

ADJUSTMENTS

BUDGET

OF

Umsinga Municipality



Table of Contents

1. Purpose
2. Legislative background
3. Executive summary
4. Consolidated overview
5. Operating revenue framework
6. Adjusted grant register
7. Operating expenditure framework
8. Capital expenditure
9. Cash Flow Statement
10. Recommendations
11. Municipal manager's quality certificate

Part 1 – Adjustment Budget

1. Purpose

To submit the Adjustment Budget of the municipality for the 2020/2021 Financial Year to the municipal Audit Committee for consideration.

2. LEGISLATIVE BACKGROUND

Section 28 of the Municipal Financial Management Act 56 of 2003 states the following:

- 28.** (1) A municipality may revise an approved annual budget through an adjustments budget.
- (2) An adjustments budget—
- (a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
 - (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - (d) may authorise the utilisation of projected savings in one vote towards spending under another vote;
 - (e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - (f) may correct any errors in the annual budget; and
 - (g) may provide for any other expenditure within a prescribed framework.
- (3) An adjustments budget must be in a prescribed form.
- (4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.
- (5) When an adjustments budget is tabled, it must be accompanied by—
- (a) an explanation how the adjustments budget affects the annual budget;
 - (b) a motivation of any material changes to the annual budget;
 - (c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
 - (d) any other supporting documentation that may be prescribed.
- (6) Municipal tax and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan.
- (7) Sections 22(b), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an annual budget must be read as a reference to an adjustments budget.

3. Executive Summary

The application of sound financial management principles for the compilation of the Municipality's adjusted financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The Municipality is grant dependent and it is 100% rural with high poverty and very low employment rate. It has to be noted that there has been a significant decline in the allocated grant amounts such as INEP. This has certainly put pressure on the municipality's budget. However, the municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programs so as to maintain sound financial stewardship.

The total adjusted budget revenue is R256.058 million excluding Capital Transfers. This is funded by government grants and subsidies of R231,491 million, interest from investments of R4.5 million, tender sales and other income of R450 thousand, rates income of R18,617 million, Refuse removal charges of R400 million and Rental of facilities of R600 thousand. The total operating expenditure budget is R257,281 million.

The main challenges experienced during the compilation of the 2020/2021 Adjustment Budget can be summarized as follows:

1. The ongoing difficulties in the national and local economy;
2. The commitment to ensure ongoing maintenance of roads infrastructure;
3. The need to reprioritize projects and expenditure within the existing resource envelope given the cash flow realities;
4. Dependency on government grants;
5. Reduced grant allocation;
6. Affordability of capital projects;
7. The commitment to promote early child education, hence educational infrastructure.
8. The need to prioritize the provision of basic needs, e.g., shelter to most to the residents trapped in poverty.
9. The need to prioritize the provision of recreational facilities and fight against crime.

4. Consolidated overview

The total operational revenue has decreased by R3 million when compared to the August 2020 first adjustment budget. The decrease is attributed to the downwards or negative adjustment in grant allocation of R4 million. The mid-year review analysis indicated that actual billing for property rates was above actual forecasted budget for the period. To make the budget realistic, the upward adjustment of the forementioned amount was necessary.

Total Operating expenditure indicates an overall downwards adjustment of -R986 thousands. Budget Expenditure on travelling, accommodation and workshops was reduced. Savings realized from these items were used to fund needy items e.g. employee related cost.

The Capital projects budgeted under MIG in the approved budget were more than MIG allocation, this allows the correction of such over budget allocations. These projects had to be reduced, hence a decrease in Capital projects.

5. Operating Revenue Framework

KZN244 Msinga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands	1											
Revenue By Source												
Property rates	2	16 500	-	-	-	-	-	2 117	2 117	18 617	17 000	17 500
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	400	-	-	-	-	-	-	-	400	415	430
Rental of facilities and equipment		600								600	615	624
Interest earned - external investments		4 500								4 500	5 000	5 500
Interest earned - outstanding debtors		-								-	-	-
Dividends received		-								-	-	-
Fines, penalties and forfeits		-								-	-	-
Licences and permits		-								-	-	-
Agency services		-								-	-	-
Transfers and subsidies		200 645						30 846	30 846	231 491	204 111	217 424
Other revenue	2	450	-	-	-	-	-	-	-	450	470	500
Gains		-								-	-	-
Total Revenue (excluding capital transfers and contributions)		223 095	-	-	-	-	-	32 963	32 963	256 058	227 611	241 978

It must be noted that billing for property rates has been performing above the expected budget. There was enough evidence to support a proposal to adjust the budget for property rates upwards. The budget has been increased with R2,117m. It must be noted that there have been no upwards changes to other revenue sources.

Transfers and subsidies have been negatively affected, INEP in particular has been dropped to R13m from R17m. This has put pressure to the already stretched budget. As a result, a budget shortfall in electricity projects has now to be funded by equitable.

6. ADJUSTED GRANT REGISTER

KZN244 Msinga - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -

Description	Ref	Budget Year 2020/21							Budget Year	Budget Year
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2021/22	+2 2022/23
		A	7 A1	8 B	9 C	10 D	11 E	12 F	Adjusted Budget	Adjusted Budget
R thousands										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		199 426	233 522	-	-	(4 000)	(4 000)	229 522	179 551	192 864
Local Government Equitable Share		175 125	209 221			-	-	209 221	179 551	192 864
Financial Management Grant	3	1 900	1 900			-	-	1 900	-	-
INEP		17 000	17 000			(4 000)	(4 000)	13 000	-	-
EPWP		4 441	4 441			-	-	4 441	-	-
Municipal Disaster relief Grant (Covid-19)		960	960			-	-	960	-	-
		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Provincial Government:		1 969	1 969	-	-	-	-	1 969	1 219	1 219
Library grant		1 219	1 219			-	-	1 219	-	-
CoGTA Slums Grant		750	750			-	-	750	-	-
	4	-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Other transfers and grants [insert description]	5	-	-			-	-	-	1 219	1 219
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Total Operating Transfers and Grants	6	201 395	235 491	-	-	(4 000)	(4 000)	231 491	180 770	194 083
Capital Transfers and Grants										
National Government:		37 189	-	-	-	(456)	(456)	36 733	42 194	44 194
		37 189	-	-	-	(456)	(456)	36 733	42 194	44 194
		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Other capital transfers [insert description]		-	-			-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-			-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-			-	-	-	-	-
		-	-			-	-	-	-	-
Total Capital Transfers and Grants	6	37 189	-	-	-	(456)	(456)	36 733	42 194	44 194
TOTAL RECEIPTS OF TRANSFERS & GRANTS		238 584	235 491	-	-	(4 456)	(4 456)	268 224	222 964	238 277

The municipality had all along been expecting to receive transfers and subsidies of R272 680m. However, this is no longer going to be the case due to the decrease in the allocation of INEP grant from R17m to R13m. The municipality has already received the adjusted R13m. As a result expected transfers and subsidies drops to R268 680m.

7. Operating Expenditure Framework

KZN244 Msinga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -												
Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		67 703	-	-	-	-	-	5 173	5 173	72 875	83 886	90 597
Remuneration of councillors		15 776						-	-	15 776	14 920	16 114
Debt impairment		1 000						-	-	1 000	2 000	2 500
Depreciation & asset impairment		23 016	-	-	-	-	-	-	-	23 016	24 397	25 861
Finance charges		-						1 000	1 000	1 000	-	-
Bulk purchases		-	-	-	-	-	-	-	-	-	-	-
Other materials		18 422						(1 105)	(1 105)	17 318	14 625	15 743
Contracted services		61 723	-	-	-	-	-	15 980	15 980	77 703	57 383	61 024
Transfers and subsidies		-						-	-	-	-	-
Other expenditure		47 093	-	-	-	-	-	1 500	1 500	48 593	44 793	47 480
Losses		-						-	-	-	-	-
Total Expenditure		234 732	-	-	-	-	-	22 549	22 549	257 281	242 004	259 319

Contracted services and Other expenditure have also increased by more than R16 million combined due to Covid-19 and other capital project internally funded as per capital expenditure, Table 1 below. About R4.4m was necessary to be saved from low priority programs to high prioritized projects. The majority of the adjustment budget has been consolidated in this manner since there has been no additional funding or grant received.

8. CAPITAL PROJECTS

KZN244 Msinga - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5	6	7	8	9	10	11	12	+1 2021/22	+2 2022/23
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Executive and Council		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Finance and Admin		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Governance		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Tourism		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Sports and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Null		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - Community and Social Services		1 604	-	-	-	-	-	1 424	1 424	3 028	1 762	1 872
Vote 2 - Energy Sources		7 192	-	-	-	-	-	(1 515)	(1 515)	5 677	8 099	7 960
Vote 3 - Executive and Council		585	-	-	-	-	-	-	-	585	91	97
Vote 4 - Finance and Admin		19 626	-	-	-	-	-	6 314	6 314	25 941	15 174	16 773
Vote 5 - Governance		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Tourism		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Planning and Development		1 742	-	-	-	-	-	85	85	1 827	796	846
Vote 8 - Public Safety		412	-	-	-	-	-	26	26	439	461	490
Vote 9 - Road Transport		22 779	-	-	-	-	-	1 062	1 062	23 842	22 369	23 772
Vote 10 - Sports and Recreation		754	-	-	-	-	-	2 317	2 317	3 072	857	911
Vote 11 - Waste Management		990	-	-	-	-	-	151	151	1 141	1 250	1 329
Vote 12 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Null		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Null		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		55 685	-	-	-	-	-	9 865	9 865	65 550	50 859	54 049
Total Capital Expenditure - Vote		55 685	-	-	-	-	-	9 865	9 865	65 550	50 859	54 049
Capital Expenditure - Functional												
Governance and administration		20 211	-	-	-	-	-	5 732	5 732	25 944	15 174	16 773
Executive and council		585	-	-	-	-	-	-	-	585	-	-
Finance and administration		19 626	-	-	-	-	-	5 732	5 732	25 359	15 174	16 773
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		2 771	-	-	-	-	-	3 768	3 768	6 539	3 081	3 274
Community and social services		1 604	-	-	-	-	-	1 424	1 424	3 028	1 762	1 872
Sport and recreation		754	-	-	-	-	-	2 317	2 317	3 072	857	911
Public safety		412	-	-	-	-	-	26	26	439	461	490
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		24 521	-	-	-	-	-	1 147	1 147	25 668	23 164	24 618
Planning and development		1 742	-	-	-	-	-	85	85	1 827	796	846
Road transport		22 779	-	-	-	-	-	1 062	1 062	23 842	22 369	23 772
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		8 182	-	-	-	-	-	(1 364)	(1 364)	6 818	1 250	1 329
Energy sources		7 192	-	-	-	-	-	(1 515)	(1 515)	5 677	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		990	-	-	-	-	-	151	151	1 141	1 250	1 329
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	55 685	-	-	-	-	-	9 283	9 283	64 968	42 669	45 993
Funded by:												
National Government		162 047	-	-	-	-	-	(125 314)	(125 314)	36 733	0	(0)
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatns, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	162 047	-	-	-	-	-	(125 314)	(125 314)	36 733	0	(0)
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		18 496	-	-	-	-	-	9 824	9 824	28 320	8 665	9 855
Total Capital Funding		180 543	-	-	-	-	-	(115 490)	(115 490)	65 053	8 665	9 855

It must be noted that it was necessary to reduce the total MIG capital projects to the value of expected grant amount. The expected MIG grant will total to the value of R37m. The Approved budget indicates that MIG was over budgeted for with a difference amount of R2 158m.

Table: 1 - Other Community Projects included in the adjustment Budget (Internally funded)

Commuity Projects Included in the Adjustment Budget	Budget
Renovation of Bahulazi Community Hall ward 16	100,000.00
Renovation of Gxobanyawo Community Hall ward 14	100,000.00
Ntshishile Steel Community Hall ward 14	500,000.00
Renovation of Emagwababeni Community Halls Ward 9	100,000.00
Collesie Community Hall ward 16	250,000.00
Toilets and Change Rooms Ward 11	200,000.00
Ntabende Wind Mill Ward 11	40,000.00
Zondi Family two room ward 11	100,000.00
Ngubane Family Ngubane two room Ward 11	100,000.00
Two Room Mbhatha Ward 5	100,000.00
Constrution of Public Toilets Traffic	200,000.00
Mphambanyoni Creche ward 9	150,000.00
Construction of Phaphamani One Classroom ward 3	150,000.00

Capital expenditure details

The capital budget is R56 million which is funded mainly from MIG. The major projects for the year include construction of roads, upgrading of community facilities, and construction of a sport Fields. The table below indicates capital expenditure by vote.

10. Cash Flow Statement

KZN244 Msinga - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H	+1 2021/22	+2 2022/23
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		6 554						12 063	12 063	18 617	17 800	4 500
Service charges		(181)						384	384	203	428	43
Other revenue		1 050						-	-	1 050	1 124	-
Transfers and Subsidies - Operational	1	200 645						30 846	30 846	231 491	217 424	-
Transfers and Subsidies - Capital	1	37 189						125	125	37 314	44 194	-
Interest		4 500						-	-	4 500	5 500	-
Dividends		-						-	-	-	-	-
Payments												
Suppliers and employees		(174 525)						(56 240)	(56 240)	(230 765)	(233 458)	-
Finance charges		-						(1 000)	(1 000)	(1 000)	-	-
Transfers and Grants	1	-						-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		75 233	-	-	-	-	-	(13 822)	(13 822)	61 411	53 013	4 543
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		(55 685)						(9 817)	(9 817)	(65 502)	(54 049)	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(55 685)	-	-	-	-	-	(9 817)	(9 817)	(65 502)	(54 049)	-
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		19 548	-	-	-	-	-	(23 639)	(23 639)	(4 091)	(1 037)	4 543
Cash/cash equivalents at the year begin:	2	-						30 158	30 158	30 158	(5 878)	-
Cash/cash equivalents at the year end:	2	19 548						6 519	6 519	26 067	(6 915)	4 543

The 2020/2021 budget was originally projected to have a closing cash balance of R49.706 million. However, after the adjustments budget it decreased to R26.067 million. Cost cutting during lockdown did not contribute as anticipated to the financial health of the organization because, more demands came up in the form of community support.

The operations of the organization are still being funded with positive results of R61.4 million from R75.2 million in the original budget. This may be attributable to less original budget on behalf of employee related costs and Other contracted services.

The municipality is also continuing to invest in infrastructure and projecting R10 million more as compared to the original budget. This is a good sign of prioritizing development despite limited funds.

The municipal budget is currently funded and the state of affairs is also stable both administratively and politically.

11. Recommendations by the accounting officer

1. Alignment:

- (a) That Directorates ensure more alignment between the IDP, PMS and Budget Process;
- (b) That co-ordination internally be improved immediately through the Office of the Municipal Manager;
- (c) That Directorates re-align annual plans to this adjustment.

2. Reporting:

- (a) That monthly monitoring of SDBIP's and Capital Program through the respective Portfolio Committees be effective immediately;
- (b) That Directors comply with monthly reporting requirements to ensure compliance with all targets;
- (c) That the financial system, collaborator and performance management system be re-aligned to ensure accurate performance reports are prepared and submitted.

2. Budget:

- (a) That options for the implementation of the capital program be reviewed to ensure the effective and timeous implementation of the projects;
- (b) That internal project management processes be improved to ensure effective implementation of the capital program;
- (c) That the number of cost centres on the budget be rationalized and aligned to the organizational structure, while taking into account the requirements of National Treasury GFS reporting, in the 2020/21 financial year;

12. Motivations

Adjustment Budget

As required by section 72(3) of the MFMA, an adjustments budget is needed to deal with items listed in section 28(2) of the MFMA. The adjustments budget will have to take into account changes in the national and provincial adjustments budgets; re-align budgets as a result of changes in the macro organisational structure; adjust the revenue and expenditure estimates downwards due to the material shortfall in projected revenue; distribute the task implementation provision to all directorates and to authorise utilisation of unspent capital funds from 2019/2020.

SDBIP Top Layer

Revisions to the SDBIP will have to be made taking into consideration the effects of the adjustments budget and approved following the approval of the adjustments budget as required by section 54(1) of the MFMA.

RECOMMENDATIONS:

That:

(1) The Adjustments Budget for 2020/21 be approved by no later than 25 February 2021 by council as per the guideline from CoGTA.

FOR CONSIDERATION

T.M. NENE

MR T.M. NENE

CHIEF FINANCIAL OFFICER

18 February 2020

Recommendation supported/ Not supported



MR S.L. SOKHELA

MUNICIPAL MANAGER

18 February 2020



UMSINGA MUNICIPALITY
UMKHANDLU WASEMSINGA
PRIVATE BAG X530
TUGELA FERRY 3010
EMAIL: senzo.sokhela@umsinga.gov.za

BUDGET QUALITY CERTIFICATE DRAFT

I Lieughtenent Senzo Sokhela, municipal manager of **uMsinga Municipality**, hereby certify that the Adjustment Budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under this Act, and that the Adjustment Budget and supporting documents are consistency with the Integrated Development Plan of the municipality.

Thank you.

Mr. Lieughtenent Senzo Sokhela
The Accounting Officer
uMsinga Municipality (KZN244)
Date: 24 February 2021