



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT
FEBRUARY 2019

Table of Contents

PART 1 – MONTHLY IN-YEAR MONITORING BUDGET

- 1.1 MAYOR'S REPORT
- 1.2 COUNCIL RESOLUTIONS
- 1.3 EXECUTIVE SUMMARY
- 1.4 IN- YEAR BUDGET TABLES

PART 2 – SUPPORTING DOCUMENTATION

- 2.1 DEBTORS AGE ANALYSIS
- 2.2 CREDITORS AGE ANALYSIS
- 2.3 COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS
- 2.4 INVESTMENTS AND BANK BALANCES
- 2.5 ALLOCATION OF GRANT RECIEPTS
- 2.6 ALLOCATION OF GRANT EXPENDITURE
- 2.7 MUNICIPAL MANAGERS QUALITY CERTIFICATE

Part 1 – Annual Budget

1.1 Mayor's Report

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

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

1.2 Council Resolutions

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

1.3 Executive Summary

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

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

The municipality is also embarking on assuring that all grants are spent during the 2018/19 financial year.

1.4 In - Year Budget tables

TABLE 1: C4 – Monthly Budget Statements – Financial Performance

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

Description	Ref	Budget Year 2018/19								
		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		151,993	260,645	260,645	23,732	174,987	173,764	1,223	1%	260,645
Service charges - sanitation revenue		17,253	31,019	31,019	1,279	11,119	20,680	(9,560)	-46%	31,019
Service charges - refuse revenue			-	-			-	-		
Service charges - other							-	-		
Rental of facilities and equipment							-	-		
Interest earned - external investments		4,192	6,572	6,572	621	4,091	4,381	(291)	-7%	6,572
Interest earned - outstanding debtors		43,393	50,456	50,456	4,982	151,174	33,637	117,536	349%	50,456
Dividends received							-	-		
Fines, penalties and forfeits			50	50	-	17	33	(16)	-49%	50
Licences and permits							-	-		
Agency services							-	-		
Transfers and subsidies		368,613	405,533	405,533	774	4,822	270,355	(265,533)	-98%	405,533
Other revenue		12,710	4,098	4,098	8,170	16,652	2,732	13,919	509%	4,098
Gains on disposal of PPE							-	-		
Total Revenue (excluding capital transfers and contributions)		598,154	758,374	758,374	39,559	362,861	505,583	(142,722)	-28%	758,374
Expenditure By Type										
Employee related costs		253,203	271,837	271,837	23,191	190,352	181,224	9,128	5%	271,837
Remuneration of councillors		6,550	8,156	8,156	570	4,404	5,437	(1,033)	-19%	8,156
Debt impairment		128,481	136,628	136,628	-	109,459	91,086	18,373	20%	136,628
Depreciation & asset impairment		68,222	86,634	86,634	-	37,659	57,756	(20,097)	-35%	86,634
Finance charges		2,789	561	561	22	152	374	(222)	-59%	561
Bulk purchases		3,440	6,586	6,586	-	-	4,391	(4,391)	-100%	6,586
Other materials		-	16,023	16,023	1,132	4,346	10,682	(6,335)	-59%	16,023
Contracted services		88,701	117,869	117,869	4,336	35,855	78,579	(42,724)	-54%	117,869
Transfers and subsidies			1,000	1,000	212	535	667	(132)	-20%	1,000
Other expenditure		141,542	74,815	74,815	7,815	56,738	49,877	6,861	14%	74,815
Loss on disposal of PPE							-	-		
Total Expenditure		692,928	720,109	720,109	37,279	439,501	480,073	(40,572)	-8%	720,109
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(94,774)	38,265	38,265	2,280	(76,640)	25,510	(102,150)	(0)	38,265
(monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Transfers and subsidies - capital (in-kind - all)		300,959	407,804	407,804	5,086	139,781	271,869	(132,089)	(0)	407,804
Surplus/(Deficit) after capital transfers & contributions		206,185	446,069	446,069	7,366	63,141	297,379	-	-	446,069
Taxation										
Surplus/(Deficit) after taxation		206,185	446,069	446,069	7,366	63,141	297,379	-	-	446,069
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		206,185	446,069	446,069	7,366	63,141	297,379	-	-	446,069
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		206,185	446,069	446,069	7,366	63,141	297,379	-	-	446,069

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
- Capital grant transfers recognised R139 million at the end of February 2019.
- Total operating expenditure is at R 439 million at the end of February 2019.
- The Service charged – Water R174 million has been billed at the end of February 2019.
- The Service charges – Sanitation R11 million has been billed at the end of February 2019.

Table 2: C5 – Monthly Budget Statements – Capital Expenditure

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

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08									
Vote Description	2017/18	Budget Year 2018/19							
	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	-	-	-	-	-	-	-	-	-
200 - CORPORATE SERVICES	-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY	-	27	27	-	10	18	(8)	-44%	27
405 - SOCIAL SERVICES(PLANNING&ECC	-	-	-	-	-	-	-	-	-
408 - WSA& HEALTH SERVICES	-	-	-	-	-	-	-	-	-
500 - WATER, SANITATION AND TECHNIO	-	407,804	407,804	5,086	134,695	271,869	(137,174)	-50%	407,804
Total Capital single-year expenditure	-	407,831	407,831	5,086	134,705	271,887	(137,182)	-50%	407,831
Total Capital Expenditure	-	407,831	407,831	5,086	134,705	271,887	(137,182)	-50%	407,831
Capital Expenditure - Functional Classification									
Governance and administration	-	27	27	-	10	18	(8)	-44%	27
Executive and council									
Finance and administration		27	27		10	18	(8)	-44%	27
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	-	407,804	407,804	5,086	139,781	271,869	(132,089)	-49%	407,804
Energy sources									
Water management		407,804	407,804	5,086	139,781	271,869	(132,089)	-49%	407,804
Waste water management									
Waste management									
Other									
Total Capital Expenditure - Functional Clas	-	407,831	407,831	5,086	139,791	271,887	(132,097)	-49%	407,831
Funded by:									
National Government	300,959	407,804	407,804	5,086	139,781	271,869	(132,089)	-49%	407,804
Provincial Government									
District Municipality									
Other transfers and grants									
Transfers recognised - capital	300,959	407,804	407,804	5,086	139,781	271,869	(132,089)	-49%	407,804
Public contributions & donations									
Borrowing									
Internally generated funds		27	27		10	18	(8)	-44%	27
Total Capital Funding	300,959	407,831	407,831	5,086	139,791	271,887	(132,097)	-49%	407,831

➤ As depicted above capital expenditure amounting to R139 million recorded at the month of February 2019.

Table 3: SC13 Repairs and maintenance per asset class

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08

Description	2017/18	Budget Year 2018/19							
	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	18,903	28,579	28,579	567	6,349	19,053	12,704	66.7%	28,579
Water Supply Infrastructure	18,903	28,579	28,579	567	6,349	19,053	12,704	66.7%	28,579
Dams and Weirs							-		
Boreholes							-		
Reservoirs	6,560	10,530	10,530	-	2,729	7,020	4,291	61.1%	10,530
Pump Stations	11,560	15,795	15,795	567	3,334	10,530	7,196	68.3%	15,795
Water Treatment Works	-	1,000	1,000	-	-	667	667	100.0%	1,000
Bulk Mains	782	1,254	1,254	-	286	836	550	65.8%	1,254
Other assets	98	316	316	-	36	211	175	82.9%	316
Operational Buildings	98	316	316	-	36	211	175	82.9%	316
Municipal Offices	98	316	316	-	36	211	175	82.9%	316
Computer Equipment	-	250	250	-	-	167	167	100.0%	250
Computer Equipment	-	250	250	-	-	167	167	100.0%	250
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment	729	627	627	-	-	418	418	100.0%	627
Machinery and Equipment	729	627	627	-	-	418	418	100.0%	627
Transport Assets	12,184	11,685	11,685	1,062	5,498	7,790	2,292	29.4%	11,685
Transport Assets	12,184	11,685	11,685	1,062	5,498	7,790	2,292	29.4%	11,685
Total Repairs and Maintenance Expenditure	31,913	41,457	41,457	1,629	11,883	27,638	15,755	57.0%	41,457

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

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

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February

Description	Ref	Budget Year 2018/19								
		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>		373,624	406,468	406,468	39,559	288,360	260,632	27,728	11%	406,468
Executive and council		57,781	62,083	62,083	-	-	31,042	(31,042)	-100%	62,083
Finance and administration		315,843	344,385	344,385	39,559	288,360	229,590	58,770	26%	344,385
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	50	50	-	17	33	(16)	-49%	50
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	50	50	-	17	33	(16)	-49%	50
<i>Economic and environmental services</i>		-	300	300	-	511	200	311	155%	300
Planning and development		-	300	300	-	511	200	311	155%	300
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		525,489	759,360	759,360	-	325,532	506,240	(180,708)	-36%	759,360
Energy sources		-	-	-	-	-	-	-	-	-
Water management		500,082	728,340	728,340	-	315,692	485,560	(169,869)	-35%	728,340
Waste water management		25,407	31,019	31,019	-	9,840	20,680	(10,839)	-52%	31,019
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	899,113	1,166,178	1,166,178	39,559	614,419	767,105	(152,686)	-20%	1,166,178
Expenditure - Functional										
<i>Governance and administration</i>		201,828	388,824	388,824	12,570	126,214	259,216	(133,002)	-51%	388,824
Executive and council		50,026	63,551	63,551	4,613	34,573	42,367	(7,795)	-18%	63,551
Finance and administration		151,802	325,273	325,273	7,957	91,641	216,849	(125,207)	-58%	325,273
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		19,239	24,993	24,993	1,700	11,358	16,662	(5,304)	-32%	24,993
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		19,239	24,993	24,993	1,700	11,358	16,662	(5,304)	-32%	24,993
<i>Economic and environmental services</i>		19,364	22,932	22,932	1,601	14,352	15,288	(936)	-6%	22,932
Planning and development		19,364	22,932	22,932	1,601	14,352	15,288	(936)	-6%	22,932
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		452,497	283,360	283,360	21,408	178,118	188,907	(10,789)	-6%	283,360
Energy sources		-	-	-	-	-	-	-	-	-
Water management		451,809	282,244	282,244	21,408	178,118	188,162	(10,044)	-5%	282,244
Waste water management		688	1,116	1,116	-	-	744	(744)	-100%	1,116
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	692,928	720,109	720,109	37,279	330,042	480,073	(150,031)	-31%	720,109
Surplus/ (Deficit) for the year		206,185	446,069	446,069	2,280	284,377	287,032	(2,655)	-1%	446,069

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

DC23 Uthukela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M08 February

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
105 - MUNICIPAL MANAGER	1	57,781	62,083	62,083	-	-	31,042	(31,042)	-100.0%	62,083
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY		315,843	344,385	344,385	39,559	288,360	229,590	58,770	25.6%	344,385
405 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	300	300	-	511	200	311	155.3%	300
408 - WSA& HEALTH SERVICES		-	50	50	-	17	33	(16)	-49.0%	50
500 - WATER, SANITATION AND TECHNICAL SERVICES		525,489	759,360	759,360	-	325,532	506,240	(180,708)	-35.7%	759,360
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	899,113	1,166,178	1,166,178	39,559	614,419	767,105	(152,686)	-19.9%	1,166,178
Expenditure by Vote										
105 - MUNICIPAL MANAGER	1	50,026	63,551	63,551	4,613	34,573	42,367	(7,795)	-18.4%	63,551
200 - CORPORATE SERVICES		46,965	48,051	48,051	4,287	25,421	32,034	(6,613)	-20.6%	48,051
300 - BUDGET AND TREASURY		104,837	277,222	277,222	3,671	66,220	184,814	(118,594)	-64.2%	277,222
405 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		19,364	22,932	22,932	1,601	14,352	15,288	(936)	-6.1%	22,932
408 - WSA& HEALTH SERVICES		19,239	24,993	24,993	1,700	11,358	16,662	(5,304)	-31.8%	24,993
500 - WATER, SANITATION AND TECHNICAL SERVICES		452,497	283,360	283,360	21,408	178,118	188,907	(10,789)	-5.7%	283,360
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	692,928	720,109	720,109	37,279	330,042	480,073	(150,031)	-31.3%	720,109
Surplus/ (Deficit) for the year	2	206,185	446,069	446,069	2,280	284,377	287,032	(2,655)	-0.9%	446,069

Part 2 – Supporting Documentation

2.1.1 Table 6: SC3 Debtors Age Analysis

➤ The Municipality has a total amount of R 948 million of outstanding debt.

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

Description	Budget Year 2018/19									
	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	Total over 90
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	15,216	21,833	13,338	24,032	57,124	19,057	17,896	780,212	948,709	898,321
Trade and Other Receivables from Exchange Transactions - Electricity									-	-
Receivables from Non-exchange Transactions - Property Rates									-	-
Receivables from Exchange Transactions - Waste Water Management									-	-
Receivables from Exchange Transactions - Waste Management									-	-
Receivables from Exchange Transactions - Property Rental Debtors									-	-
Interest on Arrear Debtor Accounts									-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other	138	74	(7)	(6)	19	-			218	13
Total By Income Source	15,354	21,907	13,332	24,026	57,143	19,057	17,896	780,212	948,927	898,334
2017/18 - totals only									-	-
Debtors Age Analysis By Customer Group										
Organs of State	2,959	1,717	998	1,401	6,008	502	1,075	19,379	34,040	28,365
Commercial	(6,586)	3,322	(3,061)	7,376	15,530	3,107	1,062	34,134	54,884	61,209
Households	18,843	16,794	15,401	15,255	35,586	15,448	15,759	726,700	859,785	808,747
Other	138	74	(7)	(6)	19	-			218	13
Total By Customer Group	15,354	21,907	13,332	24,026	57,143	19,057	17,896	780,212	948,927	898,334

➤ The collection rate for 28 February 2019

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 28 FEBRUARY 2019					
MONTH	BILLING	MONTHS	RECIEPTS	RECOVERY RATE	
June 2018	27,665,055.03	July 2018	7,368,004.69	27%	
July 2018	28,747,599.55	August 2018	10,205,364.11	35%	
August 2018	20,935,908.76	September 2018	10,652,597.97	51%	
September 2018	23,556,281.37	October 2018	17,966,279.90	76%	
October 2018	24,678,929.20	November 2018	9,642,803.08	39%	
November 2018	38,059,371.57	December 2018	8,366,386.49	22%	
December 2018	20,661,189.24	January 2019	9,910,337.88	47.97%	
January 2019	26,917,810.53	February 2019	10,487,244.88	38.96%	
February 2019	25,010,522.83			0.00%	
	208,567,613.05		84,599,019.00	41%	
TOTALS					
BILLING - JULY 2018- FEBRUARY 2019		208,567,613.05			
RECIEPTS - JULY 2018- FEBRUARY 2019		84,599,019.00			
DIFFERENCE		123,968,594.05		41%	

2.2 Table 8: SC4 Aged Creditors

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February							
Description	NT Code	Budget Year 2018/19					Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	
R thousands							
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	2,313	9,916	1,417	1,992	30,060	45,698
Auditor General	0800						-
Other	0900						-
Total By Customer Type	1000	2,313	9,916	1,417	1,992	30,060	45,698

➤ The list of top ten outstanding creditors.

Payee	90days	120+	Total Amount
BIG MAC PLANT & CIVIL		2,708,362.66	2,708,362.66
PHILANABANTU TRADING		2,403,433.96	2,403,433.96
APHIGUGU TRADING		2,056,454.26	2,056,454.26
PHEKAPHANSI TRADING		1,797,098.67	1,797,098.67
MSIZI MAJOLA TRADING		1,534,104.00	1,534,104.00
BONAKUDE CONSULTING	103,486.05	1,184,242.40	1,287,728.45
SIZIKHULELE TRADING		1,276,400.51	1,276,400.51
LUNASIS IDEAS		1,234,233.00	1,234,233.00
SIBABULI		1,047,384.00	1,047,384.00
UVALO		968,000.00	968,000.00

2.4.1 Table 10: Investments and Bank Balances

DC23 Uthukela - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M08 February	
Investments by maturity Name of institution & investment ID	Market value at end of the month
R thousands	
Municipality	
FNB	26,486
NEDBANK	-
INVESTEC	57,603
ABSA	20,586
TOTAL INVESTMENTS AND INT	104,675

Bank Balances

The following reflects bank balances at 28 February 2019

DESCRIPTION	NOVEMBER	DECEMBER	JANUARY	FEBRUARY
FNB MAIN ACCOUNT 62252306280	7 634 668.42	31 483 823.00	14 277 545.90	7 429 715.70
FNB WATER ACCOUNT 62253072385	0	0.00	0.00	0
	7 634 668.42	31 483 823.00	14 277 545.90	7 429 715.70
Total cash held	7 429 715.70			

Table 12: SC6 Grant Receipts

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M08 February

Description	2017/18	Budget Year 2018/19							
	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	405,233	405,233	4,653	244,715	270,155	13,365	4.9%	405,233
Local Government (Equitable Share)	304,535	335,399	335,399	-	236,964	223,599	13,365	6.0%	335,399
RSC Levy Replacement	57,033	56,441	56,441	-	-	37,627			56,441
Finance Management	1,795	1,545	1,545		1,545	1,030			1,545
EPWP Incentive	3,724	6,206	6,206	4,653	6,206	4,137			6,206
Special Support For Councillors		5,642	5,642			3,761			5,642
Other transfers and grants [insert description]									
Provincial Government:	1,154	300	4,300	-	4,300	2,867	1,100	38.4%	4,300
Shared Services	1,154	300	300		300	200	100	50.0%	300
Health subsidy			1,000	-	1,000	667			1,000
Raset Program			3,000	-	3,000	2,000	1,000	50.0%	3,000
Total Operating Transfers and Grants	368,241	405,533	409,533	4,653	249,015	273,022	14,465	5.3%	409,533
Capital Transfers and Grants									
National Government:	300,959	407,804	407,804	746	232,488	271,869	24,978	9.2%	407,804
Municipal Infrastructure Grant (MIG)	187,304	180,033	180,033	-	145,000	120,022	24,978	20.8%	180,033
Regional Bulk Infrastructure	28,672	142,283	142,283	-	40,000	94,855			142,283
Rural Road Asset management	2,483	2,488	2,488	746	2,488	1,659			2,488
Water Services Infrastructure Grant	82,500	83,000	83,000	-	45,000	55,333			83,000
Total Capital Transfers and Grants	300,959	407,804	407,804	746	232,488	271,869	24,978	9.2%	407,804
TOTAL RECEIPTS OF TRANSFERS & GRANTS	669,201	813,337	817,337	5,399	481,503	544,891	39,443	7.2%	817,337

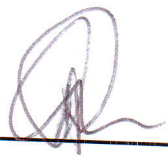
Table 13: SC7 Grant Expenditure

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 February

Description	2017/18	Budget Year 2018/19							
	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	405,233	405,233	774	241,786	270,155	(28,369)	-10.5%	405,233
Local Government Equitable Share	304,535	335,399	335,399	-	236,964	223,599	13,365	6.0%	335,399
RSC Levy Replacement	57,033	56,441	56,441	-	-	37,627	(37,627)	-100.0%	56,441
Finance Management	1,795	1,545	1,545	384	1,545	1,030	515	50.0%	1,545
EPWP Incentive	3,724	6,206	6,206	390	3,277	4,137	(860)	-20.8%	6,206
Special Support For Councillors		5,642	5,642			3,761	(3,761)	-100.0%	5,642
Other transfers and grants [insert description]							-		
Provincial Government:	1,154	300	4,300	-	300	2,867	(2,567)	-89.5%	4,300
Shared Services	1,154	300	300	-	300	200	100	50.0%	300
Nodal Plant Grant			1,000	-	-	667	(667)	-100.0%	1,000
Raset Programme			3,000			2,000	(2,000)	-100.0%	3,000
Total operating expenditure of Transfers and Grants	368,241	405,533	409,533	774	242,086	273,022	(30,936)	-11.3%	409,533
Capital expenditure of Transfers and Grants									
National Government:	300,959	407,804	407,804	5,086	139,781	271,869	(132,089)	-48.6%	407,804
Municipal Infrastructure Grant (MIG)	187,304	180,033	180,033	2,842	89,586	120,022	(30,436)	-25.4%	180,033
Regional Bulk Infrastructure	28,672	142,283	142,283	-	15,454	94,855	(79,402)	-83.7%	142,283
Roral Road Asset Management	2,483	2,488	2,488	-	-	1,659	(1,659)	-100.0%	2,488
Water Services Infrastructure Grant	82,500	83,000	83,000	2,244	34,741	55,333	(20,592)	-37.2%	83,000
Total capital expenditure of Transfers and Grants	300,959	407,804	407,804	5,086	139,781	271,869	(132,089)	-48.6%	407,804
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	669,201	813,337	817,337	5,860	381,867	544,891	(163,025)	-29.9%	817,337

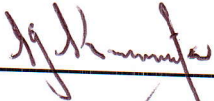
- R139 million was spent in capital grants
- R241 million has been spent in operating grants

Prepared by:



Accountant: Budget

Reviewed by:



Senior Manager Finance

Approved by:



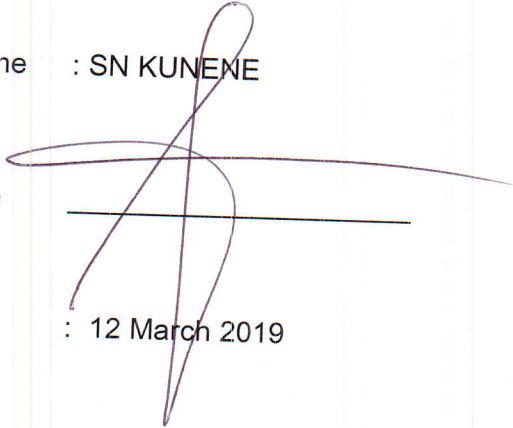
Chief Financial Officer

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 and February 2019 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : SN KUNENE

Signature

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke, written over a solid horizontal line.

Date : 12 March 2019