

UTHUKELA DISTRICT MUNICIPALITY

SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

2017/2018



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2 FOREWORD BY HIS WORSHIP THE MAYOR

The development, implementation and monitoring of a Service Delivery and Budget Implementation Plan (SDBIP) is required by the Municipal Finance Management Act (MFMA). In terms of Circular 13 of National Treasury, "the SDBIP gives effect to the Integrated Development Plan (IDP) and budget of the municipality and will be possible if the IDP and budget are fully aligned with each other, as required by the MFMA." As the budget gives effect to the strategic priorities of the municipality it is important to supplement the budget and the IDP with a management and implementation plan. The SDBIP serves as the commitment by the Municipality, which includes the administration, council and community, whereby the intended objectives and projected achievements are expressed in order to ensure that desired outcomes over the long term are achieved and these are implemented by the administration over the next twelve months. The targets contained in this document will specify how UThukela District Municipality will implement the objectives set out in the IDP.

Clr AS Mazibuko
His Worship the Mayor

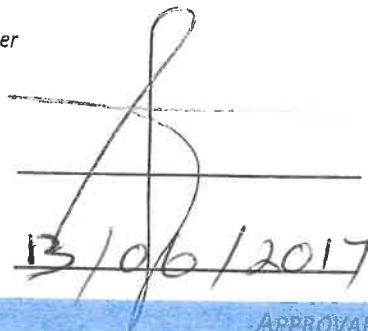
SUBMISSION TO THE MAYOR

The service delivery and budget implementation plan, indicating how the budget and the strategic objectives of the Council will be implemented, is herewith submitted in terms of Section 53(1)(c)(ii) of the Municipal Finance Management Act (MFMA), MFMA Circular No. 13 and the Budget and Reporting Regulation for the necessary approval.

SN Kunene
Municipal Manager

Signature:

Date:



13/06/2017

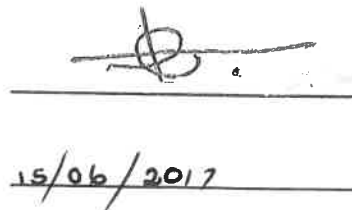
APPROVAL BY THE MAYOR

The service delivery and budget implementation plan is herewith approved in terms of Section 53(1) (c) (ii) of the Municipal Finance Management Act (MFMA), MFMA.

Clr AS Mazibuko
His Worship the Mayor

Signature:

Date:



15/06/2017

3 FOREWORD BY THE MUNICIPAL MANAGER

In terms of chapter 1(i) of the MFMA the Service Delivery and Budget Implementation Plan is a detailed plan approved by the mayor of a municipality in terms of section 53(1)(c)(ii) for implementing the municipality's delivery of services and its annual budget and which must indicate projections for each month of revenue billing by source, operational and capital expenditure by vote, Service delivery targets and performance indicators for each quarter and any other matters that may be prescribed. The Service Delivery and Budget Implementation Plan (SDBIP) provides the basis for measuring performance in service delivery against quarterly targets and implementing the budget based on monthly projections. Circular 13 further suggests that "the SDBIP provides the vital link between the Mayor, Council (executive) and the administration, and facilitates the process for holding management accountable for its performance. The SDBIP is a management, implementation and monitoring tool that will assist the Mayor, Councillors, Municipal Manager, General Managers and community." The purpose of the SDBIP is to monitor the execution of the budget, performance of Heads of Departments and achievement of the strategic objectives set by Council. It will enable me to monitor the performance of all Heads of Departments, further to that it will also enable the Mayor to monitor my performance as an Accounting officer of UThukela District Municipality and for the community to monitor the performance of the municipality as a whole. In the interests of good governance and better accountability, the SDBIP should therefore determine and be aligned with the performance agreements of the Accounting Officer and all General Managers. In a nutshell the SDBIP aims to ensure that managers are problem-solvers, who routinely look out for unanticipated problems and resolve them as soon as possible and enables the Council to monitor the performance of the municipality against quarterly targets on service delivery.

4 LEGISLATIVE REQUIREMENTS

According to the Municipal Finance Act (MFMA) the definition of a SDBIP is 'service delivery and budget implementation plan' means a detailed plan approved by the mayor of a municipality in terms of section 53 (1) (c) (ii) for implementing the municipality's delivery of municipal services and its annual budget, and which must indicate:

- (a) Projections for each month of-
 - (i) Revenue to be collected, by source; and
 - (ii) Operational and capital expenditure, by vote;

(b) Service delivery targets and performance indicators for each quarter Section 53 of the MFMA stipulates that the Mayor should approve the SDBIP within 28 days after the approval of the budget. The Mayor must also ensure that the revenue and expenditure projections for each month and the service delivery targets and performance indicators as set out in the SDBIP are made public within 14 days after their approval.

The following National Treasury prescriptions as minimum requirements that must form part of the SDBIP are applicable to UThukela District Municipality:

- (1) Monthly projections of revenue to be collected by source
 - (2) Monthly projections of expenditure (operating and capital) and revenue for each vote *
 - (3) Quarterly projections of service delivery targets and performance indicators for each vote
- Section

In terms of the provisions of the MFMA the processes for the submission, approval, implementation and revision of the Service Delivery and Budget Implementation Plan (SDBIP) are as follows:

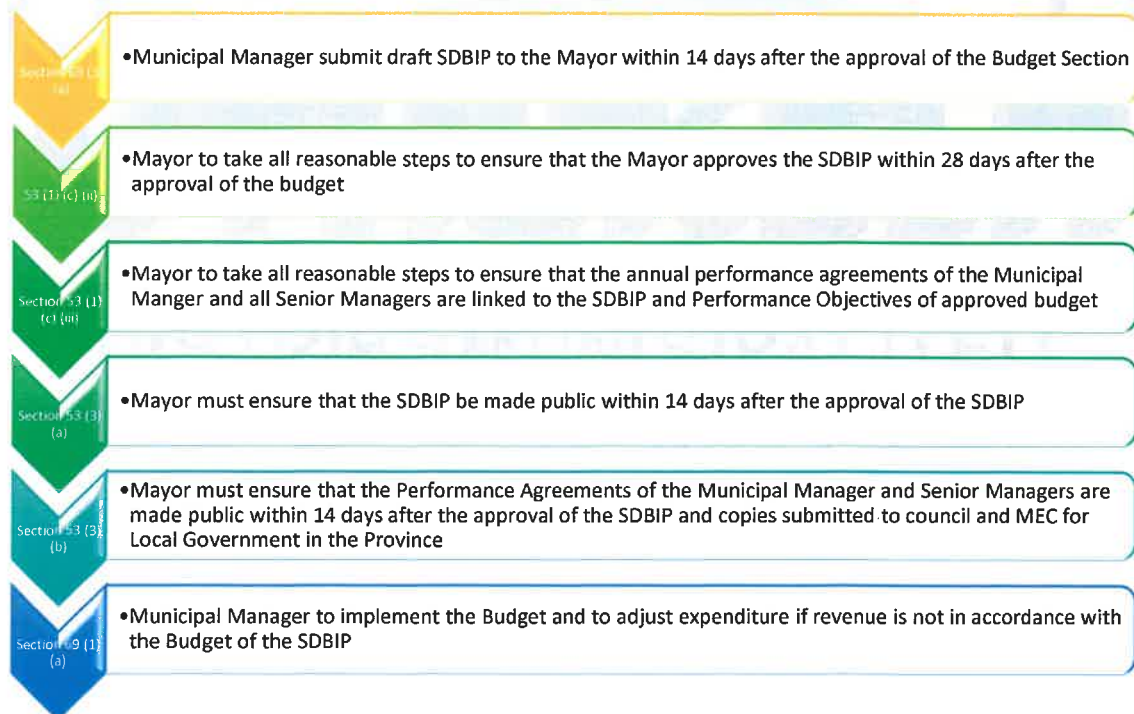


Figure 1 LEGISLATIVE REQUIREMENTS

5 SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN COMPONENTS AND CYCLE

5.1 THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN COMPONENTS

MONTHLY PROJECTIONS OF REVENUE TO BE COLLECTED FOR EACH SOURCE

The failure to collect revenue as budgeted will severely impact on UThukela District Municipality's ability to provide services to the community. The Municipality therefore has to institute measures to achieve its monthly revenue targets for each source. These measures will enable the Municipality to assess its cash flow on a monthly basis with a view to undertaking contingency plans should there be a cash flow shortage or alternatively invest surplus cash. Furthermore, the effectiveness of credit control policies and procedures can be monitored with appropriate action taken if considered necessary.

MONTHLY PROJECTIONS OF EXPENDITURE AND REVENUE FOR EACH VOTE

The monthly projection of revenue and expenditure per vote relate to the cash paid and reconciles with the cash flow statement adopted with the budget. The focus under this component is a monthly projection per vote in addition to projections by source. When reviewing budget projections against actual, it is useful to consider revenue and expenditure per vote in order to gain a more complete picture of budget projections against actuals.

QUARTERLY PROJECTIONS OF SERVICE DELIVERY TARGETS AND PERFORMANCE INDICATORS

This component of the SDBIP requires non-financial measurable performance objectives in the form of service delivery targets and other indicators of performance. The focus is on outputs rather than inputs. Service delivery targets relate to the level and standard of service being provided to the community and include the addressing of backlogs in basic services. The approach encouraged by National Treasury's MFMA Circular No. 13 is the utilization of scorecards to monitor service delivery.

DETAILED CAPITAL BUDGET OVER THREE YEARS

Information detailing infrastructural projects containing project description and anticipated capital costs over the three year period. The procurement process is an important component to ensure effective and timely infrastructure / capital service delivery.

5.2 THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN CYCLE

PLANNING

During this phase the SDBIP process plan is developed, to be tabled with the IDP process plan. SDBIP related processes e.g. Workshop schedules, distribution of circulars and training workshops are also reviewed during this phase.

STRATEGIZING

During this phase the IDP is reviewed and subsequent SDBIP programs and projects for the next five years based on Local, Provincial and National issues, previous year's performance and current economic and demographic trends etc.

TABLING

SDBIP is tabled with the draft IDP and budget before Council. Consultation with the community and stakeholders of the IDP on the SDBIP is done through budget hearings and formal local, provincial and National inputs or responses are also considered in developing the final document

ADOPTION

The Mayor approves the SDBIP no later than 28 days after the adoption of the Municipality's budget.

PUBLISHING

The adopted SDBIP is made public and is published in the Municipal website

IMPLEMENTATION, MONITORING AND REPORTING

SDBIP projects are implemented and quarterly reporting takes place. Mid-year reporting is done to assess performance on the SDBIP; the document is amended, where applicable and adopted by Council.

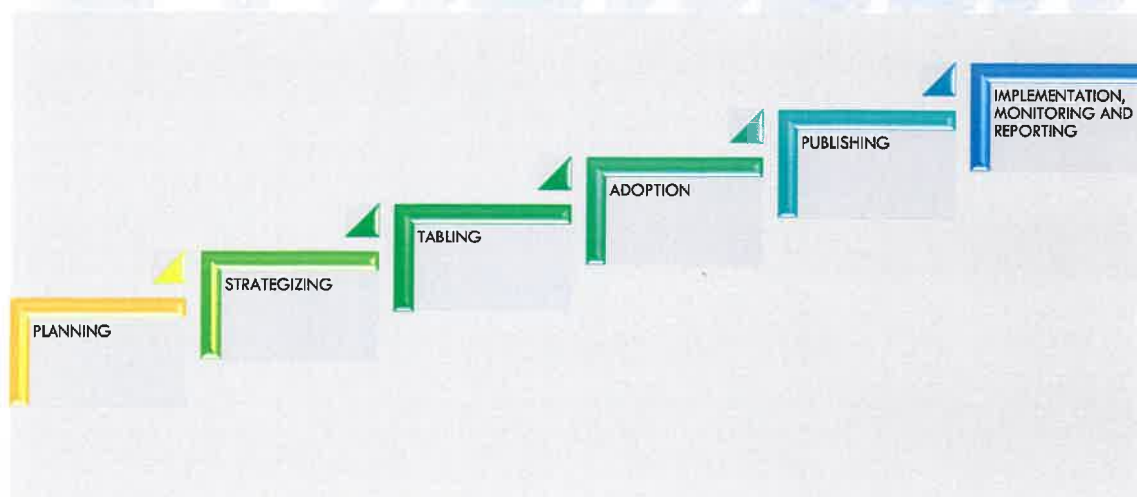


Figure 2 SDBIP CYCLE

6 FINANCIALS

6.1 MONTHLY PROJECTIONS OF REVENUE BY SOURCE

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Revenue By Source																
Property rates													-	-	-	-
Service charges - electricity revenue													-	-	-	-
Service charges - water revenue		20,491	20,491	20,491	20,491	20,491	20,491	20,491	20,491	20,491	20,491	20,491	20,491	245,892	259,908	274,465
Service charges - sanitation revenue		1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	18,674	19,738	20,844
Service charges - refuse revenue													-	-	-	-
Service charges - other													-	-	-	-
Rental of facilities and equipment													-	-	-	-
Interest earned - external investments		962	962	962	962	962	962	962	962	962	962	962	962	11,539	12,167	12,887
Interest earned - outstanding debtors		3,398	3,398	3,398	3,398	3,398	3,398	3,398	3,398	3,398	3,398	3,398	3,398	40,774	43,057	45,511
Dividends received													-	-	-	-
Fines, penalties and forfeits													-	-	-	-
Licences and permits													-	-	-	-
Agency services													-	-	-	-
Transfers and subsidies		112,257				112,257				112,257		30,616	-	367,387	400,650	435,980
Other revenue		365	365	365	365	365	365	365	365	365	365	365	365	4,384	3,843	4,089
Gains on disposal of PPE													-	-	-	-
Total Revenue (excluding capital transfers and contributions)		139,829	26,772	26,772	26,772	139,829	26,772	26,772	26,772	139,829	26,772	57,388	26,771	688,660	739,333	793,740

6.2 REVENUE BY VOTE

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousand																
Revenue by Vote																
105 - MUNICIPAL MANAGER		4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	5,498	57,781	62,078	67,370
200 - CORPORATE SERVICES													-	-	-	-
300 - BUDGET AND TREASURY		28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	318,120	350,334	380,776
405 - SOCIAL SERVICES(PLANNING&ECONOMIC D		25	25	25	25	25	25	25	25	25	25	25	25	300	600	1,000
408 - WSA& HEALTH SERVICES													-	-	-	-
500 - WATER, SANITATION AND TECHNICAL SERV		50,963	50,963	50,963	50,963	50,963	50,963	50,963	50,963	50,963	50,963	50,963	118,975	679,788	720,983	715,937
Vote 7 - [NAME OF VOTE 7]													-	-	-	-
Vote 8 - [NAME OF VOTE 8]													-	-	-	-
Vote 9 - [NAME OF VOTE 9]													-	-	-	-
Vote 10 - [NAME OF VOTE 10]													-	-	-	-
Vote 11 - [NAME OF VOTE 11]													-	-	-	-
Vote 12 - [NAME OF VOTE 12]													-	-	-	-
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Total Revenue by Vote		82,271	82,271	82,271	82,271	82,271	82,271	82,271	82,271	82,271	82,271	82,271	151,008	1,055,989	1,133,394	1,165,833

6.3 THE MONTHLY PROJECTIONS FOR OPERATIONAL EXPENDITURE BY TYPE

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20	
R thousand																	
Expenditure By Type																	
Employee related costs		20,311	20,311	20,311	20,311	20,311	20,311	20,311	20,311	20,311	20,311	20,311	17,671	241,092	254,834	269,110	
Remuneration of councillors		538	538	538	538	538	538	538	538	538	538	538	538	6,454	6,841	7,262	
Debt impairment		8,365	8,365	8,365	8,365	8,365	8,365	8,365	8,365	8,365	8,365	8,365	6,369	76,395	80,749	85,271	
Depreciation & asset impairment		4,428	4,428	4,428	4,428	4,428	4,428	4,428	4,428	4,428	4,428	4,428	4,428	53,137	56,155	59,311	
Finance charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases		521	521	521	521	521	521	521	521	521	521	521	524	6,265	6,511	6,982	
Other materials		3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,362	40,322	42,622	45,010	
Contracted services		3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,387	40,611	41,681	44,043	
Transfers and subsidies		2,457	2,457	2,457	2,457	2,457	2,457	2,457	2,457	2,457	2,457	2,457	2,463	29,600	31,287	33,039	
Other expenditure		8,962	8,962	8,962	8,962	8,962	8,962	8,962	8,962	8,962	8,962	8,962	6,963	105,345	108,895	120,058	
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure		50,337	50,337	50,337	50,337	50,337	50,337	50,337	50,337	50,337	50,337	50,337	45,783	599,418	629,687	670,885	
Surplus/(Deficit)		88,692	(23,565)	(23,565)	(23,565)	88,692	(23,565)	(23,565)	(23,565)	88,692	(23,565)	7,851	(18,932)	89,248	189,646	123,659	
Transfers and		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,607	367,339	394,261	371,340	
Transfers and subsidies - capital (monetary)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after Taxation		119,384	7,847	7,847	7,847	119,384	7,847	7,847	7,847	119,384	7,847	37,663	11,675	456,579	583,988	494,998	
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share of surplus/(deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit)		1	119,384	7,847	7,847	7,847	119,384	7,847	7,847	7,847	119,384	7,847	37,663	11,675	456,579	583,988	494,998

6.4 MONTHLY PROJECTED OPERATIONAL EXPENDITURE BY VOTE

Description : Ref		Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<u>Expenditure by Vote to be appropriated</u>																
105 - MUNICIPAL MANAGER		4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,554	54,626	57,786	61,087
200 - CORPORATE SERVICES		4,722	4,722	4,722	4,722	4,722	4,722	4,722	4,722	4,722	4,722	4,722	(1,799)	50,143	53,001	55,959
300 - BUDGET AND TREASURY		12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	49,783	182,212	192,598	203,383
405 - SOCIAL SERVICES(PLANNING&RECO		1,885	1,885	1,885	1,885	1,885	1,885	1,885	1,885	1,885	1,885	1,885	1,882	22,628	23,918	25,257
408 - WSA& HEALTH SERVICES		2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,303	27,658	29,234	30,671
500 - WATER, SANITATION AND TECHNICAL		25,015	25,015	25,015	25,015	25,015	25,015	25,015	25,015	25,015	25,015	25,015	(24,021)	262,144	273,150	293,518
Total Expenditure by Vote		51,519	51,519	51,519	51,519	51,519	51,519	51,519	51,519	51,519	51,519	51,519	32,781	599,410	629,687	670,885
Surplus/(Deficit) before assoc.		38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	118,387	456,579	583,988	494,998
Taxation													-	-	-	-
Attributable to minorities													-	-	-	-
Share of surplus/ (deficit) of associate													-	-	-	-
Surplus/(Deficit)		1	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	38,752	118,387	456,579	583,988	494,998

6.5 THE PROJECTED MONTHLY EXPENDITURE IN TERMS OF FUNCTIONAL CLASSIFICATION

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousand																
Revenue - Functional																
Governance and administration		31,288	31,288	31,288	31,288	31,288	31,288	31,288	31,288	31,288	31,288	31,288	32,833	376,291	413,912	449,146
Executive and council		4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	4,753	5,498	57,781	62,078	67,370
Finance and administration		26,510	26,510	26,510	26,510	26,510	26,510	26,510	26,510	26,510	26,510	26,510	26,510	318,120	350,334	380,776
Internal audit		25	25	25	25	25	25	25	25	25	25	25	25	300	600	1,000
Community and public safety																
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services																
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services																
Energy sources		50,984	50,984	50,984	50,984	50,984	50,984	50,984	50,984	50,984	50,984	50,984	118,964	679,788	720,583	715,937
Water management		48,295	48,295	48,295	48,295	48,295	48,295	48,295	48,295	48,295	48,295	48,295	117,280	658,525	699,164	693,319
Waste water management		1,809	1,809	1,809	1,809	1,809	1,809	1,809	1,809	1,809	1,809	1,809	1,685	20,254	21,419	22,618
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional		82,272	82,272	82,272	82,272	82,272	82,272	82,272	82,272	82,272	82,272	82,272	158,997	1,054,989	1,133,994	1,165,083
Expenditure - Functional																
Governance and administration		16,591	16,591	16,591	16,591	16,591	16,591	16,591	16,591	16,591	16,591	16,591	16,588	199,090	218,484	222,336
Executive and council		4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,552	4,554	54,626	57,786	61,087
Finance and administration		12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,039	12,035	144,464	152,696	161,250
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community and public safety																
Community and social services		2,385	2,385	2,385	2,385	2,385	2,385	2,385	2,385	2,385	2,385	2,385	2,383	27,658	29,234	38,871
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,305	2,303	27,658	29,234	38,871
Economic and environmental services																
Planning and development		6,688	6,688	6,688	6,688	6,688	6,688	6,688	6,688	6,688	6,688	6,688	83	72,771	76,919	81,226
Road transport		6,600	6,600	6,600	6,600	6,600	6,600	6,600	6,600	6,600	6,600	6,600	83	72,771	76,919	81,226
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services																
Energy sources		26,016	26,016	26,016	26,016	26,016	26,016	26,016	26,016	26,016	26,016	26,016	13,716	299,892	313,890	333,631
Water management		25,803	25,803	25,803	25,803	25,803	25,803	25,803	25,803	25,803	25,803	25,803	13,589	296,302	311,369	333,876
Waste water management		133	133	133	133	133	133	133	133	133	133	133	127	1,590	1,681	1,775
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional		51,520	51,520	51,520	51,520	51,520	51,520	51,520	51,520	51,520	51,520	51,520	32,698	999,419	620,687	678,883
Surplus/(Deficit) before assoc.		30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	118,387	456,579	583,988	494,998
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	30,752	118,387	456,579	583,988	494,998

6.6 MONTHLY PROJECTION IN TERMS OF FUNCTIONAL CLASSIFICATION OF CAPITAL EXPENDITURE

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Capital Expenditure - Functional	1															
Governance and administration		1,050	-	-	-	1,050	-	-	-	1,050	-	-	1,050	4,200	-	-
Executive and council		1,050	-	-	-	1,050	-	-	-	1,050	-	-	1,050	4,200	-	-
Finance and administration		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,607	367,339	394,261	371,340
Energy sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water management		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,607	367,339	394,261	371,340
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	2	31,662	30,612	30,612	30,612	31,662	30,612	30,612	30,612	31,662	30,612	30,612	31,657	371,539	394,261	371,340
Funded by:																
National Government		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	34,887	371,539	394,261	371,340
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	34,887	371,539	394,261	371,340
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Funding		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	34,887	371,539	394,261	371,340
Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Single-year expenditure to be appropriated																
Single-year expenditure to be appropriated		1,050	-	-	-	1,050	-	-	-	1,050	-	-	(3,150)	-	-	-
105 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-	4,200	4,200	-	-
200 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
300 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
405 - SOCIAL SERVICES (PLANNING & ECONOMIC DEV)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
408 - WSAA HEALTH SERVICES		30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	(336,732)	-	-	-
500 - WATER, SANITATION AND TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-	-	367,339	367,339	394,261	371,340
Capital single	2	31,662	30,612	30,612	30,612	31,662	30,612	30,612	30,612	31,662	30,612	30,612	31,657	371,539	394,261	371,340
Total Capital Expenditure	2	32,712	30,612	30,612	30,612	32,712	30,612	30,612	30,612	32,712	30,612	30,612	400,106	743,138	788,522	742,680

6.7 CASH FLOWS

The monthly projected cash flow (reconciliation between cash receipts by source and cash payments by type) is indicated below. The SDBIP information on revenue and expenditure will be monitored and reported on monthly basis in terms of section 71 of the MFMA.

MONTHLY CASH FLOWS	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousand															
Cash Receipts By Source													1		
Property rates												-			
Service charges - electricity revenue												-			
Service charges - water revenue	9,221	9,221	9,221	9,221	9,221	9,221	9,221	9,221	9,221	9,221	9,221	9,220	110,951	116,959	123,506
Service charges - sanitation revenue	700	700	700	700	700	700	700	700	700	700	700	703	8,403	8,882	9,380
Service charges - refuse revenue												-			
Service charges - other												-			
Rental of facilities and equipment												-			
Interest earned - external investments	962	962	962	962	962	962	962	962	962	962	962	957	11,539	12,197	12,887
Interest earned - outstanding debtors	340	340	340	340	340	340	340	340	340	340	340	337	4,077	4,310	4,551
Dividends received												-			
Fines, penalties and forfeits												-			
Licences and permits												-			
Agency services												-			
Transfer receipts - operational	122,462				122,462				122,463			-	367,367	400,593	426,560
Other revenue	365	365	365	365	365	365	365	365	365	365	365	369	4,384	5,843	4,058
Cash Receipts by Source	134,658	11,588	11,588	11,588	134,658	11,588	11,588	11,588	134,651	11,588	11,588	11,586	588,443	548,741	598,364
Other Cash Flows by Source	122,445				122,447				122,446				367,309	394,261	371,340
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)												-			
Proceeds on disposal of PPE												-			
Short term loans												-			
Borrowing long term/refinancing												-			
Increase (decrease) in consumer deposits	96	96	96	96	96	96	96	96	96	96	96	92	1,148	1,217	1,295
Decrease (increase) in non-current debtors												-			
Decrease (increase) other non-current receivables												-			
Decrease (increase) in non-current investments												-			
Total Cash Receipts by Source	256,592	11,684	11,684	11,684	256,593	11,684	11,684	11,684	256,593	11,685	11,685	11,678	874,936	842,219	896,999
Cash Payments by Type															
Employee related costs	16,749	16,749	16,749	16,749	16,749	16,749	16,749	16,749	16,749	16,749	16,749	16,109	241,052	254,834	269,110
Remuneration of councillors	538	538	538	538	538	538	538	538	538	538	538	536	6,454	6,641	7,252
Finance charges												-			
Bulk purchases - Electricity												-			
Bulk purchases - Water & Sewer	521	521	521	521	521	521	521	521	521	521	521	524	6,255	6,611	6,982
Other materials	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,362	40,322	42,522	45,010
Contracted services	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,384	3,387	40,611	41,681	44,043
Transfers and grants - other municipalities												-			
Transfers and grants - other	2,217	2,217	2,217	2,217	2,217	2,217	2,217	2,217	2,217	2,217	2,217	5,213	29,500	31,287	33,039
Other expenditure	8,765	8,765	8,765	8,765	8,765	8,765	8,765	8,765	8,765	8,765	8,765	9,150	105,545	106,855	120,368
Cash Payments by Type	37,534	37,534	37,534	37,534	37,534	37,534	37,534	37,534	37,534	37,534	37,534	38,281	469,878	492,772	525,584
Other Cash Flows/Payments by Type															
Capital assets	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	30,612	34,807	371,509	394,261	371,340
Repayment of borrowing												-			
Other Cash Flows/Payments															
Total Cash Payments by Type	68,146	68,146	68,146	68,146	68,146	68,146	68,146	68,146	68,146	68,146	68,146	73,088	841,418	887,033	896,944
NET INCREASE/(DECREASE) IN CASH HELD	188,446	(56,462)	(56,462)	(56,462)	169,703	(56,462)	(56,462)	(56,462)	188,447	(56,460)	(56,460)	(61,390)	33,512	55,186	66,155
Cash/cash equivalents at the month/year begin:	21,829	210,275	153,813	97,351	40,889	210,592	154,130	97,668	41,206	229,633	173,192	116,731	21,829	35,341	110,527
Cash/cash equivalents at the month/year end:	210,275	153,813	97,351	40,889	210,592	154,130	97,668	41,206	229,633	173,192	116,731	55,341	110,527	110,527	176,682

7 QUARTERLY PROJECTIONS OF SERVICE DELIVERY TARGETS AND PERFORMANCE INDICATORS

Quarterly projections of service delivery targets and performance indicators are in **ANNEXURE A**.



8 MUNICIPAL CAPITAL BUDGET

PROJECT NAME	LOCALITY	RESPONSIBLE DEPARTMENT	TYPE (Phased Ongoing Periodic)	FUNDER	MUNICIPAL CAPITAL BUDGET 2017/2018
Bhekuzulu/Epha ngweni Community Water Supply Scheme (Phase 5,7,8) - supply water to the community of Inkosi Langelibalele	Inkosi Langelibalele	Technical	New	MIG	R30 000 000
Bhekuzulu/Epha ngweni Community Water Supply Scheme (Phase 1 & 2) - supply water to the community of Inkosi Langelibalele	Inkosi Langelibalele	Technical	New	MWIG	R22 000 000
Kwanobamba/E zitendeni Water Supply Project (Phase 2A,2B,2C) -	Inkosi Langelibalele	Technical	New	MIG	R18 000 000

supply water to the community of Inkosi Langalibalele						
Kwanobamba/E zitendeni Water Supply Project (Phase 1F) - Supply water to the community of Inkosi Langalibalele	Inkosi Langalibalele	Technical	New	WSIG		R12 000 000
Kwanobamba/E zitendeni Sanitation Project (Phase 1A) – Provide sewer borne system to the community of Inkosi Langalibalele	Inkosi Langalibalele	Technical	New	MIG		11 000 000
Kwanobamba/E zitendeni Sanitation Project (WWTW) – Provide Waste Water Treatment Works to the community of	Inkosi Langalibalele	Technical	New	MIG		18 000 000

Inkosi Langalibalele						
Ntabamhlophe Water Scheme (Phase 11,12,13) – Supply water to the community of Inkosi Langalibalele	Inkosi Langalibalele	Technical	New	MIG	25 500 000	
Wembezi Water Stage 1 (Bulk & Retic)– Supply water to the community of Inkosi Langalibalele	Inkosi Langalibalele	Technical	New	WSIG	14 000 000	
Mimosadale Housing Development Bulk Water Supply– Supply water to the community of Inkosi Langalibalele	Inkosi Langalibalele	Technical	New	WSIG	14 000 000	
Inkosi Langalibalele Sanitation Phase 3 –	Inkosi Langalibalele	Technical	New	WSIG	4 500 000	

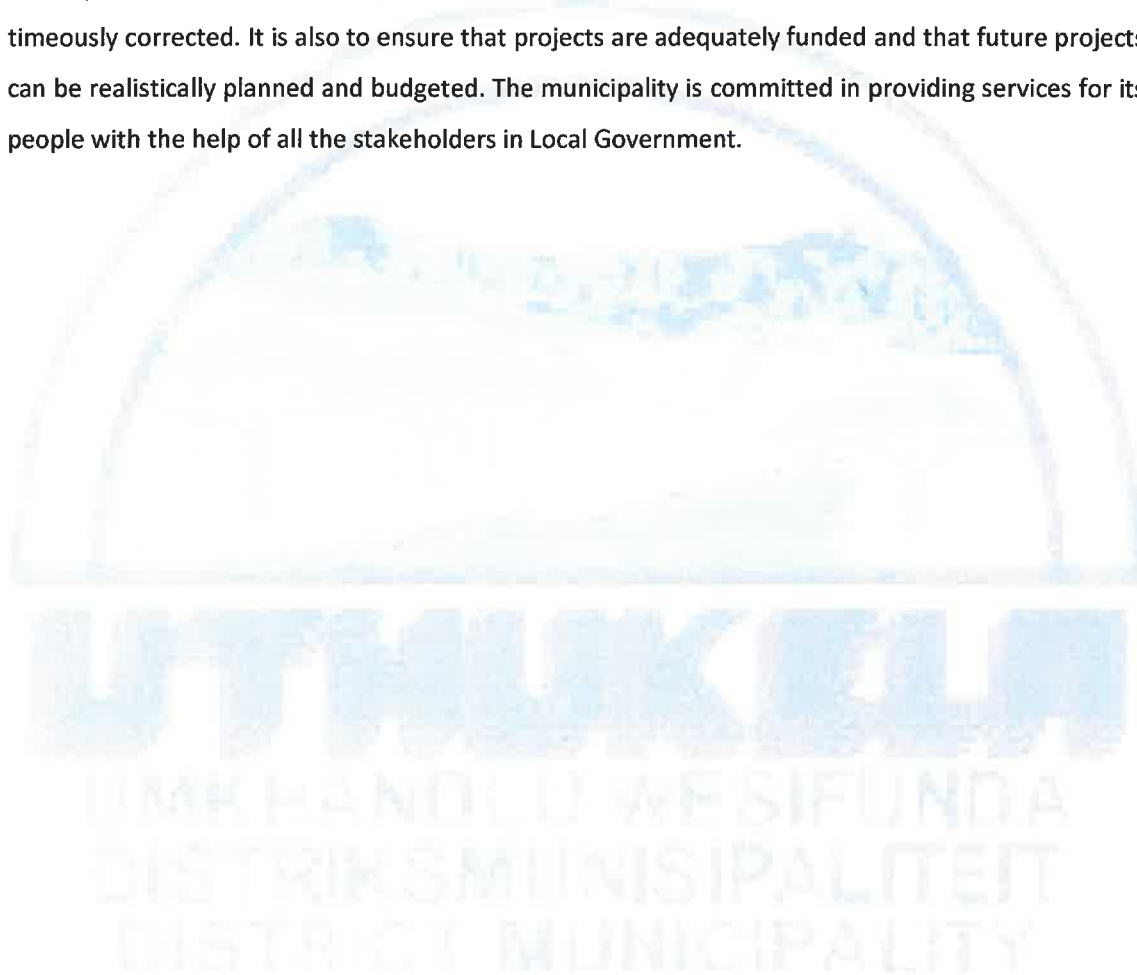
Provide VIP Latrines to the community of Inkosi Langalibalele						
Bergville Phase 2 Sewer Retic – provision of the sewer borne system to supply water to the community of Okhahlamba	Inkosi Langalibalele	Technical	New	MIG	12 000 000	
Rural Road Asset Management System assessment of improved Tarrred roads , infrastructure and promote development	District wide	Technical	New	DOT	2 483 000	
Fitty Park Water Supply Project Phase 2 supply scheme - supply water to the community Alfred Duma.	Alfred Duma	Technical	New	MIG	16 000 000	

Ezakeni E Sanitation Infrastructure Upgrade supply scheme - supply water to the community Alfred Duma.	Alfred Duma	Technical	New	MIG	14 000 000
Ekuvukeni Regional Water Supply Scheme - supply water to the community Alfred Duma.	Alfred Duma	Technical	New	MIG	30 000 000
Lombardskop Bulk Water Feeder Main & Appurtenant Works supply water to the community Alfred Duma.	Alfred Duma	Technical	New	WSIG	5000 000
Colenso Bulk & Retic supply water to the community Alfred Duma.	Alfred Duma	Technical	New	Rand Water	30 000 000

Disaster Centre Phase 2	District wide	Technical	New	MIG	10 000 000
Umtshezi East Bulk water	Inkosi Langalibalele	Technical	New	MG	5 000 000
Bergville water supply	Okhahlamba	Technical	New	MG	3 000 000
Upgrade and refurbishment of Bergville water treatment works	Okhahlamba	Technical	New	WSIG	10 000 000
Upgrade and refurbishment of Langkloof water treatment works	Okhahlamba	Technical	New	WSIG	8 000 000
Spring protection and appurtenant works supply	District wide	Technical	New	WSIG	3 000 000

9 CONCLUSION

The Service Delivery and Budget Implementation Plan will assist UThukela District Municipality to track all service delivery related commitments through quarterly Performance Management reports. The implementation of sound financial planning and budgeting will ensure sustainable service delivery that would result in growth for the municipality. These budgets and strategies have been developed to ensure that backlogs are addressed and that future financial problems are avoided and timeously corrected. It is also to ensure that projects are adequately funded and that future projects can be realistically planned and budgeted. The municipality is committed in providing services for its people with the help of all the stakeholders in Local Government.



ANNEXURE A

UTSHUKELA
UMKHANDO WE SIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY