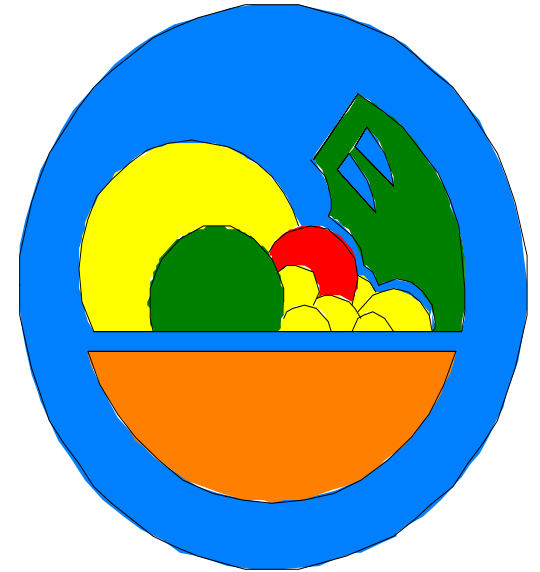




***GREATER TZANEEN
MUNICIPALITY***

***OCTOBER 2024/2025
FINANCIAL REPORT***



OCTOBER FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	October	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 611 368 942	1 611 368 942	127 031 087	484 973 751	30,10%	33,33%
Capital Expenditure	225 308 900	225 308 900	27 586 277	44 443 409	19,73%	33,33%
TOTAL EXPENDITURE	1 836 677 842	1 836 677 842	154 617 364	529 417 159	28,82%	33,33%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 30.10% of the budgeted operational expenditure, which is less than the 33.33% target budget. The Operational expenditure does not include water and sewer expenses.

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of October 2024 amounts to R 27 586 277.00 and the accumulated expenditure is R 44 443 409.00 the year-to-date percentage is 19.73%.

1.2 SALARIES

Description	Allocation	Adjustment Budget	October	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	447 513 509	447 513 509	37 007 441	134 092 378	29,96%	33,33%
TOTAL	447 513 509	447 513 509	37 007 441	134 092 378	29,96%	33,33%

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1.3 OVERTIME

Department	Allocation	October	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	29 157	2 449	56 868	195.04%	33.33%
Office of the Municipal Manager/Office of the Mayor#Administration	35 980	438	10 169	28.26%	33.33%
Office of the Municipal Manager/Strategic Support#Performance Management	53 345	58 409	99 591	186.69%	33.33%
Planning and Economic development					
Property Valuation	0			0.00%	33.33%
Strategic Town Planning	0			0.00%	33.33%
Tourism and LED: SME	0			0.00%	33.33%
Town Planning Administration	0			0.00%	33.33%
Budget and Treasury					
Budget and Treasury/Expenditure Management	452 022	96 340	604 197	133.67%	33.33%
Budget and Treasury/Financial Services and Reporting	166 826	8 991	223 175	133.78%	33.33%
Budget and Treasury/Revenue Management	319 356	41 485	247 017	77.35%	33.33%
Budget and Treasury/Stores	298 510	41 428	145 482	48.74%	33.33%
Budget and Treasury/Supply Chain Management	25 951	7 301	163 777	631.10%	33.33%
Corporate Services					
Corporate Services/CORPORATE SERVICES	80 143	6 567	39 207	48.92%	33.33%
Corporate Services/Employee Performance Management	1 996	0	0	0.00%	33.33%
Corporate Services/Human Resources	29 143	856	19 869	68.18%	33.33%

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Corporate Services/Media Communications	93 087	19 592	66 691	71.64%	33.33%
Corporate Services/Networking and Security	1 382	100	2 315	167.52%	33.33%
Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	133 909	96 317	223 487	166.89%	33.33%
Engineering Services					
Engineering Services/Building Control, Maintenance and Fleet Management	126 050	54 153	128 952	102.30%	33.33%
Engineering Services/Housing	211 945	55 080	201 298	94.98%	33.33%
Engineering Services/ROADS & STORMWATER MANAGEMENT	897 548	182 365	799 502	89.08%	33.33%
Community Services					
Community Services/Administration transport, safety, security	44 616	4 112	23 070	51.71%	33.33%
Community Services/Environmental Management	254 968	72 086	185 501	72.75%	33.33%
Community Services/Licensing	1 139 800	242 148	845 291	74.16%	33.33%
Community Services/Pollution Control	1 487 497	320 696	991 253	66.64%	33.33%
Community Services/Public Toilet Management	397 061	76 477	247 224	62.26%	33.33%
Community Services/Rural Waste Management	1 958 676	475 538	1 382 439	70.58%	33.33%
Community Services/Safety and Security	977 828	133 945	521 789	53.36%	33.33%
Community Services/Sports, Art and Culture	445 232	104 429	426 504	95.79%	33.33%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	444 728	26 981	107 683	24.21%	33.33%
Electrical Engineering/Electrical Planning and Projects	2 916 301	241 755	967 909	33.19%	33.33%
Electrical Engineering/Operations and Maintenance	3 229 801	314 494	1 266 959	39.23%	33.33%
Total	16 252 858	2 684 531	9 997 222	61.51%	33.33%

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The salary expenditure that includes social contributions represents 29.96% of the budgeted salary amount for the period under review. An amount of R 2 684 531 was paid for overtime for the month, the year-to-date is more than the 33.33% budget target.

1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	October	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	30 557 659	30 557 659	2 414 525	9 645 090	31,56%	33,33%
TOTAL	30 557 659	30 557 659	2 414 525	9 645 090	31,56%	33,33%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	October Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARE	551 492 000	551 492 000	0	229 788 000	41,67%
MIG	111 062 000	111 062 000	0	49 062 000	44,18%
FMG	2 000 000	2 000 000	0	2 000 000	100,00%
EPWP	5 011 000	5 011 000	0	1 252 000	24,99%
INEP	23 930 000	23 930 000	0	8 000 000	33,43%
EEDSM	5 000 000	5 000 000	0	0	0,00%
MDRG	10 261 000	10 261 000	0	0	0,00%
SETA	1 200 000	1 200 000	0	0	0,00%
TOTAL	709 956 000	709 956 000	0	290 102 000	40,86%

An amount of R290.1 million that represents 40.86% of grants was received up to date.

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3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	October Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
EQUITABLE SHARE	551 492 000	551 492 000		229 788 000	0	229 788 000	0,00%
MIG	111 062 000	111 062 000	4 942 795,00	49 062 000	32 057 984	17 004 016	0,00%
FMG	2 000 000	2 000 000	79 719,39	2 000 000	320 681	1 679 319	0,00%
EPWP	5 011 000	5 011 000	1 026 540,00	1 252 000	2 506 391	-1 254 391	0,00%
INEP	23 930 000	23 930 000	0	8 000 000		0	0,00%
EEDSM	5 000 000	5 000 000	0	0	0	0	0,00%
MDRG	10 261 000	10 261 000	0	0	0	0	0,00%
SETA	1 200 000	1 200 000	0	0	0	0	0,00%
TOTAL	709 956 000	709 956 000	6 049 054	290 102 000	34 885 056	255 216 944	12,03%

Municipal Disaster Recovery Grant

- The overspending on the grant is due to payment for rollover projects (Thako to Sefolwa and Mabushe School Roads)

The table above illustrate the expenditure on conditional grants, the municipality spent R 34 million of the YTD allocated funds of R63 million which represent 51.76%. 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	October Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	190 271 814	190 271 814	15 001 215	52 577 567	27,63%	33,33%
Electricity	920 783 599	920 783 599	70 959 147	346 417 008	37,62%	33,33%
Solid Waste	43 979 397	43 979 397	2 626 333	10 088 055	22,94%	33,33%
TOTALS	1 155 034 810	1 155 034 810	88 586 695	409 082 630	35,42%	33,33%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	October Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	190 271 814	190 271 814	9 158 182	52 577 567	32 944 861	62,66%	17,31%
Electricity	920 783 599	920 783 599	93 533 629	346 417 008	328 087 802	94,71%	35,63%
Solid Waste	43 979 397	43 979 397	1 697 215	10 088 055	6 854 603	67,95%	15,59%
TOTALS	1 155 034 810	1 155 034 810	104 389 027	409 082 630	367 887 266	89,93%	31,85%

However, Council must note that the 89.93% excludes Mopani services (water and sewer) plus other sundry income.

6. BANK BALANCE

Name of institution	Cash in the Bank on 31 October 2024
ABSA	R170,580,317.21

Council had a positive Bank Balance of R170,580,317.21 at the end of October 2024.

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7. BANK RECONCILIATION

Bank Statement balance	31-Jul-24
ABSA1260	-
ABSA4051	-
ABSA4222	11 886 893,29
ABSA3930	28 045 755,53
ABSA4237	157 888 594,76
ABSA4990	4 675 874,33
	<hr/>
	202 497 117,91
Outstanding BS entries	253 047 344,61
Reconciling items	
Outstanding Payments	-1 380,00
Outstanding Receipts	779 535,40
Cashbook Closing Balance	253 825 500,01
Cashbook Opening Balance	231 356 050,31
Withdrawals	-1 048 105 250,70
Deposits	1 273 071 818,31
	<hr/>
Cashbook Closing Balance	456 322 617,92
General Ledger Closing Balance	452 548 190,25
Difference	-3 774 427,67

- Differences is between processing month due to transactions moved from old year to new year

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8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 October 2024
ABSA	20-Dec-31	R 21 743 738.89
Standard Bank	16-Oct-25	R 27 709 022.39
TOTAL		R 49 452 761.28

- 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 27 709 022.39
- An investment of R 16 594 314 has been made with ABSA as a cession to repay a loan of R 90 million on maturity date.

8.2 SHORT TERM INVESTMENTS

Bank	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 October 2024.

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9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 6 loans with 3 different institutions.

ITEM NO	COMPANY NAME	TYPE OF LOAN	LOAN AMOUNT (PRINCIPAL DEBT RAISED AT INCEPTION)	DATE OF LOAN TAKEN	OPENING BALANCE 01 OCT 2024	OCT 2024		CLOSING BALANCE AS AT 31 OCT 2024
						CAPITAL	INTEREST	
1	DBSA	ANNUITY	41 000 000.00	01/11/2010	19 094 177.73	210 186.62	109 464.57	18 883 991.11
2	ABSA	ANNUITY	25 140 000.00	02/06/2011	6 241 538.09	-	-	6 241 538.09
3	STD BANK	10 yrs STOCK	30 000 000.00	31/11/2015	30 000 000.00	-	1 828 405.48	30 000 000.00
4	DBSA	R 40 Mil	40 000 000.00	01/10/2018	23 402 327.17	-	-	23 402 327.17
5	DBSA	R 20 Mil	20 000 000.00	01/10/2019	11 521 986.29	-	-	11 521 986.29
6	DBSA	R 30 Mil	30 000 000.00	01/10/2020	18 785 972.80	-	-	18 785 972.80
	TOTAL		186 140 000.00		109 046 002.07	210 186.62	1 937 870.05	108 835 815.45

Long-term loan expenditure paid for October 2024 is R 1 937 870.05

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10. CREDITORS AGE ANALYSIS

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

NO	SUPPLIER NAME	DESCRIPTION/ NATURE OF SERVICE	CHQ /GRN NUMBER/REF	Current	16-30 DAYS	30-60 DAYS	90 DAYS	120 DAYS	150 DAYS	TOTAL	REASON FOR DEVIATION/COMME NT
1.	LEBP CONSTRUCTION AND PROJECTS	CONTRACT PAYMENT	15/						130 500	130 500	Invoice paid (system error – transaction not cleared on invoice aging report)
2.	CTP	ORDER: MEDIA/ADVERTISING	15/27160 N/A			3 715				3 715	Order no longer valid
			TOTAL	0	0	3 715	0	0	130 500	134 215	

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

None.

11. REVENUE MANAGEMENT

11.1 RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS						Total
Age Analysis	Rates	Electricity	Refuse	Sewerage	Water	Rates & Serv.
Current	30 648 958	135 736 106	6 880 132	1 902 942	10 614 228	185 782 367
30 days	14 435 516	14 966 990	2 666 278	698 224	3 401 971	36 168 979
60 days	8 155 845	10 827 157	2 538 771	664 387	3 088 991	25 275 150
90 days	6 409 826	9 551 174	2 486 063	641 772	3 108 181	22 197 016
120 days	6 111 282	8 761 050	2 421 969	632 713	3 032 062	20 959 076
120 days plus	349 624 784	293 014 325	143 515 524	37 042 358	162 619 508	985 816 498
Balance	415 386 211	472 856 802	160 508 737	41 582 395	185 864 941	1 276 199 086

The outstanding rates and service charges is R 1.276 billion.

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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	6 581 961.00	2 172 938.00	1 913 353.00	1 143 789.00	35 766 234.00	47 578 275.00
BUSINESS	82 394 175.00	12 851 373.00	8 746 445.00	7 659 785.00	308 331 914.00	419 983 692.00
INDIVIDUALS	75 462 475.00	21 734 260.00	22 641 952.00	16 216 190.00	726 904 630.00	862 959 507.00
OTHER	14 663.00	9 248.00	13 131.00	6 009.00	108 390.00	151 441.00
BALANCE	164 453 274	36 767 819	33 314 881	25 025 773	1 071 111 168	1 330 672 915

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 Rate + Interest	18 132 992	9 158 182	8 974 810
Electricity	70 959 147	93 533 629	-22 574 482
Water	4 004 079	2 959 714	1 044 365
Sewerage	717 664	455 264	262 399
Refuse Removal	2 626 333	1 697 215	929 118
Sundry Charges	8 164 691	9 329 965	-1 165 274
TOTAL	104 604 906	117 133 970	-12 529 063

The R117 million is regarded as September Monthly revenue received on all services inclusive of other income.

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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-Oct-24	1 307 923 033,32	111 477 129,92	1 301 905 723,30	105%

13. CAPITAL PROJECTS

Project Name	Original Budget	Current Year Budget	Actual	% Spent
CFO-111_Purchase of critical office furniture	510 223.00	510 223.00	428 508.01	83.98%
Upgrading of Marirone to Motupa Street from gravel to paving	5 430 581.00	5 430 581.00	6 612 651.26	121.77%
ESD-45_Construction of New ablution block, offices and storage facility at Tzaneen testing grounds	-	1 200 000.00	876 010.00	0.00%
Bulamahlo Community Hall	3 724 000.00	3 724 000.00	1 854 632.23	49.80%
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	432 373.33	1.86%
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	539 523.73	3.83%
Paving of Thapane Street from gravel to paving	15 447 000.00	15 447 000.00	402 331.26	2.60%
Paving of Topanama Access Road	16 900 000.00	16 900 000.00	269 587.39	1.60%
Paving of Zangoma to Mariveni Road	25 134 717.00	25 134 717.00	18 004 384.80	71.63%
Construction of Pedestrian bridges (Maribethema and Petanenge)	6 000 000.00	6 000 000.00	-	0.00%

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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	-	0.00%
Purchase of office equipment	300 000.00	300 000.00	-	0.00%
SCADA Monitoring system	5 100 000.00	5 100 000.00	-	0.00%
11kV Waterbok to Selwane village MV line	7 539 000.00	7 539 000.00	-	0.00%
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	675 279.49	9.65%
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%
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%

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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%
New floor tiles, painting, security gates	700 000.00	700 000.00	-	0.00%
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	-	0.00%
Construction of New ablution block	1 500 000.00	1 500 000.00	-	0.00%
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	-	0.00%
Township Establishments(Tzaneen Ext 105,Portion 24 of Mohlaba's Location and Novengilla)	2 000 000.00	2 000 000.00	-	0.00%
New ablution block and change room	-	500 000.00	-	0.00%
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	65 899.00	2.20%
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	1 500 000.00	5 457 106.70	363.81%
Sebone School Road (Mokgolobotho Village) Phase 1	2 261 000.00	2 261 000.00	513 209.00	22.70%
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	-	0.00%

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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%
Restoration of Biometric Access Control	2 000 000.00	2 000 000.00	-	0.00%
Construction of Nkowankowa Cemetery Guardhouse	200 000	200 000.00	-	0.00%
Mopye Culvert Bridge	4 000 000	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	1 500 000.00	-	0.00%
Construction of Speed Humps	-	600 000.00	1 011 702.00	168.62%
ESD-44_Nkowankowa testing grounds	-	1 000 000.00	1 470 666.00	147.07%
ESD-53_New change rooms at Tzaneen Dam	-	577 340.00	740 199.02	128.21%
ESD-54_New sleeping quarters for electrical department	-	1 500 000.00	1 275 431.00	85.03%
ESD-57_New change rooms at Tzaneen plumbers workshop	-	500 000.00	498 330.29	99.67%
Tzaneen Waste water treatment works	-	500 000.00	452 876.00	90.58%
Maboshe High School Road (Tickyline Village)	-	2 331 288.00	1 135 690.00	48.72%
Pulaneng Primary School Road	4 000 000	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	1 500 000.00	-	0.00%
Thako to Sefolwe Road		3 543 643.00	1 721 020.00	0.00%
Total	225 308 900.00	237 561 171.00	44 443 408.51	19.73%

- 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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14. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	447 513 509	447 513 509	134 092 377,94	29,96%
Remuneration of councillors	30 557 659	30 557 659	9 645 090,43	31,56%
Debt impairment				0,00%
Depreciation & asset impairment	118 167 597	118 167 597	1 700,00	0,00%
Finance charges	16 084 886	16 084 886	9 972,39	0,06%
Bulk purchases - electricity	560 012 325	560 012 325	231 303 064,92	41,30%
Inventory consumed	87 745 382	87 745 382	21 150 660,92	24,10%
Contracted services	99 732 861	99 732 861	33 398 324,96	33,49%
Transfers and subsidies	49 029 048	49 029 048	12 271 192,38	25,03%
Operational costs	202 525 675	202 525 675	43 101 367,00	21,28%
Irrecoverable debts written off				0,00%
Total Expenditure	1 611 368 942	1 611 368 942	484 973 750,94	30,10%

The actual operational expenditure represents 30.10% of the budgeted operational expenditure, which is less than the 24.99% target budget.

15. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

15.1 As per attached ANNEXURE A

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15 Supply Chain Management

15.1 Deviation orders processed.

NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRPTION	REASON FOR DEVIATION	TOTAL AMOUNT
1.	0	0	0	0	0	0	0

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 33/2024	CONSTRUCTION OF 20KM 11KV LINE FROM WATERBOK TO SELWANE FOR GREATER TZANEEN MUNICIPALITY	23/09/2024	02/10/2024	ELECTRICAL SERVICES
2.	SCMU 34/2024	ELECTRIFICATION OF 227 HOUSEHOLDS AT AKANANI	23/09/2024	02/10/2014	ELECTRICAL SERVICES

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		VILLAGE PH2 FOR GREATER TZANEEN MUNICIPALITY			
3.	SCMU 35/2024	ELECTRIFICATION OF 82 HOUSEHOLDS AT RWANDA PH1 AND 100 HOUSEHOLDS AT MADLAKAZI PH2 FOR GREATER TZANEEN MUNICIPALITY	23/09/2024	02/10/2024	ELECTRICAL SERVICES

15.6 Quotations considered by Bid evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	0	0	0	0	0

15.7 Bids considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMU 38/2024	PROCUREMENT OF SERVICES FOR EMAIL,	01/10/2024	01/10/2024	Ms A Mokawane

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
		SECURITY, CONTINUITY AND ARCHIVING CLOUD SERVICES FOR PERIOD OF 36 MONTHS FOR GTM			
2.	SCMU 39/2024	APOINTMENT OF SERVICE PROVIDERS FOR PROCUREMENT OF ICT EQUIPMENT FOR GTM FOR A PERIOD OF 36 MONTHS	01/10/2024	01/10/2024	Ms A Mokawane
3.	SCMU 40/2024	APPOINTMENT OF A SUITABLE SERVICE PROVIDER FOR THE RENTAL, MAINTENANCE, AND INSTALLATION OF VOIP TELECOMMUNICATION SYSTEM FOR GTM FOR A PERIOD OF 36 MONTHS	01/10/2024	01/10/2024	Ms A Mokawane
4.	SCMU 43/2024	SHORT-TERM INSURANCE PORTFOLIO FOR GREATER TZANEEN MUNICIPALITY FOR A	04/10/2024	04/10/2024	Mr A Mathebula

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
		PERIOD OF THREE YEARS			
5.	SCMU 41/2024	PROVISION LEASING OF OFFICE SPACE AND PARKING FACILITIES FOR GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF THREE YEARS	02/10/2024	02/10/2024	Mr M Nkwini
6.	SCMU 45/2024	PROPOSALS FOR THE SUPPLY, IMPLEMENTATION, MAINTAINANCE AND SUPPORT FOR GIS SYSTEM FOR PLANNING AND CAPTURING OF IDP PROJECTS AND DIGITIZATION OF HISTORICAL BUILDING PLAN RECORDS USING DIGITAL SPATIAL SYSTEM WITH ONLINE AND PORTAL CAPABILITIES.	21/10/2024	21/10/2024	Mr C Nukeri
7.	SCMU 44/2024	REQUEST FOR PROPOSALS DEVELOPMENT OF MUNICIPAL-OWNED PROPERTY: 2994, 2995,	21/10/2024	21/10/2024	Mr C Nukeri

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
		2996, 2997, 2998 AND 2999 EXTENSION 54, AQUA AVENUE			
8.	SCMU 22/2024 (Re-Advert)	REFURBISHMENT OF 20X6M3 SKIP BINS IN GREATER TZANEEN MUNICIPALITY	28/10/2024	28/10/2024	Ms M Machumele
9.	SCMU: 46/2024	APPOINTMENT OF A SERVICE PROVIDER FOR IDP STRATEGIC PLANNING SESSION CONFERENCE VENUE AND ACCOMODATION FOR 150 PEOPLE	30/10/2024	30/10/2024	Mr H Mkhari

15.8 Quotations considered by specification bid committee. **NONE**

15.9 Bids closed. **NONE**

15.10 Quotations closed.

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Bid No	Description	Closing date
SCMUQ 12/2024	APPOINTMENT OF SERVICE PROVIDER FOR THE PROCUREMENT OF BACKUP SOFTWARE RENEWAL FOR 12 MONTHS	09/10/2024
SCMUQ 29/2024	SERVICE PROVIDER TO FACILITATE REPORT WRITING TRAINING	09/10/2024
SCMUQ 30/2024	SERVICE PROVIDER TO FACILITATE CUSTOMER CARE TRAINING	09/10/2024
SCMUQ 32/2024	SERVICE PROVIDER TO FACILITATE SUPERVISORY TRAINING	09/10/2024
SCMUQ 33/2024	SERVICE PROVIDER TO FACILITATE ADVANCED EXCEL TRAINING	09/10/2024
SCMUQ 34/2024	SERVICE PROVIDER TO FACILITATE OPERATIONAL MONITORING AND ANALYSIS OF WATER AND WASTE TRAINING	09/10/2024
SCMUQ 35/2024	PROCUREMENT OF BULK FILERS (13 BAYS) FOR RECORDS FILERS	09/10/2024

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SCMUQ 36/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE PEST AND WEED CONTROL TRAINING	09/10/2024
SCMUQ 37/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE RECORD MANAGEMENT TRAINING	09/10/2024
SCMUQ 38/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE PROJECT MANAGEMENT TRAINING	09/10/2024
SCMUQ 18/2024	SUPPLY AND DELIVERY OF 1 X BUTTERFLY CANOPY WITH RACK AND 1 X PML (PEDESTAL MOUNTED LADDER)	24/10/2024

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 21/2024	UPGRADING OF THAPANE STREET FROM GRAVEL TP PAVING	08/07/2024	03/10/2024	Awarded	ENGINEERING SERVICES
2.	SCMU 25/2024	CONSTRUCTION OF PEDESTRIAN BRIDGE AT TLHABINE VILLAGE	05/08/2024	03/10/2024	Awarded	ENGINEERING SERVICES

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3.	SCMU 26/2024	CONSTRUCTION OF PETANENGE PEDESTRIAN BRIDGE	05/08/2024	03/10/2024	Awarded	ENGINEERING SERVICES
4.	SCMU 33/2024	CONSTRUCTION OF 20KM 11KV LINE FROM WATERBOK TO SELWANE FOR GREATER TZANEEN MUNICIPALITY	23/09/2024	16/10/2024	Awarded	ELECTRICAL SERVICES
5.	SCMU 34/2024	ELECTRIFICATION OF 227 HOUSEHOLDS AT AKANANI VILLAGE PH2 FOR GREATER TZANEEN MUNICIPALITY	23/09/2024	16/10/2024	Awarded	ELECTRICAL SERVICES
6.	SCMU 35/2024	ELECTRIFICATION OF 82 HOUSEHOLDS AT RWANDA PH1 AND 100 HOUSEHOLDS AT MADLAKAZI PH2 FOR GREATER TZANEEN MUNICIPALITY	23/09/2024	13/10/2024	Awarded	ELECTRICAL SERVICES

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15.12 Quotations Awarded By CFO.

No	Bid number	Description	User Dept.	Date of award	status
1.	0	0	0	0	0

15.13 Bids Awarded by Accounting Officer

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1.	SCMU 15/2024	APPOINTMENT OF A POOL OF SERVICE PROVIDERS FOR MACHINERY AND EQUIPMENT HIRE IN THE GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	ENGINEERING SERVICES	01/07/2024	04/10/2024	Awarded
2.	SCMU 16/2024	UPGRADING OF TOPANAMA STREET FROM GRAVEL TO TAR	ENGINEERING SERVICES	01/07/2024	07/10/2024	Awarded
3.	SCMU 21/2024	UPGRADING OF THAPANE STREET FROM GRAVEL TO TAR	ENGINEERING SERVICES	08/07/2024	07/10/2024	Awarded

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4.	SCMU 25/2024	CONSTRUCTION OF PEDESTRIAN BRIDGE AT TLHABINE VILLAGE	ENGINEERING SERVICES	05/08/2024	07/10/2024	Awarded
5.	SCMU 26/2024	CONSTRUCTION OF PETANENGE PEDESTRIAN BRIDGE	ENGINEERING SERVICES	05/08/2024	04/10/2014	Awarded
6.	SCMU 33/2024	P CONSTRUCTION OF 20KM 11KV LINE FROM WATERBOK TO SELWANE FOR GREATER TZANEEN MUNICIPALITY	ELECTRICAL SERVICES	23/09/2024	21/10/2024	Awarded
7.	SCMU 34/2024	ELECTRIFICATION OF 227 HOUSEHOLDS AT AKANANI VILLAGE PH2 FOR GREATER TZANEEN MUNICIPALITY	ELECTRICAL SERVICES	23/09/2024	24/10/2024	Awarded
8.	SCMU 35/2024	ELECTRIFICATION OF 82 HOUSEHOLDS AT RWANDA PH1 AND 100 HOUSEHOLDS AT MADLAKAZI PH2 FOR GREATER TZANEEN MUNICIPALITY	ELECTRICAL SERVICES	23/09/2024	18/10/2024	Awarded

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15.14 Bids advertised.

Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
1.	0	0	0	0	0	0	0	0

15.15 Quotations advertised.

Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
SCMUQ 12/2024	APPOINTMENT OF SERVICE PROVIDER FOR THE PROCUREMENT OF BACKUP SOFTWARE RENEWAL FOR 12 MONTHS	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 29/2024	SERVICE PROVIDER TO FACILITATE REPORT WRITING TRAINING	Yes	Yes	No	No	No	No	02/10/2024

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SCMUQ 30/2024	SERVICE PROVIDER TO FACILITATE CUSTOMER CARE TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 32/2024	SERVICE PROVIDER TO FACILITATE SUPERVISORY TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 33/2024	SERVICE PROVIDER TO FACILITATE ADVANCED EXCEL TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 34/2024	SERVICE PROVIDER TO FACILITATE OPERATIONAL MONITORING AND ANALYSIS OF WATER AND WASTE TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 35/2024	PROCUREMENT OF BULK FILERS (13 BAYS) FOR RECORDS FILERS	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 36/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE PEST AND WEED CONTROL TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 37/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE RECORD	Yes	Yes	No	No	No	No	02/10/2024

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	MANAGEMENT TRAINING							
SCMUQ 38/2024	ACCREDITED SERVICE PROVIDER TO FACILITATE PROJECT MANAGEMENT TRAINING	Yes	Yes	No	No	No	No	02/10/2024
SCMUQ 18/2024	SUPPLY AND DELIVERY OF 1 X BUTTERFLY CANOPY WITH RACK AND 1 X PML (PEDESTAL MOUNTED LADDER)	Yes	Yes	No	No	No	No	16/10/2024
SCMUQ 40/2024	PROCUREMENT OF BULK FILERS (13 BAYS) FOR RECORDS FILES	Yes	Yes	No	No	No	No	24/10/2024
SCMUQ 44/2024	PROCUREMENT OF FLOODLIGHT FOR HIGH MAST LIGHTING APPLICATION	Yes	Yes	No	No	No	No	24/10/2024

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.

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17 FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure				
Name of Suppliers	Department	Date	Cheque Number	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
CHIEF LICENCE OFFICER	COMMUNITY SERVICES	14/08/2024	15/26994	R1 922.40
ESKOM HOLDINGS SOC LTD	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

The Fruitless and wasteful expenditure incurred during the month of October 2024 amounted to R 9 972.39.

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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	R903,309.48
Community Services	2024/2025	R11,856,431.08
Finance	2024/2025	R0.00
PED	2024/2025	R0.00
Electrical Services	2024/2025	R5,998,823.34
Engineering Services	2024/2025	R5,152,291.15
TOTAL	2024/2025	R 23,910,855.05

The Irregular expenditure incurred during the month of October 2024 amounted to R 23,910,855.05

18.2 List of irregular expenditure: Annexure C

Mr C.M Maeta

CHIEF FINANCIAL OFFICER

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GLOSSARY OF ABBREVIATIONS

Abbreviation	Description
BAC	Bid Adjudication Committee
BEC	Bid Evaluation Committee
UD	User Department
CS	Corporate Services
CFO	Chief Financial Officer
SCMU	Supply Chain Management Unit
BSC	Bid Specification Committee
CK	Company Registration
MFMA	Municipal Finance Management Act
SCMP	Supply Chain Management Policy
G.T.M	Greater Tzaneen Municipality
NT	National Treasury
BO	Buy Order
RF	Requisition Form
BF	Bid File
CIDB	Construction Industry Development Board
SP	Service Provider
MM/AC	Municipal Manager/Accounting Officer
BCM	Bid Committee Member
TCC	Tax Clearance Certificate