

**ADJUSTMENTS BUDGET OF
UTHUKELA DISTRICT
MUNICIPALITY**



2021/22

Table of Contents

PART 1 – ANNUAL BUDGET	1
1.1 MAYOR’S REPORT	2
1.2 COUNCIL RESOLUTIONS.....	3
1.3 EXECUTIVE SUMMARY	4
1.4 ADJUSTMENT BUDGET TABLES - PARENT MUNICIPALITY	4
PART 2 – SUPPORTING DOCUMENTATION.....	15
2.1 ADJUSTMENTS TO BUDGET FUNDING	15
2.2 ADJUSTMENTS TO EXPENDITURE ON GRANTS AND RECONCILIATION OF UNSPENT FUNDS.....	16
2.3 ADJUSTMENTS TO COUNCILLOR AND EMPLOYEE BENEFITS	17
2.4 ADJUSTMENTS TO CAPITAL EXPENDITURE.....	18
2.5 OTHER SUPPORTING TABLES	18
2.6 MUNICIPAL MANAGER’S QUALITY CERTIFICATE	19

1.1. Mayor's Report

UThukela District Municipality has seen great challenges in the 2021/22 financial year and remains under administration in terms of S139 of the MFMA. The national pandemic has further negatively impacted negatively on the financial and social well-being of the district as a whole. Consequentially service delivery has thus been affected. Political leadership changed during the month of November 2021, the new elected council will respond positively to the said challenges and will continue to support government interventions.

The budget remains unfunded and would be supported by means of a budget funding plan. Senior management has been advised to contribute to the funding plan.

The various capital projects budgeted for this financial year have commenced, going forward these projects will be under the strict monitoring and supervision of the new council.

All issues previously identified and highlighted in the S72 midyear report, have been considered for the review of the approved budget. This review will be aimed at improving our cash position and facilitate the improvement in cash flow constraints.

Water and sanitation charges have been decreased by a combined 15% based on the actuals realised at midyear, this decrease has impacted negatively on the funding position. The municipality has initiated the implementation of smart meters as part of the revenue turnaround strategy in order to improve revenue generation.

It must be noted that an amount of R 364 million has been received from the budgeted total of R485 million of the equitable share and an amount of R104 million has been received in respect of the MIG (municipal infrastructure grant), further to that an amount of R47 million relating to the same grant was received. in respect of MWSIG (municipal water services infrastructure grant) R55 million was received.

1.2 Council Resolutions

On 28 February 2022 the Council of UThukela District Municipality met in the board room of UThukela District Municipality to consider the adjustments budget of the municipality for the financial year 2021/22. The Council approved and adopted the following resolutions:

1. The UThukela District Local Municipality, acting in terms of section 72 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - 1.1. The adjustments budget of the municipality for the financial year 201/18 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1.1. Adjustments Budget Financial Performance (revenue and expenditure by standard classification) as contained in Table B2
 - 1.1.2. Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) as contained in Table B3
 - 1.1.3. Adjustments Budget Summary as contained in Table B1
 - 1.1.4. Adjustments Budget financial performance (revenue and expenditure) as contained in Table B4

- 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Adjustments Budget Financial Position as contained in Table B6
 - 1.2.2. Adjustments Budget Cash Flows as contained in Table B7
 - 1.2.3. Adjustments Budget Cash backed reserves and accumulated surplus reconciliation as contained in Table A8
 - 1.2.4. Adjustments Budget Asset management as contained in Table B9
 - 1.2.5. Adjustments Budget Basic service delivery measurement as contained in Table B10

1.3 Executive Summary

Section 72 of the Municipal Finance Management Act (MFMA) requires that municipalities review their financial results for the mid-year during January of each year

Section 72 indicates that the following information must be provided:

- the monthly statements referred to in section 71 for the first half of the financial year;
- the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
- the past year's annual report, and progress on resolving problems identified in the annual report

As part of the review the accounting officer must:

- make recommendations as to whether an adjustment budget is necessary and
- recommend revised projections for revenue and expenditure to the extent that this may be necessary

Background

An Adjustment Budget must be tabled to council any time after the mid-year budget review have been tabled to council but no later than 28 February of the current year as per Municipal Budget Regulation Reporting 23(1).

The Mid- Year Budget Review Report has highlighted variances in terms of actual year to date income and expenditure versus year to date budgets. The variances were considered and where necessary adjustments were made.

Consideration of section 18 of MFMA was made, which states that:

“An annual budget may only be funded from:

- a) Realistic anticipated revenues to be collected;*
- b) Cash backed accumulated funds from previous year’s surpluses not committed for other purposes; and*
- c) borrowed funds, but only for the capital budget referred to in section 17(2)*

(2) Revenue projections in the budget must be realistic, taking into account:

- a) Projected revenue for the current year based on collection levels to date; and*
- b) Actual revenue collected in previous financial years.”*

Great emphasis has placed in ensuring that the budget the available resources are employed onto the municipality’s core function; further more adjustments have been made to votes impacting directly on service delivery.

ADJUSTMENT BUDGET TABLES

Adjustments Budget Summary [B1]
(see annexure)

Adjustments Budget Financial Performance (functional classification) – [B2]

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data	Difference
<u>Revenue - Functional</u>			
<i>Municipal governance and administration</i>	543,425	579,072	(35,647)
Executive and council	72,380	72,380	-
Finance and administration	471,045	506,692	(35,647)
Internal audit	-	-	-
<i>Community and public safety</i>	-	39,669	39,669
Community and social services	-	39,669	(39,669)
Sport and recreation	-	-	-
<i>Economic and environmental services</i>	-	-	-
Planning and development	-	-	-
Road transport	-	-	-
Environmental protection	-	-	-
<i>Trading services</i>	543,118	-	543,118
Energy sources	-	-	-
Water management	543,118	-	543,118
Waste water management	-	-	-
Waste management	-	-	-
<i>Other</i>	-	-	-
Total Revenue - Functional	1,086,543	618,741	(467,802)
<u>Expenditure - Functional</u>			
<i>Municipal governance and administration</i>	462,188	391,023	71,165
Executive and council	67,341	65,791	1,550
Finance and administration	394,848	325,233	69,615
Internal audit	-	-	-
<i>Community and public safety</i>	53,985	52,485	1,500
Community and social services	12,577	12,577	-
Sport and recreation	-	-	-
Public safety	-	-	-
Housing	-	-	-
Health	41,407	39,907	1,500
<i>Economic and environmental services</i>	19,110	19,010	100
Planning and development	19,110	19,010	100
Road transport	-	-	-
Environmental protection	-	-	-
<i>Trading services</i>	517,041	459,038	(58,003)
Energy sources	-	-	-
Water management	517,041	459,038	58,003
Waste water management	-	-	-
Waste management	-	-	-
<i>Other</i>	-	-	-
Total Expenditure - Functional	1,052,324	921,557	130,768

Adjustments Budget Financial Performance - [B3] (see annexure)

Summary of adjusted revenue classified by main revenue source [B4]

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data 2021/22	Difference
Revenue By Source			
Property rates	-	-	-
Service charges - electricity revenue	-	-	-
Service charges - water revenue	247,586	260,345	(12,759)
Service charges - sanitation revenue	18,052	21,154	(3,102)
Service charges - refuse revenue	-	-	-
Rental of facilities and equipment	-	-	-
Interest earned - external investments	6,463	6,463	-
Interest earned - outstanding debtors	37,147	72,794	(35,647)
Dividends received	-	-	-
Fines, penalties and forfeits	10	10	-
Licences and permits	-	-	-
Agency services	-	-	-
Transfers and subsidies	528,165	528,165	-
Other revenue	3,111	42,780	(39,669)
Gains on disposal of PPE	-	-	-
Total Revenue (excluding capital transfers and contributions)	840,534	931,711	(91,177)
Expenditure By Type			
Employee related costs	386,329	369,333	16,996
Remuneration of councillors	6,372	6,372	-
Debt impairment	186,252	186,252	-
Depreciation and asset impairment	62,436	67,363	(4,927)
Finance charges	-	-	-
Bulk purchases - electricity	-	-	-
Inventory consumed	124,200	62,800	61,400
Contracted services	140,879	119,573	21,307
Transfers and subsidies	-	-	-
Other expenditure	145,857	109,865	35,992
Loss on disposal of PPE	-	-	-
Total Expenditure	1,052,324	921,557	130,768
Surplus/(Deficit)	(211,790)	10,154	(221,944)
Transfers and subsidies - capital (monetised)	246,009	246,009	-
Transfers and subsidies - capital (monetised)	-	-	-
Transfers and subsidies - capital (in-kind)	-	-	-
Surplus/(Deficit) after capital transfers and contributions	34,219	10,154	(24,065)
Taxation	-	-	-
Surplus/(Deficit) after taxation	34,219	10,154	(24,065)
Attributable to minorities	-	-	-
Surplus/(Deficit) attributable to municipality	34,219	10,154	(24,065)
Share of surplus/ (deficit) of associate	-	-	-
Surplus/(Deficit) for the year	34,219	10,154	(24,065)

After the midyear review and the relevant comments from treasury it was noted that a few adjustments to operating revenue and expenditure were required. Below are the adjusted items and explanations.

WATER& SANITATION SALES:

Water and sanitation charges have been decreased by R12,7 million and R3,1 million respectively the original budget estimate was overestimated. The municipality has embarked on billing actual readings, avoiding the use of estimates. This revenue enhancement strategy is aimed at improving the collection rate.

The municipality approved unfunded original budget therefore the decrease in revenue will result in lower inflows further diminishing the funding position.

INTEREST FROM INVESTMENTS:

The municipality has been unable to increase the investment of funds as per the budget funding plan, this is due to the fact that investments have been used in the settling of older debt which still weighs heavily on the municipality.

Although actuals at midyear interest stood at R2 million, we have not decreased the projection as the municipality has consistently earned interest above R6 million in the prior years and R7,5 million in 2021.

OTHER REVENUE:

Other revenue has been decreased by R39.6 million, this line item previously included the amounts projected to be billed uMngeni water, the contract has since been dissolved. The municipality however still anticipates recovering the outstanding amounts from the forementioned party, which will impact on the cash inflow on table B7.

EMPLOYEE REALATED COSTS:

Employee related cost, has been adjusted by an amount of R16.6 million the increment of 3.5% which was not included in the original budget. It must be noted the original budget considered only notch increases. The adjustment budget further includes a budget for the R3 thousand once off payments to employees in respect to COVID 19.

No further allocation was made for overtime due to funding constraints. Originally overtime was benchmarked at 5% of the salary bill overtime was R26 million at midyear. At midyear the employee related cost had a 5% cost saving, all cost savings on the salary bill will go towards subsidising overtime.

INVENTORY CONSUMED:

The total incremental adjustment to inventory consumed is R61,4 million.

- Fuel & Oil R37,2 million
- Stationery R600 thousand
- OM Chemicals R20 million
- Cleaning materials R300 thousand

CONTRACTED SERVICES:

Contracted services have been increased by R21 million, this increase in services includes the following amongst other expenditure.

- Security R5 million
- Repairs and Maintenance to pumps R2.7 million
- Repairs and Maintenance to pipelines R10.7 million
- Computer programmes R2.3 million
- Debt collection fees R484 thousand

- A further amount of R4,5 million will be allocated to the development agency, as per resolution by council.

GENERAL EXPENDITURE:

General expenditure has been increased by 36 million.

- Renting of Offices R2 million
- Rent & Hire Vehicles R750 thousand
- Radio broadcasting R100 thousand
- Vehicle Licencing - Fleet Management R928 thousand
- Accommodation R500 thousand
- Electricity R31,2 million

ADJUSTMENTS TO THE CAPITAL BUDGET

Adjustments Capital Expenditure Budget by vote and funding [B5]

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data 2021/22	Difference
<u>Capital Expenditure - Functional</u>			
<i>Municipal governance and administration</i>	800	800	-
Executive and council	-	-	-
Finance and administration	800	800	-
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>	251,009	251,009	-
Energy sources	-	-	-
Water management	251,009	251,009	-
Waste water management	-	-	-
Waste management	-	-	-
<i>Other</i>	-	-	-
Total Capital Expenditure - Functional	251,809	251,809	-
<u>Funded by</u>			
National Government	246,009	246,009	-
Provincial Government	-	-	-
District Municipality	-	-	-
Other transfers and grants	-	-	-
Transfers recognised - capital	246,009	246,009	-
Public contributions and donations			
Borrowing	-	-	-
Internality generated funds	5,800	5,800	-
Total Capital Funding	251,809	251,809	-

No adjustments have been effected into our capital budget. The capital budget is fully grant funded with the exception of an amount of R5 million which was internally funded for the purchase of vehicles. An amount of R800 thousand was allocated for the purchase of laptops.

Adjustments Budget Financial Position– [B6]

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data 2021/22	Difference
ASSETS			
Current assets			
Cash	327	35,634	(35,307)
Call investment deposits	-	-	-
Consumer debtors	156,898	248,946	(92,048)
Other debtors	6,673	4,329	2,344
Current portion of long-term receivables	-	-	-
Inventory	24,837	24,837	-
Total current assets	188,735	313,746	(125,011)
Non current assets			
Long-term receivables	-	-	-
Investments	-	-	-
Investment property	-	-	-
Investment in Associate	-	-	-
Property, plant and equipment	3,065,670	3,059,098	6,572
Agricultural	-	-	-
Biological	-	-	-
Intangible	(1,451)	(996)	(455)
Other non-current assets	2,532	2,532	-
Total non current assets	3,066,751	3,060,634	(6,117)
TOTAL ASSETS	3,255,486	3,374,380	118,894
LIABILITIES			
Current liabilities			
Bank overdraft	-	-	-
Borrowing	-	-	-
Consumer deposits	20,735	20,735	-
Trade and other payables	330,187	316,908	13,279
Provisions	93,904	127,751	(33,847)
Total current liabilities	444,826	465,394	(20,568)
Non current liabilities			
Borrowing	-	-	-
Provisions	34,897	30,956	3,941
Total non current liabilities	34,897	30,956	3,941
TOTAL LIABILITIES	479,723	496,351	(16,627)
NET ASSETS	2,775,763	2,878,029	(102,266)

The above table depicts our budget financial position, there has been an incremental adjustment to anticipated creditors of R13 million which has aligned with the creditors owing at midyear.

Consumer debtors has been reduced projection of R156 million, from the previously anticipated R248 million.

The non-current provisions have been increased by R4 million.

Adjustments Budget Cash Flows – [B7]

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data 2021/22	Difference
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts	984,338	1,039,282	
Property rates	-	-	-
Service charges	105,989	133,993	(28,004)
Other revenue	97,711	124,651	(26,940)
Government - operating	528,165	528,165	-
Government - capital	246,009	246,009	-
Interest	6,463	6,463	-
Dividends	-	-	-
Payments	(800,486)	(734,468)	(66,019)
Suppliers and employees	(800,486)	(734,468)	(66,019)
Finance charges	-	-	-
Transfers and Grants	-	-	-
NET CASH FROM/(USED) OPERATING A	183,852	304,814	120,962
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts	-	-	-
Proceeds on disposal of PPE	-	-	-
Decrease (increase) other non-current re	-	-	-
Decrease (increase) in non-current inves	-	-	-
Payments	(251,809)	(251,809)	-
Capital assets	(251,809)	(251,809)	-
NET CASH FROM/(USED) INVESTING A	(251,809)	(251,809)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts	-	-	-
Short term loans	-	-	-
Borrowing long term/refinancing	-	-	-
Increase (decrease) in consumer depos	-	-	-
Payments	-	-	-
Repayment of borrowing	-	-	-
NET CASH FROM/(USED) FINANCING A	-	-	-
NET INCREASE/ (DECREASE) IN CASH	(67,957)	53,005	(120,962)
Cash/cash equivalents at the year begin	68,284	17,371	50,913
Cash/cash equivalents at the year end:	327	35,624	(35,297)

The amount anticipated to be collected from service charges has also been reviewed in light of amounts collected as at the end of the second quarter. A collection rate of 39.9% has been applied to the projected water and sanitation sales as per our average collection rate, as reported in midyear AFS. We are very optimistic that at year end this collection will have improved owing to the appointment of debt collectors and tightened internal controls relating to disconnections.

The total adjustment to payments is R66.6 million, which includes the payments to uMngeni of R24 million as per payment plan, as well as the R600 thousand per month for the payment arrangement with DWA.

At year end we anticipate a cash balance of R327 thousand. We note the cash position will improve in the outer years of MTREF.

Table B8 Cash backed reserves/accumulated surplus reconciliation –[B8]

Description	Ref	Munsoft Original Budget Data 2021/22	Munsoft Adjusted Budget Data 2021/22
R thousands			
<u>Cash and investments available</u>			
Cash/cash equivalents at the year end	1	-	327
Other current investments > 90 days		29,042	-
Non current assets - Investments	1	-	-
Cash and investments available:		29,042	327
<u>Applications of cash and investments</u>			
Unspent conditional transfers		-	-
Unspent borrowing			
Statutory requirements	2	39,519	39,155
Other working capital requirements		137,188	166,616
Other provisions		36,421	39,126
Long term investments committed		-	-
Reserves to be backed by cash/investments		-	-
Total Application of cash and investments:		213,128	244,897
Surplus(shortfall)		(184,086)	(244,570)

B8 further emphasises that our budget is unfunded to the extent of a R244 million deficit an increase from the original budget which yielded an unfunded position of R184 million.

Statutory requirements of R39.1 million is the provision for VAT payable. A further provision for employee benefits such as leave and bonuses has been made at R39.1 million. This amount covers the current portion of employee benefit obligation as per the amended policy.

2.1 Adjustments to budget funding:

Revenue

Description R thousands	2021/2022 Financial Period		
	Adjusted Budget Data 2021/22	Original Budget Data 2021/22	Difference
Total Revenue (excluding capital transfers and contributions)	840,534	931,711	(91,177)

The above table is an extract of table B4 of schedule B. The total decrease in operating revenue is R91million. A detailed analysis of each line item can be seen in the explanatory notes to table B4 (an analysis of operating revenue).

Investment particulars by maturity:

DC 23 - Uthukela Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M07 JANUARY

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	105,755	287	(40,000)		66,042
NEDBANK	566	2			568
INVESTEC	109	0			109
ABSA	2,039	7			2,046
STANDARD BANK	755	2			758
TOTAL INVESTMENTS AND INTEREST	109,223	-	(40,000)	-	69,522

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

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	527	228	(65,000)	170,000	105,755
NEDBANK	564	2			566
INVESTEC	108	0			109
ABSA	2,031	8			2,039
STANDARD BANK	753	2			755
TOTAL INVESTMENTS AND INTEREST	3,984	-	(65,000)	170,000	109,223

The tables above show our investment as at 31 January 2022, R69 million was invested. Investments held at the end of December 2021 amounted to R109 million.

2.2 Expenditure on grants and reconciliations of unspent funds

Adjustments budget – transfers and grant receipts – [SB7]

Description	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	528,165	–	161,464	369,803	264,083	140,233	53.1%	528,165
Local Government Equitable Share	412,776		161,464	363,612	206,388	157,224	76.2%	412,776
RSC Levy Replacement	72,380				36,190			72,380
Finance Management	1,950			1,950	975			1,950
EPWP Incentive	3,516			2,461	1,758			3,516
LG Seta	–				–			–
Rural Road Asset Management	2,543			1,780	1,272	509	40.0%	2,543
Municipal Systems Improvement	–				–	–		–
Municipal Infrastructure grant	35,000				17,500	(17,500)	-100.0%	35,000
						–		
						–		
Total Operating Transfers and Grants	528,165	–	161,464	369,803	264,083	140,233	53.1%	528,165
Capital Transfers and Grants								
National Government:	246,009	–	47,051	159,902	123,005	(22,109)	-18.0%	246,009
Municipal Infrastructure Grant (MIG)	159,919		47,051	104,902	79,960	(22,109)	-27.6%	159,919
Regional Bulk Infrastructure	6,090				3,045			6,090
Water Services Infrastructure Grant	80,000			55,000	40,000			80,000
Total Capital Transfers and Grants	246,009	–	47,051	159,902	123,005	(22,109)	-18.0%	246,009
TOTAL RECEIPTS OF TRANSFERS & GRANTS	774,174	–	208,515	529,705	387,087	118,124	30.5%	774,174

The has been no adjustment to grant receipts, as depicted above in the full year forecast for the 2022 financial year.

2.3 Adjustments to Councillor and employee benefits [SB11]

Councillors (Political Office Bearers plus Other)			
Basic Salaries and Wages	4 059	4 238	4 429
Pension and UIF Contributions			
Medical Aid Contributions			
Motor Vehicle Allowance	1 803	1 882	1 966
Cellphone Allowance	510	532	556
Housing Allowances			
Other benefits and allowances			
Sub Total - Councillors	6 372	6 652	6 951
% increase	-	4.4%	4.5%
Senior Managers of the Municipality			
Basic Salaries and Wages	6 023	6 023	6 023
Pension and UIF Contributions	11	11	11
Medical Aid Contributions			
Overtime			
Performance Bonus			
Motor Vehicle Allowance	1 083	1 083	1 083
Cellphone Allowance			
Housing Allowances	711	711	711
Other benefits and allowances			
Payments in lieu of leave			
Long service awards			
Post-retirement benefit obligations			
Sub Total - Senior Managers of Municipality	7 828	7 828	7 828
% increase	-	-	-
Other Municipal Staff			
Basic Salaries and Wages	230 951	225 591	234 728
Pension and UIF Contributions	29 959	31 169	32 432
Medical Aid Contributions	8 399	8 738	9 092
Overtime	49 092	51 075	53 144
Performance Bonus			
Motor Vehicle Allowance	10 508	11 249	12 021
Cellphone Allowance			
Housing Allowances	2 010	2 092	2 176
Other benefits and allowances	28 708	29 868	31 078
Payments in lieu of leave	1 706	1 775	1 847
Long service awards			
Post-retirement benefit obligations	171	178	186
Sub Total - Other Municipal Staff	361 505	361 736	376 703
% increase	-	0.1%	4.1%
Total Parent Municipality	375 705	376 216	391 482
	-	0.1%	4.1%
Total Municipal Entities	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS	375 705	376 216	391 482
% increase	-	0.1%	4.1%
TOTAL MANAGERS AND STAFF	369 333	369 564	384 531

A total adjustment of R16,6 million will be effected to employee related costs increasing the salary bill to R386 million from the previously anticipated R369 million. This is 36,7% of the operating expenditure and is still within the norm.

2.4 Adjustments to Capital expenditure

List of capital programmes and projects affected by Adjustments Budget [SB19]

SegmentDesc	TotalBudget	TotalBulkAmend	FinalBudget
Computer Hardware Acquisition	800,004	0	800,004
IE Ntabamhlophe CWSS	999,996	0	999,996
IE Wembezi Bulk & Reticulation Upgrade (WCDM)	999,996	0	999,996
IE Kwanobamba Water Supply- Weenen/ Ezitendeni Reticulation	840,000	0	840,000
IE Langkloof WTW & Bulk Reticulation Network Project	3,999,996	0	3,999,996
IE Weenen Ezitendeni Sanitation - Construction of WWTW	1,200,000	0	1,200,000
IE Reticulation Ennersdale Ephangwini Phase 4	999,996	0	999,996
IE Bergville WTW & Bulk Water Supply Phase 1	5,000,004	-4,000,000	1,000,004
IE Okhahlamba Ward 2;3;14 Bulk Water Supply & Reticulation	23,000,004	0	23,000,004
IE Ladysmith AC Pipe Replacement Project	5,000,004	0	5,000,004
CE Weenen Ezitendeni Sanitation - Construction of WWTW	17,000,004	-2,000,000	15,000,004
Vehicle Acquisition	5,000,004	-750,000	4,250,004
SPRING PROTECTION DISTRICT WIDE	15,000,000	0	15,000,000
CE Wembezi Bulk & Reticulation Upgrade (WCDM) Project	20,000,004	0	20,000,004
CE Emnambithi Bulk Water supply	6,090,000	0	6,090,000
COLENZO BULK AND RETICULATION UPGRADE	10,878,996	0	10,878,996
Bhekuzulu /Ephangwini Consultants (650/750010)	1,400,004	0	1,400,004
Fitty Park Umhlumayo Extensions	5,600,004	0	5,600,004
Bhekuzulu Ephangwini Water Supply (Phase 5;7;8)	14,000,004	0	14,000,004
IE Ezakheni WCDM Project	20,000,004	0	20,000,004
CE Reticulation Ennersdale Ephangwini Phase 4	18,000,000	0	18,000,000
Refurbishment and upgrade projects	20,000,004	19,898,132	39,898,136
CE Ntabamhlophe CWSS	5,000,004	0	5,000,004
CE Kwanobamba Water Supply- Weenen/Ezitendeni Reticulation	6,000,000	0	6,000,000
CE Langkloof WTW & Bulk Reticulation Network Project	24,999,996	-14,000,000	10,999,996
CE Bergville WTW & Bulk Water Supply Phase 1	20,000,004	-5,000,000	15,000,004

The table above outlines the various virements that have been effected into the capital budget. It must be noted there has been no changes to the overall bottom line

2.5 Other Supporting Tables

(annexure schedule B)

2.6 Municipal Manager's quality certificate



I **Martin Sithole** Acting Municipal Manager of UThukela District Municipality, hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with S72 of the Municipal Finance Management Act and the regulations made under this Act. In conjunction with National Treasury circular number 91.

Print Name **M SITHOLE**
 Municipal Manager

Signature _____

Date **23 February 2022**

