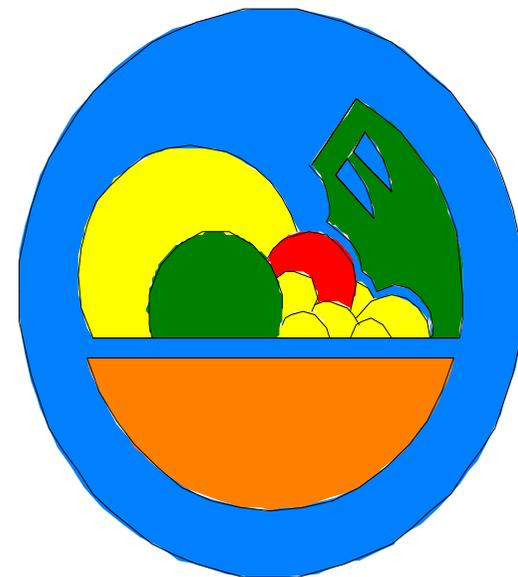




***GREATER TZANEEN  
MUNICIPALITY***

***AUGUST 2023/2024  
FINANCIAL REPORT***



# AUGUST FINANCIAL REPORT

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# AUGUST FINANCIAL REPORT

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## 1. BUDGET PERFORMANCES

### 1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 525 702 777	1 525 702 777	111 657 988	166 669 977	10.92%	16.66%
Capital Expenditure	190 704 744	190 704 744	3 724 398	3 724 398	1.95%	16.66%
<b>TOTAL EXPENDITURE</b>	<b>1 716 407 521</b>	<b>1 716 407 521</b>	<b>115 382 386</b>	<b>170 394 375</b>	<b>9.93%</b>	<b>16.66%</b>

### OPERATIONAL EXPENDITURE

The actual operational expenditure represents 10.92% of the budgeted operational expenditure, which is less than the 16.66% 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 August 2023 amounts to R 3 724 398.00 and the year-to-date percentage is 1.95%

# AUGUST FINANCIAL REPORT

## 1.2 SALARIES

Description	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	399 349 012	399 349 012	33 600 726	70 125 018	17.56%	16.66%
<b>TOTAL</b>	<b>399 349 012</b>	<b>399 349 012</b>	<b>33 600 726</b>	<b>70 125 018</b>	<b>17.56%</b>	<b>16.66%</b>

## 1.3 OVERTIME

Department	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Budget
01-Municipal manager			47 670	54 627	0.00%	16.66%
02-Planning & economic development					0.00%	16.66%
03-Financial services	620 098	620 098	358 378	629 279	101.48%	16.66%
04-Corporate services	33 633	33 633	63 472	156 050	463.98%	16.66%
05-Engineering services	317 424	317 424	160 528	325 574	102.57%	16.66%
06-Community services	7 420 664	7 420 664	1 160 982	2 044 228	27.55%	16.66%
07-Electrical engineering	8 095 147	8 095 147	1 366 500	2 225 514	27.49%	16.66%
<b>Total</b>	<b>16 486 966</b>	<b>16 486 966</b>	<b>3 157 531</b>	<b>5 435 272</b>	<b>32.97%</b>	<b>16.66%</b>

The salary expenditure that includes social contributions represents 17.56% of the budgeted salary amount for the period under review. An amount of R 3.1 million was paid for overtime for the month of August, which the year-to-date is more than the 16.66% budget target.

# AUGUST FINANCIAL REPORT

## 1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	29 382 362	29 382 362	2 351 461	4 702 922	16.01%	16.66%
<b>TOTAL</b>	<b>29 382 362</b>	<b>29 382 362</b>	<b>2 351 461</b>	<b>4 702 922</b>	<b>16.01%</b>	<b>16.66%</b>

## 2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	August 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	2 000 000	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	1 353 000	1 353 000	25.00%
ENERGY EFFICIENCY	5 000 000	5 000 000	2 000 000	2 000 000	40.00%
<b>TOTAL</b>	<b>671 713 000</b>	<b>671 713 000</b>	<b>5 353 000</b>	<b>260 142 000</b>	<b>38.73%</b>

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

# AUGUST FINANCIAL REPORT

## 3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	August 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	41 543	2 000 000	96 698	1 903 302	0.00%
INEP	25 168 000	25 168 000	3 122 561	7 168 000	3 122 561	4 045 439	43.56%
MIG	112 922 000	112 922 000	6 030 185	30 450 000	6 437 199	24 012 801	21.14%
EPWP	5 412 000	5 412 000	915 042	1 353 000	915 042	437 958	0.00%
ENERGY EFFICIENCY	5 000 000	5 000 000		2 000 000		2 000 000	0.00%
<b>TOTAL</b>	<b>671 713 000</b>	<b>671 713 000</b>	<b>10 109 330</b>	<b>260 142 000</b>	<b>227 742 500</b>	<b>30 399 500</b>	<b>87.55%</b>

It is clear from the tables above that R 227 million of the R260 millions of grant money received was spent, 87.55% of grant money received for the financial year was spent.

## 4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	August Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	150 141 836	150 141 836	11 117 975	21 907 722	14.59%	16.66%
Electricity	763 000 000	763 000 000	80 012 154	155 198 768	20.34%	16.66%
Solid Waste	40 893 774	40 893 774	2 479 069	5 065 360	12.39%	16.66%
<b>TOTALS</b>	<b>954 035 610</b>	<b>954 035 610</b>	<b>93 609 198</b>	<b>182 171 850</b>	<b>19.09%</b>	<b>16.66%</b>

# AUGUST FINANCIAL REPORT

## 5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	August Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	150 141 836	150 141 836	7 724 282	21 907 722	15 928 422	72.71%	10.61%
Electricity	763 000 000	763 000 000	67 572 048	155 198 768	121 530 410	78.31%	15.93%
Solid Waste	40 893 774	40 893 774	1 786 713	5 065 360	3 440 070	67.91%	8.41%
<b>TOTALS</b>	<b>954 035 610</b>	<b>954 035 610</b>	<b>77 083 043</b>	<b>182 171 850</b>	<b>140 898 901</b>	<b>77.34%</b>	<b>14.77%</b>

## 6. BANK BALANCE

Name of institution	Cash in the Bank on 31 August 2023
ABSA	R 177 591 064.89

Council had a positive Bank Balance of R 177 591 064.89 at the end of August 2023.

# AUGUST FINANCIAL REPORT

## 7. BANK RECONCILIATION

<b>Bank Statement balance</b>	
<b>31 August 2023</b>	
ABSA1260	-
ABSA4051	-
ABSA4222	38 015 634.82
ABSA3930	30 866 619.05
ABSA4237	107 101 360.91
ABSA4990	1 607 450.11
	<b>177 591 064.89</b>
Outstanding BS entries	2 215 478.93
<b>Reconciling items</b>	
Outstanding Payments	- 928 422.00
Outstanding Receipts	841 548.80
<b>Cashbook Closing Balance</b>	<b>179 719 670.62</b>
<b>Cashbook Balances as at 30 June 2023</b>	
<b>Cashbook Opening Balance</b>	<b>177 311 458.88</b>
Withdrawals	- 516 600 142.77
Deposits	519 008 354.51
<b>Cashbook Closing Balance</b>	<b>179 719 670.62</b>
General Ledger Closing Balance	179 719 670.62
Difference	-

# AUGUST FINANCIAL REPORT

## 8. INVESTMENTS

### 8.1 LONG TERM INVESTMENTS

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

- 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
Investec	32 Days' Notice Account	8.50%	R20 000 000.00
Nedbank	62 Days Account	9.18%	R20 000 000.00
Nedbank	Call Account	8.00%	R20 000 000.00
<b>Total</b>			<b>R140 000 000.00</b>

Council had R 140 million short-term investments at the end of August 2023

# AUGUST FINANCIAL REPORT

## 9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	LOAN AMOUNT	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE 01 August 2023	Aug-23		CLOSING BALANCE AS AT 31 August 2023
						CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	1/11/2010	31/10/2030	21 940 102.00	193 871.00	125 780.00	<b>21 746 230.00</b>
ABSA	ANNUITY	25 140 000.00	2/6/2011	31/07/2025	8 868 057.00	-	-	<b>8 868 056.83</b>
STD BANK	10 yrs STOCK	30 000 000.00	31/11/2015	16/10/2025	30 000 000.00	-	-	<b>30 000 000.00</b>
DBSA	R 40 Mil	40 000 000.00	1/10/2018	31/12/2028	28 846 084.10	-	-	<b>28 846 084.10</b>
DBSA	R 20 Mil	20 000 000.00	1/10/2019	30/09/2029	14 268 637.11	-	-	<b>14 268 637.11</b>
DBSA	R 30 Mil	30 000 000.00	1/10/2020	20/12/2031	23 248 623.74	-	-	<b>23 248 623.74</b>
<b>TOTAL</b>					<b>127 171 503.00</b>	<b>193 871.00</b>	<b>125 780.00</b>	<b>126 977 632.00</b>

Long-term loan expenditure paid for August 2023 is R 125 780.00

# AUGUST FINANCIAL REPORT

**10. CREDITORS AGE ANALYSIS**

NO	SUPPLIER NAME	DESCRIPTION/ NATURE OF SERVICE	CHQ /GRN NUMBER/REF	Current	16-30 DAYS	31-60 DAYS	90 DAYS	120 DAYS	150 DAYS	TOTAL	REASON FOR DEVIATION/COMMENT
1	ESKOM	BULK PURCHASES	9725598889	R 83 208 259	R 0.00		-	-	-	R 83 208 259	Invoice not yet due (due 05/10/2023)
			<b>TOTAL</b>	<b>R 83 208 259</b>	<b>R0.00</b>	<b>R0.00</b>	<b>R 0.00</b>	<b>R 0.00</b>	<b>R 0.00</b>	<b>R 83 208 259</b>	

# AUGUST FINANCIAL REPORT

## 11. REVENUE MANAGEMENT

### 11.1 RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS								
Age Analysis	Rates	Electricity	Refuse	Sewerage	Water	Total - Rates & Serv.	Total Sundry	Total
Current	13 215 463	87 674 638	3 707 526	1 044 433	6 187 583	111 829 644	-12 846 643	98 983 001
30 days	7 130 784	23 471 177	2 638 540	700 236	4 376 737	38 317 474	-5 187 238	33 130 236
60 days	6 672 972	13 699 047	2 405 218	606 446	3 455 200	26 838 883	911 731	27 750 614
90 days	6 465 040	11 288 684	2 341 237	581 171	3 190 911	23 867 043	670 027	24 537 070
120 days	6 028 552	9 459 513	2 271 657	644 273	3 303 652	21 707 647	758 196	22 465 843
120 days plus	308 968 731	249 703 326	124 659 512	32 681 331	140 172 141	856 185 041	47 241 250	903 426 291
<b>Balance</b>	<b>331 117 738</b>	<b>355 606 762</b>	<b>127 242 020</b>	<b>33 937 140</b>	<b>149 972 530</b>	<b>1 078 745 733</b>	<b>31 547 323</b>	<b>1 110 293 056</b>

The outstanding rates and service charges increased from R 1 099 billion in July to R 1 110 billion in August 2023. These amounts include sundry debtors of R31 million.

# AUGUST FINANCIAL REPORT

## 11.2 AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	5 180 484.00	1 044 417.00	1 059 782.00	995 920.00	33 446 682.00	41 727 285.00
BUSINESS	88 081 585.00	9 880 813.00	7 545 343.00	6 246 110.00	257 664 619.00	369 418 470.00
INDIVIDUALS	71 468 610.00	17 501 364.00	16 179 634.00	15 504 844.00	614 744 034.00	735 398 486.00
OTHER					-	-
<b>BALANCE</b>	<b>164 730 679</b>	<b>28 426 594</b>	<b>24 784 759</b>	<b>22 746 874</b>	<b>905 855 335</b>	<b>1 146 544 241</b>

## 11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

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

## 11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rate + Interest	12 952 594	7 724 282	5 228 312
Electricity	80 012 154	67 572 048	12 440 106
Water	3 617 431	2 784 261	833 170
Sewerage	579 414	492 029	87 384
Refuse Removal	2 479 069	1 786 713	692 356
Sundry Charges	6 301 702	6 008 986	292 716
<b>TOTAL</b>	<b>105 942 364</b>	<b>86 368 319</b>	<b>19 574 044</b>

# AUGUST FINANCIAL REPORT

## 11.5 PAYMENT RATES PER TOWN

<b>PAYMENT RATES PER TOWN - RATES AND SERVICE CHARGE DEBTORS</b>			
<b>Towns</b>	<b>Current Account</b>	<b>Payment Received</b>	<b>Payment Rate (%)</b>
Tzaneen - Urban	34 879 489	36 174 876	104%
Tzaneen - Rural	49 790 071	42 958 446	86%
Nkowankowa	7 748 707	2 009 847	26%
Lenyenye	1 425 510	84 771	6%
Politsi	73 475	53 936	73%
Letsitele	4 297 484	4 350 423	101%
Haenertsburg	768 265	736 021	96%
<b>Aggregate</b>	<b>98 983 001</b>	<b>86 368 319</b>	<b>87%</b>

Payment rate year to date = 87%

# AUGUST FINANCIAL REPORT

## 12. CAPITAL PROJECTS

Project Name	Original Budget	Actual	% Spent
3453   CFO-111_Purchase of critical office furniture	400 000.00	3 477.39	0.87%
3506   ESD-45_Construction of New ablution block, offices and storage facility at Tzaneen testing grounds	1 200 000.00	-	0.00%
6262   Bulamahlo Community Hall	23 306 024.00	-	0.00%
6264   Connections (Consumer Contribution)	10 000 000.00	-	0.00%
6265   Dan Access road from R36 (Scrapyard) to D5011 (TEBA)	22 144 120.00	-	0.00%
6293   Lenyenye Street from gravel to paving	1 000 000.00	-	0.00%
6300   Paving of Marirone to Motupa Street	19 300 000.00	-	0.00%
6304   Paving of Nkowakowa Section D (Tommy Spaza Shop via Bridge, Mashaba via Vodacom and Raymond Makelana) Streets	1 000 000.00	-	0.00%
6306   Paving of Thapane Street	1 000 000.00	-	0.00%
6307   Paving of Topanama Access Road	1 000 000.00	-	0.00%
6308   Paving of Zangoma to Mariveni Road	33 430 006.00	-	0.00%
6344   Upgrading of Nkowakowa B (Hope of Christ, Bombelani School, Giyani Soshangani and Xirhombarhomba) Streets	1 000 000.00	-	0.00%
6405   Construction of R71 Roundabout	1 500 000.00	-	0.00%
6406   G.I.S(Procurement of equipment)	2 000 000.00	-	0.00%
6414   Installation of streetlights from R71 Voortrekker traffic light to Deerpark Traffic Circle	1 000 000.00	-	0.00%
6481   Rebuilding and Upgrade of the Ebenezer 33kV Feeder Line Phase 4	4 000 000.00	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%

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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	894 155.00	17.88%
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 cemetery_1	300 000.00	-	0.00%
8537   ESD-75_Guardroom at Tzaneen testing ground	200 000.00	-	0.00%
8542   ESD-90_Furniture for sport and recreation facilities at Juliesberg, Burgersdorp, Runnymede, Lenyenye, Nkowankowa Stadiums	300 000.00	-	0.00%
8544   GTEDA-161_Purchase of Office Equipment	279 594.00	-	0.00%
8548   NEW_Pedestrian Bridge at Tlhabine	1 500 000.00	-	0.00%
8550   NEW_Power Generator for Tzaneen wastewater treatment works	300 000.00	-	0.00%
8556   Purchase of Municipal pool cars	3 700 000.00	-	0.00%
8557   Purchase of the Waste removal truck	4 095 000.00	-	0.00%
8559   Purchase of storage container for Expenditure Division	450 000.00	-	0.00%
8561   Tzaneen cemetery	200 000.00	-	0.00%
8562   Tzaneen Waste water treatment works	500 000.00	-	0.00%
8564   Electrical Infrastructure Fencing	2 000 000.00	-	0.00%
8566   Purchase of brushcutters	150 000.00	-	0.00%
8570   Road and Stormwater Tzaneen (Loretto farm school road)	-	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%
<b>Grand Total</b>	<b>190 704 744</b>	<b>3 724 397.52</b>	<b>1.95%</b>

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## 13. EXPENDITURE PER ITEM

<b>Expenditure By Type</b>	<b>Original Budget</b>	<b>Adjustment Budget</b>	<b>Sum of Expenditure</b>	<b>% Spent</b>
Employee related costs	399 349 012	399 349 012	70 125 018	17.56%
Remuneration of councilors	29 382 362	29 382 362	4 702 922	16.01%
Debt impairment				0.00%
Depreciation & asset impairment	115 814 038	115 814 038	0	0.00%
Finance charges	12 644 819	12 644 819	0	0.00%
Bulk purchases - electricity	508 243 120	508 243 120	44 836 314	8.82%
Inventory consumed	94 806 693	94 806 693	12 970 270	13.68%
Contracted services	91 720 401	91 720 401	14 279 053	15.57%
Transfers and subsidies	50 700 230	50 700 230	5 222 319	10.30%
Operational costs	163 442 102	163 442 102	14 534 062	8.89%
Irrecoverable debts written off	59 600 000	59 600 000		0.00%
<b>Total Expenditure</b>	<b>1 525 702 777</b>	<b>1 525 702 777</b>	<b>166 669 977</b>	<b>10.92%</b>

The actual operational expenditure represents 10.92% of the budgeted operational expenditure, which is less than the 16.66 target budget.

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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.

NO.	ORDER NO.	ORDER DATE	DEPARTM ENT	VENDOR NAME	GOODS / SERVICE DISCRPTION	REASON FOR DEVIATION	TOTAL AMOUNT
1.	Ord20230811_0011918	8/11/2023 0:00	Community Services	TOTAL COMPUTER SERVICES   TOTAL COMPUTER SERVICES PTY LTD	24   _144_LIM333_MACHINERY EQUIPMENT - Capturecam mobile laser enforcement / - / - (1.0000)	The council has procured the capturecam mobile laser enforcement device from them, we therefore recommended them to provide us with service.	R 5,175.00
2.	Ord20230810_0011898	8/10/2023 0:00	Budget and Treasury	PAY-DAY SOFTWARE SYSTEMS	412   _032_30000_LIM333_Municipal Running Costs_GENERAL EXPENSES _ OTHER_2018 - PayDay HR Post Module Import / - / - (1.0000)	Is contracted with municipality and ay services provider cannot temper with their system.	R 43,503.93

# AUGUST FINANCIAL REPORT

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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: 30/2023	SUPPLY AND DELIVERY OF ARMY TENTS	24/08/2023	24/08/2023	MR. M. RABOTHATA
2.	SCMUQ: 31/2023	SUPPLY AND DELIVERY OF 35 – 40W LED STREETLIGHT POLES	24/08/2023	24/08/2023	MR. B. TSHAWE
3.	SCMUQ: 32/2023	Supply and delivery of Galvanised streetlight poles 9.5M	24/08/2023	24/08/2023	MR. B. TSHAWE

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## 15.4 Bids considered by Evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMUQ 24/2023	Supply and delivery of disaster recovery backup tool/software	03/08/2023	15 / 08/2023	Corporate Services
2.	SCMUQ 25/2023	Supply, delivery and configuration of Cloud Based Antivirus Endpoint Professional Software with Patch-Management Incorporated	03/08/2023	15/08/2023	Corporate Services
3.	SCMUQ 26/2023	Supply and delivery of office furniture	21/08/2023	23/08/2023	Engineering services
4.	SCMUQ 30/2023	Supply and delivery of army tents	31/08/2023	31/08/2023	Budget and treasury
5.	SCMUQ 31/2023	Supply and delivery of 35 – 40W Led streetlight poles	31/08/2023	31/08/2023	Budget and treasury
6.	SCMUQ 32/2023	Supply and delivery of Galvanised streetlight poles 9.5M	31/08/2023	31/08/2023	Budget and treasury

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## 15.5 Bids and quotations closed.

Bid No	Description	Closing date
SCMUQ 24/2023	Supply and delivery of disaster recovery backup tool/software	03/08/2023
SCMU Q 25/2023	Supply, delivery and configuration of Cloud Based Antivirus Endpoint Professional Software with Patch-Management Incorporated	03/08/2023
SCMUQ 26/2023	Supply and delivery of office furniture	21/08/2023
SCMUQ: 30/2023	Supply and delivery of army tents	31/08/2023
SCMUQ 31/2023	Supply and delivery of 35 – 40W Led streetlight poles	31/08/2023
SCMUQ 32/2023	Supply and delivery of Galvanised streetlight poles 9.5M	31/08/2023

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

NO	Bid No	Description of goods & services	Closing Date	BAC Date	Status	User Dept.
1.	SCMU 12/2023	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT SKILLS AUDIT FOR A PERIOD OF 3 MONTHS	13/07/2023	08/08/2023	Awarded	CORPARATE SERVICES
2.	SCMU 13/2023	PROTOCOL TRAINING FOR 35 COUNCILLORS	06/07/203	08/08/2023	Awarded	CORPARATE SERVICES
3.	SCMU 14/2020	SUPPLY AND DELIVERY OF ELECTRICAL MATERIAL	13/03/2023	28/08/2023	Not Awarded	ENGINEERING SERVICES

## 15.7 Bids & Quotations Awarded By CFO

No	Bid number	Description	User Dept.	Date of award	status
1.	SCMUQ 24/2023	SUPPLY AND DELIVERY OF DISASTER RECOVERY BACKUP TOOL/SOFTWARE	CORPARATE SERVICES	15/08/2023	Awarded
2.	SCMUQ 25/2023	Supply, delivery and configuration of Cloud Based Antivirus	CORPARATE SERVICES	15/08/2023	Awarded

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No	Bid number	Description	User Dept.	Date of award	status
		Endpoint Professional Software with Patch-Management Incorporated			
3.	SCMQ 26/2023	SUPPLY AND DELIVERY OF OFFICE FURNITURE	ENGINEERING SERVICES	23/08/2023	Awarded

## 15.8 Bids Awarded by Accounting Officer

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1.	SCMU 12/2023	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT SKILLS AUDIT FOR A PERIOD OF 3 MONTHS	CORPARATE SERVICES	13/07/2023	21/08/2023	Awarded
2.	SCMU 13/2023	PROTOCOL TRAINING FOR 35 COUNCILLORS	CORPARATE SERVICES	06/07/2023	21/08/2023	Awarded

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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
SCMUQ 26/2023	Supply and delivery of office	Yes	Yes	No	No	No	No	14/08/2023
SCMUQ: 30/2023	Supply and delivery of army tents	Yes	Yes	No	No	No	No	25/08/2023
SCMUQ 31/2023	Supply and delivery of 35 – 40w led streetlight poles	YES	YES	No	No	No	No	25/08/2023
SCMUQ 31/2023	Supply and delivery of Galvanised streetlight poles 9.5M	Yes	Yes	No	No	No	No	25/08/2023

## 16 AUDIT FINDINGS

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

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## 17 FRUITLESS AND WASTEFUL EXPENDITURE

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

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

## 18 IRREGULAR EXPENDITURE

### 18.1 Irregular Expenditure to Date per department

Irregular Expenditure to Date		
Department	Year	Amount
MM	2023/2024	R0.00
Council	2023/2024	R0.00
Corporate Services	2023/2024	R575,342.64
Community Services	2023/2024	R6,839,704.84
Finance	2023/2024	R62,128.84
PED	2023/2024	R0.00
Electrical Services	2023/2024	R0.00
Engineering Services	2023/2024	R0.00
<b>Total</b>		<b>R7 477 176.32</b>

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There Irregular expenditure incurred during the month of August 2023 amounted to R4 059 478.74.

## 18.2 List of Irregular Expenditure per Vendor

No	Vendor name	Date of Payment	Payment Number	Total Amount YTD AUG 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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<b>11</b>	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
<b>12</b>	Contour Technology	14/07/2023	15/15970 7	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
<b>13</b>	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
<b>14</b>	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
<b>15</b>	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
<b>16</b>	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
<b>17</b>	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
	<b>TOTAL</b>			<b>R 4,059,478.74</b>		

Mr AN Mathebula

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