

# UBUHLEBEZWE

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South Africa

## MUNICIPALITY

From the Office of the Municipal Manager

**EXTRACT FROM THE MINUTES OF THE COUNCIL MEETING HELD AT 10H00 ON  
THE 20 JULY 2023, VIRTUALLY.**

**RESOLUTION NO : CBTO110/23**

**AGENDA ITEM/SUBJECT : REPORT ON SECTION 52(d) OF THE MUNICIPAL  
FINANCE MANAGEMENT ACT (MFMA)**

Council at its meeting held on the 20<sup>th</sup> July 2023 considered the above matter. Following discussion, it was

***RESOLVED AS FOLLOWS:***

- (i) *THAT Council note the Provisional Finance Management Report (MFMA Section 52 report) for the quarter ending 30<sup>th</sup> June 2023 on the implementation of the budget and the financial situation of the Municipality and,*
- (ii) *THAT the quarterly report tabled in the Council in terms of section 52(d), be noted and that the report will be published in an official website of the Municipality.*

**CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES**

**NAME OF MUNICIPAL MANAGER : MR ME MKHIZE**

**SIGNATURE OF MUNICIPAL MANAGER : **

**DATE OF SIGNATURE : 24/07/2023**

<b>COUNCIL</b>
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**REPORT TO COUNCIL ON SECTION 52(d) OF THE MUNICIPAL FINANCE MANAGEMENT ACT (MFMA)**

**Date** : 07 June 2023

**Levels** : 1<sup>st</sup> Level: Council –

1. **Author** : CFO

**2. PURPOSE**

Report to council on section 52(d) of the Municipal Finance management act (MFMA) for 2022/2023 Quarter Four.

**3. LEGAL / STATUTORY REQUIREMENTS**

Municipal Finance Management Act

**4. AUTHORITY**

Council

**5. BACKGROUND AND REASONING**

The purpose of this report is firstly to comply with section 52(d) of the Municipal Finance Management Act (MFMA), by submission of a report to the Council on the implementation of the budget. The report provides a quarterly overview of the financial performance of the municipality, whilst it also provides a monitoring tool for Council on the non-financial indicators which is part of the service delivery and budget implementation plan.

The reports' strategic objective is to ensure good governance, provide a monitor tool for financial viability as well as to provide Council with the necessary information to make informed decisions.

# UBUHLEBEZWE LOCAL MUNICIPALITY

## Section 52 (d) of the MFMA requires that:

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 situation of the municipality.

## Attached please find the Section 52(d) Investment Portfolio Quarterly Report ended 30 June 2023

Institution	Acc No	Acc Type	Maturity Date	Interest Rate (% pa)	Balance Per Statement 1-Jun	(Bank charges)	(Withdrawals)	Deposits	Month End Interest Received	Balance Per Statement 30-Jun	Month End Interest Accrued	Interest Accrued To date	Received Interest To date	Balance Per General Ledger 30-Jun	Difference	Current Month interest income Earned
ABSA Bank - 23M	2080309887	4 Month - Fixed Deposit	3-Jul	7.57	22,312,614.32	-	-	-	643,558.66	22,956,172.98	-	0.00	1,633,025.92	22,956,232.98	-	145,319.70
ABSA BANK	2080845795	4 Month - Fixed Deposit	11-May	8.3	20,545,713.42	-	-	-	-	20,545,713.42	142,638.19	269,993.71	545,751.42	20,545,753.42	-	142,638.19
First National Bank - Equit. Share	6214581938.8	Call Account	-	2.40	309,305.31	-	-	-	1,746.82	311,052.13	-	-	15,593.69	311,050.79	-	2,746.82
First National Bank - Equit. Share	6214816621.8	Sangwaba Housing	-	2.40	783,626.30	-	-	-	4,364.69	787,990.99	-	-	37,927.29	787,990.99	-	4,364.69
First National Bank - Equit. Share	76200672890	2 Month - Fixed Deposit	24-Jul	7.91	26,526,706.14	-	-	-	-	26,526,706.14	184,233.42	245,644.56	1,526,706.14	26,526,706.14	-	184,233.42
First National Bank - Equit. Share	6280535513	Fixed Income	30-Jun	2.40	107,394.94	-	-	-	586.99	107,981.93	-	-	5,423.79	107,981.93	-	586.99
First National Bank - Equit. Share	6287393860	Call Account	2-Apr	3.85	31,274.71	-	-	-	208.31	31,483.02	-	-	2,010.43	31,482.92	-	208.31
Ned Bank	7881076763/167	153 Days-Fixed Deposit	14-Nov	6.30	-	-	-	-	-	-	-	-	610,323.29	-	-	-
Ned Bank	7881076763/168	184 Days-Fixed Deposit	4-Jun	7.05	-	-	-	-	-	-	-	-	1,335,448.84	-	-	-
Ned Bank	7881076763/170	30 Days- Fixed Deposit	13-Feb	7.75	-	-	-	-	-	-	-	-	287,702.37	-	-	-
Ned Bank	7881076763/169	153 Days-Fixed Deposit	12-Dec	6.20	-	-	-	-	-	-	-	-	544,809.62	-	-	-
NED Bank	7881076763/162	Call Account	-	3.50	-	-	-	-	-	-	-	-	8,507.64	-	-	-
NED Bank	7881076763/166	91 Days - Fixed deposit	12-Jul	5.15	-	-	-	-	-	-	-	-	32,123.12	-	-	-
NED Bank	7881076763/118	Notice Account	-	2.50	-	-	-	-	-	-	-	-	495,360.75	-	-	-
NED Bank	7881076763/171	64 Days- Fixed Deposit	18-Apr	8.00	17,237,805.99	-	17,237,805.99	10,000,000.00	72,599.61	10,072,599.61	-	-	-	10,072,599.61	-	72,599.61
NED Bank	7881076763/172	91 Days - Fixed deposit	14-Jun	8.10	18,000,000.00	-	18,363,501.37	-	363,501.37	0.00	-	-	363,501.37	-	-	-
NED Bank	7881076763/173	62 Days - Fixed deposit	19-Jun	8.50	22,101,138.97	-	22,420,243.09	-	319,104.12	-	-	-	319,104.12	-	-	-
Ned Bank	7781076763/174	91 Days - Fixed deposit	15-Sep	6.95	-	-	-	18,363,501.37	18,363,501.37	76,548.13	76,548.13	-	18,363,501.37	-	-	-
Ned Bank	7781076763/175	63 Days - Fixed Deposit	21-Aug	9.00	-	-	-	22,420,243.09	22,420,243.09	66,339.35	66,339.35	-	22,420,243.09	-	-	-
STD Bank - Equit. Share	068730276 - 001	Retail/Wholesale Call Deposit	25-Nov	1.30	134,884.51	-	-	-	598.85	135,483.36	515.02	515.02	4,966.39	135,483.36	-	617.57
STD Bank - Equit. Share	068730276 - 008	3 Months - Fixed Deposit	15-Nov	2.00	17,165.11	-	-	-	91.70	17,256.81	55.32	55.32	789.51	17,256.81	-	92.00
STD Bank - Equit. Share	068730276-034	14-Apr	1-Jul	5.25	-	-	-	-	-	-	-	-	-	-	-	-
STD Bank - Equit. Share	068730276-035	2 Month - Fixed Deposit	30-Aug	5.80	-	-	-	-	-	-	-	-	191,133.27	-	-	-
STD Bank - Equit. Share	068730276-036	3 Month - Fixed Deposit	30-Sep	5.90	-	-	-	-	-	-	-	-	400,623.40	-	-	-
STD Bank - Equit. Share	068730276-037	3 Month - Fixed Deposit	11-Oct	6.00	-	-	-	-	-	-	-	-	393,205.48	-	-	-
STD Bank - Equit. Share	068730276-038	2 Month - Fixed Deposit	17-Oct	6.50	-	-	-	-	-	-	-	-	62,338.77	-	-	-
STD Bank - Equit. Share	068730276-039	2 Months - Fixed Deposit	5-Dec	7.15	-	-	-	-	-	-	-	-	215,087.00	-	-	-
STD Bank - Equit. Share	068730276-040	3 Month - Fixed Deposit	11-Jan	7.30	-	-	-	-	-	-	-	-	491,010.75	-	-	-
STD Bank - Equit. Share	068730276-041	3 Month - Fixed Deposit	17-Feb	7.52	-	-	-	-	-	-	-	-	293,960.21	-	-	-
STD Bank - Equit. Share	068730276-042	4 Month - Fixed Deposit	4-Feb	7.88	-	-	-	-	-	-	-	-	243,705.72	-	-	-
STD Bank - Equit. Share	068730276-043	2 Month - Fixed Deposit	13-Feb	7.88	-	-	-	-	-	-	-	-	276,223.04	-	-	-
STD Bank - Equit. Share	068730276-044	3 Month - Fixed Deposit	14-Mar	8.75	-	-	-	-	-	-	-	-	443,005.13	-	-	-
STD Bank - Equit. Share	068730276-045	3 Months - Fixed Deposit	15-Mar	8.00	-	-	-	-	-	-	-	-	353,345.86	-	-	-
STD Bank - Equit. Share	068730276-046	14 Month - Fixed Deposit	5-Jun	8.35	18,462,361.55	-	18,969,191.31	-	506,829.76	-	-	-	506,829.76	-	-	-
STD Bank - Equit. Share	068730276-047	59 Days - Fixed Deposit	19-Jun	8.15	20,713,762.38	-	147,485.56	-	319,838.79	20,886,115.61	42,573.34	42,573.34	584,892.57	20,886,115.61	-	21,117.91
STD Bank - Equit. Share	068730276-048	60 Days - Notice Deposit	20-Apr	8.15	-	-	-	-	-	-	-	-	205,570.95	-	-	-
STD Bank - Equit. Share	068730276-049	60 Days - Notice Deposit	15-May	8.28	-	-	-	-	-	-	-	-	315,532.93	-	-	-
STD Bank - Equit. Share	068730276-050	60 Days - Notice Deposit	17-Jul	8.80	27,626,882.49	-	-	-	-	27,626,882.49	199,821.83	306,393.48	389,120.40	27,626,882.49	-	199,821.83
STD Bank - Equit. Share	068730276-051	Short Term Wholesale Deposit	30-Jun	8.95	-	-	-	-	-	-	-	-	111,632.39	-	-	-
					194,919,714.74	-	96,219,050.63	69,752,935.77	2,344,661.96	170,789,261.45	712,724.60	1,008,062.91	13,545,445.72	170,789,261.45	-	1,322,096.54
NEDBANK	1214090418	Current Account	30-Jun		1,958,452.95	-	-	-	-	6,750,470.59	-	-	-	5,792,470.59	-	-
First National Bank	52 5524 1629 4	Current Account	30-Jun		3,938,121.32	-	-	-	1,128.89	-	-	-	102,864.97	0.00	-	13,189.89
Cash and Cash Equivalent					200,807,289.01	-	96,219,050.63	69,752,935.77	2,357,851.85	177,539,732.04	712,724.60	1,008,062.91	13,545,445.72	177,539,732.04	-	1,336,186.42

Investment Portfolio: Cash and Cash Equivalents as at 30 June 2023 sits at a balances of R 177 539 732.04. The municipality has met its monthly fixed operating commitments from cash and short-term investments.

UBUHLEBEZWE LOCAL MUNICIPALITY

Attached please find the Section 52(d) Expenditure Reports Quarterly Report ended 30 June 2023.

S 71(1) (c) ACTUAL EXPENDITURE, PER SOURCE								
Expenditure	Original Budget 2022/2023	Adjusted Budget 2022/2023	Budget June 2022/2023	Actual June 2022/2023	Budget YTD 2022/2023	Actual YTD 2022/2023	Variance YTD	% Spent YTD
Employee related costs	91,435,000.00	91,434,652.00	7,619,554.33	11,451,934.71	91,434,652.00	92,150,837.38	-716,185.38	100.78%
Remuneration of Councillors	10,689,000.00	10,959,521.00	913,293.42	925,939.17	10,959,521.00	11,233,077.48	-273,556.48	102.50%
Bad and doubtful debts	2,271,000.00	2,271,399.00	189,283.25	717,254.28	2,271,399.00	717,254.28	1,554,144.72	31.58%
Depreciation	36,000,000.00	36,000,000.00	3,000,000.00	2,416,045.73	36,000,000.00	29,846,614.83	6,153,385.17	82.91%
Other materials	1,667,000.00	1,544,000.00	128,666.67	253,129.76	1,544,000.00	1,368,521.09	175,478.91	88.63%
Contracted services	26,184,000.00	27,779,483.00	2,314,956.92	2,982,320.55	27,779,483.00	20,313,627.19	7,465,855.81	73.12%
Transfers and grants	6,654,000.00	4,752,953.00	396,079.42	305,163.25	4,752,953.00	4,119,611.44	633,341.56	86.67%
General Expenses	27,700,000.00	31,109,692.00	2,592,474.33	2,659,332.16	31,109,692.00	27,246,011.35	3,863,680.65	87.58%
<b>TOTAL</b>	<b>202,600,000.00</b>	<b>205,851,700.00</b>	<b>17,154,308.33</b>	<b>21,711,119.61</b>	<b>205,851,700.00</b>	<b>186,995,555.04</b>	<b>18,856,144.96</b>	<b>91%</b>

Expenditure management report sits at 91% at the end of the Fourth quarter, which is 9% less than projections of 100%. Please note that all creditors were paid within 30 days as stipulated in Section 65 of the MFMA.

Attached please find the Section 52(d) Allocations and Grants Quarterly Report ended 30 June 2023.

S 71(1) (f) ALLOCATION RECEIVED AND ACTUAL EXPENDITURE ON THOSE ALLOCATIONS							
Allocations	Original Budget 2022/2023	Adjusted Budget 2022/2023	Actual Received YTD	Actual Expenditure - June 2023	Expenditure YTD- 2023	Unspent Y T D	% Expenditure Against allocation
Financial Management Grant	1,950,000.00	1,950,000.00	1,950,000.00	340,890.65	1,950,000.00	-	100%
Electrification - DOE	6,994,000.00	6,994,000.00	6,994,000.00	67,190.39	6,994,000.00	-	100%
Library Grant and Library Grant - Cyber	254,000.00	254,000.00	254,000.00	-	254,000.00	-	100%
Community Library Services Grant	981,000.00	981,000.00	981,000.00	-	981,000.00	-	100%
MIG	30,291,000.00	30,291,000.00	30,291,000.00	4,501,739.35	29,916,913.83	374,086.17	99%
EPWP	2,245,000.00	2,245,000.00	2,245,000.00	115,540.12	2,245,000.00	-	100%
Title Deeds Restoration Programme	100,000.00	100,000.00	100,000.00	-	-	100,000.00	0%
Infrastructure Economic Development (LED)	2,000,000.00	2,000,000.00	2,000,000.00	-	144,889.42	1,855,110.58	7%
Small Town Rehabilitation Programme	5,000,000.00	5,000,000.00	5,000,000.00	1,158,070.26	1,397,139.09	3,602,860.91	28%
					-		
<b>TOTAL</b>	<b>49,815,000.00</b>	<b>49,815,000.00</b>	<b>49,815,000.00</b>	<b>6,183,430.77</b>	<b>43,882,942.34</b>	<b>5,932,057.66</b>	<b>88%</b>

- Financial Management Grant (FMG) – The municipality had spent 100% on this grant on 30 June 2023.
- Library and Cyber Grants – The municipality has spent 100% on both grants.
- Integrated National Electrification (INEP) – The municipality has spent 100% of the allocated amount.

# UBUHLEBEZWE LOCAL MUNICIPALITY

- Small Town Rehabilitation Programme – Expenditure is sitting at 28% as at 30 June 2023, more expenditure is expected to be incurred in the next Financial year.

Attached please find the Section 52(d) Collection Rate Report - Quarterly Report ended 30 June 2023.

2022-2023 Collection Rate														
	M T D												Y T D	
	July	August	September	October	November	December	January	February	March	April	May	June	Total	
Receipts	809,070.69	883,023.61	881,003.72	905,079.01	3,641,107.64	984,878.38	1,113,308.74	1,357,235.29	1,149,978.66	1,470,347.16	994,327.00	2,142,377.63	16,331,737.53	
Rates	2,050,528.62	2,050,528.62	2,050,528.62	2,050,528.62	2,050,528.62	2,050,528.62	2,050,528.62	2,050,633.00	2,065,168.49	2,070,579.19	2,071,257.11	2,071,257.11	24,682,595.24	
Collection Rate	39.46%	43.06%	42.96%	44.14%	177.57%	48.03%	54.29%	66.19%	55.68%	71.01%	48.01%	103.43%	66.17%	
Receipts	114,221.74	124,662.16	124,377.00	127,775.86	514,038.73	139,041.65	157,172.99	191,609.69	162,349.93	207,578.42	140,375.58	302,453.31	2,305,657.06	
Refuse	310,925.65	310,599.05	310,423.45	314,150.65	314,007.85	315,103.44	311,592.34	311,959.94	313,955.25	318,745.74	318,753.94	318,811.34	3,769,028.64	
Collection Rate	36.74%	40.14%	40.07%	40.67%	163.70%	44.13%	50.44%	61.42%	51.71%	65.12%	44.04%	94.87%	61.17%	
Receipts	28,555.44	31,165.54	31,094.25	31,943.96	128,509.68	34,760.42	39,293.24	47,902.42	40,587.48	51,894.61	35,093.89	75,613.33	576,414.26	
Rentals	55,161.16	55,161.16	50,325.16	53,324.01	53,533.01	49,550.70	49,450.70	50,550.70	50,550.70	30,748.25	30,748.25	30,748.25	559,852.05	
Collection Rate	51.77%	56.50%	61.79%	59.91%	240.06%	70.15%	79.46%	94.76%	80.29%	168.77%	114.13%	245.91%	102.96%	
Total Rec	951,847.87	1,038,851.31	1,036,474.97	1,064,798.83	4,283,656.05	1,158,680.45	1,309,774.97	1,596,747.40	1,352,916.07	1,729,820.19	1,169,796.47	2,520,444.27	19,213,808.85	
Total Billing	2,416,615.43	2,416,288.83	2,411,277.23	2,418,003.28	2,418,069.48	2,415,182.76	2,411,571.66	2,413,143.64	2,429,674.44	2,420,073.18	2,420,759.30	2,420,816.70	29,011,475.93	
Total Rate	39.39%	42.99%	42.98%	44.04%	177.15%	47.97%	54.31%	66.17%	55.68%	71.48%	48.32%	104.12%	66.23%	

- Collection Rate as at 30 June 2023 is sitting at 66.23%, the municipality is seeing improvements in the collection rate of our debtors. The Municipality is still looking for improvements in the next quarter as we have a debtor's balance of R 75 677 334.
- The municipality have introduce a new strategy which is a door to door strategy to try and maximize the collection rate

Year End	Month End	Mun	Item	Detail	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 -
2023 M12	2023 M12	UBUHLEBEZWE	1100	Debtors Age Analysis By Income Source									
			1200	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0	0
			1300	Trade and Other Receivables from Exchange Transactions - Electricity	0	0	0	0	0	0	0	0	0
			1400	Receivables from Non-exchange Transactions - Property Rates	2,628,066	2,002,572	2,013,757	1,807,925	2,187,162	1,599,818	5,444,306	9,832,784	63,067,840
			1500	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0	0
			1600	Receivables from Exchange Transactions - Waste Management	559,019	478,685	357,481	427,888	444,906	354,575	1,854,768	3,893,870	8,371,192
			1700	Receivables from Exchange Transactions - Property Rental Debtors	317,282	12,548	2,382	7,972	-5,705	-2,411	75,098	870,569	1,277,737
			1810	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0	0
			1820	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	0	0	0	0	0	0	0	0	0
			1900	Other	5,049	7,225	3,905	3,680	2,896	48,789	17,901	21,315,461	21,404,905
			2000	Total By Income Source	3,509,416	2,501,030	2,377,525	2,247,468	2,629,258	2,000,771	7,392,073	35,912,685	75,677,334
			2100	Debtors Age Analysis By Customer Group									
			2200	Organs of State	1,136,337	1,940,842	952,571	950,872	970,778	1,166,872	4,378,956	14,185,883	25,683,011
			2300	Commercial	742,244	533,593	453,283	436,446	415,348	378,220	1,919,275	10,902,064	15,780,453
			2400	Households	1,541,170	1,403,447	1,353,459	1,307,226	1,283,450	1,287,400	6,946,472	21,684,003	36,806,626
			2500	Other	1,089,666	623,049	618,232	601,237	359,683	668,479	1,647,371	10,243,867	15,851,584
			2600	Total By Customer Group	2,809,416	4,252,713	3,377,525	3,295,781	3,029,259	3,500,771	14,892,073	22,015,816	75,677,334

UBUHLEBEZWE LOCAL MUNICIPALITY

Attached please find the final Section 52(d) Actual Revenue, Per Revenue Source Report - Quarterly Report ended 30 June 2023.

Source	S 71(1) (a) ACTUAL REVENUE, PER REVENUE SOURCE							
	Original Budget 2022/2023	Adjustment Budget 2022/2023	Budget June 2023	Actual June 2023	Budget YTD 2022/2023	Actual YTD 2022/2023	Variance YTD	% Received To Date
<b>Property Rates</b>	<b>24,602,145.68</b>	<b>24,602,145.68</b>	<b>2,050,178.81</b>	<b>2,071,257.11</b>	<b>24,602,145.68</b>	<b>24,682,595.24</b>	<b>-80,449.56</b>	100%
Service Charges	3,682,197.60	3,682,197.60	306,849.80	318,811.34	3,682,197.60	3,769,028.64	-86,831.04	102%
Rent of facilities	800,000.00	1,101,633.00	91,802.75	42,390.81	1,101,633.00	772,042.35	329,590.65	70%
Interest earned - Investments	10,000,000.00	11,500,000.00	958,333.33	1,336,186.43	11,500,000.00	14,625,590.44	-3,125,590.44	127%
Fines - Traffic	500,000.00	829,000.00	69,083.33	81,050.00	829,000.00	820,600.00	8,400.00	99%
Brackage and Losses Recovery	3,250.00	22,250.00	1,854.17	391.30	22,250.00	11,548.25	10,701.75	52%
<b>Licensing and Permits</b>								
Hawkers Permits	60,000.00	60,000.00	5,000.00	26,079.28	60,000.00	61,411.12	-1,411.12	102%
Taxi Permits	40,000.00	50,000.00	4,166.67	2,647.83	50,000.00	58,664.43	-8,664.43	117%
Drivers Licences	3,300,000.00	3,300,000.00	275,000.00	242,280.00	3,300,000.00	2,539,212.15	760,787.85	77%
Licence Commission (IR02403)	1,886,400.00	2,086,400.00	173,866.67	75,551.91	2,086,400.00	1,160,870.55	925,529.45	56%
Other Revenue	-	507,500.00	42,291.67	-	507,500.00	700,176.52	-192,676.52	138%
<b>TOTAL</b>	<b>44,873,993.28</b>	<b>47,741,126.28</b>	<b>3,978,427.19</b>	<b>4,196,646.01</b>	<b>47,741,126.28</b>	<b>49,201,739.69</b>	<b>-1,460,613.41</b>	<b>103%</b>
<b>TOTAL</b>	<b>61,607,405.37</b>	<b>67,341,671.37</b>	<b>5,611,805.95</b>	<b>5,994,123.88</b>	<b>67,341,671.37</b>	<b>70,094,199.46</b>	<b>-2,752,528.09</b>	<b>104%</b>

- Actual Revenue as at 30 June 2023 sits at 104%, which is above the expected projection of 100% planned at the beginning of the year.
- Property Rates and Service Charges are on track, as we are sitting at 100% and 102% respectively as at 30 June 2023.
- Licence Commission revenue collection is 56% which is below the anticipated revenue of 100%. The municipality expects an upwards curve in the collection rate of Licence Commission in the next financial year.

Attached please find the final Section 52(d) Capital Expenditure Report - Quarterly Report ended 30 June 2023.

# UBUHLEBEZWE LOCAL MUNICIPALITY

	DEPARTMENT	SOURCE OF FUNDING	Final Adjusted Budget 2022/2023	MTD ACTUAL	RETENTION 2022-23 VAT EXCL	Year To Date 2022-23 VAT EXCL	Year To Date 2022-23 VAT INCL	Percentage Spent VAT EXCL	Percentage Spent VAT INCL
<b>Infrastructure INT</b>			<b>5,061,816.38</b>	-	-	<b>422,645.22</b>	<b>486,042.00</b>	<b>8%</b>	<b>10%</b>
<b>Infrastructure MIG</b>			<b>6,925,114.24</b>	<b>37,692.34</b>	-	<b>6,138,073.53</b>	<b>6,878,498.80</b>	<b>89%</b>	<b>99%</b>
Ithubalethu Roads	IPD	Int	5,049,816.38	-	-	422,645.22	486,042.00	8%	10%
Senzakale Road-Ward 1	IPD	Int	2,000.00	-	-	-	-	0%	0%
Ngcobo Road-Ward 2	IPD	Int	2,000.00	-	-	-	-	0%	0%
Khuzwayo Road-Ward 5	IPD	Int	2,000.00	-	-	-	-	0%	0%
Ngubo Road-Ward 6	IPD	Int	2,000.00	-	-	-	-	0%	0%
Phesi Road-Ward 9	IPD	Int	2,000.00	-	-	-	-	0%	0%
eGroundini-Ward 13	IPD	Int	2,000.00	-	-	-	-	0%	0%
Mpiyamandla Access Road	IPD	MIG	2,407,546.04	-	-	2,124,481.45	2,443,153.67	88%	101%
Little Flower to Fairview Road (Direct)	IPD	MIG	1,397,437.01	-	-	1,499,519.44	1,724,447.36	107%	123%
Little Flower to Fairview Road (Indirect)	IPD	MIG	812,508.14	37,692.34	-	675,718.21	777,075.94	83%	96%
Hlongwa Road (Ward 3)	IPD	MIG	289,670.91	-	-	251,887.76	289,670.92	87%	100%
Mdabu Access Road (Ward 12)	IPD	MIG	2,017,952.14	-	-	1,586,466.67	1,644,150.91	79%	81%
<b>Community Assets INT</b>									
<b>Community Assets MIG</b>			<b>11,713,049.11</b>	<b>2,300,238.58</b>	<b>77,416.62</b>	<b>10,533,131.82</b>	<b>12,113,101.59</b>	<b>90%</b>	<b>103%</b>
Xolani Vez Sportfield	Sport and Recre	MIG	6,589,575.95	1,410,945.10	-	6,192,869.76	7,121,800.22	94%	108%
Mleyi Sportfield	Sport and Recre	MIG	1,343,372.94	-	-	835,393.14	960,702.11	62%	72%
Nonkwenkwan Sportfield (Ward 3) (Direct)	Sport and Recre	MIG	3,343,236.88	696,782.61	77,416.62	3,075,658.90	3,537,007.74	92%	106%
Nonkwenkwan Sportfield (Ward 3) (Indirect)	Sport and Recre	MIG	436,863.34	192,510.87	-	429,210.02	493,591.52	98%	113%
<b>Community Halls INT</b>									
<b>Community Halls MIG</b>			<b>10,025,175.63</b>	<b>1,273,491.46</b>	<b>174,823.36</b>	<b>8,274,987.26</b>	<b>9,516,235.35</b>	<b>83%</b>	<b>95%</b>
Plain Hill Hall (Direct)	Community- M	MIG	4,595,374.61	699,293.44	174,823.36	3,629,692.19	4,174,146.02	79%	91%
Plain Hill Hall (Indirect)	Community- M	MIG	676,309.54	65,837.66	-	548,128.77	630,348.09	81%	93%
Madungeni Hall (Direct)	Community- M	MIG	4,272,158.00	448,541.00	-	3,725,365.46	4,284,170.28	87%	100%
Madungeni Hall (Indirect)	Community- M	MIG	481,333.48	59,819.36	-	371,800.84	427,570.97	77%	89%
<b>Buildings MIG</b>			<b>1,627,661.02</b>	<b>33,893.69</b>	<b>1,380.00</b>	<b>1,242,241.05</b>	<b>1,428,577.21</b>	<b>76%</b>	<b>88%</b>
<b>Buildings Small Town</b>			<b>5,000,000.00</b>	<b>549,627.42</b>	<b>457,390.20</b>	<b>1,214,903.56</b>	<b>1,397,139.09</b>	<b>24%</b>	<b>28%</b>
Jolivet Outdoor Gym (Direct)	Technical	MIG	1,428,841.54	5,520.00	1,380.00	1,107,209.00	1,273,290.35	77%	89%
Jolivet Outdoor Gym (Indirect)	Technical	MIG	198,819.48	28,373.69	-	135,032.05	155,286.86	68%	78%
Light Industrial Park	SD	Small Tow	5,000,000.00	549,627.42	457,390.20	1,214,903.56	1,397,139.09	24%	28%
<b>Market Stalls LED GRANT</b>			<b>3,000,000.00</b>	-	-	<b>125,990.80</b>	<b>144,889.42</b>	<b>4%</b>	<b>5%</b>
Highflats Market Stalls		LED Grant	2,000,000.00	-	-	125,990.80	144,889.42	6%	7%
Highflats Market Stalls		Internal	1,000,000.00	-	-	-	-	0%	0%
<b>Electrification</b>			<b>400,000.00</b>	-	-	-	-	<b>0%</b>	<b>0%</b>
Golf Course Electrification	IPD	Int	200,000.00	-	-	-	-	0%	0%
CRU Electrification	IPD	Int	200,000.00	-	-	-	-	0%	0%
<b>Other Equipment</b>			<b>2,246,500.00</b>	<b>298,939.00</b>	-	<b>1,721,642.90</b>	<b>1,979,889.34</b>	<b>77%</b>	<b>88%</b>
Tractor	Refuse	Int	780,000.00	-	-	664,760.00	764,474.00	85%	98%
1.8m Slesher	Refuse	Int	65,000.00	-	-	65,000.00	74,750.00	100%	115%
Chain Saw	Refuse	Int	11,000.00	-	-	8,547.00	9,829.05	78%	89%
Auger with bits and adaptor	Refuse	Int	10,500.00	-	-	7,521.00	8,649.15	72%	82%
Ride On Mower	Refuse	Int	180,000.00	147,002.00	-	147,002.00	169,052.30	82%	94%
Fire Equipment	Fire	Int	110,000.00	52,400.00	-	52,400.00	60,260.00	48%	55%
3* Loud Hailer	SD	Int	25,000.00	-	-	-	-	0%	0%
Lawn Mower	Refuse	Int	10,000.00	-	-	-	-	0%	0%
CCTV Cameras Installation	Corporate	Int	730,000.00	-	-	676,875.90	778,407.29	93%	107%
2x Car Washes	Corporate	Int	100,000.00	-	-	-	-	0%	0%
4x Carports (Fire Department)	Corporate	Int	60,000.00	-	-	-	-	0%	0%
UPS System for new server room	Corporate	Int	-	-	-	-	-	0%	0%
3x Turnstyle Gates	Corporate	Int	-	-	-	-	-	0%	0%
Security Gates	Corporate	Int	5,000.00	-	-	-	-	0%	0%
Wash Bay	SD	Int	60,000.00	-	-	-	-	0%	0%
Livestock Fencing	SD	Int	100,000.00	99,537.00	-	99,537.00	114,467.55	100%	114%
<b>Computer and IT Equipment INT</b>			<b>1,629,000.00</b>	<b>1,152,627.72</b>	-	<b>1,549,711.52</b>	<b>1,782,168.25</b>	<b>95%</b>	<b>109%</b>
<b>Computer and IT Equipment MIG</b>			-	-	-	-	-		
Laptops	Corporate	Int	576,000.00	165,627.72	-	562,711.52	647,118.25	98%	112%
Other IT Equipment	Corporate	Int	48,000.00	-	-	-	-	0%	0%
Biometric Scan	Corporate	Int	5,000.00	-	-	-	-	0%	0%
Technical Equipment for new Boardroom	Corporate	Int	1,000,000.00	987,000.00	-	987,000.00	1,135,050.00	99%	114%
<b>Office Furniture</b>			<b>2,949,000.00</b>	<b>638,532.28</b>	-	<b>1,727,613.54</b>	<b>1,986,755.57</b>	<b>59%</b>	<b>67%</b>
Plastic Chairs-Halls	SD	Int	60,000.00	-	-	43,500.00	50,025.00	73%	83%
4x Fridges	Corporate	Int	16,000.00	-	-	13,450.00	15,467.50	84%	97%
Aircondition unit	Corporate	Int	159,000.00	-	-	-	-	0%	0%
Building Furniture SD (Traffic)	SD	Int	340,000.00	141,950.00	-	141,950.00	163,242.50	42%	48%
Municipal Boardroom Furniture	Corporate	Int	1,484,000.00	98,094.25	-	1,130,225.51	1,299,759.34	76%	88%
Machinery and equipment - fire equipment	Fire	Int	-	-	-	-	-		
Cleaning Equipment (Office & Fleet)	Corporate	Int	20,000.00	-	-	-	-	0%	0%
Generator for PI Hall	Corporate	Int	860,000.00	398,488.03	-	398,488.03	458,261.23	46%	53%
4x Safe for gun storage	Corporate	Int	10,000.00	-	-	-	-	0%	0%
<b>Intangible</b>			<b>745,000.00</b>	<b>155,001.00</b>	-	<b>506,804.96</b>	<b>582,825.70</b>	<b>68%</b>	<b>78%</b>
Software licenses	Corporate	Int	745,000.00	155,001.00	-	506,804.96	582,825.70	68%	78%
<b>Land</b>			<b>1,500,000.00</b>	-	-	<b>1,500,000.00</b>	<b>1,725,000.00</b>	<b>100%</b>	<b>115%</b>
Land Acquisition (Mariathal)	IPD	Int	-	-	-	-	-	0%	0%
Municipal Exist Point	IPD	Int	-	-	-	-	-	0%	0%
Golf Course	IPD	Int	-	-	-	-	-	0%	0%
Statistics Building Refurb	IPD	Int	-	-	-	-	-	0%	0%
Purchase of parking space and driveway	IPD	Int	1,500,000.00	-	-	1,500,000.00	1,725,000.00	100%	115%
Transfer station	IPD	Int	-	-	-	-	-	0%	0%
<b>Total Expenditure</b>			<b>52,822,316.38</b>	<b>6,440,043.49</b>	<b>711,010.18</b>	<b>34,957,746.16</b>	<b>40,021,122.32</b>	<b>66%</b>	<b>76%</b>
<b>MIG Expenditure</b>			<b>30,291,000.00</b>	<b>3,645,316.07</b>	<b>253,619.98</b>	<b>26,188,433.66</b>	<b>29,936,412.95</b>	<b>86%</b>	<b>99%</b>
<b>Small Town</b>			<b>5,000,000.00</b>	<b>549,627.42</b>	<b>457,390.20</b>	<b>1,214,903.56</b>	<b>1,397,139.09</b>	<b>24%</b>	<b>28%</b>
<b>LED Grant</b>			<b>2,000,000.00</b>	-	-	<b>125,990.80</b>	<b>144,889.42</b>	<b>6%</b>	<b>7%</b>
<b>Internal Expenditure</b>			<b>15,531,316.38</b>	<b>2,245,100.00</b>	-	<b>7,428,418.14</b>	<b>8,542,680.86</b>	<b>48%</b>	<b>55%</b>
<b>Total Expenditure</b>			<b>52,822,316.38</b>	<b>6,440,043.49</b>	<b>711,010.18</b>	<b>34,957,746.16</b>	<b>40,021,122.32</b>	<b>66%</b>	<b>76%</b>

Overall Capital expenditure as at 30 June 2023 is 76% including VAT, and MIG expenditure is 99% including VAT and Internally funded is 55% including VAT.

**6. STAFF IMPLICATIONS**

None

**7. FINANCIAL IMPLICATIONS**

None

**8. OTHER PARTIES CONSULTED**

1. Office of the Municipal Manager
2. Provincial Treasury

**9. RECOMMENDATIONS:**

1. That Council takes notes of the Provisional Finance Management Report (MFMA Section 52 report) for the quarter ending 30 June 2023 on the implementation of the budget and the financial situation of the municipality and that the quarterly report tabled in the council in terms of section 52(d) council must therefore take note that this report will be published in official website of the Municipality.

# UBUHLEBEZWE

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## MUNICIPALITY

From the Office of the Municipal Manager

**EXTRACT FROM THE MINUTES OF THE COUNCIL MEETING HELD AT 10H00 ON  
THE 20 JULY 2023, VIRTUALLY.**

**RESOLUTION NO : CBTO110/23**

**AGENDA ITEM/SUBJECT : REPORT ON SECTION 52(d) OF THE MUNICIPAL  
FINANCE MANAGEMENT ACT (MFMA)**

Council at its meeting held on the 20<sup>th</sup> July 2023 considered the above matter. Following discussion, it was

***RESOLVED AS FOLLOWS:***

- (i) *THAT Council note the Provisional Finance Management Report (MFMA Section 52 report) for the quarter ending 30<sup>th</sup> June 2023 on the implementation of the budget and the financial situation of the Municipality and,*
- (ii) *THAT the quarterly report tabled in the Council in terms of section 52(d), be noted and that the report will be published in an official website of the Municipality.*

**CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES**

**NAME OF MUNICIPAL MANAGER : MR ME MKHIZE**

**SIGNATURE OF MUNICIPAL MANAGER : **

**DATE OF SIGNATURE : 24/07/2023**