



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT
SEMPTEMBER 2017

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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 2017.

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 2017/18 financial year.

1.4 In - Year Budget tables

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted 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			245,892	245,892	17,663	40,503	61,473	(20,970)	-34%	245,892
Service charges - sanitation revenue			18,674	18,674	2,744	5,232	4,669	564	12%	18,674
Service charges - refuse revenue										
Service charges - other										
Rental of facilities and equipment										
Interest earned - external investments			11,539	11,539	529	1,857	2,885	(1,027)	-36%	11,539
Interest earned - outstanding debtors			40,774	40,774	3,423	10,750	10,193	557	5%	40,774
Dividends received										
Fines, penalties and forfeits										
Licences and permits										
Agency services										
Transfers and subsidies			367,387	367,387	1,938	162,592	91,847	60,745	66%	367,387
Other revenue			4,384	4,384	1,612	1,777	1,096	681	62%	4,384
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)			688,650	688,650	27,910	212,711	172,163	40,548	24%	688,650
Expenditure By Type										
Employee related costs			241,092	241,092	20,191	59,945	60,273	(328)	-1%	241,092
Remuneration of councillors			6,454	6,454	482	1,667	1,613	53	3%	6,454
Debt impairment			76,395	76,395	-	-	19,099	(19,099)	-100%	76,395
Depreciation & asset impairment			53,137	53,137	16,086	16,086	13,284	2,801	21%	53,137
Finance charges			313	313	-	-	78	(78)	-100%	313
Bulk purchases			6,255	6,255	-	-	1,564	(1,564)	-100%	6,255
Other materials			40,322	40,322	2,625	3,693	10,081	(6,388)	-63%	40,322
Contracted services			40,611	40,611	2,004	9,604	10,153	(549)	-5%	40,611
Transfers and subsidies			26,600	26,600	10,873	11,079	6,650	4,429	67%	26,600
Other expenditure			108,232	108,232	4,983	13,382	27,058	(13,676)	-51%	108,232
Loss on disposal of PPE										
Total Expenditure			599,411	599,411	57,244	115,455	149,853	(34,398)	-23%	599,411
Surplus/(Deficit)			89,240	89,240	(29,334)	97,257	22,310	74,947	0	89,239
(National / Provincial and District)			367,339	367,339	13,431	54,822	91,835	(37,013)	(0)	367,339
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)										
Transfers and subsidies - capital (in-kind - all)										
Surplus/(Deficit) after capital transfers & contributions			456,579	456,579	(15,903)	152,078	114,145			456,578
Taxation										
Surplus/(Deficit) after taxation			456,579	456,579	(15,903)	152,078	114,145			456,578
Attributable to minorities										
Surplus/(Deficit) attributable to municipality			456,579	456,579	(15,903)	152,078	114,145			456,578
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year			456,579	456,579	(15,903)	152,078	114,145			456,578

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.

Capital grant transfers recognised R13.1 million.

- Total operating expenditure is at R 57.2 million for the month of September 2017
- The Service charged – Water R17.6 million has been billed for the month of September 2017.
- The Service charges – Sanitation R2.7 million has been billed for the month September 2017.

Table 2: C5 – Monthly Budget Statements – Capital Expenditure

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

Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Single Year expenditure appropriation									
105 - MUNICIPAL MANAGER	-	4,200	-	-	-	1,050	(1,050)	-100%	4,200
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	-	-	-	-	-	-	-	-	-
405 - SOCIAL SERVICES	-	-	-	-	-	-	-	-	-
408 - WSA & HEALTH SERVICES	-	-	-	-	-	-	-	-	-
510 - WATER, SANITATION & TECHNICAL SERVICES	-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40%	367,339
Total Capital single-year expenditure	-	371,539	367,339	13,431	54,822	92,885	(38,063)	-41%	371,539
Total Capital Expenditure	-	371,539	367,339	13,431	54,822	92,885	(38,063)	-41%	371,539
Capital Expenditure - Functional Classification									
Governance and administration	-	4,200	-	-	-	1,050	(1,050)	-100%	4,200
Executive and council	-	4,200	-	-	-	1,050	(1,050)	-100%	4,200
Finance and administration	-	-	-	-	-	-	-	-	-
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	-	-	-	-	-	-	-	-	-
Community and social services	-	-	-	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	-	-	-	-	-	-	-	-
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40%	367,339
Energy sources	-	-	-	-	-	-	-	-	-
Water management	-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40%	367,339
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	-	371,539	367,339	13,431	54,822	92,885	(38,063)	-41%	371,539
Funded by:									
National Government	-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40%	367,339
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40%	367,339
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	4,200	-	-	-	1,050	(1,050)	-100%	4,200
Total Capital Funding	-	371,539	367,339	13,431	54,822	92,885	(38,063)	-41%	371,539

- As depicted above capital expenditure amounting to R13.4 million recorded for the month of September 2017

Table 3: SC13 Repairs and maintenance per asset class

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	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		-	31,322	31,322	1,282	1,400	7,831	6,431	82.1%	31,322
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	1,774	1,774	-	-	444	444	100.0%	1,774
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	1,774	1,774	-	-	444	444	100.0%	1,774
Attenuation		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	29,548	29,548	1,282	1,400	7,387	5,987	81.1%	29,548
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	10,882	10,882	436	517	2,721	2,204	81.0%	10,882
Reservoirs		-	9,251	9,251	-	-	2,313	2,313	100.0%	9,251
Pump Stations		-	8,000	8,000	846	883	2,000	1,117	55.9%	8,000
Water Treatment Works		-	1,415	1,415	-	-	354	354	100.0%	1,415
Bulk Mains		-	-	-	-	-	-	-	-	-
Other assets		-	3,981	3,981	5	6	664	658	99.1%	3,981
Operational Buildings		-	3,981	3,981	5	6	664	658	99.1%	3,981
Municipal Offices		-	3,981	3,981	5	6	664	658	99.1%	3,981
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	1,800	1,800	-	105	450	345	76.7%	1,800
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	1,800	1,800	-	105	450	345	76.7%	1,800
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	1,800	1,800	-	105	450	345	76.7%	1,800
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	62	62	11	37	16	(22)	-141.9%	62
Furniture and Office Equipment		-	62	62	11	37	16	(22)	-141.9%	62
Machinery and Equipment		-	620	620	151	181	155	(26)	-16.6%	620
Machinery and Equipment		-	620	620	151	181	155	(26)	-16.6%	620
Transport Assets		-	6,720	6,720	1,175	1,964	1,680	(284)	-16.9%	6,720
Transport Assets		-	6,720	6,720	1,175	1,964	1,680	(284)	-16.9%	6,720
Libraries		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	-	44,506	44,506	2,625	3,693	10,795	7,102	65.8%	44,506

- Plant and Equipment refers to the purification plants and equipment.
- Expenditure totalling R2.6 million thousand was recognised in the month of September 2017 repairs.
- The amount of R1.8 million for the renewal of software licences will be correctly reclassified as general expenditure in the adjustments budget.

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

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	375,901	375,901	1,991	150,671	93,975	56,696	60%	375,901
Executive and council		-	57,781	57,781	-	-	14,445	(14,445)	-100%	57,781
Finance and administration		-	318,120	318,120	1,991	150,671	79,530	71,141	89%	318,120
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	300	300	288	288	75	213	284%	300
Community and social services		-	300	300	288	288	75	213	284%	300
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	679,789	679,789	39,061	116,573	169,947	(53,374)	-31%	679,789
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	659,525	659,525	36,317	111,341	164,881	(53,540)	-32%	659,525
Waste water management		-	20,264	20,264	2,744	5,232	5,066	166	3%	20,264
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	1,055,989	1,055,989	41,341	267,533	263,997	3,535	1%	1,055,989
Expenditure - Functional										
<i>Governance and administration</i>		-	236,838	236,838	22,438	39,412	59,209	(19,798)	-33%	236,838
Executive and council		-	54,626	54,626	2,673	12,730	13,656	(927)	-7%	54,626
Finance and administration		-	182,212	182,212	19,764	26,682	45,553	(18,871)	-41%	182,212
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	27,658	27,658	1,402	4,200	6,914	(2,714)	-39%	27,658
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	27,658	27,658	1,402	4,200	6,914	(2,714)	-39%	27,658
<i>Economic and environmental services</i>		-	72,771	72,771	4,085	12,427	18,193	(5,765)	-32%	72,771
Planning and development		-	72,771	72,771	4,085	12,427	18,193	(5,765)	-32%	72,771
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	262,145	262,145	29,319	59,416	65,536	(6,121)	-9%	262,145
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	260,554	260,554	29,319	59,389	65,139	(5,749)	-9%	260,554
Waste water management		-	1,591	1,591	-	26	398	(372)	-93%	1,591
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	599,411	599,411	57,244	115,455	149,853	(34,398)	-23%	599,411
Surplus/ (Deficit) for the year		-	456,579	456,579	(15,903)	152,078	114,145	37,933	33%	456,579

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

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
105 - MUNICIPAL MANAGER		-	57,781	57,781	-	-	14,445	(14,445)	-100.0%	57,781
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY		-	318,120	318,120	1,991	150,671	79,530	71,141	89.5%	318,120
405 - SOCIAL SERVICES		-	300	300	288	288	75	213	284.3%	300
408 - WSA & HEALTH SERVICES		-	-	-	-	-	-	-	-	-
510 - WATER, SANITATION & TECHNICAL SERVICES		-	679,789	679,789	39,061	116,573	169,947	(53,374)	-31.4%	679,789
Total Revenue by Vote	2	-	1,055,989	1,055,989	41,341	267,533	263,997	3,535	1.3%	1,055,989
Expenditure by Vote	1									
105 - MUNICIPAL MANAGER		-	54,626	54,626	2,673	12,730	13,656	(927)	-6.8%	54,626
200 - CORPORATE SERVICES		-	50,143	50,143	2,328	7,345	12,536	(5,191)	-41.4%	50,143
300 - BUDGET AND TREASURY		-	182,212	182,212	19,764	26,682	45,553	(18,871)	-41.4%	182,212
405 - SOCIAL SERVICES		-	22,628	22,628	1,758	5,082	5,657	(575)	-10.2%	22,628
408 - WSA & HEALTH SERVICES		-	27,658	27,658	1,402	4,200	6,914	(2,714)	-39.3%	27,658
510 - WATER, SANITATION & TECHNICAL SERVICES		-	262,145	262,145	29,319	59,416	65,536	(6,121)	-9.3%	262,145
Total Expenditure by Vote	2	-	599,411	599,411	57,244	115,455	149,853	(34,398)	-23.0%	599,411
Surplus/ (Deficit) for the year	2	-	456,579	456,579	(15,903)	152,078	114,145	37,933	33.2%	456,579

Part 2 – Supporting Documentation

2.1.1 Table 6: SC3

Debtors Age Analysis

- The Municipality has a total amount of R 711 million of outstanding debt.

Description	NT Code	Budget Year 2017/18									Total over 90 days
		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	1200	20,274	13,703	13,750	9,389	11,939	641,470			710,504	662,778
Other	1900	10	24	31	15	5	975			1,059	994
Total By Income Source	2000	20,283	13,726	13,781	9,383	11,944	642,445	-	-	711,563	663,773
2016/17 - totals only										-	-
Debtors Age Analysis By Customer Group											
Organs of State	2200	2,639	510	1,237	420	652	12,178			17,636	13,251
Commercial	2300	2,337	1,032	894	353	654	27,769			32,839	28,776
Households	2400	15,298	12,161	11,619	8,595	10,633	601,523			660,028	620,751
Other	2500	10	24	31	15	5	975			1,059	994
Total By Customer Group	2600	20,283	13,726	13,781	9,383	11,944	642,445	-	-	711,563	663,773

- The list of top ten debtors.

ACCOUNT HOLDER NAME	ACCOUNT TYPE	SUBURB	OUTSTANDING BALANCE CAPITAL	OUTSTANDING BALANCE INTEREST	OUTSTANDING TOTAL BALANCE	LAST PAYMENT AMOUNT	LAST PAYMENT DATE
ALFRED DUMA LOCAL MUNICIPALITY PROTECTION SERV	GOVERNMENT	EGERTON	1,652,459.73	103,177.16	1,755,636.89	-3,289.40	20170928
ESTCOURT ISLAMIC CENTRE	INDUS/COMMER	ESTCOURT EXTENSION 3	1,285,092.27	209,814.73	1,494,907.00		
LIDCOR ESTCOURT	INDUS/COMMER	ESTCOURT	926,079.99	274,406.97	1,200,486.96	-6,000.00	20131017
UBUHLE BETSAKANE	INDUS/COMMER	EZAKHENI C	741,335.52	309,425.07	1,050,760.59		
MADRESSA ISLAMIA	INDUS/COMMER	ESTCOURT	740,772.73	301,756.61	1,042,529.34	-2,957.40	20110331
ALFRED DUMA LOCAL MUNICIPALITY SETTLERS PARK	GOVERNMENT	CENTRAL	810,756.70	164,208.39	974,965.09	-20,879.57	20170928
CUMMING AGENCIES	INDUS/COMMER	ESTCOURT	876,353.95	58,688.04	935,041.99	-3,461.06	20171004
EROAN C.C.	CONSUMERS	ESTCOURT	721,763.87	160,098.87	881,862.74		
MAJOLA 1141 SA	CONSUMERS	COLENZO	668,718.65	209,025.15	877,743.80		
ZANELISENI GARDEN	OTHER	EXTENSION 55	543,393.63	326,153.31	869,546.94	1,161.76	20170201
			8,966,727.04	4,739,088.40	25,148,007.47		

- The collection rate for 31 September 2017

REVENUE COLLECTION ANALYSIS 2017/2018			
MONTH	JULY	AUG	SEPT
RECEIPTS	6,308,658.73	7,600,722.54	9,515,964.68
BILLING	18,083,928.75	14,570,256.49	23,820,547.06
% COLLECTION	-89%	42%	65%

2.2 Table: 8 SC4 Aged Creditors

- Arrangement has been made with the Department of Water Affairs to pay off the debt for bulk water purchases at an amount of R1 000 000 per month.

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2017/18								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
Bulk Water	0200					15 324				15 324
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700	5 911								5 911
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	5 911	-	-	-	15 324	-	-	-	21 235

- The list of top ten service providers.

DATE	SERVICE PROVIDER	AMOUNT
05/09/2017	FNB OB 000039557 MAYIBUYE	8,070,552.32
01/09/2017	FNB OB 000039360 INDWE RISK SERVICE	4,936,030.02
01/09/2017	FNB OB 000039430 KANTECH	4,053,064.55
01/09/2017	FNB OB 000039427 ESOR	3,662,564.77
01/09/2017	FNB OB 000039443 NHLOSO DEVELOPMENT	3,284,896.32
01/09/2017	FNB OB 000039432 JJS CONSTRUCTION	2,783,137.10
01/09/2017	FNB OB 000039416 SBT CIVILS	2,394,049.77
01/09/2017	FNB OB 000039428 SHULA CONSTRUCTION	2,364,065.64
01/09/2017	FNB OB 000039419 HIDROTECH	2,135,507.88
01/09/2017	FNB OB 000039442 NHLOSO DEVELOPMENT	1,845,979.20

2.4.1 Table 10: Investments and Bank Balances

Investments by maturity Name of institution & investment ID	Market value at end of the month
R thousands	
Municipality	
FNB	9,934
NEDBANK	384
ABSA	31,781
INVESTEC	59
TOTAL INVESTMENTS AND INTEREST	42,157

Bank Balances

The following reflects bank balances at 30 September 2017

DESCRIPTION	JULY	AUGUST	SEPTEMBER
FNB MAIN ACCOUNT 62252306280	269,648,277.03	4,241,746.63	19,693,382.00
FNB WATER ACCOUNT 62253072385	0.00	0.00	0.00
	269,648,277.03	4,241,746.63	19,693,382.00
Total cash held	19,693,382.00		

Table 12: SC6 Grant Receipts

Table 12: SC6 Grant Receipts

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	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:		-	367,087	367,087	-	153,383	91,772	74,520	81.2%	367,087
Local Government Equitable Share			304,535	304,535	-	150,654	76,134	74,520	97.9%	304,535
RSC Levy Replacement			51,710	51,710			12,928			51,710
Finance Management			1,795	1,795	-	1,795	449			1,795
EPWP Incentive			3,724	3,724	-	934	931			3,724
Special Support for Councillors			5,323	5,323			1,331			5,323
Provincial Government:		-	300	300	-	-	75	(75)	-100.0%	300
Shared Services			300	300			75	(75)	-100.0%	300
Total Operating Transfers and Grants	5	-	367,387	367,387	-	153,383	91,847	74,445	81.1%	367,387
Capital Transfers and Grants										
National Government:		-	367,339	367,339	1,738	115,988	91,835	(3,826)	-4.2%	367,339
Municipal Infrastructure Grant (MIG)			187,304	187,304	-	43,000	46,826	(3,826)	-8.2%	187,304
Regional Bulk Infrastructure			95,052	95,052	-	30,000	23,763			95,052
Water Services Infrastructure Grant			82,500	82,500	-	41,250	20,625			82,500
Rural Road Asset Management			2,483	2,483	1,738	1,738	621			2,483
Total Capital Transfers and Grants	5	-	367,339	367,339	1,738	115,988	91,835	(3,826)	-4.2%	367,339
TOTAL RECEIPTS OF TRANSFERS & GRA	5	-	734,726	734,726	1,738	269,371	183,682	70,619	38.4%	734,726

- A total of R1.7million was received in respect of the Rural Road Asset Management Grant, during September 2017.

Table 13: SC7 Grant Expenditure

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted 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:											
		-	367,087	367,087	1,649	152,303	91,772	60,532	66.0%	367,087	
Local Government Equitable Share			304,535	304,535	-	150,654	76,134	74,520	97.9%	304,535	
RSC Levy Replacement			51,710	51,710			12,928	(12,928)	-100.0%	51,710	
Finance Management			1,795	1,795	143	143	449	(306)	-68.2%	1,795	
EPWP Incentive			3,724	3,724	1,507	1,507	931	576	61.8%	3,724	
Special Support for Councillors			5,323	5,323			1,331	(1,331)	-100.0%	5,323	
Provincial Government:											
Shared Services			300	300	288	288	75	213	284.3%	300	
			300	300	288	288	75	213	284.3%	300	
District Municipality:											
			-	-	-	-	-	-		-	
			-	-	-	-	-	-		-	
<i>(insert description)</i>											
Other grant providers:											
			-	-	-	-	-	-		-	
<i>(insert description)</i>											
Total operating expenditure of Transfers and Grants:			-	367,387	367,387	1,938	152,592	91,847	60,745	66.1%	367,387
Capital expenditure of Transfers and Grants											
National Government:											
			-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40.3%	367,339
Municipal Infrastructure Grant (MIG)			187,304	187,304	11,261	40,775	46,826	(6,051)	-12.9%	187,304	
Regional Bulk Infrastructure			95,052	95,052	538	1,326	23,763	(22,437)	-94.4%	95,052	
Water Services Infrastructure Grant			82,500	82,500	1,632	12,009	20,625	(8,616)	-41.8%	82,500	
Rural Road Asset Management			2,483	2,483		712	621	91	14.7%	2,483	
Provincial Government:											
			-	-	-	-	-	-		-	
Total capital expenditure of Transfers and Grants			-	367,339	367,339	13,431	54,822	91,835	(37,013)	-40.3%	367,339
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS			-	734,726	734,726	15,369	207,413	183,682	23,732	12.9%	734,726

- R1.9 million was spent on operating grants
- R13.4 million was spent on capital grants

Prepared by



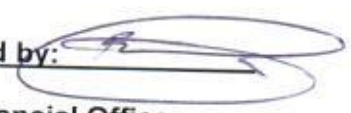
Accountant: Budget

Reviewed by:



Senior Manager Finance

Approved by:



Chief Financial Officer

2.7. 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 2017 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : SN KUNENE

Signature

 (ACTING)

Date : 11 September 2017