

MANDENI MUNICIPALITY

KZN291



BUDGET & TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED APRIL 2025/26 FINANCIAL YEAR

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2025/26 BUDGET FOR THE PERIOD ENDING 30 APRIL 2026.

1. PURPOSE

The purpose of the report is to submit to the Mayor the statement of financial performance and implementation of the 2025/26 Budget of the Mandeni Municipality for the period ending 30 April 2026 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

Mayor

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 71.

4. BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement on the financial performance of that municipality.

5. EXECUTIVE SUMMARY

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ending 30 April is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Capital Expenditure
- 5.3 DORA Receipts
- 5.4 DORA Grants Expenditure
- 5.5 Debtors Age Analysis
- 5.6 Employee Costs and Councilors' Remuneration
- 5.7 Investment Portfolio
- 5.8 Long-term Borrowing
- 5.9 Performance Indicators
- 6. Creditor's Age Analysis
- 6.1 Bank Reconciliation Statement
- 7. Supporting Tables
- 8. Municipal Managers quality certificate

1.1 FINANCIAL PERFORMANCE

BUDGET SUMMARY

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - M10 April									
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									
Total Revenue (excluding capital)	430 705	454 622	463 028	16 257	411 075	385 857	25 218	7%	454 622
Total Expenditure	474 482	487 944	504 021	29 110	374 677	436 259	(61 582)	-14%	487 944
Surplus/(Deficit)	(43 776)	(33 322)	(40 993)	(12 853)	36 398	(50 402)	86 800	-172%	(33 322)
Transfers and	47 668	46 017	59 528	1 848	29 967	49 606	(19 639)	-40%	46 017
Surplus/(Deficit) after capital transfers	3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442%	12 694
Surplus/ (Deficit) for the year	3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442%	12 694
Capital expenditure & funds sources									
Capital expenditure	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Capital transfers recogn	42 242	40 058	51 806	1 756	28 460	43 172	(14 712)	-34%	40 058
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	83 950	90 538	74 943	8 345	47 394	62 496	(15 102)	-24%	90 538
Total sources of capital	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
TOTAL BUDGET	600 674	618 540	630 770	39 212	450 531	541 926	(91 396)	(0)	618 540

As can be seen from the table above, Actual surplus for the period ended 30 April 2026 is more than the Budgeted Surplus. Monthly budget statement summary (Table C1), for the period ending 30 April 2026 (year to date actual), shows a surplus of R66.4million against YTD budget of -R796thousand which reflects an over performance of more than 100%.

Currently there are no financial challenges and major risks facing the municipality.

Table 1

Table C1 below provides a summary of the overall performance of the municipality.

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - M10 April									
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	63 942	64 913	64 913	5 038	56 605	54 094	2 511	5%	64 913
Service charges	77 826	97 399	105 421	8 702	84 023	87 851	(3 827)	-4%	97 399
Investment revenue	19 863	25 000	25 000	912	10 170	20 833	(10 663)	-51%	25 000
Transfers and subsidies	253 010	254 956	254 848	540	252 615	212 374	40 241	19%	254 956
Other own revenue	16 064	12 353	12 846	1 066	7 663	10 705	(3 043)	-28%	12 353
Total Revenue (excluding capital)	430 705	454 622	463 028	16 257	411 075	385 857	25 218	7%	454 622
Employee costs	160 030	167 901	167 901	14 680	136 364	139 918	(3 553)	-3%	167 901
Remuneration of Council	15 151	17 043	17 043	1 321	13 132	14 203	(1 071)	-8%	17 043
Depreciation and amortis	46 319	36 240	36 240	3 365	33 722	30 200	3 522	12%	36 240
Interest	0	3 050	3 050	—	—	2 542	(2 542)	-100%	3 050
Inventory consumed and	64 650	72 025	77 557	442	53 964	65 306	(11 342)	-72%	72 025
Transfers and subsidies	2 450	—	2 350	—	2 200	1 958	242	12%	—
Other expenditure	185 882	191 685	199 880	9 302	135 295	182 133	(46 838)	-26%	191 685
Total Expenditure	474 482	487 944	504 021	29 110	374 677	436 259	(61 582)	-14%	487 944
Surplus/(Deficit)	(43 776)	(33 322)	(40 993)	(12 853)	36 398	(50 402)	86 800	-172%	(33 322)
Transfers and subsidies - capital (monetary allocations)	47 668	46 017	59 528	1 848	29 967	49 606	(19 639)	-40%	46 017
Surplus/(Deficit) after capital transfers & contributions	3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442%	12 694
Surplus/ (Deficit) for the year	3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442%	12 694
Capital expenditure & funds sources									
Capital expenditure	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Capital transfers recognis	42 242	40 058	51 806	1 756	28 460	43 172	(14 712)	-34%	40 058
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	83 950	90 538	74 943	8 345	47 394	62 496	(15 102)	-24%	90 538
Total sources of capital f	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Financial position									
Total current assets	255 323	178 561	217 562		289 218				178 561
Total non current assets	793 896	805 344	883 806		836 028				805 344
Total current liabilities	86 164	88 340	90 068		95 663				88 340
Total non current liabilities	22 198	25 770	27 321		22 198				25 770
Community wealth/Equity	940 858	869 795	959 863		1 007 386				869 795
Cash flows									
Net cash from (used) ope	26 952	84 002	91 497	(15 018)	14 048	108 053	94 005	87%	84 002
Net cash from (used) inve	126 192	(166 388)	(161 300)	(11 616)	(87 232)	(134 417)	(47 185)	35%	(166 388)
Net cash from (used) fina	—	—	—	—	—	—	—	—	—
Cash/cash equivalents a	383 332	9 822	62 123	(26 635)	158 715	105 563	(53 152)	-50%	149 513
Debtors & creditors analysis									
Debtors Age 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
Total By Income Source	25 887	(45)	11 134	5 750	(21)	5 363	32 906	210 959	291 933
Debtors Age Analysis									
Creditors Age 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
Total Creditors	1	—	—	—	—	—	—	—	1

Table C2 provides the statement of financial performance by standard classification.

KZN291 Mandeni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April										
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									%
Revenue - Functional										
Governance and administration		339 132	342 170	339 669	6 527	315 208	283 057	32 151	11%	342 170
Executive and council		–	8 365	8 365	–	–	6 971	(6 971)	-100%	8 365
Finance and administration		339 132	333 805	331 304	6 527	315 208	276 086	39 122	14%	333 805
Internal audit		–	–	–	–	–	–	–	–	–
Community and public safety		6 994	6 128	5 933	390	4 398	4 944	(546)	-11%	6 128
Community and social services		5 270	5 719	5 611	388	4 157	4 676	(519)	-11%	5 719
Sport and recreation		1 707	–	–	–	224	–	224	#DIV/0!	–
Public safety		17	408	321	2	17	268	(251)	-94%	408
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		51 516	52 717	66 707	2 289	35 232	55 589	(20 357)	-37%	52 717
Planning and development		47 129	48 740	50 219	2 219	28 356	41 849	(13 494)	-32%	48 740
Road transport		4 387	3 977	16 488	71	6 876	13 740	(6 864)	-50%	3 977
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		80 731	99 623	110 248	8 898	86 205	91 873	(5 669)	-6%	99 623
Energy sources		66 249	83 081	91 103	7 274	71 226	75 919	(4 693)	-6%	83 081
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		14 482	16 543	19 145	1 624	14 979	15 954	(976)	-6%	16 543
Other	4	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	478 373	500 638	522 556	18 105	441 042	435 463	5 579	1%	500 638
Expenditure - Functional										
Governance and administration		244 373	240 817	246 570	14 980	179 977	205 950	(25 973)	-13%	240 817
Executive and council		66 501	79 879	74 794	4 500	54 119	62 509	(8 390)	-13%	79 879
Finance and administration		177 872	160 937	171 776	10 481	125 858	143 441	(17 583)	-12%	160 937
Internal audit		–	–	–	–	–	–	–	–	–
Community and public safety		57 060	51 805	56 250	4 982	49 724	47 542	2 182	5%	51 805
Community and social services		41 974	36 398	40 484	3 719	36 789	34 404	2 385	7%	36 398
Sport and recreation		13 472	13 045	13 608	1 263	12 544	11 340	1 203	11%	13 045
Public safety		1 462	2 148	1 943	–	346	1 620	(1 274)	-79%	2 148
Housing		152	214	214	–	45	178	(133)	-75%	214
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		83 973	92 410	93 620	7 294	71 993	81 994	(10 000)	-12%	92 410
Planning and development		23 562	26 477	25 445	2 320	17 522	21 664	(4 142)	-19%	26 477
Road transport		55 834	60 311	62 637	4 640	50 320	55 714	(5 395)	-10%	60 311
Environmental protection		4 577	5 622	5 538	334	4 151	4 615	(464)	-10%	5 622
Trading services		88 785	102 391	107 049	1 828	72 829	100 330	(27 501)	-27%	102 391
Energy sources		72 643	75 903	82 005	1 058	61 257	72 240	(10 982)	-15%	75 903
Water management		–	–	–	–	–	–	–	–	–
Waste water management		3 063	3 048	3 048	262	2 620	2 540	80	3%	3 048
Waste management		13 078	23 440	21 997	509	8 951	25 551	(16 599)	-65%	23 440
Other		292	522	531	25	154	442	(289)	-65%	522
Total Expenditure - Functional	3	474 482	487 944	504 021	29 110	374 677	436 259	(61 582)	-14%	487 944
Surplus/ (Deficit) for the year		3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442%	12 694

Table 3

Table C3 provides the statement of financial performance by standard classification.

KZN291 Mandeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April										
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 1 - Executive and council		–	8 365	8 365	–	–	6 971	(6 971)	-100.0%	8 365
Vote 2 - Finance and administrative		339 132	333 805	331 304	6 527	315 208	276 086	39 122	14.2%	333 805
Vote 3 - Internal audit		–	–	–	–	–	–	–		–
Vote 4 - Community and social services		5 287	6 128	5 933	390	4 174	4 944	(770)	-15.6%	6 128
Vote 5 - Sport and Recreation		1 707	–	–	–	224	–	224	#DIV/0!	–
Vote 6 - Public safety		–	–	–	–	–	–	–		–
Vote 7 - Housing		–	–	–	–	–	–	–		–
Vote 8 - Planning and Development		47 129	48 740	50 219	2 219	28 356	41 849	(13 494)	-32.2%	48 740
Vote 9 - Road transport		4 387	3 977	16 488	71	6 876	13 740	(6 864)	-50.0%	3 977
Vote 10 - Energy sources		66 249	83 081	91 103	7 274	71 226	75 919	(4 693)	-6.2%	83 081
Vote 11 - Waste Management		14 482	16 543	19 145	1 624	14 979	15 954	(976)	-6.1%	16 543
Vote 12 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	478 373	500 638	522 556	18 105	441 042	435 463	5 579	1.3%	500 638
Expenditure by Vote	1									
Vote 1 - Executive and council		66 501	79 879	74 794	4 500	54 119	62 509	(8 390)	-13.4%	79 879
Vote 2 - Finance and administrative		177 872	160 624	171 507	10 481	125 858	143 217	(17 358)	-12.1%	160 624
Vote 3 - Internal audit		–	313	269	–	–	224	(224)	-100.0%	313
Vote 4 - Community and social services		41 974	36 398	41 180	3 719	36 789	34 983	1 805	5.2%	36 398
Vote 5 - Sport and Recreation		13 472	13 045	13 608	1 263	12 544	11 340	1 203	10.6%	13 045
Vote 6 - Public safety		1 462	2 148	1 248	–	346	1 040	(694)	-66.7%	2 148
Vote 7 - Housing		152	214	214	–	45	178	(133)	-74.7%	214
Vote 8 - Planning and Development		23 854	26 998	25 976	2 345	17 676	22 107	(4 430)	-20.0%	26 998
Vote 9 - Road transport		58 897	63 359	65 685	4 902	52 940	58 254	(5 314)	-9.1%	63 359
Vote 10 - Energy sources		72 643	75 903	82 005	1 058	61 257	72 240	(10 982)	-15.2%	75 903
Vote 11 - Waste Management		13 078	23 440	21 997	509	8 951	25 551	(16 599)	-65.0%	23 440
Vote 12 - Environmental Protection		4 577	5 622	5 538	334	4 151	4 615	(464)	-10.1%	5 622
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by	2	474 482	487 944	504 021	29 110	374 677	436 259	(61 582)	-14.1%	487 944
Surplus/ (Deficit) for the	2	3 892	12 694	18 535	(11 006)	66 365	(796)	67 161	-8442.4%	12 694

Table 4 provides information on the planned revenue and operational expenditures against the actual results for the period ending 30th April 2026
This report analyses each major component under following headings;

- Revenue by Source
- Operational Expenditure by Type,

KZN291 Mandeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April										
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		64 753	82 686	90 708	7 318	71 309	75 590	(4 281)	-6%	82 686
Service charges - Water		—	—	—	—	—	—	—	—	—
Service charges - Waste Water M		—	—	—	—	—	—	—	—	—
Service charges - Waste manage		13 073	14 713	14 713	1 383	12 714	12 261	453	4%	14 713
Sale of Goods and Rendering of s		2 282	1 513	1 383	355	1 151	1 152	(2)	0%	1 513
Agency services		—	—	—	—	—	—	—	—	—
Interest		—	—	—	—	—	—	—	—	—
Interest earned from Receivables		1 487	2 016	2 016	141	1 340	1 680	(340)	-20%	2 016
Interest from Current and Non Cu		19 863	25 000	25 000	912	10 170	20 833	(10 663)	-51%	25 000
Dividends		—	—	—	—	—	—	—	—	—
Rent on Land		—	—	—	—	—	—	—	—	—
Rental from Fixed Assets		593	755	755	66	513	629	(116)	-18%	755
Licence and permits		—	—	—	—	—	—	—	—	—
Special rating levies		—	—	—	—	—	—	—	—	—
Operational Revenue		1 355	1 252	1 875	111	1 241	1 562	(321)	-21%	1 252
Non-Exchange Revenue										
Property rates		63 942	64 913	64 913	5 038	56 605	54 094	2 511	5%	64 913
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		3 569	1 367	1 367	7	133	1 139	(1 007)	-88%	1 367
Licence and permits		969	998	998	67	581	831	(250)	-30%	998
Transfers and subsidies - Operat		253 010	254 956	254 848	540	252 615	212 374	40 241	19%	254 956
Interest		3 570	4 453	4 453	320	2 704	3 711	(1 007)	-27%	4 453
Fuel Levy		—	—	—	—	—	—	—	—	—
Operational Revenue		—	—	—	—	—	—	—	—	—
Gains on disposal of Assets		—	—	—	—	—	—	—	—	—
Other Gains		2 239	—	—	—	—	—	—	—	—
Discontinued Operations		—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital		430 705	454 622	463 028	16 257	411 075	385 857	25 218	7%	454 622
Expenditure By Type										
Employee related costs		160 030	167 901	167 901	14 680	136 364	139 918	(3 553)	-3%	167 901
Remuneration of councillors		15 151	17 043	17 043	1 321	13 132	14 203	(1 071)	-8%	17 043
Bulk purchases - electricity		58 515	66 107	72 107	—	51 787	60 089	(8 302)	-14%	66 107
Inventory consumed		6 135	5 918	5 450	442	2 177	5 217	(3 040)	-58%	5 918
Debt impairment		24 403	32 077	30 077	—	16 039	36 125	(20 086)	-56%	32 077
Depreciation and amortisation		46 319	36 240	36 240	3 365	33 722	30 200	3 522	12%	36 240
Interest		0	3 050	3 050	—	—	2 542	(2 542)	-100%	3 050
Contracted services		79 982	89 650	87 841	5 354	61 886	77 609	(15 724)	-20%	89 650
Transfers and subsidies		2 450	—	2 350	—	2 200	1 958	242	12%	—
Irrecoverable debts written off		10 696	6 637	6 637	15	15	5 530	(5 516)	-100%	6 637
Operational costs		71 100	62 722	74 726	3 934	57 357	62 368	(5 012)	-8%	62 722
Losses on Disposal of Assets		965	600	600	—	—	500	(500)	-100%	600
Other Losses		(1 264)	—	—	—	—	—	—	—	—
Total Expenditure		474 482	487 944	504 021	29 110	374 677	436 259	(61 582)	-14%	487 944
Surplus/(Deficit)		(43 776)	(33 322)	(40 993)	(12 853)	36 398	(50 402)	86 800	(0)	(33 322)
Transfers and subsidies - capital		47 668	46 017	59 528	1 848	29 967	49 606	(19 639)	(0)	46 017
Surplus/(Deficit) after capital transfers &		3 892	12 694	18 535	(11 006)	66 365	(796)			12 694
Income Tax		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after income tax		3 892	12 694	18 535	(11 006)	66 365	(796)			12 694
Share of Surplus/Deficit attributable to		—	—	—	—	—	—	—	—	—
Share of Surplus/Deficit attributable to		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to		3 892	12 694	18 535	(11 006)	66 365	(796)			12 694
Share of Surplus/Deficit attributable to		—	—	—	—	—	—	—	—	—
Intercompany/Parent subsidiary tr		—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		3 892	12 694	18 535	(11 006)	66 365	(796)			12 694

The above revenue and expenditure sources can be graphically presenting in figure 1 and 2 below:

Figure 1

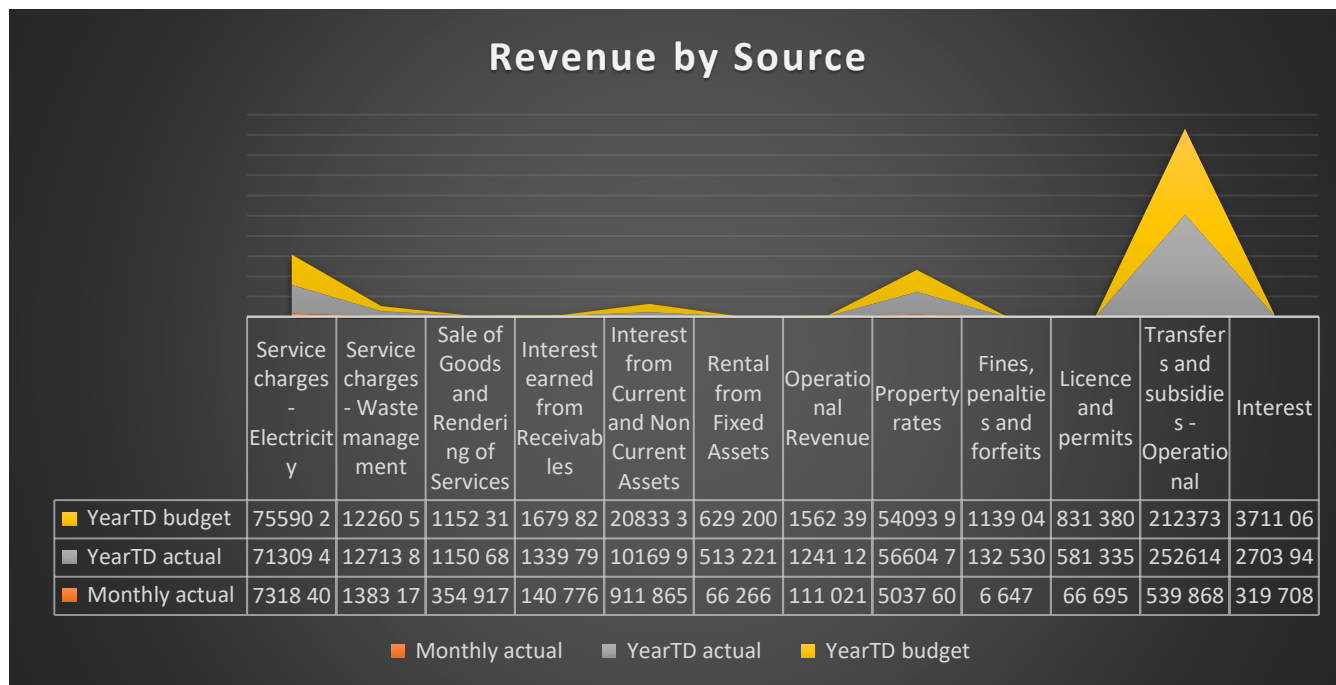
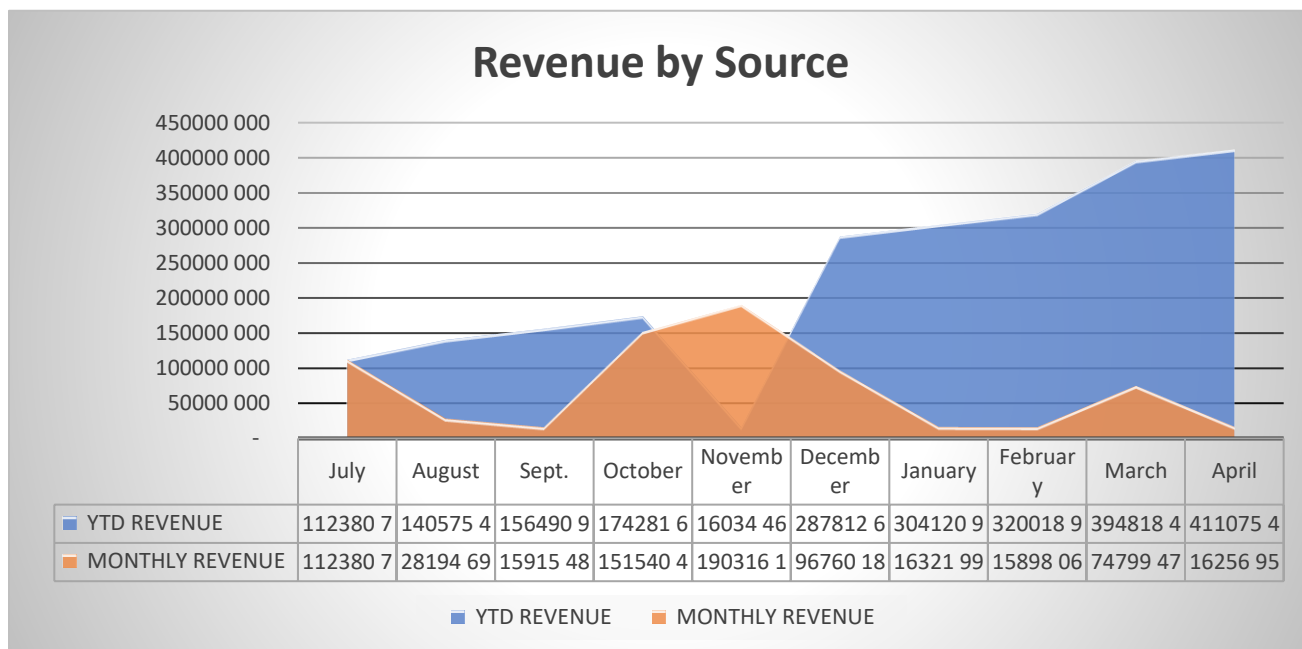


Figure 2



Revenue:

- The Year-to-Date (YTD) total revenue amounted to R411.1 million for the period ending 30 April 2026, excluding capital conditional grant income. The YTD budget of R385.9 million reflects an over-performance of 14percent.

EXCHANGE REVENUE

Service Charges: Electricity

- Revenue from electricity service charges is recognised on an invoice basis, with a total of R71.3 million billed against a pro-rata budget of R75.6 million, resulting in an underperformance of 6%. A variance of R4.3 million is attributable to lower consumption during the month of April.
- The actual cash collected amounted R3.4million for the month ended 30th April 2026.

Service Charges: Refuse

- The revenue billed from Service charges Refuse as of 30th April 2026 is R12.7million against the budgeted income of R12.3million which is under performance by 4percent. The variance is immaterial.
- The actual cash collected amounted R343thousand for the month of 30th April 2026.

Sale of Goods and rendering services

- Sale of Goods and Services amounted to R1.2million, compared to the year-to-date budget of R1.2million, the budget is met in this vote there is no Variance.

Interest earned from receivables.

- Interest earned from receivables amounts to R1.3 million compared to the year-to-date budget of R1.7 million, reflecting an underperformance of 20%. The variance of R340 thousand is mainly attributable to improved customer payment behavior, as more customers are **honoring** their credit agreements. In addition, debt collectors are actively issuing monthly demand letters and conducting follow-ups on customer payments, which has contributed to lower interest being charged than initially anticipated.

Interest from Current and Non-Current assets

- Interest earned on external investments amounts to R10.2million in comparison with the year-to-date budget of R20.8million, thus indicating an under performance by R10.7million or 51 percent,

Rental from fixed assets

- Revenue from the rental of facilities amounted to R513 thousand, compared to the year-to-date budget of R629 thousand, resulting in an underperformance of R116 thousand or 18%. This vote comprises a combination of rental income streams, including Municipal Halls, Municipal Stadiums, and Staff Houses. The variance for the 3rd quarter is mainly attributable to lower income from the rental of Municipal Halls and sports fields, as many municipal facilities were utilized to host communities during the IDP roadshows. In addition, revenue from Municipal Hall hire is not easily monitored, as it largely depends on bookings from the community.

Operational Revenue

- The majority of the Council own funded sources are budgeted under this category. The year-to-date performance in Operational Revenue amounts to R1.2million against a pro-rata budget of R1.6 million, resulting in an underperformance of R321 thousand or 21%. This vote comprises collection charges, insurance refunds, and handling fees, which are not easily measurable on a monthly basis. However, it is anticipated that the budgeted projection will be achieved by year-end, as the budget was carefully considered during the adjustment process.

NON-EXCHANGE REVENUE

Property Rates

- The municipality accounts for Property Rates on an invoice basis in line with GRAP requirements.
- The year-to-date (YTD) actual revenue for Property Rates amounts to R56.6 million, compared to a YTD budget of R54.1 million, resulting in an over-collection of R2.5 million or 5%. the variance on this vote is immaterial.
-
- The actual cash collected amounted R2.2million for the month ended 30th April 2026.

Fines, Penalties and forfeits

- Fines for the month of 30th April 2026 is underperformed by 1.0million or 88%, verses pro-rata budget of R1.1million. The variance is due to slack in collection, This vote also includes library fine fees for tardiness.

Licences and permits.

- The variance of R250thousand or 30% under collected is mainly due to the department relying on walk-in customers who require services at the time. Additional contributing factors include network issues within the building and poor connectivity of the eNatis system when customers are present.

Transfers & subsidies

- Transfers and subsidies recognised operational amounts to R252.6million verses YTD budget of R212.4million, thus indicating an over performance by R40.2million or 19percent. The variance is mainly attributable to the Municipality receiving the ALL tranche of the Equitable Share, we will observe progress towards the year end.
- Transfers and subsidies capital amounts to R30million in comparison with the pro-rata budget of R49.6 million, thus indicating under performance by R20million variance is mainly attributable by expenditure in MIG. *(Detailed report on MIG expenditure has been provided below)*

Operating Expenditure of 30 April 2026

The table below reflects trend of expenditure for the period ended 30 April 2026

Figure 6

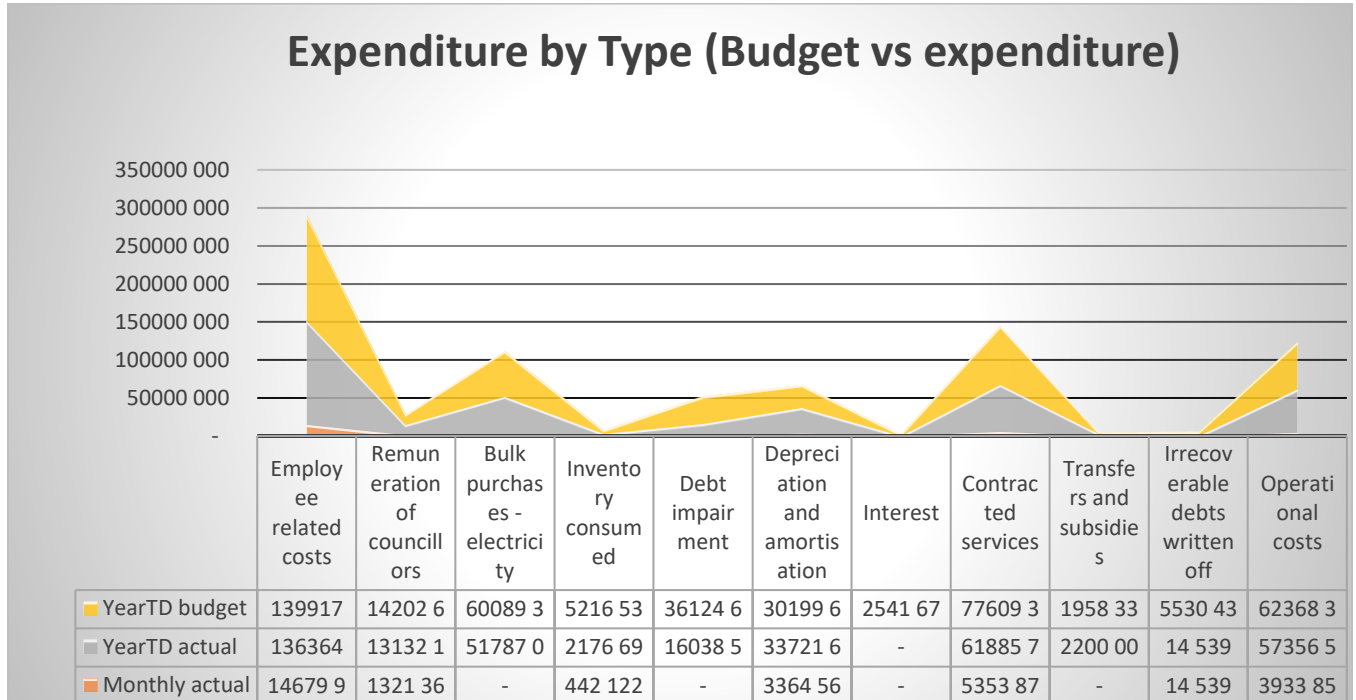
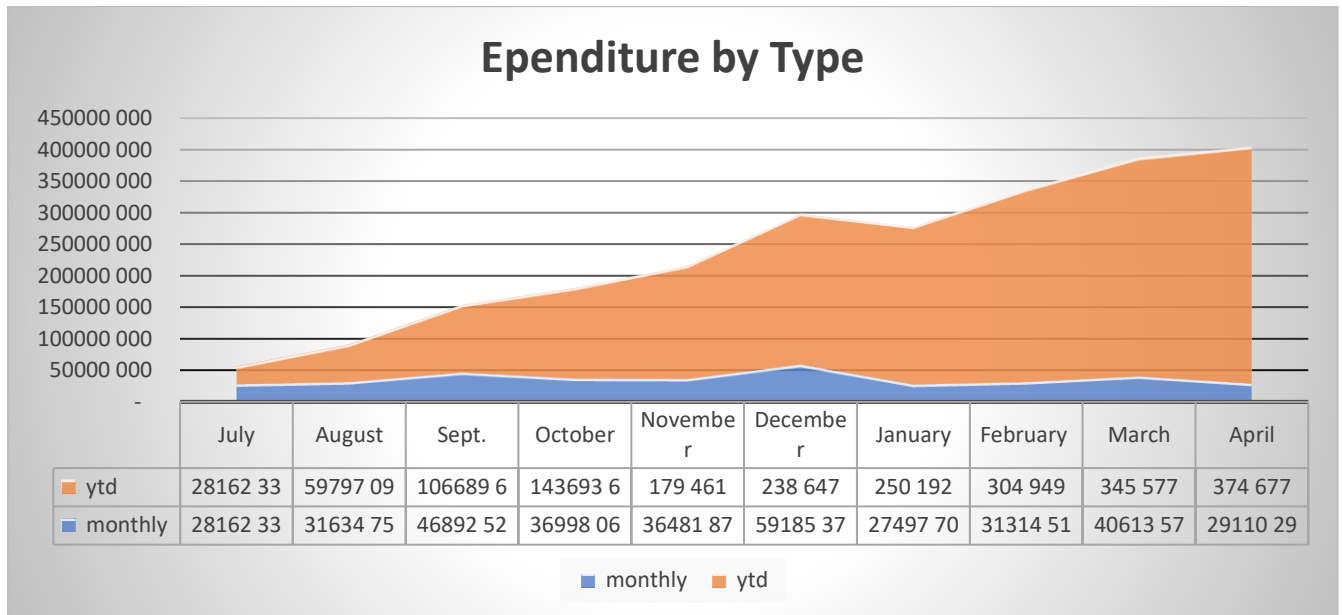


Figure 7



Operating Expenditure:

- The total operational expenditure YTD Actual for the period ending 30th April 2026 amounted to R374.7million against the planned target of R436.3million. As at the end of 30 April the operational expenditure budget has been under spent by -14% or -R61.6million. *Detailed expenditure analysis is below:*

Employee Related Costs

- Employee related costs YTD expenditure for the period ending 30th April amounted to R136.4million while the pro-rata budget of R139.9million with an underspending of R3.6million or -3%. The variance in this vote is considered immaterial.

Remuneration of Councilors

- Councilors' allowances pro-rata budget as of 30th April 2026 was under spent by R1.1million or 8percent. The variance is mainly attributable to savings realized during the period, which are expected to continue progressing towards year-end.

Bulk Purchases

- The YTD on Bulk purchases amounts to R51.8million which is an under performance when compared to pro-rata budget of R60.1million. The variance of R8.3million or 14% an invoice for April has not been processed in the Month.

Inventory Consumed

- Inventory Consumed are reflecting an underperformance by 58% or R3million, when compared to pro-rata budget of R5.2million. This vote comprises items held in Stores, mainly for maintenance and repairs as well as stationery for the municipality. Performance in this vote is largely demand-driven, as consumption occurs only when requests are made and the need arises.

Debt Impairment

- A journal amounting to R16.0 million was processed to this vote in January 2026. At the reporting date, a variance of R16.5 million is reflected as an underperformance. A second journal is expected in June 2026 as part of the year-end processes.

Depreciation and Asset Impairment

- The YTD for Depreciation and Asset impairment is reflecting an over performance by 12percent or R3.5million. The depreciation variance is due to an increase in acquisitions of assets and commissioning of capital projects at year-end. The estimates were made before the later were taken into consideration.

Interest

- Finance charges reflect an underperformance by -100percent, this line item is journalized at year-end, in June 2026.
- Another contributing factor to finance charges is the reclassification of retirement benefit obligation interest costs in accordance with GRAP 25, this calculation will be done during year end after assessment by Actuarial Report has been completed for the year.

Contracted Services

- Contracted Services expenditure reflects an underspending of 20% or R15.7million, with year-to-date (YTD) actual expenditure of R61.9 million against a pro-rata budget of R77.6 million. This vote includes all contracted and outsourced services procured by the municipality, such as catering, transport, accommodation, and professional services.
- Expenditure in this category is largely dependent on the implementation of public programmes. As the IDP roadshows are scheduled to take place in April, progress against this vote is expected to improve and will be more accurately reflected in the next or final quarter.

Transfers and Subsidies

- Transfers and subsidies over performed by 12% or R242thousand, The over-expenditure is mainly attributable to commitments within the vote that materialized earlier than anticipated, resulting in spending exceeding the planned budget for the period.

Irrecoverable debts written off

- Irrecoverable debts written off have underperformed by 100% when compared to pro-rata budget of R5.5million, an expenditure of R15thousand is processed in the month of April.

Operational Cost

- Other expenditure is under spent this month by 8% or R5million when compared to pro-rata budget of R62.4million, there are commitment invoices in the vote.

Loss on disposal of assets

- The vote shows a 100% under-expenditure, primarily because disposal transactions are typically recorded at the end of the financial year

2. Capital Expenditure

Table C5 Monthly Budget Statement – Capital Expenditure

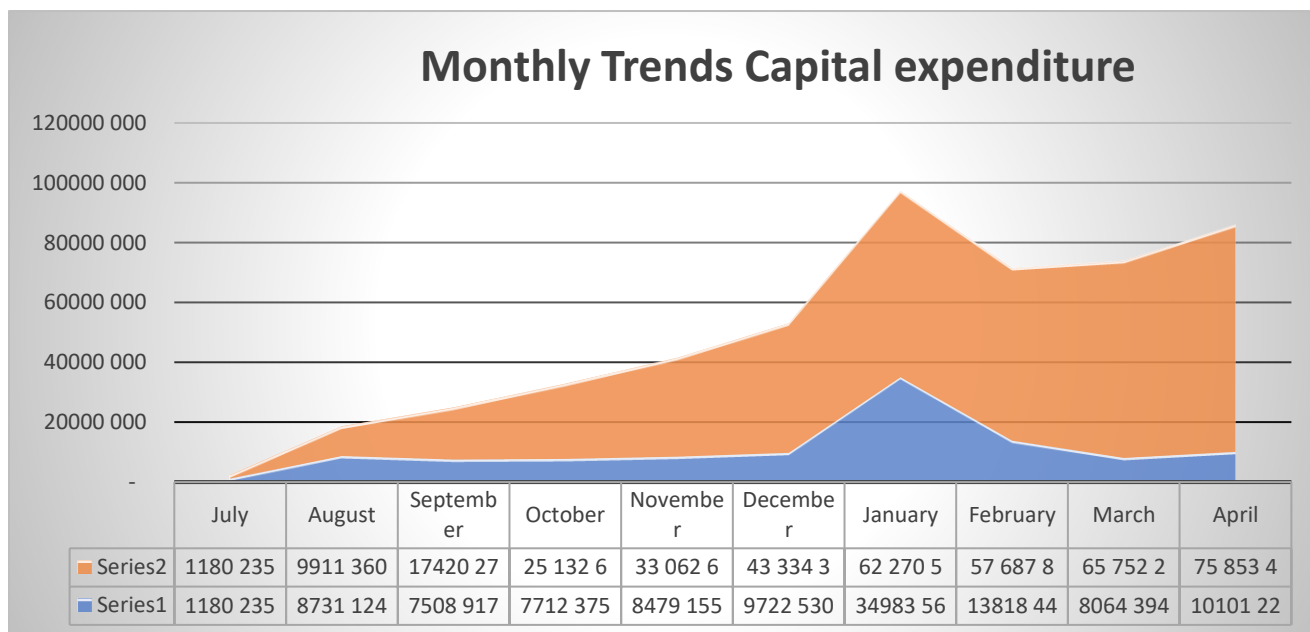
KZN291 Mandeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April										
Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1									%
Single Year expenditure ap	2									
Vote 1 - Executive and council		12 470	30 000	23 540	3 253	24 169	19 617	4 553	23%	30 000
Vote 2 - Finance and administration		14 806	4 549	8 239	162	1 935	6 865	(4 931)	-72%	4 549
Vote 3 - Internal audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and social services		4 026	17 738	17 690	-	4 617	14 742	(10 125)	-69%	17 738
Vote 5 - Sport and Recreation		7 487	8 836	10 940	-	3 846	9 117	(5 270)	-58%	8 836
Vote 6 - Public safety		817	70	70	-	201	58	143	247%	70
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development		7 313	7 522	5 208	212	4 216	4 340	(125)	-3%	7 522
Vote 9 - Road transport		75 324	55 386	57 709	5 352	35 350	48 134	(12 784)	-27%	55 386
Vote 10 - Energy sources		2 389	4 869	2 087	962	962	1 739	(777)	-45%	4 869
Vote 11 - Waste Management		1 560	1 626	1 267	160	557	1 056	(499)	-47%	1 626
Vote 12 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Total Capital Expenditure		126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Capital Expenditure - Functional Classification										
Governance and administration		27 275	34 549	31 778	3 415	26 104	26 482	(378)	-1%	34 549
Executive and council		12 470	30 000	23 540	3 253	24 169	19 617	4 553	23%	30 000
Finance and administration		14 806	4 549	8 239	162	1 935	6 865	(4 931)	-72%	4 549
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		12 330	26 644	28 699	-	8 665	23 916	(15 251)	-64%	26 644
Community and social services		4 026	8 664	8 616	-	4 617	7 180	(2 563)	-36%	8 664
Sport and recreation		7 487	8 836	10 940	-	3 846	9 117	(5 270)	-58%	8 836
Public safety		817	9 143	9 143	-	201	7 619	(7 418)	-97%	9 143
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		82 638	62 038	62 478	5 564	39 566	52 108	(12 542)	-24%	62 038
Planning and development		7 313	7 522	5 208	212	4 216	4 340	(125)	-3%	7 522
Road transport		75 324	54 517	57 270	5 352	35 350	47 768	(12 418)	-26%	54 517
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		3 949	7 365	3 793	1 122	1 519	3 161	(1 642)	-52%	7 365
Energy sources		2 389	4 869	2 087	962	962	1 739	(777)	-45%	4 869
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	870	440	-	-	366	(366)	-100%	870
Waste management		1 560	1 626	1 267	160	557	1 056	(499)	-47%	1 626
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure -	3	126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596
Funded by:										
National Government		41 421	39 884	50 763	1 756	28 377	42 302	(13 925)	-33%	39 884
Provincial Government		821	174	1 043	-	83	870	(787)	-90%	174
District Municipality		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		42 242	40 058	51 806	1 756	28 460	43 172	(14 712)	-34%	40 058
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		83 950	90 538	74 943	8 345	47 394	62 496	(15 102)	-24%	90 538
Total Capital Funding		126 192	130 596	126 749	10 101	75 853	105 668	(29 814)	-28%	130 596

Capital Expenditure of 30 April 2026:

The YTD capital expenditure budget is R75.9million against YTD actual Capital expenditure amounting to R105.7million resulting in an under performance of (28%) on capital expenditure. The variance in capital expenditure was due to different reasons (detail report on the progress on all capital projects has been provided below).

The capital expenditure year to date can be graphically presented as follows:

Capital Expenditure reported as at 30 April 2026



- Capital grants funded by National Government are actual for R28.4million versus pro-rata Budget of R42.3million, expenditure reported has been underspent by (33%).
- Capital grants funded by Provincial Government under-performed by 90%, which has an expenditure of R83thousand as of 30 April 2026.
- Capital grants funded Internally is R47.4million versus pro-rata Budget of R62.5million variance of 24% reflects an under expenditure on this item.

2.2 Monthly Budget Statement – expenditure on Repairs and Maintenance

KZN291 Mandeni - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M10 April

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										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		13 925	16 237	16 791	773	11 686	17 762	6 076	34.2%	16 237
Roads Infrastructure		8 864	8 426	9 500	528	7 291	10 047	2 756	27.4%	8 426
Roads		8 569	7 948	9 326	528	7 156	9 873	2 717	27.5%	7 948
Road Structures		269	304	174	-	135	174	39	22.7%	304
Road Furniture		26	174	0	-	-	-	-	-	174
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		1 246	3 913	3 865	(61)	1 915	4 799	2 883	60.1%	3 913
Drainage Collection		1 246	3 913	3 865	(61)	1 915	4 799	2 883	60.1%	3 913
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		2 614	3 148	2 322	243	1 306	1 996	690	34.6%	3 148
Power Plants		40	130	130	0	18	109	91	83.8%	130
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		169	870	739	-	50	678	628	92.6%	870
MV Substations		(3)	61	61	-	51	51	(1)	-1.1%	61
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		143	87	217	121	201	181	(20)	-10.8%	87
LV Networks		949	1 130	304	10	47	179	132	73.8%	1 130
Capital Spares		1 317	870	870	112	940	800	(140)	-17.6%	870
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		1 201	750	1 104	63	1 174	920	(254)	-27.6%	750
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		1 201	750	1 104	63	1 174	920	(254)	-27.6%	750
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		1 914	2 885	3 001	34	1 871	2 500	629	25.2%	2 885
Community Facilities		66	363	479	(63)	216	399	183	45.9%	363
Libraries		46	213	213	-	46	178	132	74.2%	213
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Parks		20	150	266	(63)	170	221	51	23.2%	150
Public Open Space		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		1 847	2 522	2 522	98	1 655	2 101	446	21.2%	2 522
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		1 847	2 522	2 522	98	1 655	2 101	446	21.2%	2 522
Other assets		-	348	174	-	66	145	79	54.7%	348
Operational Buildings		-	348	174	-	66	145	79	54.7%	348
Municipal Offices		-	348	174	-	66	145	79	54.7%	348
Total Repairs and Maintenance Expenditure	1	23 933	29 907	29 882	1 379	21 895	28 679	6 784	23.7%	29 907

The ratio for Repairs and Maintenance measures the level of repairs to ensure adequate maintenance and to prevent breakdowns and interruptions to service delivery. Repairs and maintenance of municipal assets is required to ensure the continued provision of service.

4.1 Municipal Infrastructure Grant (MIG) Funded Projects:

2025/26 Financial Year MIG Allocation	R 48 228 000.00
<u>Less:</u> Total Expenditure (incl. Retention)	R 31 210 338.64
Balance	R 17 017 661.36
Expenditure as a %	64.71%

Projects that are in the planning stage for MIG and registered

- Rehabilitation of Quartz Road and Portion of Platinum Road in Ward 4
- Construction of a Sportsfield in Ward 2, Mandeni
- Construction of a Sportsfield In Mangqakaza, Ward 01 - Mandeni Municipality
- Construction of Ngqofela Community Hall in Ward 9, Mandeni Municipality
- Construction of Community Hall in The Machibini Area, Mandeni Ward 12
- Construction of installation of high mast lights in Ward 1, 2, 6, 7, 13, 14 and 15
- Completion of Rehabilitation of Bumbanani Road in Sundumbili: Ward 13, 14 & 15 - Phase1
- Completion of Construction of Community Hall in Wangu Area, Ward 8
- Completion of Construction of a Sportsfield and Combo Court in Khenana: Ward 10 - Phases 1 & 2
-

Projects under Construction Stage for MIG

- Nyoni Taxi Route Phase 4
- Upgrade of Machibini Link Road to Isithebe in Wards 10 and 12 Phase 2 – it has reached completion, currently under defect liability period.
- Upgrade of Nhlalohle, Downtown and Khuthala Roads and Stormwater in Ward 14
- Completion of Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili Ward 13 Phase 2 and Ward 14 White City Section (Phumla, Indumiso and Malandela).

4.2. Municipal Internal Funded Projects

Projects under Planning Stage:

- Completion of Extension of Mechanical / Technical Services Building Phase 1: bid has been re-advertised and awaiting appointment of suitable contractor.
- Construction of a Community Hall in Ward 3: Request for Permission to occupy for identified site has been sent Department of Public Works.

- Construction of a Community Hall in Ward 17: Awaiting identification of suitable site for the construction of proposed community hall.
- Establishment of new Emergency Centre: Preliminary report completed and endorsed by the Provincial Disaster Management.
- Hlomendlini Sports field: bidding document has been presented to bid specification committee and approved for advertisement.

Projects at Construction Stage

- Main Offices Master Plan and Building of the New Block Offices

4.3 Municipal Disaster Response Grant Funded Projects

2025/26 Financial Year MIG Allocation	R 20 000 000.00
<u>Less:</u> Total Expenditure (incl. Retention)	R 0.00
Balance	R 20 000 000.00
Expenditure as a %	0%

Projects under planning

- Construction of 1.5 km Kwamazitapele gravel road in ward 2
- Construction of 1.5Km of P266 to Emachunwini gravel road in ward 6
- Construction of 1Km of Carwash to Ngqofela in ward 9
- Construction of 1km of Grape vine in ward 11
- construction of 1Km of R102 to KwaNgqofela in ward 9

Projects under Construction

- The Re-gravelling of Thengela to Nazareth Temple in Ward 8, Mandeni: Completed
- Re-gravelling of Road Thulas to Ematsheketsheeni road in Ward 12: Completed

5. PROGRESS ON PROJECTS AND EXPENDITURE

5.1 Municipal Infrastructure Grant

a) Construction of a Hlomendlini Sportfield - Ward 4

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 333 210.46	R 1 333 210.46
Construction Cost (incl. Retention)	R 7 951 934.33	R 5 059 345.48
Internal Funding (Professional and Construction Fees)	R 1 547 441.12	R 1 652 867.78
TOTALS (Incl. Vat)	R 10 832 585.91	R 8 045 423.72

Project Details

Name of Consultant:	Siyazenzela Consulting
Name of Contractor:	Sihawusethu Trading (Pty) Ltd
Project Commencement Date:	January 2025
Contractual Completion Date:	05 May 2025
Revised Completion date:	25 September 2025

Project Scope

- Site Establishment and Setting out of works.
- Bulk earthworks to the various elements of infrastructure on site.
- Construction of a soccer field (110m x 75m).
- Construction of a combi court (38m x 19.5m).
- Construction of an ablution facility (10 toilet units), with change rooms (3 toilet units), public toilets (2 toilet units) and office/first aid room including water, sewage, and electrical supply.
- Construction of a grandstand with a minimum of 5 rows of seats (length of 25m).
- Installation of fencing including gate house (pedestrian and vehicle gates).
- Construction of an unpaved parking area.

Current Status of Construction Progress 45% (Overall Progress 80%): Site Handover, Site Establishment 100%, Setting Out 100%, Site Clearance 90%, Subsoil 90%, Bulk Earthworks (Combo Court, Ablution & Guardhouse) 90%, Layerworks to Sportsfield 65%, Layerworks to Combo Court 50%, Access Road & Parking 30%, Grandstand 40%, Guardhouse 20%.

Performance of the Contractor remained unsatisfactory as the contractor failed to achieve their set targets as per the approved E.O.T Claim No.2 (Expired 25th September 2025) and the revised Construction Programme. The Contractor was issued with a Final Notice of Termination dated **Wednesday, 8th October 2025**.

Final Cost to Completion and Bid Document Draft was approved by ADHOC Bid Specification Committee with the final documentation issued to SCM for procurement process and subsequently Bids were advertised on the **17th April 2026** with closure being on the **24th April 2026**.

Challenges: Contractor was terminated as a result of poor performance and failure in bring the project to completion.

b) Completion of Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili Ward 13 Phase 2 and Ward 14 White City Section (Phumla, Indumiso and Mandela).

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 73 960.66	R 42 472.86
Construction Cost (Incl. Retention Withdrawal)	R 747 378.10	R 747 153.10
TOTALS (Incl. Vat)	R 821 338.76	R 789 625.96

Project Details

Name of Consultant: Singh Govender & Associates cc
Name of Contractor: Usandile Projects (PTY) LTD
Project Commencement Date: 26 January 2026
Contractual Completion Date: 06 March 2026
Revised Completion Date: N/A
Actual Completion Date: 23 March 2026

Project Scope

- Asphalt, Completion of installation of kerbs.
- Construction of new manhole.
- Completion of existing manholes.
- Alignment of catchpits.
- Completion of concrete works: - concrete chutes and channels.
- Road line markings.
- Subsoil drainage remedial works.
- Reinstatement of sidewalks.
- Completion of Bell-mouths.
- Reinstatement of existing works i.e fencing etc
- General housekeeping of the entire site.
- Backfilling of banks.

Current Status Overall Construction progress 100%: Asphalt 100%, Completion of installation of kerbs 100%, Construction of new manhole 100%, Completion of existing manholes 100%, Alignment of catchpits 100%, Concrete chutes and channels 100%, Road line markings 100%, Subsoil drainage remedial works, Reinstatement of sidewalks 100%, Completion of Bell-mouths 100%, Reinstatement of

existing works 100%, General housekeeping of the entire site 100 %, Backfilling of banks 100%. Project has been successfully completed as off 23rd March 2026.

Challenges: Inclement weather causing some delays.

c) Rehabilitation of Bumbanani Road in Sundumbili - Wards 13, 14 & 15 Phase 1

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 2 243 837.65	R 2 243 764.93
Construction Cost (incl. Retention)	R 10 679 964.34	R 10 679 964.34
Internal Funding (Professional and Construction Fees)	R 4 629 230.16	R 3 707 772.29
TOTALS (Incl. Vat)	R 17 553 032.15	R 16 631 501.56

Project Details

Name of Consultant: Kukhanya Projects (Pty) Ltd
Name of Contractor: Iqhawe Elihle Trading
Project Commencement Date: May 2024
Contractual Completion Date: 10 February 2025
Revised Completion date: 31 July 2025

Project Scope

- Site establishment
- Site clearance
- Finishing Construction of 1km long, 7m width asphalt surface road.
- Construction of Kerb and channel where required.
- Construction of Kerb inlet, headwall and manholes where required.
- Construction of 967m stormwater pipes ranging from 450mm-900mm diameter.
- Construction of 874m long, 2m width asphalt finished sidewalk.
- Construction and preparation of bell mouth to tie in the existing internal access road in the vicinity of the proposed road.
- Milling of existing asphalt (to be stockpiled and re-used by the client) Construction of subsoil drain where required.

Current Status Overall Construction Progress 94%: Contractual Submissions 100%, Site Establishment 100%, Accommodation of Traffic 92% Road Construction Works 92%, Stormwater 99%, Kerb & Channel Works 98%, Sidewalk Construction 34% and Asphalt Laying 100%.

Within the past months of reporting, there remained very minimal works executed with regard to the completion of the project, and progress of the works remained very poor. The performance of the Contractor remained highly unsatisfactory, as the Contractor failed to achieve the set targets in accordance with their latest programme, with little to no visibility on site to undertake the said works. The Municipality imposed penalties from the **01st of August 2025**, reviewed them on the **31st of August 2025**, and extended them until the **29th of September 2025**.

This then resulted in the Contractor being issued with Final Termination Letter effective as of **19th of January 2026**. Employer’s agent has finalized a cost to completion which has been submitted for perusal by management.

Challenges: The Contractor failed to execute the works accordingly, as the project remained incomplete and as a result the Contractor was terminated, and the Contractor’s visibility on site was a challenge. Furthermore, safety concerns were noted and raised with the Contractor, as there was no pedestrian sidewalk and opened manholes cover lids, resulting in the road being unsafe.

d) Upgrade of Machibini Link Road to Isithebe in Ward 10 and 12 - Phase 2

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 2 743 191.52	R 2 696 436.49
Construction Cost (incl. Retention)	R 17 536 070.12	R 17 535 975.10
Internal Funding (Professional and Construction Fees)	R 3 932 538.28	R 3 767 557.49
TOTALS (Incl. Vat)	R 24 211 799.92	R 23 999 969.08

Project Details

Name of Consultant: Urbanru (Pty) LTD
Name of Contractor: Silo Construction
Project Commencement Date: September 2024
Contractual Completion Date: 26 June 2025
Revised Completion date: 26 September 2025

Project Scope

- Establishment on site.
- Clearing & grubbing.
- Traffic accommodation facilities.
- Removal of layers and stockpiling for later use. (Earthworks)
- Demolish existing culverts.
- Construction of stormwater infrastructure.
- Construction of sidewalks.

- Construction of layer works
- Erection of Kerbing and Channel.
- Clearing of road reserve.
- Road marking, including road signs.
- Traffic calming measures.
- Finishing off, removal of site establishment and 12 months' maintenance of the works as stipulated per the defect liability period clause.

Current Status Overall Construction progress 100%: Contractor has established on site 100%. Contractor has planned alternate routes for traffic accommodation 100%. Clear and grub 100%. Removal of existing asphalt 100%. Earthworks 100%. Demolishing of existing concrete culverts at Ch 3+050 and Ch 3+500 100%. Portal Culvert at 3+050 earthworks 100%, portal culverts installation 100%, wingwalls 100%. Dump rock layer 100%. Importing of fill material to formation 100%. Layerworks G7 100%, G5 100%, G2 100%, Asphalt 100%. Concrete 1200mm diameter culvert installation at Ch 3+500 installation 100%, concrete wingwalls 100%. Stormwater concrete pipe culverts 100%. Kerb and channel 100%. Gabion baskets and reno mattresses 100%. Finishing off 100%.

Contractor has finished all the snag list items therefore project reached completion stage on the **13th of February 2026** and completion certificate has been issued. Defects liability period ends on the **12th of February 2027**

Challenges: None.

e) Construction of a Sportsfield and Combo Court in Khenana: Ward 10 - Phases 1 & 2

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 441 758.19	R 1 072 692.41
Construction Cost (incl. Retention)	R 10 600 230.99	R 6 097 182.02
TOTALS (Incl. Vat)	R 12 041 989.18	R 7 169 874.43

Project Details

Name of Consultant: Impumelelo Consulting Engineers
Name of Contractor: Nikeresa Construction
Project Commencement Date: January 2025
Contractual Completion Date: March 2026
Revised Completion date: N/A

Project Scope

- Site establishment
- Site clearance

- Bulk earthworks / civils works
- Install Clear View Fencing Complete including gates
- Construction of a Guardhouse and Ablution Facility
- Construction of a Soccer Field
- Construction of an Open Brickwork and Concrete Grandstands
- Construction of an Outdoor Gym inclusive of gym equipment
- Construction of a Combo Court
- Stormwater Control Measures
- Installation of Highmast

Current Status Overall Construction progress 56%: Site Handover / Technical Meeting - 100%, Contractual Submissions 100%, Site Establishment - 100%, Clearing & Grubbing - 100%, Setting Out - 100%, Bulk Earthworks - 100%, Civil Works (Stormwater & Sewer) - 85%, Fencing 80%, Parking 10%, Combo Court 5%, soccer field 40%, Change room 5% and Grandstand 5%.

Performance of the Contractor remained unsatisfactory with minimal improvements and little progress in the current two (2) months / year 2026 reporting as this has been a continuous challenge. Notices of poor planning resulting in slow progress, non-compliance and inadequate resource allocation and the Contractor's performance and related allocation matters have been addressed through formal correspondence of Non-Compliance issued on **Monday, 6th of October 2025, Monday, 27th of October 2025** and **Tuesday, 09th of December 2025**.

Challenges: Contractor was terminated because of poor performance and failure in bring the project to completion.

Final Cost to Completion and Bid Document Draft was approved by ADHOC Bid Specification Committee with the final documentation issued to SCM for procurement process and subsequently Bids were advertised on the **17th April 2026** with closure being on the **24th April 2026**.

f) Construction of a Community Hall in the Wangu Area, Ward 8.

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 281 229.81	R 933 856.11
Construction Cost (incl. Retention)	R 7 180 245.34	R 5 094 093.54
TOTALS (Incl. Vat)	R 8 461 475.15	R 6 027 949.65

Project Details

Name of Consultant: GIBB (Pty) LTD
Name of Contractor: Siyaroro Trading

Project Commencement Date: June 2025
Contractual Completion Date: March 2026
Revised Completion date: N/A

Project Scope

- Establishment on site
- Site clearance
- Concrete work (Foundations and floor slabs)
- Brickwork
- Plaster
- Painting
- Installation of ironmongery
- Ceiling installation
- Installation of sanitary fittings
- Installation of doors and windows
- Tiling
- Plumbing and drainage.
- Electrical installations
- HVAC installations
- Timber roof trusses and roof sheeting.
- Roadworks
- Asphalt surfacing for parking area
- Installation of kerbs
- Landscaping
- Fencing
- Specialist signage
- Borehole
- General cleaning

Current Status Overall Construction progress 72%: Establishment on site 100%, Site Clearance 100%.

Hall: Hall Superstructure Earthworks 100%, Hall Superstructure Foundations including Concrete 100%, Hall Superstructure Floor Slab 100%, Hall Superstructure Brickwork 99%, Hall Plaster 95%, Hall Superstructure Plumbing and drainage 20%, Hall Superstructure Electrical installations 50%, HVAC installations 0%, Hall Timber roof trusses 100%, Hall Installation of roof tiles 100%, Installation of ironmongery 0%.

Guardhouse: Guardhouse earthworks 100%, Guardhouse foundations including concrete 100%, Guardhouse Floor Slab 100%, Guardhouse Brickwork 99%, Guardhouse Plaster 95%, Painting 0%, Guardhouse Installation of roof tiles 0%, Installation of ironmongery 0%, Ceiling installation 0%, Installation of sanitary fittings 0%, Installation of doors and windows 0%, Tiling 0%, Guardhouse Plumbing

and drainage 15%, Electrical installations 55%, HVAC installations 0%, Guardhouse Timber roof trusses 100%, Guardhouse installation of roof tiles 100%.

External Civil works: Site clearance 100%, Earthworks 90%, Roadworks 30%, Asphalt surfacing 0%, Installation of kerbs 0%, Stormwater drainage 85%, Septic tank & sewer pipes 20%, Water reticulation 99%, Landscaping 0%, Specialist signage 0% and Borehole installation 95%.

Fencing: Installation of clear view fence 45% and gates 0%.

Performance of the contractor is unsatisfactory

Challenges: Contractor was terminated after they have notified the client that they are withdrawing from the contract.

The plan to prepare the new document to source the new service provider has commenced.

g) Installation of High Mast Lights in Mandeni, Phase 2 (Ward 3, 5, 9, 11 and 12x2)

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 067 105.27	R 1 022 364.28
Construction Cost (incl. Retention)	R 5 413 316.30	R 5 308 779.36
(V.O: R 367 004.50)		
TOTALS (Incl. Vat)	R 6 480 421.57	R 6 331 143.64

Project Details

Name of Consultant: Africoast JBFE Project Manager
Name of Contractor: R Busisiwe (Pty) Ltd
Project Commencement Date: January 2023
Contractual Completion Date: July 2023
Revised Completion date: 20 May 2024

Project Scope

- Supply and install 6 x 30m high mast lighting.
- Installation and Commissioning of street and high mast lighting.
- Certifying all the installations for compliance.
- Submitting project report, designs/drawings and quality stacks on project handover.

Current Status Overall Construction progress 100%: All six high mast lights have been commissioned and energized. Completion certificate and Certificate of Compliance issued.

Challenges: N/A

h) Upgrade of Nhlalohle, Downtown and Khuthala Roads and Stormwater in Ward 14

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 554 123.29	R 1 672 538.00
Construction Cost (incl. Retention)	R 12 312 111.04	R 7 467 389.08
TOTALS (Incl. Vat)	R 14 235 323.65	R 9 139 927.08

Project Details

Name of Consultant: Ngeja Consulting Engineers
Name of Contractor: Progressive Choice Trading
Project Commencement Date: 10 October 2025
Contractual Completion Date: 10 July 2026
Revised Completion date: N/A

Project Scope:

- Establishment on site.
- Clearing and grubbing.
- Traffic accommodation facilities.
- Removal of layers and stockpiling for later use. (Earthworks)
- Construction of stormwater infrastructure.
- Construction of layer works.
- Erection of kerbing and channel.
- Clearing of road reserve.
- Road marking, including road signs.
- Traffic calming measures.
- Finishing off, removal of site establishment and 12 months' maintenance of the works as stipulated per the defect liability period clause.

Current Status Overall Construction progress 58%: Establishment on site 100%, Setting out ongoing 100%, Clearing and grubbing 100%, Road earthworks 100%, Subsoil drain on Downtown Road 100%, Road formation 100%, G5 layerwork (Subbase) 100%, G2 layerwork (Base) 80%, Stormwater pipe culverts installation 90%, Kerb inlets and Manholes 65%, Headwalls 0%, Kerb and Channel 9%, Asphalt surface layer 60%, Traffic calming (Speed humps) 0%, Road marking 0%, Road signs 0% and Finishing off 0%.

Challenges: Removal and destroying of Surveyor pegs by the community ongoing. The contractor is experiencing difficulties with the quality of G2 material they are receiving from the supplier. They are resolving the matter with their supplier.

i) Inyoni Housing Development Phase 4

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 2 779 603.23	R 2 073 470.58
Construction Cost (incl. Retention)	R 17 163 908.81	R 11 302 221.77
TOTALS (Incl. Vat)	R 19 943 512.04	R 13 375 692.35

Project Details

Name of Consultant: BVI Consulting Engineers (Pty) Ltd
Name of Contractor: Zibandlela Trading 10cc
Project Commencement Date: 12 September 2023
Original Completion Date: 17 November 2025.
Revised Completion date: 31 July 2026

Project Scope

The project entails the construction of bulk and internal services for approximately 1275 Households as well as the completion of incomplete works in Phase 3 i.e. The MR495 Intersection and underpass. The breakdown of the project scope is as follows:

- Establishment on site.
- Bulk & Internal Sewer Scope
 - Construction of Sewer Pumpstation and stilling chamber,
 - Gravity sewer reticulation networks varying between 140mm-200mm Ø uPVC, HDPE,
 - Ductile pipelines, Approximate total pipeline length = 20 000m
 - Elevated concrete pipe bridges will be built across various stream crossings.
- Roads & Stormwater Scope
 - Construction of Approximately 8 Km Taxi Collector and Access Roads.
 - All roads will have Cape seal Surfacing and 1 m wide gravel sidewalk.
 - 3 No. Concrete causeways across various stream crossings.
 - 0.75m wide to 1m wide drains will be constructed along all roadways.
 - 450mm - 600mm Ø concrete pipe networks and manholes at various low points along the road and sites
 - The design standards for the roads and stormwater are similar to infrastructure implemented on the previous Phase.

- Water Scope
 - 43KL Elevated tank, pumpstation,
 - Domestic and fire reticulation networks ranging from 20mm – 315mm Ø uPVC Class 12 pipelines,
 - Fire hydrants

- MR495 Intersection & Underpass (Phase 3)
 - Completion of concrete side walks
 - Road Markings and Signage
 - Underpass Electrical Infrastructure, footpaths, stormwater infrastructure and protection work.

Current Status Overall Construction progress 46.5%: Contractor has established on site 100%. Bulk Sewer 11.3%, Internal Sewer Retic 59.1%, Taxi Collector 41.4%, Internal Access Roads 49.7%, Bulk Water 29.3%, Internal Water - Retic 38.8%, MR495 0%, Underpass 0%. Performance of the Contractor is unsatisfactory with very minimal improvements in this regard although some minor works being executed.

Challenges: Performance of the Contractor remains poor as a result of poor planning, insufficient resource allocation and cashflow challenges. E.O.T 2 has been submitted to DOHS for approval.

5.2 Municipal Disaster Response Grant

a) The Re-gravelling of Thengela to Nazareth Temple in Ward 8, Mandeni

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 499 441.40	R 499 441.40
Construction Cost (incl. Retention)	R 1 979 445.84	R 1 979 445.84
TOTALS (Incl. Vat)	R 2 478 887.24	R 2 478 887.24

Project Details

Name of Consultant: Libeko (Pty) Ltd
Name of Contractor: Musa and Sons Trading Enterprise (Pty) Ltd
Project Commencement Date: June 2025
Anticipated Completion Date: October 2025
Revised Completion Date: Nil

Project Scope:

- Site establishment

- Clearing and grubbing.
- Mass Earthworks (Cut to borrow to fill, cut to spoil)
- Layer works consisting of (G9, G7 & G5 Gravel materials)
- Concrete V-Drains and Subsoils
- Prefabricated Culverts
- Road signs
- Landscaping works, topsoiling and grassing

Current Status Overall Construction progress 100%: Practical Completion Certificate was issued to the Contractor on Friday, 26th of September 2025 and subsequently the Completion Certificate was issued to the Contractor on **Wednesday, 08th of October 2025**. Final Approval Certificate i.e Final Completion Certificate was issued on **Wednesday, 08th April 2026** following a final inspection of works.

Challenges: n/a

b) Re-gravelling of Thulas to Ematsheketshehi road in Ward 12

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 548 662.38	R 548 662.38
Construction Cost (incl. Retention)	R 2 206 084.81	R 2 206 084.81
TOTALS (Incl. Vat)	R 2 800 000.00	R 2 754 747.19

Project Details

Name of Consultant: FDKL Engineering Consultants
Name of Contractor: Amathokozamahle (Pty) LTD
Project Commencement Date: June 2025
Completion Date: October 2025
Revised Completion Date: Nil

Project Scope:

- Site Establishment
- Temporary works including services relocation / protection, and traffic accommodation
- Clear and grubbing for roadworks
- Mass Earthworks (Cut to borrow to fill, cut to spoil)
- Layer works consisting of (G9, G7 & G5 Gravel materials)
- Concrete V-Drains and Subsoils
- Prefabricated Culverts
- Concrete Surfacing (25 MPa) of Steep areas
- Landscaping works, topsoiling and grassing

Current Status Overall Construction progress: Construction 100%: Site Establishment 100%, Clear and grubbing for roadworks 100%, Mass Earthworks 100%, Road formation 100%. Layer works consisting of (G9 - 100%, G7- 100% & G5 - 100% Gravel materials), Concrete V-Drains 100% and Subsoils 100%, Prefabricated Pipe Culverts including headwalls 95%, Concrete Surfacing (25 MPa) of Steep areas 100%, Landscaping works, topsoiling and grassing 60%. Finishing off 95%. Performance of the contractor is satisfactory. Completion certificate was issued to the Contractor on Friday, 17 October 2025.

Challenges: n/a

5.2 Municipal Internal Funding

a) Establishment of New Office Building at the Municipality's Main Office

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 27 520 466.21	R 13 409 689.07 <small>(2024/25FY)</small> R 3 119 895.32 <small>(2025/26FY)</small>
2025/26 FY Construction Cost (Including retention)	R 33 500 000.00	R 22 272 582.58
Total Construction Cost (Including retention)	R 112 455 957.18	R 22 272 582.58
TOTALS (Incl. Vat)	R 139 976 423.40	R 38 802 166.97

Project Details

Name of Consultant: DLV Project Managers and Engineers
Name of Contractor: High end JV Nap Holdings
Project Commencement Date: 01 September 2025
Anticipated Completion Date: 30 November 2027
Revised Completion Date: N/A

Project Scope:

- Site establishment
- Site clearance
- Completion of Mass Earthworks
- Foundation excavations
- Pouring of reinforced concrete footings, slabs, and pile foundations
- Basement Construction
- Underground Services Installation
- Structural Framing
- Building construction
- Floor slabs
- Roofing

- Windows
- Cladding
- Door installation
- Mechanical, electrical and plumbing
- Floor finishes
- Ceiling systems
- HVAC systems
- Fire protection systems
- Wall and floor finishes
- MEP Testing
- Parking and External works
- Cleaning
- Finishing

Current Status Overall Construction progress 26%: Contractor appointed on the 29th of July 2025. Technical site handover meeting was conducted on 11th August 2025. Access to site to be granted on the 1st of September 2025. Current progress achieved is as follows: - Contractual Matters 100%, Site Establishment 100%, Exposing Services 90%, Relocation of Existing Offices 100%, Survey Setting Out 100%, Clearing of Site 100%, Cut to Fill 100%, Strip Footing Excavations 100%, Blinding 100%, Formwork 90%, Reinforcement 79%, Concrete to Foundations 100%, G5 Fill to Surface Bed 80%, Soil Poisoning 100%, Ironmongery 5%, Stormwater 25%, Valve Chambers and Manholes 7%.

Challenges: Space constraints on site for working area and existing site being fully active with traffic and public.

b) Contractor for the Completion of Mechanical Workshop and Office Block

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 0.00	R 0.00
Construction Cost (incl. Retention)	R 0.00	R 0.00
TOTALS (Incl. Vat)	R 0.00	R 0.00

Project Details

Name of Consultant: Ukwakha Consulting Engineers
Name of Contractor: Chashaza (Pty) Ltd
Project Commencement Date: May 2026
Contractual Completion Date: August 2026
Revised Completion Date: TBA

Project Scope

- Site establishment
- Site clearance
- Concrete work
- Brickwork
- Plaster
- Painting
- Installation of ironmongery
- Ceiling installation
- Installation of sanitary fittings
- Installation of doors and windows
- Tiling
- Plumbing and drainage
- Electrical installation
- HVAC Installation
- Timber roof trusses and roof sheeting
- Roadwork
- Installation of fire hydrants
- Landscaping
- Fencing
- Specialist signage
- General cleaning

Current Status Overall Construction progress 0%: TBA

Challenges: nil

5.3 INEP Grant

a) Okhovothe Electrification Project

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 210 983.83	R 128 424.94
Construction Cost (incl. Retention)	R 899 998.72	R 582 773.82
TOTALS (Incl. Vat)	R 1 363 717.39	R 814 698.63

Project Details

Name of Consultant: BVI Engineers
Name of Contractor: Onombuthu (Pty) Ltd
Project Commencement Date: May 2023
Completion Date: August 2023

Revised Completion Date: June 2024

Project Scope: Electrification of 105 households

Current Status: **Overall construction progress is at 100%.** project not electrified due to change in Key Change Tokens. Municipality has submitted application to DMRE for funding for purchasing of 105 meters.

Challenges: The commissioning of this project was scheduled to commence on the 14th of July 2025. This date was agreed upon at a preplanning meeting held on the 1st of July 2025. The commissioning has been unsuccessful because the Key Change Tokens for this project were issued in 2023 which back then Eskom was still using an old Supply Group Code (SGC) 100405 and Key Revision Number 1 (KRN1). The business has now migrated to KRN2 and to a new Supply Group Codes (100841, 100842 & 100843). The Eskom System has been blocked and can no longer allow meters to be reconfigured to KRN 2 and to the new SGC. The system also can no longer create any KRN1 tokens & old SGC's. This means that the meters could not be commissioned as planned.

5.4 Division of Revenue Act on Grants Receipts

KZN291 Mandeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

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:		30 101	250 223	-	-	260 412	208 519	51 893	24.9%	250 223
EPWP Incentive	-	3 784	1 714	-	-	1 714	1 428	286	20.0%	1 714
Finance Management	-	1 850	1 900	-	-	11 900	1 583	10 317	651.6%	1 900
Integrated National Electrification	-	7 200	-	-	-	189	-	189	#DIV/0!	-
Local Government Equitable Sha	-	244	244 198	-	-	244 198	203 498	40 700	20.0%	244 198
Municipal Infrastructure Grant	-	17 023	2 411	-	-	2 411	2 010	402	20.0%	2 411
Other transfers and grants [insert description]										
Provincial Government:		(19 093)	4 733	4 625	-	4 625	4 521	104	2.3%	4 933
KwaZulu-Natal_Capacity Building	-	(19 093)	4 733	4 625	-	4 625	4 521	104	2.3%	4 933
Total Operating Transfers and G	5	11 008	254 956	4 625	-	265 037	213 040	51 997	24.4%	255 156
Capital Transfers and Grants										
National Government:		132 244	45 817	-	-	65 817	54 847	7 636	13.9%	45 817
Municipal Infrastructure Grant (M	-	128 668	45 817	-	-	45 817	38 181	7 636	20.0%	45 817
Integrated National Electrification	-	3 576	-	-	-	-	-			-
Municipal Disaster Recovery Gra	-	-	-	-	-	20 000	16 667			-
Other capital transfers [insert description]										
Provincial Government:		50 633	200	1 200	-	1 200	1 000	200	20.0%	-
KwaZulu-Natal_Infrastructure_In	-	50 633	-	1 000	-	1 000	833	167	20.0%	-
Library			200	200		200	167			
District Municipality:		-	-	-	1 262	7 877	-	7 877	#DIV/0!	-
KwaZulu-Natal_DC 29 - Ilembe	-	-	-	-	1 262	7 877	-	7 877	#DIV/0!	-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Gran	5	182 877	46 017	1 200	1 262	74 893	55 847	15 713	28.1%	45 817
TOTAL RECEIPTS OF TRANSFER	5	193 885	300 973	5 825	1 262	339 931	268 887	67 710	25.2%	300 973

5.4 Division of Revenue Act on Grants Expenditure

KZN291 Mandeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April										
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:		271 476	250 223	-	16 325	245 077	208 519	36 558	17.5%	6 025
EPWP Incentive	-	1 815	1 714	-	-	1 714	1 428	286	20.0%	1 714
Finance Management	-	1 850	1 900	-	42	1 460	1 583	(123)	-7.8%	-
Integrated National Electrification	-	7 200	-	-	-	-	-	-	-	1 900
Local Government Equitable Share	-	243 588	244 198	-	16 101	240 147	203 498	36 649	18.0%	-
Municipal Infrastructure Grants	-	17 023	2 411	-	182	1 756	2 010	(253)	-12.6%	2 411
Provincial Government:		4 282	4 733	-	317	3 484	5 123	(1 640)	-32.0%	4 933
KwaZulu-Natal_Capacity Building and Other_Specify (Add grant description)_Receipts										
KwaZulu-Natal	-	4 282	4 733	-	317	3 484	5 123	(1 640)	-32.0%	4 933
0										
0										
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants		275 758	254 956	-	16 641	248 561	213 643	34 918	16.3%	10 958
Capital expenditure of Transfers and Grants										
National Government:		135 667	45 817	-	1 848	30 275	48 606	(18 331)	-37.7%	45 817
Integrated National Electrification	-	2 553	-	-	-	-	-	-	-	-
Municipal Disaster Recovery	-	15 556	-	-	-	4 511	10 426	(5 915)	-56.7%	-
Municipal Infrastructure Grants	-	117 558	45 817	-	1 848	25 764	38 181	(12 417)	-32.5%	45 817
0										
0										
Other capital transfers [insert description]										
Provincial Government:		44 303	200	-	-	99	833	(734)	-88.1%	-
KwaZulu-Natal		44 303	200	-	-	99	833	(734)	-88.1%	-
0										
District Municipality:		-	-	-	1 813	8 458	-	8 458	#DIV/0!	-
KwaZulu-Natal-DC 29 - Ilizakhele		-	-	-	1 813	8 458	-	8 458	#DIV/0!	-
0										
Other grant providers:		-	-	-	-	-	-	-	-	-
0										
Total capital expenditure of Transfers and Grants		179 970	46 017	-	3 661	38 832	49 440	(10 607)	-21.5%	45 817
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		455 728	300 973	-	20 302	287 393	263 082	24 311	9.2%	56 775

3. Debtors Age Analysis

Table SC3 Monthly Budget Statement_ Debtors Age Analysis

KZN291 Mandeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

Description	NT Code	Budget Year 2025/26								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 fr	1200	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables fr	1300	5 862	2	1 135	474	–	580	2 224	2 773	13 052	6 053	
Receivables from Non-exchang	1400	9 169	(52)	6 755	3 769	(20)	3 301	22 387	102 595	147 905	132 033	
Receivables from Exchange Tra	1500	–	–	–	–	–	–	–	–	–	–	
Receivables from Exchange Tra	1600	2 862	(17)	2 258	1 055	(3)	1 032	6 089	64 090	77 367	72 264	
Receivables from Exchange Tra	1700	71	–	88	11	–	13	(673)	114	(375)	(534)	
Interest on Arrear Debtor Accou	1810	928	–	897	440	–	431	2 835	35 994	41 526	39 701	
Recoverable unauthorised, irreg	1820	–	–	–	–	–	–	–	–	–	–	
Other	1900	6 993	22	1	–	2	5	43	5 392	12 458	5 441	
Total By Income Source	2000	25 887	(45)	11 134	5 750	(21)	5 363	32 906	210 959	291 933	254 957	
2024/25 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	2200	12 095	1	4 490	2 603	15	2 402	17 662	37 082	76 350	59 765	
Commercial	2300	6 812	(13)	1 029	383	–	375	1 925	18 920	29 431	21 604	
Households	2400	6 732	(32)	5 430	2 681	(36)	2 514	12 971	151 611	181 871	169 740	
Other	2500	249	(0)	185	83	–	72	348	3 346	4 281	3 848	
Total By Customer Group	2600	25 887	(45)	11 134	5 750	(21)	5 363	32 906	210 959	291 933	254 957	

The total Consumer debtors outstanding as 30th April 2026 is **R 291.9 million**

- Debt book indicates 1% increase from to 1st July 2025 with R260.9million to April 2026 with R291.3million to 10%increase.
- Debtors collection rate of April 2026 is 75%

The culture of non-payment by ordinary households due to poor database and sanctioning tools is still a contributing factor to our poor revenue collection.

The growing municipal debt book is a cause for concern, with management focusing on data collection and cleansing as part of a broader strategy to enhance debt collection. By the end of the current financial year (2025/2026), the database is expected to reflect an accurate view of outstanding debts. Management plans to implement a debt collection strategy that includes engaging a third-party debt collection service, targeting debts older than 90 days (excluding government debt). To encourage timely payments, the Municipality is exploring the possibility of offering discounts to prompt-paying consumers.

As part of the revenue enhancement strategy, door-to-door visits are being conducted to collect outstanding debts, verify consumer data, and serve Section 129 demands. The indigent office is also actively engaging in an outreach program to collect indigent applications and ensure access to Free Basic Electricity. and will be expanded to other wards. Our visitations have resulted into serious dialogues with our community members,

wherein they have raised serious concerns about refuse bags dispatching methodologies, non-existent of our satellite offices which are much closer to our people and high legal costs for property transfers.

The analysis of vacant properties is underway; the aim is to exhaust all necessary steps before the abandoned vacant properties are advertised for sale in execution.

Management have initiated the outreach program where Quarterly visits are carried out on different wards, the program is aimed at adding a number of indigent households who face challenge to access municipal Offices.

The municipality has adopted the revenue enhancement strategy. This is being implemented. This strategy is a process that is mainly supported by external stakeholders. Its impact will be assessed going forward. At this point in time, it is important that an opportunity is given for its support.

Planned Interventions to Increase Collections (Property rates and Service Charges)

- On a weekly basis, a list of top 20 debtors (businesses, government and domestic) is extracted from the debtors list.
- Debtors selected are encouraged to come and make arrangements for payment;
- In the event that they still default on payments, these debtors are written final demand letters and if no positive response is received, a process of effecting service disconnections ensues in line with our credit control policy.

ACCOUNTS WITH LETTERS OF FINAL DEMAND FOR PAYMENT SENT OUT

ACC. NO.	ADDRESS	ERF NO.	DEBTORS NAME	DEBT TYPE	AMOUNT R
001089100	SUNDUMBILI A	891	BUTHELEZI	RATE/REFUSE	R178 093.20
001008912	SUNDUMBILI A	8912	BUTHELEZI	RATE/REFUSE	R51 610.93
001088900	SUNDUMBILI A	889	MAFULEKA	RATE/REFUSE	R16 724.38
001088800	SUNDUMBILI A	888	MKHWANAZI	RATE/REFUSE	R30 489.99
001088700	SUNDUMBILI A	887	NDLOVU	RATE/REFUSE	R102.93
001008872	SUNDUMBILI A	8872	NDLOVU	RATE/REFUSE	R13 616.42
001088500	SUNDUMBILI A	885	SIBISI	RATE/REFUSE	R19 761.49
001088400	SUNDUMBILI A	884	ZULU	RATE/REFUSE	R4 713.33
001088300	SUNDUMBILI A	883	CHILI	RATE/REFUSE	R86 529.59
001088200	SUNDUMBILI A	882	MGENGI	RATE/REFUSE	R16 099.49
001088100	SUNDUMBILI A	881	NDWANDWE	RATE/REFUSE	R32 114.72
001088000	SUNDUMBILI A	880	NYAWO	RATE/REFUSE	R21 161.02
001087900	SUNDUMBILI A	879	MPONTSHANA	RATE/REFUSE	R8 133.64
001087700	SUNDUMBILI A	877	MTHETWA (DECEASED)	RATE/REFUSE	R39 187.60
001008772	SUNDUMBILI A	8772	MTHETHWA	RATE/REFUSE	R54 335.52
001087600	SUNDUMBILI A	876	MKHIZE	RATE/REFUSE	R20 674.40
001087400	SUNDUMBILI A	874	ZULU	RATE/REFUSE	R82 099.64
001008722	SUNDUMBILI A	8722	CHILI	RATE/REFUSE	R9 750.74
001087000	SUNDUMBILI A	870	NGWANE	RATE/REFUSE	R31 479.28
001086900	SUNDUMBILI A	869	LUTHULI	RATE/REFUSE	R34 883.05
TOTAL					R751 561.38

DISCONNECTIONS APRIL 2026

NO.	ACCOUNT NO.	TOWN	ADDRESS	NAME	DEBT TYPE	AMOUNT R
1	009501151	MANDENI	3 IMPUNZI ROAD	MTSHALI	RATE/REFUSE	R3 465.80
2	009401981	MANDENI	32 INYATHI ROAD	MTHEMBU	RATE/REFUSE	R7 584.00
3	009901471	MANDENI	7 FARROW RD	NTSHANGASE	RATE/REFUSE	R6 990.43
4	002200612	MANDENI	2 RICHARDS	NGUBANE	RATE/REFUSE	R8 749.98
5	002500102	MANDENI	20 GREIG RD	ROOD	RATE/REFUSE	R12 616.21
6	009902411	MANDENI	20 LONG RD	PINK PANTHER	RATE/REFUSE	R4 415.89
7	009702171	MANDENI	21 PLOVER	MHLONGO	RATE/REFUSE	R16 381.38
8	009001702	MANDENI	22 IMPALA	FRUIN/ WANG	RATE/REFUSE	R13 528.68
9	009801431	MANDENI	22 READ RD	MASONDO	RATE/REFUSE	R20 410.19
10	009500771	MANDENI	23 FRYE RD	GOVENDER	RATE/REFUSE	R7 868.88
11	008300731	MANDENI	23 PLOVER	MORGAN	RATE/REFUSE	R71 343.89
12	009800801	MANDENI	25 INYALA	MATHONSI	RATE/REFUSE	R30 006.80
13	008200141	MANDENI	27 KUDU RD	BELL	RATE/REFUSE	R6 810.33
14	008800681	MANDENI	28 ANDERSON	MSEZANE	RATE/REFUSE	R4 973.46
15	008001121	MANDENI	28 OHARA	MZIMELA	RATE/REFUSE	R36 056.61
16	008005271	MANDENI	28 KUDU	NXUMALO	RATE/REFUSE	R43 094.66
17	008300111	MANDENI	28 INYATHI	FABER	RATE/REFUSE	R6 494.99
18	009907651	MANDENI	30 IMPUNZI	MATYILA	RATE/REFUSE	R11 187.29
19	009701301	MANDENI	37 OHARA	KUBHEKA	RATE/REFUSE	R53 643.01
20	009200811	MANDENI	37 PATRYS	SIBIYA	RATE/REFUSE	R7 794.54
21	002901591	MANDENI	38 PLOVER CRESCENT	KISATASAMY	RATE/REFUSE	R5 796.76
22	009906321	MANDENI	39 KUDU	SHEMBE	RATE/REFUSE	R22 455.29
23	009907442	MANDENI	4 IMPUNZI	HIRAMAN	RATE/REFUSE	R79 434.23
24	009702121	MANDENI	42 IMPUNZI	NZIMANDE	RATE/REFUSE	R33 410.40
25	009910301	MANDENI	44 ACACIA	HERBST	RATE/REFUSE	R5 471.50
26	009906971	MANDENI	11 INYALA	JOUBERT	RATE/REFUSE	R20 186.77
27	009933821	MANDENI	10B ROBIN PLACE	SITHOLE	RATE/REFUSE	R24 150.22
28	009904351	MANDENI	1 TEKWANE	WU	RATE/REFUSE	R5 742.85
29	009900691	MANDENI	1 RICHARDS CIRCLE	MPHILI	RATE/REFUSE	R7 545.27
30	009101511	MANDENI	1 IMPUNZI	NSELE	RATE/REFUSE	R5 717.23
31	008002371	MANDENI	15 INYALA	PERUMAL	RATE/REFUSE	R8 243.25
32	009909851	MANDENI	7 UMSINSI	TSHABALALA	RATE/REFUSE	R3 024.25
33	009910141	MANDENI	8 ACACIA	SPYROPOULOS	RATE/REFUSE	R3 717.69
34	008200101	MANDENI	8 IMPALA	ZULU	RATE/REFUSE	R4 007.33
35	009907461	MANDENI	8 IMPUNZI	MCHUNU	RATE/REFUSE	R3 724.69
36	004002712	MANDENI	8 JOHNSTON	BAKER	RATE/REFUSE	R6 336.38
37	004002712	MANDENI	8 MATTHEWS	KHAMBULE	RATE/REFUSE	R26 621.35
38	009401621	MANDENI	8 RICHARDS	DLAMINI	RATE/REFUSE	R37 551.75
39	008600081	MANDENI	83 ANDERSON	GINGINDLOVU LODGE	RATE/REFUSE	R114 879.25
40	002900701	MANDENI	9 DUBE RD	NGCOBO	RATE/REFUSE	R157 414.29
41	009903771	MANDENI	9 TROGON	MANYEPHISA	RATE/REFUSE	R30 359.22
42	009909391	MANDENI	9 UMDONI	TRANSNET PROPERTY	RATE/REFUSE	R13 175.83
43	009200251	MANDENI	8 DUIKER	GOBA	RATE/REFUSE	R6 711.05
44	009909161	MANDENI	5 DUIKER	KANNI	RATE/REFUSE	R27 233.59
45	009909281	MANDENI	51 PATRYS RD	HLONGWANE	RATE/REFUSE	R12 650.53
46	009902731	MANDENI	54 GREIG RD	MZIMELA	RATE/REFUSE	R7 727.22
47	009300281	MANDENI	56 KUDU	NOVELA	RATE/REFUSE	R3 417.14
48	009701931	MANDENI	14 RICHARDS CIRCLE	NCANANA	RATE/REFUSE	R6 752.18
49	009906501	MANDENI	14 SPRINGBOK	ROULLION	RATE/REFUSE	R5 643.73
			TOTAL			R1 052 518.26

Figure 9

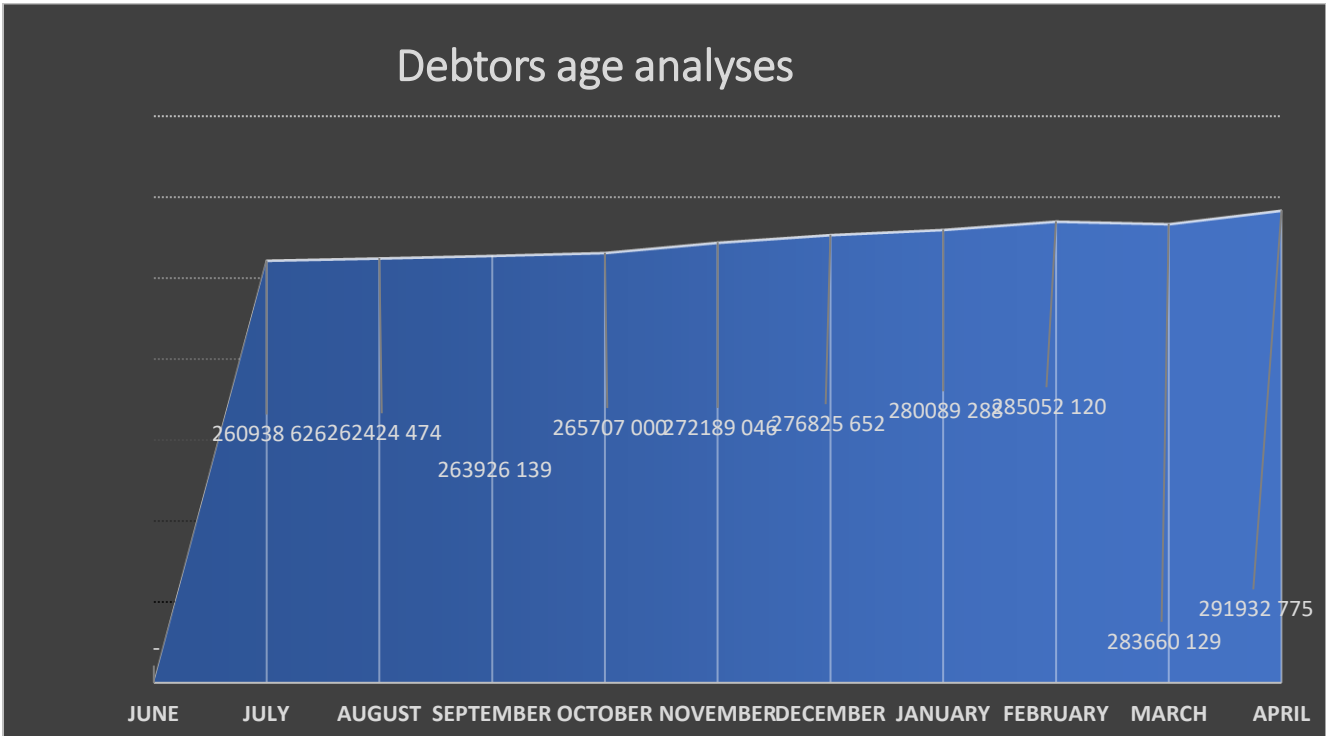
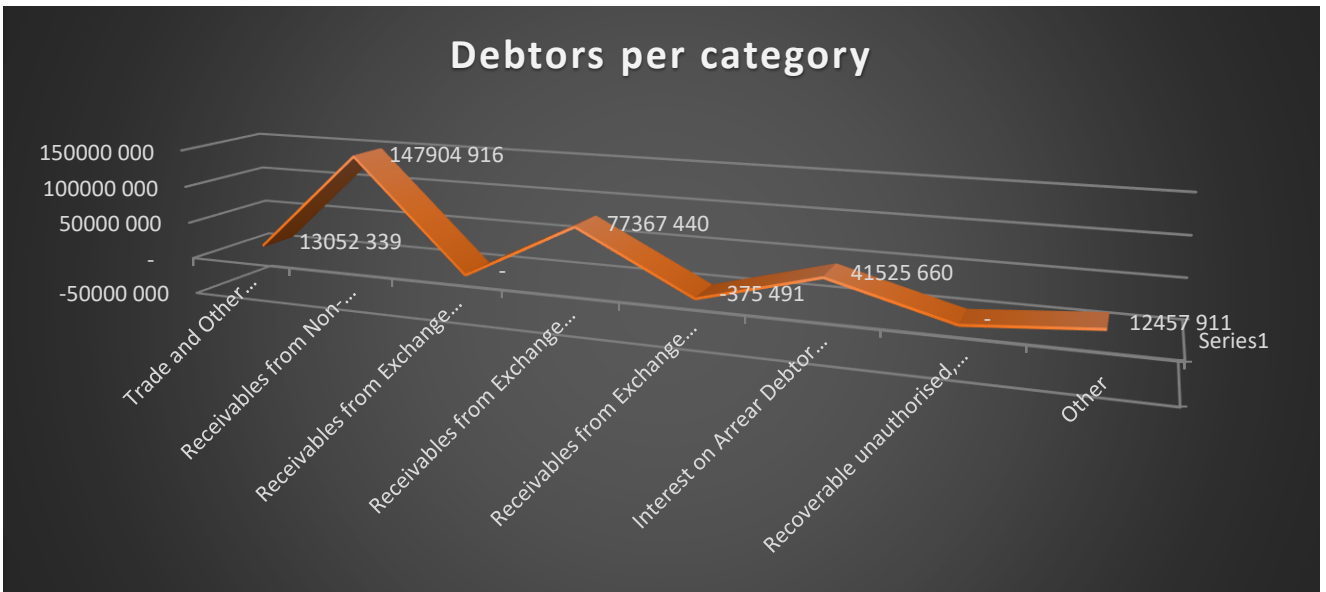
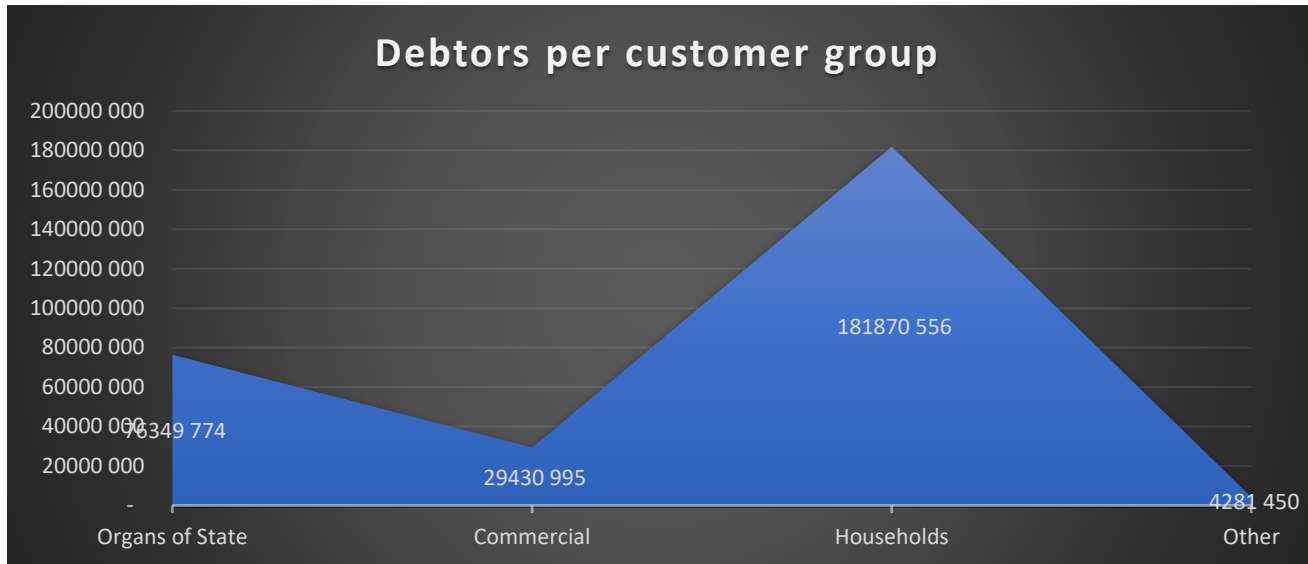


Figure 10



The municipal debtors have increased from R263,5 million to R283.7 million that is from July 2025 until 30th April 2026. This increase is between Household debtors of 68.5% and it is followed by Business Commercial is 20.4% and Organs of State by 9.4% and lastly the other debtors with a percentage of 2%.

▪ **Total Outstanding Debtors from April 2026**



Councilors and Employees in Arrear

- Debt outstanding on Councilors as at April is R155,833.65
- Staff Accounts in arrears as at April is R 79,566.91

However, it should be noted that both Councilors and Staff have made arrangement with the municipality to settle this outstanding debt.

4. CREDITOR’S AGE ANALYSIS

Table SC4 Monthly Budget Statement_ Creditors Age Analysis

KZN291 Mandeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April											
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	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1	-	-	-	-	-	-	-	1	1
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1	-	-	-	-	-	-	-	1	1

- Creditors aged is R 1,305 as of 30th April 2026 under Trade creditors within 30days. This payment relates to MPSA registration which Bank details are not valid. (Age analysis listing attached)

Top 10 Creditors: APRIL 2026

Name	Amount
ESKOM HOLDING	R 456 619.37
EMALANGENI	R 757 545.60
CCG SYSTEMS	R 162 950.77
BAMBHANANI ENTERPRISE	R 73 002.71
MALUTHULI TRADING	R 163 236.00
EZAMALUNQA	R 1 707 773.67
BIDVEST SERVICES	R 65 089.46
CITY OF CHOICE	R 106 604.46
ILEMBE MUNICIPALITY	R 129 275.85
MBD CONSULTING	R 342 381.45

5. MONTHLY BUDGET STATEMENT - FINANCIAL POSITION

Table C6 displays the financial position of the municipality as at 30th April 2026

KZN291 Mandeni - Table C6 Monthly Budget Statement - Financial Position - M10 April

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		131 927	9 811	62 123	158 715	9 811
Trade and other receivables from exchange transactions		56 701	43 899	30 895	72 816	43 899
Receivables from non-exchange transactions		20 402	44 829	45 510	12 277	44 829
Current portion of non-current receivables		-	-	-	-	-
Inventory		41 639	41 799	42 416	42 168	41 799
VAT		4 428	38 224	36 618	3 017	38 224
Other current assets		225	-	-	225	-
Total current assets		255 323	178 561	217 562	289 218	178 561
Non current assets						
Investments		-	-	-	-	-
Investment property		44 152	41 913	44 152	44 152	41 913
Property, plant and equipment		747 620	761 503	837 609	789 752	761 503
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		-	-	-	-	-
Intangible assets		2 124	1 928	2 045	2 124	1 928
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		793 896	805 344	883 806	836 028	805 344
TOTAL ASSETS		1 049 220	983 905	1 101 368	1 125 247	983 905
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		9 025	-	-	9 105	-
Consumer deposits		196	162	179	275	162
Trade and other payables from exchange transactions		56 434	46 847	66 114	23 458	46 847
Trade and other payables from non-exchange transactions		5 292	2 058	(12 058)	43 635	2 058
Provision		5 380	17 141	9 356	5 380	17 141
VAT		9 837	22 133	26 478	13 809	22 133
Other current liabilities		-	-	-	-	-
Total current liabilities		86 164	88 340	90 068	95 663	88 340
Non current liabilities						
Financial liabilities		-	-	-	-	-
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		22 198	25 770	27 321	22 198	25 770
Total non current liabilities		22 198	25 770	27 321	22 198	25 770
TOTAL LIABILITIES		108 362	114 110	117 389	117 860	114 110
NET ASSETS	2	940 858	869 795	983 979	1 007 386	869 795
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		738 186	867 662	957 633	804 714	867 662
Reserves and funds		202 672	2 133	2 230	202 672	2 133
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	940 858	869 795	959 863	1 007 386	869 795

RATIOS FOR THE MONTH

Current ratio: The municipality’s current assets are (3) times that of current liabilities.

The ratio measures short-term liquidity, that is, the extent to which the current liabilities can be paid from current assets. The higher the ratio, the healthier the situation is. The ratio of 3.02:0.33c is favorable as it is above the norm of 1:1 normally set for municipalities. This indicates that there is sufficient cash to meet creditor obligations.

Liquidity ratio: The cash and cash equivalents are the current liabilities, R3.02c

Creditors’ system efficiency: 100 percent of the creditors outstanding are less than 30 days.

Creditor’s payment: it takes the municipality 0 days to pay its creditors.

Outstanding debtors: billing far exceeds the collection on outstanding debt at the rate of 96%.

Collection days: 246.78days it takes the municipality to collect outstanding debt.

Cost coverage: on average the municipality has sustained its existence for the period of 3 months without any grant funding.

Debtors collection rate: as at the 10 months of 2025/26 at 75%

C. Liquidity Management				
				3 Month
1	Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	1 - 3 Months	Cash and cash equivalents	1 776 717
			Unspent Conditional Grants	45 384 216
			Overdraft	-
			Short Term Investments	156 950 925
			Total Annual Operational Expenditure	487 943 906
				3.02
2	Current Ratio	1.5 - 2:1	Current Assets	289 218 283
			Current Liabilities	95 662 644
E. Grant Dependency				
				62%
1	Own funded Capital Expenditure (Internally generated funds + Borrowings) to Total Capital Expenditure	None	Internally generated funds	47 393 879
			Borrowings	-
			Total Capital Expenditure	75 853 495

A. Asset Management/Utilisation				
				17%
1	Capital Expenditure to Total Expenditure	10% - 20%	Total Operating Expenditure	374 677 155
			Taxation Expense	
			Total Capital Expenditure	75 853 495
				0%
2	Impairment of Property, Plant and Equipment, Investment Property and Intangible assets (Carrying Value)	0%	PPE, Investment Property and Intangible Impairment	-
			PPE at carrying value	789 752 320
			Investment at carrying value	44 152 000
			Intangible Assets at carrying value	2 123 913
				3%
3	Repairs and Maintenance as a % of Property, Plant and Equipment and Investment Property (Carrying Value)	8%	Total Repairs and Maintenance Expenditure	21 895 424
			PPE at carrying value	789 752 320
			Investment Property at Carrying value	44 152 000

DEBT RATIOS APRIL 2026				
				74.78
1	Collection Rate	95%		74.7763945
			Gross Debtors closing balance	291 932 785.16
			Gross Debtors opening balance	257 884 837.23
			Bad debts written Off	
			Billed Revenue	134 984 460.95
				100 936 513.03
2	Bad Debts Written-off as % of Provision for Bad Debt	100%	Consumer Debtors Bad debts written off	
			Consumer Debtors Current bad debt Provision	200 669 456.45
				246.78
3	Net Debtors Days	30 days	Gross debtors	291 932 785.16
			Bad debts Provision	200 669 456.45
			Billed Revenue	134 984 460.95

6. MONTHLY BUDGET STATEMENT -CASH FLOW

Table C7 below display the Cash Flow Statement for the period ending 30th April 2026

KZN291 Mandeni - Table C7 Monthly Budget Statement - Cash Flow - M10 April										
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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(52 913)	49 972	49 993	4 323	85 422	41 661	43 761	105%	49 972
Service charges		(63 797)	98 454	106 665	1 749	23 256	88 887	(65 631)	-74%	98 454
Other revenue		8 768	26 748	27 243	606	3 619	22 703	(19 084)	-84%	26 748
Transfers and Subsidies - Operational		473 369	254 956	255 448	-	193 407	212 874	(19 467)	-9%	254 956
Transfers and Subsidies - Capital		131 032	46 017	67 017	1 262	68 228	55 847	12 381	22%	46 017
Interest		-	25 232	25 232	-	11 510	21 027	(9 517)	-45%	25 232
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(469 507)	(414 328)	(434 702)	(22 958)	(371 394)	(334 363)	37 032	-11%	(414 328)
Interest		-	(3 050)	(3 050)	-	-	(2 542)	(2 542)	100%	(3 050)
Transfers and Subsidies		-	-	(2 350)	-	-	1 958	1 958	100%	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		26 952	84 002	91 497	(15 018)	14 048	108 053	94 005	87%	84 002
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		126 192	(166 388)	(161 300)	(11 616)	(87 232)	(134 417)	(47 185)	40%	(166 388)
NET CASH FROM/(USED) INVESTING ACTIVITIES		126 192	(166 388)	(161 300)	(11 616)	(87 232)	(134 417)	(47 185)	35%	(166 388)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		153 144	(82 386)	(69 804)	(26 635)	(73 184)	(26 364)			(82 386)
Cash/cash equivalents at beginning:		230 188	92 208	131 927	-	231 899	131 927			231 899
Cash/cash equivalents at month/year end:		383 332	9 822	62 123	(26 635)	158 715	105 563			149 513

The net decrease in cash for the period ending 30 April 2026 is R231.9million. The municipality opened the financial year with cash and cash equivalents of - R73.2 million as per the audited AFS and closed the month of April with a balance of R158.7million.

Table C7 provides a projection of the anticipated cash inflows and outflows, illustrating the cash flow patterns likely to result from the implementation of the approved budget.


Revenue -Receipts

- The property collection rate to date is over-performed by 105% or R85.4million of the collected revenue in C7-as of 30th April 2026.
- Service Charges: Electricity and Refuse cash receipt are under collected by 74% or R65.6million from the revenue budget of R89million as of 30th April 2026.
- Other Revenue collected form VAT refunds received as of 30th APRIL totals R22.7million, and Revenue receipt of R3.6million.
- Government grants received YTD total of R261.6million as of 30th April 2026 which includes Government grant Capital of R68.2million.
- Interest earned on external investments amounts to R10.2million in comparison with the pro-rata budget of R20.9million which is an under performance of 51%.

Payments

- Suppliers and employees for cash outflows of R371.4million.
- Finance charges reflect underperformance by 100 percent.
- Capital Assets of R87.2million with VAT for the month of 30th April 2026 shows an under-performance of 40% as of 30th April 2026.

6.1. BANK RECONCILIATION STATEMENT AS AT APRIL 2026

		Mandeni Municipality	
BANK RECONCILIATION STATEMENT FOR APRIL 2026			
Main Account :52940480587			
Opening FNB Bank Balance as on APRIL 2026		8 733 627.88	8 733 627.88
PLUS: Deposits Banked		9 007 861.03	
PLUS: Interest received		16 920.09	
PLUS: Transfers In		24 811 440.24	
PLUS:Interest received From Call 1		240 297.39	
PLUS:Unpaid		-	
PLUS: MATURED INVESTMENTS		-	
PLUS: SARS REFUND		2 644 145.07	
PLUS: GRANTS RECEIVED			
Total Deposits		36 720 663.82	36 720 663.82
Less:Total payments	-	43 740 520.82	43 740 520.82
LESS: EFT Payments	-	43 020 763.62	
LESS: Bank Charges	-	20 811.25	
LESS: Transfers Out	-	-	
LESS: NEW INVESTMENTS	-	-	
LESS: Debit Orders	-	698 945.95	
Closing FNB Bank Balance as on 30 APRIL 2026			1 713 770.88
Cashbook Reconciliation for 30 APRIL 2026			
OPENING BALANCE 1/07/2025		2 810 099 045.12	
OPENING BALANCE 1/07/2025		96 176 000.00	
OPENING BALANCE 1/07/2025	-	2 889 322 530.36	
OPENING BALANCE 1/07/2025-INTEREST		1 007 168.74	
OPENING BALANCE-1/7/2025 -BANK CHARGES	-	1 660 778.29	
TOTAL OPENING BALANCE 1/07/2025		16 298 905.21	
Cashbook Balance as on 1 APRIL 2026-D0001/IA09567/F0001/X049/R0099/001/FIN		549 581 711.61	
Less:Cashbook Balance as on 1 APRIL 2026-D0001/IA09850/F0001/X049/R0099/001/FIN	-	558 755 001.70	
Corrections to be made (JNL CR)		-	
Corrections to be made (JNL DR)		-	
PLUS: Deposits Banked for APRIL 2026		8 960 349.39	
LESS: EFT Payments for APRIL 2026	-	41 654 375.59	
Less: Bank Charges to date	-	211 767.51	
PLUS: Grant received		-	
Less : New investment		-	
PLUS: Interest received to date		268 014.18	
PLUS:Interest received From Call 1-APRIL 2026		240 297.39	
PLUS MATURED INVESTMENT		-	
PLUS :SARS REFUND		2 644 145.07	
PLUS :TRANSFER IN		24 811 440.24	
LESS:TRANSFER OUT		-	
LESS: Debit Orders for -APRIL 2026	-	698 945.95	
Closing Cashbook Balance as on 31 MARCH 2026		1 484 772.34	1 484 772.34
			228 998.26
Reconciling Items	Amount		
ADD: Journal Debits - on Cashbook not on Bank Statement		228 998.26	
ADJUSTED MONTH END CASHBOOK BALANCE- 30 APRIL 2026			1 713 770.60
MONTH END BALANCE PER BANK STATEMENT- 30 APRIL 2026			1 713 770.88
DIFFERENCE		-	0.28

6.2. MONTHLY BUDGET STATEMENT- INVESTMENT PORTFOLIO

The following information presents the short-term investments balances broken down per investment type as of 30th April 2026

 INVESTMENT REGISTER FOR APRIL 2026									
Name of grant	Bank account number	INTEREST RATES	Opening Balance as at	Re-Investments	Expenditure	interest	bank charges	Closing Balance as at	TOTAL INTEREST EARNED TO DATE
			2026/04/01					2026/04/30	
		%	R	R	R	R	R	R	R
call 1-internal grant	61294217372	7.20	54 041 547.95	-	22 740 297.39	240 297.39	-	31 541 547.95	2 214 438.36
Call account 2 - HOUSING	62028673219	7.20	2 251 062.87	-	-	10 897.33	-	2 261 960.20	107 722.86
Call account 3-MIG	62812286400	7.20	21 009 333.46	-	1 847 736.18	91 603.96	-	19 253 201.24	641 452.16
Call account 5-TMT	62113325882	7.20	584 428.95	400.00	8 650.00	2 828.43	31.32	578 976.06	27 634.80
Call account 6-INEP / EDTEA	62527527462	7.20	1 001 147.28	-	-	3 597.16	-	1 004 744.44	4 744.44
Call account 7-AR	62538203449	7.20	500 050.15	-	463 704.06	543.65	-	36 889.74	100 207.33
Call account 8- Title Deed	62812286963	7.20	1 746 597.99	-	-	8 182.69	-	1 754 780.68	93 631.15
Call account 9-Disaster Recovery	63048438097	7.20	20 248 792.87	-	-	94 864.21	-	20 343 657.08	262 404.17
NEDBANK	03/7881155450/000038	7.87	-	-	-	-	-	-	1 117 029.92
ABSA BANK	208213-3077	7.92	-	-	-	-	-	-	3 992 547.95
ABSA BANK	208231-8708	6.65	-	30 175 167.12	-	115 451.01	-	30 175 167.12	835 056.49
NEDBANK	037881155450/000039	7.15	50 000 000.00	-	-	293 835.62	-	50 000 000.00	489 726.03
FNB-MAIN BANK	52940480587	-	-	-	-	16 920.09	-	-	283 307.39
TOTAL			140 872 152.37	30 175 567.12	(25 060 387.63)	879 021.54	(31.32)	156 950 924.51	10 169 903.05

7. MONTHLY BUDGET STATEMENT - Employee costs and councilors benefits (Section 66 MFMA)

KZN291 Mandeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April										
Summary of Employee and Councilor remuneration	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		13 079	14 319	14 319	1 145	11 381	11 932	(551)	-5%	14 319
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		452	702	702	39	395	585	(190)	-32%	702
Cellphone Allowance		1 493	1 754	1 754	126	1 251	1 462	(211)	-14%	1 754
Housing Allowances		126	269	269	11	105	224	(118)	-53%	269
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		15 151	17 043	17 043	1 321	13 132	14 203	(1 071)	-8%	17 043
% increase	4		12.5%	12.5%						12.5%
Senior Managers of the Municipality										
Basic Salaries and Wages		8 755	5 833	6 303	1 796	7 169	5 252	1 917	37%	5 833
Pension and UIF Contributions		-	11	11	-	-	9	(9)	-100%	11
Medical Aid Contributions		268	153	191	-	171	159	12	8%	153
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		570	399	399	-	-	333	(333)	-100%	399
Motor Vehicle Allowance		716	909	909	60	596	757	(161)	-21%	909
Cellphone Allowance		342	281	281	15	231	234	(3)	-1%	281
Housing Allowances		170	292	292	14	142	243	(101)	-42%	292
Other benefits and allowances		482	485	485	(52)	242	404	(163)	-40%	485
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	5 617	3 923	3 923	-	-	3 269	(3 269)	-100%	3 923
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		16 920	12 285	12 793	1 833	8 551	10 661	(2 109)	-20%	12 285
% increase	4		-27.4%	-24.4%						-27.4%
Other Municipal Staff										
Basic Salaries and Wages		96 503	105 238	100 927	9 034	88 572	84 106	4 466	5%	105 238
Pension and UIF Contributions		15 787	17 150	17 603	1 409	13 804	14 669	(865)	-6%	17 150
Medical Aid Contributions		7 748	7 271	7 983	730	7 048	6 652	396	6%	7 271
Overtime		4 129	3 191	3 982	240	3 034	3 319	(285)	-9%	3 191
Performance Bonus		8 019	5 711	6 031	708	6 718	5 026	1 692	34%	5 711
Motor Vehicle Allowance		4 999	6 161	6 170	435	4 206	5 142	(936)	-18%	6 161
Cellphone Allowance		758	832	837	68	673	698	(25)	-4%	832
Housing Allowances		340	405	407	27	283	339	(56)	-16%	405
Other benefits and allowances		2 185	1 052	1 973	187	2 354	1 644	710	43%	1 052
Payments in lieu of leave		3 327	2 798	3 386	-	727	2 821	(2 095)	-74%	2 798
Long service awards		439	1 498	1 498	8	394	1 249	(854)	-68%	1 498
Post-retirement benefit obligations	2	(1 123)	4 310	4 310	-	-	3 592	(3 592)	-100%	4 310
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		143 111	155 617	155 108	12 847	127 813	129 257	(1 444)	-1%	155 617
% increase	4		8.7%	8.4%						8.7%
Total Parent Municipality		175 181	184 944	184 944	16 001	149 496	154 120	(4 624)	-3%	184 944
Unpaid salary, allowances & benefits in arrears:										

8. External Loan

NONE

9. Performance Indicators

KZN291 Mandeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M10 April							
Description of financial indicator	Basis of calculation	Ref	2024/25	Budget Year 2025/26			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	8.1%	7.8%	0.0%	4.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		9.9%	8.6%	8.5%	9.8%	8.6%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	296.3%	202.1%	241.6%	302.3%	202.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		153.1%	11.1%	69.0%	165.9%	11.1%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		18.0%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		37.2%	36.9%	36.3%	33.2%	36.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.6%	6.6%	6.5%	5.3%	6.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.8%	8.6%	8.5%	0.0%	4.4%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

Tel 032 456 8200

Fax 032 456 2504 / 086 568

Email ceo@mandeni.gov.za

2 Kingfisher Road, Mandeni, KwaZulu Natal, 4490, South Africa

PO Box 144, Mandeni,

QUALITY CERTIFICATE

Regulation 27 prescribes that the Municipal Manager must sign a quality certificate in the format prescribed below;

I, Sizwe G. Khuzwayo the Municipal Manager of Mandeni Municipality KZN291, hereby certify that: -

▪ **Monthly Budget Statements**

for the month of **April 2026** has been prepared in accordance with the Municipal Finance Management Act and regulations under that Act.

Print Name **Mr. Sizwe.G. Khuzwayo**

Municipal manager of Mandeni Municipality (KZN 291)

Signature_____

Date **15 April 2026**