

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRICKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT

SEPTEMBER 2023

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Part 1 – Annual Budget

1.1 Mayor's Report

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

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

1.2 Council Resolutions

1. The Council of UThukela District Municipality, acting in terms of section 71 of the Municipal Finance Management Act, (Act 56 of 2003) to note :
2. Monthly Budget statements and supporting documents for the months of August 2023.

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 2023/24 financial year.

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		241,289	212,742	-	20,011	61,120	53,186	7,934	15%	212,742
Service charges - Waste Water Management		17,998	17,412	-	1,375	4,265	4,353	(88)	-2%	17,412
Service charges - Waste management		-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services		820	6,575	-	56	110	1,644	(1,534)	-93%	6,575
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		36,488	51,112	-	5,202	14,618	12,778	1,840	14%	51,112
Interest from Current and Non Current Assets		3,922	6,289	-	1,347	2,561	1,572	989	63%	6,289
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		-	-	-	-	-	-	-	-	-
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		73,448	2,384	-	(3,759)	1,051	596	455	76%	2,384
Non-Exchange Revenue										
Property rates		-	-	-	-	-	-	-	-	-
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12	39	-	7	14	10	5	50%	39
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		516,839	585,779	-	-	241,329	148,445	94,884	65%	585,779
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		319	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		891,435	882,331	-	24,239	325,067	220,583	104,485	47%	882,331
Expenditure By Type										
Employee related costs		366,528	371,090	-	26,580	85,038	92,773	(7,734)	-8%	371,090
Remuneration of councillors		6,463	6,709	-	533	1,544	1,677	(133)	-8%	6,709
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		62,022	44,822	-	2,917	3,420	11,206	(7,786)	-69%	44,822
Debt impairment		172,981	156,966	-	-	-	39,242	(39,242)	-100%	156,966
Depreciation and amortisation		81,732	95,609	-	22,936	22,936	23,902	(966)	-4%	95,609
Interest		6,849	-	-	-	-	-	-	-	-
Contracted services		158,830	198,197	-	7,765	10,925	49,549	(38,624)	-78%	198,197
Transfers and subsidies		-	3,285	-	-	-	821	(821)	-100%	3,285
Irrecoverable debts written off		-	-	-	-	-	-	-	-	-
Operational costs		182,508	173,857	-	5,027	17,883	43,464	(25,582)	-59%	173,857
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		1,037,712	1,050,536	-	65,759	141,745	262,634	(120,888)	-46%	1,050,536
Surplus/(Deficit)		(146,577)	(168,205)	-	(41,520)	183,322	(42,051)	225,373	-536%	(168,205)
Transfers and subsidies - capital (monetary allocations)		290,719	306,342	-	-	-	76,586	(76,586)	-100%	306,342
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		144,142	138,137	-	(41,520)	183,322	34,534			138,137
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		144,142	138,137	-	(41,520)	183,322	34,534			138,137
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		144,142	138,137	-	(41,520)	183,322	34,534			138,137
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		144,142	138,137	-	(41,520)	183,322	34,534			138,137

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

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	1,211	-	-	-	303	(303)	-100%	1,211
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	240,292	-	13,115	22,857	60,073	(37,216)	-62%	240,292
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	0	241,503	-	13,115	22,857	60,376	(37,519)	-62%	241,503
Total Capital Expenditure		0	241,503	-	13,115	22,857	60,376	(37,519)	-62%	241,503
Capital Expenditure - Functional Classification										
Governance and administration										
Executive and council		-	1,211	-	-	-	303	(303)	-100%	1,211
Finance and administration		-	1,211	-	-	-	303	(303)	-100%	1,211
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety										
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services										
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services										
Energy sources		0	307,184	-	15,276	25,018	76,796	(51,778)	-67%	307,184
Water management		0	245,763	-	13,115	22,857	61,441	(38,584)	-63%	245,763
Waste water management		-	61,421	-	2,161	2,161	15,355	(13,195)	-86%	61,421
Waste management		-	-	-	-	-	-	-	-	-
Other										
Total Capital Expenditure - Functional Classification	3	0	308,395	-	15,276	25,018	77,099	(52,081)	-68%	308,395
Funded by:										
National Government		0	306,342	-	15,276	25,018	76,596	(51,568)	-67%	306,342
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies.		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		0	306,342	-	15,276	25,018	76,596	(51,568)	-67%	306,342
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	2,053	-	-	-	513	(513)	-100%	2,053
Total Capital Funding		0	308,395	-	15,276	25,018	77,099	(52,081)	-68%	308,395

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 - September

Description	Ref	2022/23	Budget Year 2023/24							
		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		50,260	130,697	-	3,207	3,207	32,674	29,467	90.2%	130,697
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	274	-	-	-	68	68	100.0%	274
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	274	-	-	-	68	(68)	(0)	274
Water Supply Infrastructure		50,260	130,423	-	3,207	3,207	32,606	29,398	90.2%	130,423
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		50,260	130,423	-	3,207	3,207	32,606	(29,398)	(0)	130,423
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Rebuculation		-	-	-	-	-	-	-	-	-
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 - M03 - September

Description	Ref	2022/23	Budget Year 2023/24							
		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										
Parks										
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										
Capital Spares										

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 - September

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Services		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		8,971	-	-	-	-	-	-	-	-
Machinery and Equipment		8,971	-	-	-	-	-	-	-	-
Transport Assets		0	-	-	-	-	-	-	-	-
Transport Assets		0	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	59,231	130,697	-	3,207	3,207	32,674	29,467	90.2%	130,697

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

Description	Ref	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		589,348	595,635	-	(2,024)	244,309	148,909	95,401	64%	595,635
Executive and council		319	-	-	-	-	-	-	-	-
Finance and administration		589,029	595,635	-	-	-	-	-	-	-
Internal audit		-	-	-	(2,024)	244,309	148,909	95,401	64%	595,635
<i>Community and public safety</i>		(187)	39	-	-	8	10	(2)	-22%	39
Community and social services		(190)	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		3	39	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	8	10	(2)	-22%	39
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		592,693	592,999	-	26,263	80,751	148,250	(67,499)	-46%	592,999
Energy sources		-	-	-	-	-	-	-	-	-
Water management		592,693	592,999	-	26,263	80,751	148,250	(67,499)	-46%	592,999
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,181,854	1,188,673	-	24,239	325,067	297,168	27,899	9%	1,188,673
Expenditure - Functional										
<i>Governance and administration</i>		446,422	417,572	-	17,474	42,408	104,393	(61,985)	-59%	417,572
Executive and council		61,890	64,311	-	6,520	12,295	16,078	(3,783)	-24%	64,311
Finance and administration		384,532	353,261	-	10,953	30,114	88,315	(58,202)	-66%	353,261
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		47,449	47,204	-	3,699	10,713	11,801	(1,088)	-9%	47,204
Community and social services		12,466	7,477	-	1,037	2,924	1,869	1,055	56%	7,477
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		34,983	39,727	-	2,662	7,789	9,932	(2,143)	-22%	39,727
<i>Economic and environmental services</i>		17,770	28,785	-	1,353	3,638	7,196	(3,558)	-49%	28,785
Planning and development		17,770	28,785	-	1,353	3,638	7,196	(3,558)	-49%	28,785
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		526,072	556,975	-	43,233	84,986	139,244	(54,257)	-39%	556,975
Energy sources		-	-	-	-	-	-	-	-	-
Water management		526,072	556,975	-	43,233	84,986	139,244	(54,257)	-39%	556,975
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1,037,712	1,050,536	-	65,759	141,745	262,634	(120,888)	-46%	1,050,536
Surplus/ (Deficit) for the year		144,142	138,137	-	(41,520)	183,322	34,534	148,788	431%	138,137

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 R141 million at the end of September 2023.
- The Service charged – Water R61 million has been billed at the end of September 2023.
- The Service charges – Sanitation R4 million has been billed at the end of September 2023.

Table C5 – Monthly Budget Statements – Capital Expenditure

- As depicted above capital expenditure amounting to R25 million recorded at the month of September 2023.

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 SC5 Monthly Budget Statement - Investment portfolio - M03 September

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	40,991	192	(20,000)		21,184
NEDBANK	1,222	8			1,230
INVESTEC	374	2			376
ABSA	112,556	706	(30,000)		83,262
STANDARD BANK	7,451	51			7,502
TOTAL INVESTMENTS AND INTEREST	162,593	-	(50,000)	-	113,553

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

Description	NT Code	Budget Year 2022/23							Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year		
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
Bulk Water	0200									-
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700	1,977	4,031	4,734	1,249	304,454				316,446
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	1,977	4,031	4,734	1,249	304,454	-	-	-	316,446

TOP TEN CREDITORS ANALYSIS AS AT 30 SEPTEMBER 2023

SUPPLIER	AMOUNT
UMNGENI WATER	184,500,860.50
DEPARTMENT OF WATER AND SANITATION	73,666,341.13
INKOSI LANGALIBALELE	33,215,237.94
ALFRED DUMA	4,602,588.47
PHAKAMA HOLDINGS	3,447,955.88
DEVELOPMENT AGENCY	3,285,000.00
SIMPRADOOR TRADING	3,240,025.00
ESTATE LATE MBATHA TS	2,000,000.00
UPHAPHELWEGWALAGWALA	1,273,826.25
MJ CONSTRUCTION	1,048,125.00

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - IM03 - September

R thousands	Description	NT Code	Budget Year 2023/24										Total	Over 1Yr	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy	
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total						
	Debtors Age Analysis By Income Source																
	Trade and Other Receivables from Exchange Transactions - Water	1200	23,736	18,483	17,094	16,550	15,242	14,755	14,618	514,195	634,672	575,359	-	-	-	-	-
	Receivables from Non-exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Exchange Transactions - Waste Water Management	1500	1,532	1,039	923	825	5,006	759	735	24,050	34,869	31,375	-	-	-	-	-
	Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Interest on Arrear Debtor Accounts	1810	4,973	4,895	4,649	4,556	4,462	4,335	4,228	157,809	189,907	175,390	-	-	-	-	-
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other	1900	390	569	239	261	192	159	199	7,543	9,552	8,354	-	-	-	-	-
	Total By Income Source	2000	30,631	24,986	22,905	22,192	24,903	20,007	19,779	703,597	863,000	790,478	-	-	-	-	-
	2022/23 - totals only		31,744	24,629	26,058	23,549	22,985	20,395	95,886	637,381	882,627	800,196	-	-	-	-	-
	Debtors Age Analysis By Customer Group																
	Organs of State	2200	4,092	2,380	1,834	1,650	1,395	1,427	1,282	26,102	40,162	31,856	-	-	-	-	-
	Commercial	2300	4,899	2,081	1,619	1,492	1,254	1,296	1,627	35,836	50,093	41,495	-	-	-	-	-
	Households	2400	21,640	20,526	19,452	19,060	22,255	17,285	16,870	641,659	778,744	717,127	-	-	-	-	-
	Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total By Customer Group	2600	30,631	24,986	22,905	22,192	24,903	20,007	19,779	703,597	863,000	790,478	-	-	-	-	-

Part 2 – Supporting Documentation

Table SC3 Debtors Age Analysis

➤ The Municipality has a total amount of R 869 million of outstanding debt.

Bank Balances				
The following reflects bank balances at 30 September 2023				
DESCRIPTION	JULY 2023	AUGUST 2023	SEPTEMBER 2023	OCTOBER 2023
FNB MAIN ACCOUNT 62252306280	45,605,682.93	19,697,050.48	61,912,762.42	-
FNB WATER ACCOUNT 62253072385	0	0	0	0
	45,605,682.93	19,697,050.48	61,912,762.42	0.00
Total cash held	19,697,050.48			

Collection rate

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 30 SEPTEMBER 2023				
MONTH	BILLING	MONTHS	RECIEPTS	RECOVERY RATE %
June 2023	25,608,838.15	July 2023	15,146,405.33	59.15%
July 2023	30,432,078.23	August 2023	9,514,192.41	31.26%
August 2023	30,257,372.83	September 2023	12,208,941.91	40.35%
TOTAL	86,298,289.21		36,869,539.65	43%
TOTALS				
BILLING - JUNE 2023 - AUGUST 2023		86,298,289.21		
RECIEPTS - JULY 2023- AUGUST 2023		36,869,539.65		
DIFFERENCE		49,428,749.56	43%	

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

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
<u>Operating Transfers and Grants</u>										
National Government:		484,959	587,779	-	-	243,883	146,945	96,938	66.0%	587,779
Expanded Public Works Programme Integrated Grant		-	1,816	-	-	454	454	0	0.0%	1,816
Local Government Financial Management Grant	3	(197)	2,100	-	-	2,100	525	1,575	300.0%	2,100
Municipal Systems Improvement Grant		-	2,000	-	-	-	500	(500)	-100.0%	2,000
Rural Road Asset Management Systems Grant		-	2,672	-	-	-	668	(668)	-100.0%	2,672
Equitable Share		485,156	579,191	-	-	241,329	144,798	96,531	66.7%	579,191
Provincial Government:		(102)	-	-	-	-	-	-	-	-
Specify (Add grant description)		(102)	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants		484,857	587,779	-	-	243,883	146,945	96,938	66.0%	587,779
<u>Capital Transfers and Grants</u>										
National Government:		95,000	306,342	-	66,403	102,273	76,586	25,688	33.5%	306,342
Rural Road Asset Management Systems Grant		(0)	-	-	-	1,870	-	1,870	#DIV/0!	-
Municipal Infrastructure Grant		-	221,342	-	66,403	66,403	55,336	11,067	20.0%	221,342
Water Services Infrastructure Grant		95,000	85,000	-	-	34,000	21,250	12,750	60.0%	85,000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Education, Training and Development Practices SETA		-	-	-	-	91	-	91	#DIV/0!	-
Total Capital Transfers and Grants		95,000	306,342	-	66,403	102,364	76,586	25,778	33.7%	306,342
TOTAL RECEIPTS OF TRANSFERS & GRANTS		579,857	894,121	-	66,403	346,247	223,530	122,717	54.9%	894,121

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

Description	Ref	2022/23	Budget Year 2023/24							
		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:		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants		-	-	-	-	-	-	-	-	-
Capital Transfers and Grants										
National Government:		95,800	312,930	-	-	-	78,233	(78,233)	-100.0%	312,930
Rural Road Asset Management Systems Grant		-	2,872	-	-	-	668	(668)	-100.0%	2,672
Municipal Infrastructure Grant		-	225,258	-	-	-	56,315	(56,315)	-100.0%	225,258
Regional Bulk Infrastructure Grant		16,024	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		79,776	85,000	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	21,250	(21,250)	-100.0%	85,000
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants		95,800	312,930	-	-	-	78,233	(78,233)	-100.0%	312,930
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		95,800	312,930	-	-	-	78,233	(78,233)	-100.0%	312,930

Table SC6 Grant Receipts


- **Capital Grants received to date totals to R102 million**

Table SC7(1) Grant Expenditure

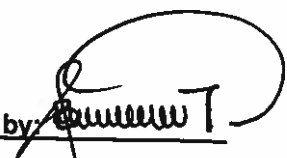
- **Capital Grants expenditure – For detailed expenditure please refer to grant register**

Prepared by: 

Budget Officer

Reviewed by: 

Accountant Budget

Approved by: 

Chief Financial Officer