Umzumbe Municipality

MID -YEAR BUDGET AND PERFOMANCE ASSESSMENT REPORT FOR 2025/26

Prepared in terms of the Local Government Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009

December 2025

2025/26 Financial Year

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Glossary

Accrual Accounting – An accounting method that measures the performance and position of the municipality by recognising events regardless of when cash transactions occur.

Adjustment Budget – Prescribed in section 28 of the MFMA

Allocations – Money received from other Municipalities, Provincial or National Government.

Budget – Financial Plan of the Municipality.

Budget Related Policy – Policy of a municipality affecting or affected by the budget, examples include credit control policy, rates policy, tariff policy and funding and reserves policy.

Capital Expenditure – Expenditure on items such as machinery, buildings, land, infrastructure (roads).

Cash Flow Statement – Provides aggregate data regarding all cash inflows the municipality receives from both its ongoing operations and external investment sources, as well as all cash outflows that pay for municipality's activities and investments during a month.

DORA – Division of Revenue Act. Annual legislation reflecting total allocations per municipality made by provincial and national governments.

Equitable Share – A general grant paid to municipalities predominantly targeted to help with free basic services.

Fruitless and Wasteful Expenditure – Expenditure made in vain, that would have been avoided had reasonable care been exercised.

MBRR – Local Government Municipal Budget and Reporting Regulations.

MIG – Municipal Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework.

Operating Expenditure – Day to day expenses of the Municipality such as salaries, repairs and maintenance and general expenses.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards achieving those objectives.

Unauthorised Expenditure – Spending without budget or in excess of the approved budget

Vote – A department

SECTION 1 – EXECUTIVE SUMMARY

1.1 Introduction

MFMA Accountability cycle begins with the preparation and approval of the IDP, MTERF and SDBIP, which is followed by in year reporting, Annual Financial Statements, Annual Audit (Audit Report) and ultimately Annual and Oversight Reports. The MFMA legislates what must be reported on, by when, and the MFMA Budget and Reporting Regulations prescribes the format of the reports.

MFMA Section 71 states that the Accounting Officer must within 10 working days of the end of each month, submit a report to the Mayor on the implementation of the budget and the financial state of affairs of the municipality.

Municipal budget regulations sub-heading 2.5 requires that this report must be in the Section 71 of the MFMA format, which requires that this report must be prepared in the following manner:

- Actual Revenue per revenue source;
- Actual expenditure per vote;
- Actual Capital Expenditure per vote;
- The amount of any allocations received,
- Actual Expenditure on allocations received,
- Actual Expenditure on those allocations,
- Where necessary, explanations on:
  - Any material variances from the municipality's projected revenue per source, and from the municipality's expenditure projections per vote.
  - Any material variances from the SDBIP, and
  - Remedial or corrective steps taken or to be taken by the municipality

The statement must include: -

- Projections of municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections;

The amounts reflected in the statement must in each case be compared with corresponding amounts budgeted for in the municipality's approved budget. This report has been prepared using the accrual method of accounting. The general idea is that economic events are recognised by matching revenues to expenses (the matching principle) at the time in which the transaction occurs rather than when payment is received or made. This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of the municipality's current financial position.

Table C1 & C4 - Monthly Budget Statement Summary

<u>Operating Revenue</u>

In terms of financial performance, the actual year-to-date revenue is R141.9 million against year-to-date budget of R105.5 million giving to a variance of 35%. Variance contributing factors are explained in the subheadings of the revenue items.

Property Rates

The amount actual year to date on rates amounts is R 12.6 million, against the year to date budget of R6.2 million. This has resulted to 102% variance. The variance is caused by annual billing.

Investment Revenue

This relates to interests received on the call account deposits held. Interest recognised amounts to R1.4 million against the expected R3 million. The variance is -52%. This under performance is due to the low cash balance on our primary account and reduction on investments.

Other Own Revenue

Rental of facilities; R64 thousand has been recognised against the expected budget R54 Thousand. Variance is sitting 17%.

Licenses and permits; R7 thousand has been recognised, and the municipality expected to recognised R 175 thousand. Variance is sitting at -96%. This is caused by DLTC facility that is still no functional.

Transfers and subsidies operational ; R30 thousand has been recognised instead of the expected R272 thousand . The variance is -89%.

Grants and Subsidies

All the grants have been received. However, in the statement of financial performance only revenue recognised based on conditions met is reported for conditional grants. For unconditional grants, like equitable share the total receipts are reported under this category. The amount recognised to date is R177 million instead of the expected R88.5 million Variance amounts to 44%.

Operating Expenditure

On the operating expenditure, R92.6 million was spent against the year-to-date budget of R110 million giving rise to a variance of -16%. Major contributors to this variance are Debt impairment and Depreciation with a variance of -100%.

Employee Costs

Year to date actual spent R40.2 million on employee related costs against the expected R49.9 million. The variance is sitting at -19%. This variance is caused by vacant post.

Remuneration of Councillors

Amount spent totals to R11.9 million against the year-to-date budget of R11.4 million. Variance is sitting at 2%.

Operational Costs

This line item includes all the other operating expenses like accommodation, telephone, electricity, protective clothing, audit fees etc. Expenditure is R15.2 million against budget of R10.7 million. The variance is sitting at 43. The variance is due to the payment made for the external audit fees, Accommodations and software licenses.

Debt Impairment

Expenditure is R 0 million) against the expected budget of R1.1 million. The variance is sitting at -100% and is a result of the debt relief programme (debt written off).

Depreciation & Asset Impairment

Expenditure is R 0 million against the expected budget of R13.4 million. The variance is -100%.

Inventory Consumed

This category includes budget for cleaning material, material for roads maintenance and stationery. Expenditure is R 676 thousand against the expected budget of R717 thousand. Variance is sitting at -6%.

Contracted Services

Expenditure is R 23.6 million against the year-to-date budget of R 21.8 million. Variance is 9%.

Transfers and Subsidies

Expenditure is R 1.1 million against the year-to-date budget of R1.11 million the variance is 2%.

Capital Expenditure

Capital Expenditure has an actual spent of R 29,4 million against the expected R33,7 million budget to date. This will be explained more on table C5 where departmental expenditures are reflected.

CAPITAL EXPENDITURE (VAT EXCLUSIVE)

Funding	**Year-to Date Actual**	**Received**	**Full Year Projection**	**Percentage Spent to Date**
Conditional-MIG Capex	22 978 000	33 141 000	34 345 000	66%
	-	-		
	-	-		0%

Conditional-Provincial Grants	0	0		
conditional-Own Funding	9 714 000		18 04 8000	53.85%
TOTAL	**32 693 000**	**33 141 000**	**52 389 000**	**62.4%**

CONDITIONAL OPERATIONAL GRANTS

Funding	**Allocation**	**Received**	**Year-to-date Expenditure**	**Percentage spent to date**
EPWP	1 428 000	1 000 000	924 000	65%
FMG	1 900 000	1 900 000	0	0%
INEP	14 475 000	6 514 000	6 514 000	29%
EITA	700 000	0	0	0%
		-	-	0%
			-	0%
		-	-	0%
		-	-	0%
		-	**-**	0%
Total	**18 503 000**	**9 414 000**	**7 438 000**	**38%**

Financial Position

The municipality's current assets exceed the current liabilities. The municipality's ability to pay its short term liabilities is tested by taking the total current assets and dividing them by current liabilities (current rati0n is 1.2:1). The ratio is below the norm of 1,5 – 2:1.

Current assets is 47 682

Current liabilitiesis 40 480

Cash Flows

The municipality ended the month with a positive cash and cash equivalents balance R49 million.

Table C1- Monthly Budget Statement Summary

The table below reflects on the summary of the total municipality's budget against year to date collections/recognised or expenditures.

KZN213 Umzumbe - Table C1 Monthly Budget Statement Summary - M06 December

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	12,623	12,451	–	17,033	12,605	6,225	6,380	102%	12,451
Service charges	–	–	–	–	–	–	–		–
Investment revenue	3,975	6,000	–	165	1,428	3,000	(1,572)	-52%	6,000
Transfers and subsidies - Operational	183,207	177,024	–	56,517	127,807	88,512	39,294	44%	177,024
Other own revenue	424	15,627	–	16	132	7,813	(7,681)	-98%	15,627
Total Revenue (excluding capital transfers and contributions)	**200,230**	**211,102**	**–**	**73,730**	**141,972**	**105,551**	**36,421**	**35%**	**211,102**
Employee costs	84,166	99,964	–	6,236	40,257	49,982	(9,725)		99,964
Remuneration of Councillors	25,185	22,884	–	2,432	11,651	11,442	209		22,884
Depreciation and amortisation	41,404	26,791	–	–	–	13,396	(13,396)		26,791
Interest	30	–	–	–	–	–	–		–
Inventory consumed and bulk purchases	2,945	1,434	–	24	676	717	(41)		1,434
Transfers and subsidies	3,682	2,218	–	546	1,136	1,109	27	2%	2,218
Other expenditure	99,910	66,962	–	12,020	38,914	33,481	5,433	16%	66,962
Total Expenditure	**257,322**	**220,253**	**–**	**21,258**	**92,634**	**110,127**	**(17,492)**	**-16%**	**220,253**
Surplus/(Deficit)	**(57,093)**	**(9,151)**	**–**	**52,473**	**49,337**	**(4,576)**	**53,913**	**-1178%**	**(9,151)**
Transfers and subsidies - capital (monetary allocations)	62,603	39,281	–	–	31,477	19,640	11,836	60%	39,281
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**	**65,749**	**436%**	**30,130**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**	**65,749**	**436%**	**30,130**
Capital expenditure & funds sources									
Capital expenditure	**625,067**	**52,389**	**–**	**8,678**	**32,693**	**26,194**	**6,499**	**25%**	**52,389**
Capital transfers recognised	43,976	34,345	–	6,804	22,978	17,173	5,806	34%	34,345
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**581,092**	**18,043**	**–**	**1,874**	**9,714**	**9,022**	**693**	**8%**	**18,043**
Total sources of capital funds	**625,067**	**52,389**	**–**	**8,678**	**32,693**	**26,194**	**6,499**	**25%**	**52,389**
Financial position									
Total current assets	3,324	63,345	–		47,682				63,345
Total non current assets	699,682	680,585	–		732,375				680,585
Total current liabilities	44,426	45,018	–		40,480				45,018
Total non current liabilities	2,576	2,404	–		2,576				2,404
Community wealth/Equity	**656,005**	**696,507**	**–**		**737,001**				**696,507**
Cash flows									
Net cash from (used) operating	(141,043)	49,610	–	53,133	296,726	49,936	(246,790)	-494%	49,610
Net cash from (used) investing	625,067	(60,247)	–	(8,678)	(32,693)	(30,123)	2,569	-9%	(60,247)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**495,222**	**18,409**	**–**	**46,004**	**267,516**	**48,858**	**(218,657)**	**-448%**	**–**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	17,033	–	–	685	685	(5,767)	235	43,218	56,089
Creditors Age Analysis									
Total Creditors	210	(3)	22	(15)	9	–	4,960	88	5,270

Table C2: Statement of Financial Performance by Standard Classification

This table reflects the operating budget in the standard classification which are the Government Finance Statistics Functions and Sub-Functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of organisational structures used by different institutions. The main functions are Governance and administration, Community and public safety, Economic and environmental services, and Trading Services. It is for this reason that the financial performance is reported in standard classification, Table C2 and by municipal vote, Table C3.

KZN213 Umzumbe - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December										
		2024/25	Budget Year 2025/26							
Description R thousands	Ref 1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**194,905**	**160,103**	**–**	**73,730**	**141,321**	**80,052**	61,270	77%	**160,103**
Executive and council		–	13,943	–	–	–	6,971	(6,971)	-100%	13,943
Finance and administration		194,905	146,160	–	73,730	141,321	73,080	68,241	93%	146,160
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**6,814**	**–**	**–**	**2**	**3,407**	(3,405)	-100%	**6,814**
Community and social services		–	6,488	–	–	–	3,244	(3,244)	-100%	6,488
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	326	–	–	2	163	(161)	-99%	326
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**66,038**	**68,990**	**–**	**–**	**32,125**	**34,495**	(2,370)	-7%	**68,990**
Planning and development		3,436	6,557	–	–	648	3,279	(2,631)	-80%	6,557
Road transport		62,603	62,433	–	–	31,477	31,216	260	1%	62,433
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**1,889**	**14,475**	**–**	**–**	**–**	**7,238**	**(7,238)**	-100%	**14,475**
Energy sources		1,889	14,475	–	–	–	7,238	(7,238)	-100%	14,475
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other	4	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Total Revenue - Functional	2	**262,833**	**250,382**	**–**	**73,730**	**173,448**	**125,191**	**48,257**	**39%**	**250,382**
Expenditure - Functional										
Governance and administration		**173,604**	**143,955**	**–**	**10,917**	**56,316**	**71,978**	(15,662)	-22%	**143,955**
Executive and council		52,922	43,572	–	4,510	24,284	21,786	2,498	11%	43,572
Finance and administration		118,634	97,501	–	6,349	31,089	48,750	(17,662)	-36%	97,501
Internal audit		2,048	2,882	–	58	943	1,441	(498)	-35%	2,882
Community and public safety		**43,114**	**26,255**	**–**	**2,854**	**14,183**	**13,128**	1,056	8%	**26,255**
Community and social services		25,729	7,663	–	1,520	5,989	3,831	2,158	56%	7,663
Sport and recreation		285	173	–	73	105	87	19	21%	173
Public safety		16,038	17,234	–	1,178	7,533	8,617	(1,084)	-13%	17,234
Housing		1,062	1,185	–	83	556	593	(37)	-6%	1,185
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**31,851**	**33,168**	**–**	**2,532**	**15,390**	**16,584**	(1,194)	-7%	**33,168**
Planning and development		10,582	12,739	–	1,229	6,000	6,370	(369)	-6%	12,739
Road transport		21,236	12,375	–	927	8,334	6,187	2,147	35%	12,375
Environmental protection		33	8,054	–	376	1,055	4,027	(2,972)	-74%	8,054
Trading services		**8,812**	**16,875**	**–**	**4,955**	**6,753**	**8,438**	**(1,685)**	-20%	**16,875**
Energy sources		5,295	14,326	–	4,664	5,757	7,163	(1,406)	-20%	14,326
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		3,517	2,549	–	290	996	1,275	(279)	-22%	2,549
Other		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Total Expenditure - Functional	3	**257,380**	**220,253**	**–**	**21,258**	**92,642**	**110,127**	**(17,485)**	**-16%**	**220,253**
Surplus/ (Deficit) for the year		**5,452**	**30,130**	**–**	**52,473**	**80,806**	**15,065**	**65,742**	**436%**	**30,130**

References

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes

2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement

3. Total Expenditure by functional classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'

4. All amounts must be classified under a functional classification (modified GFS). The GFS function 'Other' is only for Abbatoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

Table C3: Monthly Financial Performance (Revenue and Expenditure by vote)

Operating budget of the institution is approved by council on municipal vote level. The municipal votes are Council, Financial Services, Technical Services, Corporate Services, Community Services, and Strategic Planning and Development. Unauthorised expenditure occurs if the total budget in a vote is exceeded by expenditure. No department is overspending. Therefore, no unauthorised expenditure incurred.

KZN213 Umzumbe - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Executive and Council		–	13,943	–	–	–	6,971	(6,971)	-100.0%	13,943
Vote 2 - Finance and Administration		194,905	146,160	–	73,730	141,321	73,080	68,241	93.4%	146,160
Vote 3 - Planning and Development		3,436	6,557	–	–	648	3,279	(2,631)	-80.2%	6,557
Vote 4 - Road Transport		62,603	62,433	–	–	31,477	31,216	260	0.8%	62,433
Vote 5 - Internal Audit		–	–	–	–	–	–	–		–
Vote 6 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 7 - Community and Social Services		–	6,488	–	–	–	3,244	(3,244)	-100.0%	6,488
Vote 8 - Community and Social Services2		–	–	–	–	–	–	–		–
Vote 9 - Housing		–	–	–	–	–	–	–		–
Vote 10 - Other		–	–	–	–	–	–	–		–
Vote 11 - Public Safety		–	326	–	–	2	163	(161)	-98.7%	326
Vote 12 - Waste Management		–	–	–	–	–	–	–		–
Vote 13 - Energy Sources		1,889	14,475	–	–	–	7,238	(7,238)	-100.0%	14,475
Vote 14 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**262,833**	**250,382**	**–**	**73,730**	**173,448**	**125,191**	**48,257**	**38.5%**	**250,382**
Expenditure by Vote	1									
Vote 1 - Executive and Council		52,922	43,572	–	4,510	24,284	21,786	2,498	11.5%	43,572
Vote 2 - Finance and Administration		118,634	97,501	–	6,349	31,089	48,750	(17,662)	-36.2%	97,501
Vote 3 - Planning and Development		10,582	12,739	–	1,229	6,000	6,370	(369)	-5.8%	12,739
Vote 4 - Road Transport		21,236	12,375	–	927	8,334	6,187	2,147	34.7%	12,375
Vote 5 - Internal Audit		2,048	2,882	–	58	943	1,441	(498)	-34.6%	2,882
Vote 6 - Sport and Recreation		285	173	–	73	105	87	19	21.4%	173
Vote 7 - Community and Social Services		18,595	3,783	–	473	2,245	1,891	353	18.7%	3,783
Vote 8 - Community and Social Services2		7,134	3,880	–	1,047	3,745	1,940	1,805	93.0%	3,880
Vote 9 - Housing		1,062	1,185	–	83	556	593	(37)	-6.3%	1,185
Vote 10 - Other		–	–	–	–	–	–	–		–
Vote 11 - Public Safety		16,038	17,234	–	1,178	7,533	8,617	(1,084)	-12.6%	17,234
Vote 12 - Waste Management		3,517	2,549	–	290	996	1,275	(279)	-21.9%	2,549
Vote 13 - Energy Sources		5,295	14,326	–	4,664	5,757	7,163	(1,406)	-19.6%	14,326
Vote 14 - Environmental Protection		33	8,054	–	376	1,055	4,027	(2,972)	-73.8%	8,054
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**257,380**	**220,253**	**–**	**21,258**	**92,642**	**110,127**	**(17,485)**	**-15.9%**	**220,253**
Surplus/ (Deficit) for the year	2	**5,452**	**30,130**	**–**	**52,473**	**80,806**	**15,065**	**65,742**	**436.4%**	**30,130**

Table C4- Statement of Financial Performance

The operating revenue and operating expenditure disclosed on table A1 emanates from this table. The explanations for variances have been provided on pages 5 to 7.

KZN213 Umzumbe - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		–	–	–	–	–	–	–		–
Service charges - Water		–	–	–	–	–	–	–		–
Service charges - Waste Water Management		–	–	–	–	–	–	–		–
Service charges - Waste management		–	–	–	–	–	–	–		–
Sale of Goods and Rendering of Services		177	14,624	–	–	31	7,312	(7,281)	-100%	14,624
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		–	–	–	–	–		–		–
Interest from Current and Non Current Assets		3,975	6,000	–	165	1,428	3,000	(1,572)	-52%	6,000
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		139	109	–	11	64	54	10	17%	109
Licence and permits		–	–	–	–	–	–	–		–
Special rating levies		–	–	–	–	–	–	–		–
Operational Revenue		781	545	–	5	30	272	(242)	-89%	545
Non-Exchange Revenue		–	–	–	–	–	–	–		–
Property rates		12,623	12,451	–	17,033	12,605	6,225	6,380	102%	12,451
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		–	–	–	–	–	–	–		–
Licence and permits		36	349	–	–	7	175	(168)	-96%	349
Transfers and subsidies - Operational		183,207	177,024	–	56,517	127,807	88,512	39,294	44%	177,024
Interest		–	–	–	–	–	–	–		–
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		(710)	–	–	–	–	–	–		–
Other Gains		–	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**200,230**	**211,102**	**–**	**73,730**	**141,972**	**105,551**	**36,421**	**35%**	**211,102**
Expenditure By Type										
Employee related costs		84,166	99,964	–	6,236	40,257	49,982	(9,725)	-19%	99,964
Remuneration of councillors		25,185	22,884	–	2,432	11,651	11,442	209	2%	22,884
Bulk purchases - electricity		–	–	–	–	–	–	–		–
Inventory consumed		2,945	1,434	–	24	676	717	(41)	-6%	1,434
Debt impairment		12,432	2,174	–	–	–	1,087	(1,087)	-100%	2,174
Depreciation and amortisation		41,404	26,791	–	–	–	13,396	(13,396)	-100%	26,791
Interest		30	–	–	–	–	–	–		–
Contracted services		54,720	43,386	–	8,863	23,620	21,693	1,927	9%	43,386
Transfers and subsidies		3,682	2,218	–	546	1,136	1,109	27	2%	2,218
Irrecoverable debts written off		–	–	–	–	–	–	–		–
Operational costs		32,757	21,402	–	3,157	15,294	10,701	4,593	43%	21,402
Losses on Disposal of Assets		–	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**257,322**	**220,253**	**–**	**21,258**	**92,634**	**110,127**	**(17,492)**	**-16%**	**220,253**
Surplus/(Deficit)		**(57,093)**	**(9,151)**	**–**	**52,473**	**49,337**	**(4,576)**	**53,913**	**(0)**	**(9,151)**
Transfers and subsidies - capital (monetary allocations)		62,603	39,281	–	–	31,477	19,640	11,836	**0**	39,281
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**			**30,130**
Income Tax		–	–	–	–	–	–			–
Surplus/(Deficit) after income tax		**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**			**30,130**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–			–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**			**30,130**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–			–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		**5,510**	**30,130**	**–**	**52,473**	**80,814**	**15,065**			**30,130**

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including ca		**262,833**	**250,382**		**73,730**	**173,448**	**125,191**			**250,382**

Table C5: Capital Expenditure (Municipal Vote, standard classification, and funding)

The overall actual expenditure incurred is R29,4 million whilst year to date expenditure is sitting at R33,7 million. The overall variance is sitting at 13%. Technical Services Department; the spending on MIG projects is on track.

Planning and Development; The EDTEA Funded project (Umzinto Informal Traders Project) on this project actual spent is R 860 058,93 while year to date budget is sitting at R362 320,00. The variance is 137%.

Corporate Services; capex has an actual expenditure incurred of R 11,7 million while the year to date budget is sitting at R 20,5 million in the capex funded by municipal own funding. This results in a variance of 43%.

UMZUMBE MUNICIPALITY MID- YEAR BUDGET AND PERFOMANCE ASSESSMENT REPORT FOR 2025/26 FINANCIAL YEAR

KZN213 Umzumbe - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		–	–	–	–	–	–	–		–
Vote 2 - Finance and Administration		–	–	–	–	–	–	–		–
Vote 3 - Planning and Development		–	–	–	–	–	–	–		–
Vote 4 - Road Transport		–	–	–	–	–	–	–		–
Vote 5 - Internal Audit		–	–	–	–	–	–	–		–
Vote 6 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 7 - Community and Social Services		–	–	–	–	–	–	–		–
Vote 8 - Community and Social Services2		–	–	–	–	–	–	–		–
Vote 9 - Housing		–	–	–	–	–	–	–		–
Vote 10 - Other		–	–	–	–	–	–	–		–
Vote 11 - Public Safety		–	–	–	–	–	–	–		–
Vote 12 - Waste Management		–	–	–	–	–	–	–		–
Vote 13 - Energy Sources		–	–	–	–	–	–	–		–
Vote 14 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		7,159	104	–	–	–	52	(52)	-100%	104
Vote 2 - Finance and Administration		566,455	4,852	–	170	3,367	2,426	941	39%	4,852
Vote 3 - Planning and Development		23,349	25,409	–	6,811	18,487	10,928	7,559	69%	25,409
Vote 4 - Road Transport		27,641	20,154	–	1,641	10,474	11,853	(1,379)	-12%	20,154
Vote 5 - Internal Audit		–	–	–	–	–	–	–		–
Vote 6 - Sport and Recreation		(0)	–	–	–	–	–	–		–
Vote 7 - Community and Social Services		464	826	–	57	76	413	(337)	-82%	826
Vote 8 - Community and Social Services2		–	–	–	–	–	–	–		–
Vote 9 - Housing		–	–	–	–	–	–	–		–
Vote 10 - Other		–	–	–	–	139	–	139	#DIV/0!	–
Vote 11 - Public Safety		0	870	–	–	–	435	(435)	-100%	870
Vote 12 - Waste Management		–	174	–	–	150	87	63	72%	174
Vote 13 - Energy Sources		–	–	–	–	–	–	–		–
Vote 14 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	625,067	52,389	–	8,678	32,693	26,194	**6,499**	**25%**	52,389
Total Capital Expenditure		**625,067**	**52,389**	**–**	**8,678**	**32,693**	**26,194**	**6,499**	**25%**	**52,389**
Capital Expenditure - Functional Classification										
Governance and administration		**573,614**	**4,956**	**–**	**170**	**3,367**	**2,478**	889	36%	**4,956**
Executive and council		7,159	104	–	–	–	52	(52)	-100%	104
Finance and administration		566,455	4,852	–	170	3,367	2,426	941	39%	4,852
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**464**	**1,696**	**–**	**57**	**76**	**848**	(772)	-91%	**1,696**
Community and social services		464	826	–	57	76	413	(337)	-82%	826
Sport and recreation		(0)	–	–	–	–	–	–		–
Public safety		0	870	–	–	–	435	(435)	-100%	870
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**50,990**	**45,563**	**–**	**8,451**	**28,961**	**22,781**	6,180	27%	**45,563**
Planning and development		23,349	25,409	–	6,811	18,487	10,928	7,559	69%	25,409
Road transport		27,641	20,154	–	1,641	10,474	11,853	(1,379)	-12%	20,154
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**–**	**174**	**–**	**–**	**150**	**87**	63	72%	**174**
Energy sources		–	–	–	–	–	–	–		–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	174	–	–	150	87	63	72%	174
Other		–	–	–	–	139	–	139	#DIV/0!	–
Total Capital Expenditure - Functional Classification	3	**625,067**	**52,389**	**–**	**8,678**	**32,693**	**26,194**	**6,499**	**25%**	**52,389**
Funded by:										
National Government		43,976	34,345	–	6,804	22,978	17,173	5,806	34%	34,345
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		(0)	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**43,976**	**34,345**	**–**	**6,804**	**22,978**	**17,173**	**5,806**	**34%**	**34,345**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		581,092	18,043	–	1,874	9,714	9,022	693	8%	18,043
Total Capital Funding		**625,067**	**52,389**	**–**	**8,678**	**32,693**	**26,194**	**6,499**	**25%**	**52,389**

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).

2. Include capital component of PPP unitary payment

3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations

4. Include expenditure on investment property, intangible and biological assets

6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

Total Capital Funding must balance with Total Capital Expenditure

Table C6: Statement of Financial Position

The table below depicts the financial position of the institution in a greater detail. Our current assets are more than the current liabilities, which then indicates strong liquidity position of the institution.

KZN213 Umzumbe - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		8,595	18,409	–	49,396	18,409
Trade and other receivables from exchange transactions		1,127	–	–	(4,918)	–
Receivables from non-exchange transactions		356	26,329	–	9,052	26,329
Current portion of non-current receivables		–	–	–	–	–
Inventory		–	(1,434)	–	99	(1,434)
VAT		(6,751)	17,661	–	(5,821)	17,661
Other current assets		(3)	2,379	–	(126)	2,379
Total current assets		3,324	63,345	–	47,682	63,345
Non current assets						
Investments		–	–	–	–	–
Investment property		–	–	–	–	–
Property, plant and equipment		699,631	680,315	–	732,074	680,315
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		51	270	–	301	270
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		699,682	680,585	–	732,375	680,585
TOTAL ASSETS		703,006	743,930	–	780,058	743,930
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		107	–	–	107	–
Consumer deposits		89	70	–	112	70
Trade and other payables from exchange transactions		32,081	33,794	–	17,718	33,794
Trade and other payables from non-exchange transactions		5,545	–	–	15,920	–
Provision		8,476	8,810	–	8,476	8,810
VAT		(1,873)	2,344	–	(1,853)	2,344
Other current liabilities		–	–	–	–	–
Total current liabilities		44,426	45,018	–	40,480	45,018
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		2,576	2,404	–	2,576	2,404
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		2,576	2,404	–	2,576	2,404
TOTAL LIABILITIES		47,002	47,422	–	43,056	47,422
NET ASSETS	2	656,005	696,507	–	737,001	696,507
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		626,789	696,507	–	707,785	696,507
Reserves and funds		29,216	–	–	29,216	–
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	656,005	696,507	–	737,001	696,507

References

1. Material variances to be explained in Table SC1

2. Net assets must balance with Total Community Wealth/Equity

check balance	0	-	-	0	-

Table C7: Cash flow

The table below reflects positive cash flow position. The closing balance of cash and cash equivalents is R49 million.

Property Rates

Collections are R3.9 million to date are more than the anticipated year to date budget of R3.8 million. Variance is sitting at 4%. Annual ratepayers have paid for their rates for the year. The payment received is more than what was anticipated. It should be noted that the increased collection levels do not necessarily mean that the collection rate has increased by the same percentage. The comparison to the budget in the statement of cash flows is merely based on the projections made during budget preparation period looking at the trend at that time.

Other Revenue

An amount of R122 thousand was received against a year to date budget of 6.9 Million which is -99%.

Interest

An amount of R1.3 million was recognised against the expected interest of R3 million which results in a variance of -58%.

Transfers and Subsidies - Operational

All grants and subsidies operational that were expected to be received were received as per NT payment schedule.

Suppliers and Employees

Payments to suppliers and employees have a variance of -23%.

Transfers and Grants

Actual amount spent on transfers and subsidies paid is R 546 Thousand against the year-to-date budget of R 1.1 million which results in a variance of 51%.

Capital Assets

Payments are more than the budget because the accelerated spending rate which was more than anticipated.

3.9

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(1,450)	7,470	–	–	3,909	3,764	145	4%	7,470
Service charges		–	–	–	–	–	–	–		–
Other revenue		1,134	17,971	–	16	122	8,985	(8,864)	-99%	17,971
Transfers and Subsidies - Operational		(99,933)	177,024	–	57,160	136,577	88,512	48,065	54%	177,024
Transfers and Subsidies - Capital		151,444	39,281	–	10,394	33,141	19,640	13,501	69%	39,281
Interest		3,975	6,000	–	165	1,263	3,000	(1,737)	-58%	6,000
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(196,213)	(195,919)	–	(21,258)	(92,634)	(75,075)	17,559	-23%	(195,919)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	(2,218)	–	(546)	(546)	1,109	563	51%	(2,218)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**(141,043)**	**49,610**	**–**	**45,931**	**81,832**	**49,936**	**(31,896)**	**-64%**	**49,610**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		625,067	(60,247)	–	(8,678)	(32,693)	(30,123)	2,569	-9%	(60,247)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**625,067**	**(60,247)**	**–**	**(8,678)**	**(32,693)**	**(30,123)**	**2,569**	**-9%**	**(60,247)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**484,024**	**(10,637)**	**–**	**37,253**	**49,139**	**19,812**			**–**
Cash/cash equivalents at beginning:		11,198	29,046	–	1,549	3,483	29,046			3,483
Cash/cash equivalents at month/year end:		495,222	18,409	–	38,801	52,622	48,858			–

References

1. Material variances to be explained in Table SC1

PART 2: SUPPORTING DOCUMENTATION

Table SC1: Material Variances and explanations

KZN213 Umzumbe - Supporting Table SC1 Material variance explanations - M06 December				
Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	**Revenue**			
	Sale of Goods and Rendering of Services	-100%	INEP revenue was not recognised	Will be corrected
	Interest from Current and Non Current Assets	52%	decrease in cash balance and Investments	Will be adjusted durring adjustment budget
	Property rates	102%	Billing is done annually	N/A
	Licence and permits	-96%	DLTC facility is still not functional	Will be adjusted durring adjustment budget
2	**Expenditure By Type**			
	Depreciation and amortisation	-100%	Depreciation was not posted due to financial system error	Will be be correctted in Q3
	Debt impairment	-100%	this is done at year end	
	Operational costs	43%	Expenditure is more than what we estimated	Will be adjusted durring adjustment budget
	Contracted services	9%	Expenditure is more than what we estimated	Will be adjusted durring adjustment budget
3	**Capital Expenditure**			
	Total Capital Expenditure - Functional Classifi	62%		
4	**Financial Position**			
5	**Cash Flow**			
6	**Measureable performance**			
7	**Municipal Entities**			

References
1. Revenue for each source, vote and standard classification
2. Expenditure for each type, vote and standard classification
3. Capital expenditure for each vote and standard classification
4. Explain any material variances between the annual budget and the expected financial position based on current trends
5. Cash receipts by source and cash payments by type where not explained under revenue and expenditure
6. For Sept, Dec, Mar and Jun statements explain any material variances in achievement of measurable performance objectives

Table SC3: Aged Debtors

The municipality is being owed a total amount of R56 million, of which the biggest portion is owed by Government sitting at R31.6 million.

The second biggest is Commercial that are sitting at R13.6 million. Other debtors owing just over R8.6 million.

KZN213 Umzumbe - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2025/26											
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	17,033	–	–	685	685	(5,767)	235	43,251	56,122	39,089	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	(0)	(0)	(0)	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	–	–	(33)	(33)	(33)	–	–
Total By Income Source	**2000**	**17,033**	**–**	**–**	**685**	**685**	**(5,767)**	**235**	**43,218**	**56,089**	**39,056**	**–**	**–**
2024/25 - totals only										–	**–**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	12,349	–	–	606	606	(5,689)	229	23,479	31,580	19,231	–	–
Commercial	2300	2,058	–	–	3	3	3	–	11,223	13,288	11,231	–	–
Households	2400	–	–	–	–	–	–	–	–	–	–	–	–
Other	2500	2,626	–	–	76	76	(81)	6	8,516	11,221	8,594	–	–
Total By Customer Group	**2600**	**17,033**	**–**	**–**	**685**	**685**	**(5,767)**	**235**	**43,218**	**56,089**	**39,056**	**–**	**–**

Notes
Material increases in value of debtors' categories compared to previous month to be explained
Bad debts = amounts actually written off in the month
Total by Income Source must reconcile with Total by Customer Group

Table SC4: Aged Creditors

The municipality owes suppliers an amount of R5.2million there are instances of delays in payment where work still needs to be verified and when there are queries

KZN213 Umzumbe - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		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	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	101	–	–	–	0	–	68	184	354	354
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	109	(3)	22	(15)	9	–	4,892	(97)	4,917	4,917
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	210	(3)	22	(15)	9	–	4,960	88	5,270	5,270

Notes

Material increases in value of creditors' categories compared to previous month to be explained

relating to the payment and discrepancies in the invoice.

Table SC5: Investment Portfolio Analysis

All the call deposits are highly liquid short-term investments and are held for the purpose of meeting short-term commitments rather than the purpose of earning a return (interest).

The table below reflects on account balances (excluding the main account) as at the end of December 2025. Total cash available was R6 million.

KZN213 Umzumbe - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
FNB Call Account		Months	32 Days	Yes	Fixed	5.85	0	0		6,016	31	–	–	6,047
														–
														–
														–
														–
														–
														–
Municipality sub-total										6,016		–	–	6,047
Entities														
														–
														–
														–
														–
														–
														–
														–
Entities sub-total										–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2									6,016		–	–	6,047

References

2. List investments in expiry date order

3. If 'variable' is selected in column F, input interest rate range

4. Withdrawals to be entered as negative

Table SC6: Grants Receipts

All grants that were expected to be received were received.

KZN213 Umzumbe - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		**77,733**	**189,420**	**–**	**57,160**	**134,777**	**85,405**	**286**	**0.3%**	**189,420**
EPWP Incentive	_	6,277	1,428	–	643	1,000	714	286	40.1%	1,428
Finance Management	_	7,450	1,900	–	–	100	950			1,900
Integrated National Electrification Programme	_	64,006	14,475	–	–	6,514	–			14,475
Local Government Equitable Share	_	–	169,550	–	56,517	127,163	84,775			169,550
Municipal Infrastructure Grant	_	–	2,067	–	–	–	(1,034)			2,067
	_							–		
								–		
								–		
								–		
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		**(30,518)**	**700**	**–**	**–**	**38**	**(1,040)**	**1,077**	**-103.6%**	**700**
KwaZulu-Natal_Capacity Building and Other_Specify (Add grant descri	_	(1,000)	700	–	–	38	(1,040)	1,077	-103.6%	700
KwaZulu-Natal_Infrastructure_Specify (Add grant description)_Receipts	_	(29,518)	–	–	–		–			–
								–		
	4							–		
								–		
Other transfers and grants [insert description]								–		
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
[insert description]								–		
								–		
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
[insert description]								–		
								–		
Total Operating Transfers and Grants	5	**47,215**	**190,120**	**–**	**57,160**	**134,815**	**84,366**	**1,363**	**1.6%**	**190,120**
Capital Transfers and Grants										
National Government:		174,191	39,281	–	10,394	33,141	19,640	13,501	**68.7%**	39,281
Municipal Infrastructure Grant (MIG)	_	149,419	39,281	–	10,394	33,141	19,640	13,501	68.7%	39,281
Municipal Disaster Recovery Grant	_	24,772	–	–	–		–			–
								–		
								–		
								–		
								–		
Other capital transfers *[insert description]*								–		
Provincial Government:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
[insert description]								–		
								–		
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
[insert description]								–		
								–		
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
[insert description]								–		
								–		
Total Capital Transfers and Grants	5	**174,191**	**39,281**	**–**	**10,394**	**33,141**	**19,640**	**13,501**	**68.7%**	**39,281**
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	221,406	229,401	–	67,554	167,956	104,006	14,864	14.3%	229,401

References

1. Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation

2. Grant expenditure must be separately listed for each grant received

3. Replacement of RSC levies

4. Housing subsidies for housing where ownership transferred

5. Total recurrent/capital grants and subsidies must reconcile to the 'Financial Performance' Statement

Table SC7: Grants expenditure

The table below reflects expenditure on grants' expenditures as at December 2025. Also, these amounts are inclusive of VAT.

KZN213 Umzumbe - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**13,727**	**19,870**	**–**	**5,644**	**7,438**	**2,698**	**4,740**	**175.7%**	**5,395**
Expanded Public Works Programme Integrated Grant	_	6,277	1,428	–	280	924	714	210	29.4%	1,428
Local Government Financial Management Grant	_	7,450	1,900	–	–	–	950	(950)	-100.0%	1,900
Municipal Infrastructure Grant	_	–	2,067	–	–	–	1,034	(1,034)	-100.0%	2,067
Local Government Financial Management Grant	_							–		
INEP	_		14,475		5,364	6,514		6,514	#DIV/0!	
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		**28,477**	**700**	**–**	**–**	**–**	**1,040**	**(1,040)**	**-100.0%**	**2,079**
KwaZulu-Natal_Capacity Building and Other_Specify (Add grant description)_Receipts								–		
KwaZulu-Natal	_	28,477	700	–	–		1,040	(1,040)	-100.0%	2,079
								–		
								–		
Other transfers and grants [insert description]								–		
District Municipality:		**(375)**	**–**	**–**	**–**	**–**	**–**	–		**–**
KwaZulu-Natal-DC 21 - Ugu-Capacity Building and Other	_	**(375)**	**–**	**–**	**–**	**–**	**–**	–		**–**
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
[insert description]								–		
Total operating expenditure of Transfers and Grants:		**41,829**	**20,570**	**–**	**5,644**	**7,438**	**3,737**	**3,701**	**99.0%**	**7,474**
Capital expenditure of Transfers and Grants										
National Government:		233,284	39,281	–	9,071	16,779	19,640	(2,861)	**-14.6%**	39,281
Integrated National Electrification Programme Grant	_	61,443	–	–	–	–	–	–		–
Municipal Disaster Recovery Grant	_	24,712	–	–	–		–	–		–
Municipal Infrastructure Grant	_	147,129	39,281	–	9,071	16,779	19,640	(2,861)	-14.6%	39,281
								–		
								–		
Other capital transfers [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
								–		
								–		
District Municipality:		**(119)**	**–**	**–**	**–**	**–**	**–**	–		**–**
KwaZulu-Natal-DC 21 - Ugu-Infrastructure	_	**(119)**	**–**	**–**	**–**	**–**	**–**	–		**–**
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
								–		
Total capital expenditure of Transfers and Grants		**233,165**	**39,281**	**–**	**9,071**	**16,779**	**19,640**	**(2,861)**	**-14.6%**	**39,281**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**274,994**	**59,851**	**–**	**14,715**	**24,217**	**23,377**	**840**	**3.6%**	**46,755**

References

Table SC8: Councillor and Staff benefits

The table below reflects on councillor's benefits, senior managers and other municipal staff. Total amount spent on salaries and councillors remuneration as at November 2025 is R89,09 million.

UMZUMBE MUNICIPALITY MID- YEAR BUDGET AND PERFOMANCE ASSESSMENT REPORT FOR 2025/26 FINANCIAL YEAR

KZN213 Umzumbe - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		12,154	11,456	–	1,338	6,167	5,728	439	8%	11,456
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		4,030	3,443	–	445	2,055	1,721	334	19%	3,443
Cellphone Allowance		1,564	1,685	–	139	841	842	(2)	0%	1,685
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		7,438	6,300	–	510	2,588	3,150	(562)	-18%	6,300
Sub Total - Councillors		**25,185**	**22,884**	**–**	**2,432**	**11,651**	**11,442**	**209**	**2%**	**22,884**
% increase	4		**-9.1%**							**-9.1%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2,515	4,105	–	177	681	2,052	(1,371)	-67%	4,105
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		303	898	–	–	–	449	(449)	-100%	898
Motor Vehicle Allowance		778	457	–	66	325	229	96	42%	457
Cellphone Allowance		199	102	–	–	–	51	(51)	-100%	102
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		131	1,368	–	58	81	684	(603)	-88%	1,368
Payments in lieu of leave		103	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	18	–	18	#DIV/0!	–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		**4,028**	**6,931**	**–**	**302**	**1,105**	**3,465**	**(2,360)**	**-68%**	**6,931**
% increase	4		**72.0%**							**72.0%**
Other Municipal Staff										
Basic Salaries and Wages		45,832	53,916	–	3,612	22,298	26,958	(4,660)	-17%	53,916
Pension and UIF Contributions		6,861	9,114	–	598	3,638	4,557	(919)	-20%	9,114
Medical Aid Contributions		2,358	6,274	–	217	1,307	3,137	(1,830)	-58%	6,274
Overtime		7,044	4,800	–	467	1,922	2,400	(478)	-20%	4,800
Performance Bonus		3,409	4,074	–	15	3,473	2,037	1,436	70%	4,074
Motor Vehicle Allowance		6,400	7,677	–	541	3,297	3,838	(542)	-14%	7,677
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		425	938	–	42	250	469	(220)	-47%	938
Other benefits and allowances		5,574	5,816	–	361	2,143	2,908	(765)	-26%	5,816
Payments in lieu of leave		1,116	–	–	–	376	–	376	#DIV/0!	–
Long service awards		331	208	–	14	132	104	28	27%	208
Post-retirement benefit obligations	2	291	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		498	215	–	67	316	108	209	194%	215
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		**80,138**	**93,033**	**–**	**5,935**	**39,152**	**46,517**	**(7,365)**	**-16%**	**93,033**
% increase	4		**16.1%**							**16.1%**
Total Parent Municipality		**109,351**	**122,847**	**–**	**8,668**	**51,908**	**61,424**	**(9,516)**	**-15%**	**122,847**
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages								–		
Pension and UIF Contributions								–		
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus								–		
Motor Vehicle Allowance								–		
Cellphone Allowance								–		
Housing Allowances								–		
Other benefits and allowances								–		
Board Fees								–		
Payments in lieu of leave								–		
Long service awards								–		
Post-retirement benefit obligations								–		
Entertainment										
Scarcity										
Acting and post related allowance										
In kind benefits										
Sub Total - Executive members Board	2	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages								–		
Pension and UIF Contributions								–		
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus								–		
Motor Vehicle Allowance								–		
Cellphone Allowance								–		
Housing Allowances								–		
Other benefits and allowances								–		
Payments in lieu of leave								–		
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment										
Scarcity										
Acting and post related allowance										
In kind benefits										
Sub Total - Senior Managers of Entities		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages								–		
Pension and UIF Contributions								–		
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus								–		
Motor Vehicle Allowance								–		
Cellphone Allowance								–		
Housing Allowances								–		
Other benefits and allowances								–		
Payments in lieu of leave								–		
Long service awards								–		
Post-retirement benefit obligations								–		
Entertainment										
Scarcity										
Acting and post related allowance										
In kind benefits										
Sub Total - Other Staff of Entities		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase	4									
Total Municipal Entities		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
TOTAL SALARY, ALLOWANCES & BENEFITS		**109,351**	**122,847**	**–**	**8,668**	**51,908**	**61,424**	**(9,516)**	**-15%**	**122,847**
% increase	4		**12.3%**							**12.3%**
TOTAL MANAGERS AND STAFF		**84,166**	**99,964**	**–**	**6,236**	**40,257**	**49,982**	**(9,725)**	**-19%**	**99,964**

References

1. Include 'Loans and advances' where applicable if any reportable amounts until phased compliance with s164 of MFMA achieved

2. If benefits in kind are provided (e.g. provision of living quarters) the full market value must be shown as the cost to the municipality

3. s57 of the Systems Act

4. B/A, C/A, D/A

Column Definitions:

A. Audited actual 2005/06 (audited financial statements). If audited amounts unavailable, unaudited amounts must be provided with a note stating these are unaudited

B. The original budget approved by council for the 2006/07 budget year.

C. The budget for 2006/07 budget year as adjusted by council resolution in terms of section 28 of the MFMA.

D. An estimate of final actual amounts (pre audit - 2006/07 budget year) at the time of preparing the budget for the 2007/08 budget year. This may differ from C.

Repairs and Maintenance

The table below depicts the total budget for repairs and maintenance and the spending for the month of December 2025. Total amount spent to date equals to R3.5 million against the expected budget of R 3 million. The variance is sitting at -16%. The maintenance of some assets is corrective maintenance rather than preventative maintenance. There are many projects undergoing SCM processes expenditure will reflect when payments are made.

KZN213 Umzumbe - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**6 058**	**2 609**	–	–	**1 949**	**1 304**	(644)	**-49,4%**	**2 609**
Roads Infrastructure		6 058	2 609	–	–	1 949	1 304	(644)	-49,4%	2 609
Roads		6 058	2 609	–	–	1 949	1 304	(644)	-49,4%	2 609
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		–	–	–	–	–	–	–		–
Power Plants		–	–	–	–	–	–	–		–
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		–	–	–	–	–	–	–		–
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations		–	–	–	–	–	–	–		–
MV Networks		–	–	–	–	–	–	–		–
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs		–	–	–	–	–	–	–		–
Boreholes		–	–	–	–	–	–	–		–
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works		–	–	–	–	–	–	–		–
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		–	–	–	–	–	–	–		–
Distribution Points		–	–	–	–	–	–	–		–
PRV Stations		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		–	–	–	–	–	–	–		–
Outfall Sewers		–	–	–	–	–	–	–		–
Toilet Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites		–	–	–	–	–	–	–		–
Waste Transfer Stations		–	–	–	–	–	–	–		–
Waste Processing Facilities		–	–	–	–	–	–	–		–
Waste Drop-off Points		–	–	–	–	–	–	–		–
Waste Separation Facilities		–	–	–	–	–	–	–		–
Electricity Generation Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines		–	–	–	–	–	–	–		–
Rail Structures		–	–	–	–	–	–	–		–
Rail Furniture		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
MV Substations		–	–	–	–	–	–	–		–
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps		–	–	–	–	–	–	–		–
Piers		–	–	–	–	–	–	–		–
Revetments		–	–	–	–	–	–	–		–
Promenades		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres		–	–	–	–	–	–	–		–
Core Layers		–	–	–	–	–	–	–		–
Distribution Layers		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Community Assets		–	**519**	–	**2**	**2**	**260**	**258**	**99,4%**	**519**
Community Facilities		–	519	–	2	2	260	258	99,4%	519
Halls		–	519	–	2	2	260	258	99,4%	519
Centres		–	–	–	–	–	–	–		–
Crèches		–	–	–	–	–	–	–		–
Clinics/Care Centres		–	–	–	–	–	–	–		–
Fire/Ambulance Stations		–	–	–	–	–	–	–		–
Testing Stations		–	–	–	–	–	–	–		–
Museums		–	–	–	–	–	–	–		–
Galleries		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Libraries		–	–	–	–	–	–	–		–
Cemeteries/Crematoria		–	–	–	–	–	–	–		–
Police		–	–	–	–	–	–	–		–
Purls		–	–	–	–	–	–	–		–
Public Open Space		–	–	–	–	–	–	–		–
Nature Reserves		–	–	–	–	–	–	–		–
Public Ablution Facilities		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Stalls		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Airports		–	–	–	–	–	–	–		–
Taxi Ranks/Bus Terminals		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities		–	–	–	–	–	–	–		–
Outdoor Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Heritage assets		–	–	–	–	–	–	–		–
Monuments		–	–	–	–	–	–	–		–
Historic Buildings		–	–	–	–	–	–	–		–
Works of Art		–	–	–	–	–	–	–		–
Conservation Areas		–	–	–	–	–	–	–		–
Other Heritage		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property		–	–	–	–	–	–	–		–
Unimproved Property		–	–	–	–	–	–	–		–
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property		–	–	–	–	–	–	–		–
Unimproved Property		–	–	–	–	–	–	–		–
Other assets		**655**	**1 129**	–	**87**	**357**	**565**	**208**	**36,8%**	**1 129**
Operational Buildings		655	1 129	–	87	357	565	208	36,8%	1 129
Municipal Offices		655	870	–	89	357	435	78	18,0%	870
Pay/Enquiry Points		–	–	–	–	–	–	–		–
Building Plan Offices		–	–	–	–	–	–	–		–
Workshops		–	–	–	–	–	–	–		–
Yards		–	–	–	–	–	–	–		–
Stores		–	–	–	–	–	–	–		–
Laboratories		–	–	–	–	–	–	–		–
Training Centres		–	–	–	–	–	–	–		–
Manufacturing Plant		–	–	–	–	–	–	–		–
Depots		–	–	–	–	–	–	–		–
Capital Spares		–	260	–	(2)	–	130	130	100,0%	260
Housing		–	–	–	–	–	–	–		–
Staff Housing		–	–	–	–	–	–	–		–
Social Housing		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes		–	–	–	–	–	–	–		–
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights		–	–	–	–	–	–	–		–
Effluent Licenses		–	–	–	–	–	–	–		–
Solid Waste Licenses		–	–	–	–	–	–	–		–
Computer Software and Applications		–	–	–	–	–	–	–		–
Load Settlement Software Applications		–	–	–	–	–	–	–		–
Unspecified		–	–	–	–	–	–	–		–
Computer Equipment		**6**	**43**	–	–	–	**22**	**22**	100,0%	**43**
Computer Equipment		6	43	–	–	–	22	22	100,0%	43
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		**1 633**	**1 086**	–	**137**	**660**	**543**	**(117)**	-21,6%	**1 086**
Machinery and Equipment		1 633	1 086	–	137	660	543	(117)	-21,6%	1 086
Transport Assets		**928**	**652**	–	**90**	**540**	**326**	**(214)**	-65,5%	**652**
Transport Assets		928	652	–	90	540	326	(214)	-65,5%	652
Land		–	–	–	–	–	–	–		–
Land		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
		–	–	–	–	–	–			–
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection		–	–	–	–	–	–	–		–
Zoological plants and animals		–	–	–	–	–	–	–		–
Immature		–	–	–	–	–	–	–		–
Policing and Protection		–	–	–	–	–	–	–		–
Zoological plants and animals		–	–	–	–	–	–	–		–
Total Repairs and Maintenance Expenditure	1	**9 279**	**6 039**	–	**315**	**3 507**	**3 020**	**(487)**	**-16,1%**	**6 039**

I, ____ (Full Names), the Municipal Manager of Umzumbe Municipality hereby certify that the **Section 71 Report and Section 72 Report** for the Month ended 31th December 2025 has been prepared in accordance with the Local Government: Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.

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Mr S CELE **DATE**

MUNICIPAL MANAGER