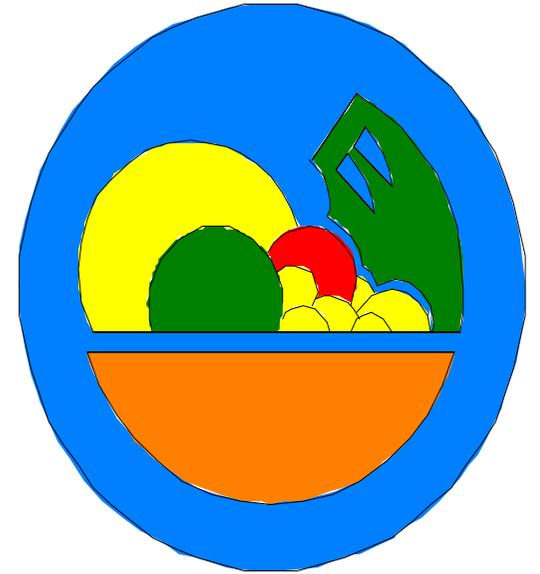




***GREATER TZANEEN
MUNICIPALITY***

***JANUARY 2023/2024
FINANCIAL REPORT***



JANUARY FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 525 702 777	1 525 702 777	120 874 568	804 465 863	52.73%	58.33%
Capital Expenditure	190 704 744	190 704 744	33 603 214	64 996 728	34.08%	58.33%
TOTAL EXPENDITURE	1 716 407 521	1 716 407 521	154 477 782	869 462 592	50.66%	58.33%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 52.73% of the budgeted operational expenditure, which is less than the 58.33% 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 January 2024 amounts to R 33 603 214 and the accumulated expenditure is R 64 996 728 the year-to-date percentage is 34.08%

JANUARY FINANCIAL REPORT

1.2 SALARIES

Description	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	399 349 012	399 349 012	30 465 707	220 939 619	55.32%	58.33%
TOTAL	399 349 012	399 349 012	30 465 707	220 939 619	55.32%	58.33%

1.3 OVERTIME

Department	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Budget
01-Municipal manager			18 491	150 509	0.00%	58.33%
02-Planning & economic development					0.00%	58.33%
03-Financial services	620 098	620 098	119 067	1 409 304	227.27%	58.33%
04-Corporate services	33 633	33 633	66 876	400 818	1191.74%	58.33%
05-Engineering services	317 424	317 424	208 997	1 384 848	436.28%	58.33%
06-Community services	7 420 664	7 420 664	1 538 809	7 594 158	102.34%	58.33%
07-Electrical engineering	8 095 147	8 095 147	1 297 265	7 427 036	91.75%	58.33%
Total	16 486 966	16 486 966	3 249 505	18 366 673	111.40%	58.33%

The salary expenditure that includes social contributions represents 55.32% of the budgeted salary amount for the period under review. An amount of R 3.2 million was paid for overtime for the month, the year-to-date is more than the 58.33% budget target.

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1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	29 382 362	29 382 362	2 439 694	18 228 463	62.04%	58.33%
TOTAL	29 382 362	29 382 362	2 439 694	18 228 463	62.04%	58.33%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	January Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARES	521 211 000	521 211 000	0	390 908 000	75.00%
FMG	2 000 000	2 000 000	0	2 000 000	100.00%
INEP	25 168 000	25 168 000	0	17 168 000	68.21%
MIG	112 922 000	112 922 000	0	96 051 000	85.06%
EPWP	5 412 000	5 412 000	0	3 788 000	69.99%
ENERGY EFFICIENCY	5 000 000	5 000 000	0	4 000 000	80.00%
TOTAL	671 713 000	671 713 000	0	513 915 000	76.51%

An amount of R513 million that represents 76.51% of grants was received up to date.

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3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	January Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
EQUITABLE SHARES	521 211 000	521 211 000		390 908 000	390 908 000	0	100.00%
FMG	2 000 000	2 000 000	37 716	2 000 000	454 328	1 545 672	0.00%
INEP	25 168 000	25 168 000	511 984	17 168 000	18 731 632	-1 563 632	109.11%
MIG	112 922 000	112 922 000	4 035 901	96 051 000	54 691 254	41 359 746	56.94%
EPWP	5 412 000	5 412 000	325 151	3 788 000	4 063 809	-275 809	107.28%
ENERGY EFFICIENCY	5 000 000	5 000 000	35 640	4 000 000	424 052	3 575 948	10.60%
TOTAL	671 713 000	671 713 000	4 946 392	513 915 000	469 273 075	41 065 977	91.31%

It is clear from the tables above that R469 million of the R513 millions of grant money received was spent, 91.31% of grant money received for the financial year was spent.

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4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	January Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	150 141 836	150 141 836	11 313 223	49 031 243	32.66%	58.33%
Electricity	763 000 000	763 000 000	57 954 860	406 237 871	53.24%	58.33%
Solid Waste	40 893 774	40 893 774	2 549 893	9 852 010	24.09%	58.33%
TOTALS	954 035 610	954 035 610	71 817 976	465 121 124	48.75%	58.33%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	January Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	150 141 836	150 141 836	8 198 137	49 031 243	66 527 992	135.68%	44.31%
Electricity	763 000 000	763 000 000	63 687 166	406 237 871	405 450 839	99.81%	53.14%
Solid Waste	40 893 774	40 893 774	1 564 652	9 852 010	14 596 939	148.16%	35.69%
TOTALS	954 035 610	954 035 610	73 449 955	465 121 124	486 575 769	104.61%	51.00%

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6. BANK BALANCE

Name of institution	Cash in the Bank on 31 January 2024
ABSA	R 156,654,175.85

Council had a positive Bank Balance of R156,654,175.85 at the end of January 2024.

7. BANK RECONCILIATION

In progress

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 January 2024
ABSA	20-Dec-31	R 20 355 385.09
Standard Bank	16-Oct-25	R 25 866 075.35
TOTAL		R 46 221 460.44

- 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 25 866 075.35
- 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.

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8.2 SHORT TERM INVESTMENTS

Institution Name	Type of Account	Rate	Amount
Absa	Call Account	8.90%	R50 000 000.00
Investec	Call Account	8.15%	R30 000 000.00
Absa	32 days Account	8.52%	R20 000 000.00
Absa	62 days account	8.81%	R10 000 000.00
Investec	60 days Account	8.33%	R20 000 000.00
Nedbank	32 days Account	9.08%	R10 000 000.00
Nedbank	60 days Account	9.13%	R20 000 000.00
Nedbank	Call Account	8.00%	R20 000 000.00
Total			R180 000 000.00

Council had R 180 million short-term investments at the end of January 2024

JANUARY FINANCIAL REPORT

9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

COMPAN Y NAME	TYPE OF LOAN	LOAN AMOUNT	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE	Jan-24		CLOSING BALANCE
						CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	1/11/2010	31/10/2030	20 943 620.68	191 837.72	127 813.47	20 751 782.96
ABSA	ANNUITY	25 140 000.00	2/6/2011	31/07/2025	7 592 093.69	-	-	7 592 093.69
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	26 748 402.59	-	-	26 748 402.59
DBSA	R 20 Mil	20 000 000.00	1/10/2019	30/09/2029	13 207 190.11	-	-	13 207 190.11
DBSA	R 30 Mil	30 000 000.00	1/10/2020	20/12/2031	21 536 215.40	-	-	21 536 215.40
TOTAL					120 027 522.46	191 837.72	127 813.47	119 835 684.74

Long-term loan expenditure paid for January 2024 is R 127 813.47

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10. CREDITORS AGE ANALYSIS

There were no creditors not paid within 30 days as at the end of January 2024

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	16 929 126	94 500 513	5 450 919	1 816 557	7 328 715	126 025 831	-19 344 173	106 681 658
30 days	7 030 629	16 474 227	2 525 451	716 720	3 711 554	30 458 580	1 661 030	32 119 609
60 days	6 475 544	12 723 690	2 503 029	709 691	3 893 013	26 304 968	2 143 663	28 448 631
90 days	6 168 396	12 018 710	2 351 902	581 857	3 143 274	24 264 138	795 421	25 059 559
120 days	6 032 479	13 430 607	2 323 092	567 119	3 055 677	25 408 972	1 353 164	26 762 136
120 days plus	325 669 425	260 131 292	129 338 811	33 836 841	147 392 174	896 368 544	47 018 737	943 387 281
Balance	368 305 598	409 279 039	144 493 203	38 228 785	168 524 408	1 128 831 033	33 627 842	1 162 458 875

The outstanding rates and service charges is R 1.1 billion. These amounts include sundry debtors of R32 million.

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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	1 241 439.00	1 287 726.00	1 103 326.00	1 343 390.00	34 895 208.00	39 871 089.00
BUSINESS	20 876 423.00	11 703 329.00	9 165 543.00	7 440 949.00	276 367 788.00	325 554 032.00
INDIVIDUALS	22 818 462.00	19 163 061.00	18 184 167.00	16 364 841.00	646 608 730.00	723 139 261.00
OTHER	5 643.00	5 801.00	5 762.00	5 721.00	66 895.00	89 822.00
BALANCE	44 941 967	32 159 917	28 458 798	25 154 901	957 938 621	1 088 654 204

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 26 972. 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	13 360 469	8 198 137	5 162 333
Electricity	57 954 860	63 687 166	-5 732 307
Water	2 514 909	2 647 603	-132 695
Sewerage	726 710	483 421	243 289
Refuse Removal	2 549 893	1 564 652	985 241
Sundry Charges	7 046 735	6 270 624	776 112
TOTAL	84 153 576	82 851 603	1 301 973

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11.5 PAYMENT RATES PER TOWN

PAYMENT RATES PER TOWN - RATES AND SERVICE CHARGE DEBTORS			
Towns	Current Account	Payment Received	Payment Rate (%)
Tzaneen - Urban	33 419 410	33 197 821	99%
Tzaneen - Rural	57 216 023	45 397 200	79%
Nkowankowa	9 637 238	1 083 678	11%
Lenyenye	2 742 151	161 436	6%
Politsi	252 829	57 778	23%
Letsitele	2 785 276	2 389 447	86%
Haenertsburg	628 730	564 243	90%
Aggregate	106 681 658	82 851 603	78%

Payment rate year to date = 78%

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12. CAPITAL PROJECTS

Project Name	Original Budget	Actual	% Spent
3453 CFO-111_Purchase of critical office furniture	400 000.00	369 137.95	92.28%
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	11 008 876.34	47.24%
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	11 569 233.92	59.94%
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	14 268 214.46	42.68%
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	3 457 643.99	86.44%
6482 SCADA Monitoring system	5 000 000.00	-	0.00%
8438 11kV Waterbok to Selwane village MV line	6 000 000.00	695 652.17	11.59%

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8442 Construction of Leretjene Sport complex_OWN FUNDING	5 500 000.00	5 091 191.61	92.57%
8445 EED-102_11 kV and 33 kV Auto reclosers per annum X4 (La_Cotte x 2, California x 1,	1 500 000.00	258 320.00	17.22%
8451 EED-111_Renewal Repairs and maintenance of Bulk meters and Replace current transformers	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	257 430.35	25.74%
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	7 288 648.53	145.77%
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%
8522 ESD-53_New change rooms at Tzaneen Dam	1 000 000.00	-	0.00%

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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	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	2 783 373.04	75.23%
8557 Purchase of the Waste removal truck	4 095 000.00	1 736 037.32	42.39%
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	1 727 310.56	86.37%
8566 Purchase of brushcutters	150 000.00	119 490.00	79.66%
8570 Road and Stormwater Tzaneen (Loretto farm school road)	-	2 318 797.20	0.00%
8571 Road and Stormwater Khujwana Village (Khujwana Primary School)	-	1 913 043.10	0.00%
8576 New Guardroom at Civic Centre	-	134 328.00	0.00%
Grand Total	190 704 744	64 996 728.54	34.08%

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13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	399 349 012	399 349 012	220 939 611	55.32%
Remuneration of councillors	29 382 362	29 382 362	18 228 463	62.04%
Debt impairment				0.00%
Depreciation & asset impairment	115 814 038	115 814 038	67 528 530	58.31%
Finance charges	12 644 819	12 644 819	6 658 409	52.66%
Bulk purchases - electricity	508 243 120	508 243 120	285 792 700	56.23%
Inventory consumed	94 806 693	94 806 693	50 682 947	53.46%
Contracted services	91 720 401	91 720 401	50 947 327	55.55%
Transfers and subsidies	50 700 230	50 700 230	28 575 364	56.36%
Operational costs	163 442 102	163 442 102	75 112 512	45.96%
Irrecoverable debts written off	59 600 000	59 600 000		0.00%
Total Expenditure	1 525 702 777	1 525 702 777	804 465 863	52.73%

The actual operational expenditure represents 52.73% of the budgeted operational expenditure, which is less than the 58.33% target budget.

14. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

14.1 As per attached ANNEXURE A

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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.	SCMU 01/2024	Ward committee conference for package 420 participants and the planned date 14-16 February 2024. Accommodation, dinner, lunch and breakfast	23/01/2024	23/01/2024	Ms m Mbhalati
2.	SCMU 02/2024	Appointment of a service provider for procurement of the helpdesk software for management of logged calls for the period of 24months for greater Tzaneen	23/01/2024	23/01/2024	Ms a Mokawane

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
		municipality			
3.	SCMU 03/2024	Appointment of a service provider for procurement of internet services for the period of 36 months for greater Tzaneen municipality	23/01/2024	23/01/2024	Ms a Mokawane
4.	SCMU 04/2024	Appointment of a service provider for licensing of the firewall for the period of 24 months for greater Tzaneen municipality	23/01/2024	23/01/2024	Ms a Mokawane
5.	SCMUQ 01/2024	Conference package for corporate policy review session	16/01/2024	16/01/2024	Ms A Mositsa

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15.4 Bids and quotations considered by Evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMU 23/2023	APPOINTMENT OF A SUITABLE SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ARCHIVES STORAGE CONTAINERS	06/12/2023	19/01/2024	BUDGET AND TREASURY
2.	SCMUQ 01/2024	CONFERENCE PACKAGE FOR CORPORATE POLICY REVIEW SESSION	23/01/2024	24/01/2024	CORPORATE SERVICE

15.5 Quotations closed.

Bid No	Description	Closing date
SCMUQ 01/2024	CONFERENCE PACKAGE FOR CORPORATE POLICY REVIEW SESSION	23/01/2024
SCMUQ 35/2023	Appointment of a Service Provider to Facilitate Customer Care Training for Employees	30/01/2024
SCMUQ 37/2023	Appointment of a Service Provider to Facilitate Accredited Advanced Excel Training for Employees	30/01/2024
SCMUQ 38/2023	Appointment of Service Provider to Facilitate Communication Skills for Officials	30/01/2024
SCMUQ 39/2023	Appointment of Service Provider to Facilitate Incident Investigation for OHS Reps	30/01/2024

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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 23/2023	APPOINTMENT OF A SUITABLE SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ARCHIVES STORAGE CONTAINERS	06/12/2023	31/01/2024	AWARDED	BUDGET AND TREASURY

15.7 Bids & Quotations Awarded By CFO

No	Bid number	Description	User Dept.	Date of award	status
1	SCMUQ 01/2024	CONFERENCE PACKAGE FOR CORPORATE POLICY REVIEW SESSION	CORPORATE SRVICE	24/01/2024	AWARDED

15.8 Bids Awarded by Accounting Officer

None

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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 01/2024	Ward committee conference for package 420 participants and the planned date 14-16 February 2024. Accommodation, dinner, lunch and breakfast	Yes	Yes	No	Yes	Yes	No	26/01/2024
SCMU 02/2024	Appointment of a service provider for procurement of the helpdesk software for management of logged calls for the period of 24months for greater Tzaneen municipality	Yes	Yes	No	Yes	Yes	No	26/01/2024
SCMU 03/2024	Appointment of a service provider for procurement of internet services for the period of 36 months for greater Tzaneen municipality	Yes	Yes	No	Yes	Yes	No	26/01/2024
SCMU 04/2024	Appointment of a service provider for licensing of the	Yes	Yes	No	Yes	Yes	No	26/01/2024

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	firewall for the period of 24 months for greater Tzaneen municipality							
SCMUQ 01/2024	Conference package for corporate policy review session	Yes	Yes	No	No	No	No	17/01/2024
SCMUQ 35/2023	Appointment of a Service Provider to Facilitate Customer Care Training for Employees	Yes	Yes	No	No	No	No	24/01/2023
SCMUQ 37/2023	Appointment of a Service Provider to Facilitate Accredited Advanced Excel Training for Employees	Yes	Yes	No	No	No	No	24/01/2023
SCMUQ 38/2023	Appointment of Service Provider to Facilitate Communication Skills for Officials	Yes	Yes	No	No	No	No	24/01/2023
SCMUQ 39/2023	Appointment of Service Provider to Facilitate Incident Investigation for OHS Reps	Yes	Yes	No	No	No	No	24/01/2023
SCMUQ 40/2023	Appointment of a Service Provider to Facilitate Library Outreach for Employees	Yes	Yes	No	No	No	No	24/01/2023
SCMUQ 41/2023	Appointment of Service Provider to Facilitate Ethics Training for Councillors	Yes	Yes	No	No	No	No	24/01/2023

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16 AUDIT FINDINGS

The Municipality received an unqualified audit opinion from Auditor General during the 2022/2023 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
2. Eskom Holdings	BTO	18/10/2023	15/21386	R84.65
3. Eskom Holdings	BTO	12/12/2023	15/23224	R74.56
4. Eskom Holdings	BTO	19/12/2023	15/23224	R1,242.01
5. Eskom Holdings	BTO	12/01/2024	15/23223	R63.33
Total				R1,484.74

The Fruitless and wasteful expenditure incurred during the month of January 2024 amounts to R1,379.90.

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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	R1,929,684.95
Community Services	2023/2024	R21,685,044.48
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 23,676,858.27

There Irregular expenditure incurred during the month of Jan 2024 amounted to R3'054'774.92.

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18.2 List of irregular expenditure

No	Vendor name	Date of Payment	Payment Number	Total Amount YTD JAN 2024	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	15/15987	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	15/159707	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
13	Contour Technology	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
14	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
15	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
16	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

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17	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) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
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

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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 the tender being advertised for a shorter period of time	Community Services
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

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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) &(2) of the SCM policy, SCM Regulation 28(1) (a) (i)	Community Services
30	Anaka Group	31/10/2023	15/21214	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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31	Anaka Group	31/10/2023	15/21213	130,138.92	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
32	MOLEBOGENG TRADING ENTERPRISE	27/10/2023	15/21075	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
33	MOLEBOGENG TRADING ENTERPRISE	27/10/2023	15/21113	50'018.43	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
34	GEORGE B SECURITY	27/10/2023	15/21080	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
35	GEORGE B SECURITY	27/10/2023	15/21079	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

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36	GEORGE B SECURITY	27/10/2023	15/21081	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
37	MOLEBOGENG TRADING ENTERPRISE	24/11/2023	15/21739	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
38	MOLEBOGENG TRADING ENTERPRISE	24/11/2023	15/21741	51'873.51	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
39	GEORGE B SECURITY	27/11/2023	15/21790	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
40	GEORGE B SECURITY	27/11/2023	15/21791	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

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41	GEORGE B SECURITY	27/11/2023	15/21789	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
42	GEORGE B SECURITY	27/11/2023	15/21788	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
43	MOLEBOGENG TRADING ENTERPRISE	19/12/2023	15/22355	459'642.35	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
44	MOLEBOGENG TRADING ENTERPRISE	19/12/2023	15/22356	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
45	MOLEBOGENG TRADING ENTERPRISE	19/12/2023	15/22357	47'534.50	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

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46	Anaka Group	07/12/2023	15/22038	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
47	Anaka Group	07/12/2023	15/22039	77,406.36	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
48	Anaka Group	21/12/2023	15/22585	54,522.26	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
49	Anaka Group	21/12/2023	15/22586	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
50	GEORGE B SECURITY	19/12/2023	15/21790	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

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51	GEORGE B SECURITY	19/12/2023	15/21791	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
52	GEORGE B SECURITY	19/12/2023	15/21789	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
53	GEORGE B SECURITY	19/12/2023	15/21788	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
54	MOLEBOGENG TRADING ENTERPRISE	29/01/2024	15/22944	545'606.52	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
55	MOLEBOGENG TRADING ENTERPRISE	29/01/2024	15/22943	39'794.77	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

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56	GEORGE B SECURITY	26/01/2024	15/21790	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
57	GEORGE B SECURITY	26/01/2024	15/21791	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
58	GEORGE B SECURITY	26/01/2024	15/21789	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
59	GEORGE B SECURITY	26/01/2024	15/21788	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
60	Anaka Group	26/01/2024	15/22930	75,523.31	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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61	Anaka Group	26/01/2024	15/225932	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
	TOTAL			R 26,676,858.27		

Ms ME Sono

Acting 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