

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

SECTION 71 REPORT

AUGUST 2023

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 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) - M02 - August

Description	Ref	Budget Year 2023/24								
		2022/23 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	-	20,387	41,108	35,457	5,651	16%	212,742
Service charges - Waste Water Management		17,998	17,412	-	1,379	2,890	2,902	(12)	0%	17,412
Service charges - Waste management		-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services		820	6,575	-	24	54	1,096	(1,042)	-95%	6,575
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		36,488	51,112	-	4,752	9,416	8,519	898	11%	51,112
Interest from Current and Non Current Assets		3,922	6,289	-	1,215	1,215	1,048	167	16%	6,289
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		-	-	-	-	-	-	-	-	-
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		73,448	2,384	-	1,051	4,809	397	4,412	1110%	2,384
Non-Exchange Revenue										
Property rates		-	-	-	-	-	-	-	-	-
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12	39	-	-	8	6	1	17%	39
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		516,839	585,779	-	-	241,329	97,630	143,699	147%	585,779
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		319	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		891,135	882,331	-	28,807	300,829	147,055	153,773	105%	882,331
Expenditure By Type										
Employee related costs		366,528	371,090	-	29,637	58,458	61,848	(3,390)	-5%	371,090
Remuneration of councillors		6,463	6,709	-	519	1,011	1,118	(108)	-10%	6,709
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		62,022	44,822	-	503	503	7,470	(6,968)	-93%	44,822
Debt impairment		172,981	156,966	-	-	-	26,161	(26,161)	-100%	156,966
Depreciation and amortisation		81,732	95,609	-	-	-	15,935	(15,935)	-100%	95,609
Interest		6,649	-	-	-	-	-	-	-	-
Contracted services		158,830	198,197	-	2,289	3,160	33,033	(29,873)	-90%	198,197
Transfers and subsidies		-	3,285	-	-	-	548	(548)	-100%	3,285
Irrecoverable debts written off		-	-	-	-	-	-	-	-	-
Operational costs		182,508	173,857	-	11,732	12,856	28,976	(16,121)	-56%	173,857
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		1,037,712	1,050,536	-	44,679	75,987	175,089	(99,103)	-57%	1,050,536
Surplus/(Deficit)		(146,577)	(168,205)	-	(15,872)	224,842	(28,034)	252,876	-902%	(168,205)
Transfers and subsidies - capital (monetary allocations)		290,719	306,342	-	-	-	51,057	(51,057)	-100%	306,342
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		144,142	138,137	-	(15,872)	224,842	23,023			138,137
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		144,142	138,137	-	(15,872)	224,842	23,023			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	-	(15,872)	224,842	23,023			138,137
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		144,142	138,137	-	(15,872)	224,842	23,023			138,137

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

Vote Description	Ref	2022/23	Budget Year 2023/24							Full Year
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	
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	-	-	-	202	(202)	-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	-	9,742	9,742	40,049	(30,307)	-76%	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	-	9,742	9,742	40,250	(30,508)	-76%	241,503
Total Capital Expenditure		0	241,503	-	9,742	9,742	40,250	(30,508)	-76%	241,503
Capital Expenditure - Functional Classification										
Governance and administration										
Executive and council		-	1,211	-	-	-	202	(202)	-100%	1,211
Finance and administration		-	1,211	-	-	-	202	(202)	-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		0	307,184	-	9,742	9,742	51,197	(41,455)	-81%	307,184
Energy sources		-	-	-	-	-	-	-	-	-
Water management		0	245,763	-	9,742	9,742	40,961	(31,218)	-76%	245,763
Waste water management		-	61,421	-	-	-	10,237	(10,237)	-100%	61,421
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	0	308,395	-	9,742	9,742	51,399	(41,657)	-81%	308,395
Funded by:										
National Government		0	306,342	-	9,742	9,742	51,057	(41,315)	-81%	306,342
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		0	306,342	-	9,742	9,742	51,057	(41,315)	-81%	306,342
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	2,053	-	-	-	342	(342)	-100%	2,053
Total Capital Funding		0	308,395	-	9,742	9,742	51,399	(41,657)	-81%	308,395

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

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	-	-	-	21,783	21,783	100.0%	130,697
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	274	-	-	-	46	46	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	-	-	-	46	(46)	(0)	274
Water Supply Infrastructure		50,260	130,423	-	-	-	21,737	21,737	100.0%	130,423
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		50,260	130,423	-	-	-	21,737	(21,737)	(0)	130,423
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 - M02 - August

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 - M02 - August

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		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
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	-	-	-	21,783	21,783	100.0%	130,697

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

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	-	1,246	246,334	99,272	147,061	148%	595,635
Executive and council		319	-	-	-	-	-	-	-	-
Finance and administration		589,029	595,635	-	1,246	246,334	99,272	147,061	148%	595,635
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		(187)	39	-	-	8	6	1	17%	39
Community and social services		(190)	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health	3	39	-	-	-	8	6	1	17%	39
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		592,693	592,999	-	27,561	54,487	98,833	(44,346)	-45%	592,999
Energy sources		-	-	-	-	-	-	-	-	-
Water management		592,693	592,999	-	27,561	54,487	98,833	(44,346)	-45%	592,999
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,181,854	1,188,673	-	28,807	300,829	198,112	102,716	52%	1,188,673
Expenditure - Functional										
<i>Governance and administration</i>		448,422	417,572	-	14,669	24,934	69,595	(4,944)	-64%	417,572
Executive and council		61,890	64,311	-	3,108	5,774	10,719	(4,944)	-46%	64,311
Finance and administration		384,532	353,261	-	11,561	19,160	58,877	(39,717)	-67%	353,261
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		47,449	47,204	-	3,572	7,014	7,867	(854)	-11%	47,204
Community and social services		12,466	7,477	-	975	1,887	1,246	641	51%	7,477
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		34,983	39,727	-	2,597	5,127	6,621	(1,494)	-23%	39,727
<i>Economic and environmental services</i>		17,770	28,785	-	1,163	2,285	4,797	(2,512)	-52%	28,785
Planning and development		17,770	28,785	-	1,163	2,285	4,797	(2,512)	-52%	28,785
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		526,072	556,975	-	25,274	41,754	92,829	(51,076)	-55%	556,975
Energy sources		-	-	-	-	-	-	-	-	-
Water management		526,072	556,975	-	25,274	41,754	92,829	(51,076)	-55%	556,975
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1,037,712	1,050,536	-	44,679	75,987	175,089	(99,103)	-57%	1,050,536
Surplus/ (Deficit) for the year		144,142	138,137	-	(15,872)	224,842	23,023	201,819	877%	138,137

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

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands										
Revenue by Vote										
Vote 1 - MAYOR AND MM	1	319	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		298	161	-	37	37	27	10	37.8%	161
Vote 3 - BUDGET AND TREASURY		588,731	595,474	-	1,209	246,297	99,246	147,051	148.2%	595,474
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		(190)	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		3	39	-	-	8	6	1	16.8%	39
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		592,693	592,999	-	27,561	54,487	98,833	(44,346)	-44.9%	592,999
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,181,854	1,188,673	-	28,807	300,829	198,112	102,716	51.8%	1,188,673
Expenditure by Vote										
Vote 1 - MAYOR AND MM	1	61,890	64,311	-	3,108	5,774	10,719	(4,944)	-46.1%	64,311
Vote 2 - CORPORATE SERVICES		111,329	116,801	-	5,427	8,046	19,467	(11,421)	-58.7%	116,801
Vote 3 - BUDGET AND TREASURY		271,678	234,881	-	6,134	11,114	39,147	(28,033)	-71.6%	234,881
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30,235	36,261	-	2,139	4,172	6,044	(1,872)	-31.0%	36,261
Vote 5 - WSA& HEALTH SERVICES		36,508	41,306	-	2,597	5,127	6,884	(1,757)	-25.5%	41,306
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		526,072	556,975	-	25,274	41,754	92,829	(51,076)	-55.0%	556,975
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,037,712	1,050,536	-	44,679	75,987	175,089	(99,103)	-56.6%	1,050,536
Surplus/ (Deficit) for the year	2	144,142	138,137	-	(15,872)	224,842	23,023	201,819	876.6%	138,137

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 R75 million at the end of August 2023.
- The Service charged – Water R41 million has been billed at the end of August 2023.
- The Service charges – Sanitation R2 million has been billed at the end of August 2023.

Table C5 – Monthly Budget Statements – Capital Expenditure

- As depicted above capital expenditure amounting to R9 million recorded at the month of August 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 Uruukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 - August

R thousands	Description	NT Code	Budget Year 2023/24										Total	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy		
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dye-1 Yr	Over 1Yr	Total	Total over 90 days					
Debtors Age Analysis By Income Source																	
	Trade and Other Receivables from Exchange Transactions - Water	1200	24,211	19,754	17,186	15,780	15,215	14,981	14,687	495,372	621,184	560,034	-	-			
	Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-			
	Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-			
	Receivables from Exchange Transactions - Waste Water Management	1500	1,642	1,059	927	5,118	819	795	801	23,489	34,650	31,022	-	-			
	Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-			
	Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-			
	Interest on Arrear Debtor Accounts	1810	4,930	4,680	4,580	4,483	4,358	4,245	4,146	154,000	185,423	171,232	-	-			
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-			
	Other	1900	691	312	300	212	177	197	246	7,384	9,519	8,216	-	-			
	Total By Income Source	2000	31,474	25,806	22,993	25,593	20,568	20,218	19,880	684,245	850,776	770,503	-	-			
	2022/23 - totals only																
Debtors Age Analysis By Customer Group																	
	Organs of State	2200	4,200	2,843	1,808	1,400	1,491	1,332	1,284	24,698	39,057	30,205	-	-			
	Commercial	2300	4,806	2,815	1,811	1,686	1,679	1,919	1,506	34,712	50,932	41,501	-	-			
	Households	2400	22,468	20,148	19,374	22,507	17,398	16,966	17,090	624,835	760,786	688,796	-	-			
	Other	2500	-	-	-	-	-	-	-	-	-	-	-	-			
	Total By Customer Group	2600	31,474	25,806	22,993	25,593	20,568	20,218	19,880	684,245	850,776	770,503	-	-			

DC23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M02 August

Investments by maturity	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Name of institution & Investment ID					
R thousands					
Municipality					
FNB	40,712	280			40,991
NEDBANK	1,213	9			1,222
INVESTEC	371	3			374
ABSA	141,552	1,004	(30,000)		112,556
STANDARD BANK	7,399	52			7,451
TOTAL INVESTMENTS AND INTEREST	191,247	-	(30,000)	-	162,593

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	NT Code	Budget Year 2022/23								Total	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
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	2,256	7,039	1,569	4,746	299,255					334,534
Auditor General	0800										-
Other	0900										-
Total By Customer Type	1000	16,290	3,509	5,015	4,614	305,106	-	-	-	-	334,534

TOP TEN CREDITORS ANALYSIS AS AT 31 AUGUST 2023

SUPPLIER	AMOUNT
UMNGENI WATER	184,500,860.50
DWS	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
ESTATE LATE MBATHA TS	2,000,000.00
SIMPRADOOR TRADING	1,570,225.00
UPHAPHELWEGWALAGWALA	1,273,826.25
MJ CONSTRUCTION	1,048,125.00

Part 2 – Supporting Documentation

Table SC3 Debtors Age Analysis

➤ The Municipality has a total amount of R 850 million of outstanding debt.

Bank Balances				
The following reflects bank balances at 31 August 2023				
DESCRIPTION	JULY 2023	AUGUST 2023	SEPTEMBER 2023	OCTOBER 2023
FNB MAIN ACCOUNT 62252306280	45,605,682.93	19,697,050.48	-	-
FNB WATER ACCOUNT 62253072385	0	0	0	0
	45,605,682.93	19,697,050.48	0.00	0.00
Total cash held	19,697,050.48			

Collection rate

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 31 AUGUST 2023				
MONTH	BILLING	MONTHS	RECIPTS	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%
TOTAL	56,040,916.38		24,660,597.74	44%
TOTALS				
BILLING - JUNE 2023 - JUNE 2024		56,040,916.38		
RECIPTS - JULY 2023- JUNE 2024		24,660,597.74		
DIFFERENCE		31,380,318.64		44%

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

Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		484,959	587,779	-	2,554	243,883	97,963	145,920	149.0%	587,779
Expanded Public Works Programme Integrated Grant		-	1,816	-	454	454	303	151	50.0%	1,816
Local Government Financial Management Grant	3	(197)	2,100	-	2,100	2,100	350	1,750	500.0%	2,100
Municipal Systems Improvement Grant		-	2,000	-	-	-	333	(333)	-100.0%	2,000
Rural Road Asset Management Systems Grant		-	2,672	-	-	-	445	(445)	-100.0%	2,672
Equitable Share		485,156	579,191	-	-	241,329	96,532	144,797	150.0%	579,191
Provincial Government:		(102)	-	-	-	-	-	-	-	-
Specify (Add grant description)		(102)	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants		484,857	587,779	-	2,554	243,883	97,963	145,920	149.0%	587,779
Capital Transfers and Grants										
National Government:		95,000	306,342	-	1,870	35,870	51,057	(15,187)	-29.7%	306,342
Rural Road Asset Management Systems Grant		(0)	-	-	1,870	1,870	-	1,870	#DIV/0!	-
Municipal Infrastructure Grant		-	221,342	-	-	-	36,890	(36,890)	-100.0%	221,342
Water Services Infrastructure Grant		95,000	85,000	-	-	34,000	14,167	19,833	140.0%	85,000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	91	-	91	#DIV/0!	-
Education, Training and Development Practices SETA		-	-	-	-	91	-	91	#DIV/0!	-
Total Capital Transfers and Grants		95,000	306,342	-	1,870	35,961	51,057	(15,096)	-29.6%	306,342
TOTAL RECEIPTS OF TRANSFERS & GRANTS		579,857	894,121	-	4,424	279,844	149,020	130,824	87.8%	894,121

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


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	-	-	-	52,155	(52,155)	-100.0%	312,930
Rural Road Asset Management Systems Grant		-	2,672	-	-	-	445	(445)	-100.0%	2,672
Municipal Infrastructure Grant		-	225,258	-	-	-	37,543	(37,543)	-100.0%	225,258
Regional Bulk Infrastructure Grant		16,024	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		79,776	85,000	-	-	-	14,167	(14,167)	-100.0%	85,000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants		95,800	312,930	-	-	-	52,155	(52,155)	-100.0%	312,930
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		95,800	312,930	-	-	-	52,155	(52,155)	-100.0%	312,930


Table SC6 Grant Receipts

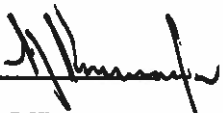
- **Capital Grants received to date totals to R1.8 million**

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

