

**UTHUKELA**  
UMKHANDLU WESIFUNDA  
DISTRIKSMUNISIPALITEIT  
DISTRICT MUNICIPALITY

## **SECTION 71 REPORT**

**DECEMBER 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 December 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) - M06 - December

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
<b>R thousands</b>										
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		210,272	212,742	-	27,569	123,466	106,371	17,095	16%	212,742
Service charges - Waste Water Management		15,970	17,412	-	1,411	8,602	8,706	(104)	-1%	17,412
Service charges - Waste management		-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services		1,652	6,575	-	39	223	3,287	(3,065)	-93%	6,575
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		50,572	51,112	-	5,153	29,899	25,556	4,343	17%	51,112
Interest from Current and Non Current Assets		5,958	6,289	-	414	4,643	3,144	1,498	48%	6,289
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		-	-	-	-	-	-	-	-	-
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		702	2,384	-	63	176	1,192	(1,016)	-85%	2,384
<b>Non-Exchange Revenue</b>										
Property rates		-	-	-	-	-	-	-	-	-
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		63	39	-	1	55	19	35	184%	39
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		545,552	585,779	-	189,264	430,593	292,890	137,703	47%	585,779
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>830,742</b>	<b>882,331</b>	<b>-</b>	<b>223,915</b>	<b>597,656</b>	<b>441,165</b>	<b>156,490</b>	<b>35%</b>	<b>882,331</b>
<b>Expenditure By Type</b>										
Employee related costs		349,172	371,090	-	28,385	189,720	185,545	4,175	2%	371,090
Remuneration of councillors		6,389	6,709	-	514	3,082	3,355	(273)	-8%	6,709
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		44,877	44,822	-	3,329	19,501	22,411	(2,910)	-13%	44,822
Debt impairment		180,240	156,966	-	-	-	78,483	(78,483)	-100%	156,966
Depreciation and amortisation		87,352	95,609	-	21,145	44,080	47,804	(3,724)	-8%	95,609
Interest		8,614	-	-	-	-	-	-	-	-
Contracted services		194,098	198,197	-	11,446	44,782	99,099	(54,317)	-55%	198,197
Transfers and subsidies		3,120	3,285	-	-	1,000	1,643	(643)	-39%	3,285
Irrecoverable debts written off		-	-	-	-	-	-	-	-	-
Operational costs		222,658	173,857	-	7,350	57,436	86,929	(29,492)	-34%	173,857
Losses on Disposal of Assets		1,519	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1,098,039</b>	<b>1,050,536</b>	<b>-</b>	<b>72,169</b>	<b>359,602</b>	<b>525,268</b>	<b>(165,666)</b>	<b>-32%</b>	<b>1,050,536</b>
<b>Surplus/(Deficit)</b>		<b>(267,297)</b>	<b>(168,205)</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>(84,103)</b>	<b>322,157</b>	<b>-383%</b>	<b>(168,205)</b>
Transfers and subsidies - capital (monetary allocations)		244,868	306,342	-	-	-	153,171	(153,171)	-100%	306,342
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>			<b>138,137</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>			<b>138,137</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>			<b>138,137</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>			<b>138,137</b>

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - December

Vote Description	Ref	2022/23 Audited	Budget Year 2023/24							
			Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>R thousands</b>										
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		-	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - MAYOR AND MM		-	-	-	3	3	-	3	#DIV/0!	-
Vote 2 - CORPORATE SERVICES		-	1,211	-	-	-	605	(605)	-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	-	19,193	101,874	120,146	(18,272)	-15%	240,292
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	(0)	241,503	-	19,196	101,877	120,751	(18,875)	-16%	241,503
<b>Total Capital Expenditure</b>		(0)	241,503	-	19,196	101,877	120,751	(18,875)	-16%	241,503
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	1,211	-	3	3	605	(602)	-99%	1,211
Executive and council		-	-	-	3	3	-	3	#DIV/0!	-
Finance and administration		-	1,211	-	-	-	605	(605)	-100%	1,211
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	307,184	-	22,418	117,486	153,592	(36,106)	-24%	307,184
Energy sources		-	-	-	-	-	-	-	-	-
Water management		(0)	245,763	-	19,193	101,874	122,882	(21,008)	-17%	245,763
Waste water management		0	61,421	-	3,225	15,613	30,711	(15,098)	-49%	61,421
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	-	308,395	-	22,421	117,490	154,198	(36,708)	-24%	308,395
<b>Funded by:</b>										
National Government		-	306,342	-	19,199	114,268	153,171	(38,903)	-25%	306,342
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		-	306,342	-	19,199	114,268	153,171	(38,903)	-25%	306,342
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	2,053	-	-	-	1,027	(1,027)	-100%	2,053
<b>Total Capital Funding</b>		-	308,395	-	19,199	114,268	154,198	(39,930)	-26%	308,395

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 - December

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									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		62,556	130,697	-	7,881	17,057	65,348	48,292	73.9%	130,697
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		41	274	-	-	2	137	135	98.8%	274
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		41	274	-	-	2	137	(135)	(0)	274
Water Supply Infrastructure		62,515	130,423	-	7,881	17,055	65,212	48,157	73.8%	130,423
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		62,515	130,423	-	7,881	17,055	65,212	(48,157)	(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 - M06 - December

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
<b>R thousands</b>	1									
<b>Information and Communication Infrastructure</b>										
Data Centres										
Core Layers										
Distribution Layers										
Capital Spares										
<b>Community Assets</b>										
<b>Community Facilities</b>										
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										
<b>Sport and Recreation Facilities</b>										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
<b>Heritage assets</b>										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
<b>Investment properties</b>										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
<b>Other assets</b>										
<b>Operational Buildings</b>										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
<b>Housing</b>										
Staff Housing										
Social Housing										
Capital Spares										

DC23 Uthukela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 - December

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
<b>R thousands</b>										
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
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>		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Living resources</b>		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	1	62,556	130,697	-	7,881	17,057	65,348	48,292	73.9%	130,697



DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 - December

Description	Ref	2022/23	Budget Year 2023/24								
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year	
<b>R thousands</b>		1									
<b>Revenue - Functional</b>											
<i>Governance and administration</i>		714,294	595,635	-	189,736	436,208	297,817	138,391	46%	595,635	
Executive and council		-	-	-	-	-	-	-	-	-	
Finance and administration		714,294	595,635	-	189,736	436,208	297,817	138,391	46%	595,635	
Internal audit		-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		1,282	39	-	1	13	19	(6)	-33%	39	
Community and social services		1,251	-	-	-	-	-	-	-	-	
Sport and recreation		-	-	-	-	-	-	-	-	-	
Public safety		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Health		31	39	-	1	13	19	(6)	-33%	39	
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-	
Planning and development		-	-	-	-	-	-	-	-	-	
Road transport		-	-	-	-	-	-	-	-	-	
Environmental protection		-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		360,034	592,999	-	34,177	161,434	296,500	(135,065)	-46%	592,999	
Energy sources		-	-	-	-	-	-	-	-	-	
Water management		360,034	592,999	-	34,177	161,434	296,500	(135,065)	-46%	592,999	
Waste water management		-	-	-	-	-	-	-	-	-	
Waste management		-	-	-	-	-	-	-	-	-	
<i>Other</i>		4	-	-	-	-	-	-	-	-	
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1,075,610</b>	<b>1,188,673</b>	<b>-</b>	<b>223,915</b>	<b>597,656</b>	<b>594,336</b>	<b>3,319</b>	<b>1%</b>	<b>1,188,673</b>	
<b>Expenditure - Functional</b>											
<i>Governance and administration</i>		461,834	417,572	-	14,892	119,545	208,786	(89,241)	-43%	417,572	
Executive and council		47,987	64,311	-	4,692	27,774	32,156	(4,382)	-14%	64,311	
Finance and administration		413,846	353,261	-	10,200	91,771	176,631	(84,859)	-48%	353,261	
Internal audit		-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		44,956	47,204	-	4,954	27,423	23,602	3,821	16%	47,204	
Community and social services		11,851	7,477	-	1,074	6,630	3,738	2,891	77%	7,477	
Sport and recreation		-	-	-	-	-	-	-	-	-	
Public safety		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Health		33,104	39,727	-	3,881	20,793	19,864	929	5%	39,727	
<i>Economic and environmental services</i>		18,271	28,785	-	1,059	8,373	14,392	(6,020)	-42%	28,785	
Planning and development		18,271	28,785	-	1,059	8,373	14,392	(6,020)	-42%	28,785	
Road transport		-	-	-	-	-	-	-	-	-	
Environmental protection		-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		572,979	556,975	-	51,263	204,261	278,488	(74,226)	-27%	556,975	
Energy sources		-	-	-	-	-	-	-	-	-	
Water management		572,979	556,975	-	51,263	204,261	278,488	(74,226)	-27%	556,975	
Waste water management		-	-	-	-	-	-	-	-	-	
Waste management		-	-	-	-	-	-	-	-	-	
<i>Other</i>		-	-	-	-	-	-	-	-	-	
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1,098,039</b>	<b>1,050,536</b>	<b>-</b>	<b>72,169</b>	<b>359,602</b>	<b>525,268</b>	<b>(165,666)</b>	<b>-32%</b>	<b>1,050,536</b>	
<b>Surplus/ (Deficit) for the year</b>		<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>	<b>168,986</b>	<b>245%</b>	<b>138,137</b>	

DC23 Uthukela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 - December

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - MAYOR AND MM		-	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		335	161	-	36	147	80	67	83.4%	161
Vote 3 - BUDGET AND TREASURY		713,958	595,474	-	189,701	436,061	297,737	138,324	46.5%	595,474
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		1,251	-	-	-	-	-	-	-	-
Vote 5 - WSA& HEALTH SERVICES		31	39	-	1	13	19	(6)	-32.5%	39
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		360,034	592,999	-	34,177	161,434	296,500	(135,065)	-45.6%	592,999
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>1,075,610</b>	<b>1,188,673</b>	<b>-</b>	<b>223,915</b>	<b>597,656</b>	<b>594,336</b>	<b>3,319</b>	<b>0.6%</b>	<b>1,188,673</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - MAYOR AND MM		47,987	64,311	-	4,692	27,774	32,156	(4,382)	-13.6%	64,311
Vote 2 - CORPORATE SERVICES		151,109	116,801	-	4,505	39,472	58,400	(18,928)	-32.4%	116,801
Vote 3 - BUDGET AND TREASURY		262,737	234,881	-	5,695	52,299	117,441	(65,142)	-55.5%	234,881
Vote 4 - SOCIAL SERVICES(PLANNING&ECONOMIC DEV)		30,122	36,261	-	2,133	15,002	18,131	(3,128)	-17.3%	36,261
Vote 5 - WSA& HEALTH SERVICES		33,104	41,306	-	3,881	20,793	20,653	140	0.7%	41,306
Vote 6 - 500 - WATER, SANITATION AND TECHNICAL SERVICES		572,979	556,975	-	51,263	204,261	278,488	(74,226)	-26.7%	556,975
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>1,098,039</b>	<b>1,050,536</b>	<b>-</b>	<b>72,169</b>	<b>359,602</b>	<b>525,268</b>	<b>(165,666)</b>	<b>-31.5%</b>	<b>1,050,536</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(22,429)</b>	<b>138,137</b>	<b>-</b>	<b>151,746</b>	<b>238,054</b>	<b>69,068</b>	<b>168,986</b>	<b>244.7%</b>	<b>138,137</b>

**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 R359 million at the end of December 2023.
- The Service charged – Water R123 million has been billed at the end of December 2023.
- The Service charges – Sanitation R8 million has been billed at the end of December 2023.

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

- As depicted above capital expenditure amounting to R117 million recorded at the month of December 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 SC3 Monthly Budget Statement - aged debtors - IM06 - December

R thousands	Description	NT Code	Budget Year 2023/24										Total	Over 1Yr	Total over 90 days	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-Dys-1 Yr	Over 1Yr	Total								
<b>Debtors Age Analysis By Income Source</b>																			
	Trade and Other Receivables from Exchange Transactions - Water	1200	31,552	19,602	15,108	16,051	16,345	16,232	15,559	548,313	678,761	612,499	-	-	-	-	-	-	
	Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Receivables from Exchange Transactions - Waste Water Management	1500	1,576	1,050	974	855	831	829	761	25,587	32,464	28,863	-	-	-	-	-		
	Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Interest on Arrear Debtor Accounts	1810	5,180	5,047	5,069	4,922	4,849	4,601	4,465	169,398	203,532	188,236	-	-	-	-	-		
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Other	1900	254	387	295	217	427	183	233	7,543	9,539	8,603	-	-	-	-	-		
	<b>Total By Income Source</b>	<b>2000</b>	<b>38,562</b>	<b>26,086</b>	<b>21,447</b>	<b>22,045</b>	<b>22,452</b>	<b>21,845</b>	<b>21,018</b>	<b>750,842</b>	<b>924,296</b>	<b>838,201</b>	-	-	-	-	-		
	<b>2022/23 - totals only</b>		<b>29,607</b>	<b>25,458</b>	<b>27,111</b>	<b>23,449</b>	<b>21,496</b>	<b>23,035</b>	<b>95,875</b>	<b>689,463</b>	<b>915,494</b>	<b>833,318</b>	-	-	-	-	-		
<b>Debtors Age Analysis By Customer Group</b>																			
	Organs of State	2200	9,282	2,742	1,282	1,622	1,629	1,678	1,403	26,810	46,447	33,141	-	-	-	-	-		
	Commercial	2300	5,571	2,963	1,484	1,523	1,405	1,324	1,342	37,400	53,013	42,995	-	-	-	-	-		
	Households	2400	23,709	20,381	18,681	18,900	19,417	18,843	18,273	666,631	824,836	762,065	-	-	-	-	-		
	Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
	<b>Total By Customer Group</b>	<b>2600</b>	<b>38,562</b>	<b>26,086</b>	<b>21,447</b>	<b>22,045</b>	<b>22,452</b>	<b>21,845</b>	<b>21,018</b>	<b>750,842</b>	<b>924,296</b>	<b>838,201</b>	-	-	-	-	-		

**DC23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M06 December**

Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>R thousands</b>					
<b>Municipality</b>					
FNB	54,525	492	(182,284)	182,284	55,017
NEDBANK	1,247	10	(1,249)	1,249	1,257
INVESTEC	381	3			384
ABSA	1,615	659	(30,000)	123,000	95,274
STANDARD BANK	7,605	22	(7,628)	7,628	7,628
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>65,373</b>	<b>1,187</b>	<b>(221,161)</b>	<b>314,161</b>	<b>159,560</b>

## Part 2 – Supporting Documentation

### Table SC3 Debtors Age Analysis

➤ The Municipality has a total amount of R 924 million of outstanding debt.

Bank Balances				
The following reflects bank balances at 31 December 2023				
DESCRIPTION	SEPTEMBER 2023	OCTOBER 2023	NOVEMBER 2023	DECEMBER 2023
FNB MAIN ACCOUNT 62252306280	61,912,762.42	43,188,202.58	17,127,156.68	14,791,225.24
FNB WATER ACCOUNT 62253072385	0	0	0	0
	<b>61,912,762.42</b>	<b>43,188,202.58</b>	<b>0.00</b>	<b>14,791,225.24</b>
<b>Total cash held</b>	<b>14,791,225.24</b>			

### Collection rate

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 31 DECEMBER 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%
September 2023	29,957,161.76	October 2023	12,433,443.85	41.50%
October 2023	23,953,175.82	November 2023	9,529,050.56	39.78%
November 2023	28,423,891.12	December 2023	8,803,764.50	30.97%
<b>TOTAL</b>	<b>168,632,517.91</b>		<b>67,635,798.56</b>	<b>40%</b>
<b>TOTALS</b>				
BILLING - JUNE 2023 - DECEMBER 2023	168,632,517.91			
RECIEPTS - JULY 2023- DECEMBER 2023	67,635,798.56			
DIFFERENCE	100,996,719.35		40%	



**TOP TEN CREDITORS ANALYSIS AS AT 31 DECEMBER 2023**

<b>SUPPLIER</b>	<b>AMOUNT</b>
UMNGENI WATER	180,500,860.50
DEPARTMENT OF WATER AND SANITATION	82,100,414.79
PHAKAMA HOLDINGS	3,447,955.88
MAGUDULELA'S FUNERAL ESTATE SERVICE	3,420,000.00
SIMPRADOOR TRADING	3,240,025.00
DEVELOPMENT AGENCY	2,285,000.00
MOTAGANE CHEM WORKS	1,901,640.00
UPHAPHELWEGWALAGWALA	1,273,826.25
MJ CONSTRUCTION	1,048,125.00
BONAKUDE CONSULTING	-



DC23 Uthukela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 - December

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										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		539,854	587,779	-	189,264	433,964	293,890	140,074	47.7%	587,779
Expanded Public Works Programme Integrated Grant		-	1,816	-	-	1,271	908	363	40.0%	1,816
Local Government Financial Management Grant	3	(58)	2,100	-	-	2,100	1,050	1,050	100.0%	2,100
Municipal Systems Improvement Grant		-	2,000	-	-	-	1,000	(1,000)	-100.0%	2,000
Rural Road Asset Management Systems Grant		-	2,672	-	-	-	1,336	(1,336)	-100.0%	2,672
Equitable Share		539,912	579,191	-	189,264	430,593	289,596	140,997	48.7%	579,191
Provincial Government:		(95)	-	-	-	-	-	-	-	-
Specify (Add grant description)		(95)	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		<b>539,759</b>	<b>587,779</b>	<b>-</b>	<b>189,264</b>	<b>433,964</b>	<b>293,890</b>	<b>140,074</b>	<b>47.7%</b>	<b>587,779</b>
<b>Capital Transfers and Grants</b>										
National Government:		88,790	306,342	-	-	202,676	153,171	49,505	32.3%	306,342
Rural Road Asset Management Systems Grant		0	-	-	-	1,870	-	1,870	#DIV/0!	-
Municipal Infrastructure Grant		7,990	221,342	-	-	132,806	110,671	22,135	20.0%	221,342
Water Services Infrastructure Grant		80,800	85,000	-	-	68,000	42,500	25,500	60.0%	85,000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	284	375	-	375	#DIV/0!	-
Education, Training and Development Practices SETA		-	-	-	284	375	-	375	#DIV/0!	-
<b>Total Capital Transfers and Grants</b>		<b>88,790</b>	<b>306,342</b>	<b>-</b>	<b>284</b>	<b>203,051</b>	<b>153,171</b>	<b>49,880</b>	<b>32.6%</b>	<b>306,342</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>628,549</b>	<b>894,121</b>	<b>-</b>	<b>189,548</b>	<b>637,015</b>	<b>447,061</b>	<b>189,954</b>	<b>42.5%</b>	<b>894,121</b>

DC23 Uthukela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 - December


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										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		-	-	-	-	-	-	-	-	-
<b>Capital Transfers and Grants</b>										
National Government:		90,404	312,930	-	-	-	156,465	(156,465)	-100.0%	312,930
Rural Road Asset Management Systems Grant		-	2,672	-	-	-	1,336	(1,336)	-100.0%	2,672
Municipal Infrastructure Grant		-	225,258	-	-	-	112,629	(112,629)	-100.0%	225,258
Water Services Infrastructure Grant		90,376	85,000	-	-	-	42,500	(42,500)	-100.0%	85,000
Municipal Disaster Recovery Grant		29	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		<b>90,404</b>	<b>312,930</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>156,465</b>	<b>(156,465)</b>	<b>-100.0%</b>	<b>312,930</b>
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		<b>90,404</b>	<b>312,930</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>156,465</b>	<b>(156,465)</b>	<b>-100.0%</b>	<b>312,930</b>


**Table SC6 Grant Receipts**

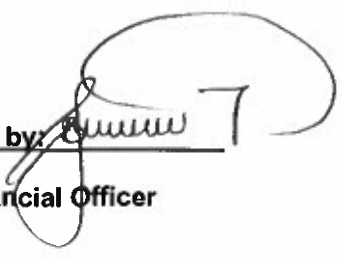
- **Capital Grants received to date totals to R202 million**

**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**

## 2.7. Municipal Manager's quality certificate

I **Mpumelelo Bongani Mnguni**, Municipal Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for December 2023 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : MB Mnguni

Signature 

Date : 09 January 2024