

**UTHUKELA**

**UMKHANDLU WESIFUNDA  
DISTRIKSMUNISIPALITEIT  
DISTRICT MUNICIPALITY**

## **SECTION 71 REPORT**

**SEPTEMBER 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 September 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) - M03 September

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
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		228,821	262,441	-	(6,784)	58,586	65,610	(7,024)	-11%	262,441
Service charges - sanitation revenue		18,779	19,135	-	1,317	4,107	4,784	(677)	-14%	19,135
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		3,922	6,463	-	924	1,573	1,616	(43)	-3%	6,463
Interest earned - outstanding debtors		36,488	39,376	-	4,090	12,179	9,844	2,335	24%	39,376
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		516,101	576,150	-	-	210,565	144,037	66,528	46%	576,150
Other revenue		74,269	1,306	-	7,691	11,660	327	11,333	3470%	1,306
Gains		319	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>878,710</b>	<b>904,871</b>	<b>-</b>	<b>7,237</b>	<b>298,669</b>	<b>226,218</b>	<b>72,451</b>	<b>32%</b>	<b>904,871</b>
<b>Expenditure By Type</b>										
Employee related costs		366,528	361,120	-	27,913	80,840	90,280	(9,440)	-10%	361,120
Remuneration of councillors		6,463	6,371	-	546	1,668	1,593	75	5%	6,371
Debt impairment		127,571	100,088	-	-	-	25,022	(25,022)	-100%	100,088
Depreciation & asset impairment		90,564	77,983	-	20,326	20,326	19,496	831	4%	77,983
Finance charges		3,849	1,085	-	-	2	271	(269)	-99%	1,085
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		64,822	130,162	-	2,237	2,386	32,540	(30,155)	-93%	130,162
Contracted services		158,830	147,641	-	11,767	16,629	36,910	(20,281)	-55%	147,641
Transfers and subsidies		-	3,120	-	-	-	780	(780)	-100%	3,120
Other expenditure		182,402	152,858	-	4,888	7,536	38,214	(30,678)	-80%	152,858
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1,001,029</b>	<b>980,427</b>	<b>-</b>	<b>67,678</b>	<b>129,388</b>	<b>245,107</b>	<b>(115,719)</b>	<b>-47%</b>	<b>980,427</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(122,319)	(75,556)	-	(60,440)	169,281	(18,889)	188,170	(0)	(75,556)
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	-	-	-	65,922	(65,922)	(0)	263,689
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>			<b>188,133</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>			<b>188,133</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>			<b>188,133</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>			<b>188,133</b>

**References**

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including capital transfers and subsidies 1,173,471 1,168,560 7,237 298,669 292,140 1,168,560

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

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
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	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 -		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	1,150	-	2	2	288	(286)	-99%	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	263,690	-	5,765	5,765	65,922	(60,157)	-91%	263,690
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	0	264,840	-	5,767	5,767	66,210	(60,443)	-91%	264,840
<b>Total Capital Expenditure</b>		0	264,840	-	5,767	5,767	66,210	(60,443)	-91%	264,840
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	1,150	-	2	2	288	(286)	-99%	1,150
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	1,150	-	2	2	288	(286)	-99%	1,150
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		0	263,690	-	5,765	5,765	65,922	(60,157)	-91%	263,690
Energy sources		-	-	-	-	-	-	-	-	-
Water management		0	263,690	-	5,765	5,765	65,922	(60,157)	-91%	263,690
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	0	264,840	-	5,767	5,767	66,210	(60,443)	-91%	264,840
<b>Funded by:</b>										
National Government		0	263,690	-	5,765	5,765	65,922	(60,157)	-91%	263,690

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

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)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		<b>0</b>	<b>263,690</b>	<b>-</b>	<b>5,765</b>	<b>5,765</b>	<b>65,922</b>	<b>(60,157)</b>	<b>-91%</b>	<b>263,690</b>
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	1,150	-	2	2	288	(286)	-99%	1,150
<b>Total Capital Funding</b>		<b>0</b>	<b>264,840</b>	<b>-</b>	<b>5,767</b>	<b>5,767</b>	<b>66,210</b>	<b>(60,443)</b>	<b>-91%</b>	<b>264,840</b>

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 - M03 September

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	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		50,260	47,350	-	5,383	7,529	11,837	4,308	36.4%	47,350
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	272	-	-	-	68	68	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	-	-	-	68	68	100.0%	272
Water Supply Infrastructure		50,260	47,078	-	5,383	7,529	11,770	4,240	36.0%	47,078
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		50,260	47,078	-	5,383	7,529	11,770	4,240	36.0%	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 - M03 September

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
<b>R thousands</b>	1									
<i>Revelments</i>		-	-	-	-	-	-	-	-	-
<i>Promenades</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Information and Communication Infrastructure</b>		-	-	-	-	-	-	-	-	-
<i>Data Centres</i>		-	-	-	-	-	-	-	-	-
<i>Core Layers</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Layers</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Community Facilities</b>		-	-	-	-	-	-	-	-	-
<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>Cemeteries/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>		-	-	-	-	-	-	-	-	-
<b>Sport and Recreation Facilities</b>		-	-	-	-	-	-	-	-	-
<i>Indoor Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
<i>Monuments</i>		-	-	-	-	-	-	-	-	-
<i>Historic Buildings</i>		-	-	-	-	-	-	-	-	-
<i>Works of Art</i>		-	-	-	-	-	-	-	-	-
<i>Conservation Areas</i>		-	-	-	-	-	-	-	-	-
<i>Other Heritage</i>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
<b>Revenue Generating</b>		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
<b>Non-revenue Generating</b>		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		-	-	-	-	-	-	-	-	-
<b>Operational Buildings</b>		-	-	-	-	-	-	-	-	-
<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 - M03 September

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
<b>R thousands</b>	<b>1</b>									
<u>Depots</u>		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<u>Housing</u>		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<u>Biological or Cultivated Assets</u>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<u>Intangible Assets</u>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<u>Computer Equipment</u>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<u>Furniture and Office Equipment</u>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<u>Machinery and Equipment</u>		8,971	-	-	-	-	-	-	-	-
Machinery and Equipment		8,971	-	-	-	-	-	-	-	-
<u>Transport Assets</u>		0	-	-	-	-	-	-	-	-
Transport Assets		0	-	-	-	-	-	-	-	-
<u>Land</u>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	<b>1</b>	<b>59,231</b>	<b>47,350</b>	<b>-</b>	<b>5,383</b>	<b>7,529</b>	<b>11,837</b>	<b>4,308</b>	<b>36.4%</b>	<b>47,350</b>

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

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
<b>R thousands</b>										
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		589,093	588,731	-	8,809	223,442	147,183	76,260	52%	588,731
Executive and council		319	-	-	-	-	-	-	-	-
Finance and administration		588,774	588,731	-	8,809	223,442	147,183	76,260	52%	588,731
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	-	(1,571)	75,227	144,957	(69,731)	-48%	579,829
Energy sources		-	-	-	-	-	-	-	-	-
Water management		584,565	579,829	-	(1,571)	75,227	144,957	(69,731)	-48%	579,829
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1,173,471</b>	<b>1,168,560</b>	<b>-</b>	<b>7,237</b>	<b>298,669</b>	<b>292,140</b>	<b>6,529</b>	<b>2%</b>	<b>1,168,560</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		410,557	361,583	-	11,793	35,019	90,396	(55,376)	-61%	361,583
Executive and council		61,890	60,148	-	2,618	10,191	15,037	(4,846)	-32%	60,148
Finance and administration		348,667	301,435	-	9,176	24,828	75,359	(50,530)	-67%	301,435
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		47,449	49,625	-	3,834	10,464	12,406	(1,942)	-16%	49,625
Community and social services		12,466	7,423	-	1,082	2,696	1,856	840	45%	7,423
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		34,983	42,203	-	2,752	7,768	10,551	(2,783)	-26%	42,203
<i>Economic and environmental services</i>		17,770	23,476	-	1,289	3,533	5,869	(2,336)	-40%	23,476
Planning and development		17,770	23,476	-	1,289	3,533	5,869	(2,336)	-40%	23,476
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		525,254	545,743	-	50,761	80,371	136,436	(56,064)	-41%	545,743
Energy sources		-	-	-	-	-	-	-	-	-
Water management		525,254	545,743	-	50,761	80,371	136,436	(56,064)	-41%	545,743
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1,001,029</b>	<b>980,427</b>	<b>-</b>	<b>67,678</b>	<b>129,388</b>	<b>245,107</b>	<b>(115,719)</b>	<b>-47%</b>	<b>980,427</b>
<b>Surplus/ (Deficit) for the year</b>		<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>	<b>122,248</b>	<b>260%</b>	<b>188,133</b>

**References**

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement
3. Total Expenditure by functional classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'
4. 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) - M03 September

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
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - MAYOR AND MM	1	319	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		298	562	-	25	62	140	(78)	-55.9%	562
Vote 3 - BUDGET AND TREASURY		588,476	588,169	-	8,784	223,380	147,042	76,338	51.9%	588,169
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	-	(1,571)	75,227	144,957	(69,731)	-48.1%	579,829
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>1,173,471</b>	<b>1,168,560</b>	<b>-</b>	<b>7,237</b>	<b>298,689</b>	<b>292,140</b>	<b>6,529</b>	<b>2.2%</b>	<b>1,168,560</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYOR AND MM	1	61,890	60,148	-	2,618	10,191	15,037	(4,846)	-32.2%	60,148
Vote 2 - CORPORATE SERVICES		111,329	107,847	-	4,323	10,079	26,962	(16,882)	-62.6%	107,847
Vote 3 - BUDGET AND TREASURY		235,813	188,523	-	4,853	14,749	47,131	(32,382)	-68.7%	188,523
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30,235	30,899	-	2,372	6,229	7,725	(1,495)	-19.4%	30,899
Vote 5 - WSA& HEALTH SERVICES		36,508	47,268	-	2,752	7,768	11,817	(4,049)	-34.3%	47,268
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		525,254	545,743	-	50,761	80,371	136,436	(56,064)	-41.1%	545,743
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>1,001,029</b>	<b>980,427</b>	<b>-</b>	<b>67,678</b>	<b>129,388</b>	<b>245,107</b>	<b>(115,719)</b>	<b>-47.2%</b>	<b>980,427</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>172,442</b>	<b>188,133</b>	<b>-</b>	<b>(60,440)</b>	<b>169,281</b>	<b>47,033</b>	<b>122,248</b>	<b>259.9%</b>	<b>188,133</b>

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 aexpenditure)**

**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 R129 million at the end of September 2022.
- The Service charged – Water R 58 million has been billed at the end of September 2022.
- The Service charges – Sanitation R4 million has been billed at the end of September 2022.

**Table C5 – Monthly Budget Statements – Capital Expenditure**

- As depicted above capital expenditure amounting to R5 million recorded at the month of July 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 - M03 September

Description	NT Code	Budget Year 2022/23											Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts Lilo Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr								
<b>R thousands</b>																	
<b>Debtors Age Analysis By Income Source</b>																	
Trade and Other Receivables from Exchange Transactions - Water	1200	25,602	19,048	18,728	18,531	18,183	15,717	75,141	447,299	638,249	574,870	-	-				
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	1,653	1,139	1,022	878	901	919	4,159	28,630	39,301	36,487	-	-				
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-				
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-				
Interest on Arrear Debtor Accounts	1810	4,128	4,201	3,827	3,699	3,576	3,447	15,628	150,740	189,245	177,090	-	-				
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-				
Other	1900	361	241	2,480	442	326	312	958	10,713	15,832	12,750	-	-				
<b>Total By Income Source</b>	<b>2000</b>	<b>31,744</b>	<b>24,629</b>	<b>28,058</b>	<b>23,549</b>	<b>22,985</b>	<b>20,395</b>	<b>95,885</b>	<b>637,381</b>	<b>882,627</b>	<b>800,196</b>	-	-				
<b>2022/23 - totals only</b>																	
<b>Debtors Age Analysis By Customer Group</b>																	
Organs of State	2200	4,143	2,802	2,236	4,038	3,920	1,260	5,741	25,286	49,426	40,245	-	-				
Commercial	2300	6,409	2,771	2,788	1,908	1,950	1,825	7,481	44,488	69,622	57,653	-	-				
Households	2400	21,191	19,057	21,034	17,602	17,116	17,309	82,664	567,607	763,580	702,298	-	-				
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-				
<b>Total By Customer Group</b>	<b>2500</b>	<b>31,744</b>	<b>24,629</b>	<b>28,058</b>	<b>23,549</b>	<b>22,985</b>	<b>20,395</b>	<b>95,886</b>	<b>637,381</b>	<b>882,627</b>	<b>800,196</b>	-	-				

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

R thousands	Description	NT Code	Budget Year 2022/23										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				
	<b>Creditors Age Analysis By Customer Type</b>													
	Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-	-
	Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-	-
	PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-	-
	VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-
	Pensions / Retirement deductions	0500	498	-	-	249	-	-	110	-	-	-	24	881
	Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-
	Trade Creditors	0700	3,482	4	-	563	-	236	645	1,836	8,511	-	-	15,277
	Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-
	Other	0900	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Total By Customer Type</b>	<b>1000</b>	<b>3,980</b>	<b>4</b>	<b>-</b>	<b>812</b>	<b>-</b>	<b>236</b>	<b>755</b>	<b>1,836</b>	<b>8,535</b>	<b>-</b>	<b>-</b>	<b>16,158</b>

**TOP TEN CREDITORS ANALYSIS AS AT 30 SEPTEMBER 2021**

<b>SUPPLIER</b>	<b>AMOUNT</b>
UMNGENI WATER	192,500,860.48
DEPARTMENT OF WATER AND SANITATION	56,973,416.28
INKOSI LANGALIBALELE	18,119,113.45
TRANS UNION	6,440,754.20
WESBANK	2,500,000.00
NDULAMISO AQUA	1,974,843.24
MGAZI ENGINEERING	1,851,085.97
YENGWENI ENTERPRISE	1,774,450.00
LUNASISI IDEAS	1,768,570.50
DEVELOPMENT AGENCY	1,500,000.00

Please note that the R16 million creditors only consists of the creditors on the system. Umngeni and DWA are not included on the system. And other R30million which are direct creditors

Umngeni	192 million
DWA	R56 million
On the system	R16 million
Not on the system	R40 million
<b>Total</b>	<b>R304 million</b>

**DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M03 September**

Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>R thousands</b>					
<b>Municipality</b>					
FNB	6,524	17	(5,000)		1,541
NEDBANK	5,886	121			6,007
INVESTEC	40,683	186			40,868
ABSA	68,603	223	(50,000)		18,826
STANDARD BANK	41,401	203			41,604
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>163,096</b>	<b>-</b>	<b>(55,000)</b>	<b>-</b>	<b>108,846</b>



## Part 2 – Supporting Documentation

### Table SC3 Debtors Age Analysis

- The Municipality has a total amount of R 882 million of outstanding debt.

#### Bank Balances

Bank Balances				
The following reflects bank balances at 30 September 2022				
DESCRIPTION	JUNE 2022	JULY 2022	AUGUST 2022	SEPTEMBER 2022
FNB MAIN ACCO	9,727,287.91	4,264,365.47	8,064,085.75	19,250,659.80
FNB WATER AC	0	0	0	0
	<b>9,727,287.91</b>	<b>8,131,102.76</b>	<b>8,064,085.75</b>	<b>19,250,659.80</b>
<b>Total cash held</b>	<b>19,250,659.80</b>			

#### Collection rate

MENTS VS BILLING AS AT 30 SEPTEMBER 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%
August 2022	28,272,286.36	Setember 2022	9,339,664.04	33.03%
	<b>83,778,152.27</b>		<b>30,339,711.93</b>	<b>36%</b>
<b>TOTALS</b>				
BILLING - JUNE 2022 - SEPT 2022	83,778,152.27			
RECIEPTS - JUNE 2022- SEPT 20	30,339,711.93			
DIFFERENCE	<b>53,438,440.34</b>		36%	

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

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
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		58	36,238	-	-	2,821	9,059	(6,238)	-68.9%	36,238
Expanded Public Works Programme Integrated Grant		-	2,881	-	-	721	720	1	0.1%	2,881
Local Government Financial Management Grant		58	2,100	-	-	2,100	525	1,575	300.0%	2,100
Municipal Infrastructure Grant		-	28,595	-	-	-	7,149	(7,149)	-100.0%	28,595
Rural Road Asset Management Systems Grant		-	2,662	-	-	-	665	(665)	-100.0%	2,662
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	<b>5</b>	<b>58</b>	<b>36,238</b>	<b>-</b>	<b>-</b>	<b>2,821</b>	<b>9,059</b>	<b>(6,238)</b>	<b>-68.9%</b>	<b>36,238</b>
<b>Capital Transfers and Grants</b>										
National Government:		95,482	263,689	-	20,800	88,663	65,922	22,741	34.5%	263,689
Rural Road Asset Management Systems Grant		482	-	-	-	1,863	-	1,863	#DIV/0!	-
Municipal Infrastructure Grant		-	182,889	-	-	66,000	45,722	20,278	44.3%	182,889
Water Services Infrastructure Grant		95,000	80,800	-	20,800	20,800	20,200	600	3.0%	80,800
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	0.0%	-
Other grant providers:		-	-	-	-	-	-	-	0.0%	-
<b>Total Capital Transfers and Grants</b>	<b>5</b>	<b>95,482</b>	<b>263,689</b>	<b>-</b>	<b>20,800</b>	<b>88,663</b>	<b>65,922</b>	<b>22,741</b>	<b>34.5%</b>	<b>263,689</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>5</b>	<b>95,541</b>	<b>299,927</b>	<b>-</b>	<b>20,800</b>	<b>91,484</b>	<b>74,982</b>	<b>16,502</b>	<b>22.0%</b>	<b>299,927</b>

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

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

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										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		-	-	-	-	-	-	-	-	-
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		99,842	299,927	-	-	-	74,982	(74,982)	-100.0%	299,927
Municipal Infrastructure Grant		-	219,127	-	-	-	54,782	(54,782)	-100.0%	219,127
Regional Bulk Infrastructure Grant		16,024	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		83,818	80,800	-	-	-	20,200	(20,200)	-100.0%	80,800
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>99,842</b>	<b>299,927</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74,982</b>	<b>(74,982)</b>	<b>-100.0%</b>	<b>299,927</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>99,842</b>	<b>299,927</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74,982</b>	<b>(74,982)</b>	<b>-100.0%</b>	<b>299,927</b>

References

**Table SC6 Grant Receipts**


- **Capital Grants received to date totals to R88 million**

**Prepared by:** 

**Budget Officer**

**Reviewed by:** 

**Accountant Budget**

**Approved by:** 

**Chief Financial Officer**

