

**UTHUKELA**

**UMKHANDLU WESIFUNDA  
DISTRIKSMUNISIPALITEIT  
DISTRICT MUNICIPALITY**

**SECTION 71 REPORT**

**OCTOBER 2021**

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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 October 2021.

### **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) - M04 October

Vote Description	Ref	2020/21 Audited Outcome	Budget Year 2021/22							Full Year Forecast
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		27 485	-	-	-	-	-	-	-	-
Service charges - water revenue		215 985	260 345	260 345	21 564	86 431	86 782	(350)	0%	260 345
Service charges - sanitation revenue		27 585	21 154	21 154	1 797	5 605	7 051	(1 447)	-21%	21 154
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		5 357	6 463	6 463	1 634	1 634	2 154	(520)	-24%	6 463
Interest earned - outstanding debtors		68 865	72 794	72 794	3 072	11 927	24 265	(12 338)	-51%	72 794
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-
Licences and permits		6	10	10	-	-	3	(3)	-100%	10
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other revenue		535 441	528 165	528 165	-	202 148	176 055	26 093	15%	528 165
Gains		7 117	42 780	42 780	81	339	14 260	(13 921)	-98%	42 780
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>887 640</b>	<b>931 711</b>	<b>931 711</b>	<b>28 148</b>	<b>308 084</b>	<b>310 570</b>	<b>(2 486)</b>	<b>-1%</b>	<b>931 711</b>
<b>Expenditure By Type</b>										
Employee related costs		350 386	369 333	369 333	1	81 420	123 111	(41 691)	-34%	369 333
Remuneration of councillors		6 364	6 372	6 372	-	1 604	2 124	(520)	-24%	6 372
Debt impairment		359 810	186 252	186 252	-	-	62 084	(62 084)	-100%	186 252
Depreciation & asset impairment		72 618	67 363	67 363	-	-	22 454	(3 661)	-16%	67 363
Finance charges		2 738	-	-	-	-	-	-	-	-
Bulk purchases - electricity		129 913	-	-	-	-	-	-	-	-
Inventory consumed		24 957	62 800	62 800	9 540	20 984	20 933	51	0%	62 800
Contracted services		145 573	119 573	120 057	24 494	43 348	39 858	3 490	9%	119 573
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		141 141	109 865	110 615	5 022	21 711	36 622	(14 910)	-41%	109 865
Losses		5 240	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 238 741</b>	<b>921 557</b>	<b>922 791</b>	<b>39 057</b>	<b>187 860</b>	<b>307 186</b>	<b>(119 325)</b>	<b>-39%</b>	<b>921 557</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (financially disadvantaged) (National / Provincial and District)		(350 901)	10 154	8 920	(10 909)	120 224	3 385	116 839	0	10 154
Transfers and subsidies - capital (financially disadvantaged) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		293 785	246 009	246 009	-	-	82 003	(82 003)	(0)	246 009
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>			<b>256 163</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>			<b>256 163</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>			<b>256 163</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>			<b>256 163</b>

References  
1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including cap 1 181 625 1 177 720 1 177 720 28 148 308 084 392 573 1 177 720

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- The transfers recognized is reflecting the grants expenditure that has been recognized as income plus unconditional grants.
  - Total operating expenditure is at R 187 million at the end of October 2021.
  - The Service charged – Water R 86 million has been billed at the end of October 2021.
  - The Service charges – Sanitation R5 million has been billed at the end of October 2021.

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

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
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
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>	<b>4,7</b>	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		(46)	800	800	48	59	267	(208)	-78%	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	247 683	20 140	57 661	83 670	(26 008)	-31%	251 009
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>	<b>4</b>	275 281	251 809	248 483	20 188	57 720	83 936	(26 216)	-31%	251 809
<b>Total Capital Expenditure</b>		275 281	251 809	248 483	20 188	57 720	83 936	(26 216)	-31%	251 809
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		275 281	800	800	48	59	267	(208)	-78%	800
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		275 281	800	800	48	59	267	(208)	-78%	800
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		0	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		0	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		0	251 009	247 683	20 140	57 661	83 670	(26 008)	-31%	251 009
Energy sources		-	-	-	-	-	-	-	-	-
Water management		0	251 009	247 683	20 140	57 661	83 670	(26 008)	-31%	251 009
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	275 281	251 809	248 483	20 188	57 720	83 936	(26 216)	-31%	251 809
<b>Funded by:</b>										
National Government		0	246 009	243 433	20 140	57 661	82 003	(24 342)	-30%	246 009
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	246 009	243 433	20 140	57 661	82 003	(24 342)	-30%	246 009
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		31	5 800	5 050	48	59	1 933	(1 874)	-97%	5 800
<b>Total Capital Funding</b>		31	251 809	248 483	20 188	57 720	83 936	(26 216)	-31%	251 809

References

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- As depicted above capital expenditure amounting to R83 Million recorded at the month of October 2021.

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

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										
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>	1	46 569	30 261	30 261	18 511	21 074	10 087	(10 987)	-108,9%	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	-	-	87	87	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	-	-	87	87	100,0%	261
Water Supply Infrastructure		46 462	30 000	30 000	18 511	21 074	10 000	(11 074)	-110,7%	30 000
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		46 462	30 000	30 000	18 511	21 074	10 000	(11 074)	-110,7%	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		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-



DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

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
<b>R thousands</b>	1									
<i>Data Centres</i>		-	-	-	-	-	-	-	-	-
<i>Core Layers</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Layers</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<i>Community Facilities</i>		-	-	-	-	-	-	-	-	-
<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>		-	-	-	-	-	-	-	-	-
<i>Sport and Recreation Facilities</i>		-	-	-	-	-	-	-	-	-
<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>		-	-	-	-	-	-	-	-	-
<i>Revenue Generating</i>		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
<i>Non-revenue Generating</i>		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		-	-	-	-	-	-	-	-	-
<i>Operational Buildings</i>		-	-	-	-	-	-	-	-	-
<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>		-	-	-	-	-	-	-	-	-
<i>Depots</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Housing</b>		-	-	-	-	-	-	-	-	-
<i>Staff Housing</i>		-	-	-	-	-	-	-	-	-
<i>Social Housing</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

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
<b>R thousands</b>	1									
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		167	-	-	-	-	-	-	-	-
Transport Assets		167	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	1	46 736	30 261	30 261	18 511	21 074	10 087	(10 987)	-108,9%	30 261

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## SC13 Repairs and maintenance per asset class

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

## DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

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
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
Governance and administration		718 027	579 072	579 072	1 682	203 993	193 024	10 969	6%	579 072
Executive and council		116 545	72 380	72 380	-	-	24 127	(24 127)	-100%	72 380
Finance and administration		601 482	506 692	506 692	1 682	203 993	168 897	35 095	21%	506 692
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		4 029	39 669	39 669	-	-	13 223	(13 223)	-100%	39 669
Community and social services		4 029	39 669	39 669	-	-	13 223	(13 223)	-100%	39 669
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		509	-	-	-	-	-	-	-	-
Planning and development		509	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		459 060	558 979	558 979	26 466	104 091	186 326	(82 235)	44%	558 979
Energy sources		-	-	-	-	-	-	-	-	-
Water management		459 060	558 979	558 979	26 466	104 091	186 326	(82 235)	44%	558 979
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1 181 625</b>	<b>1 177 720</b>	<b>1 177 720</b>	<b>28 148</b>	<b>308 084</b>	<b>392 573</b>	<b>(84 489)</b>	<b>22%</b>	<b>1 177 720</b>
<b>Expenditure - Functional</b>										
Governance and administration		260 137	391 023	417 257	2 385	41 084	130 341	(89 257)	68%	391 023
Executive and council		62 084	65 791	66 541	467	12 161	21 930	(9 770)	45%	65 791
Finance and administration		198 052	325 233	350 717	1 918	28 923	108 411	(79 488)	73%	325 233
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		46 356	52 485	52 485	41	10 562	17 495	(6 933)	40%	52 485
Community and social services		12 455	12 577	12 577	-	2 901	4 192	(1 291)	-31%	12 577
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		33 900	39 907	39 907	41	7 661	13 302	(5 642)	43%	39 907
Economic and environmental services		17 940	19 010	19 010	-	5 340	6 337	(997)	-5%	19 010
Planning and development		17 940	19 010	19 010	-	5 340	6 337	(997)	-5%	19 010
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		914 308	459 038	434 038	36 630	130 874	153 013	(22 139)	-14%	459 038
Energy sources		-	-	-	-	-	-	-	-	-
Water management		914 308	459 038	434 038	36 630	130 874	153 013	(22 139)	-14%	459 038
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1 238 741</b>	<b>921 557</b>	<b>922 791</b>	<b>39 057</b>	<b>187 860</b>	<b>307 186</b>	<b>(119 325)</b>	<b>-39%</b>	<b>921 557</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>	<b>34 836</b>	<b>41%</b>	<b>256 163</b>

## 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 Townships and 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) - M04 October

Vote Descripción	Ref	2020/21 Audited Outcome	Budget Year		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year forecast
			Original Budget	Adjusted Budget						
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - MAYOR AND MM	1	116 545	72 380	72 380	-	-	24 127	(24 127)	-100.0%	72 380
Vote 2 - CORPORATE SERVICES		1 641	530	530	41	97	177	(80)	-45.1%	530
Vote 3 - BUDGET AND TREASURY		599 841	506 162	506 162	1 641	203 896	168 721	35 175	20.8%	506 162
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		4 538	39 669	39 669	-	-	13 223	(13 223)	-100.0%	39 669
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		459 060	558 979	558 979	26 466	104 091	186 326	(82 235)	-4.1%	558 979
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>1 181 825</b>	<b>1 177 720</b>	<b>1 177 720</b>	<b>28 148</b>	<b>308 084</b>	<b>392 573</b>	<b>(84 489)</b>	<b>-21.5%</b>	<b>1 177 720</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYOR AND MM	1	62 084	65 791	66 541	467	12 161	21 930	(9 770)	-44.5%	65 791
Vote 2 - CORPORATE SERVICES		102 534	58 902	83 902	1 471	15 500	19 634	(4 134)	21.1%	58 902
Vote 3 - BUDGET AND TREASURY		92 793	258 702	259 186	447	13 216	86 234	(73 019)	84.7%	258 702
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30 396	31 588	31 588	-	8 242	10 529	(2 288)	21.7%	31 588
Vote 5 - WSA& HEALTH SERVICES		36 625	47 536	47 536	41	7 868	15 845	(7 977)	-50.3%	47 536
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		914 308	459 038	434 038	36 630	130 874	153 013	(22 139)	-14.5%	459 038
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>1 238 741</b>	<b>921 557</b>	<b>922 791</b>	<b>39 057</b>	<b>187 860</b>	<b>307 186</b>	<b>(119 325)</b>	<b>-38.8%</b>	<b>921 557</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(57 116)</b>	<b>256 163</b>	<b>254 929</b>	<b>(10 909)</b>	<b>120 224</b>	<b>85 388</b>	<b>34 836</b>	<b>40.8%</b>	<b>256 163</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)

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## **Part 2 – Supporting Documentation**

### **SC3 Debtors Age Analysis**

- The Municipality has a total amount of R697 thousand of outstanding debt.

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description		Budget Year 2021/22										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total		
R thousands													
Debtors Age Analysis By Income Source													
	1200	(606)	31 320	23 872	24 692	19 206	23 238	22 007	553 817	697 547	642 960		
	1300												
	1400												
	1500												
	1600												
	1700												
	1810												
	1820												
	1900	37	34	6	22	40 155	1	27	14 308	54 590	54 513		
	2000	(568)	31 353	23 878	24 713	59 362	23 239	22 034	568 125	752 136	697 474		
Total By Income Source													
2021/22 - totals only													
Debtors Age Analysis By Customer Group													
	2200	(162)	3 719	2 127	4 254	1 675	1 987	1 856	23 115	38 572	32 887		
	2300	(296)	4 784	1 851	1 729	553	2 074	1 433	40 775	52 902	46 562		
	2400	(148)	22 816	19 893	18 709	16 979	19 178	18 718	489 927	606 073	563 511		
	2500	37	34	6	22	40 155	1	27	14 308	54 590	54 513		
	2600	(568)	31 353	23 878	24 713	59 362	23 239	22 034	568 125	752 136	697 474		
Total By Customer Group													

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

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					
<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													-
Loan repayments	0600													-
Trade Creditors	0700	14 993	39 563	15 284	12 920	252 251								335 012
Auditor General	0800													-
Other	0900													-
<b>Total By Customer Type</b>	<b>1000</b>	<b>14 993</b>	<b>39 563</b>	<b>15 284</b>	<b>12 920</b>	<b>252 251</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>335 012</b>



**TOP TEN CREDITORS ANALYSIS AS AT 31 OCTOBER 2021**

<b>SUPPLIER</b>	<b>AMOUNT</b>
UMNGENI WATER	265,039,763.00
DEPARTMENT OF WATER AND SANITATION	44,278,238.63
MGAZI ENGINEERING	13,648,586.37
ONGIDI TRADING	1,932,912.50
MAXODE TRADING	1,669,602.57
GOING PLACES CONSTRUCTION	1,635,062.00
WISE TRAINING	841,749.65
NDULAMISO AQUA SOLUTIONS	841,383.41
AUDITOR GENERAL	637,868.77
ZANA MANZI SERVICES	519,075.21

**DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M04 October**

<b>Investments by maturity</b> Name of institution & Investment ID	<b>Opening balance</b>	<b>Interest to be realised</b>	<b>Partial / Premature Withdrawal (4)</b>	<b>Investment Top Up</b>	<b>Closing Balance</b>
<b>R thousands</b>					
<b>Municipality</b>					
FNB	50,299	143	(25,000)	30,000	55,442
NEDBANK	60,262	177			60,438
INVESTEC	56,630	135	(80,505)	50,505	26,765
ABSA	2,017				2,017
STANDARD BANK	749	2			751
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>169,956</b>	<b>-</b>	<b>(105,505)</b>	<b>80,505</b>	<b>145,413</b>

### Bank Balances

Bank Balances				
The following reflects bank balances at 31 October 2021				
DESCRIPTION	JULY 2021	AUG 2021	SEPT 2021	OCT 2021
FNB MAIN ACCO	27,113,045.83	5,091,571.03	21,061,113.05	16,028,788.86
FNB WATER AC	0	0	0	0
	<b>27,113,045.83</b>	<b>5,091,571.03</b>	<b>21,061,113.05</b>	<b>16,028,788.86</b>
<b>Total cash held</b>	<b>16,028,788.86</b>			

### Collection rate for 31 October 2021

PAYMENTS VS BILLING AS AT 31 October 2021				
MONTH	BILLING	MONTHS	RECIEPTS	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%
	<b>140,223,106.72</b>		<b>62,378,306.59</b>	<b>44%</b>
<b>TOTALS</b>				
BILLING - JUNE 2021 - OCT 2021	140,223,106.72			
RECIEPTS - JUNE 2021- OCT 202	62,378,306.59			
DIFFERENCE		<b>77,844,800.13</b>		<b>44%</b>

DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1.2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	528 165	-	-	206 757	176 055	53 822	30,6%	528 165
Local Government Equitable Share			412 776			202 148	137 592	64 556	46,9%	412 776
RSC Levy Replacement			72 380				24 127			72 380
Finance Management			1 950			1 950	650			1 950
EPWP Incentive			3 516			879	1 172			3 516
LG Seta			-				-			-
Rural Road Asset Management			2 543			1 780	848	932	110,0%	2 543
Municipal Systems Improvement			-				-	-		-
Municipal Infrastructure grant			35 000				11 667	(11 667)	-100,0%	35 000
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	5	-	528 165	-	-	206 757	176 055	53 822	30,6%	528 165
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	246 009	-	-	82 851	82 003	-		246 009
Municipal Infrastructure Grant (MIG)			159 919			57 851	53 306			159 919
Regional Bulk Infrastructure			6 090				2 030			6 090
Water Services Infrastructure Grant			80 000			25 000	26 667			80 000
<b>Other capital transfers [insert description]</b>		-	-	-	-	-	-	-		-
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>		-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	5	-	246 009	-	-	82 851	82 003	-		246 009
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	774 174	-	-	289 608	258 058	53 822	20,9%	774 174

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

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
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	493 165	-	1 308	203 627	164 388	(848)	-0.5%	493 165
Local Government Equitable Share			412 776			202 148	137 592	-		412 776
RSC Levy Replacement			72 380				24 127	-		72 380
Finance Management			1 950		282	369	650	-		1 950
EPWP Incentive			3 516		1 026	1 110	1 172	-		3 516
LG Seta			-				-	-		-
Rural Road Asset Management			2 543				848	(848)	-100.0%	2 543
0										
Provincial Government:		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
<b>Total operating expenditure of Transfers and Grants:</b>		-	493 165	-	1 308	203 627	164 388	(848)	-0.5%	493 165
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		-	246 009	-	19 434	72 436	82 003	-		246 009
Municipal Infrastructure Grant (MIG)			159 919		15 122	45 331	53 306	-		159 919
Regional Bulk Infrastructure			6 090		183	183	2 030	-		6 090
Water Services Infrastructure Grant			80 000		4 129	26 922	26 667	-		80 000
0										
0										
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
0		-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>		-	246 009	-	19 434	72 436	82 003	-		246 009
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	739 174	-	20 742	276 063	246 391	(848)	-0.3%	739 174


References

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### **Table 13: SC7 Grant Expenditure**

- R72 million was spent in capital grants
- R203 million has been spent in operating grants

**Prepared by:**



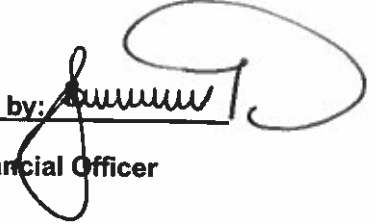
**Budget Officer**

**Reviewed by:**



**Accountant Budget**

**Approved by:**



**Chief Financial Officer**

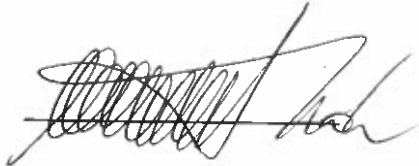
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## 2.7. Municipal Manager's quality certificate

I **Martin Sithole**, Municipal Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for and October 2021 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 : 04 January 2022