



SECTION 71 REPORT

MARCH 2025

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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 March 2025.

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 2024/25 financial year.

Table C1 - Budgeted Statement Summary

DC23 Uthukela - Table C1 Monthly Budget Statement Summary - M09 - March

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	280 626	334 573	291 842	24 219	159 974	233 839	(73 865)	-32%	291 842
Investment revenue	8 557	10 482	7 007	103	4 440	6 471	(2 031)	-31%	7 007
Transfers and subsidies - Operational	581 179	620 501	632 192	204 675	621 112	470 052	151 060	32%	632 192
Other own revenue	74 006	65 430	73 540	6 523	57 245	52 317	4 928	9%	-
Total Revenue (excluding capital transfers and contributions)	944 368	1 030 991	1 004 581	235 525	842 771	762 679	80 092	11%	1 004 581
Employee costs	368 255	363 137	395 959	30 579	303 330	285 481	17 848	6%	395 959
Remuneration of Councilors	6 154	6 155	6 219	533	4 711	4 642	70	2%	6 219
Depreciation and amortisation	86 932	73 910	84 528	7 101	62 812	59 680	3 132	5%	84 528
Interest	1 829	-	6 456	184	410	2 643	(2 232)	-84%	6 456
Inventory consumed and bulk purchases	57 423	51 060	86 497	5 200	33 496	52 470	(18 974)	-36%	86 497
Transfers and subsidies	3 285	5 830	0	-	-	2 940	(2 040)	-100%	0
Other expenditure	363 595	467 140	513 886	19 915	126 883	372 326	(245 443)	-66%	513 886
Total Expenditure	885 473	967 232	1 093 544	63 517	531 843	779 281	(247 639)	-32%	1 093 544
Surplus/(Deficit)	58 895	63 759	(88 963)	172 008	311 129	(16 602)	327 731	-1974%	(88 963)
Transfers and subsidies - capital (monetary allocations)	160 949	291 529	277 808	-	134 960	213 158	(78 199)	-37%	277 808
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	219 845	355 288	188 846	172 008	446 088	198 556	249 532	127%	188 846
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	219 845	355 288	188 846	172 008	446 088	198 556	249 532	127%	188 846
Capital expenditure & funds sources									
Capital expenditure	207 976	308 529	244 241	16 878	145 334	202 475	(57 142)	-28%	244 241
Capital transfers recognised	203 467	291 529	241 573	18 553	143 717	198 664	(54 947)	-28%	241 573
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	682	17 000	2 668	325	1 089	3 811	(2 722)	-71%	2 668
Total sources of capital funds	204 148	308 529	244 241	16 878	144 806	202 475	(57 670)	-28%	244 241
Financial position									
Total current assets	444 555	69 879	263 116	-	643 130	-	-	-	263 116
Total non current assets	3 374 830	2 620 048	3 407 263	-	3 499 366	-	-	-	3 407 263
Total current liabilities	958 024	629 699	935 547	-	1 044 568	-	-	-	935 547
Total non current liabilities	33 837	35 360	49 527	-	40 776	-	-	-	49 527
Community wealth/Equity	2 827 523	2 024 677	2 685 304	-	3 057 151	-	-	-	2 685 304
Cash flows									
Net cash from (used) operating	756 563	268 474	139 015	263 944	880 466	246 874	(633 592)	-257%	139 015
Net cash from (used) investing	222 994	(308 529)	(244 241)	(6 025)	(143 955)	(272 449)	(128 495)	47%	(244 241)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	993 245	(107 356)	(89 511)	-	742 322	(19 860)	(762 181)	3838%	(99 416)
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	30 846	25 960	24 927	20 895	22 462	23 574	22 433	1 191 317	1 362 415

This is the summary of an overall municipal financial status. This includes the municipal financial performance, the municipal financial position as well as the municipal cash flow.

Table C2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

DC23 Uthukela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 - March

Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Revenue - Functional										
Governance and administration		715 743	691 476	626 150	204 854	627 115	492 476	134 638	27%	626 150
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		715 743	691 476	626 150	204 854	627 115	492 476	134 638	27%	626 150
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		387	60	47	1	31	40	(9)	-23%	47
Community and social services		346	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		42	60	47	1	31	40	(9)	-23%	47
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		389 187	630 984	656 193	30 669	350 585	483 322	(132 736)	-27%	656 193
Energy sources		-	-	-	-	-	-	-	-	-
Water management		389 187	630 984	656 193	30 669	350 585	483 322	(132 736)	-27%	656 193
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1 105 317	1 322 520	1 282 390	235 525	977 731	975 838	1 893	0%	1 282 390
Expenditure - Functional										
Governance and administration		300 389	430 019	339 848	21 753	153 741	290 168	(136 428)	-47%	339 848
Executive and council		50 305	51 120	52 423	4 435	36 908	42 510	(5 702)	-13%	52 428
Finance and administration		249 585	378 358	287 420	17 317	116 832	247 658	(130 726)	-53%	287 420
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		52 641	58 078	62 187	3 978	38 294	45 262	(6 968)	-15%	62 187
Community and social services		13 103	7 773	20 265	1 199	10 785	10 888	(104)	-1%	20 269
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		39 638	60 305	41 918	2 779	27 510	34 374	(6 864)	-20%	41 918
Economic and environmental services		17 131	26 084	15 489	1 180	11 866	15 325	(3 458)	-23%	15 489
Planning and development		17 131	26 084	15 489	1 180	11 866	15 325	(3 458)	-23%	15 489
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		515 312	453 052	676 020	36 607	327 741	428 526	(100 785)	-24%	676 020
Energy sources		-	-	-	-	-	-	-	-	-
Water management		515 312	453 052	676 020	36 607	327 741	428 526	(100 785)	-24%	676 020
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	885 473	967 232	1 093 544	63 517	531 842	770 281	(247 638)	-32%	1 093 544
Surplus/ (Deficit) for the year		219 845	355 288	188 846	172 008	446 088	196 556	249 532	127%	188 846

This table reflects the municipal financial performance, classified by functions

Table C3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

DC23 Uthukela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 - March										
Vote Description	Ref	2023/24 Audited	Original	Adjusted	Monthly	Budget Year 2024/25 YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands										
Revenue by Vote	1									
Vote 1 - Municipal Manager, Town Secretary and Chief Executive- 105		-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services-200		93	-	313	34	428	125	303	242.4%	313
Vote 3 - Finance and Administration- 300		715 645	691 476	625 837	204 821	626 686	492 351	134 335	27.5%	625 837
Vote 4 - Municipal Health and Water Services Authority- 408		-	-	-	-	-	-	-	-	-
Vote 5 - Community and Social Services-405		345	-	-	-	-	-	-	-	-
Vote 6 - Mayor and Council - 105		-	-	-	-	-	-	-	-	-
Vote 7 - Water Sanitation and Technical Services - 510		389 187	630 984	656 193	30 669	350 585	483 322	(132 736)	-27.5%	656 193
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 105 276	1 322 460	1 282 343	235 524	977 700	975 790	1 902	0.2%	1 282 343
Expenditure by Vote	1									
Vote 1 - Municipal Manager, Town Secretary and Chief Executive- 105		25 873	22 456	25 408	2 248	18 757	18 023	734	4.1%	25 408
Vote 2 - Corporate Services-200		77 003	135 003	128 266	11 648	59 123	98 183	(39 060)	-39.8%	128 266
Vote 3 - Finance and Administration- 300		172 582	242 304	159 154	5 670	57 805	148 468	(90 662)	-61.1%	159 154
Vote 4 - Municipal Health and Water Services Authority- 408		5 315	13 157	5 757	309	4 025	6 908	(2 883)	-41.7%	5 757
Vote 5 - Community and Social Services-405		30 234	33 857	35 758	2 379	22 551	26 213	(3 562)	-13.6%	35 758
Vote 6 - Mayor and Council - 105		-	-	-	-	-	-	-	-	-
Vote 7 - Water Sanitation and Technical Services - 510		515 312	453 052	476 020	36 507	327 741	428 526	(100 785)	-23.5%	476 020
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	827 319	899 829	1 030 364	58 860	490 103	726 321	(236 219)	32.5%	1 030 364
Surplus (Deficit) for the year	2	277 956	422 631	251 979	176 664	487 597	249 477	238 121	95.4%	251 979

This table reflect the municipal financial performance, classified by municipal votes (department)

Table C4 - Budgeted Statement – Financial Performance (revenue and expenditure)

DC23 Uthukela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 - March

Description	Ref	2023/24	Budget Year 2024/25							
		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	263 410	316 389	272 710	22 623	145 815	219 820	(74 205)	-34%		272 710
Service charges - Waste Water Management	17 216	18 189	19 132	1 596	14 359	14 019	340	2%		19 132
Service charges - Waste management	-	-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services	705	632	493	66	399	418	(19)	-4%		493
Agency services	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables	30 448	64 531	99 487	6 422	53 427	50 382	3 045	6%		99 487
Interest from Current and Non Current Assets	6 557	10 482	7 007	108	4 440	6 471	(2 031)	-21%		7 007
Dividends	-	-	-	-	-	-	-	-	-	-
Perk on Land	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets	-	-	-	-	-	-	-	-	-	-
Licence and permits	-	-	-	-	-	-	-	-	-	-
Operational Revenue	275	203	2 934	34	3 050	1 245	1 805	145%		2 934
Non-Exchange Revenue	-	-	-	-	-	-	-	-	-	-
Property rates	-	-	-	-	-	-	-	-	-	-
Surcharges and Taxes	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	34 577	60	626	1	358	272	97	36%		626
Licence and permits	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	581 179	620 501	632 192	204 675	621 112	470 052	151 060	32%		632 192
Interest	-	-	-	-	-	-	-	-	-	-
Fuel Levy	-	-	-	-	-	-	-	-	-	-
Operational Revenue	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets	-	-	-	-	-	-	-	-	-	-
Other Gains	-	-	-	-	-	-	-	-	-	-
Discontinued Operations	8 000	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and	944 368	1 038 991	1 004 581	235 525	842 771	742 679	80 092	11%		1 004 581
Expenditure By Type										
Employee related costs	366 255	363 137	395 959	30 579	303 330	285 481	17 848	6%		395 959
Pensionisation of councillors	6 154	6 155	6 219	538	4 711	4 642	70	2%		6 219
Bulk purchases - electricity	-	-	-	-	-	-	-	-	-	-
Inventory consumed	57 423	51 050	86 497	5 200	33 496	52 470	(18 974)	-36%		86 497
Cost impairment	101 389	164 658	80 482	-	-	89 823	(89 823)	-100%		80 482
Depreciation and amortisation	86 832	73 910	84 528	7 101	62 812	59 680	3 132	5%		84 528
Interest	1 829	-	6 456	184	410	2 843	(2 292)	-84%		6 456
Contracted services	146 899	171 931	154 212	11 365	79 805	121 861	(42 055)	-35%		154 212
Transfers and subsidies	3 285	5 830	0	-	-	2 040	(2 040)	-100%		0
Irrecoverable debts written off	-	-	80 482	-	-	32 193	(32 193)	-100%		80 482
Operational costs	115 307	130 551	198 709	8 550	48 923	128 449	(81 521)	-63%		198 709
Losses on Disposal of Assets	-	-	-	-	150	-	150	N/DIV/O		-
Other Losses	-	-	-	-	-	-	-	-	-	-
Total Expenditure	885 473	967 232	1 093 544	63 517	531 643	779 281	(247 639)	-22%		1 093 544
Surplus/(Deficit)	58 895	63 759	(88 963)	172 008	311 129	(16 602)	327 731	-1974%		(88 963)
Transfers and subsidies - capital (monetary allocations)	160 949	291 529	277 808	-	134 950	213 158	(78 199)	-37%		277 808
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	219 845	355 288	188 846	172 008	446 088	196 556				188 846
Income Tax	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax	219 845	355 288	188 846	172 008	446 088	196 556				188 846
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	219 845	355 288	188 846	172 008	446 088	196 556				188 846
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	219 845	355 288	188 846	172 008	446 088	196 556				188 846

Operating Revenue:

WATER SALES:

The Water Sales income recognised is 34% below what is originally anticipated. The total revenue billed as at 31 March 2025 is R145 million. However there is a significant increase in March billing as municipality is affecting journals.

INTEREST EARNED FROM RECEIVABLES:

The interest on consumer accounts has yielded 6% above variance. The municipality has appointed a company assisting in debt collection, therefore the municipality anticipate more interest to be received

INTEREST FROM NON-CURRENT ASSETS AND INVESTMENTS

The municipality incurred a variance of 31% below what was anticipated, as at the end of March 2025. The municipality received two conditional grants and the last trench of equitable share during March 2025 and invested those funds. To date the municipality has investments of R112 million, which it anticipates more interest to be received for the last quarter of the financial year.

OPERATIONAL REVENUE

This line item includes the proceeds from the sale of assets. The receipt of sale of assets was costed on February which resulted in the municipality Year to date actual being R3million, which is a good indication on revenue.

FINES, PENALTIES AND FORFEITS

The municipality incurred 36% above variance on fines. The municipality has issued penalties on the households that had illegal connections after they had been disconnected on water consumption due to non payment.

TRANSFERES AND SUBSIDIES

The municipality has recognised the last trench of equitable share. It has a 32% variance above what was anticipated, which will be corrected when all grants are recognised fully.

Operating Expenditure:

EMPLOYEE RELATED COSTS AND REMUNERATION OF COUNCILLORS:

Employee related cost incurred for March 2025 reflects 6% above what was anticipated, this is the results of the 1.5% increment that was implemented in March 2025.

INVENTORY CONSUMED

The municipality incurred 36% variance below, what was anticipated, which results from the municipality stopping petrol card and it resulted to savings on fuel and oil. Water purchased will be calculated at year end.

INTEREST

Interest incurred 84% below what was expected. Interest will be calculated and costed correctly at year end as the municipality is still awaiting invoices from Departmental Water and Eskom.

CONTRACTED SERVICES:

The municipality incurred 35% variance, below what was anticipated. The municipality implemented the cost containment majors, which resulted in savings on cost containment.

OPERATIONAL COSTS:

The municipality incurred 83% variance, below what was expected. The implementation of the budget funding plan seeks to cut avoidable expenditure which does not relate to service delivery the municipality has managed to eliminate nice to haves, and soft projects in order to reduce expenditure related to this line item. The total operation cost to date amounts to R46 million.

Table C5 – Monthly Budget Statements – Capital Expenditure

DC23 Uthukela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 - March

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager, Town Secretary and Chief Executive- 105		-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services-200		-	-	-	-	-	-	-	-	-
Vote 3 - Finance and Administration- 300		-	-	-	-	-	-	-	-	-
Vote 4 - Municipal Health and Water Services Authority- 408		-	-	-	-	-	-	-	-	-
Vote 5 - Community and Social Services-405		-	-	-	-	-	-	-	-	-
Vote 6 - Mayor and Council-105		-	-	-	-	-	-	-	-	-
Vote 7 - Water Sanitation and Technical Services -510		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager, Town Secretary and Chief Executive- 105		-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services-200		-	2 000	2 300	325	508	1 500	(992)	-66%	2 000
Vote 3 - Finance and Administration- 300		-	-	-	-	-	-	-	-	-
Vote 4 - Municipal Health and Water Services Authority- 408		-	-	-	-	-	-	-	-	-
Vote 5 - Community and Social Services-405		-	-	-	-	-	-	-	-	-
Vote 6 - Mayor and Council- 105		-	-	-	-	-	-	-	-	-
Vote 7 - Water Sanitation and Technical Services -510		207 976	308 529	242 241	16 553	144 825	200 975	(56 150)	-28%	242 241
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	207 976	308 529	244 241	16 878	145 334	202 475	(57 142)	-28%	244 241
Total Capital Expenditure		207 976	308 529	244 241	16 878	145 334	202 475	(57 142)	-28%	244 241
Capital Expenditure - Functional Classification										
Governance and administration		-	2 000	2 300	325	508	1 500	(992)	-66%	2 000
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	2 000	2 300	325	508	1 500	(992)	-66%	2 000
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		207 976	308 529	242 241	16 553	144 825	200 975	(56 150)	-23%	242 241
Energy services		-	-	-	-	-	-	-	-	-
Water management		193 198	308 529	242 241	16 553	144 825	200 975	(56 150)	-28%	242 241
Waste water management		14 778	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	207 976	308 529	244 241	16 878	145 334	202 475	(57 142)	-28%	244 241
Funded by:										
National Government		203 467	291 529	241 573	16 553	143 717	198 664	(54 947)	-23%	241 573
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Depart Agencies)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		203 467	291 529	241 573	16 553	143 717	198 664	(54 947)	-28%	241 573
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		562	17 000	2 668	325	1 089	3 811	(2 722)	-71%	2 668
Total Capital Funding		204 148	308 529	244 241	16 878	144 806	202 475	(57 670)	-28%	244 241

As depicted above capital expenditure amounting to R16 million recorded at the month of March 2025. The capital expenditure is not a true reflection, there are grants that are pending on the system, yet they are not paid due to our financial position situation. However all grants have been received, payments are underway to ensure that the municipality does not have any unspent grants as at year end.

Table C6 - Budgeted Statement – Financial Position

DC23 Uthukela - Table C6 Monthly Budget Statement - Financial Position - M09 - March

Description	Ref	2023/24	Budget Year 2024/25			Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		5 810	(107 356)	(71 368)	256 642	(71 368)
Trade and other receivables from exchange transactions		195 469	73 257	328 631	189 831	328 631
Receivables from non-exchange transactions		79	7 102	65 218	79	65 218
Current portion of non-current receivables		3 514	—	—	3 514	—
Inventory		19 517	5 207	63 114	20 144	63 114
VAT		215 591	43 337	(122 575)	168 904	(122 575)
Other current assets		4 575	48 332	95	4 015	95
Total current assets		444 555	69 879	263 116	643 130	263 116
Non current assets						
Investments		—	—	—	—	—
Investment property		—	—	—	—	—
Property, plant and equipment		3 369 667	2 620 048	3 405 166	3 494 216	3 405 166
Biological assets		—	—	—	—	—
Living and non-living resources		—	—	—	—	—
Heritage assets		—	—	—	—	—
Intangible assets		5 163	—	392	5 149	392
Trade and other receivables from exchange transactions		—	—	1 658	—	1 658
Non-current receivables from non-exchange transactions		—	—	46	—	46
Other non-current assets		—	—	—	—	—
Total non current assets		3 374 830	2 620 048	3 407 263	3 499 366	3 407 263
TOTAL ASSETS		3 819 385	2 689 926	3 670 378	4 142 495	3 670 378
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		949	—	2 416	2 416	2 416
Consumer deposits		20 029	20 735	20 029	20 618	20 029
Trade and other payables from exchange transactions		478 213	479 154	951 902	626 730	951 902
Trade and other payables from non-exchange transactions		116 150	10 431	2 883	92 909	2 883
Provision		31 975	50 117	36 722	35 252	36 722
VAT		302 371	58 116	0	266 642	0
Other current liabilities		8 336	11 337	(78 406)	—	(78 406)
Total current liabilities		958 824	629 890	935 547	1 044 568	935 547
Non current liabilities						
Financial liabilities		—	—	—	—	—
Provision		15 060	35 360	49 527	18 116	49 527
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		18 777	—	—	22 660	—
Total non current liabilities		33 837	35 360	49 527	40 776	49 527
TOTAL LIABILITIES		991 862	665 249	985 074	1 085 344	985 074
NET ASSETS	2	2 827 523	2 024 677	2 685 304	3 057 151	2 685 304
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 827 523	2 024 677	2 685 304	3 057 151	2 685 304
Reserves and funds		—	—	—	—	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	2 827 523	2 024 677	2 685 304	3 057 151	2 685 304

This table is an overview of the municipal assets and liabilities.

Table C7 - Budgeted Statement – Cash Flow

DC23 Uthukela - Table C7 Monthly Budget Statement - Cash Flow - M03 March

Description	Ref	2024/25	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	-	-	-	-	-	-		
Service charges		125 921	129 153	118 196	9 755	94 040	88 647	5 393	6%	118 196
Other revenue		26 473	69 392	80 555	5 331	12 641	60 416	(47 775)	-79%	80 555
Transfers and Subsidies - Operational		579 544	620 501	632 093	211 575	624 634	474 070	150 564	32%	632 093
Transfers and Subsidies - Capital		281 538	291 529	277 808	50 000	256 071	208 356	47 715	23%	277 808
Interest		9 124	10 482	7 007	108	3 780	5 255	(1 475)	-28%	7 007
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(266 036)	(846 752)	(976 644)	(12 824)	(110 700)	(732 463)	(621 783)	85%	(976 644)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	(5 830)	0	-	-	0	0	100%	0
NET CASH FROM(USED) OPERATING ACTIVITIES		756 564	268 475	139 015	263 944	880 466	104 262	(776 204)	-744%	139 015
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(222 994)	(308 529)	(244 241)	(6 025)	(143 955)	(272 449)	(128 494)	47%	(244 241)
NET CASH FROM(USED) INVESTING ACTIVITIES		(222 994)	(308 529)	(244 241)	(6 025)	(143 955)	(272 449)	(128 494)	47%	(244 241)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term financing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		979 558	(40 054)	(105 226)	257 919	736 511	(168 187)			(105 226)
Cash/cash equivalents at beginning		13 689	(67 302)	5 715		5 810	5 715			5 810
Cash/cash equivalents at month/year end		993 247	(107 356)	(99 511)		742 321	(162 472)			(99 416)

This table reflect the municipal cash flows. It is categorised in three activities namely, cash flows from operating activities, cash flows from investing activities as well as cash flows from financing activities

Part 2 – Supporting Documentation

Table SC3 Debtors age analysis

DC23 Uthukela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 - March

Description		Budget Year 2024/25									
MT Code		6-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	22 524	18 008	17 236	13 860	15 078	18 371	15 142	850 065	968 711	910 623
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	1 575	1 349	1 100	945	932	1 086	1 187	49 385	57 547	53 522
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rates Debtors	1700	-	-	-	-	-	-	-	-	-	-
Interest on Atear Debtor Accounts	1810	5 586	6 529	8 507	8 255	9 357	9 075	9 966	276 648	320 923	321 305
Recoverable unauthorised, irregular, business and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-
Other	1900	50	55	88	29	95	42	137	14 614	15 125	14 936
Total By Income Source	2000	30 646	25 960	24 927	26 895	22 462	23 574	22 433	1 191 317	1 362 415	1 289 682
202 V24 - totals only											
Debtors Age Analysis By Customer Group											
Organ of State	2200	3 249	2 367	1 399	774	978	883	1 007	53 831	64 259	57 274
Commercial	2300	4 786	1 070	1 390	1 312	1 177	3 046	1 474	62 210	77 274	69 218
Households	2400	22 811	21 624	17 258	19 810	79 387	19 645	19 952	1 075 475	1 220 363	1 154 190
Other	2500	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	30 846	25 960	24 927	26 895	22 462	23 574	22 433	1 191 317	1 362 415	1 289 682

➤ The Municipality has a total amount over R 1 billion of outstanding debt.

Top 10 Debtors (Water)

ACCOUNT HOLDER NAME	OUTSTANDING TOTAL BALANCE
ALFRED DUMA LOCAL MUNICIPALITY STEADVILLE HOST	11 281 624,29
LIEBENBERG LC	5 965 574,73
ALFRED DUMA LOCAL MUNICIPALITY NURSERY	3 003 029,10
ALFRED DUMA LOCAL MUNICIPALITY SWIMMING POOL	2 615 505,60
NORTHERN NATAL ABBATTOIR	2 271 614,62
NTOKOZWENI COMMUNITY LAND TRUS	2 182 201,04
ALFRED DUMA MUNICIPALITY TOILETS & MUSEUM	2 054 733,93
THE I&SGHADIA FAMILY TRUST	1 990 525,72
ESKOM HOLDINGS S O C LTD DISTR	1 841 859,27
ALFRED DUMA MUNICIPALITY	1 714 414,24
	34 921 082,54

Table SC4 Creditors age analysis

DC23 Uthukela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description		NT Code	Budget Year 2024/25								
			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	Total
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	4 698	7 086	3 551	11 464	437 315					464 114
Auditor General	0800										-
Other	0900										-
Total By Customer Type		1000	4 698	7 086	3 551	11 464	437 315	-	-	-	464 114

Top 10 Creditors

TOP 10 CREDITORS ANALYSIS AS AT 31 MARCH 2025

SUPPLIER	AMOUNT
UMNGENI WATER	155 700 860,50
DWS	135 329 338,51
INKOSI LANGALIBALELE	66 114 170,80
ALFRED DUMA	54 196 589,19
RASP CONSULTING	12 961 768,27
SALGA	6 036 241,35
GOING PLACES	5 406 123,00
ZNMS TRADIND CC	3 510 392,50
LUNASISI IDEAS	2 955 589,13
MGAZI ENGINEERING	2 619 421,60

Bank Balance

Bank Balances

The following reflects bank balances at 31 March 2025

DESCRIPTION	DEC 2024	JAN 2025	FEB 2025	MAR 2025
FNB MAIN ACCOUNT 62252306280	2 166 356,68	9 306 846,98	10 742 226,04	59 292 496,52
FNB WATER ACCOUNT 62253072385	0	0	0	0
	2 166 356,68	9 306 846,98	10 742 226,04	59 292 496,52
Total cash held	59 292 496,52			

Collection rate

CONSUMER DEBTORS - PAYMENTS VS BILLING AS AT 31 March 2025				
MONTH	BILLING	MONTHS	RECEIPTS	RECOVERY RATE %
June 2024	35 297 566,92	July 2024	9 454 483,35	26,79%
July 2024	28 855 142,74	Aug 2024	12 880 102,19	44,64%
August 2024	30 683 291,09	September 2024	10 624 899,94	34,63%
September 2024	27 208 969,97	October 2024	14 734 306,68	54,15%
October 2024	28 513 577,62	November 2024	15 905 218,44	55,78%
November 2024	29 244 759,07	December 2024	9 833 847,30	32,94%
December 2024	24 387 248,49	January 2025	10 255 430,70	42,05%
January 2025	32 989 615,91	February 2025	11 336 376,18	34,36%
February 2025	27 969 087,37	March 2025	11 268 398,86	40,29%
TOTAL	265 149 259,18		106 092 863,64	40%
TOTALS				
BILLING - JUNE - MAR 2025	265 149 259,18			
RECEIPTS - JUNE - MAR 2025	106 092 863,64			
DIFFERENCE	159 056 395,54		40%	

Table SC5 Investment portfolio

DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M09 March

Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands					
Municipality					
FNB	453	13		6 900	7 367
NEDBANK	0	0			0
ABSA	105 000	93			105 093
STANDARD BANK	87	1			88
					-
					-
					-
TOTAL INVESTMENTS AND INTEREST	105 541	107	-	6 900	112 547

The Municipality held investments of R112 million at the end of March 2025

COST COVERAGE RATIO

((Cash and cash equivalent – unspent conditional grant-overdraft)+Short term investments)/Monthly fixed operational expenditure excluding (Depreciation, amortization, and provision for bad debts, impairment and loss on disposal of asset)

(59 292 496.52 (131 196 520.68)– 0 + 112 547 000 / 56 413 000)

= -1month

Grant Performance:

UTHUKELA DISTRICT MUNICIPALITY
GRANT REGISTER - 2024/25
Summary of Grants received, expenditure & Funds available as at 31 MARCH 2025

			Audited Balance as at	Budget Amount 2024/25	Received		Spent & transferred to income		Closing Balance/ Unspent
	Name of Grant owner	Grant Type	01/07/2024		2024/25	% Spent on total allocation	2024/25	% Spent on received amount	2024/25
G3.101	EX Mthembu	MUNICIPAL INFRASTRUCTURE GRANT	0.00	189 429 000.00	183 673 000.00	56%	106 472 491.00	56%	77 200 509.00
G3.102	EX Mthembu	WATER & SANITATION INFRASTRUCTURE GRANT	0.00	100 000 000.00	100 000 000.00	56%	56 094 491.42	56%	43 905 508.58
G3.105	EX Mthembu	RURAL ROAD ASSET MANAGEMENT SYSTEM	99 112.92	2 792 000.00	2 792 000.00	71%	1 970 117.28	68%	920 995.63
		MUNICIPAL DISASTER RELIEF		6 900 000.00	6 900 000.00	0%	0.00	0%	6 900 000.00
G3.106	EX Mthembu	EPWP INTERGRATED GRANT	0.00	1 685 000.00	1 685 000.00	58%	984 071.52	58%	700 928.48
G3.107	BB Sithole	FINANCE MANAGEMENT GRANT	0.00	2 000 000.00	2 000 000.00	42%	843 877.32	42%	1 156 122.68
G3.108	O Mnguni	LG SETA	0.00	0.00	554 497.30	0%	142 041.00	26%	412 456.30
			99 112.92	302 808 000.00	297 604 497.30	55%	166 507 089.55	56%	131 196 520.68

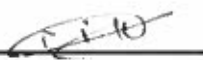
The total grant income and grant expenditure as per grant register as at the end of March 2025.

Prepared by: _____



Budget Officer

Reviewed by: _____



Manager: Budget

Approved by: _____



Acting Chief Financial Officer

2.7. Municipal Manager's quality certificate

I **Langelihle Jili**, Municipal Manager of UThukela District Municipality, hereby certify that the Section 71 and supporting documentation for March 2025 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name : L Jili

Signature

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the bottom.

Date : 10 April 2025