

UTHUKELA

**UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY**

SECTION 71 REPORT

AUGUST 2022

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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 months of August 2022.

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 2022/23 financial year.

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Vote Description	Ref	Budget Year 2022/23								
		2021/22 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		228,821	262,441	262,441	19,594	65,370	43,740	21,630	49%	262,441
Service charges - sanitation revenue		18,779	19,135	19,135	1,371	2,790	3,189	(400)	-13%	19,135
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		3,922	-	6,463	649	649	-	649	#DIV/0!	-
Interest earned - outstanding debtors		36,488	39,376	39,376	4,200	8,089	6,563	1,526	23%	39,376
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		516,101	576,150	576,150	-	210,565	96,025	114,540	119%	576,150
Other revenue		74,269	1,133	1,306	110	3,969	189	3,780	2001%	1,133
Gains		319	-	-	-	-	-	-	-	-
		878,710	898,235	904,871	25,924	291,432	149,706	141,726	95%	898,235
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		366,528	338,166	361,120	27,812	52,927	56,361	(3,434)	-6%	338,166
Remuneration of councillors		6,463	5,920	6,371	554	1,122	987	135	14%	5,920
Debt impairment		127,571	100,088	100,088	-	-	16,681	(16,681)	-100%	100,088
Depreciation & asset impairment		90,564	14,381	77,983	-	-	2,397	(2,397)	-100%	14,381
Finance charges		3,849	1,085	1,085	2	2	181	(179)	-99%	1,085
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		64,822	83,862	130,162	-	149	13,977	(13,828)	-99%	83,862
Contracted services		158,830	119,767	147,641	3,491	4,862	19,961	(15,099)	-76%	119,767
Transfers and subsidies		-	3,120	3,120	-	-	520	(520)	-100%	3,120
Other expenditure		182,506	44,763	152,858	1,897	2,648	7,460	(4,812)	-65%	44,763
Losses		-	-	-	-	-	-	-	-	-
		1,001,132	711,151	980,427	33,557	61,710	118,525	(56,815)	-48%	711,151
Total Expenditure										
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(122,422)	187,084	(75,556)	(7,633)	229,722	31,181	198,541	0	187,084
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		294,761	263,689	263,689	-	-	43,948	(43,948)	(0)	263,689
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		172,339	450,773	188,133	(7,633)	229,722	75,129			450,773
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		172,339	450,773	188,133	(7,633)	229,722	75,129			450,773
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		172,339	450,773	188,133	(7,633)	229,722	75,129			450,773
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		172,339	450,773	188,133	(7,633)	229,722	75,129			450,773

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including capi	1,173,471	1,161,924	1,168,560	25,924	291,432	193,654				1,161,924
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DC23 Uthukela - Table CS Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	1,150	1,150	-	-	192	(192)	-100%	1,150
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		0	212,690	263,690	-	-	35,448	(35,448)	-100%	212,690
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	0	213,840	264,840	-	-	35,640	(35,640)	-100%	213,840
Total Capital Expenditure		0	213,840	264,840	-	-	35,640	(35,640)	-100%	213,840
Capital Expenditure - Functional Classification										
Governance and administration		-	1,150	1,150	-	-	192	(192)	-100%	1,150
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	1,150	1,150	-	-	192	(192)	-100%	1,150
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		0	212,690	263,690	-	-	35,448	(35,448)	-100%	212,690
Energy sources		-	-	-	-	-	-	-	-	-
Water management		0	212,690	263,690	-	-	35,448	(35,448)	-100%	212,690
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	0	213,840	264,840	-	-	35,640	(35,640)	-100%	213,840
Funded by:										
National Government		0	212,690	263,690	-	-	35,448	(35,448)	-100%	212,690

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		0	212,690	263,690	-	-	35,448	(35,448)	-100%	212,690
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	1,150	1,150	-	-	192	(192)	-100%	1,150
Total Capital Funding		0	213,840	264,840	-	-	35,640	(35,640)	-100%	213,840

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment
3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
4. Include expenditure on investment property, intangible and biological assets
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

check balance

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02 August

Description	Ref	Budget Year 2022/23								
		2021/22 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		50,260	47,350	47,350	2,146	2,146	7,892	5,745	72.8%	47,350
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	272	272	-	-	45	45	100.0%	272
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	272	272	-	-	45	45	100.0%	272
Water Supply Infrastructure		50,260	47,078	47,078	2,146	2,146	7,846	5,700	72.6%	47,078
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		50,260	47,078	47,078	2,146	2,146	7,846	5,700	72.6%	47,078
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02 August

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<i>Revelments</i>		-	-	-	-	-	-	-	-	-
<i>Promenades</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<i>Data Centres</i>		-	-	-	-	-	-	-	-	-
<i>Core Layers</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Layers</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
<i>Halls</i>		-	-	-	-	-	-	-	-	-
<i>Centres</i>		-	-	-	-	-	-	-	-	-
<i>Crèches</i>		-	-	-	-	-	-	-	-	-
<i>Clinics/Care Centres</i>		-	-	-	-	-	-	-	-	-
<i>Fire/Ambulance Stations</i>		-	-	-	-	-	-	-	-	-
<i>Testing Stations</i>		-	-	-	-	-	-	-	-	-
<i>Museums</i>		-	-	-	-	-	-	-	-	-
<i>Galleries</i>		-	-	-	-	-	-	-	-	-
<i>Theatres</i>		-	-	-	-	-	-	-	-	-
<i>Libraries</i>		-	-	-	-	-	-	-	-	-
<i>Cemetaries/Crematoria</i>		-	-	-	-	-	-	-	-	-
<i>Police</i>		-	-	-	-	-	-	-	-	-
<i>Parks</i>		-	-	-	-	-	-	-	-	-
<i>Public Open Space</i>		-	-	-	-	-	-	-	-	-
<i>Nature Reserves</i>		-	-	-	-	-	-	-	-	-
<i>Public Ablution Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Markets</i>		-	-	-	-	-	-	-	-	-
<i>Stalls</i>		-	-	-	-	-	-	-	-	-
<i>Abattoirs</i>		-	-	-	-	-	-	-	-	-
<i>Airports</i>		-	-	-	-	-	-	-	-	-
<i>Taxi Ranks/Bus Terminals</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<i>Indoor Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
<i>Monuments</i>		-	-	-	-	-	-	-	-	-
<i>Historic Buildings</i>		-	-	-	-	-	-	-	-	-
<i>Works of Art</i>		-	-	-	-	-	-	-	-	-
<i>Conservation Areas</i>		-	-	-	-	-	-	-	-	-
<i>Other Heritage</i>		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
<i>Municipal Offices</i>		-	-	-	-	-	-	-	-	-
<i>Pay/Enquiry Points</i>		-	-	-	-	-	-	-	-	-
<i>Building Plan Offices</i>		-	-	-	-	-	-	-	-	-
<i>Workshops</i>		-	-	-	-	-	-	-	-	-
<i>Yards</i>		-	-	-	-	-	-	-	-	-
<i>Stores</i>		-	-	-	-	-	-	-	-	-
<i>Laboratories</i>		-	-	-	-	-	-	-	-	-
<i>Training Centres</i>		-	-	-	-	-	-	-	-	-
<i>Manufacturing Plant</i>		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02 August

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<i>Depots</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<i>Housing</i>		-	-	-	-	-	-	-	-	-
<i>Staff Housing</i>		-	-	-	-	-	-	-	-	-
<i>Social Housing</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<i>Biological or Cultivated Assets</i>		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
<i>Servitudes</i>		-	-	-	-	-	-	-	-	-
<i>Licences and Rights</i>		-	-	-	-	-	-	-	-	-
<i>Water Rights</i>		-	-	-	-	-	-	-	-	-
<i>Effluent Licenses</i>		-	-	-	-	-	-	-	-	-
<i>Solid Waste Licenses</i>		-	-	-	-	-	-	-	-	-
<i>Computer Software and Applications</i>		-	-	-	-	-	-	-	-	-
<i>Local Settlement Software Applications</i>		-	-	-	-	-	-	-	-	-
<i>Unspecified</i>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<i>Computer Equipment</i>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<i>Furniture and Office Equipment</i>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		8,971	-	-	-	-	-	-	-	-
<i>Machinery and Equipment</i>		8,971	-	-	-	-	-	-	-	-
Transport Assets		0	-	-	-	-	-	-	-	-
<i>Transport Assets</i>		0	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<i>Land</i>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<i>Zoo's, Marine and Non-biological Animals</i>		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	59,231	47,350	47,350	2,146	2,146	7,892	5,745	72.8%	47,350

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Functional										
<i>Governance and administration</i>		589,093	582,095	588,731	719	214,633	97,016	117,618	121%	582,095
Executive and council		319	-	-	-	-	-	-	-	-
Finance and administration		588,774	582,095	588,731	719	214,633	97,016	117,618	121%	582,095
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		(187)	-	-	-	-	-	-	-	-
Community and social services		(190)	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		3	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		584,565	579,829	579,829	25,205	76,798	96,638	(19,840)	-21%	579,829
Energy sources		-	-	-	-	-	-	-	-	-
Water management		584,565	579,829	579,829	25,205	76,798	96,638	(19,840)	-21%	579,829
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,173,471	1,161,924	1,168,560	25,924	291,432	193,654	97,778	50%	1,161,924
Expenditure - Functional										
<i>Governance and administration</i>		410,557	261,276	361,583	11,767	23,226	43,546	(20,320)	-47%	261,276
Executive and council		61,890	39,411	60,148	4,289	7,573	6,568	1,005	15%	39,411
Finance and administration		348,667	221,865	301,435	7,479	15,653	36,978	(21,325)	-58%	221,865
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		47,449	48,695	49,625	3,456	6,630	8,116	(1,486)	-18%	48,695
Community and social services		12,466	6,648	7,423	854	1,614	1,108	506	46%	6,648
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		34,983	42,047	42,203	2,603	5,016	7,008	(1,991)	-28%	42,047
<i>Economic and environmental services</i>		17,770	23,089	23,476	1,183	2,244	3,848	(1,604)	-42%	23,089
Planning and development		17,770	23,089	23,476	1,183	2,244	3,848	(1,604)	-42%	23,089
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		525,357	378,091	545,743	17,151	29,610	63,015	(33,405)	-53%	378,091
Energy sources		-	-	-	-	-	-	-	-	-
Water management		525,357	378,091	545,743	17,151	29,610	63,015	(33,405)	-53%	378,091
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1,001,132	711,151	980,427	33,557	61,710	118,525	(56,815)	-48%	711,151
Surplus/ (Deficit) for the year		172,339	450,773	188,133	(7,633)	229,722	75,129	154,593	206%	450,773

References

- Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
- Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement
- Total Expenditure by functional classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'
- All amounts must be classified under a functional classification (modified GFS). The GFS function 'Other' is only for Abattoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

DC23 Uthukela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

Vote Description	Ref	2021/22 Audited Outcome	Budget Year							
			Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - MAYOR AND MM		319	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		298	562	562	19	37	94	(56)	-60.2%	562
Vote 3 - BUDGET AND TREASURY		588,476	581,533	588,169	700	214,596	96,922	117,674	121.4%	581,533
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		(190)	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		3	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		584,565	579,829	579,829	25,205	76,798	96,638	(19,840)	-20.5%	579,829
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,173,471	1,161,924	1,168,560	25,924	291,432	193,654	97,778	50.5%	1,161,924
Expenditure by Vote	1									
Vote 1 - MAYOR AND MM		61,890	39,411	60,148	4,289	7,573	6,568	1,005	15.3%	39,411
Vote 2 - CORPORATE SERVICES		111,329	55,183	107,847	2,985	5,756	9,197	(3,441)	-37.4%	55,183
Vote 3 - BUDGET AND TREASURY		235,813	161,829	188,523	4,494	9,896	26,972	(17,075)	-63.3%	161,829
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30,235	29,737	30,899	2,037	3,857	4,956	(1,099)	-22.2%	29,737
Vote 5 - WSA& HEALTH SERVICES		36,508	46,900	47,268	2,603	5,016	7,817	(2,800)	-35.8%	46,900
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		525,357	378,091	545,743	17,151	29,610	63,015	(33,405)	-53.0%	378,091
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,001,132	711,151	980,427	33,557	61,710	118,525	(56,815)	-47.9%	711,151
Surplus/ (Deficit) for the year	2	172,339	450,773	188,133	(7,633)	229,722	75,129	154,593	205.8%	450,773

References

1. Insert 'Vote'; e.g. Department, if different to standard classification structure
2. Must reconcile to Monthly Budget Statement - Financial Performance Statement (standard classification)

**Table C4 - Budgeted Statement – Financial Performance (revenue and
expenditure)**

In - Year Budget tables

- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
- Total operating expenditure is at R61 million at the end of August 2022.
- The Service charged – Water R 65 million has been billed at the end of August 2022.
- The Service charges – Sanitation R2 million has been billed at the end of August 2022.

Table C5 – Monthly Budget Statements – Capital Expenditure

- As depicted above capital expenditure amounting to zero recorded at the month of August 2022.

Table SC13 Repairs and maintenance per asset class

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

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

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

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

Description	NT Code	Budget Year 2022/23										Total	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dya-1 Yr	Over 1Yr	Total	Total over 90 days				
R thousands															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	24,785	50,175	19,384	18,739	16,298	15,584	75,898	433,466	654,338	559,995	-	-		
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	1,568	1,241	994	939	951	902	4,128	28,007	38,730	34,927	-	-		
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-		
Interest on Aneer Debtor Accounts	1810	4,224	3,858	3,720	3,592	3,460	3,345	15,139	148,221	185,559	173,757	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-		
Other	1900	316	2,622	469	352	342	240	893	10,608	15,843	12,436	-	-		
Total By Income Source	2000	30,892	57,896	24,567	23,622	21,051	20,082	96,057	620,303	894,470	781,115	-	-		
2022/23 - totals only															
Debtors Age Analysis By Customer Group															
Organs of State	2200	4,163	2,721	4,075	3,974	1,271	1,108	5,902	24,119	47,354	36,375	-	-		
Commercial	2300	5,908	33,257	2,345	2,036	2,062	1,897	7,312	43,369	98,186	56,676	-	-		
Households	2400	20,802	21,918	18,147	17,612	17,719	17,076	82,842	552,815	748,930	688,064	-	-		
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-		
Total By Customer Group	2600	30,892	57,896	24,567	23,622	21,051	20,082	96,057	620,303	894,470	781,115	-	-		

DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands					
Municipality					
FNB	36,675	49	(30,200)		6,524
NEDBANK	40,732	153	(35,000)		5,886
INVESTEC	40,499	184			40,683
ABSA	68,247	356			68,603
STANDARD BANK	41,220	181			41,401
TOTAL INVESTMENTS AND INTEREST	227,372	-	(65,200)	-	163,096

TOP TEN CREDITORS ANALYSIS AS AT 31 AUGUST 2022

SUPPLIER	AMOUNT
UMNGENI WATER	214,139,723.48
DEPARTMENT OF WATER AND SANITATION	51,966,935.01
INKOSI LANGALIBALELE	18,119,113.45
TRANS UNION	6,440,754.20
DEVELOPMENT AGENCY	4,500,000.00
MGAZI ENGINEERING	4,060,457.92
WESBANK	2,500,000.00
LUNASISI IDEAS	2,304,384.25
NDULAMISO AQUA	1,974,843.24
YENGWENI ENTERPRISE	1,915,728.00

Part 2 – Supporting Documentation

Table SC3 Debtors Age Analysis

- The Municipality has a total amount of R 803 million of outstanding debt.

Bank Balances

Bank Balances				
The following reflects bank balances at 31 August 2022				
DESCRIPTION	MAY 2022	JUNE 2022	JULY 2022	AUGUST 2022
FNB MAIN ACCO	8,131,102.76	9,727,287.91	4,264,365.47	8,064,085.75
FNB WATER AC	0	0	0	0
	8,131,102.76	9,727,287.91	8,131,102.76	8,064,085.75
Total cash held	8,064,085.75			

Collection rate

YMENTS VS BILLING AS AT 31 AUGUST 2022				
MONTH	BILLING	MONTHS	RECIEPTS	RECOVERY RATE
June 2022	26,736,737.75	July 2022	7,491,754.17	28.02%
July 2022	28,769,128.16	August 2022	13,508,293.72	46.95%
	55,505,865.91		21,000,047.89	38%
TOTALS				
BILLING - JUNE 2022 - AUG 2022	55,505,865.91			
RECIEPTS - JUNE 2022- AUG 202	21,000,047.89			
DIFFERENCE		34,505,818.02		38%

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 August

Description	Ref	2021/22 Audited Outcome	Budget Year 2022/23							
			Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1.2									
Operating Transfers and Grants										
National Government:		58	33,576	36,238	2,821	2,821	5,596	(2,775)	-49.6%	33,576
Expanded Public Works Programme Integrated Grant		-	2,881	2,881	721	721	480	241	50.2%	2,881
Local Government Financial Management Grant		58	2,100	2,100	2,100	2,100	350	1,750	500.0%	2,100
Municipal Infrastructure Grant		-	28,595	28,595	-	-	4,766	(4,766)	-100.0%	28,595
Rural Road Asset Management Systems Grant		-	-	2,662	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	58	33,576	36,238	2,821	2,821	5,596	(2,775)	-49.6%	33,576
Capital Transfers and Grants										
National Government:		95,482	263,689	263,689	-	67,863	43,948	23,915	54.4%	263,689
Rural Road Asset Management Systems Grant		482	-	-	-	1,863	-	1,863	#DIV/0!	-
Municipal Infrastructure Grant		-	182,889	182,889	-	66,000	30,482	35,519	116.5%	182,889
Water Services Infrastructure Grant		95,000	80,800	80,800	-	-	13,467	(13,467)	-100.0%	80,800
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	0.0%	-
Other grant providers:		-	-	-	-	-	-	-	0.0%	-
Total Capital Transfers and Grants	5	95,482	263,689	263,689	-	67,863	43,948	23,915	54.4%	263,689
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	95,541	297,265	299,927	2,821	70,684	49,544	21,140	42.7%	297,265

References

1. Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
2. Grant expenditure must be separately listed for each grant received
3. Replacement of RSC levies
4. Housing subsidies for housing where ownership transferred
5. Total recurrent/capital grants and subsidies must reconcile to the 'Financial Performance' Statement

Table SC6 Grant Receipts

- **Capital Grants received to date totals to R67 million**

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August

Description	Ref	2021/22 Audited Outcome	Budget Year 2022/23							
			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:		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		-	-	-	-	-	-	-	-	-
Capital expenditure of Transfers and Grants										
National Government:		99,842	299,927	299,927	-	-	49,988	(49,988)	-100.0%	299,927
Municipal Infrastructure Grant		-	219,127	219,127	-	-	36,521	(36,521)	-100.0%	219,127
Regional Bulk Infrastructure Grant		16,024	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		83,818	80,800	80,800	-	-	13,467	(13,467)	-100.0%	80,800
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		99,842	299,927	299,927	-	-	49,988	(49,988)	-100.0%	299,927
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		99,842	299,927	299,927	-	-	49,988	(49,988)	-100.0%	299,927

References

Prepared by:



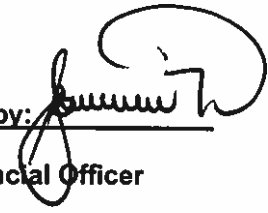
Budget Officer

Reviewed by:



Accountant Budget

Approved by:



Chief Financial Officer

2.7. Municipal Manager's quality certificate

I **Mpumelelo Bongani Mnguni**, Municipal Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for August 2022 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : M Mnguni

Signature _____

Date : 09 September 2022
