



SECTION 71 REPORT

JUNE

2014

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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 :

1. Monthly Budget statements and supporting documents for the month of June 2014.

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 2013/2014 financial year.

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	Budget Year 2013/14								
		2012/13 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										
Property rates - penalties & collection charges										
Service charges - electricity revenue										
Service charges - water revenue	104 240	123 813	123 813	8 891	119 078	123 813	(4 735)	-4%	123 813	
Service charges - sanitation revenue	13 047	15 075	15 227	1 234	14 506	15 227	(721)	-5%	15 227	
Service charges - refuse revenue										
Service charges - other										
Rental of facilities and equipment										
Interest earned - external investments	9 789	9 109	8 689	1 866	9 592	8 689	904	10%	8 689	
Interest earned - outstanding debtors	29 447	17 790	35 715	1 860	33 284	35 715	(2 432)	-7%	35 715	
Dividends received										
Fines										
Licences and permits										
Agency services										
Transfers recognised - operational	279 412	277 744	277 402		274 269	277 402	(3 133)	-1%	277 402	
Other revenue	5 076	275	1 330	(25)	1 551	1 330	221	17%	1 330	
Gains on disposal of PPE	32 687									
Total Revenue (excluding capital transfers and contributions)		473 698	443 806	462 175	13 826	452 280	462 175	(9 895)	-2%	462 175
Expenditure By Type										
Employee related costs	119 882	158 358	131 693	8 686	123 299	131 693	(8 394)	-6%	129 743	
Remuneration of councillors	4 792	5 612	5 612	324	4 354	5 612	(1 258)	-22%	5 011	
Debt impairment	244 001	20 180	70 892			70 892	(70 892)	-100%	70 892	
Depreciation & asset impairment	32 001	35 936	35 928			35 928	(35 928)	-100%	35 928	
Finance charges	2 432	3 339	1 816	(26)	1 366	1 816	(450)	-25%	1 816	
Bulk purchases	42 251	45 563	67 170	10 733	50 155	67 170	(17 015)	-25%	65 060	
Other materials	16 088	18 898	18 623	3 195	17 221	18 623	(1 402)	-8%	21 589	
Contracted services	45 289	40 103	50 744	3 770	46 439	50 744	(4 304)	-8%	48 294	
Transfers and grants	6 500	6 000	6 000	(75)	1 857	6 000	(4 143)	-69%	6 000	
Other expenditure	136 139	45 053	60 884	7 790	47 807	60 884	(13 077)	-21%	60 884	
Loss on disposal of PPE	2 168									
Total Expenditure		651 545	379 042	449 362	34 396	292 499	449 362	(156 863)	-35%	445 217
Surplus/(Deficit)										
Transfers recognised - capital	(177 847)	64 764	12 813	(20 570)	159 781	12 813	146 967	0	16 958	
Contributions recognised - capital	216 573	193 847	332 224	86 873	246 810	332 224	(85 414)	(0)	332 224	
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		38 727	258 611	345 038	66 303	406 591	345 038		349 182	
Taxation										
Surplus/(Deficit) after taxation		38 727	258 611	345 038	66 303	406 591	345 038		349 182	
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		38 727	258 611	345 038	66 303	406 591	345 038		349 182	
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		38 727	258 611	345 038	66 303	406 591	345 038		349 182	

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

Table 2: C5 – Monthly Budget Statements – Capital Expenditure

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

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June

Vote Description	Ref	Budget Year 2013/14								
		2012/13 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
100 - COUNCIL		-	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
400 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
405 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
408 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
700 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
300 - TREASURY		-	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
405 - SOCIAL AND ECONOMIC SERVICES		-	-	-	-	-	-	-	-	-
500 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
510 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
100 - COUNCIL		-	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
400 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
405 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
408 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
700 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
105 - MUNICIPAL MANGER		-	800	621	-	351	621	(270)	-43%	621
300 - TREASURY		28	160	67	5	64	67	(4)	-5%	67
200 - CORPORATE SERVICES		114	160	170	13	19	170	(151)	-89%	170
405 - SOCIAL AND ECONOMIC SERVICES		564	3 133	3 578	792	893	3 578	(2 685)	-75%	3 578
500 - TECHNICAL SERVICES		96 913	176 259	328 819	58 930	309 194	328 819	(19 625)	-6%	328 819
510 - WATER AND SANITATION SERVICES		3 847	15 525	11 704	-	9 390	11 704	(2 315)	-20%	11 704
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	101 466	196 037	344 960	59 740	319 911	344 960	(25 049)	-7%	344 960
Total Capital Expenditure		101 466	196 037	344 960	59 740	319 911	344 960	(25 049)	-7%	344 960
Capital Expenditure - Standard Classification										
Governance and administration		142	1 120	859	17	413	859	(446)	-52%	859
Executive and council		-	800	621	-	330	621	(292)	-47%	621
Budget and treasury office		28	160	67	5	64	67	(4)	-5%	67
Corporate services		114	160	170	13	19	170	(151)	-89%	170
Community and public safety		564	2 678	2 678	-	-	2 678	(2 678)	-100%	2 678
Community and social services		397	2 468	2 468	-	-	2 468	(2 468)	-100%	2 468
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		167	210	210	-	-	210	(210)	-100%	210
Economic and environmental services		2 948	2 454	2 899	1 057	2 892	2 899	(7)	0%	2 899
Planning and development		-	455	900	792	893	900	(7)	-1%	900
Road transport		2 948	1 999	1 999	265	1 999	1 999	-	-	1 999
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		97 812	189 785	338 524	85 798	316 606	338 524	(21 918)	-6%	338 524
Electricity		-	-	-	-	-	-	-	-	-
Water		97 812	189 785	338 524	85 798	316 606	338 524	(21 918)	-6%	338 524
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	101 466	196 037	344 960	86 873	319 911	344 960	(25 049)	-7%	344 960
Funded by:										
National Government		96 913	191 379	329 757	86 873	310 084	329 757	(19 672)	-6%	329 756
Provincial Government		-	2 468	2 468	-	-	2 468	(2 468)	-100%	2 468
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		96 913	193 847	332 225	86 873	310 084	332 225	(22 140)	-7%	332 224
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	750	-	-	-	-	-	-	-
Internally generated funds		4 553	1 440	12 735	21	9 827	12 735	(2 908)	-23%	12 735
Total Capital Funding		101 466	196 037	344 960	86 894	319 911	344 960	(25 049)	-7%	344 960

The major spending on the capital expenditure is from Technical services.

Part 2 – Supporting Documentation

1. DEBTOR'S AGE ANALYSIS

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2013/14									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy	
		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	10 174	15 006	8 457	12 868	-	519 544				566 049	532 412		
Trade and Other Receivables from Exchange Transactions - Electricity	1300										-	-		
Receivables from Non-exchange Transactions - Property Rates	1400										-	-		
Receivables from Exchange Transactions - Waste Water Management	1500										-	-		
Receivables from Exchange Transactions - Waste Management	1600										-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700										-	-		
Interest on Arrear Debtor Accounts	1810										-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-		
Other	1900	2 438		0			8 937				11 376	8 937		
Total By Income Source	2000	12 612	15 006	8 457	12 868	-	528 482	-	-	-	577 425	541 350	-	-
2012/13 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	1 037	801	240	206	-	3 238				5 522	3 444		
Commercial	2300	349	549	159	199	-	7 628				8 884	7 827		
Households	2400	8 787	13 657	8 057	12 463	-	508 679				551 643	521 142		
Other	2500	2 438	-	0	-	0	8 937				11 376	8 938		
Total By Customer Group	2600	12 612	15 006	8 457	12 868	0	528 482	-	-	-	577 425	541 350	-	-

Notes

The Municipality has a total amount of R528 482 000.00 for outstanding debtors. This includes R11 376 000 for sundry debtors.

PAYMENTS VS BILLING 30 JUNE 2014

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 30 JUNE 2014				
MONTH	BILLING	MONTHS	PAYMENTS	RECOVERY RATE
JUNE 2013	6 991 628.60	JULY 2013	4 423 551.71	63.27%
JULY 2013	15 115 624.69	AUGUST 2013	5 620 740.21	37.18%
AUGUST 2013	15 157 237.99	SEPTEMBER 2013	5 205 975.57	34.35%
SEPTEMBER 2013	12 395 908.16	OCTOBER 2013	6 077 210.31	49.03%
OCTOBER 2013	13 552 676.22	NOVEMBER 2013	5 790 600.79	42.73%
NOVEMBER 2013	17 128 699.03	DECEMBER 2013	5 660 994.76	33.05%
DECEMBER 2013	13 429 017.23	JANUARY 2014	5 967 405.65	44.44%
JANUARY 2014	21 252 386.85	FEBRUARY 2014	6 387 300.97	30.05%
FEBRUARY 2014	14 759 644.38	MARCH 2014	8 123 623.53	55.04%
MARCH 2014	15 939 067.93	APRIL 2014	5 252 423.41	32.95%
APRIL 2014	16 183 915.41	MAY 2014	5 529 634.19	34.17%
MAY 2014	27 791 492.46	JUNE 2014	4 521 309.49	16.27%
	189 697 298.95		68 560 770.59	36.14%
TOTALS				
BILLING - JUNE: 2013 TO MAY 2014			189 697 298.95	
PAYMENTS -JUNE 2014			68 560 770.59	
DIFFERENCE			121 136 528.36	36.14%

The above illustrates monthly collection rate for the current financial year.

2. CREDITORS AGE ANALYSIS

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2013/14									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		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	424	431	422	-				29 399	30 677		
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	424	431	422	-	-	-	-	29 399	30 677	-	

3. SALARIES AND ALLOWANCES

DC23 Uthukela - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Category of Employee and Councillor remuneration	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		4 792	2 848	4 069	235	3 170	4 069	(899)	-22%	3 342
Pension and UIF Contributions			814	-	1	1	-	1	#DIV/0!	-
Medical Aid Contributions			407	-	-	-	-	-	-	-
Motor Vehicle Allowance			1 214	1 214	75	1 008	1 214	(206)	-17%	1 341
Cellphone Allowance			328	328	13	176	328	(152)	-46%	328
Housing Allowances								-	-	
Other benefits and allowances								-	-	
Sub Total - Councillors		4 792	5 611	5 611	324	4 354	5 611	(1 257)	-22%	5 011
% increase	4		17.1%	17.1%						4.6%
Senior Managers of the Municipality										
Basic Salaries and Wages		3 282	7 268	7 268	494	5 193	7 268	(2 075)	-29%	6 015
Pension and UIF Contributions								-	-	50
Medical Aid Contributions								-	-	120
Overtime								-	-	
Performance Bonus								-	-	303
Motor Vehicle Allowance		336						-	-	700
Cellphone Allowance								-	-	
Housing Allowances		32						-	-	
Other benefits and allowances		79						-	-	80
Payments in lieu of leave								-	-	
Long service awards								-	-	
Post-retirement benefit obligations	2							-	-	
Sub Total - Senior Managers of Municipality		3 729	7 268	7 268	494	5 193	7 268	(2 075)	-29%	7 268
% increase	4		94.9%	94.9%						94.9%
Other Municipal Staff										
Basic Salaries and Wages		98 924	102 691	78 936	6 148	75 060	78 936	(3 875)	-5%	78 936
Pension and UIF Contributions		9 948	17 982	12 228	862	11 833	12 228	(395)	-3%	12 228
Medical Aid Contributions		3 088	4 432	3 122	297	3 341	3 122	219	7%	3 122
Overtime			5 249	16 059	1 488	15 997	16 059	(62)	0%	16 059
Performance Bonus		3 292	305	-				-	-	
Motor Vehicle Allowance			4 285	5 335	504	5 654	5 335	319	6%	5 335
Cellphone Allowance			62	-				-	-	
Housing Allowances			1 197	413	61	572	413	158	38%	413
Other benefits and allowances		938	915	7 677	(9)	6 006	7 677	(1 671)	-22%	7 677
Payments in lieu of leave		2 633	764	646	(1 157)	(357)	646	(1 003)	-155%	646
Long service awards								-	-	
Post-retirement benefit obligations	2							-	-	
Sub Total - Other Municipal Staff		118 823	137 882	124 415	8 192	118 106	124 415	(6 309)	-5%	124 415
% increase	4		16.0%	4.7%						4.7%
Total Parent Municipality		127 344	150 761	137 294	9 010	127 653	137 294	(9 641)	-7%	136 694
			18.4%	7.8%						7.3%
Unpaid salary, allowances & benefits in arrears:										
TOTAL SALARY, ALLOWANCES & BENEFITS		127 344	150 761	137 294	9 010	127 653	137 294	(9 641)	-7%	136 694
% increase	4		18.4%	7.8%						7.3%
TOTAL MANAGERS AND STAFF		122 552	145 150	131 683	8 686	123 299	131 683	(8 384)	-6%	131 683

4. INVESTMENTS AND CASH BALANCES

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Municipality									
FNB		32 DAYS		ON CALL		5.4%			42 670
ABSA		32 DAYS		ON CALL		4.6%			2 276
NEDBANK		32 DAYS		ON CALL		4.5%			1 205
INVESTEC		32 DAYS		ON CALL		5.0%			34 085
FNB DDA - 62402906484				ON CALL		5.0%			22 091
Municipality sub-total					-		-	-	102 327
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				-		-	-	102 327

The following reflects bank balances at 31 JUNE 2014

DESCRIPTION	JUNE 2014
FNB MAIN ACCOUNT 62252306280	25 071 494.83
FNB WATER ACCOUNT 62253072385	0.00
Total cash held	25 071 494.83

5. GRANTS RECIEPTS

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description	Ref	2012/13	Budget Year 2013/14							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		265 307	277 744	277 402	-	262 813	277 402	(14 589)	-5.3%	-
Local Government Equitable Share		253 183	269 199	269 199	-	254 610	269 199	(14 589)	-5.4%	
Finance Management		1 250	1 100	1 203	-	1 203	1 203	-		
Municipal Systems Improvement		1 000	445	-	-	-	-	-		
EPWP Incentiv e		2 874	1 000	1 000	-	1 000	1 000	-		
Water Services Operating Subsidy		7 000	6 000	6 000	-	6 000	6 000	-		
	3									
Provincial Government:		22 772	-	-	-	-	-	-		-
Data Cleansing Grant		2 800								
Councillors Training Grant		200								
KZN Projecs Grants		19 772								
	4									
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Operating Transfers and Grants	5	288 079	277 744	277 402	-	262 813	277 402	(14 589)	-5.3%	-
Capital Transfers and Grants										
National Government:		214 945	191 379	248 463	6 412	258 904	248 463	4 239	1.7%	247 968
Municipal Infrastructure Grant (MIG)		182 858	174 260	174 260	-	174 260	174 260	-		174 260
RRAM		1 776	1 999	1 999	-	1 999	1 999	-		1 999
F/MG			150	54	-	54	54	-		48
MSIG			445	890	-	445	890	(445)	-50.0%	445
Municipal Water Infrastructure Grant		30 311	14 525	14 525	-	14 525	14 525	-		14 525
Regional Bulk Infrastructure				56 735	6 412	63 621	56 735	4 684	9.0%	56 691
Rural Households Infrastructure						4 000				
Provincial Government:		-	2 468	2 468	-	-	2 468	(2 468)	-100.0%	-
Infrastructure Sport facilities			2 468	2 468	-	-	2 468	(2 468)	-100.0%	-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Capital Transfers and Grants	5	214 945	193 847	250 931	6 412	258 904	250 931	1 771	0.7%	247 968
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	503 024	471 591	528 333	6 412	521 717	528 333	(12 818)	-2.4%	247 968

6. GRANTS EXPENDITURE

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

Description	Ref	2012/13	Budget Year 2013/14							
		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:		262 964	277 744	277 402	-	259 955	277 402	(17 447)	-6.3%	263 155
Local Government Equitable Share		253 183	269 199	269 199	-	254 610	269 199	(14 589)	-5.4%	254 610
Finance Management		1 319	1 100	1 203	-	1 203	1 203	-		1 100
Municipal Systems Improvement		1 007	445	-	-	-	-	-		445
EPWP Incentive		454	1 000	1 000	-	1 000	1 000	-		1 000
Water Services Operating Subsidy		7 000	6 000	6 000	-	3 142	6 000	(2 858)	-47.6%	6 000
Provincial Government:		13 087	-	-	-	-	-	-		-
Data Cleansing Grant		3 092								
KZN Projects Grants		9 995								
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total operating expenditure of Transfers and Grants:		276 052	277 744	277 402	-	259 955	277 402	(17 447)	-6.3%	263 155
Capital expenditure of Transfers and Grants										
National Government:		219 934	191 379	248 463	36 978	238 754	248 463	(9 709)	-3.9%	248 012
Municipal Infrastructure Grant (MIG)		187 952	174 260	174 260	29 142	167 917	174 260	(6 343)	-3.6%	174 260
RRAM		3 361	1 999	1 999	265	1 999	1 999	-		1 999
FMG		-	150	54	-	54	54	-		48
MSIG		-	445	890	789	890	890	-		445
Municipal WATER Infrastructure Grant Driefontein			14 525	14 525		6 528	14 525	(7 997)	-55.1%	14 525
Regional Bulk Infrastructure		28 621		56 735	6 782	61 365	56 735	4 630	8.2%	56 735
Provincial Government:		-	2 468	2 468	-	-	2 262	(2 262)	-100.0%	-
		-	2 468	2 468	-	-	2 262	(2 262)	-100.0%	-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		219 934	193 847	250 931	36 978	238 754	250 725	(11 972)	-4.8%	248 012
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		495 985	471 591	528 333	36 978	498 708	528 127	(29 418)	-5.6%	511 167

7. GRANT - ROLL OVER

DC23 Uthukela - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Ref	Budget Year 2013/14				YTD variance %
		Approved Rollover 2012/13	Monthly actual	YearTD actual	YTD variance	
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		2 531	2 002	2 451	80	3.2%
Local Government Equitable Share					-	
Finance Management		331	139	251	80	24.3%
Municipal Systems Improvement					-	
EPWP Incentive		2 200	1 863	2 200	-	
Water Services Operating Subsidy					-	
Provincial Government:		-	-	-	-	
Data Cleansing Grant					-	
KZN Projects Grants					-	
Other transfers and grants [insert description]					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
[insert description]					-	
Total operating expenditure of Approved Roll-overs		2 531	2 002	2 451	80	3.2%
Capital expenditure of Approved Roll-overs						
National Government:		81 300	49 895	81 300	-	
Municipal Infrastructure Grant (MIG)		81 300	49 895	81 300	-	
RRAM					-	
FMG					-	
MSIG					-	
Municipal Water Infrastructure Grant					-	
Rural Households Infrastructure					-	
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		81 300	49 895	81 300	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		83 831	51 897	83 751	80	0.1%

Prepared by: FR/abs

Manager: Expenditure

Checked by: [Signature]

Senior Manager: Finance

Reviewed by: [Signature]

Chief Financial Officer

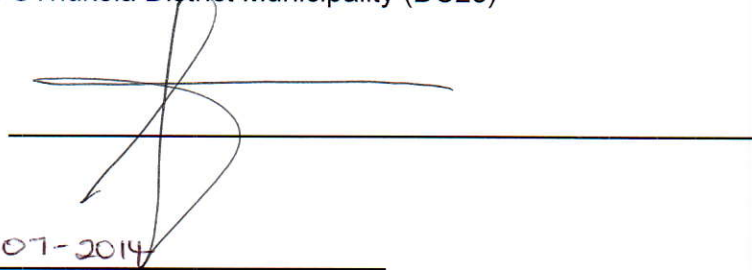
1.4 Municipal manager's quality certificate

I **Sifiso Nicholas Kunene**, **Municipal** Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for June 2014 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 vertical line and a horizontal stroke, written over a horizontal line.

Date

29-07-2014