



SECTION 71 REPORT

NOVEMBER

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 :
2. Monthly Budget statements and supporting documents for the month of November 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 2014/15 financial year.

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	Budget Year 2014/15								
		2013/14 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			134 908	134 908	14 405	36 477	56 212	(19 734)	-35%	134 908
Service charges - sanitation revenue			16 598	16 598	1 322	6 914	6 916	(1)	0%	16 598
Service charges - refuse revenue										
Service charges - other										
Rental of facilities and equipment										
Interest earned - external investments			9 471	9 471	641	3 519	3 946	(427)	-11%	9 471
Interest earned - outstanding debtors			35 660	35 660	1 535	8 468	14 858	(6 390)	-43%	35 660
Dividends received										
Fines										
Licences and permits										
Agency services										
Transfers recognised - operational			306 828	306 828	99 529	213 312	127 845	85 467	67%	306 828
Other revenue			1 372	1 372	33	654	572	82	14%	1 372
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)			504 836	504 836	117 465	269 344	210 348	58 996	28%	504 836
Expenditure By Type										
Employee related costs			160 321	160 321	16 450	59 406	66 800	(7 394)	-11%	160 321
Remuneration of councillors			4 619	4 619	373	1 823	1 925	(101)	-5%	4 619
Debt impairment			30 452	30 452			12 688	(12 688)	-100%	30 452
Depreciation & asset impairment			44 689	44 689			18 620	(18 620)	-100%	44 689
Finance charges			1 311	1 311	11	581	546	34	6%	1 311
Bulk purchases			6 085	6 085		992	2 535	(1 544)	-61%	6 085
Other materials			54 450	54 450	889	4 153	22 687	(18 534)	-82%	54 450
Contracted services			37 658	37 658	1 768	10 590	15 691	(5 100)	-33%	37 658
Transfers and grants			11 900	11 900	0	0	4 958	(4 958)	-100%	11 900
Other expenditure			115 103	115 103	15 188	53 436	47 960	5 476	11%	115 103
Loss on disposal of PPE										
Total Expenditure			466 587	466 587	34 681	130 981	194 411	(63 430)	-33%	466 587
Surplus/(Deficit)										
Transfers recognised - capital			38 249	38 249	82 784	138 363	15 937	122 426	0	38 249
Contributions recognised - capital			209 225	209 225	28 944	96 216	87 177	9 039	0	209 225
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions			247 474	247 474	111 728	234 579	103 114			247 474
Taxation										
Surplus/(Deficit) after taxation			247 474	247 474	111 728	234 579	103 114			247 474
Attributable to minorities										
Surplus/(Deficit) attributable to municipality			247 474	247 474	111 728	234 579	103 114			247 474
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year			247 474	247 474	111 728	234 579	103 114			247 474

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
- Total expenditure is 33% less, this is due to the fact that there haven't been any movements in the non -cash items (depreciation and Debt impairment).
- The Service charges – water revenue have a billed amount to consumers of R 14 405 000

- The Service charges – Sanitation revenue have a billed amount to consumers of R 1 322 000
- Employees related costs spending is at R59 405 953 as at 30 November 2014
- Remuneration of Councillors is at R1 823 199 as at 30 November 2014
- **Contacted Services of R10 590 360 comprises of the following:**
 - 1) Plant and Equipment Hire R 4 169 415
 - 2) Insurances R 1 605 399
 - 3) Security R 3 978 341
 - 4) Chemicals R 837 205

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) - M05 November

Vote Description	Ref	Budget Year 2014/15								
		2013/14 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									
Vote 1 - COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
Vote 9 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 10 - TREASURY		-	-	-	-	-	-	-	-	-
Vote 11 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 12 - WATER SERVICES		-	-	-	-	-	-	-	-	-
Vote 13 - SOCIAL AND ECONOMIC SERVICES		-	-	-	-	-	-	-	-	-
Vote 14 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
Vote 9 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 10 - TREASURY		-	2 210	2 210	-	745	921	(176)	-19%	2 210
Vote 11 - CORPORATE SERVICES		-	600	600	16	464	250	214	86%	600
Vote 12 - WATER SERVICES		-	1 500	1 500	-	821	625	196	31%	1 500
Vote 13 - SOCIAL AND ECONOMIC SERVICES		-	43 321	43 321	1 181	22 696	18 050	4 646	26%	43 321
Vote 14 - TECHNICAL SERVICES		-	17 586	17 586	-	1 563	7 328	(5 765)	-79%	17 586
Vote 15 - [NAME OF VOTE 15]		-	212 258	212 258	29 104	96 376	88 441	7 935	9%	212 258
Total Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	-	277 475	277 475	30 302	122 666	115 615	7 051	6%	277 475
Capital Expenditure - Standard Classification			277 475	277 475	30 302	122 666	115 615	7 051	6%	277 475
Governance and administration			4 310	4 310	16	2 030	1 796	235	13%	4 310
Executive and council			2 210	2 210	-	745	921	(176)	-19%	2 210
Budget and treasury office			600	600	16	464	250	214	86%	600
Corporate services			1 500	1 500	-	821	625	196	31%	1 500
Community and public safety			17 586	17 586	-	1 563	7 328	(5 765)	-79%	17 586
Community and social services			17 586	17 586	-	1 563	7 328	(5 765)	-79%	17 586
Sport and recreation			-	-	-	-	-	-	-	-
Public safety			-	-	-	-	-	-	-	-
Housing			-	-	-	-	-	-	-	-
Health			-	-	-	-	-	-	-	-
Economic and environmental services			2 315	2 315	598	846	965	(118)	-12%	2 315
Planning and development			-	-	-	-	-	-	-	-
Road transport			2 315	2 315	598	846	965	(118)	-12%	2 315
Environmental protection			-	-	-	-	-	-	-	-
Trading services			253 264	253 264	29 688	118 226	105 527	12 699	12%	253 264
Electricity			-	-	-	-	-	-	-	-
Water			253 264	253 264	29 688	118 226	105 527	12 699	12%	253 264
Waste water management			-	-	-	-	-	-	-	-
Waste management			-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3		277 475	277 475	30 302	122 666	115 615	7 051	6%	277 475
Funded by:			209 225	209 225	28 944	96 216	87 177	9 039	10%	209 225
National Government			-	-	-	-	-	-	-	-
Provincial Government			-	-	-	-	-	-	-	-
District Municipality			-	-	-	-	-	-	-	-
Other transfers and grants			-	-	-	-	-	-	-	-
Transfers recognised - capital			209 225	209 225	28 944	96 216	87 177	9 039	10%	209 225
Public contributions & donations	5		-	-	-	-	-	-	-	-
Borrowing	6		-	-	-	-	-	-	-	-
Internally generated funds			68 250	68 250	1 358	26 450	28 438	(1 988)	-7%	68 250
Total Capital Funding			277 475	277 475	30 302	122 666	115 615	7 051	6%	277 475

- The major spending on the capital expenditure is from MIG.
- R122 666 000 has been spent on capital

Table 3: Repairs and maintenance per asset class

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M05 November

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
1										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		--	40 575	40 575	649	3 213	16 906	13 693	81.0%	40 575
Infrastructure - Road transport		--	1 575	1 575	--	--	656	656	100.0%	1 575
Roads, Pavements & Bridges			1 575	1 575	--	--	656	656	100.0%	1 575
Storm water			--	--	--	--	--	--	--	--
Infrastructure - Electricity		--	--	--	--	--	--	--	--	--
Generation			--	--	--	--	--	--	--	--
Transmission & Reticulation			--	--	--	--	--	--	--	--
Street Lighting			--	--	--	--	--	--	--	--
Infrastructure - Water		--	15 000	15 000	649	3 213	6 250	3 037	48.6%	15 000
Dams & Reservoirs			6 000	6 000	156	1 453	2 500	1 047	41.9%	6 000
Water purification			2 000	2 000	--	--	833	833	100.0%	2 000
Reticulation			7 000	7 000	493	1 760	2 917	1 157	39.7%	7 000
Infrastructure - Sanitation		--	--	--	--	--	--	--	--	--
Reticulation			--	--	--	--	--	--	--	--
Sewerage purification			--	--	--	--	--	--	--	--
Infrastructure - Other		--	24 000	24 000	--	--	10 000	10 000	100.0%	24 000
Waste Management			--	--	--	--	--	--	--	--
Transportation			--	--	--	--	--	--	--	--
Gas			--	--	--	--	--	--	--	--
Other			24 000	24 000	--	--	10 000	10 000	100.0%	24 000
Community		--	--	--	--	--	--	--	--	--
Parks & gardens			--	--	--	--	--	--	--	--
Sportsfields & stadia			--	--	--	--	--	--	--	--
Swimming pools			--	--	--	--	--	--	--	--
Community halls			--	--	--	--	--	--	--	--
Libraries			--	--	--	--	--	--	--	--
Recreational facilities			--	--	--	--	--	--	--	--
Fire, safety & emergency			--	--	--	--	--	--	--	--
Security and policing			--	--	--	--	--	--	--	--
Buses			--	--	--	--	--	--	--	--
Clinics			--	--	--	--	--	--	--	--
Museums & Art Galleries			--	--	--	--	--	--	--	--
Cemeteries			--	--	--	--	--	--	--	--
Social rental housing			--	--	--	--	--	--	--	--
Other			--	--	--	--	--	--	--	--
Heritage assets		--	--	--	--	--	--	--	--	--
Buildings			--	--	--	--	--	--	--	--
Other			--	--	--	--	--	--	--	--
Investment properties		--	--	--	--	--	--	--	--	--
Housing development			--	--	--	--	--	--	--	--
Other			--	--	--	--	--	--	--	--
Other assets		--	13 875	13 875	243	1 005	5 781	4 776	82.6%	13 875
General vehicles			4 550	4 550	211	842	1 896	1 053	55.6%	4 550
Specialised vehicles			--	--	--	--	--	--	--	--
Plant & equipment			5 000	5 000	--	0	2 083	2 083	100.0%	5 000
Computers - hardware/equipment			--	--	--	--	--	--	--	--
Furniture and other office equipment			50	50	--	0	21	20	98.1%	50
Abattoirs			--	--	--	--	--	--	--	--
Markets			--	--	--	--	--	--	--	--
Civic Land and Buildings			--	--	--	--	--	--	--	--
Other Buildings			399	399	30	98	166	69	41.2%	399
Other Land			--	--	--	--	--	--	--	--
Surplus Assets - (Investment or Inventory)			--	--	--	--	--	--	--	--
Other			3 876	3 876	2	64	1 615	1 551	96.0%	3 876
Agricultural assets		--	--	--	--	--	--	--	--	--
List sub-class			--	--	--	--	--	--	--	--
Biological assets		--	--	--	--	--	--	--	--	--
List sub-class			--	--	--	--	--	--	--	--
Intangibles		--	--	--	--	--	--	--	--	--
Computers - software & programming			--	--	--	--	--	--	--	--
Other			--	--	--	--	--	--	--	--
Total Repairs and Maintenance Expenditure		--	54 450	54 450	891	4 218	22 688	18 470	81.4%	54 450

- Repairs and Maintenance have a slow spending when compared to the year to date budget.
- Plant and Equipment refers to the purification plants and equipment.

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

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M05 November

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		-	299 336	299 336	96 614	213 633	124 723	88 910	71%	299 336
Executive and council		-	41 140	41 140	-	-	17 142	(17 142)	-100%	41 140
Budget and treasury office		-	258 196	258 196	96 614	213 633	107 582	106 052	99%	258 196
Corporate services		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	6 317	6 317	-	-	2 632	(2 632)	-100%	6 317
Planning and development		-	6 317	6 317	-	-	2 632	(2 632)	-100%	6 317
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	408 408	408 408	49 795	151 926	170 170	(18 244)	-11%	408 408
Electricity		-	-	-	-	-	-	-	-	-
Water		-	391 810	391 810	48 473	145 012	163 254	(18 242)	-11%	391 810
Waste water management		-	16 598	16 598	1 322	6 914	6 916	(2)	0%	16 598
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	-	714 061	714 061	146 409	365 560	297 525	68 034	23%	714 061
Expenditure - Standard										
<i>Governance and administration</i>		-	189 666	189 666	7 436	29 955	79 028	(49 072)	-62%	189 666
Executive and council		-	49 743	49 743	1 488	6 904	20 726	(13 822)	-67%	49 743
Budget and treasury office		-	104 843	104 843	2 714	8 918	43 685	(34 766)	-80%	104 843
Corporate services		-	35 080	35 080	3 233	14 132	14 617	(484)	-3%	35 080
<i>Community and public safety</i>		-	11 099	11 099	1 591	5 349	4 625	724	16%	11 099
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	11 099	11 099	1 591	5 349	4 625	724	16%	11 099
<i>Economic and environmental services</i>		-	26 939	26 939	1 542	7 218	11 225	(4 007)	-36%	26 939
Planning and development		-	26 939	26 939	1 542	7 218	11 225	(4 007)	-36%	26 939
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	238 884	238 884	24 112	88 459	99 535	(11 076)	-11%	238 883
Electricity		-	-	-	-	-	-	-	-	-
Water		-	235 956	235 956	24 087	87 796	98 315	(10 519)	-11%	235 956
Waste water management		-	2 928	2 928	25	663	1 220	(557)	-46%	2 928
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	-	466 588	466 588	34 681	130 981	194 412	(63 431)	-33%	466 587
Surplus/ (Deficit) for the year		-	247 473	247 473	111 728	234 579	103 114	131 465	127%	247 474

Table 5: Table 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) - M05 November

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - COUNCIL	1	-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
Vote 9 - MUNICIPAL MANGER		-	41 140	41 140	-	-	17 142	(17 142)	-100.0%	41 140
Vote 10 - TREASURY		-	258 196	258 196	96 614	213 633	107 582	106 051	98.6%	258 196
Vote 11 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 12 - WATER SERVICES		-	201 951	201 951	20 851	55 711	84 146	(28 436)	-33.3%	201 951
Vote 13 - SOCIAL AND ECONOMIC SERVICES		-	717	717	-	-	299	(299)	-100.0%	717
Vote 14 - TECHNICAL SERVICES		-	212 057	212 057	28 944	96 216	88 357	7 859	8.9%	212 057
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	714 061	714 061	146 409	365 560	297 525	68 034	22.9%	714 061
Expenditure by Vote										
Vote 1 - COUNCIL	1	-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - PLANNING AND ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - WATER AND SANITATION SERVICES		-	-	-	-	-	-	-	-	-
Vote 9 - MUNICIPAL MANGER		-	49 743	49 743	1 488	6 904	20 726	(13 822)	-66.7%	49 743
Vote 10 - TREASURY		-	104 843	104 843	2 714	8 918	43 685	(34 766)	-79.6%	104 843
Vote 11 - CORPORATE SERVICES		-	35 080	35 080	3 233	14 132	14 617	(484)	-3.3%	35 080
Vote 12 - WATER SERVICES		-	231 077	231 077	23 698	85 027	96 282	(11 255)	-11.7%	231 077
Vote 13 - SOCIAL AND ECONOMIC SERVICES		-	38 039	38 039	3 133	12 600	15 850	(3 250)	-20.5%	38 039
Vote 14 - TECHNICAL SERVICES		-	7 806	7 806	414	3 398	3 252	146	4.5%	7 806
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	466 588	466 588	34 681	130 981	194 412	(63 431)	-32.6%	466 588
Surplus/ (Deficit) for the year	2	-	247 473	247 473	111 728	234 579	103 114	131 465	127.5%	247 473

Part 2 – Supporting Documentation

1. DEBTOR'S AGE ANALYSIS

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2014/15								Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.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	18 632	-	6 151	8 340	8 912	453 862			495 898	471 115		
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	22	-	-	9	-	5 493			5 524	5 502		
Total By Income Source	2000	18 654	-	6 151	8 349	8 912	459 355	-	-	501 421	476 616	-	-
2013/14 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 045	-	-	133	114	1 551			3 843	1 798		
Commercial	2300	837	-	432	210	688	13 523			15 690	14 420		
Households	2400	15 751	-	5 718	7 997	8 110	438 788			476 365	454 896		
Other	2500	22	-	-	9	-	5 493			5 524	5 502		
Total By Customer Group	2600	18 654	-	6 151	8 348	8 912	459 355	-	-	501 421	476 616	-	-

The Municipality has a total amount of R501 421 000 for outstanding debtors. This includes R5 524 000 for sundry debtors

PAYMENTS VS BILLING 31 NOVEMBER 2014

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 30 NOVEMBER 2014				
MONTH	BILLING	MONTHS	PAYMENTS	RECOVERY RATE %
JUNE 2014	9 595 581.43	JULY 2014	6 020 425.52	62.74%
JULY 2014	11 685 112.67	AUGUST 2014	6 110 030.11	52.29%
AUGUST 2014	21 035 993.75	SEPTEMBER 2014	6 209 513.43	29.52%
SEPTEMBER 2014	13 957 068.73	OCTOBER 2014	6 735 518.00	48.26%
OCTOBER 2014	8 912 018.19	NOVEMBER 2014	7 560 916.92	84.84%
	65 185 774.77		32 636 403.98	50.07%
TOTALS				
BILLING - JUNE 2014 TO OCTOBER 2014	65 185 774.77			
PAYMENTS -NOVEMBER 2014			32 636 403.98	
DIFFERENCE			32 549 370.79	50.07%

➤ The above illustrates monthly collection rate.

2. CREDITORS AGE ANALYSIS

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

Description	NT Code	Budget Year 2014/15								Total	
		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		
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	1 069			-	35 144					36 213
Auditor General	0800										-
Other	0900										-
Total By Customer Type	1000	1 069	-	-	-	35 144	-	-	-	-	36 213

3. SALARIES AND ALLOWANCES

DC23 Uthukela - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November

Summary of Employee and Councillor remuneration	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			3 404	3 404	272	1 324	1 418	(94)	-7%	3 404
Pension and UIF Contributions							-	-		
Medical Aid Contributions							-	-		
Motor Vehicle Allowance			1 034	1 034	86	426	431	(5)	-1%	1 034
Cellphone Allowance			181	181	15	73	75	(2)	-3%	181
Housing Allowances								-		
Other benefits and allowances								-		
Sub Total - Councillors		-	4 619	4 619	373	1 823	1 925	(101)	-5%	4 619
% increase	4									
Senior Managers of the Municipality										
Basic Salaries and Wages			6 663	6 663	553	2 765	2 776	(11)	0%	6 663
Pension and UIF Contributions							-	-		
Medical Aid Contributions							-	-		
Overtime							-	-		
Performance Bonus			666	666			278	(278)	-100%	6 660
Motor Vehicle Allowance							-	-		
Cellphone Allowance							-	-		
Housing Allowances							-	-		
Other benefits and allowances							-	-		
Payments in lieu of leave							-	-		
Long service awards							-	-		
Post-retirement benefit obligations							-	-		
Sub Total - Senior Managers of Municipality		-	7 329	7 329	553	2 765	3 054	(288)	-9%	7 323
% increase	4									
Other Municipal Staff										
Basic Salaries and Wages			104 820	104 820	7 057	32 399	43 675	(11 276)	-26%	104 820
Pension and UIF Contributions			14 194	14 194	978	5 707	5 914	(207)	-3%	14 194
Medical Aid Contributions			5 020	5 020	296	1 507	2 092	(584)	-28%	5 020
Overtime			3 135	3 135	1 265	7 056	1 306	5 750	440%	3 135
Performance Bonus							-	-		
Motor Vehicle Allowance			9 965	9 965	597	2 883	4 152	(1 269)	-31%	9 965
Cellphone Allowance							-	-		
Housing Allowances			1 490	1 490	60	305	621	(316)	-51%	1 490
Other benefits and allowances			13 255	13 255	6 163	6 306	5 523	783	14%	13 255
Payments in lieu of leave			1 113	1 113	33	477	464	13	3%	1 113
Long service awards							-	-		
Post-retirement benefit obligations							-	-		
Sub Total - Other Municipal Staff		-	152 992	152 992	16 450	56 641	63 747	(7 106)	-11%	152 992
% increase	4									
Total Parent Municipality		-	164 940	164 940	17 376	61 229	68 725	(7 496)	-11%	164 934

5. GRANTS RECEIPTS

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November

Description	Ref	2013/14	Budget Year 2014/15							
		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:		-	300 978	300 978	100 154	219 030	125 408	89 676	71.5%	300 978
Local Government Equitable Share			286 962	286 962	95 654	209 243	119 568	89 676	75.0%	286 962
Finance Management			1 250	1 250	-	1 250	521	-	-	1 250
Municipal Systems Improvement			467	467	-	467	195	-	-	467
EPWP Incentive			3 299	3 299	-	1 320	1 375	-	-	3 299
Water Services Operating Subsidy			9 000	9 000	4 500	6 750	3 750	-	-	9 000
	3									
Provincial Government:		-	5 850	5 850	58	338	2 438	234	9.6%	5 850
Share Services			250	250	-	250	104	146	140.0%	250
Small Town Rehabilitation			5 600	5 600	-	-	2 333	-	-	5 600
LG SETA					58	88	-	88	#DIV/0!	
	4									
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Operating Transfers and Grants	5	-	306 828	306 828	100 212	219 368	127 845	89 910	70.3%	306 828
Capital Transfers and Grants										
National Government:		-	209 045	209 045	-	73 670	87 102	(11 714)	-13.4%	209 045
Municipal Infrastructure Grant (MIG)			177 319	177 319	-	64 396	73 883	(9 487)	-12.3%	177 319
Rural Households Infrastructure			4 124	4 124	-	-	1 718	-	-	4 124
RRAM			2 135	2 135	-	2 315	890	1 425	160.2%	2 135
Rural Households Infrastructure										
MSIG			467	467	-	467	195	272	140.0%	467
Regional Bulk Infrastructure			25 000	25 000	-	6 492	10 417	(3 925)	-37.7%	25 000
Provincial Government:		-	-	-	-	-	-	-	-	-
<i>Infrastructure Sport facilities</i>										
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Capital Transfers and Grants	5	-	209 045	209 045	-	73 670	87 102	(11 714)	-13.4%	209 045
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	515 873	515 873	100 212	293 038	214 947	78 196	38.4%	515 873

6. GRANTS EXPENDITURE

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

Description	Ref	2013/14	Budget Year 2014/15							
		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:		-	300 978	300 978	99 444	215 422	125 408	90 015	71.8%	300 978
Local Government Equitable Share			286 962	286 962	95 654	209 243	119 568	89 676	75.0%	286 962
Finance Management			1 250	1 250	209	402	521	(118)	-22.7%	1 250
Municipal Systems Improvement			467	467	9	94	195	(100)	-51.5%	467
EPWP Incentive			3 299	3 299	-	2 111	1 375	736	53.6%	3 299
Water Services Operating Subsidy			9 000	9 000	3 572	3 572	3 750	(178)	-4.8%	9 000
Provincial Government:		-	5 850	5 850	-	-	2 438	(2 438)	-100.0%	5 850
Share Services			250	250	-	-	104	(104)	-100.0%	250
Small Town Rehabilitation			5 600	5 600	-	-	2 333	(2 333)	-100.0%	5 600
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total operating expenditure of Transfers and Grants:		-	306 828	306 828	99 444	215 422	127 845	87 577	68.5%	306 828
Capital expenditure of Transfers and Grants										
National Government:		-	209 045	209 045	28 944	96 219	87 102	9 117	10.5%	209 045
Municipal Infrastructure Grant (MIG)			177 319	177 319	9 259	65 414	73 883	(8 469)	-11.5%	177 319
Rural Road Assets Management			2 135	2 135	598	846	890	(43)	-4.9%	2 135
Rural Households infrastructure			4 124	4 124	-	-	1 718	(1 718)	-100.0%	4 124
MSIG			467	467	-	-	195	(195)	-100.0%	467
Municipal WATER Infrastructure Grant Driefontein										
Regional Bulk Infrastructure			25 000	25 000	19 087	29 958	10 417	19 542	187.6%	25 000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	209 045	209 045	28 944	96 219	87 102	9 117	10.5%	209 045
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	515 873	515 873	128 388	311 641	214 947	96 694	45.0%	515 873

7. ROLL-OVER GRANTS

DC23 Uthukela - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M05 November

Description	Ref	Budget Year 2014/15				
		Approved Rollover 2013/14	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:						
Local Government Equitable Share		-	-	-	-	
Finance Management		-	-	-	-	
Municipal Systems Improvement		-	-	-	-	
EPWP Incentive		-	-	-	-	
Water Services Operating Subsidy		-	-	-	-	
Provincial Government:						
Share Services		-	-	-	-	
LG SETA		-	-	-	-	
District Municipality:						
[insert description]		-	-	-	-	
Other grant providers:						
[insert description]		-	-	-	-	
Total operating expenditure of Approved Roll-overs						
		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:						
Municipal Infrastructure Grant (MIG)		25 770	6 843	10 725	15 045	58.4%
RRAM		21 770	6 204	10 085	11 685	53.7%
Rural Households Infrastructure MSIG		4 000	640	640	3 360	84.0%
Regional Bulk Infrastructure		-	-	-	-	
Provincial Government:						
		-	-	-	-	
District Municipality:						
		-	-	-	-	
Other grant providers:						
		-	-	-	-	
Total capital expenditure of Approved Roll-overs						
		25 770	6 843	10 725	15 045	58.4%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS						
		25 770	6 843	10 725	15 045	58.4%

Prepared by: 

Manager: Expenditure

Checked by: 

Senior Manager: Finance

Reviewed by: 

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 November 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 stylized initials and a surname, is written over a horizontal line. The signature is circled with a hand-drawn oval.

Date

10-12-2014