



ADDITIONAL ITEMS

C O N T E N T S

ADDITIONAL ITEMS

FINANCE SERVICES DEPARTMENT

1. SECTION 71 REPORT JUNE 2022.
2. SECTION 52 REPORT 4TH QUARTER ENDING JUNE 2022.
3. SCM QUARTERLY REPORTING.

SECTION 71 REPORT JUNE 2022

FOR CONSIDERATION



FINANCIAL SERVICES

Interoffice memorandum FINANCIAL SECTION

77304

ABAQULUSI MUNICIPALITY CORPORATE SERVICE		
FILE NO:	4/7/3/3	
DATE RECEIVED	14 JUL 2022	FO-ATTENTION
MM	MMR	SPFAK
DIR. MAYOR	DIR. CORP	CFO
DIR. TECH	DIR. COM	DIR. DEV

ENQUIRIES	:	FINANCE DEPARTMENT
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DATE	:	Tuesday, 05 July 2022

TO : **FINANCE PORTFOLIO**

SUBJECT : **SECTION 71 REPORT
JUNE 2022**

1. PURPOSE

The purpose of this memorandum is to comply with Section 71 of the MFMA, by providing an interim statement to the Mayor and Council containing certain financial particulars to achieve MFMA compliance

2. LEGISLATIVE/STATUTORY REQUIREMENTS

Strategic Objective: "To ensure good governance, financial viability and optimal institutional transformation with capacity to execute its mandate."

Section 71 of the MFMA requires that:

The Accounting Officer of the 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 and National treasury a statement in a prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue per revenue source;
- (b) Actual expenditure per vote;
- (c) Actual capital expenditure per vote;
- (d) Any allocations received;
- (e) Actual expenditure on allocations received;

- (f) Actual borrowings; and
- (g) Any other budget information as may be required by National and Provincial Treasury for monitoring purposes.

Therefore, the June 2022 report is based on financial information available at the time of preparation. The financial results for the period ending 30 June 2022 are summarised as per the attached document.

3. INTERNAL DEPARTMENTS CONSULTED

All Departments

4. FINANCIAL IMPLICATIONS

- Financial implications are as per the attached monthly section 71 report.

5. CONSTITUTION AND LEGAL FACTORS

- Approving this report ensures compliance to the legislative requirements.

6. COMMUNICATION

In compliance to legislative requirements (Section 71 of the MFMA) this document is provided to all stakeholders by placing it on the Abaqulusi Municipal website.

7. CONCLUSION

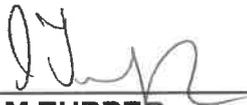
This report meets with the requirements of the MFMA, Section 71 by submitting the 'IN-YEAR REPORT' to Council on the implementation of the budget and the financial status of the municipality

8. RECOMMENDATIONS

It is recommended that FINANCE PORTFOLIO:

- 8.1 Notes the Section 71 report for the period ending 30 June 2022;
- 8.2 Delegate the Accounting Officer to submit the Section 71 report within 5 days of tabling to the National Treasury and the relevant Provincial Treasury.

PREPARED BY


LM TUPPER
MANAGER FINANCIAL PLANNING

2022/07/05
DATE

COMMENTS CHIEF FINANCIAL OFFICER
SUPPORTED/NOT SUPPORTED
APPROVED/NOT APPROVED


MPE MTHEMBU
CHIEF FINANCIAL OFFICER

13/07/2022
DATE

COMMENTS MUNICIPAL MANAGER
SUPPORTED/NOT SUPPORTED
APPROVED/NOT APPROVED


ZG DHLAMINI
MUNICIPAL MANAGER

15/07/2022
DATE

MONTHLY REPORTING

FINANCIAL SERVICES

SECTION 71



JUNE 2022

FINANCE PORTFOLIO



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STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2021/2022 BUDGET FOR THE PERIOD ENDING 30 JUNE 2022

1. PURPOSE

The purpose of the report is to submit to the mayor the statement of financial performance and implementation of the 2021/22 Budget of the Abaqulusi Local Municipality for the period ending 30 June 2022 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

- Honourable Mayor
- Executive Committee
- Council

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56 of 2003.

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 ended 30 June 2022 is detailed below. The monthly 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
- 5.7 Investment Register



5. EXECUTIVE SUMMARY

5.1 Statement of Financial Performance

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Vote Description R thousands	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		100 717	83 493	101 776	8 448	102 034	101 776	258	0%	101 776
Service charges - electricity revenue		193 292	219 846	213 127	17 137	204 717	213 127	(8 410)	-4%	213 127
Service charges - water revenue		44 344	41 679	48 679	4 457	45 858	48 679	(2 821)	-6%	48 679
Service charges - sanitation revenue		31 367	27 787	33 287	2 750	32 326	33 287	(961)	-3%	33 287
Service charges - refuse revenue		17 866	23 174	25 163	1 846	22 221	25 163	(2 942)	-12%	25 163
Rental of facilities and equipment		1 070	1 050	554	33	527	554	(27)	-5%	554
Interest earned - external investments		897	1 680	1 680	19	710	1 680	(970)	-58%	1 680
Interest earned - outstanding debtors		7 979	-	52 336	1 038	12 673	52 336	(39 662)	-76%	52 336
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		13 602	24 773	17 270	1 579	11 370	17 270	(5 900)	-34%	17 270
Licences and permits		2 837	5 148	7 294	470	5 820	7 294	(1 474)	-20%	7 294
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		213 994	179 728	183 728	-	178 320	183 728	(5 408)	-3%	183 728
Other revenue		4 726	5 576	5 137	138	674	5 137	(4 463)	-87%	5 137
Gains		15 928	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		648 620	613 934	690 032	37 916	617 251	690 032	(72 780)	-11%	690 032
Expenditure By Type										
Employee related costs		163 375	168 228	181 886	14 069	177 326	181 886	(4 559)	-3%	181 886
Remuneration of councillors		18 340	19 123	18 863	1 628	18 069	18 863	(794)	-4%	18 863
Debt impairment		64 771	6 730	6 730	-	-	6 730	(6 730)	-100%	6 730
Depreciation & asset impairment		88 595	42 666	42 666	-	2 073	42 666	(40 594)	-95%	42 666
Finance charges		7 986	-	-	-	215	-	215	-	-
Bulk purchases - electricity		191 594	240 000	238 000	18 221	197 107	238 000	(40 893)	-17%	238 000
Inventory consumed		13 690	25 828	23 235	570	20 124	23 235	(3 111)	-13%	23 235
Contracted services		91 544	85 660	134 056	13 214	117 019	134 056	(17 036)	-13%	134 056
Transfers and subsidies		7 008	-	8 000	1 389	8 560	8 000	560	7%	8 000
Other expenditure		36 597	25 318	29 813	5 714	33 987	29 813	4 174	14%	29 813
Losses		58	-	-	-	-	-	-	-	-
Total Expenditure		683 559	613 553	683 249	54 805	574 481	683 249	(108 768)	-16%	683 249
Surplus/(Deficit)		(34 939)	381	6 783	(16 889)	42 770	6 783	35 988	0	6 783
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		35 368	40 548	40 548	-	21 130	40 548	(19 418)	0	40 548
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		429	40 928	47 330	(16 889)	63 900	47 330			47 330
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		429	40 928	47 330	(16 889)	63 900	47 330			47 330
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		429	40 928	47 330	(16 889)	63 900	47 330			47 330
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		429	40 928	47 330	(16 889)	63 900	47 330			47 330

Monthly Budget Statement of Financial Performance This table provides an overview of the monthly 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:



5.2 Financial Performance -Revenue by Source

Revenue by Source

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

Vote Description R thousands	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		100 717	83 493	101 776	8 448	102 034	101 776	258	0%	101 776
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Rental of facilities and equipment		1 070	1 050	554	33	527	554	(27)	-5%	554
Interest earned - external investments		897	1 680	1 680	19	710	1 680	(970)	-58%	1 680
Interest earned - outstanding debtors		7 979	-	52 336	1 038	12 673	52 336	(39 662)	-76%	52 336
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		13 602	24 773	17 270	1 579	11 370	17 270	(5 900)	-34%	17 270
Licences and permits		2 837	5 148	7 294	470	5 820	7 294	(1 474)	-20%	7 294
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		213 994	179 728	183 728	-	178 320	183 728	(5 408)	-3%	183 728
Other revenue		4 726	5 576	5 137	138	674	5 137	(4 463)	-87%	5 137
Gains		15 928	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		648 620	613 934	690 032	37 916	617 251	690 032	(72 780)	-11%	690 032

Property Rates

The Property Rates monthly actual billed for property rates in 30 June 2022 is R 8, 4 million which is the same less when compared to R8,4 million in May 2022. The year to date (YTD) Actual billed for the period ended 30 June 2022 is R102 million, which is more than the YTD Budget amount of R101,7 million for property rates, however only R5,4 million was receipted from consumers in June which is R2,9 million less than the amount billed.

Electricity Revenue

The Electricity revenue monthly actual billed for electricity revenue in June 2022 is R17,1 million which is R400 thousand more when compared to R16,7 million in May 2022. The YTD Actual billed for the period ended 30 June 2022 is R204,7 million which is 4% less than the YTD Budget of R213,1 million and only R15,4 million was receipted from consumers which is R1,6 million less than the amount billed.

Water Revenue

The Water revenue monthly actual billed for June 2022 is R4,4 million which is R100 thousand less when compared to the R4,5 million for May 2022. The YTD actual billed is R45,8 million as at 30 June 2022 which is 6% less than the YTD Budget amount of R48,6 million. Again, the



payment amount received from consumers of R2,2 million is R2,2 million less than the amount billed.

Sanitation Revenue

The Sanitation revenue monthly actual billed for June 2022 is R2,7 million which is the same when compared to the R2,7 million billed in May 2022. The YTD actual billed is R32,3 million as at 30 June 2022 which is 3% less than the YTD Budget amount of R33,2 million and the payment from consumers amounts to R1,8 million which is R868 thousand less than the amount billed.

Refuse Revenue

The Refuse revenue monthly actual billed for June 2022 is R1.8 million which is R100 thousand more than the R1,7 million billed in May 2022. The YTD actual billed is R22,2 million as at 30 June 2022 which is 12% less than the YTD Budget amount of R 25,1 million. The payment from consumers amounts to R1,7 million which is R138 thousand less than the amount billed.

Interest earned –external investments

An amount of R19 thousand is interest earned on available funds on Municipal current account, YTD actual is R710 thousand as per the statement of financial performance.

Interest earned on outstanding debtors

The interest earned on outstanding debtors in June 2022 is R1 million. The Interest earned YTD is R12,6 million as at 30 June 2022.

Fines, penalties and forfeits

The monthly actual revenue for June 2022 is R1,5 million which increased by R200 thousand when compared to the R1,3 million for May 2022. The actual revenue YTD on fines is R11,3 million as at 30 June 2022 which is 34% less than the fines revenue budget of R17,2 million. The reason for the variance is the provision for outstanding traffic fines which is only raised in June during the AFS preparations.

Licenses and Permits

The monthly actual revenue on licenses and permits for June 2022 is R470 thousand which increased by R440 thousand compared to R30 thousand in May 2022. Licenses and permits YTD actual is R5,8 million as at 30 June 2022 and is 20% less than the revenue YTD budget of R7,2 million.

Rental of Facilities

The monthly actual revenue for Rental of facilities in June 2022 is R33 thousand which is the same when compared to R33 thousand in May 2022. YTD is R527 thousand is actual revenue which is 5% less than the YTD budget of R554 thousand.



Other revenue

The monthly actual on other revenue billed in June 2022 is R138 thousand which increased by R90 thousand compared to R48 thousand in May 2022. The actual other revenue YTD is R674 thousand which is 87% less than the YTD budget of R5,1 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.

Overall revenue YTD budget

The revenue for the month of June 2022 is R37,9 million. The YTD Actual revenue on billing and payment is R617,2 million which is 11% less than YTD Budgeted revenue of R690 million.



BILLING VERSUS PAYMENT

As per table below the amount billed on the month of June is R34,4 million while actual cash received is R32,8 million. Total revenue billed to date is R399,8 million while only R348,9 million is the actual cash received to date. The collection rate for the month of June was 95,46% and year to date collection is 87,27%

MONTH	DATE Billing	Monthly Billing	Total Billing to date	Actual cash		PERIOD	Actual cash		Total consumer Outstanding balance	% YTD Collections	% Monthly Collections
				Received	to date		Received	to date			
R 272 202 464.29											
Jul-21	22/07/2021	R 32 278 416.92	R 32 278 416.92	R 19 219 307.57	R 19 219 307.57	01/07/2020 to 21/07/2020	R 19 219 307.57	R 285 261 573.64	59.54	59.54	
Aug-21	20/08/2021	R 42 043 204.40	R 74 321 621.32	R 22 618 821.05	R 22 618 821.05	23/07/2021 to 19/08/2021	R 41 838 128.62	R 304 685 956.99	56.29	85.83	
Sep-21	22/09/2021	R 28 999 026.65	R 103 320 647.97	R 29 340 311.01	R 29 340 311.01	20/08/2021 to 22/09/2021	R 71 178 439.63	R 304 344 672.63	68.89	101.73	
Oct-21	21/10/2021	R 28 908 618.00	R 132 229 265.97	R 29 786 928.15	R 29 786 928.15	23/09/2021 to 21/10/2021	R 100 965 367.78	R 303 466 362.48	76.36	102.04	
Nov-21	23/11/2021	R 31 404 167.73	R 163 633 433.70	R 32 845 205.30	R 32 845 205.30	22/10/2021 to 23/11/2021	R 133 810 573.08	R 302 025 324.91	81.77	104.59	
Dec-21	21/12/2021	R 33 563 455.06	R 197 196 888.76	R 37 473 154.88	R 37 473 154.88	24/11/2021 to 21/12/2021	R 171 283 727.96	R 298 115 625.09	86.86	111.65	
Jan-22	21/01/2022	R 37 221 432.52	R 234 418 321.28	R 24 095 614.79	R 24 095 614.79	22/12/2021 to 21/01/2022	R 195 379 342.75	R 311 241 442.82	83.35	64.74	
Feb-22	21/02/2022	R 34 166 099.06	R 268 584 420.34	R 27 029 486.01	R 27 029 486.01	22/01/2022 to 21/02/2022	R 222 408 828.76	R 318 378 055.87	82.81	79.11	
Mar-22	22/03/2022	R 33 290 385.00	R 301 874 805.34	R 26 798 647.15	R 26 798 647.15	22/02/2022 to 22/03/2022	R 249 207 475.91	R 324 869 793.72	82.55	80.50	

Balance carried over from
30/06/2021



Apr-22	20/04/2022	R 31 207 402.95	R 333 082 208.29	R 41 668 096.61	23/03/2022 to 20/04/2022	R 290 875 572.52	R 314 409 100.06	87.33	133.52
May-22	20/05/2022	R 32 348 052.88	R 365 430 261.17	R 25 199 674.89	21/04/2022 to 20/05/2022	R 316 075 247.41	R 321 557 478.05	86.49	77.90
2022/06/30 YEAR END	30/06/2022	R 34 407 488.75	R 399 837 749.92	R 32 845 842.74	21/05/2022 to 30/06/2022	R 348 921 090.15	R 323 119 124.06	87.27	95.46
TOTALS		R 399 837 749.92		R 348 921 090.15				YTD	87.27



5.3 Expenditure by Type

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Vote Description R thousands	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		163 375	168 228	181 886	14 069	177 326	181 886	(4 559)	-3%	181 886
Remuneration of councillors		18 340	19 123	18 863	1 628	18 069	18 863	(794)	-4%	18 863
Debt impairment		64 771	6 730	6 730	-	-	6 730	(6 730)	-100%	6 730
Depreciation & asset impairment		88 595	42 666	42 666	-	2 073	42 666	(40 594)	-95%	42 666
Finance charges		7 986	-	-	-	215	-	215	-	-
Bulk purchases - electricity		191 594	240 000	238 000	18 221	197 107	238 000	(40 893)	-17%	238 000
Inventory consumed		13 690	25 828	23 235	570	20 124	23 235	(3 111)	-13%	23 235
Contracted services		91 544	85 660	134 056	13 214	117 019	134 056	(17 036)	-13%	134 056
Transfers and subsidies		7 008	-	8 000	1 389	8 560	8 000	560	7%	8 000
Other expenditure		36 597	25 318	29 813	5 714	33 987	29 813	4 174	14%	29 813
Losses		58	-	-	-	-	-	-	-	-
Total Expenditure		683 559	613 553	683 249	54 805	574 481	683 249	(108 768)	-16%	683 249

Employee related costs

The monthly actual incurred expenditure for Employee costs is R14 million for June 2022 which decreased by R500 thousand compared to R14,5 million in May 2022. The overtime paid in June 2022 is R1,3 million. The total overtime paid to date is R12,1 million. Further details are disclosed per department in Annexure 2.

Remuneration of Councillors

The monthly actual incurred expenditure for the remuneration of Councillor is R1,6 million for June 2022 which is R100 thousand more when compared to R1, 5 million in May 2022.

Debt impairment

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

Depreciation and Asset impairment

There is no expenditure for depreciation and asset impairment as these costs are calculated at year end

Finance Charges

There is no expenditure incurred for the month of June and for the year to date an amount of R215 thousand has been incurred. Finance charges are interest incurred on overdue accounts. E.g., Eskom due to cash flow constraints faced by the municipality.



Bulk Purchases

An amount of R18,2 million was paid to Eskom during June for electricity and to date R197,1 million has been paid.

Other Materials (Inventory Consumed)

The monthly actual incurred expenditure for Other Materials (Inventory Consumed) amounts to R570 thousand in June 2022. The YTD other materials amount to R20,1 million which is 13% less than the YTD budget, which is R23,2 million. This is expenditure for repairs and maintenance.

Contracted Services

The monthly actual incurred expenditure for Contracted services amounts to R13,2 million in June 2022, the YTD actual for the period ended 30 June 2022 amounts to R117 million which is 12% less than YTD budget amount of R134 million.

Transfers and Subsidies

An amount of R1,3 million has been spent on free basic services for June 2022 and for the year-to-date R8,5 million has been spent

Other expenditure

The monthly expenditure incurred on other expenditure amounts to R5,7 million in June 2022 which amounts to R3 million more than in May 2022. The YTD other expenditure amounts to R33,9 million which is 14% more than the YTD budget which is R29,8 million.

Overall expenditure YTD budget

The expenditure for the month of June 2022 is R54,8 million. The total expenditure YTD Actual is R574,4 million which is 16% less than overall expenditure YTD Budget of R683,2 million. The main reason for this being the bulk purchases winter tariff to be charged by ESKOM for the 3 months of July, August and June, as well as the non-cash items of depreciation and asset impairment which are calculated at the end of the financial year.

Surplus/ (Deficit)

During the month of June, we have a deficit of R16,8 million. The YTD shows a surplus of R42,7 million which is R6,7 million more than the YTD budget of R35,9 million. The surplus is due to expenditure for June not yet received for bulk purchases and other contract payments that still have to be finalised at year end.



Capital Expenditure

The capital budget for the 2021/22 financial year is R47,3 million. The capital is broken down between Grant funding (R39,2 million) and own funding (R8 million)

To date R39,1 million has been received for MIG and R3,3 million for INEP

The following table is a summary of the 2021/2022 capital budget classified by funding

KZN263 Abaqulusi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
National Government		34 056	38928	39252	5427	39252	39252	-		39252
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital	6	34 056	38 928	39 252	5 427	39 252	39 252	0	0%	39 252
Borrowing		-	-	-	-	-	-	-		-
Internally generated funds		7 352	5 980	8 079	2 200	4 659	8 079	(3 420)	-42%	8 079
Total Capital Funding		41 407	44 908	47 330	7 627	43 911	47 330	(3 420)	-7%	47 330



Capital expenditure

The expenditure for June 2022 of R 7,6 million is for MIG projects funded from grant funding and the total to date spent on MIG is R39,1 million. To date R3,5 million has been spent from own funding for the purchase of the water tanker, computers and park homes.

5.4 Debtors

The amount of R333,7 million YTD is still owing to the municipality by the debtors. Debtors age analysis is attached as Annexure 3.

5.5 Creditors

The total amount owing to creditors as per the Creditors age analysis as at the end of June 2022 amounts to R48,5 million as detailed in the supporting Annexure 4.

Below are the top 20 creditors paid in the month of June 2022

PAYEE	AMOUNT	SERVICE
ESKOM	16 762 136.07	Electricity
IDRIS CASSIM MEER	3 410 000.00	Cessions
GCININKANYISO	1 464 750.00	Jetting of water & sewer mainlines
ANDILEKHIZE TRADING ENTERPRISE	1 217 581.33	MIG Projects
COMPETITION CONSTRUCTION CC	1 182 895.75	MIG Projects
MELA OKUHLE TRADING ENTERPRISE	1 137 546.72	MIG & rehabilitation of Landfill site
RECOVERIES DIVISION AMANQUHE	953 173.85	Debt collectors
SARS	905 372.32	VAT
MSUFTU TRANSPORT	820 500.00	Verge maintenance and grass cutting
BI INFRASTRUCTURE CONSULTANTS	752 631.60	INEP - Upgrade Emondlo Substation
AMATAWUTAWU GENERAL TRADING	708 383.80	MIG Projects
DESTRO TRADING	659 626.14	Hlobane Water tank pipe work
LIANA CONSULTING (PTY) LTD	528 993.48	Refuse removal
JABELU PLANT & LOGISTICS PTY	471 930.27	Cessions
EKAYA PROMOTIONS	429 640.00	Stock Items - cable for electricity
QABABA CIVILS AND PLANT HIRE	385 710.00	Water tankers
SIZAMILE SANQABA CONSTRUCTION	345 000.00	Water tankers
INSPIRED FINANCIAL MANAGEMENT	302 277.50	Audit outcomes and training
QOMKUFA SECURITY	269 486.73	Security
NEWCASTLE COUNTRY LODGE	249 400.01	SALGA Games Accommodation
	32 957 035.57	



5.6 Grants Register

The total grants (both capital and operational) received to date for current financial period amounts to R52,4 million this amount excludes the Equitable share, YTD spent is R39,7 million while R18,9 million is unspent and cash backed.



Abaqulusi Local Municipality

Grant Register for the period 1 July 2021 to 30 JUNE 2022

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	-	3 396 000.00	3 396 000.00		3 396 000.00	-
Gijima	38 830.00				38 830.00	-
Land Use Management	229 850.00				229 850.00	-
Provincial housing	60 000.00					60 000.00
Municipal systems improvement	3 165.59				3 165.59	-
Provincial housing	107 393.00					107 393.00
Provincial housing	3 662 427.97	-				3 662 427.97
Water massification	2 569.45			2 569.45	2 569.45	-
LIBRARY	2 159 047.00	4 538 000.00		4 773 611.16	4 773 611.16	1 923 435.84
MIG	-	39 107 000.00	39 107 000.00		39 107 000.00	-
FMG	-	2 650 000.00		2 650 000.00	2 650 000.00	-
Museum	-	225 000.00		225 000.00	225 000.00	-
EPWP	-	2 515 000.00		2 515 000.00	2 515 000.00	-
Sports And Recreation	-	3 999 999.99		1 935 259.21	1 935 259.21	2 064 740.78
Human Settlement Gluckstad	-	3 726 280.56		3 726 280.56	3 726 280.56	-
	6 263 283.01	60 157 280.55		15 827 720.38	58 602 565.97	7 817 997.59



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 R2,6 million that was received as at the end July 2021, the municipality spent R854,406.46 thousand in the month of June. While the YTD expenditure is R 2,6 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 R39,1 million and the current allocation received to date amounts to R39,1 million.

The actual expenditure amount for the month of June 2022 is R11,5 million which includes the top slice for PMU, while the YTD expenditure is R39,1 million. Then MIG grant is fully spent .

Art and Culture Grants

The library grant funds the operational costs of libraries and the current allocation received is R 4, 5 million, however R 2, 1 million was brought forward from the previous financial year. The grant fund for its operational costs. The actual expenditure amount for the month of June 2022 is R345,130.03 and the YTD expenditure is R4,7 million.

Museum grant of R 225 thousand was received in January 2022, and YTD expenditure of R225 thousand is fully spent and is now funded internally.

Sports and Recreation is a new grant and an amount of R 4 million has been received. The expenditure for the month of June 2022 is R635 264 and YTD expenditure is R1,9 million.



EPWP GRANT

The EPWP grant gazetted in terms of DORA amounts to R2,5 million and the current allocation received to date amounts to R 2,5 million.

The actual expenditure amount for the month of June 2022 is R0, while the YTD expenditure is R2,5 million. The EPWP grant is fully spent and is now internally funded.

INEP GRANT

An amount of R3,3 million has been received for the INEP grant and expenditure of R800,148.77 was paid in June 2022, YTD amounts to R3,3 million. The INEP grant is fully spent

HUMAN SETTLEMENT GLUCKSTAD

This is a new grant and R1, 9 million has been received and the expenditure of R1,7 was paid in June 2022, YTD expenditure is R3,7 million. The Human settlement grant is fully spent.

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

Abaqulusi Municipality Investment Register
INVESTMENT REGISTER 1 July 2021 to 30 June 2022

MAIN SUMMARY INSTITUTION	ACC. NO.	BALANCE ON INVESTMENT TO DATE	INTEREST EARNED	MONTHLY											
				JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE
NEDBANK	03/7165020780/000030	3 977 476.42	143 524.69	10 841.45	10 775.30	10 457.10	10 834.81	11 277.26	11 277.26	11 863.28	11 401.04	12 847.49	13 089.80	14 230.50	14 519.40
ABSA CALL	9122861337	2 268.72	19.99	0.93	0.96	1.89	0.96	1.11	1.44	1.50	1.73	2.03	2.33	2.33	2.78
ABSA CALL	9195460586	243.11	-	-	-	-	-	-	-	-	-	-	-	-	-
NEDBANK	03/7165020780/000039	3 851.09	139.05	10.54	10.53	10.20	10.54	11.01	11.02	11.54	10.92	12.54	12.06	13.75	14.40
STANDARD BANK	68461763011	70 473.17	2 202.96	-	-	-	-	-	-	-	-	-	-	-	2 202.96
NEDBANK	03/7165020780/000040	4 187.53	151.55	11.16	11.46	11.10	11.47	11.93	11.93	12.54	12.04	13.54	13.80	14.98	15.60
NEDBANK	13/7165020780/000042/44	751 427.80	27 134.14	2 029.88	2 035.77	1 975.50	2 046.93	2 130.52	2 130.53	2 241.30	2 153.76	2 427.14	2 474.70	2 688.51	2 799.60
STANDARD BANK	68461763003	4 584.40	83.40	-	-	-	-	-	-	-	-	-	-	-	83.40
NEDBANK	03/7165020780/000043	7 373 321.00	264 254.33	19 919.36	19 975.16	19 384.80	20 085.52	19 905.38	19 905.37	21 991.66	21 134.96	23 816.22	24 284.10	26 380.20	27 471.60
ABSA LIQUIDITY PLUS	9363389794	11 187 248.65	708 314.19	75 534.85	54 794.23	133 708.69	44 532.07	51 091.91	53 122.57	53 792.20	10 746.99	23 561.98	70 410.07	70 410.07	66 586.56
		23 375 081.89	1 145 824.30	108 348.17	87 603.41	165 549.28	77 522.30	84 429.12	86 460.12	89 914.02	45 461.44	62 700.94	110 286.86	113 740.34	113 798.30

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 month of June amounts to R113,798.30 and YTD actual is R1,145,824.30.

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 R23,375,081.89 in investments, this is for the cash backing of unspent grants and ESKOM guarantees



Annexure's



ANNEXURE 1
SUBSISTENCE AND TRAVEL ALLOWANCE REPORT

S&T JUNE 2022

NO.	SUBSISTANCE & TRAVEL	TOLL GATE	NON TAXABLE @ R4.18	TAXABLE ABOVE R4.18	REFRESHMENTS	TOTAL	TRIP DETAILS	
1	DANISAM	R 810.42	R 810.42	R -		R 810.42	FINANCE AND MPAC INDUCTION	
		R 810.42	R 810.42	R -	R -	R 810.42		
2	MBONGWAN	R 3 367.96	R -	R 2 591.60	R 637.36	R 139.00	R 3 367.96	DISPUTE HEARING-DBN
4	MAKHUVHA PH	R 1 241.50		R 1 045.00	R 196.50	R -	R 1 241.50	MPAC WORKSHOP
	MAKHUVHA PH	R 4 928.60	R 44.00	R 2 926.00	R 1 958.60	R -	R 4 928.60	MPAC WORKSHOP DURBAN
		R 6 170.10	R 44.00	R 3 971.00	R 2 155.10	R -	R 6 170.10	
5	MASANGO NK	R 6 475.50		R 2 926.00	R 3 097.50	R 452.00	R 6 475.50	ARBITRATION SN NTSHALI & OTHERS 26 MAY 2022
	MASANGO NK	R 6 213.90		R 2 926.00	R 3 287.90	R -	R 6 213.90	LITIGATION UPDATE WITH GARLICK & BOUSFIELD
	MASANGO NK	R 6 213.90		R 2 926.00	R 3 287.90	R -	R 6 213.90	ARBITRATION SN NTSHALI & OTHERS 9 JUNE 2022
		R 18 903.30	R -	R 8 778.00	R 9 673.30	R 452.00	R 18 903.30	
6	NDLOVU WL	R 452.00		R -	R -	R 452.00	R 452.00	INGOMA KAZWELONKE - DBN
7	VIKTOR M	R 1 191.84		R 1 003.20	R 188.64	R -	R 1 191.84	MPAC TRAINING - ULUNDI
8	NTOMBELA FS	R 1 356.00	R -	R -	R -	R 1 356.00	R 1 356.00	MFMP TRAINING
9	ZULU NT	R 1 356.00	R -			R 1 356.00	R 1 356.00	MFMP TRAINING
10	MAGUBANE DT	R 1 356.00				R 1 356.00	R 1 356.00	MFMP TRAINING
11	RAMLALL K	R 4 343.90	R 22.00	R 2 926.00	R 39.90	R 1 356.00	R 4 343.90	MFMP TRAINING
12	MTHEMBUTS	R 4 093.72	R -	R 2 758.80	R 1 195.92	R 139.00	R 4 093.72	TRAFFC COLLEGE SIGN OFF S HLELA
13	DLAMINI E	R 4 341.20	R -	R 2 265.20	R -0.00	R 2 076.00	R 4 341.20	EPWPRS TRAINING
14	XABAT	R 3 755.02	R -	R 2 625.04	R 990.98	R 139.00	R 3 755.02	PROVINCIAL CRIME INTELLIGENCE MEETING
15	DHLADHLA JA	R 3 482.54		R 2 332.44	R 1 011.10	R 139.00	R 3 482.54	FOOTBALL PROVINCIAL PLAY OFFS UMKHANYAKUDE
	DHLADHLA JA	R 3 482.54		R 2 332.44	R 1 011.10	R 139.00	R 3 482.54	FOOTBALL PROVINCIAL PLAY OFFS UMKHANYAKUDE
	DHLADHLA JA	R 1 577.08		R 1 003.20	R 434.88	R 139.00	R 1 577.08	GOLDEN GAMES LOC MEETING
	DHLADHLA JA	R 1 637.00		R 1 045.00	R 453.00	R 139.00	R 1 637.00	COMMISSION INDUSTRY WORKSHOP
	DHLADHLA JA	R 1 637.00		R 1 045.00	R 453.00	R 139.00	R 1 637.00	STAKEHOLDER CONSULTATION MEETING
	DHLADHLA JA	R 1 637.00		R 1 045.00	R 453.00	R 139.00	R 1 637.00	FOOTBALL CONSULTATION MEETING
		R 13 453.16	R -	R 8 803.08	R 3 816.08	R 834.00	R 13 453.16	
16	ZWANE LC	R 548.53	R -	R 409.53	R -	R 139.00	R 548.53	PROVINCIAL CRIME INTELLIGENCE MEETING
17	MHLONGOS	R 694.26		R 585.20	R 109.06	R -	R 694.26	STRATEGIC PLANNING WORKSHOP
	MHLONGOS	R 3 771.60	R -	R 2 926.00	R 845.60	R -	R 3 771.60	ARBITRATION SN NTSHALI & OTHERS 9 JUNE 2022
		R 4 465.86	R -	R 3 511.20	R 954.66	R -	R 4 465.86	
18	KHUMALO MB	R 1 850.06	R -	R 1 086.80	R 624.26	R 139.00	R 1 850.06	PROVINCIAL CRIME INTELLIGENCE MEETING
TOTAL		R 65 499.15	R 66.00	R 36 941.87	R 18 697.28	R 9 794.00	R 65 499.15	



ANNEXURE 2

OVERTIME REPORT PER DEPARTMENT

ABAQULUSI MUNICIPALITY - O/T REPORT JUNE 2022

DEPT	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APRIL	MAY	JUNE	TOTAL TO DATE
CORPORATE	19 912.64	9 877.35	22 873.34	10 210.39	14 768.95	10 355.15	12 055.93	20 128.42	72 401.38	62 803.08	88 318.79	72 081.67	415 787.09
HR	-	-	-	-	-	-	-	1 162.15	-	4 947.81	4 401.95	4 085.08	14 596.99
MUN MGR	-	-	-	-	-	-	-	-	14 363.88	-	8 021.12	7 943.33	30 328.33
FINANCE	41 010.14	7 349.86	18 912.12	24 510.71	22 146.47	12 853.82	16 457.98	7 416.99	14 811.10	19 639.57	31 055.56	9 457.76	225 632.08
MUSEJIM	-	-	-	-	-	-	-	-	-	-	-	-	-
SPORT & REC	-	-	-	-	-	-	-	-	-	-	-	-	-
HALLS & REC	2 763.67	2 520.71	2 854.78	4 463.86	2 420.55	3 489.35	4 243.79	1 697.54	5 674.97	4 463.00	-	4 589.58	39 181.80
CEMETERY	29 753.05	31 425.84	32 504.83	35 118.00	22 891.00	19 959.75	23 867.85	34 494.35	27 134.10	26 371.10	32 270.50	32 298.35	348 088.72
SOLID WASTE	69 997.92	71 306.33	73 499.39	73 724.12	73 821.81	55 742.25	68 730.40	61 952.26	38 862.98	73 877.63	83 752.04	84 347.18	829 614.31
LIBRARY	-	-	-	-	-	-	-	-	-	-	-	-	-
PSAFETY	156 006.50	178 026.95	153 110.79	158 358.62	154 366.70	117 999.91	166 713.66	40 203.23	31 592.47	116 554.10	145 292.19	155 358.38	1 573 582.50
HOUSING	-	-	-	-	-	-	-	-	-	-	-	-	-
FLEET	-	-	-	-	-	-	-	-	-	-	-	-	-
ROADS	147 502.32	127 619.27	147 139.82	180 372.64	160 413.75	158 733.84	154 546.36	79 682.67	99 022.90	170 232.34	175 744.80	173 488.28	1 774 498.99
MOTOR LIC	-	-	-	-	-	-	-	-	-	-	-	-	-
SANITATION	276 593.52	232 068.37	277 161.80	251 290.31	250 094.74	227 314.30	265 719.03	211 584.46	-	229 921.09	258 983.20	267 747.84	2 748 478.66
WATER	208 643.46	176 511.69	218 852.25	207 540.98	235 782.33	206 907.77	239 579.89	102 714.48	395 029.53	223 580.94	238 045.29	231 273.12	2 684 461.73
ELECTRICITY	246 125.94	204 113.57	247 212.04	241 364.76	236 227.65	236 588.58	251 908.67	211 902.12	100 160.00	224 190.59	248 104.36	256 763.56	2 704 661.84
BACK PAY OVERTIME	-	-	-	-	-	-	-	-	45 162.24	-	-	66 344.62	111 506.86
TOTAL	1 198 308.16	1 040 819.94	1 194 121.16	1 186 954.39	1 173 495.67	1 049 954.72	1 203 823.56	772 938.67	844 215.55	1 156 581.25	1 313 989.80	1 365 778.75	12 134 641.15



ANNEXURE 4

CREDITORS AGE ANALYSIS

KZN263 Abaqulusi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2022/23								Total	
		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	20 745	-	-	-	-	-	-	-	-	20 745
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	2 243	803	40	424	-	-	-	-	-	3 510
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	14 613	3 096	1 290	690	59	-	83	4 479	-	24 310
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	37 601	3 899	1 330	1 114	59	-	83	4 479	-	48 565





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 June 2022 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

13-07-2022

DATE





QUALITY CERTIFICATE

I, **ZG Dhlamini**, 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 June 2022 Monthly Report
- Quarterly report on the implementation of the budget and financial state of affairs to the municipality
- In – year report

For the month of June 2022 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, **MC MAPHISA**, 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 June 2022 Monthly Report
- Quarterly report on the implementation of the budget and financial state of affairs to the municipality
- In – year report

For the month of June 2022 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

HONOURABLE MAYOR

ABAQULUSI MUNICIPALITY, KZN263

DATE: _____



**SECTION 52 REPORT 4TH QUARTER
ENDING JUNE 2022**

FOR CONSIDERATION



FINANCIAL SERVICES

INTEROFFICE MEMORANDUM FINANCIAL SECTION

77310

ABAQULUSI MUNICIPALITY CORPORATE SERVICE			
FILE NO: 477313			
DATE REG. NO:	14 JUL 2022		FO- ATTENTION
MM	<input checked="" type="checkbox"/> DIR. CORP	SPEAK	
DIR. MAYOR	DIR. CORP	CFO	
DIR. TECH	DIR. COM	DIR. DEV	

ENQUIRIES : **FINANCE DEPARTMENT**

REFERENCE : **5**

TELEPHONE : **034 9822133X2235**

FAX. : **086 645 2165**

EMAIL : finance@abaqulusi.gov.za

DATE : **TUESDAY, 05 JULY 2022**

TO : **FINANCE PORTFOLIO**

SUBJECT : **SECTION 52 REPORT
4th QUARTER ENDING JUNE 2022**

1. PURPOSE

To comply with Section 52 of the MFMA, by the provision of an interim statement to the Finance Portfolio, EXCO and Council containing certain financial particulars to achieve MFMA compliance

2. DELIBERATION

Strategic Objective: "To ensure good governance, financial viability and optimal institutional transformation with capacity to execute its mandate."

Section 52 of the MFMA requires that:

The Accounting Officer of a municipality must, **within 30 days of the end of each quarter** submit to the Mayor of the municipality, and the relevant National & Provincial Treasury, a statement in the prescribed format on the implementation of the budget and the financial state of the municipality.

The 4th quarter report (April – June 2022) is based on financial information available at the time of preparation. The financial results for the quarter ending 30 June 2022 are summarised as per attached document.

3. INSTITUTION/S CONSULTED

None

4. FINANCIAL IMPLICATIONS

- Finances

This report incorporates the financial status for the quarter ended 30 June 2022. Therefore, the Mayor of a municipality must, within 30 days of the end of each quarter, submit report to council on the implementation of the budget and the financial status of the municipality;

- Constitution and legal factors

The implication of approval of this report is compliance to legislative requirements (Sections 52 of the MFMA).

- Communication

In compliance to legislative requirements (Section 52 of the MFMA) this document is provided to all stakeholders by placing it on the Abaqulusi Municipality website.

- Conclusion

This report meets with the requirements of the MFMA, Section 52 by submitting the 'In-Year report' to Council on the implementation of the budget and the financial status of the municipality

5. RECOMMENDATIONS

It is recommended that Finance Portfolio notes the report and submits to EXCO for approval and recommends to Council to adopt:

- 5.1 the Section 52 report for the quarter ending 30 June 2022;
- 5.2 Delegate the Accounting Officer to submit the Section 52 report within 5 days of tabling to the National Treasury and the relevant Provincial Treasury.


CHIEF FINANCIAL OFFICER

13/07/2022
DATE

**COMMENTS MUNICIPAL MANAGER
SUPPORTED/NOT SUPPORTED
APPROVED/~~NOT~~ APPROVED**


MUNICIPAL MANAGER

14/07/2022
DATE

**QUARTERLY REPORTING
FINANCIAL SERVICES
SECTION 52**



**JUNE 2022
FINANCE PORTFOLIO**



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STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2021/2022 BUDGET FOR THE PERIOD ENDING 30 JUNE 2022

1. PURPOSE

The purpose of the report is to submit to the Council the statement of financial performance and implementation of the 2020/21 Budget of the Abaqulusi Local Municipality for the period ending 30 June 2022 in line with the statutory requirements of S 52(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 30 June 2022 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

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Vote Description R thousands	Ref	Budget Year 2022/23								Full Year Forecast
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
Revenue By Source										
Property rates		100 717	90 453	101 776	8 448	102 034	101 776	258	0%	101 776
Service charges - electricity revenue		193 292	219 848	213 127	17 137	204 717	213 127	8 410	-4%	213 127
Service charges - water revenue		44 344	41 679	48 679	4 457	46 959	48 679	2 821	-6%	48 679
Service charges - sanitation revenue		31 367	27 787	33 287	2 750	32 326	33 287	961	-3%	33 287
Service charges - refuse revenue		17 866	23 174	25 163	1 840	22 221	25 163	2 942	-12%	25 163
Rental of facilities and equipment		1 070	1 350	554	33	527	554	27	-5%	554
Interest earned - external investments		897	1 380	1 380	19	710	1 680	970	-58%	1 680
Interest earned - outstanding debtors		7 979	-	52 336	1 038	12 673	52 336	39 662	-75%	52 336
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		13 602	24 773	17 270	1 679	11 370	17 270	5 900	-34%	17 270
Licences and permits		2 837	5 143	7 264	470	5 820	7 264	1 444	-20%	7 264
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		213 954	179 728	183 728	-	173 320	183 728	6 408	-3%	183 728
Other revenue		4 726	6 576	5 137	138	674	5 137	1 439	-37%	5 137
Gains		15 928	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		648 620	613 934	690 032	37 916	617 251	690 032	(72 780)	-11%	690 032
Expenditure By Type										
Employee related costs		163 375	168 228	181 885	14 059	177 326	181 885	4 559	-3%	181 885
Remuneration of councillors		18 340	19 123	18 863	1 628	18 059	18 863	804	-4%	18 863
Debt impairment		64 771	6 730	6 730	-	-	6 730	16 700	-100%	6 730
Depreciation & asset impairment		88 698	42 666	42 666	-	2 073	42 666	40 594	-9%	42 666
Finance charges		7 986	-	-	-	215	-	215	-	-
Bulk purchases - electricity		191 594	240 900	238 000	18 221	197 107	238 000	40 893	-17%	238 000
Inventory consumed		13 690	25 828	23 235	570	20 124	23 235	3 111	-13%	23 235
Contracted services		91 544	85 660	134 055	13 214	117 016	134 056	17 039	-10%	134 056
Transfers and subsidies		7 008	-	8 000	1 389	9 560	8 000	560	7%	8 000
Other expenditure		36 597	25 318	29 813	5 714	33 987	29 813	4 174	14%	29 813
Losses		58	-	-	-	-	-	-	-	-
Total Expenditure		683 558	613 533	683 249	54 805	574 481	683 249	(108 768)	-16%	683 249
Surplus/(Deficit)		(34 939)	381	6 783	(16 889)	42 770	6 783	35 988	0	6 783
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		35 368	40 548	40 548	-	21 130	40 548	(19 418)	0	40 548
Transfers and subsidies - capital (monetary allocations) (National / Provincial / Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		429	40 926	47 330	(16 889)	63 900	47 330			47 330
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		429	40 926	47 330	(16 889)	63 900	47 330			47 330
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		429	40 926	47 330	(16 889)	63 900	47 330			47 330
Share of surplus/ (deficit), of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		429	40 926	47 330	(16 889)	63 900	47 330			47 330

Monthly 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:

5.2 Financial Performance -Revenue by Source

Revenue by Source

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

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Vote Description R thousands	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		100 717	83 493	101 776	8 448	102 034	101 776	258	0%	101 776
Service charges - electricity revenue		193 292	219 846	213 127	17 137	204 717	213 127	(8 410)	-4%	213 127
Service charges - water revenue		44 344	41 679	48 679	4 457	45 858	48 679	(2 821)	-6%	48 679
Service charges - sanitation revenue		31 367	27 787	33 287	2 750	32 326	33 287	(961)	-3%	33 287
Service charges - refuse revenue		17 866	23 174	25 163	1 846	22 221	25 163	(2 942)	-12%	25 163
Rental of facilities and equipment		1 070	1 050	554	33	527	554	(27)	-5%	554
Interest earned - external investments		897	1 680	1 680	19	710	1 680	(970)	-58%	1 680
Interest earned - outstanding debtors		7 979	-	52 336	1 038	12 673	52 336	(39 662)	-76%	52 336
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		13 602	24 773	17 270	1 579	11 370	17 270	(5 900)	-34%	17 270
Licences and permits		2 837	5 148	7 294	470	5 820	7 294	(1 474)	-20%	7 294
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		213 994	179 728	183 728	-	178 320	183 728	(5 408)	-3%	183 728
Other revenue		4 726	5 576	5 137	138	674	5 137	(4 463)	-87%	5 137
Gains		15 928	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		648 620	613 934	690 032	37 916	617 251	690 032	(72 780)	-11%	690 032

Property Rates

The year to date (YTD) Actual billed for the period ended 30 June 2022 is R102 million, which is more than the YTD Budget amount of R101,7 million for property rates, however only R77,1 million was received from consumers for the period ended 30 June 2022

Electricity Revenue

The YTD Actual billed for the period ended 30 June 2022 is R 204,7 million which is 4% less than the YTD Budget of R213,1 million and only R150,2 million was received from consumers for the period ended June 2022.

Water Revenue

The YTD actual billed is R45,8 million as at 30 June 2022 which is 6% more than the YTD Budget amount of R20,8 million. The payment amount received from consumers amounts to R77,1 million for the period ended June 2022.



Sanitation Revenue

The YTD actual billed is R32,3 million as at 30 June 2022 which is 3% more than the YTD Budget amount of R33,2 million and the payment from consumers amounts to R20,8 million for the period ended June 2022.

Refuse Revenue

The YTD actual billed is R22,2 million as at 30 June 2022 which is 12% more than the YTD Budget amount of R25,1 million. The payment from consumers amounts to R18,5 million for the period ended June 2022.

Investment Revenue

Investment revenue is the amount of interest earned on the amount 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 the current accounts for the month of June amounts to R19 thousand and YTD actual is R710 thousand.

Interest earned on outstanding debtors

The Interest earned YTD is R12,6 million as at 30 June 2022.

Fines, penalties and forfeits

The actual revenue YTD on fines is R11,3 million as at 30 June 2022 which is 34% less than the fines revenue budget of R17 million.

Licenses and Permits

Licenses and permits YTD actual is R5,8 million as at 30 June 2022 and is 20% less than the revenue YTD budget of R7,2 million.

Rental of Facilities

Rental of facilities YTD actual is R527 thousand as at 30 June 2022 which is 5% less than the revenue YTD budget of R554 thousand.

Other revenue

The actual other revenue YTD is R674 thousand which is 87% less than the YTD budget of R5,1 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.

Overall revenue YTD budget

The YTD Actual revenue on billing and payment is R617,2 million which is 11% less than YTD Budgeted revenue of R690 million.



BILLING VERSUS PAYMENT

Below is the summary of the amount billed to consumers versus the actual amount received from consumers and the year to date collection rate is 87,27%

Month	Date Billing	Monthly Billing	Total Billing to date	Actual cash		Period	Actual cash Received to date	Total consumer Outstanding balance	% YTD Collections	% Monthly Collections
				Received	Received					
R 272 202 464.29										
<i>Balance carried over from 30/06/2021</i>										
Jul-21	22/07/2021	R 32 278 416.92	R 32 278 416.92	R 19 219 307.57	R 19 219 307.57	20/07/2020 to 21/07/2020	R 19 219 307.57	R 285 261 573.64	59.54	59.54
Aug-21	20/08/2021	R 42 043 204.40	R 74 321 621.32	R 22 618 821.05	R 23 077 2021	19/08/2021	R 41 838 128.62	R 304 685 956.99	56.29	53.80
Sep-21	22/09/2021	R 28 999 026.65	R 103 320 647.97	R 29 340 311.01	R 20 08/2021	22/09/2021	R 71 178 439.63	R 304 344 672.63	68.89	101.18
Oct-21	21/10/2021	R 28 908 618.00	R 132 229 265.97	R 29 786 928.15	R 23/09/2021	21/10/2021	R 100 965 367.78	R 303 466 362.48	76.36	103.04
Nov-21	23/11/2021	R 31 404 167.73	R 163 633 433.70	R 32 845 205.30	R 22/10/2021	23/11/2021	R 133 810 573.08	R 302 025 324.91	81.77	104.59
Dec-21	21/12/2021	R 33 563 455.06	R 197 196 888.76	R 37 473 154.88	R 24/11/2021	21/12/2021	R 171 283 727.96	R 298 115 625.09	86.86	111.65
Jan-22	21/01/2022	R 37 221 432.52	R 234 418 321.28	R 24 095 614.79	R 22/12/2021	21/01/2022	R 195 379 342.75	R 311 241 442.82	83.35	64.74
Feb-22	21/02/2022	R 34 166 099.06	R 268 584 420.34	R 27 029 486.01	R 22/01/2022	21/02/2022	R 222 408 828.76	R 318 378 055.87	82.81	79.11
Mar-22	22/03/2022	R 33 290 385.00	R 301 874 805.34	R 26 798 647.15	R 22/02/2022	22/03/2022	R 249 207 475.91	R 324 869 793.72	82.55	80.50
Apr-22	20/04/2022	R 31 207 402.95	R 333 082 208.29	R 41 668 096.61	R 23/03/2022	20/04/2022	R 290 875 572.52	R 314 409 100.06	87.33	133.52



5.3 Expenditure by Type

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Vote Description R thousands	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		160 075	166 223	161 056	14 059	177 326	161 655	14 659	-3%	161 056
Remuneration of councillors		16 540	19 120	18 063	1 520	16 359	19 060	1794	-4%	16 560
Debt impairment		64 771	6 700	6 700	-	-	6 700	6 700	-100%	6 700
Depreciation & asset impairment		36 595	42 665	42 665	-	12 073	42 665	40 594	-5%	42 665
Finance charges		7 565	-	-	-	215	-	215	-	-
Bulk purchases - electricity		191 594	240 000	238 000	19 221	197 107	238 000	40 893	-17%	238 000
Inventory consumed		10 060	26 623	23 235	670	20 124	26 235	6 111	-13%	23 235
Contracted services		91 544	35 660	134 056	13 214	117 019	134 055	17 036	-13%	134 055
Transfers and subsidies		7 000	-	0 000	1 389	6 560	0 000	560	7%	0 000
Other expenditure		36 557	26 313	29 613	6 714	33 967	29 613	4 174	14%	29 613
Losses		58	-	-	-	-	-	-	-	-
Total Expenditure		683 559	613 553	683 249	54 895	574 481	683 249	(108 768)	-16%	683 249

Employee related costs

The YTD actual incurred expenditure for Employee costs is R177,3 million as at 30 June 2022 which is 3% less than the YTD budget of R181,8 million.

Remuneration of Councillors

The YTD actual incurred expenditure for the remuneration of Councillor is R18 million which is 4% less the YTD budget of R18,8 million.

Debt impairment

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

Depreciation and Asset impairment

There is no expenditure for depreciation and asset impairment as these costs are calculated at year end

Finance Charges

The YTD amount of R215 thousand has been incurred as at 30 June 2022 on finance charges. Finance charges are interest on overdue accounts.



Bulk Purchases

The YTD amount of R197,1 million has been incurred which is 17% less the YTD budget of R238 million, the account for June is not included in the YTD expenditure.

Other Materials (Inventory Consumed)

The YTD other materials amount to R20,1 million which is 13% less than the YTD budget which is R23,2 million. This is expenditure for repairs and maintenance.

Contracted Services

The YTD actual for the period ended 30 June 2022 amounts to R117 million which is 12% more than YTD budget amount of R134 million.

Transfers and Subsidies

The YTD on transfers and subsidies for free basic services amounts to R8,5 million which has been spent.

Other expenditure

The YTD other expenditure amounts to R33,9 million which is 14% more than the YTD budget which is R29,8 million.

Overall expenditure YTD budget

The total expenditure YTD Actual is R574,4 million which is 18 % less than overall expenditure YTD Budget of R683,2 million. The main reason for this being the bulk purchases account to ESKOM which is paid a month in arrears as well as the non-cash items of depreciation and asset impairment which are calculated at the end of the financial year.

Surplus/ (Deficit)

During the month of June, we have a deficit of R16,8 million. The YTD shows a surplus of R42,7 million which is R6,7 million more than the YTD budget of R35,9 million. The surplus is due to expenditure for June not yet received for bulk purchases and other contract payments that still have to be finalised at year end.



Capital Expenditure

The capital budget for the 2021/22 financial year is R47,3 million. The capital is broken down between Grant funding (R39,2 million) and own funding (R8 million) To date R39,1 million has been received for MIG and R3,3 million for INEP

The following table is a summary of the 2021/2022 capital budget classified by department

KZN263 Abaqulusi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description R thousands	Ref	Budget Year 2022/23									
		2021/22	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Single Year expenditure appropriation	2										
Vote 1 - VOTE1		-	2 400	4 499	2 097	2 097	4 499	(2 401)	-53%	4 499	
Vote 2 - Finance & Administration		165	570	570	65	869	570	299	52%	570	
Vote 3 - Community & Social Services		13 586	5 022	5 981	1 503	4 126	5 981	1 855	31%	5 981	
Vote 4 - Energy Sources		8 327	2 277	2 600	646	3 809	2 600	1 209	47%	2 600	
Vote 5 - Housing		-	-	-	-	-	-	-	-	-	
Vote 6 - Internal Audit		-	-	-	-	-	-	-	-	-	
Vote 7 - Other		-	-	-	-	-	-	-	-	-	
Vote 8 - Planning and Development		-	-	-	-	-	-	-	-	-	
Vote 9 - Public Safety		-	2 350	110	-	2	110	(108)	-98%	110	
Vote 10 - Road Transport		16 548	30 290	31 350	3 316	31 350	31 350	0	100%	31 350	
Vote 11 - Sport and Recreation		319	-	-	-	-	-	-	-	-	
Vote 12 - Waste Management		7 385	2 000	2 000	-	1 466	2 000	(534)	-27%	2 000	
Vote 13 - Waste Water Management		1 768	-	221	-	192	221	(29)	-13%	221	
Vote 14 - Water Management		-	-	-	-	-	-	-	-	-	
Vote 15 -		-	-	-	-	-	-	-	-	-	
Total Capital single-year expenditure	4	48 099	44 908	47 330	7 627	43 911	47 330	291	39%	47 330	
Total Capital Expenditure		48 099	44 908	47 330	7 627	43 911	47 330	291	39%	47 330	

MIG projects funded from grant funding and the total to date spent on MIG is R39,1 million. To date R3,5 million has been spent from own funding for the purchase of the water tanker, computers and park home offices.



5.4 Debtors

The amount of R333,7 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 June 2022 amounts to R48,5 million as detailed in the supporting Annexure 2.

Below are the top 20 creditors paid in the financial year ended 30 June 2022

PAYEE	AMOUNT	SERVICE
ESKOM	211 721 003.92	Electricity
IDRIS CASSIM MEER	13 857 500.00	Cessions
MELA OKUHLE TRADING ENTERPRISE	12 244 596.16	MIG & rehabilitation of Landfill site
MSUFTU TRANSPORT	11 536 776.00	Verge maintenance and grass cutting
LIANA CONSULTING (PTY) LTD	9 312 060.54	Refuse removal
EKAYA PROMOTIONS	9 020 680.50	Stock Items - cable for electricity
ENGAPHELI MOYA SOLUTIONS	8 475 272.97	Technical Services Panel of Contractors
ESSEN TRADING	8 113 575.70	Maintenance of roads - tar asphalt
INQUBEKO ENGINEERING SOLUTIONS	7 919 044.90	Technical Services Panel of Contractors
MAHHALA BUILDING & RESTORATIONS	7 678 533.73	Verge maintenance, hire of equipment
MUNSOFT	7 438 404.13	Financial system
QOMKUFA SECURITY	5 366 783.68	Security
MAGNACORP 115	4 999 073.87	Refuse removal
RECOVERIES DIVISION AMANQUHE	4 692 876.48	Debt collectors
AUDITOR-GENERAL	4 668 263.42	Auditor-General
SALGA	3 693 554.00	SALGA
LUZUKO TRADING ENTERPRISE	3 520 815.00	MIG Projects
ANDILEKHIZE TRADING ENTERPRISE	3 474 353.48	MIG Projects
SARS	3 287 501.81	VAT
DLV PROJECT MANAGERS	3 227 937.17	Engineering Consultants
	344 248 607.46	



5.6 Grants Register

The total grants (both capital and operational) received to date for current financial period amounts to R38,8 million this amount excludes the Equitable share, YTD spent is R22,8 million while R16 million is unspent and cash-backed.



GRANT EXPENDITURE

Abaqulusi Local Municipality							
Grant Register for the period 1 July 2021 to 30 JUNE 2022							
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	-	3 396 000.00	3 396 000.00		3 396 000.00	-	
Gijima	38 830.00				38 830.00	-	
Land Use Management	229 850.00				229 850.00	-	
Provincial housing	60 000.00				-	60 000.00	
Municipal systems improvement	3 165.59				3 165.59	-	
Provincial housing	107 393.00		-		-	107 393.00	
Provincial housing	3 662 427.97	-	-		-	3 662 427.97	
Water massification	2 569.45			2 569.45	2 569.45	-	
LIBRARY	2 159 047.00	4 538 000.00	-	4 773 611.16	4 773 611.16	1 923 435.84	
MIG	-	39 107 000.00	39 107 000.00		39 107 000.00	-	
FMG	-	2 650 000.00	-	2 650 000.00	2 650 000.00	-	
Museum	-	225 000.00	-	225 000.00	225 000.00	-	
EPWP	-	2 515 000.00	-	2 515 000.00	2 515 000.00	-	
Sports And Recreation	-	3 999 999.99	-	1 935 259.21	1 935 259.21	2 064 740.78	
Human Settlement Gluckstad	-	3 726 280.56	-	3 726 280.56	3 726 280.56	-	
	-	-	-	-	-	-	
	6 263 283.01	60 157 280.55		15 827 720.38	58 602 565.97	7 817 997.59	



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 R2,6 million that was received as at the end July 2021, the municipality spent R854,406.46 thousand in the month of June. While the YTD expenditure is R 2,6 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 R39,1 million and the current allocation received to date amounts to R39,1 million.

The actual expenditure amount for the month of June 2022 is R11,5 million which includes the top slice for PMU, while the YTD expenditure is R39,1 million. Then MIG grant is fully spent.

Art and Culture Grants

The library grant funds the operational costs of libraries and the current allocation received is R 4, 5 million, however R 2, 1 million was brought forward from the previous financial year. The grant fund for its operational costs. The actual expenditure amount for the month of June 2022 is R345,130.03 and the YTD expenditure is R4,7 million.

Museum grant of R 225 thousand was received in January 2022, and YTD expenditure of R225 thousand is fully spent and is now funded internally.

Sports and Recreation is a new grant and an amount of R 4 million has been received. The expenditure for the month of June 2022 is R635 264 and YTD expenditure is R1,9 million.



EPWP GRANT

The EPWP grant gazetted in terms of DORA amounts to R2,5 million and the current allocation received to date amounts to R 2,5 million.

The actual expenditure amount for the month of June 2022 is R0, while the YTD expenditure is R2,5 million. The EPWP grant is fully spent and is now internally funded.

INEP GRANT

An amount of R3,3 million has been received for the INEP grant and expenditure of R800,148.77 was paid in June 2022, YTD amounts to R3,3 million. The INEP grant is fully spent

HUMAN SETTLEMENT GLUCKSTAD

This is a new grant and R1, 9 million has been received and the expenditure of R1,7 was paid in June 2022, YTD expenditure is R3,7 million. The Human settlement grant is fully spent.

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

Abaqulusi Municipality Investment Register
INVESTMENT REGISTER 1 July 2021 to 30 June 2022

MAIN SUMMARY

INSTITUTION	ACC. NO.	BALANCE ON INVESTMENT TO DATE	INTEREST EARNED	MONTHS											
				JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE
NEDBANK	03/7165020780/000030	3 977 476.42	143 524.69	10 841.45	10 775.30	10 457.10	10 834.81	11 277.26	11 277.26	11 863.28	11 401.04	12 847.49	13 099.80	14 230.50	14 619.40
ABSA CALL	9122861337	2 268.72	19.99	0.93	0.96	1.89	0.96	1.11	1.44	1.50	1.73	2.03	2.33	2.33	2.78
ABSA CALL	9195460586	243.11	-	-	-	-	-	-	-	-	-	-	-	-	-
NEDBANK	03/7165020780/000039	3 851.09	139.05	10.54	10.53	10.20	10.54	11.01	11.02	11.54	10.92	12.54	12.06	13.75	14.40
STANDARD BANK	68461763011	70 473.17	2 202.96	-	-	-	-	-	-	-	-	-	-	-	-
NEDBANK	03/7165020780/000040	4 187.53	151.55	11.16	11.46	11.10	11.47	11.93	11.93	12.54	12.04	13.54	13.80	14.98	15.60
NEDBANK	13/7165020780/000042/44	751 427.80	27 134.14	2 029.88	2 035.77	1 975.50	2 046.93	2 130.52	2 130.53	2 241.30	2 153.76	2 427.14	2 474.70	2 888.51	2 788.60
STANDARD BANK	68461763003	4 584.40	83.40	-	-	-	-	-	-	-	-	-	-	-	83.40
NEDBANK	03/7165020780/000043	7 373 321.00	264 254.33	19 919.36	19 975.16	19 384.80	20 085.52	19 905.38	19 905.37	21 991.66	21 134.96	23 816.22	24 284.10	26 380.20	27 471.60
ABSA LIQUIDITY PLUS	9363389794	11 187 248.65	708 314.19	75 534.85	54 794.23	133 708.69	44 532.07	51 091.91	53 122.57	57 792.20	10 746.99	23 581.98	70 410.07	70 410.07	66 588.56
		23 375 081.89	1 145 824.30	108 348.17	87 603.41	165 549.28	77 522.30	84 429.12	86 460.12	89 914.02	45 461.44	62 700.94	110 296.86	113 740.34	113 798.30

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 month of June amounts to R113,798.30 and YTD actual is R1,145,824.30.

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 R23,375,081.89 in investments, this is for the cash backing of unspent grants and ESKOM guarantees



Annexure's



ANNEXURE 1

DEBTORS AGE ANALYSIS AS AT 30 JUNE 2022

KZN263 Abaqulusi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2022/23								Total over 90 days			
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr		Total		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	5 450	4 040	3 957	1 476	1 166	1 564	5 017	37 093	59 764	46 317		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	10 274	2 397	1 340	1 021	1 890	916	1 879	14 177	33 896	19 884		
Receivables from Non-exchange Transactions - Property Rates	1400	6 086	3 167	2 761	2 050	1 806	1 715	8 058	68 403	94 047	82 033		
Receivables from Exchange Transactions - Waste Water Management	1500	2 672	1 740	1 460	1 345	1 301	1 230	5 559	40 548	55 854	49 983		
Receivables from Exchange Transactions - Waste Management	1600	2 224	1 415	1 271	1 213	1 171	1 123	5 106	29 721	43 244	38 335		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	1 511	1 351	1 258	1 227	1 198	1 146	2 294	24 609	34 593	30 474		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	687	384	671	196	154	846	856	8 537	12 332	10 589		
Total By Income Source	2000	28 904	14 495	12 717	8 528	8 687	8 540	28 771	223 089	333 731	277 615		
2022/23 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	4 646	3 385	2 389	1 612	1 491	1 344	4 910	41 766	61 542	51 123		
Commercial	2300	12 070	4 528	4 075	1 511	1 990	1 965	3 177	23 193	52 529	31 856		
Households	2400	12 188	6 582	6 253	5 405	5 206	5 212	20 684	158 131	219 660	194 637		
Other	2500	-	-	-	-	-	-	-	-	-	-		
Total By Customer Group	2600	28 904	14 495	12 717	8 528	8 687	8 540	28 771	223 089	333 731	277 615		



ANNEXURE 2

CREDITORS AGE ANALYSIS AS AT 30 JUNE 2022

KZN263 Abaqulusi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2022/23								Total	
		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	20 745	-	-	-	-	-	-	-	-	20 745
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	2 243	803	40	424	-	-	-	-	-	3 510
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	14 613	3 096	1 290	690	59	-	83	4 479	-	24 310
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total by Customer Type	1000	37 601	3 899	1 330	1 114	59	-	83	4 479	-	48 565



ANNEXURE 3

ABAQUULSI MUNICIPALITY - O/T REPORT JUNE 2022

DEPT	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APRIL	MAY	JUNE	TOTAL TO DATE
CORPORATE	19 912.64	9 877.35	22 873.34	10 210.39	14 768.95	10 355.15	12 055.93	20 128.42	72 401.38	62 803.08	88 318.79	72 081.67	415 787.09
HR	-	-	-	-	-	-	-	1 162.15	-	4 947.81	4 401.95	4 085.08	14 596.99
MUN MGR	-	-	-	-	-	-	-	-	14 363.88	-	8 021.12	7 943.33	30 328.33
FINANCE	41 010.14	7 349.86	18 912.12	24 510.71	22 146.47	12 863.82	16 457.98	7 416.99	14 811.10	19 639.57	31 055.56	9 457.76	225 632.08
MUSEUM	-	-	-	-	-	-	-	-	-	-	-	-	-
SPORT & REC	-	-	-	-	-	-	-	-	-	-	-	-	-
HALLS & REC	2 763.67	2 520.71	2 854.78	4 463.86	2 420.55	3 489.35	4 243.79	1 697.54	5 674.97	4 463.00	-	4 589.58	39 181.80
CEMETERY	29 753.05	31 425.84	32 504.83	35 118.00	22 891.00	19 959.75	23 867.85	34 494.35	27 134.10	26 371.10	32 270.50	32 298.35	348 088.72
SOLID WASTE	69 987.92	71 306.33	73 499.39	73 724.12	73 821.81	55 742.25	68 730.40	61 952.26	38 862.98	73 877.63	83 752.04	84 347.18	829 614.31
LIBRARY	-	-	-	-	-	-	-	-	-	-	-	-	-
PI SAFETY	156 005.50	178 026.95	153 110.79	158 358.62	154 366.70	117 999.91	166 713.66	40 203.23	31 592.47	116 554.10	145 292.19	155 358.38	1 573 582.50
HOUSING	-	-	-	-	-	-	-	-	-	-	-	-	-
FLEET	-	-	-	-	-	-	-	-	-	-	-	-	-
ROADS	147 502.32	127 619.27	147 139.82	180 372.64	160 413.75	158 733.84	154 546.36	79 682.67	99 022.90	170 232.34	175 744.80	173 488.28	1 774 488.99
MOTOR LIC	-	-	-	-	-	-	-	-	-	-	-	-	-
SANITATION	276 593.52	232 068.37	277 161.80	251 290.31	250 094.74	227 314.30	265 719.03	211 584.46	-	229 921.09	258 983.20	267 747.84	2 748 478.66
WATER	208 643.46	176 511.69	218 852.25	207 540.98	235 782.33	206 907.77	239 579.89	102 714.48	395 029.53	223 580.94	238 045.29	231 273.12	2 684 461.73
ELECTRICITY	246 125.94	204 113.57	247 212.04	241 364.76	236 227.65	236 588.58	251 908.67	211 902.12	100 160.00	224 190.59	248 104.36	256 763.56	2 704 661.84
BACK PAY OVERTIME	-	-	-	-	-	-	-	-	45 162.24	-	-	66 344.62	111 506.86
TOTAL	1 198 308.16	1 040 819.94	1 194 121.16	1 186 954.39	1 173 495.67	1 049 954.72	1 203 823.56	772 938.67	844 215.55	1 156 581.25	1 313 989.80	1 365 778.75	12 134 641.15





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

13.07.2022

DATE





QUALITY CERTIFICATE

I, **ZG Dhlamini**, 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 June 2022 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, MC MAPHISA, 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 June 2022 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

MAYOR

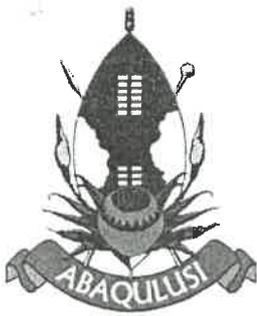
ABAQULUSI MUNICIPALITY, KZN263

DATE: _____



SCM QUARTERLY REPORTING

FOR INFORMATION



FINANCIAL SERVICES

INTEROFFICE MEMORANDUM FINANCE SECTION

7255

ABAQULUSI MUNICIPALITY CORPORATE SERVICE		
FILE NO:	5/1/2	
DATE RECEIVED	08 JUL 2022	FO-ATTENTION
MM	MAYOR	SPEAK
DEP. MAYOR	DIR. CORP	CFO
DIR. TECH	DIR. COM	DIR. DEV

ENQUIRIES : **CHIEF FINANCIAL OFFICER**

REFERENCE :

TELEPHONE : **034 9822 133X2336**

FAX. : **034 9821939**

EMAIL : cfo@abaqulusi.gov.za

DATE : **07 JULY 2022**

TO : **FINANCE PORTFOLIO**

SUBJECT : **SCM QUARTERLY REPORTING**

1. PURPOSE

The purpose of this memo is to submit the SCM quarterly report for the quarter ending the 30 June 2022.

2. DELIBERATION

In terms of section 6(1) (3) of the Municipal SCM Regulation, the Accounting Officer must, within 10 days of the end of each quarter submit a report on the implementation of the supply chain management policy to the mayor of the municipality as the case may be.

3. INSTITUTION/S CONSULTED

Finance

4. FINANCIAL IMPLICATIONS

- As per the attached report.

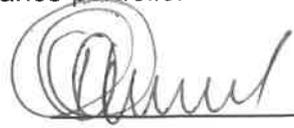
5. CONSTITUTION AND LEGAL FACTOR

- Approving this report ensures compliance to the legislative requirements

6. RECOMMENDATIONS

- That Finance Portfolio notes the amount of Irregular expenditure, fruitless and wasteful expenditure, tenders awarded and regulation 36 for quarter ending 30th of June 2022.
- The above to be investigated by Internal Audit and MPAC. Thereafter, a report should be submitted to Finance portfolio.

7/7/22
PREPARED BY SCM MANAGER


DATE

COMMENTS BY CHIEF FINANCIAL OFFICER
SUPPORTED/~~NOT SUPPORTED~~


CHIEF FINANCIAL OFFICER

07/07/2022
DATE

COMMENTS BY MUNICIPAL MANAGER
APPROVED/~~NOT APPROVED~~


MUNICIPAL MANAGER

15/07/2022
DATE

ABAQULUSI MUNICIPALITY



QUARTERLY REPORT TO FINANCE PORTFOLIO IMPLEMENTATION OF THE SUPPLY CHAIN MANAGEMENT POLICY

(As per Section 6(1) (3) of the Municipal SCM Regulations)

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1. Introduction

In terms of clause 6(1) (3) of the Municipal Supply Chain Management Regulations, 2005, which deals with the Oversight role of a Council of a municipality or board of directors of municipal entity:

- (1) *The council of a municipality and the board of directors of a municipal entity must maintain oversight over the implementation of its supply chain management policy.*
- (3) *The accounting officer must, within 10 days of the end of each quarter, submit a report on the implementation of the supply chain management policy to the mayor of the municipality or the board of directors of the municipal entity, as the case may be.*

2. SCM Policy & Procedures

2.1 Adoption of Policy by Council

The SCM Policy was adopted by Council on 31 March 2022

2.2 SCM Procedures

The SCM Procedure Manual was last reviewed in June 2021 to align it to mSCOA.

2.3 Delegations

SCM delegations are in place as per the last approved Council delegations.

2.4 Infrastructure Procurement

Council adopted the Infrastructure Procurement and Delivery Management Policy to improve procurement processes.

3. Functioning of the SCM Unit

3.1 SCM Structure:

An approved Structure is in place and some positions are not filled.

3.2 Declaration of Interest:

All SCM Personnel declared their interests for the 2022/2023 financial year.

3.3 Code of Conduct for SCM Practitioners:

All SCM Personnel signed the Code of Conduct at the beginning of the 2022/2023 financial year.

3.4 Training of SCM Personnel:

All SCM Personnel been trained and workshopped in all SCM related documents.

4. Functioning of Bid Committees

4.1 Bid Committees have been constituted in line with Regulations 27, 28 & 29.

4.2 Infrastructure Committees aligned with Infrastructure Delivery Management System (IDMS).

4.3 Bid Committee Terms of Reference in place.

4.4 2 Bid Committee Meetings held during the reporting period (April – June).

5. Reporting Items

5.1 Deviations

5.1.1 Section 114 (Approval of tenders not recommended)

Date of Award	Bid No.	Description of Goods/Services/Works	Award Value	BEC Recommendation	BAC Recommendation	Reason for Deviation	Notifications		
							AG	PT	NT
None									

5.1.2 Regulation 32 (Procurement of goods and services under contracts secured by other organs of State)

Date of Award	Contract Description	Award Value	Service Provider	Name of Contract Owner (Department / Municipality)	Consent obtained from Organ of State and Service Provider		Reason for Deviation	PT Decision
					Yes	No		
None								

5.1.3 Regulation 36 (Deviation from, and ratification of minor breaches of, procurement processes)

Description of Goods/Services/Works	Date of Award	Awarded To	Award Value	Reason for Deviation	Date reported to Council
Supply and delivery of three computers for income section.	19/05/2022	CHM Vuwani Computer Solutions	R54,796	Exceptional case (This is a request to procure 3 computers for Income section, there are no computers in three sensitive areas of collection, EMondlo Main Office and Coronation. Due to case Court on PPPFA, the municipality is on hold to advertise formal price quotations and tenders. The request is urgent to provide these three satellite offices for the consumers to access the service delivery)	

5.2 Unauthorised, Irregular, Fruitless & Wasteful Expenditure

- i) *Template as per MFMA Circular 68 to be utilised*
- ii) *Submission of Register to PT*
- iii) *Report as per KZN Municipal Circular 04 of 2018/19*

5.3 Central Suppliers Database (CSD)

- i) *Access / challenges*
 - 1. *Provincial Treasury workshopped SCM in loading orders on CSD but still we are experiencing numerous errors when we tried to do it ourselves.*

5.4 Procurement Plan Implementation

- i) *The format of the Abaqulusi Procurement Plan is as per Circular 62 (Annexure B)*
- ii) *Report on implementation as per KZN Municipal Circular 04 of 2018/19*

5.5 Bids Awarded >R100K

Bid No.	Bid Description	Award Value	Award Date	Date Contract Signed	Contract Start Date	Contract Duration
	NONE					

5.6 Municipal Bid Appeals

- i) *Bids appealed*
 - 1 – *By Contour Technology for Provision of multi utility online vending system and third party vending for the period of 36 months.*
- ii) *Appeal status*
 - The MBAT ruled that the tender be re-advertised.*

5.7 Contract Management

5.7.1 Contracts Register Statistics

No. of Current Contracts	No. of Contracts about to expire in <6 months	No. of Expired Contracts but still in use
58	11	4
		1. Contour Technology (Vending software) 2. Munic Contractors (Connection and disconnection of water and electricity meters) 3. Fedility Cash Solutions (Cash in transit) 4. Bidvest Steiner (Hygiene services)

5.7.2 Variations

i) Variations within 15% or 20%

Contract No.	Contract Description	Contract Value	Reasons for Variation	Amount
8/2/1/2	Provision of security	R67 590 409.94	Additional security guards for various substations.	R501 694.35
8/2/1/2	Provision of VIP Close protection	R67 590 409.94	For VIP Close Protection of the Councillor S Shelembe.	R9 000.00 pm

ii) Variations above 15% or 20% (Comply with MFMA S116(3))

Contract No. & Description	Contract Value	Reasons for Variation	Amount	Date Tabled at Council	Date of Notice to Community
NONE					

5.7.3 Supplier Performance Management

Contract no. & Description	Name of Contractor	Date of Supplier performance assessment	Supplier Performance Assessment Report Compiled		Supplier performance assessment / performance rating
			Yes	No	
Bid 8/2/1/68: Provision of Banking services	ABSA Bank	May 2022	Yes		Fair
Bid 8/2/1/82: Provision of Insurance Services	Marsh Pty Ltd	May 2022	Yes		Good
Bid 8/2/1/205 :Refuse Removal in Vryheid Central	Liana Consulting	May 2022	Yes		Good
: Municipal Finance Support	Munsoft	May 2022	Yes		Good
Bid 8/2/1/376: Valuation Roll	Umhlaba Geomatic	May 2022	Yes		Good
Bid 8/2/1/1: Leasing of photocopier and fax machines	ITEC Newcastle	May 2022	Yes		Good
Bid 8/2/1/288: Cash in Transit	Fidelity	May 2022	Yes		Good
8/2/1/443: Professional Service provider for fixed assets register	Dashing Dynamics Solutions Pty Ltd	May 2022	Yes		Good

management					
8/2/1/443: Professional service provider for annual financial statements	Munsoft Pty Ltd	May 2022	Yes		Good
8/2/1/443: Professional service provider for vat review	PK Consultants	May 2022	Yes		Good
8/2/1/443: Professional service provider for Financial support and capacity building	Inspired Financial Management Solutions Pty Ltd	May 2022	Yes		Good
8/2/1/436 Supply and delivery of pothole patching items for the period of 36 months.	Essen Trading	May 2022	Yes		Good
8/2/1/203 Reading of water meters and other related services for the period of 36 months.	Mthombongash I PTY LTD	May 2022	Yes		Good
8/2/1/2 Provision of General and VIP protection security for the period of 36 months.	Qomkufa Security	May 2022	Yes		Good
8/2/1/449 Verge maintenance services for the period of 36 months.	Msuftu Transport	May 2022	Yes		Good
8/2/1/444 Request for proposals of Wall To Wall Land Use Scheme for the 36 months.	E-Plan Town & Regional Planners	May 2022	Yes		Good
8/2/1/204 Refuse removal at EMondlo and Eastern towns for the Period of 36 months.	Magnacorp115cc	May 2022	Yes		Good

5.8 Logistics / Inventory Management

- i) *Policy*
- ii) *Cycle counts*
- iii) *Challenges*
- iv) *Other activities*

5.9 Unsolicited Bids

Description of Goods/services	Amount	Date Submitted to Council	Supported		Date submitted to Provincial Treasury	Supported	
			Yes	No		Yes	No
NONE							

5.10 E-Tender Portal

- i) We have access to the E-tender portal and are utilising this function.
- ii) Bids published on the E-tender portal during the quarter – 0

6. Preferential Procurement Policy Framework Act (PPPFA), Regs2017

6.1 Contracts with Pre-Qualification (Regulation 4)

Contract Description	Pre-Qualification Criteria	Award Value	Date of Award
None			

6.2 Contracts with Objective Criteria (Section 2(1) (f) PPPF Act)

Contract Description	Objective Criteria	Award Value	Date of Award
None			

6.3 Contracts above R30 million (Contract Participation Goals) (Regulation 4)

Contract Description	Sub-Contracting Criteria	Award Value	Amount Sub-Contracted	Date of Award
NONE				

7. Local Content Procurement

Contract Description	Designated Sector	% Designated	Award Value	Date of Award	Reporting to DTI
SOME ORDERS SELECTED FROM THE EXISTING PANEL					

8. Risk Management

8.1 Fraud Prevention Plan

A Fraud Prevention Plan is in place.

8.2 Internal Audit Findings

Finding Raised	Action Plan to address the finding	Due Date	Progress with Action Plan Implementation
NONE			

8.3 Provincial Treasury Assessment Findings

Finding Raised	Action Plan to address the finding	Due Date	Progress with Action Plan Implementation
NONE			

8.4 Auditor General Findings

Findings Raised	Action Plan to address the finding	Due Date	Progress with Action Plan Implementation
Unauthorized, irregular and fruitless and wasteful expenditure not prevented	<p>1. Amend SCM SOP to include a process of reviewing the segments and verify the availability of the budget by Financial planning before submitting the request for goods to SCM.</p> <p>2, Fruitless and wasteful expenditure Revenue enhancement strategy to be implemented to assist the municipality with cashflow matters.</p> <p>3. Irregular Expenditure Conduct voucher audit of SCM transactions to confirm implementation of the SCM Compliance Checklist.</p> <p>Internal Audit to assist MPAC in conducting investigations of identified irregular expenditure.</p>	30/06/2022	In progress
Unauthorized and irregular expenditure not investigated	Internal audit to assist MPAC in the investigation of UIFW expenditure.	30-06-2022	In progress
Reason for deviations not justifiable	<p>The municipality will appoint a panel of service providers through a process of competitive bidding for services which are normally required on an emergency basis.</p> <p>Review regulation 36 and 32 SCM deviations and indicate and any irregular expenditure to be included in the irregular register.</p> <p>Deviations which are not justifiable will be subjected to investigation and disciplinary action to be taken by the Disciplinary Board.</p>	30-06-2022	In progress
Performance of service	Performance of contractor's form must be sent to	30-06-2022	In progress

providers not monitored monthly	the relevant departments monthly. To update the External Service Provider Assessment Form to include assessment date and minutes of the engagement with the supplier need to be filed as proof of assessment and engagement with the service provider regarding the assessment.		
Local content and production not specified	Develop SCM Checklist for Local Content to include the processes to be followed by municipal officials when requesting and awarding quotations or tenders for designated sectors.	28-02-2022	In progress
Suppliers whose tax status was not in order or cleared by SARS	SCM Manager to monitor implementation of the compliance checklist before making the order. Expenditure manager must also monitor the implementation of the compliance checklist before making the payment. Conduct voucher audit of SCM transactions to confirm implementation of the SCM Compliance Checklist. Internal Audit to assist MPAC in conducting investigations of identified irregular expenditure.	30-06-2022	In progress
Interest payments not prevented	Internal audit has conducted an investigation to identify who is liable and make further recommendations to the audit committee and council.	30-06-2022	In progress
Procurement of goods and services split into parts or items of lesser value	The municipality will select suppliers for water meters from the panels. Internal Audit will conduct an audit of SCM Processes to identify splitting of orders, once identified it will be referred to the disciplinary board.	30-06-2022	Panel appointed
Suppliers in service of the state	SCM Manager to monitor implementation of the compliance checklist before making the order. Verify through CSD. Expenditure manager must also monitor the implementation of the compliance checklist before making the payment. Conduct voucher audit of SCM transactions to confirm implementation of the SCM Compliance Checklist. Internal Audit to assist MPAC in conducting investigations of identified irregular expenditure.	30-06-2022	In progress
Payments made under the	The contract register must be reviewed by the IA	30-06-2022	In progress

contract exceeds the contract price	and consultant to ensure the correct recording of contract amounts for panels. Review the contract register to identify over expenditure (CFO/SCM MANAGER).		

9. Conclusion

Whilst we have experienced challenges – trailing issues with the CSD, unplanned down times from etenders for instance – SCM have, holistically, performed well this quarter.

Annexure B
Municipality:
Register for Irregular Expenditure
Period Ended: April - June 2022

Date Identified	Reason for Irregular	Date payment made	Supplier	Official Respon sible	Amount		Amount transferred to debt for recovery	Amount approved by Council as valid expenditure	Amount still under investigation (Closing Balance)	Was there a need to comply with	Council Resolut ion No.	Has the Investigati on started? (Yes/No)	If Yes, provide the date it started	Status of investigati on (on-going/com pleted)	Provide the date the completed investigation/ the matter	Provide the date MPAC referred the matter	DP (Y/N)	CC (Y/N)	DR (Y/N)
					Current Year	Prior Years													
2022/05/04	Month to month		Fidelity Cash Solutions		31 520				31 519.52										
2022/06/04	Month to month		Link up security		25 094				25 093.57										
2022/06/05	Month to month		Link up security		25 094				25 093.57										
30/06/2022	Month to month		Fedlity Cash Solutions		31 520				31 519.52										
30/06/2022	Invalid deviation		Mahhala Building and Restoration		2 094 796				2 094 796.23										
30/06/2022	Invalid deviation		Mahhala Building and Restoration		919 425				919 425.00										
30/06/2022	Invalid deviation		Ma Andy and Entertainment		67 000				67 000.00										
30/06/2022	Invalid deviation		Zilangwe Catering		34 150				34 150.00										
30/06/2022	Month to Month		Fedlity Cash Solutions		63 039				63 039.04										
30/06/2022	Month to Month		Blidvest steiner Newcastle		12 307				12 306.58										
30/06/2022	Month to Month		Municipal incorp		420 194				420 193.90										
Prepared by:					3 724 137				3 724 137										

Date 07/07/22

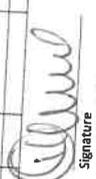
Date 07/07/2022

M.P.E. Ntshembu

Approved by: 
DP - Designated
CC - Council
DR - Debt Repayment

Annexure C
 Municipality:
 Register for Fruitless and Wasteful Expenditure
 Period Ended: April - June 2022

Date identified	Date reported to Mayor	Mature of fruitless and wasteful expenditure	Date payment made	Payment no./EFT no/ Cheque No.	Supplier	Official Responsible	Amount	Amount transferred to debt for recovery	Amount approved by Council as valid expenditure	Amount still under investigation (Closing Balance)	Resolution No.	Has the investigation started?	If Yes, provide the date it started	Status of investigation	Provide the date the investigation concluded	Provide the date MPAC followed	DP (Y/N)	CC (Y/N)	DR (Y/N)		
				NONE FOR APRIL - JUNE						0.00											
							7/7/22			0.00											
							7/7/2022			0.00											

Prepared by:
 Signature: 
 Name: P.H. Nxumalo

Approved by:
 Signature: 
 Name: M.P.E. MTHembu
 Municipal Manager

DP - Disciplinary Process
 CC - Criminal Charges
 DR - Debt being recovered

Annexure D
Municipality:
Register for Section 36 Deviations
Period Ended: April - June 2022

Date identified	Date reported to Mayor	Reasons for Deviation	SCM Reg-36(1)(a)	Date payment made	Payment no./EFT no./Cheque No.	Supplier	Official Responsible	Amount	Amount transferred to irregular expenditure	Amount approved by Council as valid expenditure	Amount still under investigation (Closing Balance)	Resolution No.
19/05/2022		Exceptional case (This is a request to procure 3 computers for income section, there are no computers in three sensitive areas of collection, Emondlo, Main Office and Coronation. Due to case Court on PPPFA, the municipality is on hold to advertise formal price quotations and tenders. The request is urgent to provide these three satellite offices for the consumers to access the service delivery)				CHM Yuvani Computer Solutions		54796.35			54,796.35	

TOTAL

54,796 - - 54,796

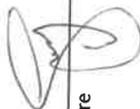
Prepared by:

Signature _____

Name

Date

Approved by:


Signature _____

Municipal Manager

Date

7/07/2022

Annexure E

Municipality:

Register for tender awards

Period Ended: APRIL - JUNE 2022

NO	DESCRIPTION	BID NO	APPOINTED BIDDER	BID VALUE	AWARDED DATE
		NONE FOR APRIL - JUNE			