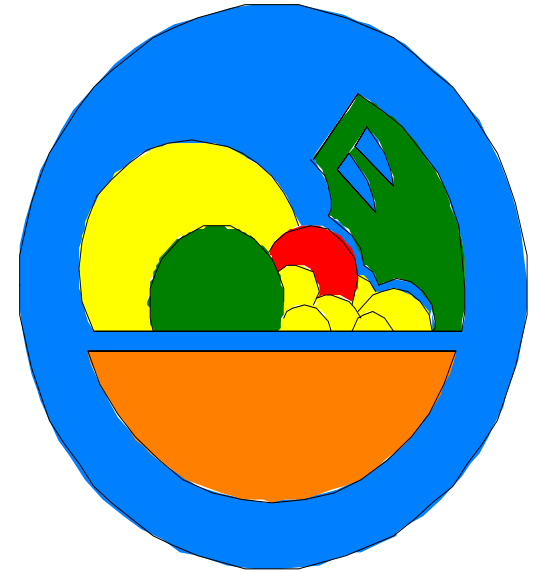




***GREATER TZANEEN
MUNICIPALITY***

***SEPTEMBER 2025/2026
FINANCIAL REPORT***



SEPTEMBER FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 896 253 155	154 533 148	371 829 994	19.61%	25.00%
Capital Expenditure	300 030 253	10 529 585	27 487 395	9.16%	25.00%
TOTAL EXPENDITURE	2 196 283 408	165 062 734	399 317 389	18.18%	25.00%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 19.61 %, which is relative to the budgeted operational expenditure. The Operational expenditure does not include water and sewer expenses. The variance is because of various factors among others include savings realised through effective cost containment measures and prioritisation of essential services and fiscal discipline.

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of September 2025 amounts to R10 529 585 and the accumulated expenditure at year end was R 27 487 395 which represent 9.16 %.

1.2 SALARIES

Description	Allocation	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	493 531 498	37 497 115	114 893 774	23.28%	25.00%
TOTAL	493 531 498	37 497 115	114 893 774	23.28%	25.00%

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1.3 OVERTIME

Department	Allocation	September	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	54 242	57 487	211 042	389.07%	25.00%
Office of the Municipal Manager/Office of the Mayor#Administration	25 439	0	6 382	25.09%	25.00%
Office of the Municipal Manager/Office of the Municipal Manager#Administration	0	0	17 038	0.00%	25.00%
Office of the Municipal Manager/Strategic Support#Performance Management	97 419	45 398	70 358	72.22%	25.00%
Planning and Economic development					
Property Valuation	0	0	0	0.00%	25.00%
Strategic Town Planning	0	0	0	0.00%	25.00%
Tourism and LED: SME	0	0	0	0.00%	25.00%
Town Planning Administration	0	0	0	0.00%	25.00%
Budget and Treasury					
Budget and Treasury/Expenditure Management	783 420	164 064	453 433	57.88%	25.00%
Budget and Treasury/Financial Services and Reporting	264 220	114 529	208 323	78.84%	25.00%
Budget and Treasury/Revenue Management	393 081	73 548	194 031	49.36%	25.00%
Budget and Treasury/Stores	223 913	38 776	92 022	41.10%	25.00%
Budget and Treasury/Supply Chain Management	118 893	42 582	127 691	107.40%	25.00%
Corporate Services					
Corporate Services/CORPORATE SERVICES	42 017	62 619	79 441	189.07%	25.00%
Corporate Services/Employee Performance Management	0	0	0	0.00%	25.00%
Corporate Services/Human Resources	29 359	9 617	47 952	163.33%	25.00%
Corporate Services/Media Communications	108 055	17 987	65 665	60.77%	25.00%
Corporate Services/Networking and Security	5 048	0	39 536	783.20%	25.00%
Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	368 350	12 274	95 060	25.81%	25.00%
Engineering Services					
Engineering Services/Building Control, Maintenance and Fleet Management	234 623	30 044	74 697	31.84%	25.00%
Engineering Services/Housing	340 795	0	76 096	22.33%	25.00%

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Engineering Services/ROADS & STORMWATER MANAGEMENT	1 226 957	121 236	455 827	37.15%	25.00%
Community Services					
Community Services/Administration transport, safety, security	3 958	0	0	0.00%	25.00%
Community Services/Environmental Management	333 328	38 811	90 779	27.23%	25.00%
Community Services/Licensing	1 316 111	181 352	523 759	39.80%	25.00%
Community Services/Pollution Control	1 767 371	257 359	691 164	39.11%	25.00%
Community Services/Public Toilet Management	449 097	71 840	178 192	39.68%	25.00%
Community Services/Rural Waste Management	2 493 383	362 832	1 014 167	40.67%	25.00%
Community Services/Safety and Security	892 797	104 984	306 051	34.28%	25.00%
Community Services/Sports, Art and Culture	846 748	70 528	365 254	43.14%	25.00%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	187 614	40 731	121 189	64.59%	25.00%
Electrical Engineering/Electrical Planning and Projects	1 769 273	287 162	638 264	36.07%	25.00%
Electrical Engineering/Operations and Maintenance	2 490 111	586 034	1 201 343	48.24%	25.00%
Total	16 865 622	2 791 794	7 444 757	44.14%	25.00%

The salary cost including social contributions represents 23.28% of the budget. An amount of R 2 791 794 was paid for overtime for the month. The municipality is embarking on a process of introducing shift system, which will assist to minimise high overtime and expedite service delivery. The overtime form has been amended to include provision of available budget prior to approval, this will assist to monitor overtime budget on regularly basis.

1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councilors	31 414 296	2 507 324	7 484 159	23.82%	25.00%
TOTAL	31 414 296	2 507 324	7 484 159	23.82%	25.00%

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2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	September Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARE	555 351 000	0	231 396 000	41.67%
MIG	122 308 000	0	38 003 000	31.07%
FMG	2 000 000	0	2 000 000	100.00%
EPWP	4 811 000	0	1 203 000	25.01%
INEP	10 536 000	0	4 741 000	45.00%
EEDSM	0	0	0	0.00%
MDRG	0	0	0	0.00%
SETA	0	0	0	0.00%
TOTAL	695 006 000	0	277 343 000	39.91%

3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	September Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
MIG	122 308 000	122 308 000	3 370 441	38 003 000	22 861 316	15 141 684	60,16%
FMG	2 000 000	2 000 000	78 244	2 000 000	205 137	1 794 863	10,26%
EPWP	4 811 000	4 811 000	1 243 500	1 203 000	3 029 970	-1 826 970	251,87%
INEP	10 536 000	10 536 000	2 258 834	4 741 000	2 258 834	2 482 166	47,64%
EEDSM	0	0	0				0.00%
MDRG	0	0	0				0.00%
SETA	0	0	0				0.00%
TOTAL	139 655 000	139 655 000	6 951 019	45 947 000	28 355 257	17 591 743	61,71%

All grants are used effectively for intended purpose and the municipality conforms to grant conditions.

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4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	September Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	190 271 814	15 275 681	45 978 216	24.16%	25.00%
Electricity	920 783 599	109 679 190	305 970 723	33.23%	25.00%
Solid Waste	43 979 397	2 681 699	8 273 457	18.81%	25.00%
TOTALS	1 155 034 810	127 636 570	360 222 396	31.19%	25.00%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	September Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	190 271 814	10 472 835	45 978 216	31 317 188	68.11%	16.46%
Electricity	920 783 599	94 587 420	305 970 723	240 257 325	78.52%	26.09%
Solid Waste	43 979 397	1 903 399	8 273 457	5 662 113	68.44%	12.87%
TOTALS	1 155 034 810	106 963 655	360 222 396	277 236 627	76.96%	24.00%

However, Council must note that the 76.96% excludes Mopani services (water and sewer) plus other sundry income.

6. BANK BALANCE

Name of institution	Cash in the Bank on 30 September 2025
ABSA	R 123,616,283.60

Council had a positive Bank Balance of R 123,616,283.60 at the end of September 2025

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7. BANK RECONCILIATION

Bank Statement balance	30 September 2025
ABSA1260	
ABSA4051	-
ABSA4222	64 375 448.55
ABSA3930	38 630 526.99
ABSA4237	11 166 166.15
ABSA4990	8 743 607.85
	122 915 749.54
Outstanding BS entries	5 393 267.00
Reconciling items	
Outstanding Payments	- 28 014.64
Outstanding Receipts	821 140.26
Cashbook Closing Balance	6 186 392.62
Cashbook Opening Balance	161 469 822.08
Withdrawals	- 618 938 091.31
Deposits	586 570 411.39
Cashbook Closing Balance	129 102 142.16
General Ledger Closing Balance	126 724 073.99
Difference	- 2 378 068.17
ABSA1260	
15_36330	17 839.94
15_36502	28 562.84
15_36503	376 700.90
15_36504	755 994.94
15_36531	1 179 470.04
15_36532	19 499.50
	- 0.01

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8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 30 September 2025
ABSA	26 June 2026	23 058 274.26
Standard Bank	16-Oct-2025	29,908,681.00
TOTAL		R 52,966, 955.26

- 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 29,908,681.00
- 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

Bank	Account Type	Amount
ABSA	call account	40 000 000.00
ABSA	90 Days Account	25 000 000.00
STANDARD BANK	call account	30 000 000.00
STANDARD BANK	90 Days Account	25 000 000.00
INVESTEC	90 Days Account	15 000 000.00
INVESTEC	Call Account	25 000 000.00
NEDBANK	Call Account	30 000 000.00
NEDBANK	90 Days Account	20 000 000.00
FNB	Call Account	25 000 000.00
FNB	90 Days Account	15 000 000.00
Total		250 000 000.00

The short-term investments of the municipality amounted to R 250 000 000.00 at the end of the month

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9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	LOAN AMOUNT (PRINCIPAL DEBT RAISED AT INCEPTION)	TYPE OF LOAN INTEREST	DATE OF LOAN TAKEN	LOAN TERMINATI ON DATE	OPENING BALANCE 01 SEPT 2025	SEPT 2025		CLOSING BALANCE AS AT 30 SEPT 2025
							CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	Fixed	01/11/2010	31/10/2030	16 687 552.17	220 897.46	98 753.73	16 466 654.71
ABSA	ANNUITY	25 140 000.00	Fixed	02/06/2011	02/06/2026	3 297 414.77	-	-	3 297 414.77
STD BANK	10 yrs STOCK	30 000 000.00	Fixed	31/11/2015	16/10/2025	30 000 000.00	-	-	30 000 000.00
DBSA	R 40 Mil	40 000 000.00	Fixed	01/10/2018	31/12/2028	19 748 450.85	1 279 738.16	548 790.51	18 468 712.69
DBSA	R 20 Mil	20 000 000.00	Fixed	01/10/2019	30/09/2029	9 696 000.98	637 108.76	248 058.24	9 058 892.22
DBSA	R 30 Mil	30 000 000.00	Fixed	01/10/2020	20/12/2031	15 814 959.59	1 037 165.45	409 386.49	14 777 794.14
TOTAL		186 140 000.00				95 244 378.36	3 174 909.83	1 304 988.97	92 069 468.53

Long-term loan expenditure paid for September 2025 is R 1 304 988.97

10. CREDITORS AGE ANALYSIS

10.1 All Trade and Sundry creditors were paid within 30 days as of 30 September 2025

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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	Sundry	Total
Current	31 573 687.63	147 318 040.54	7 519 874.78	1 825 303.49	11 243 431.18	- 18 512 745.86	180 967 591.76
30 days	10 804 467.45	17 800 987.04	2 847 196.87	642 121.87	3 768 131.55	1 413 962.47	37 276 867.25
60 days	10 884 103.89	20 422 852.25	2 694 419.65	584 838.96	3 129 366.57	1 146 257.36	38 861 838.68
90 days	10 122 050.28	15 304 870.22	2 648 614.49	576 692.00	3 080 462.17	1 403 151.47	33 135 840.63
120 days	9 492 908.04	14 674 320.47	2 601 846.59	513 591.40	2 665 426.33	1 078 943.90	31 027 036.73
120 days plus	396 302 039.86	397 327 529.01	162 963 592.61	34 261 362.79	172 488 643.58	54 528 086.02	1 217 871 253.87
Balance	440 577 921.65	471 776 390.63	167 222 840.40	43 168 372.27	193 037 431.89	32 003 532.69	1 539 140 428.92

The outstanding rates and service charges, includes Sundry Debtors of R 32 million.

The amount disclosed on Sundry Debtors current of negative R 18 million represents Sundry Debtors in credit, or advance payments.

The municipality is embarking on the following measures to enhance revenue collection:

- The municipality is enforcing credit control and debt collection policy and disconnect services for accounts in arrears
- Provide debt incentive for consumers who wishes to settle their accounts
- Data cleansing under way for purification of customer data, improve revenue collection measures
- Appointed a new debt collector in June 2025
- Persuade government departments/ organ of state to bring their accounts in standing.

12. AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	11 307 159.00	3 869 633.00	3 313 981.00	3 193 038.00	55 068 440.82	76 752 251.82
BUSINESS	110 777 405.00	12 603 757.00	17 259 687.00	12 529 624.00	364 174 768.18	517 345 241.18
INDIVIDUALS	83 083 530.00	20 793 177.00	18 279 994.00	17 405 490.00	805 238 131.18	944 800 322.18
OTHER	32 108.00	11 005.00	8 178.00	8 109.00	183 213.00	242 613.00
BALANCE	205 200 202.00	37 277 572.00	38 861 840.00	33 136 261.00	1 224 664 553.18	1 539 140 428.18

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11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 20 103.

11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rate + Interest	18 423 462	10 472 835	7 950 627
Electricity	109 679 190	94 587 420	15 091 769
Water	4 447 063	2 819 829	1 627 234
Sewerage	693 935	459 680	234 255
Refuse Removal	2 681 699	1 903 399	778 300
Sundry Charges	18 863 265	12 785 924	6 077 341
TOTAL	154 788 615	123 029 088	31 759 527

The R154 million is regarded as September Monthly revenue received on all services inclusive of other income.

11.5 COLLECTION RATE FOR THE MONTH

COLLECTION RATE- RATES AND SERVICE CHARGE DEBTORS				
	Balance previous month	Billed revenue	Balance current month	Payment Rate (%)
30-Sep-25	1 500 036 569.38	162 132 947.26	1 539 140 428.92	76%

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12. CAPITAL PROJECTS

Project Name	Current Year Budget	Actual	% Spent	Progress
CFO-111 Purchase of critical office furniture	1 000 000.00	83 430.65	8.34%	
Rehabilitation of Dan Access Road from R36 (Scrapyard) to D5011 (TEBA)	17 815 370.00	1 294 331.50	7.27%	The contractor has completed 3.4km of pavement recycled, 2km prime seal, 2km asphalt surfacing, Relocation of Existing water pipes, and Recycling of 1km base is ongoing
Upgrading of Topanama Access Road from gravel to paving	1 000 000.00	845 486.42	84.55%	The project is complete and on liability period
ESD-85 Upgrading of civic centre building	2 000 000.00	-	0.00%	
Connections (Consumer Contribution)	10 000 000.00	-	0.00%	
Lenyenye Street from gravel to paving	13 102 405.00	7 189 557.06	54.87%	The contractor has completed a 3.4km selected layer and 3.4km subbase and 2.9km of paving.
Paving of Thapane Street from gravel to paving	12 779 212.00	3 840 397.04	30.05%	The project is complete and on liability period
Rebuilding of Henley 11 kV line (5 km)	1 500 000.00	1 326 631.73	88.44%	Construction of MV powerline.
Runnymede Sport Facility Phase 2	4 000 000.00	327 566.00	8.19%	
Carports and Guardroom and painting, tiling and repairs to leaking roof	500 000.00	-	0.00%	
Installation of new 11kv switchgear	4 500 000.00	-	0.00%	
Streetlights (Tzaneen Town, Haernerstburg)	4 000 000.00	-	0.00%	
Rehabilitation of Streets in Letsitele	2 000 000.00	-	0.00%	
Contribution to SANRAL for the construction of roundabout at junction of R71 and D978	500 000.00	-	0.00%	
G.I.S(Procurement of equipment)	2 000 000.00	224 000.00	11.20%	
New, streetlights with the latest technology type	1 000 000.00	-	0.00%	

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Rehabilitation of Lenyenye Internal Streets (Main street to Industrial Area, Stadium, lthuseng to Main street via Police Station)	5 000 000.00	-	0.00%	
SCADA Monitoring system	5 000 000.00	-	0.00%	
Replace 11 kV and 33 kV Auto reclosers per annum	1 500 000.00	-	0.00%	
Rebuild 66 kV wooden line from Tzaneen to Tarentaalrand	5 950 000.00	-	0.00%	
Procurement of Network planning software	1 000 000.00	-	0.00%	
Installing statistical metering system	500 000.00	-	0.00%	
Refurbishment of protection systems and panels in Main subs in phases	2 000 000.00	-	0.00%	
Replacement of Box type 33kV Breakers in Main Substations in phases	1 000 000.00	-	0.00%	
Replacement of Box type 33kV Breakers in Main Substations in phases	2 000 000.00	-	0.00%	
Replace, Refurbish & Upgrading of LV cables due to low voltage, metering kiosks and in phases	1 000 000.00	-	0.00%	
Replacement of old metering boxes for SPU & LPU as per NRS 057	4 000 000.00	-	0.00%	
Maintenance management software	1 000 000.00	-	0.00%	
Replair, Replace streetlights with the latest technology type	3 000 000.00	-	0.00%	
Upgrading of Tzaneen Ext. 13 internal streets from paving blocks to tar	7 000 000.00	-	0.00%	
Reconstruction of Base layer and drainage structures,30mm q=asphalt Surfacing.	3 600 000.00	-	0.00%	
Rehabilitation of Lenyenye Internal Streets (Main street to Industrial Area, Stadium, lthuseng to Main street via Police Station)	5 500 000.00	-	0.00%	
Rehabilitation Voster street in Letsitele	2 000 000.00	-	0.00%	
Construction of Sleeping quarters and new kitchen	1 000 000.00	-	0.00%	
Construction of Sleeping quarters and new kitchen	1 000 000.00	-	0.00%	
Township Establishments	4 000 000.00	-	0.00%	

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Electrical Infrastructure Fencing	1 000 000.00	388 465.00	38.85%	
Electrical Capital Tools	500 000.00	211 174.14	42.23%	Plotter and Server procured
Purchase of IT Equipment	5 000 000.00	203 906.60	4.08%	
Paving of Khetoni Access Street	500 000.00	-	0.00%	
Installation of 11x Highmast at (Ward 6,10,19,20,22,23,25,30,31,33 & 34)	10 000 000.00	496 745.00	4.97%	
Installation of cable	1 000 000.00	-	0.00%	
Rehabilitation on internal streets in Tzaneen (3rd Avenue, 2nd Avenue, Hospital and Middle Streets)	4 700 000.00	-	0.00%	
Alcohol breathe analyser x8	250 000.00	-	0.00%	
Rehabilitation of Antimony and Plantina Streets in Tzaneen New Industrial	5 000 000.00	-	0.00%	
Arc protection fo all indoor switchingg station	1 000 000.00	-	0.00%	
Bush cutters, blower, woodchipper	800 000.00	-	0.00%	
Tzaneen CTM and Lifestyle Intercection	500 000.00	-	0.00%	
Construction Joppie Sport Facility	5 000 000.00	223 071.90	4.46%	Contractor was appointed on 03/10/2025 and planning to handover the project by the 17/10/2025
Welcome to Tzaneen beautification Garden entrances	800 000.00	-	0.00%	
Concrete verges for Agatha cemetery	300 000.00	-	0.00%	
Extension of civic centre building	2 000 000.00	-	0.00%	
Installing of Quality of Supply recorders	500 000.00	-	0.00%	
Introduction of Paving Street Names Markings	500 000.00	-	0.00%	
Rehabilitation of Lenyenye Stadium	3 000 000.00	-	0.00%	
Rehabilitation of Nkowankowa Internal Streets (Ntshunxeko, Ntwanano, Khanimambo, Basani and Chivirikane)	5 000 000.00	1 944 862.14	38.90%	
Construction of Petanenge Pedestrian Crossing Bridge	3 900 000.00	791 104.13	20.28%	
Rehabilitation of Plantation Street in Tzaneen Old Industrial	7 000 000.00	-	0.00%	
Purchase of Chief Whip's Vehicle	700 000.00	-	0.00%	

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Rebuilding Eiland 33kV Line (5.5km)	2 000 000.00	-	0.00%	
Rebuilding of Duiweskleof 33 kv line (5km)	1 550 000.00	1 294 073.85	83.49%	
Refurbishment of Dannie Joubert Street	400 000.00	-	0.00%	
Construction of new ablution block in Letsitele Library	250 000.00	-	0.00%	
Replacement of old knife type Isolators	500 000.00	-	0.00%	
New firearms 1/2x 6	250 000.00	-	0.00%	
Replacement of old/ faded road signs 1/2	700 000.00	-	0.00%	
Ride-on lawn mowers for stadium 1/2s and side walks	800 000.00	-	0.00%	
Construction of Speed Humps in Tzaneen Area	1 000 000.00	-	0.00%	
Purchase of Speed Law Enforcement Camera	400 000.00	-	0.00%	
Swimming pool upgrade	500 000.00	-	0.00%	
Upgrading of Access Street from Serutung to Malengenge from Gravel to Paving	31 695 612.00	1 844 997.35	5.82%	Municipality is finalizing the BAC process and municipality is planning to appoint by the 24/09/2025
Install a 2MVA transformer to increase capacity	3 000 000.00	-	0.00%	
Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving	34 300 000.00	-	0.00%	Municipality is finalizing the BAC process and municipality is planning to appoint by the 24/09/2025
Installations of new workstation counters at all cashiers at main building	800 000.00	-	0.00%	
Extension of Cement Store at Stores Tzaneen for redundant assets - 104 square meters	800 000.00	-	0.00%	
Construction of Leretjeng Sports Ground Own Funding	1 575 698.00	1 303 861.29	82.75%	
Upgrading of Thapane Streets from Gravel to Paving	1 924 302.00	-	0.00%	
Upgrading of Topanama Street from Gravel to Paving	2 500 000.00	-	0.00%	
Construction of New ablution facility 4X male and female toilet. Painting of existing wall, access gate and replacing tiles	378 765.00	36 382.23	9.61%	
Construction of New ablution block	1 177 251.00	350 198.73	29.75%	
Installation for smoke detectors in municipal buildings	1 080 000.00	-	0.00%	
New Petanenge Pedestrian Crossing Bridge	4 798 362.00	-	0.00%	

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New Tlhabine Pedestrian Bridge	2 086 342.00	868 142.90	41.61%	
New Rummymede Sport Facility Phase 2	4 825 522.00	-	0.00%	
Maintenance of Storm Water Drainage System at Thoko to Sefolwe Roads	78 995.00	-	0.00%	
Maintenance of Storm Water Drainage System at Sebone School Road	52 000.00	-	0.00%	
Management of Pulaneng School Road	3 558 468.00	1 400 451.88	39.36%	
Management of Mopye Road	3 351 949.00	998 557.69	29.79%	
Total	300 030 253.00	27 487 395.23	9.16%	

- Most of the budgeted projects are currently at the procurement stage, as the municipality is still in the early part of the financial year. Consequently, some projects have not yet recorded any expenditure.

13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	493 531 498	493 531 498	114 893 774	23.28%
Remuneration of councillors	31 414 296	31 414 296	7 484 159	23.82%
Debt impairment			-	0.00%
Depreciation & asset impairment	125 251 665	125 251 665	-	0.00%
Finance charges	12 354 069	12 354 069	-	0.00%
Bulk purchases - electricity	763 382 880	763 382 880	166 693 052	21.84%
Inventory consumed	107 308 207	107 308 207	9 860 307	9.19%
Contracted services	117 411 376	117 411 376	30 562 213	26.03%
Transfers and subsidies	39 774 048	39 774 048	4 345 667	10.93%
Operational costs	205 825 116	205 825 116	37 990 822	18.46%
Irrecoverable debts written off				0.00%
Total Expenditure	1 896 253 155	1 896 253 155	371 829 994	19.61%

The actual operational expenditure represents 19.61% of the budgeted operational expenditure and the expenditure for debt impairment will be determined at the reporting period.

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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 Variation order. None

15.3 Orders processed: ATTACHED AS ANNEXURE B

15.4 Cancelled Orders. NONE

15.5 Quotations considered by Bid evaluation committee. NONE

15.6 Bids considered by Bid evaluation committee

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
01	SCMU 21/2025	CONSTRUCTION OF JOPPIE SPORTS GROUND	18/08/2025	04/09/2025	Engineering services
02	SCMU 23/2025	REBUILDING OF TARENTAAL TO TZANEEN 66KV FEEDER LINE PHASE 1	21/07/2025	09/09/2025	Electrical Engineering services

15.7 Bids considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMU 31/2025	REFURBISHMENT OF 35X6M ³ SKIP BINS THE GREATER TZANEEN MUNICIPALITY	29/09/2025	29/09/2025	Ms M Machumele
2.	SCMU 30/2025	ALLIENATION OF GREATER TZANEEN MUNICIPALITY LAND AT DAN EXTENSION 2 AND NKOWANKOWA A AND B	04/09/2025	04/09/2025	Mr H Phakula

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15.8 Quotations considered by Bid Specification committee. None

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMUQ 42/2025	PROCUREMENT FOR LICENSE RENEWAL OF BACKUP AND REPLICATION SOFTWARE	23/09/25	23/09/25	A MOKAWANE

15.9 Bids closed.

Bid No	Description	Closing date
SCMU 29/2025	APPOINTMENT OF SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF PERSONAL PROTECTIVE CLOTHING	05/09/2025
SCMU 36/2024 READVERT	PROVISION OF AN ELECTRONIC PERFORMANCE MANAGEMENT SYSTEM FOR GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	15/09/2025
SCMU 28/2025	UPGRADING OF NKOWANKOWA B STREETS FROM GRAVEL TO PAVING	15/09/2025

15.10 Quotations closed. NONE

15.11 BIDS CONSIDERD BY BID ADJUDICATION COMMITTEE AND RECOMMENDED TO THE ACCOUNTING OFFICER– None

NO	Bid No	Description of goods & services	Closing Date	BAC Date	Status	User Dept.
1.	SCMU 20/2025	UPGRADING OF NKOWANKOWA SECTION D STREET FROM GRAVEL TO PAVING	09/07/2025	16/09/2025	AWARDED	ENGINEERING SERVICES
2.	SCMU 21/2025	CONSTRUCTION OF JOPPIE SPORT GROUNG	18/08/2025	09/09/2025	AWARDED	ENGINEERING SERVICES
3.	SCMU 25/2025	UPGRADINDING OF MALENGEENGE TO SERUTUTUNG ACCESS ROAD FROM GRAVEL TO PAVING	21/07/2025	16/09/2025	AWARDED	ENGINEERING SERVICES

15.12 QUOTATIONS AWARDED BY CFO- JUNE 2025. None

15.13 BIDS AWARDED BY ACCOUNTING OFFICER – JUNE 2025. None

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15.14 Bids advertised. None

15.15 Quotations advertised.

Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
SCMUQ 41/2025	PROCUREMENT FOR LICENSE RENEWAL OF BACKUP AND REPLICATION SOFTWARE	YES	YES	NO	NO	NO	NO	26/09/2025

16 AUDIT ACTION PLAN

The municipality submitted pre-audited AFS for auditing on the 31 August 2025 together with progress on the implementation plan. Currently the AGSA is performing external audit for 2024/25 financial year, and the municipality is responding to request for information and raised audit finding, the audit is anticipated to be concluded by 30 November 2025.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Department	Opening Balance	Addition: Current	Recovered	Written Off	Condoned	Closing balance
MM						
Corporate Serv.						
Comm						
BTO	172 662.36					172 662.36
PED						
Electrical Servi.						
Engineering Serv.						
Total	172 662.36					172 662.36

There were no fruitless and wasteful expenditure for the month of September 2025

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18 IRREGULAR EXPENDITURE

Department	September
MM	
Corporate Serv.	-
Comm	-
BTO	-
PED	-
Electrical Servi.	47 235.59
Engineering Serv.	225 000.00
Total	272 235,59

The Irregular expenditure for the quarter under review is R1 468 331, which includes expenditure for the month of September amounting to R 272 235.59

18.2 List of irregular expenditure attached as annexure C

Mr C.M Maeta

CHIEF FINANCIAL OFFICER

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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
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