



SECTION 71 REPORT
SEPTEMBER
2015

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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 month of September 2015.

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 2015/16 financial year.

1.4 In - Year Budget tables

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	-					-		
Property rates - penalties & collection charges						-		
Service charges - electricity revenue	-					-		
Service charges - water revenue	147 050	147 050	16 985	40 652	36 763	3 890	11%	147 050
Service charges - sanitation revenue	18 057	18 057	1 461	4 358	4 514	(157)	-3%	18 057
Service charges - refuse revenue	-	-				-		
Service charges - other						-		
Rental of facilities and equipment						-		
Interest earned - external investments	8 010	8 010	438	438	2 003	(1 565)	-78%	8 010
Interest earned - outstanding debtors	26 568	26 568	1 644	4 698	6 642	(1 944)	-29%	26 568
Transfers recognised - operational	318 371	318 371	300	129 788	79 593	50 195	63%	318 371
Other revenue	356	356	284	357	89	268	301%	356
Gains on disposal of PPE						-		
Total Revenue (excluding capital transfers and contributions)	518 412	518 412	21 011	180 291	129 603	50 687	39%	518 412
Expenditure By Type								
Employee related costs	219 377	219 377	15 727	40 510	54 844	(14 334)	-26%	219 377
Remuneration of councillors	5 332	5 332	439	1 327	1 333	(6)	0%	5 332
Debt impairment	28 222	28 222	2 352	7 056	7 055	0	0%	28 222
Depreciation & asset impairment	51 431	51 431	4 286	12 858	12 858	0	0%	51 431
Finance charges	60	60		2	15	(13)	-87%	60
Bulk purchases	6 377	6 377	531	531	1 594	(1 063)	-67%	6 377
Other materials	59 605	59 605	841	1 339	14 901	(13 562)	-91%	59 605
Contracted services	42 261	42 261	4 286	6 543	10 565	(4 022)	-38%	42 261
Transfers and grants	13 228	13 228			3 307	(3 307)	-100%	13 228
Other expenditure	154 660	154 660	10 345	26 130	38 665	(12 535)	-32%	154 660
Loss on disposal of PPE						-		
Total Expenditure	580 552	580 552	38 807	96 296	145 138	(48 842)	-34%	580 552
Surplus/(Deficit)	(62 140)	(62 140)	(17 796)	83 995	(15 535)	99 530	(0)	(62 140)
Transfers recognised - capital	237 940	237 940	14 307	25 889	59 485	(33 596)	(0)	237 940
Surplus/(Deficit) after taxation	175 800	175 800	(3 489)	109 883	43 950			175 800
Attributable to minorities								
Surplus/(Deficit) attributable to municipality	175 800	175 800	(3 489)	109 883	43 950			175 800
Share of surplus/ (deficit) of associate								
Surplus/ (Deficit) for the year	175 800	175 800	(3 489)	109 883	43 950			175 800

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
- Recognised is an amount of R300 thousand under operating grants and R14.3 million under capital grants.
- Total operating expenditure is at R38.8 million for the month of September 2015
- The Service charges – water revenue have a billed amount to consumers of R 16.8 million in September 2015.
- The Service charges – Sanitation revenue have a billed amount to consumers of R 1.4 million in September 2015.
- Employees related costs spending is R15.7 million for the month of September 2015 of which R1.9 million can be associated with overtime.
- Remuneration of Councillors is R 439 thousand for the month of September 2015.

Table 2: C5 – Monthly Budget Statements – Capital Expenditure

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

Vote Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Single Year expenditure appropriation								
100 - COUNCIL	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	-	-	-	-	-	-	-	-
400 - TECHNICAL AND INFRASTRUCTURAL D	-	-	-	-	-	-	-	-
405 - PLANNING AND SOCIAL ECONOMIC DEV	-	-	-	-	-	-	-	-
408 - HEALTH SERVICES	-	-	-	-	-	-	-	-
700 - WATER AND SANITATION SERVICES	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	830	830	491	491	208	283	137%	830
200 - CORPORATE SERVICES	1 350	1 350	258	258	338	(80)	-24%	1 350
300 - BUDGET AND TREASURY	240	240	478	478	60	418	697%	240
405 - SOCIAL SERVICES	28 150	28 150	-	-	7 038	(7 038)	-100%	28 150
500 - TECHNICAL SERVICES	288 090	287 888	12 178	23 736	72 023	(48 287)	-67%	288 090
510 - WATER AND SANITATION SERVICES	150	352	223	223	88	135	153%	150
408 - HEALTH & WATER SERVICES AUTHORI	260	260	22	22	65	(43)	-66%	260
Total Capital single-year expenditure	319 070	319 070	13 649	25 207	79 818	(54 611)	-68%	319 070
Total Capital Expenditure	319 070	319 070	13 649	25 207	79 818	(54 611)	-68%	319 070
Capital Expenditure - Standard Classification								
Governance and administration	2 420	2 420	1 227	1 227	605	622	103%	2 420
Executive and council	830	830	491	491	208	283	137%	830
Budget and treasury office	240	240	478	478	60	418	697%	240
Corporate services	1 350	1 350	258	258	338	(80)	-24%	1 350
Community and public safety	28 410	28 410	22	22	7 081	(7 059)	-100%	28 410
Community and social services	28 150	28 150	-	-	7 038	(7 038)	-100%	28 150
Sport and recreation	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-
Health	260	260	22	22	43	(22)	-50%	260
Economic and environmental services	2 311	2 311	-	-	578	(578)	-100%	2 311
Planning and development	-	-	-	-	-	-	-	-
Road transport	2 311	2 311	-	-	578	(578)	-100%	2 311
Environmental protection	-	-	-	-	-	-	-	-
Trading services	285 929	285 929	12 401	23 958	71 482	(47 524)	-66%	285 929
Electricity	-	-	-	-	-	-	-	-
Water	285 929	285 929	12 401	23 958	71 482	(47 524)	-66%	285 929
Waste water management	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	319 070	319 070	13 649	25 207	79 746	(54 539)	-68%	319 070
Funded by:								
National Government	237 940	237 940	12 178	22 399	59 485	(37 086)	-62%	237 940
Internally generated funds	81 130	81 130	1 471	2 808	20 333	(17 525)	-86%	81 130
Total Capital Funding	319 070	319 070	13 649	25 207	79 818	(54 611)	-68%	319 070

- As depicted above total capital expenditure recorded for the month of September 2015 is R13.6 million.

Table 3: SC13 Repairs and maintenance per asset class

Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	48 467	48 467	88	103	10 107	10 004	99,0%	48 467
Infrastructure - Road transport	1 670	1 670	-	-	417	417	100,0%	1 670
Roads, Pavements & Bridges	1 670	1 670			417	417	100,0%	1 670
Storm water						-		
Infrastructure - Electricity	-	-	-	-	-	-		-
Generation						-		
Transmission & Reticulation						-		
Street Lighting						-		
Infrastructure - Water	21 797	21 797	88	103	3 440	3 337	97,0%	21 797
Dams & Reservoirs	9 709	9 709	64	64	417	353	84,6%	9 709
Water purification	3 552	3 552		14	888	874	98,4%	3 552
Reticulation	8 537	8 537	24	24	2 134	2 110	98,9%	8 537
Infrastructure - Sanitation	-	-	-	-	-	-		-
Reticulation						-		
Sewerage purification						-		
Infrastructure - Other	25 000	25 000	-	-	6 250	6 250	100,0%	25 000
Waste Management						-		
Transportation						-		
Gas						-		
Other	25 000	25 000			6 250	6 250	100,0%	25 000
Other assets	11 137	11 137	753	1 237	2 784	1 547	55,6%	5 976
General vehicles	5 161	5 161	678	980	1 290	310	24,0%	
Specialised vehicles	-	-	-	-	-	-		-
Plant & equipment	582	582	60	236	146	(90)	-62,1%	582
Computers - hardware/equipment	1 200	1 200			300	300	100,0%	1 200
Furniture and other office equipment	61	61			15	15	100,0%	61
Abattoirs						-		
Markets						-		
Civic Land and Buildings						-		
Other Buildings	3 073	3 073	16	21	768	747	97,2%	3 073
Other Land						-		
Surplus Assets - (Investment or Inventory)						-		
Other	1 060	1 060			265	265	100,0%	1 060
Total Repairs and Maintenance Expenditure	59 605	59 605	841	1 340	12 891	11 552	89,6%	54 444

- Plant and Equipment refers to the purification plants and equipment.
- The total amount spent in September 2015 towards repairs and maintenance is R841thousand

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

Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue - Standard								
<i>Municipal governance and administration</i>	320 930	320 930	1 021	130 529	80 232	50 296	63%	320 930
Executive and council	48 867	48 867	-	48 867	12 217	36 650	0	48 867
<i>Mayor and Council</i>	48 867	48 867	-	48 867	12 217	36 650	0	48 867
<i>Municipal Manager</i>						-		
Budget and treasury office	272 063	272 063	1 021	81 662	68 016	13 646	0	272 063
Economic and environmental services	250	250	-	-	63	(63)	(0)	250
Planning and development	250	250	-	-	63	(63)	(0)	250
<i>Economic Development/Planning</i>	250	250	-	-	63	(63)	(0)	250
Trading services	435 172	435 172	34 297	75 649	108 793	(33 144)	(0)	435 172
Electricity	-	-	-	-	-	-	-	-
<i>Electricity Distribution</i>						-		
<i>Electricity Generation</i>						-		
Water	417 115	417 115	32 836	71 286	104 279	(32 993)	(0)	417 115
<i>Water Distribution</i>	417 115	417 115	32 836	71 286	104 279	(32 993)	(0)	417 115
<i>Water Storage</i>						-		
Waste water management	18 057	18 057	1 461	4 363	4 514	(151)	(0)	18 057
<i>Sewerage</i>	18 057	18 057	1 461	4 363	4 514	(151)	(0)	18 057
Total Revenue - Standard	756 352	756 352	35 318	206 178	189 088	17 090	0	756 352
Expenditure - Standard								
<i>Municipal governance and administration</i>	232 867	232 867	19 056	49 591	58 217	(8 626)	(0)	232 866
Executive and council	50 911	50 911	2 866	11 765	12 728	(963)	(0)	50 911
<i>Mayor and Council</i>	12 271	12 271	955	2 239	3 068	(829)	(0)	12 271
<i>Municipal Manager</i>	38 641	38 641	1 910	9 526	9 660	(134)	(0)	38 641
Budget and treasury office	123 532	123 532	10 992	27 429	30 883	(3 454)	(0)	123 532
Corporate services	58 423	58 423	5 198	10 397	14 606	(4 209)	(0)	58 423
<i>Human Resources</i>						-		
<i>Information Technology</i>						-		
<i>Property Services</i>						-		
<i>Other Admin</i>	58 423	58 423	5 198	10 397	14 606	(4 209)	(0)	58 423
Community and public safety	42 359	42 359	1 183	3 927	10 590	(6 662)	(0)	42 359
Community and social services	-	-	-	-	-	-	-	-
Health	42 359	42 359	1 183	3 927	10 590	(6 662)	(0)	-
<i>Clinics</i>						-		
<i>Ambulance</i>						-		
<i>Other</i>	42 359	42 359	1 183	3 927	10 590	(6 662)	(0)	-
Economic and environmental services	27 348	27 348	1 006	3 115	6 837	(3 722)	(0)	-
Planning and development	27 348	27 348	1 006	3 115	6 837	(3 722)	(0)	-
<i>Economic Development/Planning</i>	27 348	27 348	1 006	3 115	6 837	(3 722)	(0)	-
Trading services	277 978	277 978	17 450	39 549	69 494	(29 945)	(0)	-
Electricity	-	-	-	-	-	-	-	-
<i>Electricity Distribution</i>						-		
<i>Electricity Generation</i>						-		
Water	274 731	274 731	17 400	39 473	68 683	(29 210)	(0)	-
<i>Water Distribution</i>	274 731	274 731	17 400	39 473	68 683	(29 210)	(0)	-
<i>Water Storage</i>						-		
Waste water management	3 247	3 247	50	77	812	(735)	(0)	-
<i>Sewerage</i>	3 247	3 247	50	77	812	(735)	(0)	-
Total Expenditure - Standard	580 552	580 552	38 694	96 183	145 138	(48 955)	(0)	275 225
Surplus/ (Deficit) for the year	175 800	175 800	(3 376)	109 995	43 950	66 045	0	481 127

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

Vote Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue by Vote								
100 - COUNCIL	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	-	-	-	-	-	-	-	-
400 - TECHNICAL AND INFRASTRUCTURAL DEV SE	-	-	-	-	-	-	-	-
405 - PLANNING AND SOCIAL ECONOMIC DEVELOP	-	-	-	-	-	-	-	-
408 - HEALTH SERVICES	-	-	-	-	-	-	-	-
700 - WATER AND SANITATION SERVICES	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	48 867	48 867	-	48 867	12 217	36 650	300,0%	48 867
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	272 063	272 063	1 021	81 662	68 016	13 646	20,1%	272 063
405 - SOCIAL SERVICES	250	250	-	-	63	(63)	-100,0%	250
500 - TECHNICAL SERVICES	240 324	240 324	14 307	25 889	60 081	(34 192)	-56,9%	240 324
510 - WATER AND SANITATION SERVICES	194 848	194 848	19 990	49 760	48 712	1 048	2,2%	194 848
408 - HEALTH & WATER SERVICES AUTHORITY	-	-	-	-	-	-	-	-
Total Revenue by Vote	756 352	756 352	35 318	206 178	189 088	17 090	9,0%	756 352
Expenditure by Vote								
100 - COUNCIL	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	-	-	-	-	-	-	-	-
400 - TECHNICAL AND INFRASTRUCTURAL DEV SE	-	-	-	-	-	-	-	-
405 - PLANNING AND SOCIAL ECONOMIC DEVELOP	-	-	-	-	-	-	-	-
408 - HEALTH SERVICES	-	-	-	-	-	-	-	-
700 - WATER AND SANITATION SERVICES	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANAGER	50 911	50 911	2 866	11 765	12 728	(963)	-7,6%	50 911
200 - CORPORATE SERVICES	58 423	58 423	5 198	10 397	14 606	(4 209)	-28,8%	58 423
300 - BUDGET AND TREASURY	123 532	123 532	10 992	27 429	30 883	(3 454)	-11,2%	123 532
405 - SOCIAL SERVICES	27 348	27 348	1 006	3 115	6 837	(3 722)	-54,4%	27 348
500 - TECHNICAL SERVICES	7 089	7 089	385	1 052	1 772	(720)	-40,6%	7 089
510 - WATER AND SANITATION SERVICES	270 889	270 889	17 064	38 498	67 722	(29 225)	-43,2%	270 889
408 - HEALTH & WATER SERVICES AUTHORITY	42 359	42 359	1 183	3 927	10 590	(6 662)	-62,9%	42 359
Total Expenditure by Vote	580 552	580 552	38 694	96 183	145 138	(48 955)	-33,7%	580 552
Surplus/ (Deficit) for the year	175 800	175 800	(3 376)	109 995	43 950	66 045	150,3%	175 800

Part 2 – Supporting Documentation

2.1.1 Table 6: SC

3 Debtors Age Analysis

Description	Budget Year 2015/16						Total	Total over 90 days
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys			
R thousands								
Debtors Age Analysis By Income Source								
Trade and Other Receivables from Exchange Transactions - Water	52 975	13 667	11 239	8 761	425 393	512 036	434 155	
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	34	39	3	28	918	1 023	947	
Total By Income Source	53 009	13 706	11 242	8 790	426 312	513 058	435 101	
2014/15 - totals only						-	-	
Debtors Age Analysis By Customer Group								
Organs of State	37 895	744	326	302	4 165	43 432	4 467	
Commercial	961	820	271	350	13 418	15 819	13 767	
Households	14 118	12 104	10 643	8 110	407 810	452 785	415 920	
Other	34	39	3	28	918	1 023	947	
Total By Customer Group	53 009	13 706	11 242	8 790	426 312	513 058	435 101	

➤ The Municipality has a total amount of R 513 million for outstanding debt.

2.1.2 Table 7: Collection Rate

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 30 SEPTEMBER 2015				
MONTH	BILLING	MONTHS	PAYMENTS	RECOVERY RATE %
June 2015	14 502 485,24	July 2015	6 567 149,37	45,28%
July 2015	14 730 709,76	August 2015	7 286 487,03	49,46%
August 2015	11 887 551,00	September 2015	8 084 873,00	68,01%
	41 120 746,00		21 938 509,40	53,35%
TOTALS				
BILLING - JUNE 2015 - AUGUST 2015			41 120 746,00	0,00
RECIEPTS -JULY 2015- SEPTMEBER 2015			21 938 509,40	0,00
DIFFERENCE			19 182 236,60	53,35%

2.2 Table: 8 SC4 Aged Creditors

Description	Budget Year 2015/16									Prior year totals for chart (same period)
	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	
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	1 086	3	-	-	-	22 927				24 017
Auditor General										-
Other										-
Total By Customer Type	1 086	3	-	-	-	22 927	-	-	24 017	-

2.3 Table 9: SC8 Salaries and Allowances

Summary of Employee and Councillor remuneration R thousands	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	3 832	3 832	315	955	958	(3)	0%	3 832
Pension and UIF Contributions					-	-		
Medical Aid Contributions					-	-		
Motor Vehicle Allowance	1 056	1 056	101	303	264	39	15%	1 056
Cellphone Allowance	444	444	23	70	111	(41)	-37%	444
Housing Allowances					-	-		
Other benefits and allowances					-	-		
Sub Total - Councillors	5 332	5 332	439	1 328	1 333	(5)	0%	5 332
Senior Managers of the Municipality								
Basic Salaries and Wages	7 955	7 955	477	1 266	1 989	(723)	-36%	7 955
Pension and UIF Contributions					-	-		
Medical Aid Contributions					-	-		
Overtime					-	-		
Performance Bonus	696	696			174	(174)	-100%	696
Sub Total - Senior Managers of Municipality	8 651	8 651	477	1 266	2 163	(897)	-41%	8 651
Other Municipal Staff								
Basic Salaries and Wages	151 329	151 329	9 842	27 002	37 832	(10 831)	-29%	151 329
Pension and UIF Contributions	19 338	19 338	2 497	4 530	4 835	(305)	-6%	19 338
Medical Aid Contributions	4 592	4 592	343	1 013	1 148	(135)	-12%	4 592
Overtime	11 146	11 146	1 971	5 058	2 787	2 272	82%	11 146
Performance Bonus	-	-			-	-		
Motor Vehicle Allowance	9 436	9 436	732	2 123	2 359	(236)	-10%	9 436
Cellphone Allowance	-	-			-	-		
Housing Allowances	1 709	1 709	87	215	427	(212)	-50%	1 709
Other benefits and allowances	11 388	11 388	4	177	2 847	(2 670)	-94%	11 388
Payments in lieu of leave	1 789	1 789	251	394	447	(53)	-12%	1 789
Long service awards					-	-		
Post-retirement benefit obligations					-	-		
Sub Total - Other Municipal Staff	210 727	210 727	15 727	40 511	52 682	(12 171)	-23%	210 727
TOTAL MANAGERS AND STAFF	219 378	219 378	16 204	41 777	54 844	(13 067)	-24%	219 378

2.4.1 Table 10: Investments and Bank Balances

Bank Balances			
The following reflects bank balances at 30 September 2015			
DESCRIPTION	JULY	AUGUST	SEPTEMBER
FNB MAIN ACCOUNT 62252306280	14 205 640,85	24 910 746,80	22 488 816,00
FNB WATER ACCOUNT 62253072385	0,00	0,00	0,00
	14 205 640,85	24 910 746,80	22 488 816,00
Total cash held	22 488 816,00		

2.4.2 Table 11: SC5 Investments

Investments by maturity Name of institution & investment ID	Market value at end of the month
R thousands	
Municipality	
FNB	92 792
NEDBANK	27 965
INVESTEC	58 757
Municipality total	179 514

2.5 Table 12: SC6 Grant Receipts

Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	318 121	318 121	-	132 582	53 020	84 484	159,3%	318 121
Local Government Equitable Share	261 605	261 605	-	129 363	43 601	85 762	196,7%	261 605
RSC Levy Replacement	44 198	44 198	-	-	7 366	-	-	44 198
Finance Management	1 325	1 325	-	1 325	221	-	-	1 325
Municipal Systems Improvement	940	940	-	940	157	-	-	940
EPWP Incentive	2 384	2 384	-	954	397	-	-	2 384
Water Services Operating Subsidy	3 000	3 000	-	-	500	(500)	-100,0%	3 000
DWA	-	-	-	-	-	-	-	-
SPECIAL SUPPORT FOR COUNCILS	4 669	4 669	-	-	778	(778)	-100,0%	4 669
Provincial Government:	250	250	-	-	42	-	-	250
Sport and Recreation	-	-	-	-	-	-	-	-
shared services	250	250	-	-	42	-	-	250
data cleansing	-	-	-	-	-	-	-	-
council training	-	-	-	-	-	-	-	-
KZN Projects	-	-	-	-	-	-	-	-
Small town rehabilitation	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	318 371	318 371	-	132 582	53 062	84 484	159,2%	318 371
Capital Transfers and Grants								
National Government:	237 940	237 940	-	84 811	39 657	43 959	110,8%	237 940
Municipal Infrastructure Grant (MIG)	181 247	181 247	-	70 000	30 208	39 792	131,7%	181 247
Rural Roads Asset Management	2 311	2 311	-	2 311	385	-	-	2 311
Rural Households Infrastructure	4 382	4 382	-	-	730	-	-	4 382
Regional Bulk Infrastructure	-	-	-	-	-	-	-	-
FMG	-	-	-	-	-	-	-	-
MSIG	-	-	-	-	-	-	-	-
MWIG	50 000	50 000	-	12 500	8 333	4 167	50,0%	50 000
ACIP	-	-	-	-	-	-	-	-
RHIG	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	237 940	237 940	-	84 811	39 657	43 959	110,8%	237 940
TOTAL RECEIPTS OF TRANSFERS & GRANTS	556 311	556 311	-	217 393	92 719	128 443	138,5%	556 311

➤ No transfers were received in the month of September 2015.

2.6 Table 13: SC7 Grant Expenditure


Description	Budget Year		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	Original Budget	Adjusted Budget						
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
Operating Transfers and Grants	318 121	315 121	17 289	51 392	53 020	(1 628)	-3,1%	318 121
National Government	261 605	261 605	14 534	43 601	43 601	-		261 605
Local Government Equitable Share	44 198	44 198	2 455	7 366	7 366	-		44 198
RSC Levy Replacement	1 325	1 325	300	425	221	204	92,5%	1 325
Finance Management	940	940	-	-	157	(157)	-100,0%	940
Municipal Systems Improvement	2 384	2 384	-	-	397	(397)	-100,0%	2 384
EPWP Incentive	3 000	-	-	-	500	(500)	-100,0%	3 000
SPECIAL SUPPORT FOR COUNCILLORS REN	4 669	4 669	-	-	778	(778)	-100,0%	4 669
Provincial Government	250	250	-	-	42	(42)	-100,0%	250
Total operating expenditure of Transfers and Grants	318 371	315 371	17 289	51 392	53 062	(1 670)	-3,1%	318 371
Capital expenditure of Transfers and Grants								
Capital Transfers and Grants	237 940	237 940	14 307	25 014	39 657	(14 643)	-36,9%	237 940
National Government	181 247	181 247	13 497	23 951	30 208	(6 257)	-20,7%	181 247
RRAM	2 311	2 311	-	-	385	(385)	-100,0%	2 311
MSIG	50 000	50 000	695	947	8 333	(7 386)	-88,6%	4 382
MWG	-	-	-	-	-	-		-
ACIP	-	-	-	-	-	-		-
RHIG	4 382	4 382	115	115	730	(615)	-84,2%	50 000
	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	237 940	237 940	14 307	25 014	39 657	(14 643)	-36,9%	237 940
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	556 311	553 311	31 596	76 406	92 719	(16 313)	-17,6%	556 311

- Grant expenditure for the month of September 2015 is R31.5 million of which R14.3 million can be attributed to capital expenditure.

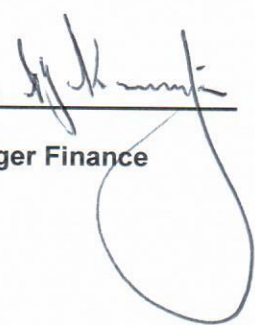
2.7 Table 14: SC7.2 Grant Expenditure on approved rollovers


Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
<u>Capital expenditure of Approved Roll-overs</u>					
Capital Transfers and Grants	1 435	1 435	1 435	0	0,0%
National Government				-	
Rural Households Infrastructure Grant	1 435	1 435	1 435	0	0,0%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	1 435	1 435	1 435	0	0,0%

- The table above shows full expenditure on the approved roll over of R1.4 – Rural Households Infrastructure Grant

Prepared by 

Accountant: Budget

Reviewed by: 
Senior Manager Finance

Approved by: 
Chief Financial Officer

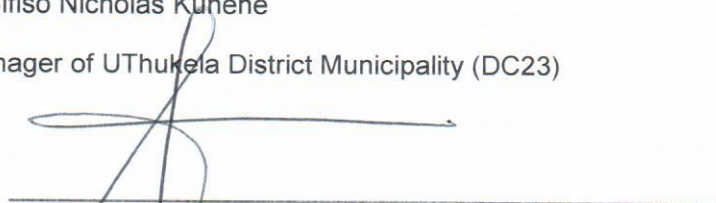
2.8. Municipal Manager's quality certificate

I **Sifiso Nicholas Kunene**, **Municipal** Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for September 2015 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

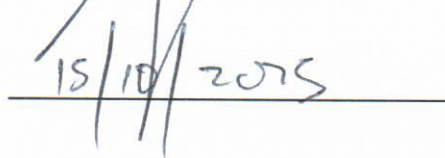
Print Name: Sifiso Nicholas Kunene

Municipal Manager of UThukela District Municipality (DC23)

Signature

A handwritten signature in black ink, consisting of a large, stylized 'S' followed by a horizontal line and a vertical line, all written over a horizontal baseline.

Date

A handwritten date '15/10/2015' in black ink, written over a horizontal baseline.