The summary report indicates the following:

Table 2

| Funding Source | Original Budget 2019 /2020 | Expenditure as at 31 March 2020 | % spent |
|----------------------------------|---------------------------------------|--|----------------|
| MIG | 101 944 000.00 | 56 705 460.20 | 55.62 |
| WSIG | 80 000 000.00 | 66 938 501.48 | 83.67 |
| RRAMS | 2 631 000.00 | 1 875 758.73 | 71.29 |
| | 184 575 000.00 | 125 519 720.41 | 68.00 |
| LESS NON CAPITALISED PROJECTS | | | |
| TOTAL CAPITAL EXPENDITURE | 184 575 000.00 | 125 519 720.41 | 68.00 |

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Table 3

| Project Name | Funding Source | Original Budget 2019/2020 | Total current year expenditure as at 31.03.2020 | % Percentage |
|---|----------------|---------------------------|---|--------------|
| Infrastructure assets | | | | |
| Manyavu water | MIG | 36 408 614 | 7 289 247 | 20.02 |
| Manzamyama Water | MIG | 24 383 724 | 29 557 454 | 121.22 |
| Nkanyezini Water | MIG | 6 151 662 | 4 826 137 | 78.45 |
| Mpolweni, Thokozani, Claridge | MIG | 5 000 000 | 6 010 588 | 120.21 |
| Merrivale heights AC Pipeline Replacement | MIG | | 2 035 634 | 0.00 |
| Maqongqo Bulk Water | MIG | | 1 997 542 | 0.00 |
| Hilton AC Pipeline Replacement | MIG | | 4 721 355 | 0.00 |
| Trust feed Phase1 | MIG | 20 000 000 | 0 | 0.00 |
| uMshwathi Slum Water | MIG | | 267 504 | 0.00 |
| uMshwathi VIP Backlog Toilets | MIG | 2 000 000 | 0 | 0.00 |
| Impendle VIP Backlog Toilets | MIG | 1 000 000 | 0 | 0.00 |
| Mkhambathini VIP Backlog Toilets | MIG | 2 000 000 | 0 | 0.00 |
| Umgeni VIP Backlog Toilets | MIG | 2 000 000 | 0 | 0.00 |
| Richmond VIP Backlog Toilets | MIG | 2 000 000 | 0 | 0.00 |
| Mpofana VIP Backlog Toilets | MIG | 1 000 000 | 0 | 0.00 |
| Nadi Efaye Phase 2 | WSIG | 41 878 809 | 66 938 501 | 159.84 |
| Mtulwa to Mt Elias- Phase 3A | WSIG | 1 696 474 | 0 | 0.00 |
| Nadi to Ekhamanzi Phase 3 | WSIG | 36 424 717 | 0 | 0.00 |
| Rural Roads Asset Management | DOT | 2 681 000 | 1 875 759 | 69.96 |
| | | 184 625 000 | 125 519 720 | 67.99 |

The total capital budget for the 2019/ 2020 financial year is R 184 625 million including the allocation for the Rural Roads Assets Management Grant of R 2.6 million. The MIG allocation is R 101.9 million and the Water Services Infrastructure Grant is R 80 million. The year to date certified MIG expenditure amounts to R 56.7 million. The total expenditure for the Water Services Infrastructure Grant amount to R 66.9 million or 83.67%.

3. Employee costs and councillor's allowances

- 3.1 Section 66 of the MFMA requires that the accounting officer of a municipality must report to Council in a prescribed format all expenditure incurred by the municipality on staff salaries, wages and benefits in a manner that discloses expenditure per type such as salaries, contributions for pensions etc.
- 3.2 The total salaries budget for councillor's amounts to R12, 941 million while salaries budget for staff amounts to 252.2million. This brings the total salaries budget to 265.449 million, which is 32% of the total operational budget. This is within the norm of 25% - 40% in terms of National Treasury circular 71 of 2014.
- 3.3 In terms of Generally Recognised Accounting Practise (GRAP25), the municipality has to make a provision for employee benefits, which represents a future financial obligation to the Municipality on current and post-employment medical benefits for retired and active employees eligible for early retirement, *ex-gratia* pension liability for a retrenched Technical Director, and a provision for long service awards for all staff members meeting the requirements of clause 7 of the Local Government Bargaining Council collective agreement signed in August 2018.

- 3.4 The actual staff salaries costs incurred, including Senior Managers, as at 31 March 2020 amounts to R190.9 million while the actual salaries cost for Councillors is R 8.7 million. This amounts to a total of R 199.6 million and it represents 75% of the total salaries budget for 2019/2020 financial year.
- 3.5 Remuneration of councillors is spent at 67% of the total remuneration budget for Councillors. While the budget for Councillors' salaries is based on a reasonable estimate, it is not always easy to have an exact figure for budget purposes. This is due to changes in the municipal grades of the local Municipalities thereby affecting the salaries of the Councillors representing their local Municipalities in the district. Also, the number of meetings held during the financial year may not be the same as the number of meetings predicted at the time of the budget process.
- 3.6 The salaries and benefits paid to councillors in the month of March 2020 are still based on the December 2018 promulgation which was effective for payment in the month of July 2018. It is expected that the new determination will be published with an effective date of July 2019. Due to this, councillors' salaries will be underspent until such time that the increases are effected. Salaries for senior managers are underspent due to their cost of living adjustment not being effected, while a council resolution is awaited, on this matter. Further, the performance bonuses of Senior Managers are determined after the conclusion of the performance assessments which have not been conducted at this point. Also the cost of living adjustment for senior managers who were employed before the implementation of the 2014 Regulation which determines the upper limits for Senior Managers has not been effected for 2019/2020 financial year. These factors, collectively, result in the lower expenditure against employee costs related to Senior Managers.
- 3.7 It must be noted that an application has been submitted to the MEC COGTA for consideration of a re-categorisation of the district to a grade 6 municipality for the purposes of determining the upper limits of salary packages payable to Senior Managers appointed after the introduction of the Regulations on the recruitment and conditions of service for Senior Managers and Managers directly accountable to the Municipal Manager. A response is still awaited from the MEC before the submission is made to the National Minister for COGTA as suggested by the Gazette on upper limits of remuneration packages for Senior Managers issued of 10 October 2017.

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Table 4

| DC22 uMgungundlovu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|----------------|----------------|--------------------|
| Summary of Employee and Councillor remuneration | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
| | | 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) | | | | | | | | | | |
| Basic Salaries and Wages | | 7 054 | 8 081 | 8 081 | 998 | 8 731 | 6 061 | 2 670 | 44% | 8 081 |
| Pension and UIF Contributions | | 679 | 505 | 505 | - | - | 379 | (379) | -100% | 505 |
| Medical Aid Contributions | | 190 | 317 | 317 | - | - | 238 | (238) | -100% | 317 |
| Motor Vehicle Allowance | | - | - | - | - | - | - | - | - | - |
| Cellphone Allowance | | 822 | 869 | 869 | - | - | 652 | (652) | -100% | 869 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 2 882 | 3 169 | 3 169 | - | - | 2 377 | (2 377) | -100% | 3 169 |
| Sub Total - Councillors | | 11 628 | 12 941 | 12 941 | 998 | 8 731 | 9 706 | (975) | -10% | 12 941 |
| % increase | 4 | | 11.3% | 11.3% | | | | | | 11.3% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | 3 | 3 144 | 5 961 | 5 961 | 342 | 3 158 | 4 471 | (1 312) | -29% | 5 961 |
| Pension and UIF Contributions | | 181 | 9 | 9 | 15 | 136 | 7 | 129 | 1931% | 9 |
| Medical Aid Contributions | | - | - | - | - | - | - | - | - | - |
| Overtime | | - | - | - | - | - | - | - | - | - |
| Performance Bonus | | - | - | - | - | - | - | - | - | - |
| Motor Vehicle Allowance | | 391 | 900 | 900 | 50 | 402 | 675 | (273) | -40% | 900 |
| Cellphone Allowance | | 63 | 108 | 108 | 7 | 65 | 81 | (16) | -20% | 108 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 156 | - | - | 0 | 0 | - | 0 | #DIV/0! | - |
| Payments in lieu of leave | | 478 | - | - | - | - | - | - | - | - |
| Long service awards | | 17 | - | - | 1 | 12 | - | 12 | #DIV/0! | - |
| Post-retirement benefit obligations | 2 | - | - | - | - | - | - | - | - | - |
| Sub Total - Senior Managers of Municipality | | 4 431 | 6 978 | 6 978 | 415 | 3 774 | 5 233 | (1 459) | -28% | 6 978 |
| % increase | 4 | | 57.5% | 57.5% | | | | | | 57.5% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 132 101 | 157 241 | 141 741 | 11 349 | 102 938 | 106 305 | (3 367) | -3% | 141 741 |
| Pension and UIF Contributions | | 27 556 | 34 514 | 30 450 | 2 437 | 22 200 | 22 838 | (638) | -3% | 30 450 |
| Medical Aid Contributions | | 14 168 | 17 524 | 18 312 | 1 046 | 8 974 | 13 734 | (4 759) | -35% | 18 312 |
| Overtime | | 7 042 | 10 594 | 10 164 | 532 | 5 481 | 7 623 | (2 142) | -28% | 10 164 |
| Performance Bonus | | - | - | - | - | - | - | - | - | - |
| Motor Vehicle Allowance | | 19 113 | 22 213 | 18 213 | 1 598 | 14 659 | 13 660 | 999 | 7% | 18 213 |
| Cellphone Allowance | | 45 | 1 837 | 787 | 3 | 31 | 590 | (559) | -95% | 787 |
| Housing Allowances | | 989 | 1 381 | 1 173 | 85 | 778 | 880 | (102) | -12% | 1 173 |
| Other benefits and allowances | | 30 113 | 29 447 | 22 738 | 1 615 | 29 167 | 17 053 | 12 114 | 71% | 22 738 |
| Payments in lieu of leave | | 56 | - | - | - | - | - | - | - | - |
| Long service awards | | 1 454 | 1 949 | 1 953 | 115 | 1 133 | 1 464 | (332) | -23% | 1 953 |
| Post-retirement benefit obligations | 2 | 4 236 | - | - | 578 | 1 787 | - | 1 787 | #DIV/0! | - |
| Sub Total - Other Municipal Staff | | 236 874 | 276 699 | 245 530 | 19 357 | 187 147 | 184 147 | 2 999 | 2% | 245 530 |
| % increase | 4 | | 16.8% | 3.7% | | | | | | 3.7% |
| Total Parent Municipality | | 252 932 | 296 618 | 265 449 | 20 771 | 199 651 | 199 087 | 565 | 0% | 265 449 |
| | | | 17.3% | 4.9% | | | | | | 4.9% |
| Unpaid salary, allowances & benefits in arrears: | | | | | | | | | | |
| | | | | | | | | | | |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | 252 932 | 296 618 | 265 449 | 20 771 | 199 651 | 199 087 | 565 | 0% | 265 449 |
| % increase | 4 | | 17.3% | 4.9% | | | | | | 4.9% |
| TOTAL MANAGERS AND STAFF | | 241 305 | 283 677 | 252 508 | 19 772 | 190 921 | 189 381 | 1 540 | 1% | 252 508 |

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4. Conditional Grants

As at the end of March 2020 a total of R 192 million of conditional grants was received since 1 July 2019, whilst an additional R 23 million was available and was received in the previous financial year. R 130.2 million was spent as at end of March 2020. The operating grant utilisation is at 31.08% and the capital grant utilisation was 63.97% of allocations received. Overall grant utilisation is at 61.62%.

Table 5

| Description | Opening Balance | Receipts | Roll Over Repayments | Total receipts | Expenditure | Balance | Percentage |
|-----------------------------------|----------------------|-----------------------|----------------------|-----------------------|-----------------------|----------------------|--------------|
| Operating Grants | | | | | | | |
| FMG | 0 | 1 000 000 | | 1 000 000 | 746 984 | 253 016 | 74.70 |
| PTP | 308 817 | 0 | | 308 817 | 0 | 308 817 | 0.00 |
| EPWP | 1 955 102 | 3 368 000 | | 5 323 102 | 3 368 000 | 1 955 102 | 63.27 |
| Camperdown WWW | 4 000 095 | 0 | | 4 000 095 | 0 | 4 000 095 | 0.00 |
| SETA Grants | 0 | 0 | | 0 | 0 | 0 | 0.00 |
| RASET GRANT | 0 | 0 | | 0 | 0 | 0 | 0.00 |
| DGDS GRANT | 126 989 | 0 | | 126 989 | 0 | 126 989 | 0.00 |
| DPSS GRANT | 0 | 550 000 | | 550 000 | 550 000 | 0 | 0.00 |
| GEOPlanning | 1 300 000 | 1 500 000 | | 2 800 000 | 30 176 | 2 769 824 | 1.08 |
| IDP SPATIAL DEVELOPMENT FRAMEWORK | | 1 000 000 | | 1 000 000 | | 1 000 000 | |
| Total Operating Grants | 7 691 003 | 7 418 000 | | 15 109 003 | 4 695 160 | 10 413 843 | 31.08 |
| Capital Grants | | | | | | | |
| WSIG | 3 843 255 | 80 000 000 | 3 800 000 | 80 043 255 | 66 938 501 | 13 104 754 | 83.63 |
| Drought Relief Initiatives | 0 | 0 | | 0 | 0 | 0 | 0.00 |
| MIG | 0 | 101 944 000 | | 101 944 000 | 56 705 460 | 45 238 540 | 55.62 |
| Orio | 11 550 860 | 0 | | 11 550 860 | 0 | 11 550 860 | 0.00 |
| RRAMS | 0 | 2 681 000 | | 2 681 000 | 1 875 759 | 805 241 | 69.96 |
| Total Capital Grants | 15 394 115 | 184 625 000 | | 196 219 115 | 125 519 720 | 70 699 395 | 63.97 |
| Total Grants | 23 085 118.30 | 192 043 000.00 | | 211 328 118.30 | 130 214 880.70 | 81 113 237.61 | 61.62 |

5. Cash and cash equivalents

An amount of R 25 479 was accrued in investment interest income for the month of March 2020. The cash in bank as at 31 March 2020 amounted to **R 194.6 million** and investments amounted to **R3.9 million** bringing a total cash and cash equivalents of **R 197.2 million**. The average interest rate on investment is at **8%**. The cash coverage ratio as at 31 March 2020 is **1.33** based on average of R 70 million per month fixed operating expenditure. This indicates that the municipality as at 31 March 2020 has sufficient cash to run its operations for **40 days** based on a 30 day calendar month. The norm as set out in the uniform financial ratios and norms circular 71 is 1 to 3 months. See below extract from SC 5.

Table 6

| Period of Investment Yrs/Months | Type of Investment | Expiry date of investment | Accrued interest for the month | Yield for the month 1 (%) | Market value at beginning of the month | Change in market value | Market value at end of the month |
|------------------------------------|--------------------|---------------------------|--------------------------------|---------------------------|--|------------------------|----------------------------------|
| 1 year | Long term | 2020 Sept Seven | 25 | 8.0% | 3 895 | 25 | 3 920 |
| | | | 25 | 0 | 3 895 | 25 | 3 920 |

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Table 7

| Bank Accounts | Account Number | Market value at the end of the month |
|------------------------------|----------------|--------------------------------------|
| | | R 0.00 |
| Main Account | 50940026773 | 60 961 984.09 |
| Salaries Account | 50940092196 | 90 314 378.06 |
| Water Services Account | 62023616462 | 42 037 502.38 |
| NSTD Call Account | 62215748289 | 548 445.33 |
| Mandela Race Account | 62411577193 | 792 975.97 |
| UMDM MIG (DBSA) Account | 62400041985 | 0.00 |
| Corporate Cheque Account | 62597807125 | |
| Public Sector Cheque Account | 62243484417 | -28 199.81 |
| Total Cash Balances | | 194 627 086.02 |

Table 7 above excludes an investment of R3.9 million held with FNB as a security for the Long Term Borrowings (DBSA Loan).

6. Borrowings

As at 31 March 2020 the loans book was sitting at R 200.1 million. The average interest rate on remaining loans is 11%. The debt to revenue ratio at % as projected which is below the treasury norm of below 45%. This indicates that the debt books is funded by % of the internally generated operating income.

Table 8

| LOANS REGISTER : DEVELOPMENT BANK OF SOUTH AFRICA (DBSA) MARCH 2020 | | | | | | |
|--|--------------------------------------|-----------------|-------------------------------|-----------------------|---------------------------|-------------------------------|
| Agreement Number | Project Description | Interest Rate % | Opening Balance at 01/03/2020 | Add: Interest Accrued | Less : Capital Repayments | Closing Balance at 31/03/2020 |
| 12007869 | uMgungundlovu Various Water Projects | 10.889 | 198 200 375.38 | 1 894 120.74 | 0.00 | 200 094 496.12 |
| | | | 198 200 375.38 | 1 894 120.74 | 0.00 | 200 094 496.12 |

7. Creditors Age Analysis

The balance of trade payables as at 31 March 2020 was **R 20.3 million**.

Total R9.2 million or 45 % of invoices remained outside the compliance period of 30 days as at 31 March 2020. None of the bulk services, 3rd party and statutory invoices were outstanding for longer than 30 days as at 31 March 2020.

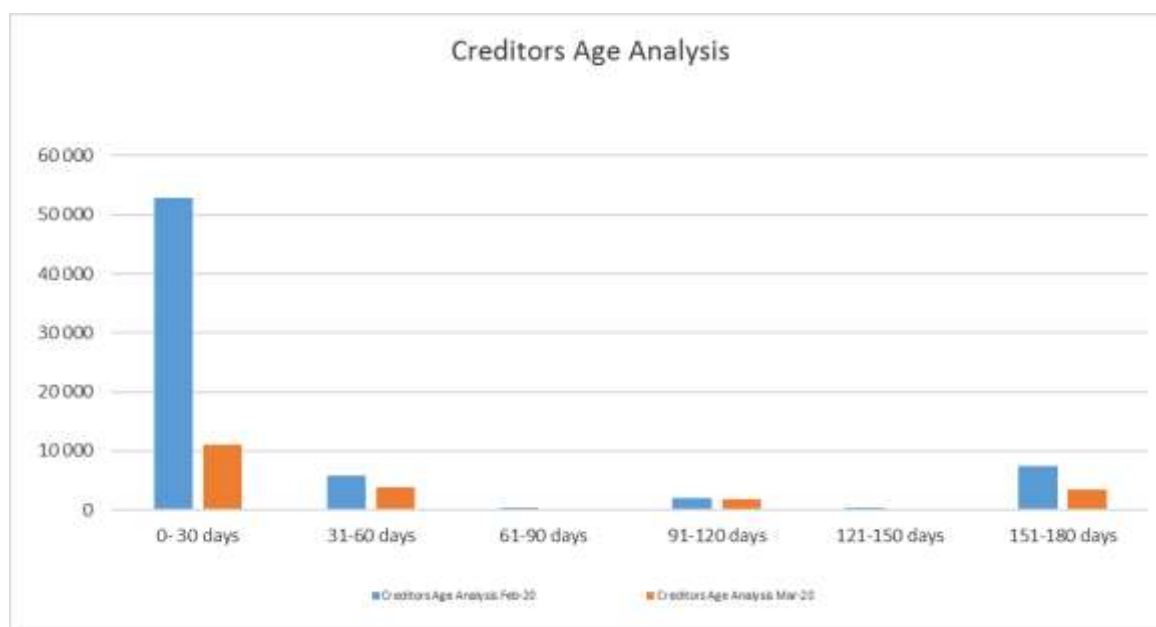
A report detailing the reasons for the delay in the payment of creditors is attached as Annexure

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Table 9

| | Feb-20 | Mar-20 |
|--------------|---------------|---------------|
| 0- 30 days | 52 807 | 11 142 |
| 31-60 days | 5 839 | 3 869 |
| 61-90 days | 409 | 0 |
| 91-120 days | 1967 | 1809 |
| 121-150 days | 461 | 13 |
| 151-180 days | 7 497 | 3 456 |
| | 68 980 | 20 289 |

Graph 1



8. Billing Revenue and Debtors

8.1 Billing Summary: December 2019 to March 2020

Table 10

| Area | December 2019 | January 2020 | February 2020 | March 2020 |
|---------------|---------------|---------------|---------------|---------------|
| uMshwathi | 2,068,843.61 | 1,918,335.61 | 2,296,832.86 | 2,670,156.01 |
| uMngeni | 11,603,375.28 | 12,221,000.94 | 11,487,360.70 | 12,685,104.36 |
| Mpofana | 3,602,881.76 | 2,396,460.93 | 3,446,254.60 | 3,171,673.49 |
| iMpendle | 285,396.07 | 285,344.51 | 314,244.24 | 300,884.76 |
| Mkhambathini | 435,849.92 | 1,642,034.34 | 623,806.97 | 773,412.27 |
| Richmond | 1,241,904.07 | 1,603,238.34 | 1,413,490.12 | 1,410,492.49 |
| Water Schemes | 2,261,877.98 | 2,504,536.25 | 2,321,379.18 | 2,221,238.47 |

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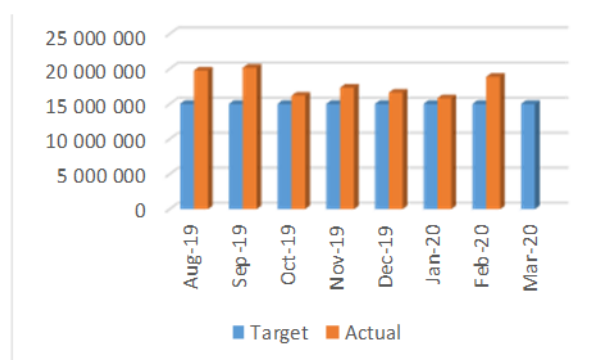
| | | | | |
|----------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Bulk Customers | 6,831,177.94 | 8,241,633.55 | 6,958,578.47 | 7,574,678.91 |
| Total | R28,331,306.63 | R30,812,584.47 | R28,861,974.14 | R30,807,640.76 |

8.2 Credit Control and Debt

Collection target against actual collection for March 2020

Table 11

| Month | Target | Actual |
|--------|------------|------------|
| Jul-19 | 15 000 000 | 14 087 481 |
| Aug-19 | 15 000 000 | 19 766 487 |
| Sep-19 | 15 000 000 | 20 172 485 |
| Oct-19 | 15 000 000 | 16 183 942 |
| Nov-19 | 15 000 000 | 17 306 074 |
| Dec-19 | 15 000 000 | 16 615 682 |
| Jan-20 | 15 000 000 | 15 819 524 |
| Feb-20 | 15 000 000 | 18 871 228 |
| Mar-20 | 15 000 000 | |



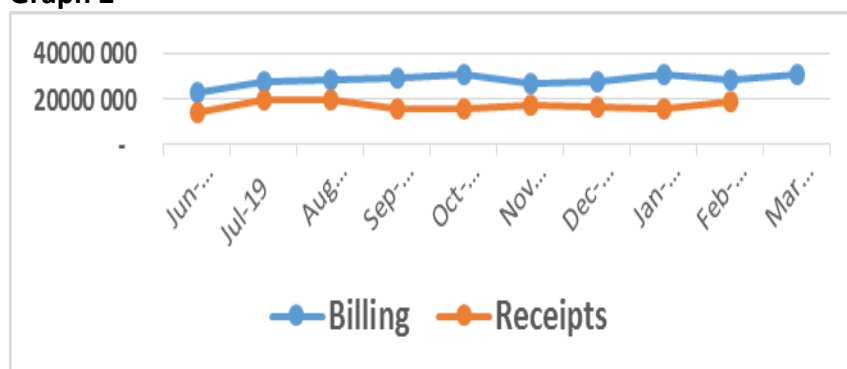
The table below details financial year to date monthly billing and receipts for the 2019/2020 financial year.

Table 12

| BILLING VS RECEIPTS | | | | |
|---------------------|------------------------------|------------------------------|-------------------|---------|
| Month | Billing | Receipts | Collection % | Comment |
| July 2019 | 27,705,888.20 | 19,766,487.28 | 71% | |
| August 2019 | 28,637,962.59 | 20,172,485.21 | 70% | |
| September 2019 | 29,839,421.93 | 16,183,941.51 | 54% | |
| October 2019 | 28,500,729.81 | 15,875,195.66 | 56% | |
| November 2019 | 26,992,463.54 | 17,306,074.34 | 64% | |
| December 2019 | 28,331,306.63 | 16,615,682.00 | 59% | |
| January 2020 | 30,812,584.47 | 15,819,523.00 | 51% | |
| February 2020 | 28,861,974.00 | 18,871,228.06 | 65% | |
| March 2020 | 30,807,640.76 | | | |
| Total | <u>260,488,971.70</u> | <u>154,698,097.50</u> | <u>59%</u> | |

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Graph 2



The table below details the Classification of Receipts – November 2019 to March 2020

Table 13

| <u>Basis of Receipts</u> | <u>Dec Receipts</u> | <u>January Receipts</u> | <u>February Receipts</u> | <u>March Receipts</u> |
|--------------------------|-----------------------|-------------------------|--------------------------|-----------------------|
| Direct Bank Deposits | 15,548,704.20 | 15,086,550.40 | 14,399,296.41 | 17,959,888.46 |
| Easy Pay | 1,111,490.94 | 847,988.58 | 762,343.14 | 418,559.12 |
| Post Office | 260,293.97 | 198,667.27 | 174,385.50 | 125,053.78 |
| Customer Care Centre | 323,807.92 | 418,205.32 | 420,739.34 | 308,386.67 |
| Manual Receipts | 61,777.31 | 64,270.43 | 63,265.52 | 59,339.83 |
| Total | R17,306,074.34 | R16,615,682.00 | R15,819,523.93 | R18,871,228.06 |

The table below details Customer Category Receipts- November 2019 to March 2020

Table 14

| <u>Customer Classification</u> | <u>Dec Receipts</u> | <u>January Receipts</u> | <u>February Receipts</u> | <u>March 2020</u> |
|--------------------------------|-----------------------|-------------------------|--------------------------|-----------------------|
| Government | 5,339,373.31 | 2,375,031.88 | 2,684,059.74 | 4,794,766.60 |
| Business | 6,444,526.12 | 9,485,988.01 | 8,051,281.80 | 9,789,605.38 |
| Households | 5,485,145.26 | 4,639,139.47 | 4,956,574.47 | 4,177,915.36 |
| Indigent Households | 15,412.47 | 103,491.12 | 96,646.42 | 79 957.89 |
| Church | 20,367.18 | 10,784.85 | 22,620.38 | 24 900.01 |
| Councillors | 1,250.00 | 1,246.67 | 8,340.19 | 4082.82 |
| Total | R17,306,074.34 | R16,615,682.00 | R15,819,523.00 | R18,871,228.06 |

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The table below indicates the comparison of collection rate between 2018/19 financial year and 2019/20 financial year

Table 15

| 2018/2019 Financial Year | | | | 2019/2020 Financial Year | | | |
|---------------------------------------|------------|------------|---------------|---------------------------------------|------------|------------|---------------|
| Month | Billing | Receipts | Collections % | Month | Billing | Receipts | Collections % |
| Jul-18 | 28 854 786 | 12 563 279 | 44% | Jul-19 | 27 705 888 | 19 766 487 | 71% |
| Aug-18 | 25 712 911 | 14 257 450 | 55% | Aug-19 | 28 637 963 | 20 172 485 | 70% |
| Sep-18 | 23 123 105 | 21 962 806 | 95% | Sep-19 | 29 839 422 | 16 183 942 | 65% |
| Oct-18 | 24 456 642 | 16 139 701 | 69% | Oct-19 | 31 132 730 | 15 875 196 | 51% |
| Nov-18 | 24 456 642 | 14 310 808 | 59% | Nov-19 | 26 992 464 | 17 306 074 | 64% |
| Dec-18 | 23 370 089 | 13 720 598 | 59% | Dec-19 | 28 331 307 | 16 615 682 | 59% |
| Jan-19 | 23 794 673 | 12 194 994 | 51% | Jan-20 | 30 812 584 | 15 819 523 | 51% |
| Feb-19 | 23 355 768 | 15 682 284 | 67% | Feb-20 | 28 861 947 | 18 871 228 | 65% |
| Average Collection Rate for 2018/2019 | | | 62% | Average Collection Rate for 2019/2020 | | | 62% |

The table below details the percentage of collection per customer classification – February 2020

Table 16

| AREA | Dec-19 | | | Jan-20 | | | Feb-20 | | |
|---------------------|----------------------|-------------------|--------------|----------------------|-------------------|--------------|----------------------|-------------------|--------------|
| | BILLING | RECEIPTS | % COLLECTION | BILLING | RECEIPTS | % COLLECTION | BILLING | RECEIPTS | % COLLECTION |
| Howick | 6 865 073.00 | 4 170 115.54 | 61% | 7 273 097.64 | 4 110 514.30 | 57% | 6 853 190.83 | 5 880 481.54 | 86% |
| Tumbleweed | 203 848.39 | 3 450.00 | 2% | 197 412.96 | 1 500.00 | 2% | 179 296.29 | 2 400.00 | 1% |
| Lidgeton | 139 944.68 | 1 350.00 | 1% | 139 944.68 | 6 140.00 | 1% | 139 294.44 | 1 012.07 | 1% |
| Hilton | 2 436 119.24 | 2 122 942.61 | 87% | 2 141 090.50 | 2 051 200.10 | 96% | 2 319 933.75 | 2 135 220.59 | 92% |
| Mpophomeni | 2 365 221.48 | 57 208.34 | 2% | 2 364 815.45 | 51 890.47 | 2% | 2 085 965.47 | 112 745.42 | 5% |
| Bulk | 6 705 772.50 | 7 077 407.24 | 106% | 8 099 092.42 | 5 845 795.90 | 72% | 6 958 578.47 | 6 239 541.25 | 90% |
| Mpofana | 2 319 857.65 | 980 429.99 | 42% | 2 104 954.29 | 592 808.67 | 28% | 2 169 662.52 | 810 136.56 | 37% |
| Mpofana- Bruntville | 1 216 740.38 | 50 853.18 | 4% | 1 187 620.08 | 21 899.56 | 2% | 1 222 757.91 | 1 722.76 | 0% |
| Richmond | 1 264 488.85 | 820 146.86 | 65% | 1 332 103.14 | 696 112.43 | 52% | 1 413 036.75 | 755 334.85 | 53% |
| uMshwathi | 2 084 451.05 | 817 627.94 | 39% | 2 009 629.60 | 1 018 720.73 | 51% | 2 295 339.35 | 2 127 737.47 | 93% |
| uMkhambathini | 366 755.15 | 223 928.10 | 61% | 1 190 511.05 | 226 125.79 | 19% | 492 925.35 | 179 917.39 | 36% |
| iMpendle | 212 778.22 | 75 110.48 | 35% | 212 409.70 | 26 051.24 | 12% | 314 244.24 | 187 226.55 | 60% |
| Water Schemes | 2 150 256.04 | 215 111.00 | 10% | 2 559 902.96 | 1 170 764.74 | 46% | 2 417 721.77 | 437 751.48 | 18% |
| Total | 28 331 306.63 | 16 615 681 | 59% | 30 812 584.47 | 15 819 524 | 51% | 28 861 947.14 | 18 871 228 | 65% |

The table below details a breakdown of January 2020 billing and February 2020 receipts for Water Schemes taken over from Umgeni Water.

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Table 17

| Water Schemes | Sales Raised | Receipts | % Collection | Comment |
|--------------------|---------------------|-------------------|--------------|--------------|
| Hopewell | 96 940.00 | - | 0% | Rural Scheme |
| Manyavu | 204 323.75 | - | 0% | Rural Scheme |
| Intermidiate Cross | 137 875.43 | 5 103.42 | 4% | Farm Scheme |
| Swayimana | 479 449.62 | 51 371.81 | 11% | Rural Scheme |
| Table Mountain | 180 131.70 | - | 0% | Rural Scheme |
| Whispers | 219 549.62 | 46 272.73 | 21% | Farm Scheme |
| Camperdown | 218 573.61 | 122 717.80 | 56% | Farm Scheme |
| Birnoum Wood | 57 182.04 | 22 060.18 | 39% | Farm Scheme |
| Claridge | 125 887.84 | 9 136.04 | 7% | Farm Scheme |
| Efaye | 231 638.69 | 147 121.88 | 64% | Rural Scheme |
| Cuphulaka | 100 692.29 | 6 054.36 | 6% | Rural Scheme |
| Mayizekanye | 54 973.53 | 29 389.03 | 53% | Rural Scheme |
| Mpolweni | 214 161.06 | 6 054.36 | 3% | Rural Scheme |
| Farms uMngeni | 96 342.59 | - | 0% | Rural Scheme |
| Total | 2 417 721.77 | 445 281.61 | 18% | |

The table below details a breakdown of February 2020 billing and March 2020 receipts for Rural Water Schemes.

Table 18

| Water Schemes | Sales Raised | Receipts | % Collection | Comment |
|---------------|--------------------|--------------|--------------|--------------|
| Gomane | 71,287.30 | 0.00 | 0% | Rural Scheme |
| Emakholweni | 77,481.47 | 0.00 | 0% | Rural Scheme |
| Inzinga | 30,720.64 | | 0% | Rural Scheme |
| Swapo | 91, 858.31 | 0.00 | 0% | Rural Scheme |
| Total | R271,347.72 | R0.00 | 0% | |

The percentage of collection for Water Schemes is low as consumers in these areas refuse to pay for water services rendered. Certain rural schemes have constant interruption of water supply and it is therefore difficult to implement the Credit Control Policy in these areas.

Customers in rural areas such as Gomane and Swampo at iMpindle are appealing to the Municipality to write off their debts as they assist by providing water to other sections within the area when there is an interruption of water supply. The customers advised that they will

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commence with payment once the interruption of water supply is resolved and the write-off is approved

8.3 Debtors Age Analysis

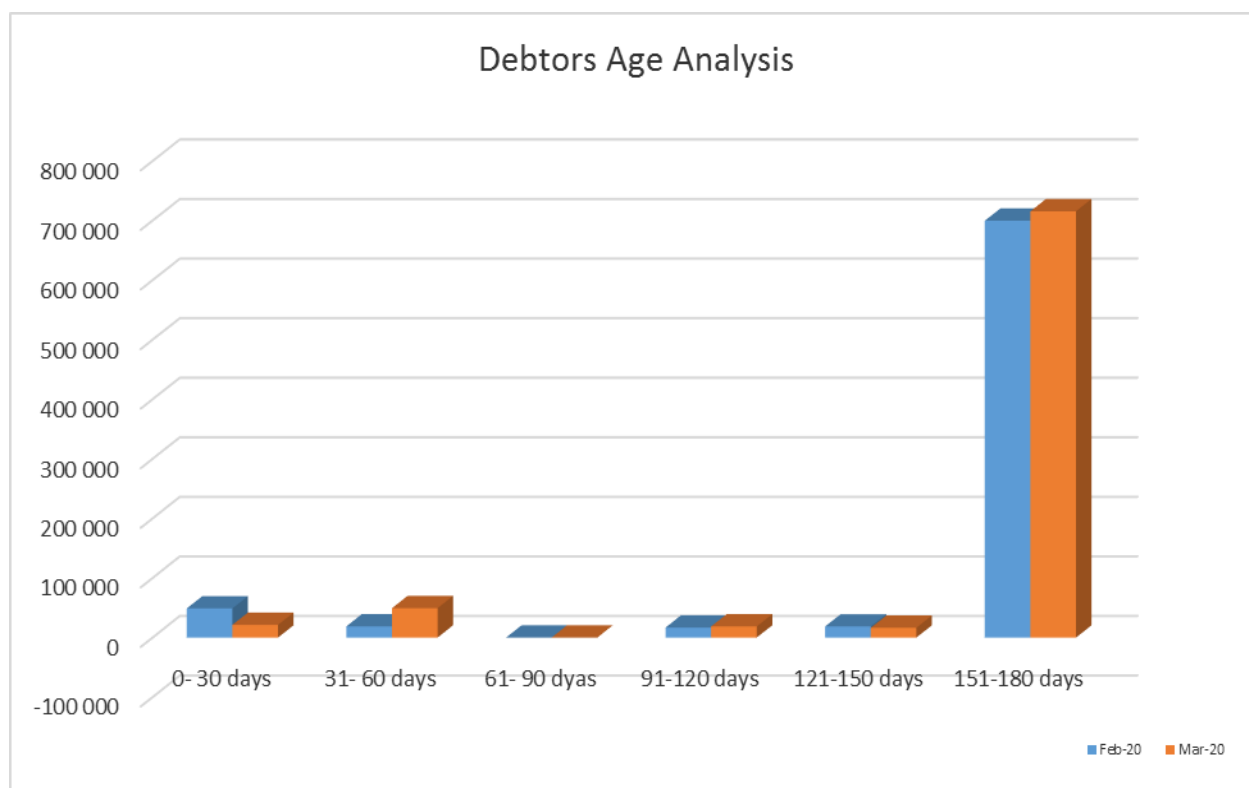
The debtor book value as at 31 March 2020 amounted to **R 821.2 million**. The collection rate in the month of March was **65%**. The average collection rate to date is **61%**.

Table 19

| DC22 uMgungundlovu - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March | | | | | | | | | | | |
|---|-------------|---------------------|---------------|--------------|---------------|---------------|---------------|---------------|----------------|----------------|--------------------|
| Description | NT Code | Budget Year 2019/20 | | | | | | | | Total | Total over 90 days |
| | | 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 | 19 038 | 36 693 | (87) | 12 566 | 10 581 | 12 327 | 56 581 | 402 628 | 550 329 | 494 684 |
| 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 | 2 269 | 3 736 | - | 1 631 | 1 297 | 1 474 | 9 828 | 75 443 | 95 678 | 89 673 |
| Receivables from Exchange Transactions - Waste Management | 1600 | (2) | 2 | - | (5) | - | (3) | (7) | (36) | (51) | (50) |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | - | - | - | - | - | - | 4 | 735 | 740 | 740 |
| Interest on Arrear Debtor Accounts | 1810 | - | 8 987 | - | 4 590 | 4 579 | 4 454 | 24 934 | 113 448 | 160 991 | 152 005 |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - |
| Other | 1900 | (54) | (26) | (24) | (15) | (7) | 101 | 6 419 | 7 235 | 13 630 | 13 734 |
| Total By Income Source | 2000 | 21 251 | 49 392 | (111) | 18 767 | 16 450 | 18 354 | 97 761 | 599 454 | 821 317 | 750 785 |
| 2018/19 - totals only | | | | | | | | | | - | - |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | |
| Organs of State | 2200 | 4 070 | 4 385 | (0) | 1 261 | 1 145 | 1 174 | 4 926 | 14 867 | 31 828 | 23 374 |
| Commercial | 2300 | 1 606 | 5 542 | (3) | 645 | 428 | 477 | 2 051 | 8 036 | 18 781 | 11 636 |
| Households | 2400 | 14 036 | 35 856 | (108) | 15 292 | 13 608 | 15 040 | 76 611 | 509 405 | 679 740 | 629 955 |
| Other | 2500 | 1 539 | 3 604 | (0) | 1 569 | 1 268 | 1 663 | 14 188 | 67 032 | 90 863 | 85 720 |
| Total By Customer Group | 2600 | 21 251 | 49 387 | (111) | 18 767 | 16 449 | 18 354 | 97 776 | 599 339 | 821 212 | 750 685 |

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Graph 3



The table below details the age analysis for customers grouped as Councillors as at 31 March 2020

Table 20

| Account/ Name | 180 Days | 150 Days | 120 Days | 90 Days | 60 Days | 30 Days | Current | Balance |
|---|-------------------|------------------|------------------|-----------------|------------------|------------------|-----------------|-------------------|
| 5922711459 RAGAVALOO | 3 511.73 | 991.66 | 1 188.49 | 1 100.20 | 1 107.14 | 1 099.08 | 1 080.72 | 10 079.02 |
| 5922261941 DLADLA | | | | 279.21 | 366.73 | 367.27 | 361.94 | 1 375.15 |
| 5922193491 DLAMINI | | | | 186.93 | 725.98 | 67.62 | 708.45 | 1 688.98 |
| 5922741442 HOLMES | | | | | | | (223.36) | (223.36) |
| 5922111637 KWAZULU-NATAL DEPART MUNGROO | 34 671.89 | 1 985.60 | 2 184.61 | 2 200.59 | 1 085.87 | 1 146.73 | 840.45 | 44 115.74 |
| 5922275001 LAKE | | | | | | | (28.63) | (28.63) |
| 5922212236 NKUNA | 23 855.76 | 513.44 | 251.46 | 516.37 | 518.94 | 459.04 | 308.74 | 26 423.75 |
| 5922212475 NOMUSA MABHIDA | 4 574.58 | 296.65 | 298.74 | 300.82 | 302.91 | 290.08 | 250.64 | 6 314.42 |
| 5922111569 NTULI | | | | | | 415.52 | 361.94 | 777.46 |
| 5922712351 RAGAVALOO | 15 320.41 | 551.41 | 763.37 | 664.50 | 668.96 | 669.25 | 569.53 | 19 207.43 |
| 5922224497 ZONDI DOLO PHILLIP | 76 878.44 | 7 024.82 | 7 455.25 | 4 103.62 | 7 124.86 | 6 346.91 | 5 576.44 | 114 510.34 |
| Total | 158 812.81 | 11 363.58 | 12 141.92 | 9 352.24 | 11 901.39 | 10 861.50 | 9 806.86 | 224 240.30 |

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The table below details the age analysis for customers grouped as UMDM staff members as at 31 March 2020

Table 21

| Account/ Name | 180 Days | 150 Days | 120 Days | 90 Days | 60 Days | 30 Days | Current | Balance |
|---|----------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|
| 5922711808 A & R WAHID | 0 | 0 | 0 | 0 | 0 | 1 416 | 74 | 1 490 |
| 5922411911 CEKWANE LANCELLOTT THULANI | 5 387 | 232 | 233 | 235 | 237 | 238 | 193 | 6 754 |
| 5922272107 D I MADUNA | 136 | 1 301 | 851 | 554 | 863 | 870 | 840 | 5 415 |
| 5922411528 DLUNGWANE M.J. | 12 591 | 345 | 347 | 349 | 352 | 354 | 251 | 14 589 |
| 5922721404 EPHRIAM MHLOPHE | 13 812 | 213 | 214 | 215 | 216 | 217 | 119 | 15 007 |
| 5922316386 FOWLER | 0 | 0 | 0 | 0 | 0 | 0 | 80 | 80 |
| 5922111502 GOVENDER SYDNEY | 13 404 | 4 704 | 1 166 | 1 866 | 622 | 1 878 | 1 709 | 25 348 |
| 5922251794 GUNIRAJH | 0 | 0 | 0 | 0 | 27 | 1 199 | 0 | 1 226 |
| 5922711631 JONATHAN JIMMY | 14 640 | 262 | 354 | 356 | 358 | 343 | 229 | 16 543 |
| 5922251326 KHUMALO | 0 | 200 | 650 | 690 | 1 243 | 862 | 840 | 4 484 |
| 5922111593 KWAZULU-NATAL DEPARTMTHEMBUS | 2 220 | 794 | 549 | 553 | 469 | 485 | 450 | 5 521 |
| 5922262141 MADUNA | 11 829 | 454 | 457 | 460 | 463 | 466 | 362 | 14 491 |
| 5922193001 MBALI YOUTH HADEBE | 1 085 | 286 | 288 | 290 | 293 | 295 | 277 | 2 814 |
| 5922411939 MBHELE Zwelithini.H | 8 860 | 314 | 316 | 318 | 320 | 322 | 251 | 10 700 |
| 5922645000 MBULELO SIBIYA | 277 | 279 | 282 | 284 | 286 | 288 | 277 | 1 973 |
| 5922232755 MKHWANAZI | 3 943 | 74 | 280 | 282 | 285 | 80 | 251 | 5 194 |
| 5922411620 MPHENDULELWA AMON ZONDI | 16 817 | 372 | 374 | 376 | 379 | 381 | 251 | 18 950 |
| 5922711578 MR M NAIDOO | 5 419 | 141 | 118 | 166 | 166 | 123 | 44 | 6 179 |
| 5922192292 MTSHALI | 3 402 | 130 | 130 | 131 | 132 | 133 | 104 | 4 162 |
| 5922711660 N T Z NZIMANDE | 71 738 | 880 | 683 | 840 | 796 | 798 | 1 855 | 77 590 |
| 5922262474 NDLOVU | 15 939 | 479 | 482 | 485 | 488 | 491 | 362 | 18 724 |
| 5922226809 NDLOVU | 15 146 | 466 | 469 | 472 | 475 | 478 | 362 | 17 868 |
| 5922192290 NGCOBO | 8 915 | 168 | 169 | 170 | 171 | 171 | 104 | 9 868 |
| 5922411734 NKABINI ERIC BUSANI | 16 328 | 363 | 365 | 367 | 369 | 371 | 251 | 18 414 |
| 5922213319 NTOMBI L NXUMALO | 42 104 | 1 218 | 1 225 | 1 233 | 1 240 | 1 228 | 909 | 49 157 |
| 5922317749 RAMPERSAD | 31 101 | 3 013 | 303 | 303 | 2 853 | 2 966 | 2 686 | 43 225 |
| 5922213198 RAVIN GUNIRAJH | 0 | 0 | 44 | 474 | 478 | 478 | 465 | 1 939 |
| 5922113000 PITOUT L | 12 074 | 137 | 593 | 597 | 597 | 566 | 465 | 15 030 |
| 5922741014 SAKUNKA | 27 630 | 1 931 | 1 939 | 1 946 | 1 953 | 1 961 | 849 | 38 209 |
| 5922193002 SEDIBA SAMUEL SIBONGAKONKE | 829 | 284 | 286 | 288 | 291 | 293 | 277 | 2 548 |
| 5922193000 SHANDU NKOSIYEZWE | 1 333 | 288 | 290 | 292 | 295 | 297 | 277 | 3 073 |
| 5922251800 THABISILE CORNELIA NDLELA | 0 | 0 | 0 | 0 | 0 | 704 | 743 | 1 447 |
| 5922213962 ZAKHE V GUMEDE | 0 | 0 | 0 | 0 | 533 | 539 | 535 | 1 607 |
| Total | 356 957 | 19 326 | 13 459 | 14 595 | 17 247 | 21 293 | 16 740 | 459 617 |

All staff members must make payment arrangements for the debt to be deducted from their salaries. This must include current account and a portion of arrears not longer than 36 months.

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8.4 New Account Created For The Month Of March 2020

The Table 26 below indicates the new accounts created for March 2020

Table 22

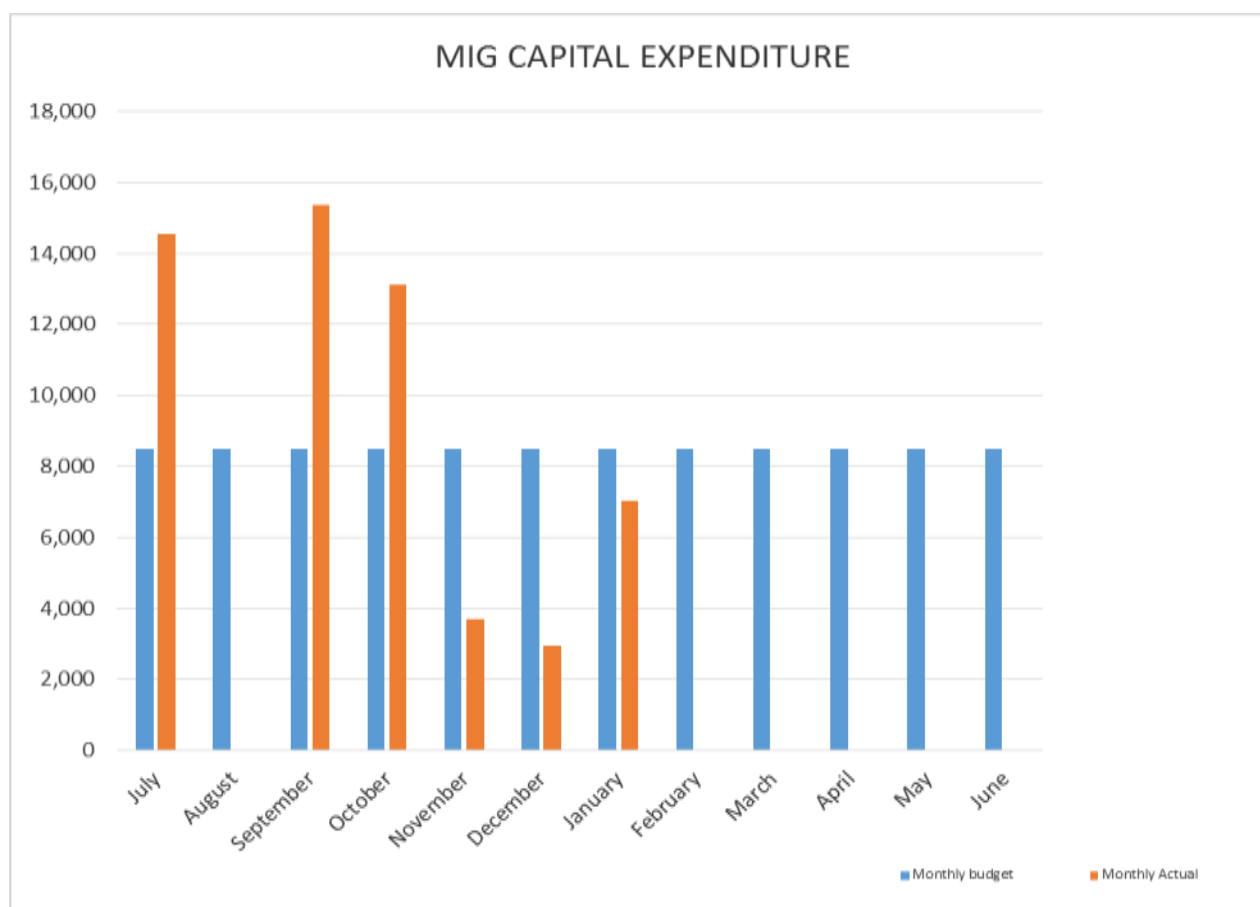
| Account | Name | Area |
|------------|-----------------|---------|
| 5922227133 | PALMER | uMngeni |
| 5922227134 | HAIN | uMngeni |
| 5922296550 | PARFITT | uMngeni |
| 5922227132 | STRYDOM | uMngeni |
| 5922227137 | BURGESS | uMngeni |
| 5922227136 | KIRSTEN | uMngeni |
| 5922227138 | PRATT | uMngeni |
| 5922317554 | MR & MRS ISMAIL | Mpofana |

UMGUNGUNDLOVU DISTRICT MUNICIPALITY

9. IN-YEAR BUDGET STATEMENT CHARTS: 31 MARCH 2020 REPORT

MIG - CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS BUDGET

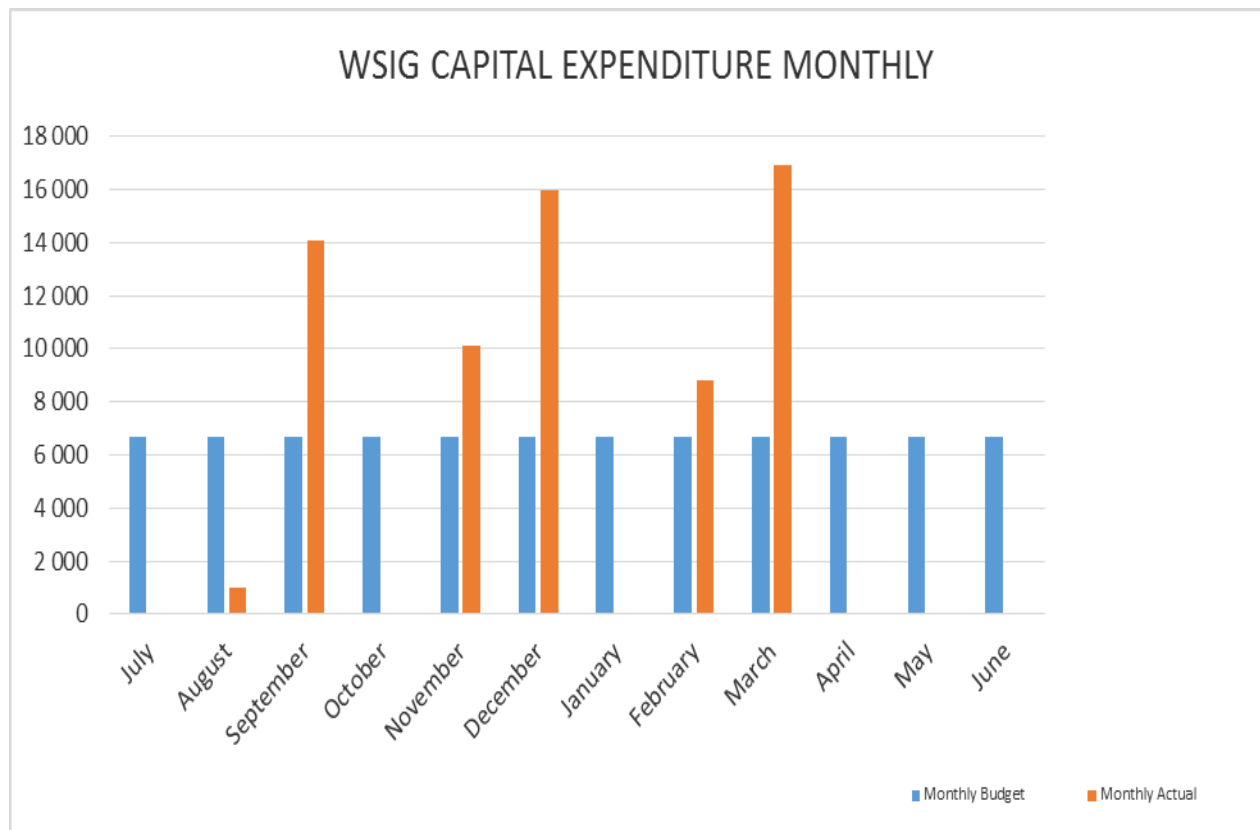
| | Monthly budget | Monthly Actual |
|-----------|----------------|----------------|
| July | 8,495 | 14,537 |
| August | 8,495 | 0 |
| September | 8,495 | 15,350 |
| October | 8,495 | 13,127 |
| November | 8,495 | 3,690 |
| December | 8,495 | 2,960 |
| January | 8,495 | 7,041 |
| February | 8,495 | |
| March | 8,495 | |
| April | 8,495 | |
| May | 8,495 | |
| June | 8,495 | |
| | 101,944 | 56,705 |





WSIG - CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS BUDGET

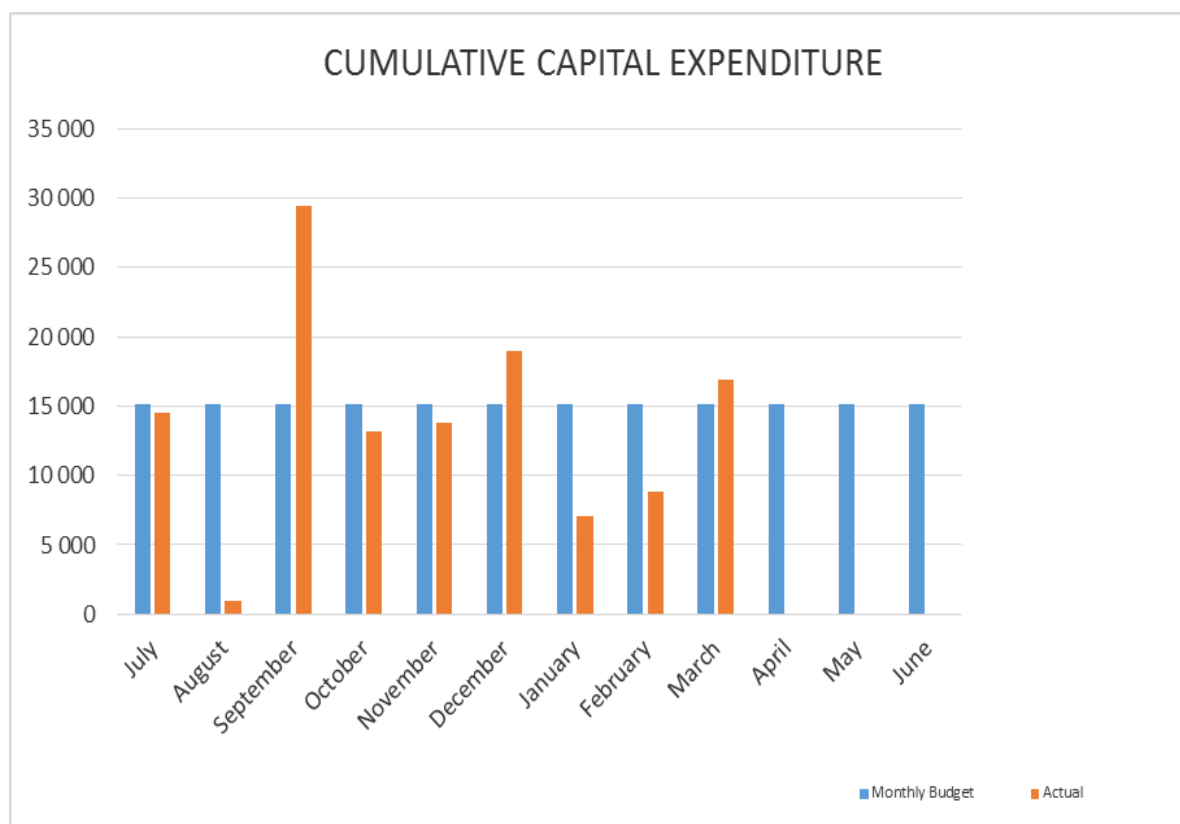
| | Monthly Budget | Monthly Actual |
|-----------|----------------|----------------|
| July | 6 667 | 0 |
| August | 6 667 | 982 |
| September | 6 667 | 14 096 |
| October | 6 667 | 0 |
| November | 6 667 | 10 139 |
| December | 6 667 | 15 986 |
| January | 6 667 | 0 |
| February | 6 667 | 8 797 |
| March | 6 667 | 16 939 |
| April | 6 667 | 0 |
| May | 6 667 | 0 |
| June | 6 667 | 0 |
| | 80 000 | 66 939 |



UMGUNGUNDLOVU DISTRICT MUNICIPALITY

CUMULATIVE MIG & WSIG EXPENDITURE: MONTHLY ACTUAL VS MONTHLY BUDGET

| | Monthly Budget | Actual |
|-----------|----------------|----------------|
| July | 15 162 | 14 537 |
| August | 15 162 | 982 |
| September | 15 162 | 29 446 |
| October | 15 162 | 13 127 |
| November | 15 162 | 13 829 |
| December | 15 162 | 18 946 |
| January | 15 162 | 7 041 |
| February | 15 162 | 8 797 |
| March | 15 162 | 16 939 |
| April | 15 162 | 0 |
| May | 15 162 | 0 |
| June | 15 162 | 0 |
| | 181 944 | 123 644 |





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10. IN-YEAR BUDGET STATEMENT TABLES: MARCH 2020 REPORT

The preliminary financial results for the period ended 31 MARCH 2020 (i.e. 09 th month of the 2019/20 financial year) are attached consisting of the following tables, in Annexure A:

Part 1

- (a) Table C1: Consolidated Monthly Budget Statement – Summary
- (b) Table C2: Consolidated Monthly Budget Statement – Financial Performance (standard Classification)
- (c) Table C3: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure by Municipal vote)
- (d) Table C4: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure)
- (e) Table C5: Consolidated Monthly Budget Statement – Capital Expenditure by vote, standard classification and funding
- (f) Table C6: Consolidated Monthly Budget Statement – Financial Position
- (g) Table C7: Consolidated Monthly Budget Statement – Cash Flow

Part 2

- (a) Table SC1: Material variance explanations
- (b) Table SC2: Monthly Budget Statement – Performance Indicators
- (c) Table SC3: Monthly Budget Statement – Aged Debtors
- (d) Table SC4: Monthly Budget Statement – Aged Creditors
- (e) Table SC5: Monthly Budget Statement – Investment Portfolio
- (f) Table SC6: Monthly Budget Statement – Transfers and grant receipts
- (g) Table SC7: Monthly Budget Statement – Transfers and grant expenditures
- (gb) Table SC7 (1): Monthly Budget Statement-Approved Roll overs

- (h) Table SC8: Monthly Budget Statement – Councillor and Staff Benefits
- (i) Table SC9: Monthly Budget Statement – Actual and Revised targets for cash receipts
- (j) Table SC10: Monthly Budget Statement – Parent Municipality Financial Performance (Revenue and Expenditure)
- (k) Table SC11: Monthly Budget Statement – Summary of Municipal Entities
- (l) Table SC12: Monthly Budget Statement – Capital Expenditure Trend
- (m) Table SC13a: Monthly Budget Statement – Capital expenditure on new assets by asset class
- (n) Table SC13b: Monthly Budget Statement – Capital expenditure on renewal of existing assets by asset class
- (m) Table SC13c: Monthly Budget Statement – Capital expenditure on repairs and maintenance by asset class
- (p) Municipal manager’s quality certification

11. CONCLUSION

This report meets with the requirements of the MFMA, Sections 52(d) and 71 by submitting the ‘In-year report’ to Finance Committee on the implementation of the budget and the financial status of the municipality.



UMGUNGUNDLOVU DISTRICT MUNICIPALITY

ANNEXURES:

Annexure – Schedule C

REPORT – FLOW COMPLIANCE CHECK

FILE: 5/1/1/1

INITIATOR: Linda Africa

HEADING (INCLUSIVE OF NAME OF DIVISION/DEPARTMENT):

FINANCIAL SERVICES DEPARTMENT

PRELIMINARY IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 MARCH 2020

REPORT CHECKED AND PASSED FOR SUBMISSION TO: **Finance Committee**

| | COMPREHENSIVE NESS (FACTS, COMMENTS, RECOMMENDATIO NS ANNEXURES) (√) | CORRECTNESS (√) | QUALITY (√) |
|---|---|------------------------|--------------------|
| MANAGER: BUDGET OFFICE Vacant SIGNATURE:..... DATE: | (√) | (√) | (√) |
| MANAGER: REVENUE MANAGEMENT SIBONGILE KHUMALO SIGNATURE..... DATE: | (√) | (√) | (√) |
| MANAGER: EXPENDITURE MANAGEMENT: NOMPUMELELO KHUMALO SIGNATURE..... DATE: | (√) | (√) | (√) |
| HEAD OF DEPARTMENT: ACTING CHIEF FINANCIAL OFFICER : LINDA AFRICA SIGNATURE: DATE: | (√) | (√) | (√) |
| MANAGER: INTERNAL AUDIT ADELE DORASAMY SIGNATURE: DATE: | (√) | (√) | (√) |



UMGUNGUNDLOVU DISTRICT MUNICIPALITY

Municipal Manager's quality certification

I, **Raymond Ngcobo**, Municipal Manager of the uMgungundlovu District Municipality, hereby certify that the monthly **preliminary** report on the implementation of the budget and financial state affairs of the municipality for the month of **MARCH 2020** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Dr. MRB Ngcobo

Municipal Manager: uMgungundlovu District Municipality

Signature: _____

Date: _____

Print name: Cllr T E Maphumulo

Mayor: uMgungundlovu District Municipality

Signature: _____

Date: _____