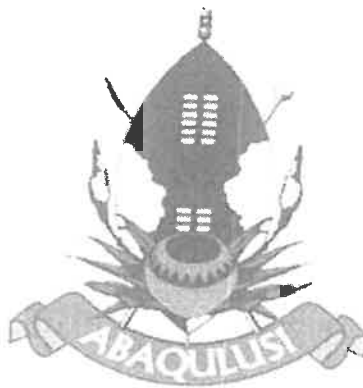


**QUARTERLY REPORTING
FINANCIAL SERVICES
SECTION 52**



**DECEMBER 2023
COUNCIL**



QUARTERLY BUDGET STATEMENT DECEMBER 2023

1

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**STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE
2023/2024 BUDGET FOR THE PERIOD ENDING 31 DECEMBER 2023**

1. PURPOSE

The purpose of the report is to submit to the Council the statement of financial performance and implementation of the 2023/24 Budget of the Abaqulusi Local Municipality for the period ending 31 December 2023 in line with the statutory requirements of S52(d) of the Municipal Finance Management Act (2003).

2. AUTHORITY

- Honourable Mayor
- Executive Committee
- Council

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 52

4. BACKGROUND

In terms of Section 52(d), of the MFMA No 56, 2003 Chapter 8, the Mayor of a municipality must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

5. EXECUTIVE SUMMARY

The quarterly budget statement in terms of section 52 of the Municipal Finance Management Act for the period ended 31 December 2023 is detailed below. The quarterly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Revenue by Source
- 5.3 Expenditure by Type
- 5.4 Debtors Age Analysis
- 5.5 Creditors
- 5.6 Grants Register



5. EXECUTIVE SUMMARY

5.1 Statement of Financial Performance

Quarterly Budget Statement of Financial Performance This table provides an overview of the actual, year to date actual and year to date Budget of revenue by Source and expenditure by type. The above revenue by source and expenditure by type can be explained in details as per tables below:

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - Quarter 2

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		213 962	266 529	-	57 746	111 837	133 264	(21 328)	-16%	266 529
Service charges - Water		43 331	62 253	-	15 136	31 675	30 800	1 075	4%	62 253
Service charges - Waste Water Management		36 295	36 734	-	9 715	19 371	18 367	1 004	5%	36 734
Service charges - Waste management		22 127	28 588	-	6 781	14 803	14 294	309	2%	28 588
Sale of Goods and Rendering of Services		591	513	-	547	881	256	625	244%	513
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		11 175	35 088	-	3 753	7 402	17 544	(10 142)	-58%	35 088
Interest from Current and Non Current Assets		1 704	1 706	-	690	1 527	853	674	79%	1 706
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		-	-	-	-	-	-	-	-	-
Licence and permits		1 124	1 667	-	240	469	834	(364)	-44%	1 667
Operational Revenue		5 797	2 643	-	2 049	2 719	1 322	1 397	106%	2 643
Non-Exchange Revenue		854	-	-	5 423	5 801	-	5 801	-	-
Property rates		99 002	120 645	-	29 897	59 971	80 038	(67)	0%	120 645
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		18 016	5 531	-	-	-	(67)	-	0%	5 531
Licence and permits		-	4 844	-	7 829	17 058	2 766	14 292	517%	4 844
Transfers and subsidies - Operational		215 280	219 671	-	74 882	161 675	2 422	(2 422)	-100%	219 671
Interest		-	-	-	-	-	146 530	15 145	10%	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		2 983	-	-	-	-	-	-	-	-
Discontinued Operations		16 794	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		689 034	786 412	-	214 889	436 088	429 090	6 998	1%	786 412
Expenditure By Type										
Employee related costs		180 462	188 376	-	58 124	105 202	93 200	12 002	13%	188 376
Remuneration of councillors		17 265	19 305	-	4 231	8 497	9 653	(1 156)	-12%	19 305
Bulk purchases - electricity		215 218	263 142	-	89 018	122 881	131 571	(8 690)	-7%	263 142
Inventory consumed		47 174	40 210	-	16 297	27 733	22 892	4 841	21%	40 210
Debt impairment		3 636	7 363	-	-	-	3 682	(3 682)	-100%	7 363
Depreciation and amortisation		133 438	42 503	-	-	-	21 252	33 712	159%	42 503
Interest		5 475	-	-	27 480	54 964	21 252	33 712	159%	42 503
Contracted services		117 485	95 641	-	3 054	3 383	-	3 383	-	95 641
Transfers and subsidies		0	-	-	27 939	51 029	47 938	3 091	6%	95 641
Irrecoverable debts written off		73 864	-	-	-	-	-	-	-	-
Operational costs		53 260	63 954	-	(39)	(59)	-	(59)	-	-
Losses on Disposal of Assets		-	-	-	20 049	32 443	-	-	-	-
Other Losses		-	-	-	-	-	32 596	(153)	0%	63 954
Total Expenditure		17 909	-	-	-	-	-	-	0%	63 954
Surplus/(Deficit)		864 984	720 496	-	246 154	406 073	362 783	43 290	12%	720 496
Transfers and subsidies - capital (monetary allocations)		(176 960)	65 917	-	(31 466)	29 017	66 307	(37 290)	-56%	65 917
Transfers and subsidies - capital (in-kind)		43 990	76 440	-	6 989	9 685	51 293	(41 598)	-81%	76 440
Surplus/(Deficit) after capital transfers & income tax		620	142 367	-	(24 477)	38 712	117 600	0	-	142 367
Share of Surplus/Deficit attributable to Joint Venture		(131 340)	142 367	-	(24 477)	38 712	117 600	-	-	142 367
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to municipality		(131 340)	142 367	-	(24 477)	38 712	117 600	-	-	142 367
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		(131 340)	142 367	-	(24 477)	38 712	117 600	-	-	142 367



5.2 Financial Performance -Revenue by Source

Revenue by Source

This table provides an overview of the quarterly actual, year to date actual and year to date Budget of revenue by Source and details explained below.

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - Quarter 2

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		213 962	266 529	-	57 746	111 937	133 264	(21 328)	-16%	266 529
Service charges - Water		43 331	62 253	-	15 136	31 675	30 800	1 075	4%	62 253
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Service charges - Waste management		22 127	28 588	-	6 781	14 603	14 294	309	2%	28 588
Sale of Goods and Rendering of Services		591	513	-	547	881	256	625	244%	513
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		11 175	35 088	-	-	-	-	-	-	-
Interest from Current and Non Current Assets		1 704	1 706	-	3 753	7 402	17 544	(10 142)	-58%	35 088
Dividends		-	-	-	890	1 527	853	674	79%	1 706
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		-	-	-	-	-	-	-	-	-
Licence and permits		1 124	1 667	-	-	-	-	-	-	-
Operational Revenue		5 797	2 643	-	240	469	834	(364)	-44%	1 667
Non-Exchange Revenue		854	-	-	2 049	2 719	1 322	1 397	106%	2 643
Property rates		-	-	-	5 423	5 801	-	5 801	-	-
Surcharges and taxes		99 002	120 645	-	29 897	59 971	60 038	(67)	0%	120 645
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-
Licence and permits		18 018	5 531	-	7 828	17 058	2 766	14 292	517%	5 531
Transfers and subsidies - Operational		-	4 844	-	-	-	2 422	(2 422)	-100%	4 844
Interest		215 280	219 671	-	74 882	181 675	146 530	15 145	10%	219 671
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		2 983	-	-	-	-	-	-	-	-
Discontinued Operations		16 784	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		689 034	786 412	-	214 689	435 089	429 090	6 999	1%	786 412

Exchange Revenue

Electricity Revenue

The Electricity revenue for the 2nd quarter is R57,7 million and YTD Actual billed is R111,9 million which is R21,3 million less than the YTD Budget of R133,2 million for the period ended 31 December 2023. The Actual billed is 16% less than the YTD Budget. Only R36,2 million was receipted from consumers which is R21,5 million less than the amount billed.

Water Revenue

The Water revenue for the 2nd quarter is R15,1 million and YTD Actual billed is R31,6 million which is R1 million more than the YTD Budget amount for the period ended 31 December 2023 of R30,6 million and the actual billed is 4% more than the budget. The payment amount received from consumers of R8,2 million which is R6,9 million less than the amount billed.



Sanitation Revenue

The Sanitation revenue for the 2nd quarter is R9,7 million and YTD Actual billed is R19,3 million which is R1 million more than the YTD Budget amount for the period ended 31 December 2023 of R18,3 million and the payment from consumers amounts to R5,6 million which is R4,1 million less than the amount billed.

Refuse Revenue

The Refuse revenue for the 2nd quarter is R6,7 million and YTD Actual billed is R14,6 million which is R309 thousand more than the YTD Budget amount for the period ended 31 December of R14,2 million. The payment from consumers amounts to R5,8 million which is R900 thousand less than the amount billed.

Interest earned – external Investment

An amount of R690 thousand is interest earned for the quarter on available funds on Municipal current account, YTD Budget is R853 thousand and the YTD Actual is R1,5 million as per the statement of financial performance.

Interest earned on outstanding debtors

The interest billed on outstanding debtors YTD Actual is R7,4 million which is less than the YTD budget of R17,5 million and only R412 thousand was received from consumers to date.

Rental of Facilities

The YTD actual revenue for Rental of facilities for the period ended 31 December 2023 is R469 thousand.

Licenses and Permits

The YTD actual revenue received from licenses and permits for the period ended 31 December 2023 is R2,7 million.

Operational revenue

The YTD actual on other revenue billed for the period ended 31 December 2023 is R5,8 million. Other revenue is made up of numerous miscellaneous items (e.g., town planning fees, tender documents; valuation of land, cemetery fees, subsidies, etc.) and also gains on disposal of assets are included.

NON-EXCHANGE REVENUE

Property Rates

The Property Rates for the 2nd quarter is R29,8 million and YTD Actual billed is R59,9 million which is R67 thousand less than the YTD Budget amount of R60 million for property rates, yet only R24,9 million was receipted from consumers for the year which is R4,9 million less than the amount billed



Fines, penalties and forfeits

The YTD actual revenue for the period ended 31 December 2023 is R17 million.

Transfers and subsidies - Operational

The YTD actual revenue for the period ended 31 December 2023 is R161,6 million.

Overall revenue YTD budget

The revenue for the YTD Actual is R435 million and the YTD Budget is R429 million. Included in the Actual revenue is the Equitable Share, MIG, INEP, FMG, Sports and Recreation grant (Library and Museum) and EPWP.



BILLING VERSUS PAYMENT

Below is the summary of the amount billed to consumers versus the actual amount received from consumers and the collection rate for the period 1 July to 31 December 2023 is 81%

Payment Period July to December
 Total Payments (Including Reversals) -194 389 435.94

Type Of Service	Total Settlements	Billing	Payment Rate (Movement)
RATES GENERAL	-44 874 821.60	59 689 111.27	75%
ELECTRICITY	-50 528 213.02	58 446 197.77	86%
DEMAND/BASIC CHARGES	-20 462 100.22	23 894 071.20	86%
WATER CONSUMP	-12 242 036.10	20 965 319.34	58%
AVAIL WATER	-4 478 669.44	11 168 851.59	40%
AVAIL SEWER	-8 303 507.07	13 221 723.98	63%
ADD SEWERAGE	-2 676 976.56	3 059 728.89	87%
REFUSE	-11 294 215.81	17 834 157.57	63%
INTEREST	-826 823.06	10 949 071.99	8%
ADJUSTMENTS	-23 269.78	-	
V.A.T.	-15 971 948.48	21 324 093.57	75%
DEPOSIT ELEC	-523 911.15	230 455.05	
DEPOSIT WATER	-42 742.42	10 917.31	
SERVICE CHARGE	-	-	
OLD DEBT	-30 724.64	19 599.04	
PENALTIES LATE PAYMENT	-1 552 124.83	1 151 749.38	
COLL. FEES	-	-	
LEGAL FEES	-17 759.19	-	
SUNDRY CHARGE	-322 643.32	3 000.00	
INDIGENT SUPPOR	-122 973.57	307 305.24	37%
PAYMENT ADVANCED	-20 093 975.68	1 902 580.51	
Total	-194 389 435.94	244 177 933.70	80%



Electricity basic charges - 86% of billing was received for electricity consumption for the year to date (July -December) and 86% of basic electricity billed was paid for the year to date (July-December)

Water basic charges - 40% of basic water billed was paid for the year to date (July-December) and 58% of water consumption billed was paid for the year to date (July-December)

Refuse – 63% of the refuse removal billed to consumers was paid

Sanitation – 63% of basic sanitation billed to consumers was paid

Rates – 75% of the rates billed to consumers was paid

The year-to-date collection rate for all services is 81%



5.3 Expenditure by Type

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - Quarter 2

Description	Ref: 2022/23	Budget Year 2023/24							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Expenditure By Type									
Employee related costs									
Remuneration of councillors	180 462	188 376	-	58 124	105 202	93 200	12 002	13%	188 376
Bulk purchases - electricity	17 265	19 305	-	4 231	8 497	9 653	(1 156)	-12%	19 305
Inventory consumed	215 218	263 142	-	89 018	122 881	131 571	(8 690)	-7%	263 142
Debt impairment	47 174	40 210	-	16 297	27 733	22 892	4 841	21%	40 210
Depreciation and amortisation	3 636	7 383	-	-	-	3 682	(3 682)	-100%	7 383
Interest	133 438	42 503	-	27 480	54 964	21 252	33 712	158%	42 503
Contracted services	5 475	-	-	3 054	3 383	-	3 383	-	-
Transfers and subsidies	117 485	95 641	-	27 939	51 029	47 938	3 091	6%	95 641
Irrecoverable debts written off	0	-	-	-	-	-	-	-	-
Operational costs	73 664	-	-	(39)	(59)	-	(59)	-	-
Losses on Disposal of Assets	53 260	63 954	-	20 049	32 443	32 596	(153)	0%	63 954
Other Losses	-	-	-	-	-	-	-	-	-
Total Expenditure	17 909	-	-	-	-	-	-	-	-
	864 984	720 495	-	246 154	406 073	362 783	43 290	12%	720 495

Employee related costs

The YTD actual expenditure incurred for Employee costs is R105,2 million. The overtime paid for the YTD ended 31 December 2023 is R7,7 million. Further details are disclosed per department in Annexure 2.

Remuneration of Councillors

The YTD actual incurred expenditure for the remuneration of Councillor is R8,4 million.

Debt impairment

There is no expenditure for debt impairment as these costs are calculated at year end

Depreciation and Asset impairment

The YTD expenditure for depreciation and asset impairment is R54,9 million.

Bulk Purchases

The YTD amount of R122,8 million has been incurred.



Other Materials (Inventory Consumed)

The YTD other materials amount to R27,7 million which is 21% more than the YTD budget which is R22,8 million. This is expenditure for repairs and maintenance.

Contracted Services

The actual incurred expenditure for Contracted services amounts to R51 million for the period ending 31 December 2023.

Transfers and Subsidies

There is no YTD expenditure on transfers and subsidies for free basic services as the expenditure is offset against the revenue during billing.

Operational costs

The actual expenditure incurred for operational costs amounts to R32.4 million for the period ending 31 December 2023.

Overall expenditure YTD budget

The expenditure for the period ending 31 December 2023 is R246,1 million for the quarter and YTD R406 million.

Surplus/ (Deficit)

There is a surplus of R29 million as at 31 December 2023.

Cash on Hand

As at 31 December 2023 the municipality has R10,7 million cash available in the bank accounts for operating purposes.

CASH ON HAND

	OPENING BALANCE 1 DECEMBER 2023	REVENUE	EXPENDITURE	BANK BALANCE 31 DECEMBER 2023
ABSA	1 867 948.84	108 352 503.79	102 200 562.26	8 019 890.37
NEDBANK	1 234 963.50	8 755 054.37	7 220 906.50	2 769 111.37
TOTAL BANK BALANCE	3 102 912.34	117 107 558.16	109 421 468.76	10 789 001.74



Capital Expenditure

The capital budget for the 2023/24 financial year is R83,4 million. The capital is broken down between Grant funding (R76,4 million) and own funding (R7 million). To date R22,8 million has been received for MIG R10 million, INEP R10 million and R2,8 million for sports and recreation.

The following table is a summary of the 2023/2024 capital budget classified by department

KZN263 Abaqulusi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - Quarter 2

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited	Original	Adjusted	Quarter 2	YearTD actual	YearTD budget	YTD	YTD %	Full Year
Capital Expenditure - Functional Classification	1									
<i>Governance and administration</i>		7 333	1 000	-	159	835	500			1 000
Executive and council		(479)	-	-	-	-	-	335	67%	-
Finance and administration		7 812	1 000	-	159	835	500	335	67%	1 000
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 195	32 417	-	1 652	2 216	21 611	(19 395)	-90%	32 417
Community and social services		1 195	15 917	-	1 652	2 216	10 611	(8 395)	-79%	15 917
Sport and recreation		-	16 500	-	-	-	11 000	(11 000)	-100%	16 500
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		53 716	32 343	-	5 307	9 578	21 895	(12 318)	-56%	32 343
Planning and development		333	2 000	-	-	-	2 000	(2 000)	-100%	2 000
Road transport		53 383	30 343	-	5 307	9 578	19 895	(10 318)	-52%	30 343
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		4 858	17 680	-	3 966	3 966	11 620	(7 654)	-66%	17 680
Energy sources		4 858	17 680	-	3 966	3 966	11 620	(7 654)	-66%	17 680
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	67 102	83 440	-	11 085	16 594	55 627	(39 032)	-70%	83 440
Funded by:										
National Government		31 208	65 940	-	10 908	13 281	43 960	(30 639)	-70%	65 940
Provincial Government		333	10 500	-	-	-	7 667	(7 667)	-100%	10 500
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		31 540	76 440	-	10 908	13 281	51 627	(38 366)	-74%	76 440
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		27 555	7 000	-	177	3 333	4 000	(667)	-17%	7 000
Total Capital Funding		59 095	83 440	-	11 085	16 594	55 627	(39 032)	-70%	83 440



Capital expenditure

The expenditure for the quarter ending 31 December 2023 amounts to R11 million and YTD Actual of R16,5 million

5.4 Debtors

The amount of R392,3 million YTD is still owing to the municipality by the debtors. Debtors age analysis is attached as Annexure 1.

5.5 Creditors

The total amount owing to creditors as per the Creditors age analysis as at the end of December amounts to R86,5 million as detailed in the supporting Annexure 2.

Below are the top 20 creditors paid in the financial quarter ended 31 December 2023

TOP 20 for October, November & December

CREDITOR NAME	AMOUNT	SERVICES
Eskom Holdings	59 670 319.41	Electricity purchases
Qomkufa Security	6 758 218.87	Security Services
Ekaya Promotions	4 067 395.10	Uniforms, mini substations, street light fittings, gazebos,
Engapheli Moya Solutions	4 022 872.70	Repairs to water infrastructure, prepaid meters & testing of faults
Munsoft	3 850 993.65	Municipal Financial System
Mela Okuhle Trading	3 570 571.91	Upgrading of roads in Ext 16 SASKO - MIG
Auditor-General	3 275 891.04	Audit fees
Essen Trading	2 961 250.00	Asphalt for roads
Fleet Horizon Solutions	2 882 914.96	Lease of vehicles
Yimpie Projects cc	2 272 914.84	Rehabilitation of President street
Garlicke & Bousfield	2 006 956.50	Legal services
Msuftu Transport	1 987 000.00	Gardening Services
BTMN Engineers (Pty) Ltd	1 967 690.71	Electrification - INEP funding
Liana Consulting (Pty) Ltd	1 920 248.85	Refuse removal
Kuhlemcebo Engineers	1 545 207.47	Emakwathini Ward 7 - INEP
Conlog	1 448 137.50	Purchase of prepayment meters for stock
Magnacorp 115	1 354 192.23	Refuse removal
Mzolo Consulting	1 316 358.11	PMU
Thinasonke Building	1 255 913.51	Mvusini Community Hall - Ward 17 - MIG
Umhlaba Geomatics	1 172 096.44	Valuation roll
	109 307 143.80	



5.6 Grants Register

The total grants received to date for current financial period amounts to R32,6 million this amount excludes the Equitable share, YTD spent is R25,4 million.

Abaqulusi Local Municipality

Grant Register for the period 1 July 2023 to 30 June 2024						
TYPE OF GRANT RECEIVED	Opening balance per AFS/GL	Received in the bank	Expenditure Incl VAT	Salaries and other	TOTAL Expenditure incl VAT	Consolidated Closing balance
Integrated National Electrification Programme Grant						
Provincial housing	256.84	10 000 256.84	5 016 329.70		5 016 329.70	4 984 183.98
Provincial housing	107 393.00					
old years housing grants	3 630 437.51	186 687.45				107 393.00
Library	60 000.00					3 817 124.96
MIG		4 763 000.00				60 000.00
FMG		10 000 000.00	9 695 042.82	3 285 040.34	3 285 040.34	1 477 959.66
Museum		3 000 000.00			9 695 042.82	304 957.18
EPWP		249 000.00		2 365 915.98	2 365 915.98	634 084.02
Sports And Recreation (Library grant)		1 645 000.00		362 410.14	362 410.14	(113 410.14)
LED Market Stalls Grant	26 241.64	2 833 333.33		2 482 591.35	2 482 591.35	(837 591.35)
	1 617 545.97			2 272 914.74	2 272 914.74	586 660.23
	5 441 874.96	32 677 277.62	14 711 372.52	10 768 872.55	25 480 245.07	1 617 545.97
						12 638 907.51

Grant's expenditure

Finance Management Grant (FMG)

This grant is used to pay for the finance management interns, acquisition, upgrading and maintenance of financial management system and other training programs related to municipal finance. The FMG grant allocated and gazetted in terms of DORA amounts to R3 million that was received as at the end December 2023 and the YTD expenditure is R2,3 million.

Municipal Infrastructure Grant (MIG)

This is the conditional grant that funds the capital projects. The MIG grant gazetted in terms of DORA amounts to R51,8 million of which 5% was utilised as the PMU top slice in previous years, however in the 2023/24 financial year has been disallowed and the current allocation received to date amounts to R10 million.

The actual expenditure for the YTD is R9,6 million.

Art and Culture Grants

The library grant funds the operational costs of libraries and the current allocation is R4,7 million, which has been received. The grant funds for its operational costs. The actual expenditure for the YTD is R3,2 million.

Museum grant current allocation is R 235 thousand which has been received. The expenditure for the YTD is R362 thousand.

Sports and Recreation Grant

Sports and Recreation grant has an amount of R 2,8 million received. The expenditure for the period ended 31 December 2023 is R2,2 million.

EPWP GRANT

The EPWP grant gazetted in terms of DORA amounts to R2,7 million and to date an amount of R1,6 million has been received.

The actual expenditure amount for the period ended 31 December 2023 is also R2,4 million.



INEP GRANT

INEP grant current allocation is R16, million, an amount of R10 million has been received in the current financial year. The expenditure for the period ended 31 December 2023 is R5 million.

Other Grants from various government departments rollover from the previous year

Other grants from various government departments rollover from the previous year are reflected on the grant register.



5.7 Investment Register

Abaqutusi Municipality Investment Register
 INVESTMENT REGISTER 1 July 2023 to 31 June 2024
 MAIN SUMMARY

INSTITUTION	BALANCE AT	MOVEMENTS	BALANCE AT	INTEREST	EARNED	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
	2023/07/01		2023/12/31								
Bank											
NEDBANK	3 697 779.83	0.00	3 850 399.11	152 619.28	62.52	25 281.74	25 464.41	24 801.90	25 798.20	25 136.70	26 146.33
ABSA CALL	2 348.83	0.00	2 411.35	0.00	10.14	10.52	10.52	10.57	10.27	10.66	10.36
ABSA CALL	243.11	0.00	243.11	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NEDBANK	4 111.15	0.00	4 281.04	169.89	28.21	28.21	28.21	27.60	28.83	27.90	29.14
STANDARD BANK	74 828.42	0.00	74 828.42	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NEDBANK	4 470.61	0.00	4 655.22	184.61	30.68	30.68	30.69	30.00	31.31	30.30	31.62
NEDBANK	802 257.39	0.00	835 389.42	33 112.03	0.00	5 485.14	5 522.65	5 380.80	5 597.05	5 453.70	5 672.69
STANDARD BANK	4 799.67	0.00	4 799.67	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NEDBANK	7 872 082.11	0.00	8 196 987.71	324 905.60	53 821.27	53 821.27	54 189.24	52 799.70	54 920.84	53 512.50	55 662.05
ABSA LIQUIDITY PLUS	2 867 757.30	637 751.39	4 043 614.06	538 105.37	29 646.63	29 646.63	155 709.87	149 336.86	63 947.71	101 127.83	38 336.47
	15 330 678.42	637 751.39	17 017 589.11	1 049 159.30	114 303.82	114 303.82	240 845.59	232 387.43	150 334.21	185 299.59	125 888.66

QUARTERLY BUDGET STATEMENT DECEMBER 2023

Interest earned on the above interest register relates to amounts invested with various financial institutions registered with South African Banking Council. Municipal investments are done as per the approved Investment policy of the council. The interest earned on investment accounts for the quarter (October to December) amounts to R461,522.46 thousand and the YTD (July to December) amounts to R1,049,159.30.

This amount is not part of the statement of financial performance as it is capitalised monthly to the principal amount invested.

The municipality has a total of R17 million in investments, this is for the cash backing of unspent grants and ESKOM guarantees



Annexure's



ANNEXURE 1

KZN263 Abaqulusi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 - Quarter 2

R thousands	Description	NT Code	Budget Year 2023/24							Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr				Over 1Yr
Debtors Age Analysis By Income Source													
	Trade and Other Receivables from Exchange Transactions - Water	1200	6 003	4 138	3 746	3 434	3 816	3 154	1 172	36 187	61 451	47 564	
	Trade and Other Receivables from Exchange Transactions - Electricity	1300	16 941	6 152	3 076	4 605	2 422	1 830	1 374	15 851	52 247	26 079	
	Receivables from Non-exchange Transactions - Property Rates	1400	7 272	3 278	2 481	2 086	1 914	1 868	1 851	82 948	103 688	90 667	
	Receivables from Exchange Transactions - Waste Water Management	1500	3 205	2 018	1 706	1 576	1 481	1 384	1 256	41 867	54 503	47 574	
	Receivables from Exchange Transactions - Waste Management	1600	3 136	1 804	1 669	1 522	1 432	1 356	1 142	30 046	42 207	35 498	
	Interest on Airtel Debtor Accounts	1700	-	-	-	-	-	-	-	-	-	-	
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1810	1 918	1 862	1 813	1 770	1 775	1 792	1 707	41 464	54 080	46 508	
	Other	1820	-	-	-	-	-	-	-	-	-	-	
	Total By Income Source	1900	481	2 054	1 773	1 797	1 680	1 687	2 545	12 144	24 170	19 862	
	2022/23 - totals only	2000	38 956	21 395	16 263	16 800	14 327	13 071	11 046	260 508	392 366	315 751	
Debtors Age Analysis By Customer Group													
	Organs of State		-	-	-	-	-	-	-	-	-	-	
	Commercial	2200	5 192	3 569	2 109	2 075	2 385	1 648	1 854	60 473	79 308	68 436	
	Households	2300	17 813	7 837	5 176	6 454	4 257	3 916	2 671	29 069	77 193	46 367	
	Other	2400	15 951	9 989	8 979	8 270	7 685	7 506	6 521	170 366	235 867	200 948	
	Total By Customer Group	2500	-	-	-	-	-	-	-	-	-	-	
		2600	38 956	21 395	16 263	16 800	14 327	13 071	11 046	260 508	392 366	315 751	

ANNEXURE 2

KZN263 Abaqulusi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 - Quarter 2

R thousands	Description	NT Code	Budget Year 2023/24										Total	Over 1 Year	Prior Year totals for chart (same)	
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	1 Year						
	Creditors Age Analysis By															
	Bulk Electricity	0100	21 133	-	-	38 522	-	-	-	8 914	-	-	4 092	2 406	75 068	-
	Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Trade Creditors	0700	7 276	2 384	-	798	90	-	-	-	62	-	59	812	11 481	-
	Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other	0900	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total By Customer Type	1000	28 410	2 384	39 320	8 914	90	62	4 150	3 218	86 549	-	-	-	-	-

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

ANNEXURE 3

OVERTIME REPORT

ABACULUSI MUNICIPALITY - O/T REPORT DECEMBER 2023

DEPT	JULY	AUG	SEPT	OCT	NOV	DEC	TOTAL TO DATE
CORPORATE	97 302.43	67 776.43	61 866.46	60 125.55	93 282.00	55 947.62	436 280.49
HR	5 903.21	5 891.10	16 656.36	18 531.47	16 979.16	15 487.38	79 448.68
MUN MGR	-	-	-	-	-	-	-
MAYOR & COUNCIL	-	-	-	-	-	-	-
FINANCE	64 498.15	2 087.16	2 471.70	-	-	-	-
MUSEUM	-	12 733.99	13 127.04	-	-	-	-
SPORT & REC	-	-	-	14 482.32	-	-	-
HALLS & REC	-	33 457.05	-	-	12 459.68	11 397.12	4 558.86
CEMETERY	-	-	32 519.85	-	-	-	128 698.30
SOLID WASTE	36 300.00	-	-	-	-	-	-
LIBRARY	70 982.93	72 756.71	80 891.45	34 415.14	15 244.68	6 799.11	72 776.01
P/SAFETY	156 241.95	-	-	87 615.26	42 014.16	27 898.42	113 858.24
HOUSING	-	166 451.13	162 089.11	-	-	75 947.48	430 177.99
FLEET	-	-	-	207 771.68	-	-	-
ROADS	-	-	-	-	86 503.28	187 891.47	966 948.62
MOTOR LIC	203 784.95	173 594.28	169 188.45	-	-	-	-
SANITATION	-	-	-	-	-	-	-
WATER	277 678.73	-	-	172 108.87	86 233.94	182 631.01	-
ELECTRICITY	243 858.10	287 102.14	290 367.30	-	-	-	987 541.50
BACK PAY OVERTIME	212 873.96	238 282.06	245 694.06	305 996.75	232 408.95	281 717.22	1 675 171.09
TOTAL	1 369 294.41	1 341 868.14	1 352 591.17	1 449 856.17	841 009.04	1 360 398.14	7 715 007.07

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

STANDBY REPORT

ABAQULUSI MUNICIPALITY - STANDBY REPORT DECEMBER 2023

DEPT	JULY	AUG	SEPT	OCT	NOV	DEC	TOTAL TO DATE
CORPORATE							
HR							
MUN MGR							
MAYOR & COUNCIL							
FINANCE							
MUSEUM	25 073.46	26 986.17	30 459.45	25 115.17	27 251.13	24 909.54	159 794.92
SPORT & REC							
HALLS & REC							
CEMETERY							
SOLID WASTE							
LIBRARY	1 582.89						
P/SAFETY		1 249.65	6 469.75				
HOUSING	77 641.52	77 353.00		1 416.27	416.55		
FLEET			51 126.92				
ROADS				79 938.21			11 135.11
MOTOR LIC	1 918.28				70 822.19	72 543.37	429 425.21
SANITATION		2 369.64					
WATER	54 461.23		4 367.06	3 228.56			
ELECTRICITY	47 095.72	52 561.97	49 345.82		3 567.08	4 088.80	
BACK PAY OVERTIME	91 206.91	41 132.31	61 392.26	60 313.45			19 539.42
		104 281.60	42 260.29	45 084.41	53 399.59	39 039.06	331 474.32
			105 627.73	104 791.88	102 172.02		271 721.91
TOTAL	298 982.01	305 934.34	319 632.67	318 978.49	296 152.38	1 851 926.58	

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

EMPLOYEE RELATED EXPENDITURE

PERMANENT EMPLOYEES JULY TO DECEMBER

	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
SALARY	8 822 013.88	9 014 219.82	8 978 199.48	8 936 606.37	8 965 230.53	8 916 713.11	53 632 983.19
O/TIME1.5	553 155.47	583 447.86	581 304.37	641 724.57	636 130.69	606 939.76	3 602 702.72
O/TIME2.0	816 138.94	758 410.24	771 286.80	808 131.60	841 009.04	753 458.38	4 748 435.00
ABS DAYS	2 580.72	18 411.62	14 146.08	1 099.20	9 716.25	1 710.56	47 664.43
STANDBY	298 982.01	305 934.34	319 632.67	318 978.49	312 246.69	296 152.38	1 851 926.58
L/S LEAVE	272 429.50	79 443.90	141 484.80	147 926.00	54 919.20	51 991.30	748 194.70
RES LVE	2 000.00	50 735.04	32 583.69	86 463.98	23 992.80	78 823.24	272 598.75
RENT ALL	36 257.94	2 800.00	2 200.00	2 200.00	2 200.00	2 200.00	13 600.00
HOUSING	105 500.00	36 257.94	25 593.84	29 859.48	29 859.48	30 925.89	188 754.57
CELL ALLO	151 651.13	105 500.00	105 500.00	106 000.00	105 903.64	105 240.90	633 644.54
ANN BONUS	674 749.49	155 517.80	165 753.33	172 233.86	161 270.69	8 729 208.51	8 729 208.51
TRAV ALL	4 924.52	684 062.99	684 062.99	684 776.99	683 133.55	157 914.92	964 341.73
REIM TRAV	62 518.04	9 296.29	15 482.58	12 568.80	9 023.85	671 222.49	4 082 008.50
ACT ALL	28 663.51	28 309.60	24 726.50	57 048.09	77 212.90	8 671.45	44 484.91
INT SUBS	11 270.00	10 011.50	8 946.50	21 596.09	21 596.09	29 423.65	304 203.30
SUBS ALL	1 151.00	10 966.20	9 590.32	25 230.50	19 817.50	15 328.50	149 057.86
BACKPAY	6 821.87	12 371.98	5 713.85	72 794.29	8 643.20	9 960.19	90 604.50
PRO BONUS	32 454.14	12 071.62	12 071.62	52 444.24	38 069.00	39 978.95	11 111.19
B/P ACT A				5 148.96		5 073.56	141 972.96
B/PAY S/B						7 612.19	102 408.67
B/P ABS D							58 152.16
							17 220.58

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

NIGHT SHF	18 980.26	16 974.48	15 183.12	17 008.32	3 716.52	11 384.52	83 247.22
KM N TAX	50 118.10	46 739.81	28 337.49	109 492.12	64 545.58	50 712.44	349 945.54
KM TAX	9 315.57	8 027.96	5 774.93	27 179.74	23 359.74	10 415.03	84 073.07
SHIFT ALL	87 250.04	89 425.46	97 099.68	98 136.87	98 308.02	98 346.05	568 566.12
BP SHF AL	1 968.10	7 724.01	8 091.82	7 186.37	8 091.82	8 091.82	9 154.47
IT DAY EN	7 724.01	21 478.11	8 848.80	2 742.48	94 033.99	7 621.92	47 079.68
B/P NIGHT	11 321.42	12 534.08	10 084.85	9 398.37	172 305.27	18 910.71	18 943.34
BP OT 1.5	12 116.61	12 094 295.83	12 043 407.95	12 459 133.58	12 444 903.54	10 715.68	158 130.70
BP OT 2.0	10 336.30	2 755 682.36	2 752 330.34	2 735 833.99	2 733 526.17	20 755 493.05	225 374.55
** EARN.**	12 087 231.23	14 849 978.19	14 795 738.29	15 194 967.57	15 178 429.71	2 807 015.36	81 884 465.18
CO. CONTR.	2 713 870.28					23 562 508.41	16 498 258.50
TOTAL	14 801 101.51					23 562 508.41	98 382 723.68

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

MM, DIRECTORS & INTERNS JULY TO DECEMBER

	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
SALARY	723 895.26	734 772.31	798 525.76	809 402.81	809 402.81	809 402.81	4 685 401.76
O/TIME1.5	3 214.06	2 784.63	5 290.72	12 301.64	12 558.00	12 563.81	48 712.86
O/TIME2.0	3 851.32	5 586.24	13 848.96	16 362.32	17 243.40	16 152.90	73 045.14
STANDBY	1 319.03	1 319.03	1 319.03	1 319.03	1 319.03	1 319.03	7 914.18
CELL ALLO	13 000.00	13 000.00	13 000.00	18 500.00	18 500.00	18 500.00	94 500.00
TRAV ALL	93 741.60	93 741.60	96 553.84	96 553.84	96 553.84	96 553.84	573 698.56
CT ALL							9 160.16
SUBS ALL	19 720.00	8 513.00	12 528.00	10 913.00	4 580.08	4 580.08	72 866.00
BACKPAY			432 689.84	4 717.71	15 821.00	5 371.00	437 407.55
B/P ACT A							1 765.76
KM N TAX	19 302.40	1 411.40	3 735.20	6 310.40	7 702.40	16 240.00	54 701.80
KM TAX	10 956.78	799.68	2 370.72	3 766.30	4 837.96	7 343.18	30 074.62
B/P TRAV			47 105.16				47 105.16
GRATUITY							
** EARN **	889 000.45	861 927.89	1 547 312.23	980 147.05	990 284.28	988 026.65	6 256 698.55
*CO.CONTR.	11 257.22	11 294.31	20 030.75	13 336.66	13 389.81	13 271.11	82 579.86
TOTAL	900 257.67	873 222.20	1 567 342.98	993 483.71	1 003 674.09	1 001 297.76	6 339 778.41

The total salary cost for the 1st quarter (July to September) ending 30 September 2023 of R52,053,260.40:
 Company 1 – R44,446,817.99
 Councillors – R 4,265,619.56
 Directors, Interns and temporary employees – R3,340,822.85

QUARTERLY BUDGET STATEMENT ENDING 31 DECEMBER 2023

For the 2nd quarter (October to December) ending 31 December 2023 of R61,249,046.62
Company 1 – R53,935,905.69
Councillors – R 4,314,685.37
MM, Directors, Interns and temporary employees – R2,998,455.56

The total salary cost for the 1st 6 months (July to December) ending 31 December 2023 of R113,302,407.02:
Company 1 – R98,382,823.68
Councillors – R 8,580,304.93
MM, Directors, Interns and temporary employees – R6,339,278.41



CONFIRMATION CERTIFICATE

I, **MPE Mthembu** Chief Financial Officer of (**ABAQULUSI MUNICIPALITY**.) have checked the Report and done the Review Session with my Department. (Mark as appropriate)

The Section 71 Monthly Report

Quarterly Report on the implementation of the Financial State of affairs to the Municipality

Mid-year Performance Assessment

Medium Term Report

I hereby confirm that the above is a true reflection of the Finance Section and in full compliance with Schedule 2 of the Municipal Systems Act.



MPE MTHEMBU
CHIEF FINANCIAL OFFICER
ABAQULUSI MUNICIPALITY KZN263

08/01/2024
DATE





QUALITY CERTIFICATE

I, **SP Dlamini**, Acting Municipal Manager of **ABAQULUSI MUNICIPALITY**, hereby certify that I have read the document and certify that I agree and understand the contents contained herein. (mark as appropriate)

The Section 71 Monthly Report

Quarterly report on the implementation of the budget and financial state of affairs to the municipality

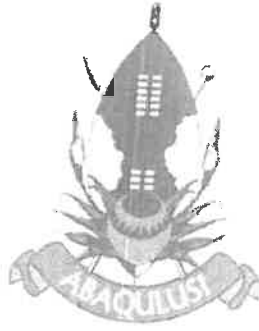
In – year report

For the quarter ending December 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

MUNICIPAL MANAGER
ABAQULUSI MUNICIPALITY, KZN263

DATE: _____





QUALITY CERTIFICATE

I, **SE MKHWANAZI**, Mayor of **ABAQULUSI MUNICIPALITY**, hereby certify that I have read the document and certify that I agree and understand the contents contained herein: (mark as appropriate)

The Section 71 Monthly Report

Quarterly report on the implementation of the budget and financial state of affairs to the municipality

In – year report

For the quarter ending December 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

HONORABLE MAYOR

ABAQULUSI MUNICIPALITY, KZN263

DATE: _____

