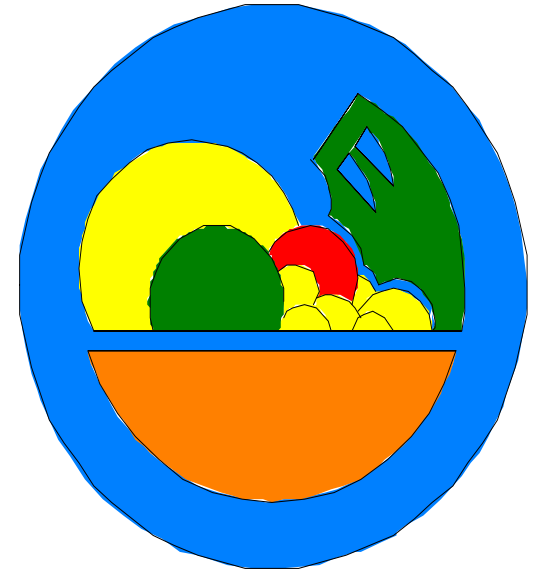




***GREATER TZANEEN
MUNICIPALITY***

***DECEMBER 2024/2025
FINANCIAL REPORT***



DECEMBER FINANCIAL REPORT

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1. BUDGET PERFORMANCES

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1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	December	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 611 368 942	1 611 368 942	191 263 215	797 893 932	49.52%	50.00%
Capital Expenditure	225 308 900	225 308 900	17 207 967	78 381 537	34.79%	50.00%
TOTAL EXPENDITURE	1 836 677 842	1 836 677 842	208 471 182	876 275 469	47.71%	50.00%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 49.52% of the budgeted operational expenditure, which is less than the 50.00% target budget. The Operational expenditure does not include water and sewer expenses.

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of November 2024 amounts to R 17 207 967 and the accumulated expenditure is R 78 381 537 the year-to-date percentage is 34.79%.

1.2 SALARIES

Description	Allocation	Adjustment Budget	December	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	447 513 509	447 513 509	34 278 492	202 314 402	45.21%	50.00%
TOTAL	447 513 509	447 513 509	34 278 492	202 314 402	45.21%	50.00%

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1.3 OVERTIME

Department	Allocation	December	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	29 157	0	56 868	195.04%	50.00%
Office of the Municipal Manager/Office of the Mayor Administration	35 980	0	16 474	45.79%	50.00%
Office of the Municipal Manager/Strategic Support Performance Management	53 345	0	99 591	186.69%	50.00%
Budget and Treasury					
Budget and Treasury/Expenditure Management	452 022	91 556	747 694	165.41%	50.00%
Budget and Treasury/Financial Services and Reporting	166 826	57 716	288 457	172.91%	50.00%
Budget and Treasury/Revenue Management	319 356	65 486	375 749	117.66%	50.00%
Budget and Treasury/Stores	298 510	35 393	204 604	68.54%	50.00%
Budget and Treasury/Supply Chain Management	25 951	0	163 777	631.10%	50.00%
Corporate Services					
Corporate Services/CORPORATE SERVICES	80 143	2 310	44 942	56.08%	50.00%
Corporate Services/Employee Performance Management	1 996	0	0	0.00%	50.00%
Corporate Services/Human Resources	29 143	10 442	30 311	104.01%	50.00%
Corporate Services/Media Communications	93 087	18 521	91 524	98.32%	50.00%
Corporate Services/Networking and Security	1 382	0	5 164	373.69%	50.00%

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Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	133 909	77 989	331 802	247.78%	50.00%
Engineering Services					
Engineering Services/Building Control, Maintenance and Fleet Management	126 050	22 733	208 795	165.64%	50.00%
Engineering Services/Housing	211 945	53 001	306 981	144.84%	50.00%
Engineering Services/ROADS & STORMWATER MANAGEMENT	897 548	153 738	1 090 974	121.55%	50.00%
Community Services					
Community Services/Administration transport, safety, security	44 616	3 259	29 588	66.32%	50.00%
Community Services/Environmental Management	254 968	54 394	279 127	109.48%	50.00%
Community Services/Licensing	1 139 800	199 496	1 235 486	108.39%	50.00%
Community Services/Pollution Control	1 487 497	209 954	1 409 721	94.77%	50.00%
Community Services/Public Toilet Management	397 061	52 078	350 310	88.23%	50.00%
Community Services/Rural Waste Management	1 958 676	290 502	1 959 629	100.05%	50.00%
Community Services/Safety and Security	977 828	116 536	766 668	78.41%	50.00%
Community Services/Sports, Art and Culture	445 232	207 386	730 362	164.04%	50.00%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	444 728	34 995	157 036	35.31%	50.00%
Electrical Engineering/Electrical Planning and Projects	2 916 301	314 755	1 525 494	52.31%	50.00%
Electrical Engineering/Operations and Maintenance	3 229 801	501 445	2 089 200	64.69%	50.00%
Total	16 252 858	2 573 686	14 596 326	89.81%	50.00%

The salary expenditure that includes social contributions represents 45.21% of the budgeted salary amount for the period under review. An amount of R 2 573 686 was paid for overtime for the month, the year-to-date is more than the 50.00% budget target.

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1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	December	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	30 557 659	30 557 659	2 464 166	15 622 797	51.13%	50.00%
TOTAL	30 557 659	30 557 659	2 464 166	15 622 797	51.13%	50.00%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	December Receipt	YTD receipt	Grant Rollover	%YTD Receipt
EQUITABLE SHARE	551 492 000	551 492 000	183 831 000	413 601 000		75,00%
MIG	111 062 000	111 062 000	18 000 000	67 062 000		60,38%
FMG	2 000 000	2 000 000	0	2 000 000		100,00%
EPWP	5 011 000	5 011 000	0	3 507 000		69,99%
INEP	23 930 000	23 930 000	0	8 000 000		33,43%
EEDSM	5 000 000	5 000 000	1 800 000	3 000 000		60,00%
MDRG	10 261 000	16 135 930	0	2 052 000	5 874 930	20,00%
SETA	1 200 000	1 200 000	0	133 790		11,15%
TOTAL	709 956 000	715 830 930	203 631 000	499 355 790	5 874 930	53.74%

An amount of R499 million that represents 53.74% of grants was received up to date.

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3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	December Spending	YTD receipt	Grant Rollover	YTD spent	Total unspent/overspent	% Spent from receipt
MIG	111 062 000	111 062 000	12 184 516	67 062 000		58 697 267	8 364 733	87.53%
FMG	2 000 000	2 000 000	65 992	2 000 000		513 495	1 486 505	25.67%
EPWP	5 011 000	5 011 000	564 740	3 507 000		3 636 381	-129 381	103.69%
INEP	23 930 000	23 930 000	3 326 290	8 000 000		7 144 964	855 036	89.31%
EEDSM	5 000 000	5 000 000	1 087 407	3 000 000		1 687 407	1 312 593	56,25%
MDRG	10 261 000	16 135 930	771 231	2 052 000	5 874 930	5 976 937	1 949 993	79.40%
SETA	1 200 000	1 200 000	0	133 790		182 980	-49 190	136.77%
TOTAL	158 464 000	164 338 930	18 000 176	85 754 790	5 874 930	77 839 431	15 380 821	84.53%

The overspending in the SETA grant is due to underbudgeting and the budget will be revised during budget adjustment.

The table above illustrate the expenditure on conditional grants, the municipality spent R 77 million of the YTD allocated funds of R 91 million (including Municipal Disaster Recovery Grant rollover of R5,8 million) which represents 85% spending. 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	Adjustment Budget	December Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	190 271 814	190 271 814	15 373 522	82 634 403	43.43%	50.00%
Electricity	920 783 599	920 783 599	70 664 808	491 259 558	53.35%	50.00%
Solid Waste	43 979 397	43 979 397	2 694 856	15 341 444	34.88%	50.00%
TOTALS	1 155 034 810	1 155 034 810	88 733 185	589 235 406	51.01%	50.00%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	December Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	190 271 814	190 271 814	8 804 679	82 634 403	53 200 447	64.38%	27.96%
Electricity	920 783 599	920 783 599	66 543 343	491 259 558	462 392 685	94.12%	50.22%
Solid Waste	43 979 397	43 979 397	1 608 150	15 341 444	10 371 258	67.60%	23.58%
TOTALS	1 155 034 810	1 155 034 810	76 956 172	589 235 406	525 964 390	89.26%	45.54%

However, Council must note that the 89.26% excludes Mopani services (water and sewer) plus other sundry income.

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6. BANK BALANCE

Name of institution	Cash in the Bank on 31 December 2024
ABSA	R 213,268,887.94

Council had a positive Bank Balance of R 213,268,887.94 at the end of December 2024.

7. BANK RECONCILIATION

Bank Statement balance	31 December 2024
ABSA1260	-
ABSA4051	-
ABSA4222	41 138 713,82
ABSA3930	28 824 971,51
ABSA4237	140 219 255,24
ABSA4990	2 433 563,54
	212 616 504,11
Outstanding BS entries	- 10 841 947,76
Reconciling items	
Outstanding Payments	- 399 858,71
Outstanding Receipts	3 595 682,20
Cashbook Closing Balance	- 7 646 124,27

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Cashbook Opening Balance	91 343 484,51
Withdrawals	- 870 923 105,50
Deposits	984 550 000,83
Cashbook Closing Balance	<u>204 970 379,84</u>
General Ledger Closing Balance	205 566 262,58
Difference	595 882,74

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 December 2024
ABSA	20-Dec-31	R 21 992 652,98
Standard Bank	16-Oct-25	R 28,159,043.74
TOTAL		R 50,151,696.72

- 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 28,159,043.74
- 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

Bank	Interest rate	Account Type	Amount
ABSA	8.900%	call account	40 000 000.00
INVESTEC	8.000%	Call Account	30 000 000.00
NEDBANK	8.000%	Call Account	30 000 000.00
STANDARD BANK	8.350%	Call Account	30 000 000.00
FNB	8.100%	Call Account	30 000 000.00
TOTAL			160 000 000.00

Greater Tzaneen Municipality had R 160 000 000.00 in short-term investments at the end of December 2024.

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9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	TIMING OF LOAN INTEREST PAYMENT	LOAN AMOUNT (PRINCIPAL DEBT RAISED AT INCEPTION)	DATE OF LOAN TAKEN	OPENING BALANCE 01 DEC 2024	DEC 2024		CLOSING BALANCE AS AT 31 DEC 2024
						CAPITAL	INTEREST	
DBSA	ANNUITY	Monthly	41 000 000.00	01/11/2010	18 665 615.02	209 191.66	110 459.53	18 456 423.36
ABSA	ANNUITY	Semi-Annually	25 140 000.00	02/06/2011	4 812 029.38	-	-	4 812 029.38
STD BANK	10 yrs STOCK	Semi-Annually	30 000 000.00	31/11/2015	30 000 000.00	-	-	30 000 000.00
DBSA	R 40 Mil	Quarterly	40 000 000.00	01/10/2018	23 402 327.17	1 177 200.44	650 328.23	22 225 126.73
DBSA	R 20 Mil	Quarterly	20 000 000.00	01/10/2019	11 521 986.29	590 393.55	294 773.45	10 931 592.74
DBSA	R 30 Mil	Quarterly	30 000 000.00	01/10/2020	18 785 972.80	960 257.21	486 294.20	17 825 715.59
TOTAL			186 140 000.00		107 187 930.66	2 937 042.86	1 541 855.41	104 250 887.80

Long-term loan expenditure paid for December 2024 is R 1 541 855.41

10. CREDITORS AGE ANALYSIS

10.1 Sundry creditors not paid within 30 days as of 31 December 2024

None

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10.2 Trade creditors no paid within 30 days as of 31 December 2024

None.

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	31 524 874	107 847 595	7 228 763	1 920 494	11 358 213	-24 895 273	134 984 666
30 days	10 739 407	17 524 554	2 745 001	733 473	3 720 691	1 181 806	36 644 933
60 days	9 116 605	15 850 561	2 616 417	692 484	3 283 193	934 942	32 949 203
90 days	10 525 850	14 055 805	2 548 388	656 992	3 276 610	949 201	32 012 846
120 days	13 478 138	10 067 468	2 515 570	647 965	3 076 077	1 347 075	31 132 293
120 days plus	365 193 047	306 430 408	149 568 701	38 516 964	168 322 648	52 485 781	1 080 517 549
Balance	440 577 922	471 776 391	167 222 840	43 168 372	193 037 432	32 003 533	1 347 786 490

The outstanding rates and service charges, which includes Sundry Debtors is R 1.347 billion.

The amount disclosed on Sundry Debtors current of negative R 24 million represents Sundry Debtors in credit, or advance payments.

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12. AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	12 138 173.00	4 576 198.00	3 538 637	3 335 344.00	94 268 496.39	117 856 848.39
BUSINESS	77 766 874.00	11 680 731.00	11 416 218	10 346 081.00	253 209 255.00	364 419 159.00
INDIVIDUALS	73 489 166.00	20 382 747.00	17 534 439	18 324 786.00	735 612 730.14	865 343 868.14
OTHER	19 483.00	7 360.00	6 992	9 248.00	123 531.00	166 614.00
BALANCE	163 413 696	36 647 036	32 496 286	32 015 459	1 083 214 013	1 347 786 490

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 25 106

11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rates	15 373 522	8 804 679	6 568 843
Electricity	70 664 808	66 543 343	4 121 465
Water	4 004 952	2 489 098	1 515 854
Sewerage	576 670	409 758	166 912
Refuse Removal	2 694 856	1 608 150	1 086 706
Sundry Charges	7 229 386	6 610 031	619 355
Interest Charge on Debtors	10 503 329		
TOTAL	111 047 523	86 465 058	14 079 135

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The R111 million is regarded as December 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 (%)
31-Dec-24	1 323 204 025.87	111 047 521.71	1 347 786 490	78%

12. CAPITAL PROJECTS

Project Name	OriginalBudget	CurrentYearBudget	Actual	% Spent
CFO-111_Purchase of critical office furniture	510,223.00	510,223.00	165,587.81	32.45%
Upgrading of Marirone to Motupa Street from gravel to paving	5,430,581.00	5,430,581.00	4,048,434.79	74.55%
ESD-45_Construction of New ablution block, offices and storage facility at Tzaneen testing grounds	-	970,000.00	899,115.00	92.69%
Bulamahlo Community Hall	3,724,000.00	3,724,000.00	2,592,978.68	69.63%

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Connections (Consumer Contribution)	10,000,000.00	10,000,000.00	-	0.00%
Dan Access road from R36 (Scrapyard) to D5011 (TEBA)	23,289,213.00	23,289,213.00	4,276,191.98	18.36%
Installation for smoke detectors in municipal buildings	1,200,000.00	1,200,000.00	-	0.00%
Lenyenye Street from gravel to paving	14,083,389.00	14,083,389.00	959,935.52	6.82%
Paving of Thapane Street from gravel to paving	15,447,000.00	15,447,000.00	8,675,663.49	56.16%
Paving of Topanama Access Road	16,900,000.00	16,900,000.00	10,144,805.07	60.03%
Paving of Zangoma to Mariveni Road	25,134,717.00	22,530,670.00	15,732,527.27	69.83%
Construction of Pedestrian bridges (Maribethema and Petanenge)	6,000,000.00	6,000,000.00	599,445.00	9.99%
Walk-behind Roller X 2	400,000.00	400,000.00	-	0.00%
Contribution to SANRAL for the construction of roundabout at junction of R71 and D978	1,500,000.00	1,500,000.00	-	0.00%
G.I.S(Procurement of equipment)	2,000,000.00	2,000,000.00	-	0.00%
New, streetlights with the latest technology type	1,500,000.00	1,500,000.00	-	0.00%
Renovation of Nkowakowa offices (Old Home Affairs building)	1,300,000.00	1,300,000.00	229,140.62	17.63%

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Purchase of office equipment	300,000.00	300,000.00	-	0.00%
Construction of Speed Humps	-	510,000.00	505,851.00	99.19%
SCADA Monitoring system	5,100,000.00	7,954,963.00	4,801,455.80	60.36%
11kV Waterbok to Selwane village MV line	7,539,000.00	7,539,000.00	1,693,150.00	22.46%
Access Street from Khopo, Molabosane School viaTickyline and Myakayaka Serutung to Malegege to Shoromong	1,500,000.00	1,500,000.00	-	0.00%
Construction of Leretjene Sport complex_OWN FUNDING	7,000,000.00	7,000,000.00	5,771,506.55	82.45%
Replace 11 kV and 33 kV Auto reclosers per annum	1,500,000.00	1,500,000.00	-	0.00%
Rebuild 66 kV wooden line from Tzaneen to Tarentaalrand	5,500,000.00	5,500,000.00	-	0.00%
Procurement of Network planning software	1,000,000.00	1,000,000.00	-	0.00%
Renewal Repairs and maintenance of Bulk meters	1,500,000.00	1,500,000.00	-	0.00%
Installing of Quality of Supply recorders	500,000.00	500,000.00	-	0.00%
Replacement of Box type 33kV Breakers in Main Substations in phases	3,000,000.00	3,000,000.00	-	0.00%
Replacement of Box type 33kV Breakers in Main Substations in phases	3,000,000.00	3,000,000.00	-	0.00%

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Replacement of old metering boxes for SPU & LPU as per NRS 057	1,000,000.00	1,000,000.00	-	0.00%
Maintenance management software	1,000,000.00	1,000,000.00	-	0.00%
Replair, Replace streetlights with the latest technology type	1,000,000.00	1,000,000.00	-	0.00%
Rebuilding of 33 kv lines	2,000,000.00	2,000,000.00	-	0.00%
Rebuilding of 11 kv lines	1,000,000.00	1,000,000.00	-	0.00%
Rebuilding of 11 kv lines	1,000,000.00	1,000,000.00	-	0.00%
Rehabilitation of Nkowakowa Internal streets (Bankuna, Tambo to Maxakeni Road)	5,600,000.00	5,600,000.00	-	0.00%
Construction of Pedestrian bridges (Maribethema)	4,000,000.00	4,000,000.00	-	0.00%
Painting inside, floor tiles access gate and fence	-	1,420,000.00	1,365,393.00	96.15%
New floor tiles, painting, security gates	700,000.00	700,000.00	-	0.00%
New floor tiles, painting, security gates	-	200,000.00	162,755.00	81.38%
Construction of New ablution facility 4X male and female toilet. Painting of existing wall, access gate and replacing tiles	1,300,000.00	1,300,000.00	187,585.10	14.43%
Construction of New ablution block	1,500,000.00	1,500,000.00	-	0.00%

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Construction of Changing rooms	-	477,340.00	360,148.28	75.45%
Construction of Sleeping quarters and new kitchen	-	1,500,000.00	1,205,235.32	80.35%
Construction of Change Rooms for stand by	-	500,000.00	498,330.29	99.67%
GTEDA-161_Purchase of Office Equipment	290,777.00	290,777.00	-	0.00%
Construction of Tlhabine pedestrian crossing bridge	3,500,000.00	3,500,000.00	893,591.05	25.53%
Installation of power generator for Tzaneen Wastewater treatment works	-	1,000,000.00	697,680.00	69.77%
Township Establishments (Tzaneen Ext 105,Portion 24 of Mohlaba's Location and Novengilla)	2,000,000.00	2,000,000.00	440,000.00	22.00%
New ablution block and change room	-	500,000.00	452,876.00	90.58%
Electrical Infrastructure Fencing	1,000,000.00	1,000,000.00	-	0.00%
Electrical Capital Tools	500,000.00	500,000.00	5,998.00	1.20%
Purchase of IT Equipment	3,000,000.00	3,000,000.00	1,453,641.00	48.45%
Purchase of IT Equipment	-	1,778,350.00	-	0.00%
Supply and Installation of 10 high mast - at Burgersdorp, Petanenge, Wally, Moleketla, Sunnyside 4way, Shiluvane, Hweetji, Mawa Block 12, Wisani, Mohlakong	1,500,000.00	4,104,047.00	3,227,493.77	78.64%

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Maboshe High School Road (Tickyline Village)	-	2,331,288.00	1,819,976.00	78.07%
Thako to Sefolwe Road	-	1,500,000.00	-	0.00%
Thako to Sefolwe Road	-	5,043,643.00	3,643,751.94	72.24%
Sebone School Road (Mokgolobotho Village) Phase 1	2,261,000.00	761,000.00	513,209.00	67.44%
Supply and installation of 5 high mast at ward 1, 11, 16, 17 & 22	-	3,500,000.00	328,685.00	9.39%
Filing Cabinet for Records and Admin Division	300,000.00	300,000.00	-	0.00%
Installation of Switchgear Western sub	2,500,000.00	2,500,000.00	-	0.00%
Installation of X □ Ray Scanner Machines	700,000.00	700,000.00	-	0.00%
Loudhailing Bakkie	799,000.00	799,000.00	-	0.00%
Marketing and Communications Equipment	400,000.00	400,000.00	29,400.00	7.35%
NEW_Runnymede Sport Facility Phase 2	6,000,000.00	6,000,000.00	-	0.00%
Purchase of Law Enforcement Trailer	400,000.00	400,000.00	-	0.00%
Rebuilding of 11 kv lines	1,000,000.00	1,000,000.00	-	0.00%

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Restoration of Biometric Access Control	2,000,000.00	2,000,000.00	-	0.00%
Construction of Nkowankowa Cemetery Guardhouse	200,000.00	200,000.00	-	0.00%
Mopye Culvert Bridge	4,000,000.00	4,000,000.00	-	0.00%
Paving of Nkowakowa Section D (Tommy Spaza Shop via Bridge, Mashaba via Vodacom and Raymond Makelana) Streets_Own Funding	1,500,000.00	1,500,000.00	-	0.00%
Pulaneng Primary School Road	4,000,000.00	4,000,000.00	-	0.00%
Upgrading of Nkowakowa B (Hope of Christ, Bombelani School, Giyani Soshangani and Xirhombarhomba) Streets_Own Funding	1,500,000.00	1,500,000.00	-	0.00%
Total	225,308,900.00	247,894,484.00	78,381,537.33	31.62%

- Note that all projects highlighted in yellow are rollover projects from previous financial year, high percentage due to payment made within the first quarter of 2024/2025 FY
- The high percentage on Office furniture is due to replacement of delapidated furniture from various departments.

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13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	447 513 509	447 513 509	202 314 402	45.21%
Remuneration of councilors	30 557 659	30 557 659	15 622 797	51.13%
Depreciation & asset impairment	118 167 597	118 167 597	60 625 833	51.30%
Finance charges	16 084 886	16 084 886	9 972	0.06%
Bulk purchases - electricity	560 012 325	560 012 325	336 191 440	60.03%
Inventory consumed	87 745 382	87 745 382	40 454 065	46.10%
Contracted services	99 732 861	99 732 861	54 259 663	54.41%
Transfers and subsidies	49 029 048	49 029 048	20 565 770	41.95%
Operational costs	202 525 675	202 525 675	67 849 989	33.50%
Total Expenditure	1 611 368 942	1 611 368 942	797 893 932	49.52%

The actual operational expenditure represents 49.52% of the budgeted operational expenditure, which is less than the 50% 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 Variation orders: NONE

15.3 Orders processed: ATTACHED AS ANNEXURE B

15.4 Cancelled Orders. NONE

15.5 Bids considered by Bid evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMU 42/2024	COLLECTION AND TRANSPORTATION OF (G) WASTE IN REGION SOUTH: KERBSIDE COLLECTION IN NKOWANKOWA AND SUB-REGION BULK WASTE REMOVAL AREA OF GREATER TZANEEN MUNICIPALITY FOR PERIOD OF 3 YEARS	02/12/2024	04/12/2024	COMMUNITY SERVICES
2.	SCMU 22/2024 (Re-Advert)	REFURBISHMENT OF 20X6M3 SKIP BINS IN GREATER TZANEEN MUNICIPALITY	15/11/2024	04/12/2024	COMMUNITY SERVICES
3.	SCMU 50/2024	REHABILITATION OF TAMBO AND MASHAKENI STREETS IN NKOWANKOWA	22/11/2024	05/12/2024	ENGINEERING SERVICES
4.	SCMU 47/2024	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY	22/11/2024	09/12/2024	BUDGET AND TREASURY
5.	SCMU 49/2024	STORMWATER MANAGEMENT AND REGRAVELLING OF PULANENG SCHOOL ROAD	22/11/2024	04/12/2024	ENGINEERING SERVICES

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6.	SCMU 27/2024 Re- Advert	UPGRADING OF LENYENYE STREETS FROM GRAVEL TO PAVING	13/12/2024	18/12/2024	ENGINEERING SERVICES
7.	SCMU 54/2024	APPOINTMENT OF A SERVICE PROVIDER FOR CONDUCTING DANGER ALLOWANCE BASELINE HIRA FOR GREATER TZANEEN MUNICIPALITY	12/12/2024	13/12/2024	CORPORATE SERVICES

15.6 Quotations considered by Bid evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMUQ 46/2024	SUPPLY AND DELIVERY OF NON-CONTACT PHASE ROTATION METERS	13/11/2024	17/12/2024	Electrical Services
2.	SCMUQ 47/2024	SUPPLY AND DELIVERY OF PORTABLE HIGH VOLTAGE CURRENT CLAMP METER	13/11/2024	17/12/2024	Electrical Services
3.	SCMUQ 56/2024	PROCUREMENT OF CONFERENCE PACKAGE FOR ELECTRICAL STRATEGIC SESSION	02/12/2024	02/12/2024	Electrical Services

15.7 Bids considered by Bid specification committee. None

15.8 Quotations considered by Bid Specification committee. NONE

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15.9 Bids closed.

Bid No	Description	Closing date
SCMU 36/2024	PROVISION OF AN ELECTRONIC PERFORMANCE MANAGEMENT SYSTEM FOR GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	02/12/2024
SCMU 42/2024	COLLECTION AND TRANSPORTATION OF (G) WASTE IN REGION SOUTH: KERBSIDE COLLECTION IN NKOWANKOWA AND SUB-REGION BULK WASTE REMOVAL AREA OF GREATER TZANEEN MUNICIPALITY FOR PERIOD OF 3 YEARS	02/12/2024
SCMU 43/2024	SHORT-TERM INSURANCE PORTFOLIO FOR GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF THREE YEARS	02/12/2024
SCMU 38/2024	PROCUREMENT OF SERVICES FOR EMAIL, SECURITY, CONTINUITY AND ARCHIVING CLOUD SERVICES FOR PERIOD OF 36 MONTHS FOR GTM	02/12/2024
SCMU 39/2024	APOINTMENT OF SERVICE PROVIDERS FOR PROCUREMENT OF ICT EQUIPMENT FOR GTM FOR A PERIOD OF 36 MONTHS	02/12/2024
SCMU 40/2024	APPOINTMENT OF A SUITABLE SERVICE PROVIDER FOR THE RENTAL, MAINTENANCE, AND INSTALLATION OF VOIP TELECOMMUNICATI ON SYSTEM FOR GTM FOR A PERIOD OF 36 MONTHS	02/12/2024
SCMU 45/2024	PROPOSALS FOR THE SUPPLY, IMPLEMENTATION, MAINTAINANCE AND SUPPORT FOR GIS SYSTEM AT GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 12 MONTHS	05/12/2024
SCMU 53/2024	APPOINTMENT OF A SERVICE PROVIDER FOR THE SUPPLY, MAINTENANCE, AND SUPPORT OF A	05/12/2024

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	FULLY AUTOMATED NUMBERPLATE RECOGNITION TRAILER	
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15.10 Quotations closed.

Bid No	Description	Closing date
SCMUQ 56/2024	PROCUREMENT OF CONFERENCE PACKAGE FOR ELECTRICAL STRATEGIC SESSION	01/12/2024

15.11 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 27/2024	UPGRADING OF LENYENYE STREETS FROM GRAVEL TO PAVING	13/12/2024	23/12/2024	Awarded	Engineering Services
2.	SCMU 49/2024	STORMWATER MANAGEMENT AND REGRAVELLING OF PULANENG SCHOOL ROAD	22/11/2024	23/12/2024	Awarded	Engineering Services
3.	SCMU 50/2024	REHABILITATION OF TAMBO AND MASHAKENI STREETS IN NKOWANKOWA	22/11/2024	23/12/2024	Awarded	Engineering Services

15.12 Quotations Awarded By CFO.

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1.	SCMUQ 46/2024	SUPPLY AND DELIVERY OF NON-CONTACT PHASE ROTATION METERS	Electrical Services	13/11/2024	20/12/2024	Awarded

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2.	SCMUQ 47/2024	SUPPLY AND DELIVERY OF PORTABLE HIGH VOLTAGE CURRENT CLAMP METER	Electrical Services	13/11/2024	20/12/2024	Awarded
3.	SCMUQ 56/2024	PROCUREMENT OF CONFERENCE PACKAGE FOR ELECTRICAL STRATEGIC SESSION	Electrical Services	02/12/2024	03/12/2024	Awarded

15.13 Bids Awarded by Accounting Officer. None

15.14 Bids advertised. None

15.15 Quotations advertised. None

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 implemented on monthly basis to address findings raised by Auditor General. Additionally, the implementation of the plan is discussed at the management meeting for monitoring and to promote culture of accountability.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure				
Name of Suppliers	Department	Date	Cheque	Amount
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	18/07/2024	15/27291	R 49.30
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	31/07/2024	15/27356	R2 839.90

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CHIEF LICENCE OFFICER	COMMUNITY SERVICES	14/08/2024	15/26994	R1 922.40
ESKOM HOLDINGS SOC	ALL DEPARTMENTS	16/08/2024	15/27006	R1.59
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	23/08/2024	15/27181	R 4 907.30
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	27/09/2024	15/27948	R 17.40
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	30/10/2024	15/28750	R 234.50
Total				R9,972.39

There is no Fruitless and wasteful expenditure incurred during the month of December 2024.

18 IRREGULAR EXPENDITURE

18.1 Irregular Expenditure to Date per department

Irregular Expenditure to Date		
Department	Year	YTD Exp
MM	2024/2025	R0.00
Council	2024/2025	R0.00
Corporate Services	2024/2025	R1,455,188.79
Community Services	2024/2025	R13,189,918.07
Finance	2024/2025	R0.00
PED	2024/2025	R0.00
Electrical Services	2024/2025	R6,501,688.55

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Engineering Services	2024/2025	R5,967,323.95
TOTAL	2024/2025	R 27,114,119.36

There Irregular expenditure incurred during the month of December 2024 amounted to R1'664'191.03.

18.2 List of irregular expenditure attached as annexure C

Mr C.M Maeta

CHIEF FINANCIAL OFFICER

GLOSSARY OF ABBREVIATIONS

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

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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