

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT
DECEMBER 2019

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Part 1 – Annual Budget

1.1 Mayor's Report

The Monthly section 71 report is a report that gives a clear view on the state or performance of the Municipality for that month as well as the year to date performance. Among the impacts that are challenging the Municipality, is the cash flow challenge currently being experienced by the municipality due to among other things declining collection, historic expenditure patterns, high water losses and high rate of indigents within the municipal boundaries.

Management within local government has a significant role to play in strengthening the link between the citizen and government's overall priorities and spending plans. The goal should be to enhance service delivery aimed at improving the quality of life for all people within the UThukela District Municipality. Budgeting is primarily about the choices that the municipality has to make between competing priorities and fiscal realities. The challenge is to do more with the available resources. We need to remain focused on the effective delivery of the core municipal services through the application of efficient and effective service delivery mechanisms.

1.2 Council Resolutions

1. The Council of UThukela District Municipality, acting in terms of section 71 of the Municipal Finance Management Act, (Act 56 of 2003) to note :
2. Monthly Budget statements and supporting documents for the months of December 2019.

1.3 Executive Summary

As per Municipal Finance Management Act the municipality needs to prepare section 71 report in a prescribed format as per national treasury regulations.

The District Municipality has to embark on implementing revenue collection strategies to optimize the collection of debt owed by consumers.

The municipality is also embarking on assuring that all grants are spent during the 2019/20 financial year.

1.4 In - Year Budget tables

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 Dec							
Description	Budget Year 2020/21						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Revenue By Source							
Property rates					-		
Service charges - electricity revenue					-		
Service charges - water revenue	245,710	13,730	116,699	122,855	(6,156)	-5%	245,710
Service charges - sanitation revenue	17,281	18,905	26,694	8,640	18,054	209%	17,281
Service charges - refuse revenue					-		
Rental of facilities and equipment					-		
Interest earned - external investments	6,283	404	2,565	3,142	(577)	-18%	6,283
Interest earned - outstanding debtors	67,008	5,608	32,541	33,504	(963)	-3%	67,008
Dividends received					-		
Fines, penalties and forfeits	53			26	(26)	-100%	53
Licences and permits					-		
Agency services					-		
Transfers and subsidies	449,659	140,845	325,353	224,830	100,524	45%	449,659
Other revenue	3,655	53	2,827	1,828	999	55%	3,655
Gains on disposal of PPE					-		
Total Revenue (excluding capital transfers and contributions)	789,649	179,544	506,679	394,825	111,854	28%	789,649
Expenditure By Type							
Employee related costs	291,843	25,896	165,355	145,922	19,433	13%	291,843
Remuneration of councillors	7,956	566	3,261	3,978	(717)	-18%	7,956
Debt impairment	168,789	-	-	84,395	(84,395)	-100%	168,789
Depreciation & asset impairment	58,644	-	15,812	29,322	(13,510)	-46%	58,644
Finance charges	-	-	-	-	-		-
Bulk purchases	4,208	-	354	2,104	(1,750)	-83%	4,208
Other materials	8,950	63	981	4,475	(3,494)	-78%	8,950
Contracted services	57,787	6,681	21,438	28,894	(7,456)	-26%	57,787
Transfers and subsidies					-		
Other expenditure	75,279	4,322	41,546	37,639	3,907	10%	75,279
Loss on disposal of PPE					-		
Total Expenditure	673,456	37,527	248,746	336,728	(87,982)	-26%	673,456
Surplus/(Deficit)							
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	116,193	142,018	257,933	58,097	199,836	0	116,193
Transfers and subsidies - capital (in-kind - all)	296,937	18,332	114,276	148,469	(34,192)	(0)	296,937
Surplus/(Deficit) after capital transfers & contributions	413,130	160,350	372,209	206,565			413,130
Taxation					-		
Surplus/(Deficit) after taxation	413,130	160,350	372,209	206,565			413,130
Attributable to minorities							
Surplus/(Deficit) attributable to municipality	413,130	160,350	372,209	206,565			413,130
Surplus/ (Deficit) for the year	413,130	160,350	372,209	206,565			413,130

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
- Capital grant transfers recognised R 114million at the end of December 2019.
- Total operating expenditure is at R 506 million at the end of December 2019.
- The Service charged – Water R116 million has been billed at the end of December 2019.
- The Service charges – Sanitation R26 million has been billed at the end of December 2019.

Table 2: C5 – Monthly Budget Statements – Capital Expenditure

The following table provides a breakdown of budgeted capital expenditure by vote:

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06								
Vote Description	Ref	Budget Year 2020/21						
		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1							
Single Year expenditure appropriation	2							
105 - MUNICIPAL MANAGER		-	-	-	-	-		-
200 - CORPORATE SERVICES		-	-	-	-	-		-
300 - BUDGET AND TREASURY		-	-	-	-	-		-
405 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	-	-	-	-		-
408 - WSA& HEALTH SERVICES		-	-	-	-	-		-
500 - WATER, SANITATION AND TECHNICAL SERVICES		-	-	-	-	-		-
Total Capital single-year expenditure	4	296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Total Capital Expenditure		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Capital Expenditure - Functional Classification								
Trading services		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Energy sources						-		
Water management		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Waste water management						-		
Waste management						-		
Other						-		
Total Capital Expenditure - Functional Classification	3	296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Funded by:								
National Government		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Provincial Government						-		
District Municipality						-		
Other transfers and grants						-		
Transfers recognised - capital		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937
Borrowing	6					-		
Internally generated funds						-		
Total Capital Funding		296,937	18,332	114,276	148,469	(34,192)	-23%	296,937

- As depicted above capital expenditure amounting to R114 million recorded at the month of December 2019.

Table 3: SC13 Repairs and maintenance per asset class

DC23 Uthukela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06

Description	Budget Year 2020/21						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Capital expenditure on new assets by Asset Class/Sub-class							
Infrastructure	31,784	1,847	3,615	15,892	12,277	77.3%	31,784
Water Supply Infrastructure	31,784	1,847	3,615	15,892	12,277	77.3%	31,784
Dams and Weirs					-		
Boreholes					-		
Reservoirs	11,078	1,536	1,926	5,539	3,613	65.2%	11,078
Pump Stations	18,720	311	1,689	9,360	7,671	82.0%	18,720
Water Treatment Works	736	-	-	368	368	100.0%	736
Bulk Mains	1,249	-	-	625	625	100.0%	1,249
Other assets	105	16	172	53	(119)	-227.0%	105
Operational Buildings	105	16	172	53	(119)	-227.0%	105
Municipal Offices	105	16	172	53	(119)	-227.0%	105
Computer Equipment	158	-	60	79	19	24.0%	158
Computer Equipment	158	-	60	79	19	24.0%	158
Furniture and Office Equipment	-	-	-	-	-		-
Furniture and Office Equipment					-		
Machinery and Equipment	660	65	1,850	330	(1,520)	-460.9%	660
Machinery and Equipment	660	65	1,850	330	(1,520)	-460.9%	660
Transport Assets	12,125	-	1,272	6,063	4,791	79.0%	12,125
Transport Assets	12,125	-	1,272	6,063	4,791	79.0%	12,125
Total Capital Expenditure on new assets	44,832	1,928	6,969	22,416	15,447	68.9%	44,832

➤ Plant and Equipment refers to the purification plants and equipment.

Table 4: C2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	Budget Year 2020/21						
		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1							
Revenue - Functional								
Governance and administration		774,357	178,461	502,885	387,178	115,706	30%	774,925
Executive and council		67,286	-	-	33,643	(33,643)	-100%	67,286
Finance and administration		707,071	178,461	502,885	353,535	149,349	42%	707,639
Internal audit		-	-	-	-	-	-	-
Community and public safety		53	-	-	26	(26)	-100%	53
Community and social services		-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-
Health		53	-	-	26	(26)	-100%	53
Economic and environmental services		550	228	228	275	(47)	-17%	550
Planning and development		550	228	228	275	(47)	-17%	550
Road transport		-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-
Trading services		14,690	855	3,566	4,897	(1,330)	-27%	14,690
Energy sources		-	-	-	-	-	-	-
Water management		14,690	855	3,566	4,897	(1,330)	-27%	14,690
Waste water management		-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-
Total Revenue - Functional	2	789,649	179,544	506,679	392,376	114,303	29%	790,217
Expenditure - Functional								
Governance and administration		379,609	16,432	73,480	189,805	(116,325)	-61%	379,609
Executive and council		56,978	7,290	27,006	28,489	(1,483)	-5%	56,978
Finance and administration		322,631	9,142	46,473	161,316	(114,842)	-71%	322,631
Internal audit		-	-	-	-	-	-	-
Community and public safety		24,597	1,781	12,079	12,298	(219)	-2%	24,597
Community and social services		-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-
Health		24,597	1,781	12,079	12,298	(219)	-2%	24,597
Economic and environmental services		22,995	1,876	12,959	11,497	1,462	13%	22,995
Planning and development		22,995	1,876	12,959	11,497	1,462	13%	22,995
Road transport		-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-
Trading services		246,056	17,437	131,433	123,028	8,405	7%	246,056
Energy sources		-	-	-	-	-	-	-
Water management		246,056	17,437	131,433	123,028	8,405	7%	246,056
Waste water management		-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-
Total Expenditure - Functional	3	673,256	37,527	229,951	336,628	(106,677)	-32%	673,256
Surplus/ (Deficit) for the year		116,393	142,018	276,728	55,748	220,979	396%	116,961

Table 5: C3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

DC23 Uthukela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06

Vote Description	Ref	Budget Year 2020/21						
		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue by Vote	1							
105 - MUNICIPAL MANAGER		67,286	-	-	33,643	(33,643)	-100.0%	67,286
200 - CORPORATE SERVICES		568	-	(2,046)	284	(2,330)	-820.2%	568
300 - BUDGET AND TREASURY		706,503	178,461	504,930	353,251	151,679	42.9%	707,071
405 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		550	228	228	275	(47)	-17.0%	550
408 - WSA& HEALTH SERVICES		53	-	-	26	(26)	-100.0%	53
500 - WATER, SANITATION AND TECHNICAL SERVICES		14,690	855	3,566	7,345	(3,779)	-51.4%	14,690
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-
Total Revenue by Vote	2	789,649	179,544	506,679	394,825	111,854	28.3%	790,217
Expenditure by Vote	1							
105 - MUNICIPAL MANAGER		56,978	7,290	27,006	28,489	(1,483)	-5.2%	56,978
200 - CORPORATE SERVICES		42,873	5,215	22,592	21,437	1,155	5.4%	42,873
300 - BUDGET AND TREASURY		279,758	3,928	23,882	139,879	(115,997)	-82.9%	279,758
405 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		22,995	1,876	12,959	11,497	1,462	12.7%	22,995
408 - WSA& HEALTH SERVICES		24,597	1,781	12,079	12,298	(219)	-1.8%	24,597
500 - WATER, SANITATION AND TECHNICAL SERVICES		246,056	17,437	131,433	123,028	8,405	6.8%	246,056
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-
Total Expenditure by Vote	2	673,256	37,527	229,951	336,628	(106,677)	-31.7%	673,256
Surplus/ (Deficit) for the year	2	116,393	142,018	276,728	58,197	218,531	375.5%	116,961

Part 2 – Supporting Documentation

2.1.1 Table 6: SC3 Debtors Age Analysis

- The Municipality has a total amount of R 1 billion of outstanding debt.

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December									
Description	Budget Year 2020/21								
	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
R thousands									
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	24,772	25,264	19,554	18,218	18,974	20,954	16,707	950,738	1,095,181
Trade and Other Receivables from Exchange Transactions - Electricity									-
Receivables from Non-exchange Transactions - Property Rates									-
Receivables from Exchange Transactions - Waste Water Management									-
Receivables from Exchange Transactions - Waste Management									-
Receivables from Exchange Transactions - Property Rental Debtors									-
Interest on Arrear Debtor Accounts									-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-
Other	55	14	(2)	(5)	47	12	169	1,011	1,302
Total By Income Source	24,827	25,278	19,552	18,213	19,022	20,966	16,876	951,749	1,096,482
2019/20 - totals only									-
Debtors Age Analysis By Customer Group									
Organs of State	2,021	2,529	1,360	1,207	996	928	807	21,607	31,455
Commercial	3,164	2,432	1,428	1,221	1,134	1,120	1,026	51,058	62,583
Households	19,587	20,302	16,766	15,789	16,845	18,907	14,874	878,072	1,001,143
Other	55	14	(2)	(5)	47	12	169	1,011	1,302
Total By Customer Group	24,827	25,278	19,552	18,213	19,022	20,966	16,876	951,749	1,096,482

➤ collection rate for 31 December 2019

MENTS VS BILLING AS AT 31 DECEMBER 2019				
MONTH	BILLING	MONTHS	RECIEPTS	RECOVERY RATE
June 2019	22,110,925.41	July 2019	10,015,313.04	45%
July 2019	23,159,953.17	August 2019	8,895,211.21	38.41%
August 2019	24,236,017.66	September 2019	7,829,937.71	32.31%
September 2019	24,031,427.68	October 2019	10,180,333.70	42.36%
October 2019	18,254,144.00	November 2019	10,057,597.15	55.10%
November 2019	21,115,756.82	December 2019	12,446,998.60	58.95%
December 2019	32,634,811.53			0.00%
	165,543,036.27		59,425,391.41	36%
TOTALS				
BILLING - JUNE 2019 - DECEMBE	165,543,036.27			
RECIEPTS - JUNE 2019- DECEME	59,425,391.41			
DIFFERENCE	106,117,644.86		36%	

2.2 Table 8: SC4 Aged Creditors

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	Budget Year 2020/21					
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	Total
R thousands						
Creditors Age Analysis By Customer Type						
Bulk Electricity						-
Bulk Water						-
PAYE deductions						-
VAT (output less input)						-
Pensions / Retirement deductions						-
Loan repayments						-
Trade Creditors	99,539	34,594	2,634	1,111	171,255	309,133
Auditor General						-
Other						-
Total By Customer Type	99,539	34,594	2,634	1,111	171,255	309,133

TOP TEN CREDITORS ANALYSIS AS AT 31 DECEMBER 2019

CREDITORS NAME	AMOUNT
UMNGENI WATER	101815861.6
PK VALVES JV ELECTRIC AND PUMP	92076585.73
NDU MKHIZE TRADING	7024945.45
MATKS TYRES (PTY)LTD	4971371.27
NAMBITHI GENERAL SERVICES (PTY)LTD	1532406.64
SAGE SOUTH AFRICA	1431657.62
TUT	731692.22
NEWCASTLE ADVERTISER	419195.95
ARCH ACTUAL CONSULTING	274459
HUGE TELECOM	255806

- The list of top ten outstanding creditors.

2.4.1 Table 10: Investments and Bank Balances

DC23 Uthukela - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December						
Investments by maturity Name of institution & investment ID	Ref	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands						
Municipality						
FNB		45,402	215	(21,000)	8,000	32,616
NEDBANK		1	39	-	20,000	20,040
INVESTEC		-	71		30,000	30,071
ABSA		73	40	(0)	20,000	20,113
STANDARD		-	39	-	20,000	20,039
TOTAL INVESTMENTS AND INTEREST	2	45,476		(21,000)	98,000	122,879

Bank Balances

The following reflects bank balances at 31 December 2019

DESCRIPTION	SEPTEMBER	OCTOBER 2019	NOVEMBER 2019	DECEMBER 2019
FNB MAIN ACCO	2,532,976.52	6,615,611.83	30,554,185.21	7,162,135.34
FNB WATER AC	0	0	0	0
	2,532,976.52	6,615,611.83	30,554,185.21	7,162,135.34
Total cash held	7,162,135.34			

Table 12: SC6 Grant Receipts

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Budget Year 2020/21						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
RECEIPTS:							
Operating Transfers and Grants							
National Government:	441,473	139,551	326,670	220,737	137,160	62.1%	441,473
Local Government Equitable Share	365,123	139,551	319,721	182,562	137,160	75.1%	365,123
RSC Levy Replacement	67,286	-	-	33,643			67,286
Finance Management	2,010	-	2,010	1,005			2,010
EPWP Incentive	7,054	-	4,939	3,527			7,054
Provincial Government:	1,118	-	792	559	233	41.7%	1,118
Development Planning	550	-	550	275	275	100.0%	550
Nodal Plant Grant	-	-	-	-			-
Raset Program	-	-	-	-			-
Massification Fleet Support	-	-	-	-			-
Lg Sela	568	-	242	284	(42)	-14.8%	568
Total Operating Transfers and Grants	442,591	139,551	327,462	221,296	137,392	62.1%	442,591
Capital Transfers and Grants							
National Government:	296,937	2,000	137,845	148,469	(25,469)	-17.2%	296,937
Municipal Infrastructure Grant (MIG)	178,937	-	64,000	89,469	(25,469)	-28.5%	178,937
Regional Bulk Infrastructure	10,000	-	-	5,000			10,000
Rural Road Asset Management	-	-	1,845	-			-
Water Services Infrastructure Grant	108,000	-	70,000	54,000			108,000
Disaster Management Building Grant	-	2,000	2,000	-			-
Total Capital Transfers and Grants	296,937	2,000	137,845	148,469	(25,469)	-17.2%	296,937
TOTAL RECEIPTS OF TRANSFERS & GRANTS	739,528	141,551	465,307	369,764	111,924	30.3%	739,528

Table 13: SC7 Grant Expenditure

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Budget Year 2020/21						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
EXPENDITURE							
Operating expenditure of Transfers and Grants							
National Government:	441,473	140,617	325,086	220,737	104,350	47.3%	441,473
Local Government Equitable Share	365,123	139,551	319,721	182,562	137,160	75.1%	365,123
RSC Levy Replacement	67,286	-	-	33,643	(33,643)	-100.0%	67,286
Finance Management	2,010	211	535	1,005	(470)	-46.8%	2,010
EPWP Incentive	7,054	855	4,830	3,527	1,303	37.0%	7,054
Provincial Government:	1,118	439	1,921	559	1,362	243.6%	1,118
Development Planning	550	-	-	275	(275)	-100.0%	550
Raset Program	-	-	-	-	-		-
Massification Fleet Support	-	439	1,725	-	1,725	#DIV/0!	-
Lg Seta	-	-	196	-	196	#DIV/0!	-
Other transfers and grants [insert description]	568	-	-	284	(284)	-100.0%	568
Total operating expenditure of Transfers and Grants:	442,591	141,056	327,007	221,296	105,711	47.8%	442,591
Capital expenditure of Transfers and Grants							
National Government:	296,937	18,332	114,276	148,469	(34,192)	-23.0%	296,937
Municipal Infrastructure Grant (MIG)	178,937	3,605	65,329	89,469	(24,139)	-27.0%	178,937
Regional Bulk Infrastructure	10,000	211	4,374	5,000	(626)	-12.5%	10,000
Rural Road Asset Management	-	732	1,185	-	1,185	#DIV/0!	-
Water Services Infrastructure Grant	108,000	13,784	43,389	54,000	(10,611)	-19.7%	108,000
Disaster Management Building Grant	-	-	-	-	-		-
Other capital transfers [insert description]	-	-	-	-	-		-
0	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	296,937	18,332	114,276	148,469	(34,192)	-23.0%	296,937
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	739,528	159,388	441,283	369,764	71,519	19.3%	739,528

- R114 million was spent in capital grants
- R325 million has been spent in operating grants

Prepared by:

Budget Officer

Reviewed by:

Accountant Budget

Approved by:

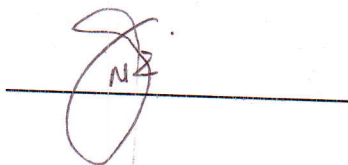
Senior Finance Manager

2.7. Municipal Manager's quality certificate

I **Nhlanhla Zamokuhle Khuzwayo**, Municipal Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for and December 2019 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : NZ Khuzwayo

Signature

A handwritten signature in dark ink, appearing to be 'NZ', is written over a solid horizontal line. The signature is stylized and loops around the line.

Date : 14 January 2020