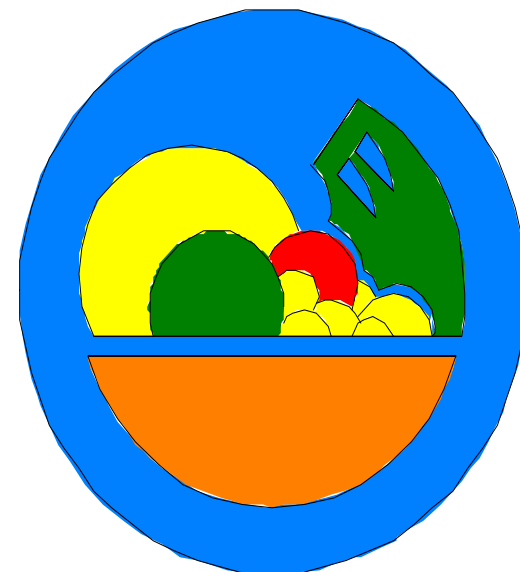




***GREATER TZANEEN
MUNICIPALITY***

***SEPTEMBER 2023/2024
FINANCIAL REPORT***



SEPTEMBER FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 525 702 777	1 525 702 777	169 246 711	335 916 688	22.02%	25.00%
Capital Expenditure	190 704 744	190 704 744	17 305 995	21 030 392	11.03%	25.00%
TOTAL EXPENDITURE	1 716 407 521	1 716 407 521	186 552 706	356 947 080	20.80%	25.00%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 22% of the budgeted operational expenditure, which is less than the 25% target budget. The Operational expenditure does not include water and sewer expenses. Provision for bad debt and depreciation was unallocated.

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of september 2023 amounts to R 17 305 995 and the year-to-date percentage is 11%

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1.2 SALARIES

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	399 349 012	399 349 012	30 051 655	100 176 673	25.08%	25.00%
TOTAL	399 349 012	399 349 012	30 051 655	100 176 673	25.08%	25.00%

1.3 OVERTIME

Department	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Budget
01-Municipal manager			43 843	98 470	0.00%	25.00%
02-Planning & economic development					0.00%	25.00%
03-Financial services	620 098	620 098	293 087	922 366	148.75%	25.00%
04-Corporate services	33 633	33 633	20 642	176 692	525.35%	25.00%
05-Engineering services	317 424	317 424	131 904	457 478	144.12%	25.00%
06-Community services	7 420 664	7 420 664	913 245	2 957 473	39.85%	25.00%
07-Electrical engineering	8 095 147	8 095 147	992 479	3 217 993	39.75%	25.00%
Total	16 486 966	16 486 966	2 395 200	7 830 472	47.49%	25.00%

The salary expenditure that includes social contributions represents 25.08% of the budgeted salary amount for the period under review. An amount of R 2.3 million was paid for overtime for the month, the year-to-date is more than the 25% budget target.

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1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	29 382 362	29 382 362	2 351 761	7 054 683	24.01%	25.00%
TOTAL	29 382 362	29 382 362	2 351 761	7 054 683	24.01%	25.00%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	September Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARES	521 211 000	521 211 000		217 171 000	41.67%
FMG	2 000 000	2 000 000	0	2 000 000	100.00%
INEP	25 168 000	25 168 000		7 168 000	28.48%
MIG	112 922 000	112 922 000		30 450 000	26.97%
EPWP	5 412 000	5 412 000	0	1 353 000	25.00%
ENERGY EFFICIENCY	5 000 000	5 000 000	0	2 000 000	40.00%
TOTAL	671 713 000	671 713 000	0	260 142 000	38.73%

An amount of R260 million that represents 38.73% of grants was received up to the month of September.

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3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	September 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	0	100.00%
FMG	2 000 000	2 000 000	116 167	2 000 000	212 865	1 787 135	0.00%
INEP	25 168 000	25 168 000	9 349 480	7 168 000	12 472 041	-5 304 041	174.00%
MIG	112 922 000	112 922 000	21 785 439	30 450 000	28 222 638	2 227 362	92.69%
EPWP	5 412 000	5 412 000	907 461	1 353 000	1 012 503	340 497	0.00%
ENERGY EFFICIENCY	5 000 000	5 000 000		2 000 000		2 000 000	0.00%
TOTAL	671 713 000	671 713 000	32 158 547	260 142 000	259 091 047	-949 047	99.60%

It is clear from the tables above that R 259 million of the R260 millions of grant money received was spent, 99.60% of grant money received for the financial year was spent.

4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	September Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	150 141 836	150 141 836	11 303 193	22 421 169	14.93%	25.00%
Electricity	763 000 000	763 000 000	79 269 649	159 281 803	20.88%	25.00%
Solid Waste	40 893 774	40 893 774	2 403 996	4 883 065	11.94%	25.00%
TOTALS	954 035 610	954 035 610	92 976 838	186 586 036	19.56%	25.00%

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5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	September Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	150 141 836	150 141 836	7 691 419	22 421 169	15 415 701	68.76%	10.27%
Electricity	763 000 000	763 000 000	72 716 200	159 281 803	140 288 248	88.08%	18.39%
Solid Waste	40 893 774	40 893 774	1 552 049	4 883 065	3 338 762	68.37%	8.16%
TOTALS	954 035 610	954 035 610	81 959 668	186 586 036	159 042 711	85.24%	16.67%

6. BANK BALANCE

Name of institution	Cash in the Bank on 30 September 2023
ABSA	R188,224,827.02

Council had a positive Bank Balance of R 188,224,827.02at the end of September 2023.

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7. BANK RECONCILIATION

30 September 2023	
ABSA1260	-
ABSA4051	-
ABSA4222	46 744 759.35
ABSA3930	31 072 410.60
ABSA4237	107 843 154.30
ABSA4990	1 641 620.47
	187 301 944.72
Outstanding BS entries	- 2 250 276.03
Reconciling items	
Outstanding Payments	- 1 171 691.08
Outstanding Receipts	1 664 026.92
Cashbook Closing Balance	185 544 004.53
Cashbook Balances as at 30 June 2023	
Cashbook Opening Balance	179 711 395.62
Withdrawals	- 543 980 207.44
Deposits	549 812 816.35

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Cashbook Closing Balance	185 544 004.53
General Ledger Closing Balance	185 544 004.53
Difference	- 0.00

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 September 2023
ABSA	20-Dec-31	R 19 498 851.18
Standard Bank	16-Oct-25	R 24 941 552.05
TOTAL		R 44 440 403.23

- 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 24 941 552.05
- 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.

8.2 SHORT TERM INVESTMENTS

Institution Name	Type of Account	Rate	Amount
Absa	Call Account	8.9%	R50 000 000.00
Investec	Call Account	8.15%	R30 000 000.00
Nedbank	Call Account	8.00%	R20 000 000.00

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Total			R100 000 000.00
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Council had R 100 million short-term investments at the end of September 2023

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 September 2023	Sep-23		CLOSING BALANCE AS AT 30 September 2023
						CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	1/11/2010	31/10/2030	21 746 230.24	203 025.86	116 625.33	21 543 204.38
ABSA	ANNUITY	25 140 000.00	2/6/2011	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	1/10/2018	31/12/2028	28 846 084.10	1 034 621.44	792 891.92	27 811 462.66
DBSA	R 20 Mil	20 000 000.00	1/10/2019	30/09/2029	14 268 637.11	524 092.30	361 074.70	13 744 544.81
DBSA	R 30 Mil	30 000 000.00	1/10/2020	20/12/2031	23 248 623.74	845 142.19	595 273.05	22 403 481.55
TOTAL					126 977 632.01	2 606 881.79	1 865 865.00	124 370 750.22

Long-term loan expenditure paid for September 2023 is R 1 865 865.00

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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	R48,739,858.09	R43,208,259.12		-	-	-	R91,948,117.21	Payment Arrangement in place to be paid in Tranches ending 30 Nov 2023
			TOTAL	R48,739,858.09	R43,208,259.12	R0.00	R 0.00	R 0.00	R 0.00	R91,948,117.21	

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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	22 048 800	121 510 170	6 629 858	1 768 835	11 074 217	163 031 880	182 504 791	345 536 671
30 days	6 602 977	18 873 517	2 528 198	658 129	4 073 844	32 736 665	39 996 836	72 733 502
60 days	6 473 591	10 811 002	2 370 633	594 597	3 381 568	23 631 390	29 978 188	53 609 578
90 days	6 374 433	10 303 600	2 317 055	573 071	3 145 710	22 713 869	28 749 706	51 463 575
120 days	5 963 307	8 827 707	2 255 266	637 675	3 262 704	20 946 660	27 102 305	48 048 965
120 days plus	307 983 301	243 270 688	124 306 191	32 612 593	139 533 552	847 706 325	1 144 158 661	1 991 864 987
Balance	355 446 409	413 596 684	140 407 202	36 844 901	164 471 595	1 110 766 790	1 452 490 488	2 563 257 278

The outstanding rates and service charges increased from R 1.1 billion in August to R 2.5 billion in September 2023. These amounts include sundry debtors of R1.4 billion.

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11.2 AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	5 610 530.00	1 256 251.00	930 438.00	923 469.00	32 571 398.00	41 292 086.00
BUSINESS	90 494 370.00	12 161 042.00	7 287 201.00	6 998 809.00	260 049 087.00	376 990 509.00
INDIVIDUALS	71 221 729.00	20 029 134.00	16 277 664.00	15 415 254.00	623 766 822.00	746 710 603.00
OTHER	-	-	-	-	-	-
BALANCE	167 326 629	33 446 427	24 495 303	23 337 532	916 387 307	1 164 993 198

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 26 141 for the month of September 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	13 165 864	7 691 419	5 474 445
Electricity	79 269 649	72 716 200	6 553 449
Water	3 616 465	1 992 142	1 624 323
Sewerage	652 104	418 794	233 310
Refuse Removal	2 403 996	1 552 049	851 947

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Sundry Charges	7 324 808	9 056 533	-1 731 725
TOTAL	106 432 886	93 427 137	13 005 749

11.5 PAYMENT RATES PER TOWN

PAYMENT RATES PER TOWN - RATES AND SERVICE CHARGE DEBTORS			
Towns	Current Account	Payment Received	Payment Rate (%)
Tzaneen - Urban	45 380 359	-35 904 680	79%
Tzaneen - Rural	74 140 771	-51 555 043	70%
Nkowankowa	15 516 476	-1 081 528	7%
Lenyenye	3 189 726	-164 349	5%
Politsi	236 091	-22 669	10%
Letsitele	6 279 872	-4 074 373	65%
Haenertsburg	871 377	-624 496	72%
Aggregate	145 614 672	-93 427 137	64%

Payment rate year to date = 64%

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12. CAPITAL PROJECTS

Project Name	Original Budget	Actual	% Spent
3453 CFO-111_Purchase of critical office furniture	400 000.00	50 064.96	12.52%
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	4 839 631.00	20.77%
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	4 513 670.13	23.39%
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	6 552 914.61	19.60%
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%

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6481 Rebuilding and Upgrade of the Ebenezer 33kV Feeder Line Phase 4	4 000 000.00	1 098 288.73	27.46%
6482 SCADA Monitoring system	5 000 000.00	-	0.00%
8438 11kV Waterbok to Selwane village MV line	6 000 000.00	-	0.00%
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	2 247 346.24	44.95%
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%

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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%
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%

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8570 Road and Stormwater Tzaneen (Loretto farm school road)	-	1 594 148.40	0.00%
8571 Road and Stormwater Khujwana Village (Khujwana Primary School)	-	-	0.00%
8576 New Guardroom at Civic Centre	-	134 328.00	0.00%
Grand Total	190 704 744	21 030 392.07	11.03%

13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	399 349 012	399 349 012	98 328 975	24.62%
Remuneration of councillors	29 382 362	29 382 362	7 054 683	24.01%
Debt impairment				0.00%
Depreciation & asset impairment	115 814 038	115 814 038		0.00%
Finance charges	12 644 819	12 644 819	2 118 550	16.75%
Bulk purchases - electricity	508 243 120	508 243 120	117 796 453	23.18%
Inventory consumed	94 806 693	94 806 693	20 870 950	22.01%
Contracted services	91 720 401	91 720 401	21 662 816	23.62%
Transfers and subsidies	50 700 230	50 700 230	12 442 612	24.54%
Operational costs	163 442 102	163 442 102	55 641 649	34.04%
Irrecoverable debts written off	59 600 000	59 600 000		0.00%
Total Expenditure	1 525 702 777	1 525 702 777	335 916 688	22.02%

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The actual operational expenditure represents 22.02% of the budgeted operational expenditure, which is less than the 25% target budget.

14. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

14.1 As per attached ANNEXURE A

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 28/2023	SUPPLY & DELIVERY OF 600MM PIPE CULVERTS	01/09/2023	01/09/2023	Mr N Nkwinika
2	SCMUQ 27/2023	SUPPLY AND DELIVERY OF OFFICE FURNITURE	19/09/2023	19/09/2023	Ms K Ntimbane
3	SCMU:16 /2023	APPOINTMENT OF SERVICE PROVIDERS FOR MENTORING AND COACHING TRAINING.	15/09/2023	15/09/2023	Ms N Maake

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
4	SCMU:19 /2023	APPOINTMENT OF SERVICE PROVIDERS FOR OHS TRAINING FOR OHS REPRESENTATIVES.	15/09/2023	15/09/2023	Ms N Maake
5	SCMU 17/2023	APPOINTMENT OF A SERVICE PROVIDER TO SUPPLY MUNICIPALITY WITH PROVISION OR SUPPLY OF GIS PLOTTER AND SERVER	18/09/2023	18/09/2023	Mr C Nukeri
6	SCMU 18/2023	APPOINTMENT OF A SERVICE PROVIDER TO SUPPLY, INSTALL AND CONFIGURATION OF GIS SOFTWARE SOLUTION	18/09/2023	18/09/2023	Mr C Nukeri

15.4 Bids considered by Evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMUQ 28/2023	SUPPLY & DELIVERY OF 600MM PIPE CULVERTS	05/07/2023	19 / 09/2023	Engineering Services
2.	SCMU 07/2023	POOL OF SUPPLY AND DELIVERY OF DISASTER MANAGEMENT MATERIAL	02/05/2023	28/09/2023	Budget and Treasury

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15.5 Bids and quotations closed.

Bid No	Description	Closing date
SCMUQ 28/2023	SUPPLY & DELIVERY OF 600MM PIPE CULVERTS	27/09/2023
SCMUQ 27/2023	SUPPLY AND DELIVERY OF OFFICE FURNITURE	06/07/2023

15.6 Bids Considered by Bid Adjudication Committee and Recommended to The Accounting Officer

None

15.7 Bids & Quotations Awarded By CFO

No	Bid number	Description	User Dept.	Date of award	status
1.	SCMUQ 28/2023	SUPPLY & DELIVERY OF 600MM PIPE CULVERTS	Engineering Services	19/09/2023	Awarded

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15.8 Bids Awarded by Accounting Officer

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1.	SCMU 14/2020 (Re-Advert)	POOL OF SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ELECTRICAL MATERIAL	BUDGET AND TREASURY	13/03/2023	04/09/2023	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
SCMUQ 28/2023	SUPPLY & DELIVERY OF 600MM PIPE CULVERTS	Yes	Yes	No	No	No	No	01/09/2023
SCMUQ 27/2023	SUPPLY AND DELIVERY OF OFFICE FURNITURE	Yes	Yes	No	No	No	No	21/09/2023

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SCMU:16 /2023	APPOINTMENT OF SERVICE PROVIDERS FOR MENTORING AND COACHING TRAINING.	Yes	Yes	No	Yes	Yes	No	22/09/2023
SCMU:19 /2023	APPOINTMENT OF SERVICE PROVIDERS FOR OHS TRAINING FOR OHS REPRESENTATIVES.	Yes	Yes	No	Yes	Yes	No	22/09/2023
SCMU 17/2023	APPOINTMENT OF A SERVICE PROVIDER TO SUPPLY MUNICIPALITY WITH PROVISION OR SUPPLY OF GIS PLOTTER AND SERVER	Yes	Yes	No	Yes	Yes	No	22/09/2023
SCMU 18/2023	APPOINTMENT OF A SERVICE PROVIDER TO SUPPLY, INSTALL AND CONFIGURATION OF GIS SOFTWARE	Yes	Yes	No	Yes	Yes	No	22/09/2023

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	SOLUTION							
SCMU 09/2023	PANEL OF MICRO TO SMALL SERVICE PROVIDERS FOR GENERAL BUILDING WORKS TO SUPPORT LOCAL ECONOMIC DEVELOPMENT IN GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	Yes	Yes	No	Yes	Yes	No	22/09/2023
SCMU: 15/2023	APPOINTMENT OF PANEL OF VARIOUS SUITABLE SERVICE PROVIDERS FOR REPAIRS AND MAINTENANCE OF MUNICIPAL PUMPS AND MECHANICAL EQUIPMENT'S AS AND WHEN	Yes	Yes	No	Yes	Yes	No	22/09/2023

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	REQUIRED FOR A PERIOD OF THREE YEARS.							
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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.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure				
Name of Suppliers	Department	Date	Cheque Number	Amount
1. Eskom Holdings	BTO	19/07/2023	15/19385	R20.19
Total				R20.19

There were no fruitless and wasteful expenditure incurred during the month of September 2023

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18 IRREGULAR EXPENDITURE

18.1 Irregular Expenditure to Date per department

Irregular Expenditure to Date		
Department	Year	YTD Exp
MM	2023/2024	R0.00
Council	2023/2024	R0.00
Corporate Services	2023/2024	R842,805.42
Community Services	2023/2024	R10,239,401.35
Finance	2023/2024	R62,128.84
PED	2023/2024	R0.00
Electrical Services	2023/2024	R0.00
Engineering Services	2023/2024	R0.00
TOTAL	2023/2024	R 11,144,335.61

There Irregular expenditure incurred during the month of September 2023 amounted to R 3 667 159.29.

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18.2 List of Irregular Expenditure per Vendor

No	Vendor name	Date of Payment	Payment Number	Total Amount YTD SEPT 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

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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
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
8	Anaka Group	04/08/2023	15/15987	187,322.17	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services
9	Anaka Group	04/08/2023	15/15987	95,600.60	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services
10	Anaka Group	30/08/2023	15/15987	187,322.17	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services

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11	Anaka Group	30/08/2023		105,097.70	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services
12	Contour Technology	14/07/2023	15/15987			Finance Revenue
13	Contour Technology	25/08/2023	15/159707	1,256.43	Procurement halted by NT to re-advertise in Aug 2022 after NT granted approval letter Advertise bids on PPF act	Finance Revenue
14	MOLEBOGENG TRADING ENTERPRISE	25/08/2023	15/15987	60,872.41	Procurement halted by NT to re-advertise in Aug 2022 after NT granted approval letter Advertise bids on PPF act	Finance Revenue
15	MOLEBOGENG TRADING ENTERPRISE	25/08/2023	15/19646	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
16	MOLEBOGENG TRADING ENTERPRISE	25/08/2023	15/19645	52'105.18	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
17	GEORGE B SECURITY	25/08/2023	15/19656	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
18	GEORGE B SECURITY	25/08/2023	15/19653	667'368.12	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1)	Community Services

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					&(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	
18	GEORGE B SECURITY	25/08/2023	15/19654	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
19	GEORGE B SECURITY	25/08/2023	15/19652	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
20	GEORGE B SECURITY	25/08/2023	15/19655	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
21	Anaka Group	28/09/2023	15/20514	187,322.17	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services
22	Anaka Group	28/09/2023	15/20483	80,140.61	Bids not advertised for a minimum required number of days- no information supported the tender being advertised for a shorter period of time	Corporate Services
23	MOLEBOGENG TRADING ENTERPRISE	26/09/2023	15/20375	496'005.93	Bids not advertised for a minimum required number of days- no information supported	Community Services

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					the tender being advertised for a shorter period of time	
24	MOLEBOGENG TRADING ENTERPRISE	26/09/2023	15/20377	52'322.43	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
25	GEORGE B SECURITY	26/09/2023	15/20380	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
26	GEORGE B SECURITY	26/09/2023	15/20515	645'840.00	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
27	GEORGE B SECURITY	26/09/2023	15/20379	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
28	GEORGE B SECURITY	26/09/2023	15/20378	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
29	GEORGE B SECURITY	26/09/2023	15/20381	1'918'720.12	Non-compliance with SCM Regulation Sec 27(2)(a), Sec 112(1) MFMA, Paragraph 24(1)	Community Services

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					&(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	
	TOTAL			R 11,144,335.61		

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

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G.T.M	Greater Tzaneen Municipality
NT	National Treasury
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