

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT

JANUARY 2022

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 January 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 2021/22 financial year.

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Vote Description	Ref	Budget Year 2021/22								
		2020/21 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		27,485	-	-	-	-	-	-	-	-
Service charges - water revenue		215,985	260,345	260,345	25,055	148,848	151,868	(3,019)	-2%	260,345
Service charges - sanitation revenue		27,585	21,154	21,154	1,745	10,771	12,340	(1,569)	-13%	21,154
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		5,357	6,463	6,463	504	2,602	3,770	(1,168)	-31%	6,463
Interest earned - outstanding debtors		68,865	72,794	72,794	3,389	22,080	42,463	(20,383)	-48%	72,794
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		6	10	10	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	6	(6)	-100%	10
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		535,441	528,165	528,165	-	363,612	308,096	55,516	18%	528,165
Other revenue		62,765	42,780	42,780	9,435	9,892	24,955	(15,063)	-60%	42,780
Gains		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		943,488	931,711	931,711	40,128	557,805	543,498	14,307	3%	931,711
Expenditure By Type										
Employee related costs		350,386	369,333	369,333	38,267	213,234	215,444	(2,210)	-1%	369,333
Remuneration of councillors		6,364	6,372	6,372	1,021	3,582	3,717	(135)	-4%	6,372
Debt impairment		416,639	186,252	186,252	-	-	108,647	(108,647)	-100%	186,252
Depreciation & asset impairment		72,618	67,363	67,363	175	31,393	39,295	(7,902)	-20%	67,363
Finance charges		2,738	-	-	-	-	-	-	-	-
Bulk purchases - electricity		127,214	-	-	-	-	-	-	-	-
Inventory consumed		24,957	62,800	75,800	84	33,709	36,633	(2,924)	-8%	62,800
Contracted services		145,573	119,573	121,102	3,864	63,729	69,751	(6,021)	-9%	119,573
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		141,141	109,865	114,498	11,102	59,097	64,088	(4,991)	-8%	109,865
Losses		5,240	-	-	-	-	-	-	-	-
Total Expenditure		1,292,870	921,557	940,719	54,513	404,744	537,575	(132,831)	-25%	921,557
Surplus/(Deficit)										
Transfers and subsidies - capital (provincial and district)		(349,382)	10,154	(9,008)	(14,385)	153,061	5,923	147,138	0	10,154
Transfers and subsidies - provincial departmental agencies, households, non-profit institutions, private enterprises, public corporations, higher educational institutions		293,785	248,009	246,009	-	-	143,505	(143,505)	(0)	246,009
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(55,597)	256,163	237,001	(14,385)	153,061	149,429			256,163
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(55,597)	256,163	237,001	(14,385)	153,061	149,429			256,163
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(55,597)	256,163	237,001	(14,385)	153,061	149,429			256,163
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(55,597)	256,163	237,001	(14,385)	153,061	149,429			256,163

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including capi 1,237,273 1,177,720 1,177,720 40,128 557,805 687,003 1,177,720

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote Description	Ref	2020/21	Budget Year 2021/22							
		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		(46)	800	800	-	59	467	(408)	-87%	800
Vote 3 - BUDGET AND TREASURY		275,327	-	-	-	-	-	-	-	-
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		0	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		0	251,009	257,581	20,195	143,344	146,422	(3,078)	-2%	251,009
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	275,281	251,809	258,381	20,195	143,403	146,889	(3,486)	-2%	251,809
Total Capital Expenditure		275,281	251,809	258,381	20,195	143,403	146,889	(3,486)	-2%	251,809
Capital Expenditure - Functional Classification										
Governance and administration		275,281	800	800	-	59	467	(408)	-87%	800
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		275,281	800	800	-	59	467	(408)	-87%	800
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		0	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		0	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		0	251,009	257,581	20,195	143,344	146,422	(3,078)	-2%	251,009
Energy sources		-	-	-	-	-	-	-	-	-
Water management		0	251,009	257,581	20,195	143,344	146,422	(3,078)	-2%	251,009
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	275,281	251,809	258,381	20,195	143,403	146,889	(3,486)	-2%	251,809
Funded by:										
National Government		0	246,009	253,331	20,195	141,413	143,505	(2,092)	-1%	246,009
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
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	246,009	253,331	20,195	141,413	143,505	(2,092)	-1%	246,009
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		31	5,800	5,050	-	59	3,383	(3,324)	-98%	5,800
Total Capital Funding		31	251,809	258,381	20,195	141,472	146,889	(5,416)	-4%	251,809

References

- 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).
- Include capital component of PPP unitary payment
- Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
- Include expenditure on investment property, intangible and biological assets
- Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

check balance ##### 1,930,551.5

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		46,569	30,261	30,261	301	22,553	17,652	(4,901)	-27.8%	30,261
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		107	261	261	-	-	152	152	100.0%	261
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		107	261	261	-	-	152	152	100.0%	261
Water Supply Infrastructure		46,462	30,000	30,000	301	22,553	17,500	(5,053)	-28.9%	30,000
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		46,462	30,000	30,000	301	22,553	17,500	(5,053)	-28.9%	30,000
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		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purts		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Capital Spares</u>		-	-	-	-	-	-	-	-	-
<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>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<u>Transport Assets</u>		167	-	-	-	-	-	-	-	-
Transport Assets		167	-	-	-	-	-	-	-	-
<u>Land</u>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	46,736	30,261	30,261	301	22,553	17,652	(4,901)	-27.8%	30,261

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		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>		773,675	579,072	579,072	9,896	376,091	337,792	38,299	11%	579,072
Executive and council		116,545	72,380	72,380	-	-	42,222	(42,222)	-100%	72,380
Finance and administration		657,130	506,692	506,692	9,896	376,091	295,571	80,521	27%	506,692
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		4,029	39,669	39,669	-	-	23,140	(23,140)	-100%	39,669
Community and social services		4,029	39,669	39,669	-	-	23,140	(23,140)	-100%	39,669
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		509	-	-	-	-	-	-	-	-
Planning and development		509	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		459,060	558,979	558,979	30,232	181,714	326,071	(144,357)	-44%	558,979
Energy sources		-	-	-	-	-	-	-	-	-
Water management		459,060	558,979	558,979	30,232	181,714	326,071	(144,357)	-44%	558,979
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,237,273	1,177,720	1,177,720	40,128	557,805	687,003	(129,198)	-19%	1,177,720
Expenditure - Functional										
<i>Governance and administration</i>		260,137	391,023	422,185	26,177	110,745	228,097	(117,352)	-51%	391,023
Executive and council		62,084	65,791	67,041	6,310	29,654	38,378	(8,724)	-23%	65,791
Finance and administration		198,052	325,233	355,145	19,867	81,091	189,719	(108,628)	-57%	325,233
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		46,356	52,485	52,485	3,539	26,891	30,616	(3,725)	-12%	52,485
Community and social services		12,455	12,577	12,577	958	7,468	7,337	131	2%	12,577
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		33,900	39,907	39,907	2,581	19,423	23,279	(3,856)	-17%	39,907
<i>Economic and environmental services</i>		17,940	19,010	19,010	2,626	12,016	11,089	927	8%	19,010
Planning and development		17,940	19,010	19,010	2,626	12,016	11,089	927	8%	19,010
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		968,437	459,038	447,038	22,171	255,092	267,772	(12,680)	-5%	459,038
Energy sources		-	-	-	-	-	-	-	-	-
Water management		968,437	459,038	447,038	22,171	255,092	267,772	(12,680)	-5%	459,038
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1,292,870	921,557	940,719	54,513	404,744	537,575	(132,831)	-25%	921,557
Surplus/ (Deficit) for the year		(55,597)	256,163	237,001	(14,385)	153,061	149,429	3,633	2%	256,163

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 Abbevoirs, 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) - M07 January

Vote Description	Ref	2020/21 Audited Outcome	Budget Year		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
			Original Budget	Adjusted Budget						
R thousands										
Revenue by Vote										
Vote 1 - MAYOR AND MM	1	116,545	72,380	72,380	-	-	42,222	(42,222)	-100.0%	72,380
Vote 2 - CORPORATE SERVICES		1,641	530	530	28	188	309	(121)	-39.1%	530
Vote 3 - BUDGET AND TREASURY		655,489	506,162	506,162	9,868	375,903	295,261	80,642	27.3%	506,162
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		4,538	39,669	39,669	-	-	23,140	(23,140)	-100.0%	39,669
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		459,060	558,979	558,979	30,232	181,714	326,071	(144,357)	-44.3%	558,979
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,237,273	1,177,720	1,177,720	40,128	557,805	687,003	(129,198)	-18.8%	1,177,720
Expenditure by Vote										
Vote 1 - MAYOR AND MM	1	62,084	65,791	67,041	6,310	29,654	38,378	(8,724)	-22.7%	65,791
Vote 2 - CORPORATE SERVICES		102,534	58,902	87,285	11,082	44,015	34,359	9,656	28.1%	58,902
Vote 3 - BUDGET AND TREASURY		92,793	258,702	260,231	8,719	36,220	150,910	(114,689)	-76.0%	258,702
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30,396	31,588	31,588	3,584	19,484	18,426	1,058	5.7%	31,588
Vote 5 - WSA& HEALTH SERVICES		36,625	47,536	47,536	2,646	20,278	27,729	(7,451)	-26.9%	47,536
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		968,437	459,038	447,038	22,171	255,092	267,772	(12,680)	-4.7%	459,038
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,292,870	921,557	940,719	54,513	404,744	537,575	(132,831)	-24.7%	921,557
Surplus/ (Deficit) for the year	2	(55,597)	256,163	237,001	(14,385)	153,061	149,429	3,633	2.4%	256,163

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)

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

R thousands	Description	NT Code	Budget Year 2021/22										Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e Council Policy	
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 DYS	151-180 DYS	181 DYS-1 Yr	Over 1Yr	Total						
Debtors Age Analysis By Income Source																	
	Trade and Other Receivables from Exchange Transactions - Water	1200	33,844	23,982	22,047	22,766	20,236	22,539	17,329	587,802	750,545	670,671					
	Trade and Other Receivables from Exchange Transactions - Electricity	1300															
	Receivables from Non-exchange Transactions - Property Rates	1400															
	Receivables from Exchange Transactions - Waste Water Management	1500															
	Receivables from Exchange Transactions - Waste Management	1600															
	Receivables from Exchange Transactions - Property Rental Debtors	1700															
	Interest on Arrear Debtor Accounts	1810															
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820															
	Other	1900	19	(47)	25	19	24		11	54,438	54,495	54,498					
	Total By Income Source	2000	33,864	23,935	22,072	22,784	20,260	22,546	17,340	642,239	805,040	725,169					
	2021/22 - totals only																
Debtors Age Analysis By Customer Group																	
	Organs of State	2200	4,457	2,873	2,321	2,434	1,276	3,458	889	24,470	42,177	32,526					
	Commercial	2300	6,123	2,007	1,750	2,036	1,394	1,420	314	42,651	57,684	47,814					
	Households	2400	23,265	19,101	17,976	16,296	17,566	17,662	16,126	520,680	650,673	590,331					
	Other	2500	19	(47)	25	19	24	6	11	54,438	54,495	54,498					
	Total By Customer Group	2600	33,864	23,935	22,072	22,784	20,260	22,546	17,340	642,239	805,040	725,169					

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

R thousands	Description	NT Code	Budget Year 2021/22										Total	
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year				
	Creditors Age Analysis By Customer Type													
	Bulk Electricity	0100												
	Bulk Water	0200												
	PAYE deductions	0300												
	VAT (output less input)	0400												
	Pensions / Retirement deductions	0500												
	Loan repayments	0600												
	Trade Creditors	0700	1,778	7,529	9,667	4,989	306,983							330,945
	Auditor General	0800												
	Other	0900												
	Total By Customer Type	1000	1,778	7,529	9,667	4,989	306,983	-	-	-	-	-	-	330,945

DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M07 JANUARY

Investments by maturity Name of institution & investment ID R thousands	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality					
FNB	105,755	287	(40,000)		66,042
NEDBANK	566	2			568
INVESTEC	109	0			109
ABSA	2,039	7			2,046
STANDARD BANK	755	2			758
TOTAL INVESTMENTS AND INTEREST	109,223	-	(40,000)	-	69,522

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		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:		-	528,165	-	-	370,130	308,096	102,706	33.3%	528,165
Local Government Equitable Share			412,776			363,612	240,766	122,826	51.0%	412,776
RSC Levy Replacement			72,380				42,222			72,380
Finance Management			1,950			1,950	1,138			1,950
EPWP Incentive			3,516			2,461	2,051			3,516
LG Sela			-			327	-			-
Rural Road Asset Management			2,543			1,780	1,483	297	20.0%	2,543
Municipal Systems Improvement			-			-	-			-
Municipal Infrastructure grant			35,000			-	20,417	(20,417)	-100.0%	35,000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality: [insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	-	528,165	-	-	370,130	308,096	102,706	33.3%	528,165
Capital Transfers and Grants										
National Government:		-	246,009	-	48,251	208,153	143,505	-		246,009
Municipal Infrastructure Grant (MIG)			159,919		48,251	153,153	93,286			159,919
Regional Bulk Infrastructure			6,090				3,553			6,090
Water Services Infrastructure Grant			80,000			55,000	46,667			80,000
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality: [insert description]		-	-	-	-	-	-	-	-	-
Other grant providers: [insert description]		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	-	246,009	-	48,251	208,153	143,505	-		246,009
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	774,174	-	48,251	578,283	451,602	102,706	22.7%	774,174

References

- Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
- Grant expenditure must be separately listed for each grant received
- Replacement of RSC levies
- Housing subsidies for housing where ownership transferred
- 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 - M07 January

Description	Ref	2020/21	Budget Year 2021/22							
		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:		-	493,165	-	1,588	367,549	287,680	(1,300)	-0.5%	493,165
Local Government Equitable Share			412,776			363,612	240,786	-		412,776
RSC Levy Replacement			72,380				42,222	-		72,380
Finance Management			1,950		42	497	1,138	-		1,950
EPWP Incentive			3,516		1,424	3,257	2,051	-		3,516
LG Seta			-				-	-		-
Rural Road Asset Management			2,543		122	183	1,483	(1,300)	-87.6%	2,543
0										
Provincial Government:		-	-	-	-	-	-	-		-
0										
0										
0										
0										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
0										
Total operating expenditure of Transfers and Grants:		-	493,165	-	1,588	367,549	287,680	(1,300)	-0.5%	493,165
Capital expenditure of Transfers and Grants										
National Government:		-	246,009	-	26,483	196,865	143,505	-		246,009
Municipal Infrastructure Grant (M/G)			159,919		10,262	133,151	93,286	-		159,919
Regional Bulk Infrastructure			6,090		6,838	20,804	3,553	-		6,090
Water Services Infrastructure Grant			80,000		9,383	42,910	46,667	-		80,000
0										
0										
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
0										
0										
District Municipality:		-	-	-	-	-	-	-		-
0										
Other grant providers:		-	-	-	-	-	-	-		-
0										
Total capital expenditure of Transfers and Grants		-	246,009	-	26,483	196,865	143,505	-		246,009
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	739,174	-	28,072	564,414	431,185	(1,300)	-0.3%	739,174

References

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 R 404 million at the end of January 2022.
- The Service charged – Water R 148 million has been billed at the end of January 2022.
- The Service charges – Sanitation R10 million has been billed at the end of January 2022.

Table C5 – Monthly Budget Statements – Capital Expenditure

- As depicted above capital expenditure amounting to R143 million recorded at the month of January 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)

Part 2 – Supporting Documentation
Table SC3 Debtors Age Analysis

➤ The Municipality has a total amount of R 805 million of outstanding debt.

Bank Balances

Bank Balances				
The following reflects bank balances at 31 January 2022				
DESCRIPTION	OCT 2021	NOV 2021	DEC 2021	JAN 2022
FNB MAIN ACCO	16,028,788.86	29,675,238.72	20,719,612.73	12,097,709.34
FNB WATER AC	0	0	0	0
	16,028,788.86	29,675,238.72	20,719,612.73	12,097,709.34
Total cash held	12,097,709.34			

Collection rate

MONTHS VS BILLING AS AT 31 JANUARY 2022				
MONTH	BILLING	MONTHS	RECIPTS	RECOVERY RATE
June 2021	22,475,153.97	July 2021	9,220,734.33	41.03%
July 2021	33,722,327.60	August 2021	14,764,050.57	43.78%
August 2021	28,596,919.03	September 2021	15,597,523.87	54.54%
September 2021	25,719,760.31	October 2021	10,631,708.35	41.34%
October 2021	29,708,945.81	November 2021	12,164,289.47	40.94%
November 2021	28,008,541.71	December 2021	7,718,813.36	27.56%
December 2021	27,978,175.56	January 2022	10,993,011.79	39.29%
	196,209,823.99		81,090,131.74	41%
TOTALS				
BILLING - JUNE 2021 - DEC 2021	196,209,823.99			
RECIPTS - JUNE 2021- DEC 202	81,090,131.74			
DIFFERENCE		115,119,692.25		41%

Table SC4 Aged Creditors

Top 10 creditors


TOP TEN CREDITORS ANALYSIS AS AT 31 JANUARY 2022	
SUPPLIER	AMOUNT
UMNGENI WATER	261,039,763.00
DEPARTMENT OF WATER AND SANITATION	43,630,470.04
GODIDE ENGINEERING	8,944,838.45
AUDITOR GENERAL	2,091,517.95
WISE TRAINING CENTRE	1,853,027.95
LUNASIS IDEAS	1,658,334.50
LUNASISI IDEAS	1,391,556.12
VELA TECH SECURITY SERVICES	1,311,000.00
UVALO LOGISTICS TRADING ENTERP	1,043,000.00
YENGWENI ENTERPRISES	853,875.00


Table SC6 Grant Receipts

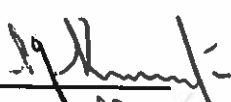

- **Capital Grants received to date totals to R159 million**

Table SC7 Grant Expenditure

- R111 million was spent in capital grants
- R 365 million has been spent in operating grants

Prepared by: 
Budget Officer

Reviewed by: 
Accountant Budget

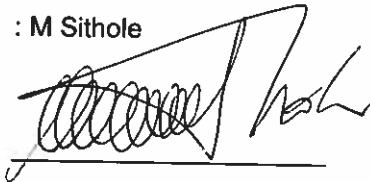
Approved by: 
Chief Financial Officer ^{AP} 

2.7. Municipal Manager's quality certificate

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

Print Name : M Sithole

Signature

A handwritten signature in black ink, appearing to read 'Martin Sithole', written over a horizontal line.

Date : 9 February 2022