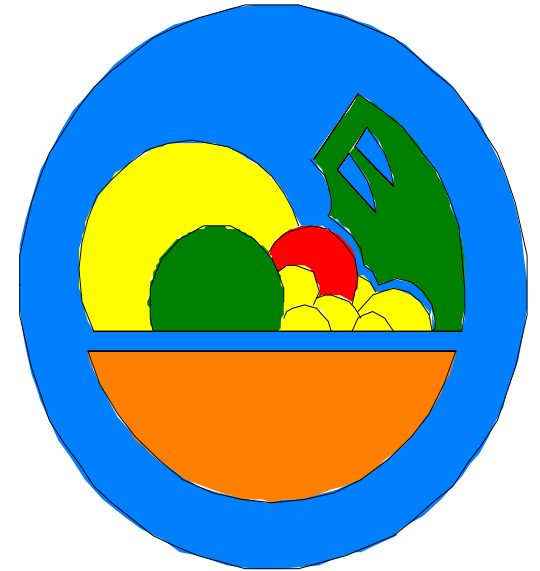




***GREATER TZANEEN
MUNICIPALITY***

***JULY 2023/2024
FINANCIAL REPORT***



JULY FINANCIAL REPORT

TABLE OF CONTENTS

1. Budget Performance
2. Grants and Subsidies Received
3. Performance on Conditional Grants
4. Revenue Billed from Service Charges
5. Revenue Collected from Service Charges
6. Bank Balance
7. Bank Reconciliation
8. Investments
9. Loan Management
10. Creditors Age Analysis
11. Revenue Management
12. Capital Projects
13. Expenditure per Item
14. List of Properties leased from the Municipality.
15. Supply Chain Management Report
16. Audit Findings
17. Fruitless and Wasteful expenditure
18. Irregular Expenditure

JULY FINANCIAL REPORT

1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	July	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 525 702 777	1 525 702 777	55 011 989	55 011 989	3.61%	8.33%
Capital Expenditure	190 704 744	190 704 744	-	-	0.00%	8.33%
TOTAL EXPENDITURE	1 716 407 521	1 716 407 521	55 011 989	55 011 989	3.21%	8.33%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 3.61% of the budgeted operational expenditure, which is less than the 8.33% target budget. The Operational expenditure does not include water and sewer expenses. Provision for bad debt and depreciation was unallocated.

CAPITAL EXPENDITURE

There was no expenditure incurred for the month of July 2023.

JULY FINANCIAL REPORT

1.2 SALARIES

Description	Allocation	Adjustment Budget	July	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	399 349 012	399 349 012	36 524 300	36 524 300	9.15%	8.33%
TOTAL	399 349 012	399 349 012	36 524 300	36 524 300	9.15%	8.33%

1.3 OVERTIME

Department	Allocation	Adjustment Budget	July	YTD Expenditure	%YTD Expenditure	% YTD Budget
01-Municipal manager	0	0	6 957	6 957	0.00%	8.33%
02-Planning & economic development	0	0	0	0	0.00%	8.33%
03-Financial services	620 098	620 098	270 901	270 901	43.69%	8.33%
04-Corporate services	33 633	33 633	92 578	92 578	275.26%	8.33%
05-Engineering services	317 424	317 424	165 046	165 046	52.00%	8.33%
06-Community services	7 420 664	7 420 664	883 246	883 246	11.90%	8.33%
07-Electrical engineering	8 095 147	8 095 147	859 013	859 013	10.61%	8.33%
Total	16 486 966	16 486 966	2 277 741	2 277 741	13.82%	8.33%

The salary expenditure that includes social contributions represents 13.82% of the budgeted salary amount for the period under review. An amount of R 2.2 million was paid for overtime for the month of July, which the year-to-date is more than the 8.33% budget target.

JULY FINANCIAL REPORT

1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	July	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	29 382 362	29 382 362	2 351 461	2 351 461	8.00%	8.33%
TOTAL	29 382 362	29 382 362	2 351 461	2 351 461	8.00%	8.33%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	July Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARES	521 211 000	521 211 000	217 171 000	217 171 000	41.67%
FMG	2 000 000	2 000 000			0.00%
INEP	25 168 000	25 168 000	7 168 000	7 168 000	28.48%
MIG	112 922 000	112 922 000	30 450 000	30 450 000	26.97%
EPWP	5 412 000	5 412 000			0.00%
ENERGY EFFICIENCY	5 000 000	5 000 000			0.00%
TOTAL	671 713 000	671 713 000	254 789 000	254 789 000	37.93%

An amount of R254 million that represents 37.93% of grants was received up to the month of July.

JULY FINANCIAL REPORT

3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	July spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
EQUITABLE SHARES	521 211 000	521 211 000	217 171 000	217 171 000	217 171 000	0	100.00%
FMG	2 000 000	2 000 000	55 155		55 155	-55 155	0.00%
INEP	25 168 000	25 168 000		7 168 000		7 168 000	0.00%
MIG	112 922 000	112 922 000	407 014	30 450 000	407 014	30 042 986	1.34%
EPWP	5 412 000	5 412 000				0	0.00%
ENERGY EFFICIENCY	5 000 000	5 000 000				0	0.00%
TOTAL	671 713 000	671 713 000	217 633 169	254 789 000	217 633 169	37 155 831	85.42%

It is clear from the tables above that R 217 million of the R254 millions of grant money received was spent, 85.42% of grant money received for the financial year was spent.

4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	July Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	150 141 836	150 141 836	10 789 747	10 789 747	7.19%	8.33%
Electricity	763 000 000	763 000 000	75 186 613	75 186 613	9.85%	8.33%
Solid Waste	40 893 774	40 893 774	2 586 291	2 586 291	6.32%	8.33%
TOTALS	954 035 610	954 035 610	88 562 652	88 562 652	9.28%	8.33%

JULY FINANCIAL REPORT

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	July Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	150 141 836	150 141 836	8 204 140	10 789 747	8 204 140	76.04%	5.46%
Electricity	763 000 000	763 000 000	53 958 361	75 186 613	53 958 361	71.77%	7.07%
Solid Waste	40 893 774	40 893 774	1 653 357	2 586 291	1 653 357	63.93%	4.04%
TOTALS	954 035 610	954 035 610	63 815 858	88 562 652	63 815 858	72.06%	6.69%

6. BANK BALANCE

Name of institution	Cash in the Bank on 30 July 2023
ABSA	R 144 519 333.76

Council had a positive Bank Balance of R 144 519 333.76 at the end of July 2023.

JULY FINANCIAL REPORT

7. BANK RECONCILIATION

Bank Statement balance	
31 July 2023	
ABSA1260	-
ABSA4051	-
ABSA4222	4 969 741.02
ABSA3930	30 670 009.82
ABSA4237	107 344 930.86
ABSA4990	1 534 652.06
	144 519 333.76
Outstanding BS entries	25 840 665.88
Reconciling items	
Outstanding Payments	- 20 166.75
Outstanding Receipts	700 820.68
Cashbook Closing Balance	171 040 653.57
Cashbook Balances as at 30 June 2023	
Cashbook Opening Balance	177 311 458.88
Withdrawals	- 1 010 663 673.44
Deposits	1 004 392 868.13
Cashbook Closing Balance	171 040 653.57
General Ledger Closing Balance	171 040 653.57
Difference	-

JULY FINANCIAL REPORT

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Matu0rity Date	Balance as of 30 July 2023
ABSA	20-Dec-31	R 19 329 755.54
Standard Bank	16-Oct-25	R 24 579 096.58
TOTAL		R 43 908 852.12

- An investment of R 11 350 000 has been made with Standard Bank to repay a loan of R 30 million on maturity date. The loan bears interest at a rate of 12.09% and the value of the investment amounts to R 24 579 096.58
- An investment of R 16 594 314 has been made with ABSA as a cession to repay a loan of R 90 million on maturity date.

JULY FINANCIAL REPORT

8.2 SHORT TERM INVESTMENTS

Institution Name	Type of Account	Rate	Amount
Absa	Call Account	8.9%	R50 000 000.00
Absa	Call Account	8.44%	R20 000 000.00
Investec	Call Account	8.15%	R30 000 000.00
Investec	32 Days Account	8.50%	R20 000 000.00
Nedbank	62 Days Account	9.18%	R20 000 000.00
Nedbank	32 Days Account	9.10%	R40 000 000.00
Nedbank	Call Account	8.00%	R20 000 000.00
Total			R200 000 000.00

Council had R 200 million short-term investments at the end of July 2023

JULY FINANCIAL REPORT

9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	LOAN AMOUNT	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE 01 JULY 2023	JULY 2023		CLOSING BALANCE AS AT 30 JUNE 2023
						CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	01/11/2010	31/10/2030	22 132 711.63	192 766.19	126 885.00	21 939 945.44
ABSA	ANNUITY	25 140 000.00	02/06/2011	31/07/2025	8 868 056.83	-	-	8 868 056.83
STD BANK	10 yrs STOCK	30 000 000.00	31/11/2015	16/10/2025	30 000 000.00	-	-	30 000 000.00
DBSA	R 40 Mil	40 000 000.00	01/10/2018	31/12/2028	28 846 084.10	-	-	28 846 084.10
DBSA	R 20 Mil	20 000 000.00	01/10/2019	30/09/2029	14 268 637.11	-	-	14 268 637.11
DBSA	R 30 Mil	30 000 000.00	01/10/2020	20/12/2031	23 248 623.74	-	-	23 248 623.74
TOTAL					127 364 113.40	192 766.19	126 885.00	127 171 347.21

Long-term loan expenditure paid for July 2023 is R 126 885.00

JULY FINANCIAL REPORT

10. CREDITORS AGE ANALYSIS

NO	SUPPLIER NAME	DESCRIPTION/ NATURE OF SERVICE	CHQ /GRN NUMBER/REF	Current	16-30 DAYS	31-60 DAYS	90 DAYS	120 DAYS	150 DAYS	TOTAL	REASON FOR DEVIATION/COMMENT
1	ESKOM	BULK PURCHASES	9725598889	R53,601,430.28	R 0.00	-	-	-	-	R53,601,430.28	Invoice not yet due (due 02/09/2023)
			TOTAL	R53,601,430.28	R0.00	R0.00	R 0.00	R 0.00	R 0.00	R53,601,430.28	

JULY FINANCIAL REPORT

11. REVENUE MANAGEMENT

11.1 RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS								
Age Analysis	Rates	Electricity	Refuse	Sewerage	Water	Total - Rates & Serv.	Total Sundry	Total
Current	21 041 604	102 894 504	6 514 434	1 881 745	10 475 670	142 807 957	-15 264 924	127 543 033
30 days	6 836 180	13 681 346	2 434 802	612 316	3 422 252	26 986 896	747 038	27 733 934
60 days	6 235 621	11 005 051	2 332 293	662 754	3 488 473	23 724 192	782 108	24 506 300
90 days	5 928 626	10 217 415	2 277 455	616 816	3 412 511	22 452 823	563 898	23 016 721
120 days	5 751 160	10 685 774	2 244 987	634 464	3 382 937	22 699 322	816 933	23 516 255
120 days plus	298 955 477	240 507 981	120 764 892	31 607 079	135 193 750	827 029 179	46 241 093	873 270 272
Balance	344 748 668	388 992 071	136 568 864	36 015 173	159 375 594	1 065 700 370	33 886 146	1 099 586 516

The outstanding rates and service charges increased from R 1 067 billion in June to R 1 099 billion in July 2023. These amounts include sundry debtors of R33 million.

JULY FINANCIAL REPORT

11.2 AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	3 953 818.00	1 126 296.00	1 017 186.00	908 395.00	32 820 174.00	39 825 869.00
BUSINESS	76 478 869.00	8 970 788.00	7 092 890.00	6 560 280.00	256 136 046.00	355 238 873.00
INDIVIDUALS	67 631 092.00	17 642 036.00	16 394 748.00	15 545 845.00	607 694 823.00	724 908 544.00
OTHER	-	-	-	-	-	-
BALANCE	148 063 779	27 739 120	24 504 824	23 014 520	896 651 043	1 119 973 286

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 26 141 for the month of July 2023. A new indigent register will be submitted to Council for approval once finalised.

11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rate + Interest	12 602 134	8 204 140	4 397 994
Electricity	75 186 613	53 958 361	21 228 252
Water	2 915 629	2 200 145	715 483
Sewerage	804 168	456 158	348 010
Refuse Removal	2 586 291	1 653 357	932 935
Sundry Charges	6 887 417	7 858 515	-971 098
TOTAL	100 982 252	74 330 677	26 651 576

JULY FINANCIAL REPORT

11.5 PAYMENT RATES PER TOWN

PAYMENT RATES PER TOWN - RATES AND SERVICE CHARGE DEBTORS			
Towns	Current Account	Payment Received	Payment Rate (%)
Tzaneen - Urban	40 440 668	33 434 733	83%
Tzaneen - Rural	63 051 195	36 086 319	57%
Nkowankowa	15 493 779	1 191 129	8%
Lenyenye	3 135 776	219 292	7%
Politsi	200 831	43 562	22%
Letsitele	4 568 244	2 822 445	62%
Haenertsburg	652 539	533 197	82%
Aggregate	127 543 033	74 330 677	58%

Payment rate year to date = 58%

JULY FINANCIAL REPORT

12. CAPITAL PROJECTS

Project Name	Original Budget	Actual	% Spent
3453 CFO-111_Purchase of critical office furniture	400 000.00	-	0.00%
3506 ESD-45_Construction of New ablution block, offices and storage facility at Tzaneen testing grounds	1 200 000.00	-	0.00%
6262 Bulamahlo Community Hall	23 306 024.00	-	0.00%
6264 Connections (Consumer Contribution)	10 000 000.00	-	0.00%
6265 Dan Access road from R36 (Scrapyard) to D5011 (TEBA)	22 144 120.00	-	0.00%
6293 Lenyenye Street from gravel to paving	1 000 000.00	-	0.00%
6300 Paving of Marirone to Motupa Street	19 300 000.00	-	0.00%
6304 Paving of Nkowakowa Section D (Tommy Spaza Shop via Bridge, Mashaba via Vodacom and Raymond Makelana) Streets	1 000 000.00	-	0.00%
6306 Paving of Thapane Street	1 000 000.00	-	0.00%
6307 Paving of Topanama Access Road	1 000 000.00	-	0.00%
6308 Paving of Zangoma to Mariveni Road	33 430 006.00	-	0.00%
6344 Upgrading of Nkowakowa B (Hope of Christ, Bombelani School, Giyani Soshangani and Xirhombarhomba) Streets	1 000 000.00	-	0.00%
6405 Construction of R71 Roundabout	1 500 000.00	-	0.00%
6406 G.I.S(Procurement of equipment)	2 000 000.00	-	0.00%
6414 Installation of streetlights from R71 Voortrekker traffic light to Deerpark Traffic Circle	1 000 000.00	-	0.00%
6481 Rebuilding and Upgrade of the Ebenezer 33kV Feeder Line Phase 4	4 000 000.00	-	0.00%
6482 SCADA Monitoring system	5 000 000.00	-	0.00%
8438 11kV Waterbok to Selwane village MV line	6 000 000.00	-	0.00%

JULY FINANCIAL REPORT

8442 Construction of Leretjene Sport complex_OWN FUNDING	5 500 000.00	-	0.00%
8445 EED-102_11 kv and 33 kv Auto reclosers per annum X4 (La_Cotte x 2, California x 1,	1 500 000.00	-	0.00%
8451 EED-111_Renewal Repairs and maintenance of Bulk meters and Replace current transformers & meter panel Tarentaalrand,	1 000 000.00	-	0.00%
8452 EED-113_Installation of STATS meters Tzaneen Main, Letsitele Main, Western Sub, Rubbervale & 33/11kV Substation in Phases	500 000.00	-	0.00%
8458 EED-119_Replacement of Box Breakers at Letsitele Main Substation in Phases	2 000 000.00	-	0.00%
8472 EED-136_Streetlights (Tzaneen Town, Haernerstburg)	1 000 000.00	-	0.00%
8479 EED-145_Token Identifier (TID) rollover Pre-paid	500 000.00	-	0.00%
8480 EED-146_Rebuilding of Duiwelskloof 33 kv line (5km)	1 500 000.00	-	0.00%
8481 EED-147_Rebuilding of Grysapel 11 kv line (2.5km)	1 000 000.00	-	0.00%
8482 EED-148_Rebuilding of Pusela 11 kv line (4.5km)	1 000 000.00	-	0.00%
8484 EED-151_Rebuilding of Manorvlei/broederstroomdrift 11 kv line (5km)	1 000 000.00	-	0.00%
8497 ES-74_Guardroom at Nkowa kowa testing ground	200 000.00	-	0.00%
8498 ESD-177_Low level bridge at Ga Schultz	2 000 000.00	-	0.00%
8503 ESD-23_Haenertsburg Cemetery road	5 000 000.00	-	0.00%
8504 ESD-24_Main CBD Street and Parking in Letsitele	2 500 000.00	-	0.00%
8509 ESD-32_Petanenge Low level bridges	1 500 000.00	-	0.00%
8511 ESD-37_Construction machinery Grader	9 000 000.00	-	0.00%
8513 ESD-38_Grass cutting Machines	800 000.00	-	0.00%
8515 ESD-44_Nkowankowa testing grounds	1 000 000.00	-	0.00%
8518 ESD-49_Public toilets in Nkowakowa	200 000.00	-	0.00%
8519 ESD-50_Public toilets in Letsitele Taxi Rank	200 000.00	-	0.00%

JULY FINANCIAL REPORT

8522 ESD-53_New change rooms at Tzaneen Dam	1 000 000.00	-	0.00%
8523 ESD-54_New sleeping quarters for electrical department	1 500 000.00	-	0.00%
8526 ESD-57_New change rooms at Tzaneen plumbers workshop	500 000.00	-	0.00%
8532 ESD-66_Ablution block with change room at Lesedi Regional Cemetery (Lenyenye)_1	150 000.00	-	0.00%
8534 ESD-68_Environmental Impact Study at Lesedi Regional Cemetery (Lenyenye)_1	400 000.00	-	0.00%
8535 ESD-71_Earthworks with full Environmental Impact Assessment study and designs at Nkowankowa cemetery_1	300 000.00	-	0.00%
8537 ESD-75_Guardroom at Tzaneen testing ground	200 000.00	-	0.00%
8542 ESD-90_Furniture for sport and recreation facilities at Juliesberg, Burgersdorp, Runnymede, Lenyenye, Nkowankowa Stadiums	300 000.00	-	0.00%
8544 GTEDA-161_Purchase of Office Equipment	279 594.00	-	0.00%
8548 NEW_Pedestrian Bridge at Tlhabine	1 500 000.00	-	0.00%
8550 NEW_Power Generator for Tzaneen wastewater treatment works	300 000.00	-	0.00%
8556 Purchase of Municipal pool cars	3 700 000.00	-	0.00%
8557 Purchase of the Waste removal truck	4 095 000.00	-	0.00%
8559 Purchase of storage container for Expenditure Division	450 000.00	-	0.00%
8561 Tzaneen cemetery	200 000.00	-	0.00%
8562 Tzaneen Waste water treatment works	500 000.00	-	0.00%
8564 Electrical Infrastructure Fencing	2 000 000.00	-	0.00%
8566 Purchase of brushcutters	150 000.00	-	0.00%
8570 Road and Stormwater Tzaneen (Loretto farm school road)	-	-	0.00%
8571 Road and Stormwater Khujwana Village (Khujwana Primary School)	-	-	0.00%
8576 New Guardroom at Civic Centre	-	-	0.00%
Grand Total	190 704 744	-	0.00%

JULY FINANCIAL REPORT

13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	399 349 012	399 349 012	36 524 300	9.15%
Remuneration of councillors	29 382 362	29 382 362	2 351 461	8.00%
Debt impairment				0.00%
Depreciation & asset impairment	115 814 038	115 814 038	-	0.00%
Finance charges	12 644 819	12 644 819	-	0.00%
Bulk purchases - electricity	508 243 120	508 243 120	-	0.00%
Inventory consumed	94 806 693	94 806 693	3 115 297	3.29%
Contracted services	91 720 401	91 720 401	5 996 177	6.54%
Transfers and subsidies	50 700 230	50 700 230	3 756 769	7.41%
Operational costs	163 442 102	163 442 102	3 267 985	2.00%
Irrecoverable debts written off	59 600 000	59 600 000		0.00%
Total Expenditure	1 525 702 777	1 525 702 777	55 011 989	3.61%

The actual operational expenditure represents 3.61 of the budgeted operational expenditure, which is less than the 8.33% target budget.

14. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

14.1 As per attached ANNEXURE A

JULY FINANCIAL REPORT

15 Supply Chain Management

15.1 Deviation orders processed.

None

15.2 Orders processed: Attached as Annexure B

15.3 Bids and quotations considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMUQ: 24/2023	SUPPLY AND DELIVERY OF DISASTER RECOVERY BACKUP TOOL/SOFTWARE	21/07/2023	21/07/2023	Ms A Mokawane
2.	SCMUQ: 25/2023	SUPPLY AND DELIVERY OF CLOUD BASED ANTIVIRUS ENDPOINT PROFESSIONAL SOFTWARE WITH PATCH-MANAGEMENT INCORPORATED	21/07/2023	21/07/2023	Ms A Mokawane

JULY FINANCIAL REPORT

15.4 Bids considered by Evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMUQ 22/2023	SUPPLY AND DELIVERY OF 50 PPM DIESEL (7000 LITRES)	05/07/2023	10 / 07/2023	Budget and Treasury
2.	SCMU Q 23/2023	VENUE FOR INDUCTION OF COUNCILLORS CODE OF CONDUCT	19/07/2023	20/07/2023	Corporate Services
3.	SCMU 13/2023	PROTOCOL TRAINING FOR 35 COUNCILLORS	06/07/2023	10/07/2023	Corporate Services
4.	SCMU 12/2023	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT SKILLS AUDIT FOR A PERIOD OF 3 MONTHS	13/07/2023	25/07/2023	Corporate Services
5.	SCMU 14/2020 (Re-Advert)	POOL OF SERVICE PROVIDERS FOR SUPPLY AND DELIVERY OF ELECTRICAL MATERIAL	13/03/2023	17/07/2023	Budget and Treasury

JULY FINANCIAL REPORT

15.5 Bids and quotations closed.

Bid No	Description	Closing date
SCMUQ 22/2023	SUPPLY AND DELIVERY OF 50 PPM DIESEL (7000 LITRES)	05/07/2023
SCMU Q 20/2023	ORHVS – APPOINTED OPERATOR TRAINING FOR 9 EMPLOYEES (ELECTRICIANS)	06/07/2023
SCMU Q 23/2023	VENUE FOR INDUCTION OF COUNCILLORS CODE OF CONDUCT	19/07/2023
SCMU 14/2022 (Re-Advert)	REQUEST FOR PROPOSALS DEVELOPMENT OF MUNICIPAL OWNED PROPERTY: EXTENSION 54, AQUA AVENUE	24/07/2023
SCMU 13/2023	PROTOCOL TRAINING FOR 35 COUNCILLORS	06/07/2023
SCMU 12/2023	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT SKILLS AUDIT FOR A PERIOD OF 3 MONTHS	13/07/2023

JULY FINANCIAL REPORT

SCMU 14/2023	CONSTRUCTION OF BULAMAHLO COMMUNITY HALL	31/07/2023
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15.6 Bids Considered by Bid Adjudication Committee and Recommended to The Accounting Officer

NO	Bid No	Description of goods & services	Closing Date	BAC Date	Status	User Dept.
1.	SCMU 09/2022	PROVISION OF INTEGRATED SECURITY MEASURES FOR ELECTRICAL MAIN AND SUB STATIONS FOR GREATER TZANEEN MUNICIPALITY (Re-Advert)	19/06/2023	13/07/2023	Awarded	COMMUNITY SERVICES
2.	SCMU 10/2023	RENOVATION OF NKOWANKOWA OFFICES, THE OLD HOME AFFAIRS BUILDING	01/06/2023	26/07/2023	Referred for re-advert	ENGINEERING SERVICES

15.7 Bids & Quotations Awarded By CFO

No	Bid number	Description	User Dept.	Date of award	status
1.	SCMUQ 22/2023	SUPPLY AND DELIVERY OF 50 PPM DIESEL (7000 LITRES)	Budget and Treasury	11/07/2023	Awarded

JULY FINANCIAL REPORT

15.8 Bids Awarded by Accounting Officer

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1	SCMU 09/2022	PROVISION OF INTEGRATED SECURITY MEASURES FOR ELECTRICAL MAIN AND SUB STATIONS FOR GREATER TZANEEN MUNICIPALITY (Re-Advert)	ENGINEERING SERVICES	19/06/2023	24/07/2023	Awarded

15.9 Bids and quotations advertised.

Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
SCMU Q 23/2023	VENUE FOR INDUCTION OF COUNCILLORS CODE OF CONDUCT	Yes	Yes	No	No	No	No	13/07/203

JULY FINANCIAL REPORT

SCMUQ 24/2023	SUPPLY AND DELIVERY OF DISASTER RECOVERY BACKUP TOOL/SOFTWARE	Yes	Yes	No	No	No	No	28/07/2023
SCMUQ 25/2023	SUPPLY, DELIVERY AND CONFIGURATION OF CLOUD BASED ANTIVIRUS ENDPOINT PROFESSIONAL SOFTWARE WITH PATCH-MANAGEMENT INCORPORATED	Yes	Yes	No	No	No	No	28/07/2023

16 AUDIT FINDINGS

The Municipality received an unqualified audit opinion from Auditor General during the 2021/2022 financial year. An audit action plan has been developed and maintained monthly to address findings raised by Auditor General.

JULY FINANCIAL REPORT

17 FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure				
Name of Suppliers	Department	Date	Cheque	Amount
1. Eskom Holdings	BTO	19/07/2022	15/19385	R20.19
Total				R20.19

Fruitless and wasteful expenditure incurred during the month of July 2023 amounts to R 20.19

18 IRREGULAR EXPENDITURE

18.1 Irregular Expenditure to Date per department

Irregular Expenditure to Date		
Department	Financial year	Expenditure
MM	2023/2024	R0.00
Council	2023/2024	R0.00
Corporate Services	2023/2024	R0.00
Community Services	2023/2024	R3,417,697.58
Finance	2023/2024	R0.00
PED	2023/2024	R0.00
Electrical Services	2023/2024	R0.00
Engineering Services	2023/2024	R0.00
TOTAL	2022/2023	R 3,417,697.58

There Irregular expenditure incurred during the month of June 2023 amounted to R3,417,697.58

JULY FINANCIAL REPORT

18.2 List of Irregular Expenditure per Vendor

No	Vendor name	Date of Payment	Payment Number	Total Amount YTD JUNE 2023	Description of Incident	Person Liable (Official or Political Office Bearer)
1	MOLEBOGENG TRADING ENTERPRISE	25/07/2023	15/19168	496'005.93	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Community Services
2	MOLEBOGENG TRADING ENTERPRISE	25/07/2023	15/19170	47'795.50	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Community Services
3	GEORGE B SECURITY	25/07/2023	15/19160	127'914.68	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
4	GEORGE B SECURITY	25/07/2023	15/19161	667'368.12	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
5	GEORGE B SECURITY	25/07/2023	15/19162	63'957.34	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
6	GEORGE B SECURITY	25/07/2023	15/19163	95'936.01	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services

JULY FINANCIAL REPORT

7	GEORGE B SECURITY	25/07/2023	15/19164	1'918'720.12	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
	TOTAL			R3,417,697.58		

Mr AN Mathebula

Acting CHIEF FINANCIAL OFFICER

GLOSSARY OF ABBREVIATIONS

Abbreviation	Description
BAC	Bid Adjudication Committee
BEC	Bid Evaluation Committee
UD	User Department
CS	Corporate Services
CFO	Chief Financial Officer
SCMU	Supply Chain Management Unit
BSC	Bid Specification Committee
CK	Company Registration
MFMA	Municipal Finance Management Act
SCMP	Supply Chain Management Policy
G.T.M	Greater Tzaneen Municipality
NT	National Treasury

JULY FINANCIAL REPORT

BO	Buy Order
RF	Requisition Form
BF	Bid File
CIDB	Construction Industry Development Board
SP	Service Provider
MM/AC	Municipal Manager/Accounting Officer
BCM	Bid Committee Member
TCC	Tax Clearance Certificate