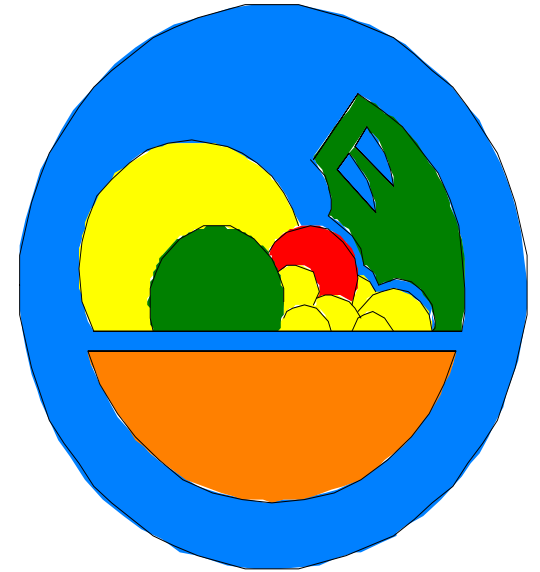




***GREATER TZANEEN
MUNICIPALITY***

***AUGUST 2026/2027
FINANCIAL REPORT***



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	2 106 030 478	2 106 030 478	66 745 716	237 570 337	11.28%	8.33%
Capital Expenditure	308 346 150	313 538 990	16 693 772	27 490 122	8.92%	8.33%
TOTAL EXPENDITURE	2 414 376 628	2 419 569 468	83 439 488	265 060 459	10.95%	8.33%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 11.28 %, which is relative to the budgeted operational expenditure. The Operational expenditure does not include water and sewer expenses. The variance is because of various factors among others include savings realised through effective cost containment measures and prioritisation of essential services and fiscal discipline.

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of July 2026 amounts to R 16 693 772 which represent 8.92%.

1.2 SALARIES

Description	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	550 136 184	550 136 184	40 975 712	83 617 675	15.20%	8.33%
TOTAL	550 136 184	550 136 184	40 975 712	83 617 675	15.20%	8.33%

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1.3 OVERTIME

Department	Allocation	August	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	103 809	83 098	83 098	80.05%	100.00%
Office of the Municipal Manager/Office of the Mayor#Administration	43 586	8 826	8 826	20.25%	100.00%
Office of the Municipal Manager/Office of the Municipal Manager#Administration	20 396	0	0	0.00%	100.00%
Office of the Municipal Manager/Strategic Support#Performance Management	72 859	0	0	0.00%	100.00%
Planning and Economic development					
Property Valuation		0	0	0.00%	100.00%
Strategic Town Planning		0	0	0.00%	100.00%
Tourism and LED: SME	9 158	0	0	0.00%	100.00%
Town Planning Administration		0	0	0.00%	100.00%
Budget and Treasury					
Budget and Treasury/Administration Finance	2 740	0	0	0.00%	100.00%
Budget and Treasury/Expenditure Management	603 927	158 147	213 105	35.29%	100.00%
Budget and Treasury/Financial Services and Reporting	301 256	98 931	101 738	33.77%	100.00%
Budget and Treasury/Revenue Management	355 348	55 790	114 230	32.15%	100.00%
Budget and Treasury/Stores	257 176	18 401	45 268	17.60%	100.00%
Budget and Treasury/Supply Chain Management	164 820	31 277	58 691	35.61%	100.00%
Corporate Services					
Corporate Services/CORPORATE SERVICES	436 718	55 470	121 322	27.78%	100.00%
Corporate Services/Employee Performance Management		0	0	0.00%	100.00%
Corporate Services/Human Resources	102 244	37 254	71 863	70.29%	100.00%
Corporate Services/Media Communications	281 873	24 767	74 543	26.45%	100.00%
Corporate Services/Networking and Security	50 486	0	0	0.00%	100.00%
Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	225 516	9 544	64 960	28.80%	100.00%
Engineering Services					
Engineering Services/Building Control, Maintenance and Fleet Management	265 024	69 923	142 530	53.78%	100.00%

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Engineering Services/Housing		14 366	14 366		
Engineering Services/ROADS & STORMWATER MANAGEMENT	1 422 531	290 167	531 038	37.33%	100.00%
Community Services					
Community Services/Administration transport, safety, security	2 964	0	0	0.00%	100.00%
Community Services/Environmental Management	0	3 194	4 792	0.00%	100.00%
Community Services/Libraries		0	0		
Community Services/Licensing	1 386 653	224 449	430 735	31.06%	100.00%
Community Services/Pollution Control	1 840 798	225 946	489 542	26.59%	100.00%
Community Services/Public Toilet Management	506 147	58 117	127 223	25.14%	100.00%
Community Services/Rural Waste Management	2 780 240	348 975	734 484	26.42%	100.00%
Community Services/Safety and Security	812 197	117 098	244 505	30.10%	100.00%
Community Services/Sports, Art and Culture	916 572	172 422	351 574	38.36%	100.00%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	260 599	8 744	24 288	9.32%	100.00%
Electrical Engineering/Electrical Planning and Projects	1 801 770	98 441	277 940	15.43%	100.00%
Electrical Engineering/Operations and Maintenance	3 201 282	240 523	585 270	18.28%	100.00%
Total	18 228 689	2 453 869	4 915 929	26.97%	100.00%

The salary cost including social contributions represents 15.20% of the budget. An amount of R 2 453 869 was paid for overtime for the month. The municipality is embarking on a process of introducing shift system, which will assist to minimise high overtime and expedite service delivery. The overtime form has been amended to include provision of available budget prior to approval; this will assist to monitor overtime budget on regularly basis.

1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	August	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	33 613 293	33 613 293	2 622 348	5 256 215	15.64%	8.33%
TOTAL	33 613 293	33 613 293	2 622 348	5 256 215	15.64%	8.33%

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2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	Rollover	August Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARE	549 512 000	549 512 000			228 963 000	41,67%
MIG	118 817 000	118 817 000			32 412 000	27,28%
FMG	2 100 000	2 100 000		2 100 000	2 100 000	100,00%
EPWP	5 211 000	5 211 000		1 303 000	1 303 000	25,00%
INEP	28 141 000	28 141 000			10 526 000	37,40%
TOTAL	703 781 000	703 781 000		3 403 000	42 938 000	6,10%

3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Rollover	August Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
MIG	118 817 000		4 969 682	32 412 000	10 196 474	22 215 526	31,46%
FMG	2 100 000		53 100	2 100 000	119 943	1 980 057	5,71%
EPWP	5 211 000		1 267 635	1 303 000	1 953 177	- 650 177	149,90%
INEP	28 141 000		1 124 579	10 526 000	1 124 579	9 401 421	10,68%
TOTAL	154 269 000		7 414 996	42 938 000	13 394 173	32 946 827	31,19%

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	August Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	223 106 488	223 106 488	16 776 469	36 320 417	16.28%	8.33%
Electricity	1 307 615 196	1 307 615 196	124 503 218	230 388 238	17.62%	8.33%
Solid Waste	48 980 000	48 980 000	3 747 168	8 129 958	16.60%	8.33%
TOTALS	1 579 701 684	1 579 701 684	145 026 855	274 838 612	17.40%	8.33%

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	223 106 488	223 106 488	11 740 647	36 320 417	22 115 691	60.89%	9.91%
Electricity	1 307 615 196	1 307 615 196	97 409 640	230 388 238	171 990 626	74.65%	13.15%
Solid Waste	48 980 000	48 980 000	2 245 219	8 129 958	4 674 079	57.49%	9.54%
TOTALS	1 579 701 684	1 579 701 684	111 395 506	274 838 612	198 780 396	72.33%	12.58%

However, Council must note that the 72.33% excludes Mopani services (water and sewer) plus other sundry income.

6. BANK BALANCE

Name of institution	Cash in the Bank on 31 August 2026
ABSA	R425 096 904.76

Council had a positive Bank Balance of R425 096 904.76 at the end of August 2026

7. BANK RECONCILIATION

In progress

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8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 August 2026
ABSA	26 June 2026	R 24 302 839,91
TOTAL		R 24 302 839,91

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

8.2 SHORT TERM INVESTMENTS

The municipality had no short-term investments at the end of the August 2026

9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 5 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE	Aug-26		Closing Balance
					Capital	Interest	
DBSA	ANNUITY	01/11/2010	31/10/2030	14 137 201	238 604	81 047	13 898 596
DBSA R40m	ANNUITY	01/10/2018	30/09/2028	14 396 721	Nil	Nil	14 396 721
DBSA R20m	ANNUITY	01/10/2018	30/09/2028	7 041 146	Nil	Nil	7 041 146
DBSA R30m (New)	ANNUITY	01/10/2018	30/09/2028	11 490 946	Nil	Nil	11 490 946
TOTAL				47 066 014	238 604	81 047	46 827 409

Long-term loan expenditure paid for August 2026 is R81 047.00

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10. CREDITORS AGE ANALYSIS

Creditors are paid within 30 days

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	31 639 806.14	158 737 399.91	7 436 145.82	2 901 739.85	14 299 839.52	- 13 534 584.95	201 480 346.29
30 days	11 153 596.59	25 415 159.61	3 033 261.40	702 160.54	3 776 499.94	1 377 383.40	45 458 061.48
60 days	8 258 224.51	14 729 628.71	2 347 938.05	537 104.31	3 030 687.61	1 299 896.43	30 203 479.62
90 days	10 294 466.59	15 157 002.47	2 870 689.58	621 422.60	3 425 285.29	1 038 384.11	33 407 250.64
120 days	9 864 170.54	13 960 421.51	2 801 016.40	597 293.79	3 188 452.09	1 071 216.55	31 482 570.88
120 days plus	463 791 313.51	426 617 820.04	185 659 861.28	38 536 729.09	195 606 741.04	62 366 596.38	1 372 579 061.34
Balance	535 001 577.88	654 617 432.25	204 148 912.53	43 896 450.18	223 327 505.49	53 618 891.92	1 714 610 770.25

The outstanding rates and service charges, includes Sundry Debtors of R 53 million.

The amount disclosed on Sundry Debtors current of negative R 13 million represents Sundry Debtors in credit, or advance payments.

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

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

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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	15 469 006.00	4 978 989.00	4 016 765.00	4 565 236.00	159 155 796.00	188 185 792.00
BUSINESS	119 015 942.00	19 725 673.00	9 717 416.00	10 194 504.00	311 253 327.00	469 906 862.00
INDIVIDUALS	84 700 034.00	20 750 217.00	16 467 314.00	18 645 186.00	915 830 535.25	1 056 393 286.25
OTHER	45 208.00	3 184.00	2 197.00	2 537.00	71 704.00	124 830.00
BALANCE	219 230 190.00	45 458 063.00	30 203 692.00	33 407 463.00	1 386 311 362.25	1 714 610 770.25

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

The number of indigents registered and verified, amounts to 22126

11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rate + Interest	16 776 469	11 740 647	5 035 822
Electricity	120 792 045	97 409 640	23 382 405
Water	4 658 664	2 789 421	1 869 243
Sewerage	1 085 939	620 666	465 273
Refuse Removal	2 782 833	2 245 219	537 614
Sundry Charges	8 459 419	9 469 845	-1 010 427
TOTAL	154 555 369	124 275 438	30 279 930

The R124 million is regarded as August 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 August 2026	1 677 456 363.02	161 019 819.34	1 714 610 770.25	77%

12. CAPITAL PROJECTS

ProjectName	CurrentYearBudget	Actual	% Spend	Progress
3453 CFO-111_Purchase of critical office furniture	1 000 000.00	851 099.00	85%	
3547 ESD-85_Upgrading of civic centre building	3 000 000.00	-	0%	
6264 Connections (Consumer Contribution)	10 000 000.00	-	0%	
6293 Upgrading of Access Street at Lenyenye from gravel to paving	3 500 000.00	-	0%	3.4km of paving is complete and the contractor is busy with the backfilling and cleaning of the site.
6318 Rebuilding of Hotel / Stanford Lake College 11 kV line (5 km)	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.
6331 Runnymede Sport Facility Phase 2	12 000 000.00	3 865 693.29	32%	
6334 Skirving and Peace Streets replacement of old switchgear with safe technologies	500 000.00	-	0%	
6346 Streets in Letsitele	2 000 000.00	-	0%	
6406 G.I.S(Procurement of equipment)	1 500 000.00	1 204 371.05	80%	The following Arcgis enterprise parckage procured:1. ArcGIS Enterprise standard up to floor core perpetual licence
6482 SCADA Monitoring system	10 000 000.00	-	0%	Contractor appointed. Busy with installation of RTUs at various Substations.
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%	Project in Planning Phase. No appointments made.
8447 EED-105_Rebuild 66 kV wooden line from Tarentaalrand Main to Tzaneen (20km) in Phases	7 000 000.00	2 536 739.15	36%	Construction in progress. Busy with structure foundations

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8452 EED-113_Installation of STATS meters Tzaneen Main_ Letsitele Main_ Western Sub_ Rubbervale & 33/11kV Substation in Phases	900 000.00	-	0%	
8454 EED-115_Refurbishment of protection systems and panels in Tarentaal rand	4 300 000.00	-	0%	Contractor Appointed. Drawings submitted and reviewed. busy with manufacturing of panels.
8456 EED-117_Refurbishment of protection systems and panels in Letsitele Main	3 500 000.00	-	0%	Project in Planning Phase. No appointments made.
8462 EED-123_Replacement of 66Kv Isolators at Letsitele Main Substations in phases	1 000 000.00	-	0%	Contractor Appointed. Awaiting Long Lead Material
8467 EED-129_Replacement of old metering boxes and meters	3 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8477 EED-141_Upgrading of Politsi Substation to 5MVA	3 000 000.00	-	0%	
8483 EED-150_Rebuilding of Letsitele Valley/Bindzulani 11 kv line (5km)	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8485 EED-153_Rebuilding of Tarentaalrand/Deerpark 11 kv line (5km)	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8499 ESD-18_Tzaneen Ext. 13 internal streets	6 500 000.00	-	0%	We are in the process of appointing the contractor
8531 ESD-65_Concrete palisade fence at Lenyenye cemetery	1 500 000.00	-	0%	
8560 Township Establishments	4 000 000.00	295 652.18	7%	1. Mahlori Development planners have submitted the application for it to go to the MPT. The project is at 60%. 2. Spatial dynamics is waiting for environmental authorization to submit an application for MPT sitting. The project is at 45%
8564 Electrical Infrastructure Fencing	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8579 Electrical Capital Tools	500 000.00	-	0%	Project in Planning Phase. No appointments made.
8580 Purchase of IT Equipment	5 000 000.00	-	0%	
8629 Installation of Rooftop Solar PV Municipal Main Building	1 500 000.00	-	0%	Project in Planning Phase. No appointments made.
8651 Rebuilding of The Pleins T-off _ R10 11 kv line (6km)	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.

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8721 Paving of Khetoni Access Street	27 067 833.00	1 092 236.80	4%	90% of contractual obligations are submitted and waiting for the contractor to submit the outstanding contractual obligation.
8796 Arc protection fo all indoor switchingg station (Tzaneen main)	1 000 000.00	-	0%	Contractor Appointed. Awaiting Long Lead Material
8797 Bush cutters_ blower_ woodchipper	500 000.00	-	0%	Project delayed after the service provider delivered incomplete item. The supplier committed to supplying correct item. Payment was processed for the other items that were delivered complete and now everything is correctly delivered, claim submitted.
8800 Concrete palisade fence at Nkowankowa Cemetery	1 500 000.00	-	0%	
8802 Construction of communal drop-offs	800 000.00	-	0%	
8803 CSD: Beautification of all Tzaneen Entrances (Welcome to Tzaneen)	800 000.00	-	0%	Project Could not be completed within planned time frame due to delays in obtaining approval from SANRAL . The approval process affected implementation schedule resulting in project remaining incomplete by 15 June 2026. Now is complete and claim submitted
8806 Extension of civic centre building	760 000.00	652 173.91	86%	
8807 Extension of Parks Ablution	500 000.00	-	0%	
8815 Kitchen at Parks workstation in Tzaneen	500 000.00	-	0%	
8816 Lenyenye Stadium Rehabilitation	5 000 000.00	261 800.00	5%	In the process of appointing the contractor
8824 Rebuilding Eiland 33kV Line (5.5km)	2 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8825 Rebuilding Rubbervale 33kV Line (5.5km)	2 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8826 Rebuilding Letaba 33kV Line (5.5km)	2 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8831 Refurbishment of the Nkowankowa drop-off.	750 000.00	-	0%	
8841 Swimming pool upgrade	1 400 000.00	-	0%	
8845 Upgrading of Access Street from Serutung to Malengenge from Gravel to Paving	35 104 388.00	-	0%	Contractor currently completes 5.7km earthworks, 5km roadbed, 4km of selected layer, 3.9km stabilization and 0.3km paved. Contractor is progressing well.

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8849 Upgrading of Middlekop Substation from 2MVA to 5MVA	1 000 000.00	-	0%	Project in Planning Phase. No appointments made.
8850 Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving	20 864 652.00	-	0%	The contractor currently completed 2.6km earthworks, 2.0km roadbed, selected layer 0.8km and 1.8km stormwater drains. Contractor is progressing well.
8854 Extension of Cement Store at Stores Tzaneen for redundant assets	1 000 000.00	-	0%	
12869 Upgrading of Access Streets from Serututung to tickyline from Gravel to Paving	21 339 277.00	1 416 321.19	7%	90% of contractual obligations are submitted and waiting for the contractor to submit the outstanding contractual obligation.
12876 Rehabilitation of Streets in Lenyenye	4 000 000.00	3 474 577.34	87%	Project is complete.
12877 Purchase of Mini Bus	1 500 000.00	-	0%	
12880 Mavele Cemetry Road Culvert Bridge	4 090 000.00	1 276 245.45	31%	
12898 11kv Cable Frank May And Rooibos Street	1 500 000.00	-	0%	
12899 Access road to western substation	1 000 000.00	-	0%	
12900 Agatha Internal Roads construction and parking lots	2 400 000.00	-	0%	
12901 Blue lights and Sirens for all Traffic Officer Vehicles?	400 000.00	-	0%	Request was submitted to Supply Chain and waiting for Specifications Committee
12903 Concrete verges	800 000.00	-	0%	
12909 Establishment of Rural Community Parks	400 000.00	-	0%	
12910 Fixed installation for rotation for speed and red-light camera	800 000.00	-	0%	
12911 Grass cutting machines	800 000.00	-	0%	
12914 Haenertsburg Internal Streets (Rissik and Rush)	2 000 000.00	-	0%	
12917 Installation of Water Storage Tanks in Civic Center	500 000.00	-	0%	
12918 Lenyenye Internal Streets (Lesedi)	2 500 000.00	-	0%	
12920 Maribathema Pedestrian crossing bridge	2 000 000.00	-	0%	
12922 Mogapeng Ring Road	1 000 000.00	-	0%	
12923 Municipal Branding & Signage Upgrade Programme	1 200 000.00	-	0%	
12924 Municipal Website & Mobile App Upgrade	200 000.00	-	0%	

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12925 Nkowankowa Clubhouse	500 000.00	-	0%	
12926 Nkowankowa Internal Streets (Mariveni)	2 500 000.00	-	0%	
12929 Outdoor furniture for Parks	500 000.00	-	0%	
12931 Purchase of 6m skip bins	700 000.00	-	0%	
12932 Purchase of archive containers for Records Management Office	700 000.00	-	0%	
12933 Purchase of Electricity Meter Boxes	500 000.00	-	0%	Project in Planning Phase. No appointments made.
12934 Purchase of Municipal Tow truck	1 500 000.00	-	0%	Request was submitted to Supply Chain and waiting for Specifications Committee
12935 R71/R36 Intersection Street Lights	1 500 000.00	-	0%	
12939 Refurbishment of 6m skip bins	600 000.00	-	0%	
12940 Re-grassing of Nkowankowa stadium and refurbishment of soccer pitch	900 000.00	-	0%	
12941 Replacement of 33kV isolators at Tzaneen main	800 000.00	-	0%	
12942 Rmu's (Koelkamer_Antimony_Adshade_Lotzaba)	500 000.00	-	0%	
12943 SCADA Building	5 000 000.00	1 834 411.74	37%	
12944 Security Burglar ground floor Main Building	300 000.00	-	0%	
12946 Supply and Installation of 15 High Mast	10 500 000.00	-	0%	Project in Planning Phase. No appointments made.
12947 Tarentaal 60MVA Transformer 2 Replacement	20 000 000.00	-	0%	
12950 Tzaneen Entrance	800 000.00	-	0%	
12951 Tzaneen Internal Streets (Agatha Street_Agatha Road_Koede and Van Velden)	10 000 000.00	-	0%	We are in the process of appointing the contractor
12955 Upgrading of existing Filing Cabinet at Records Office	170 000.00	-	0%	
12956 Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving_Own Funding	2 000 000.00	-	0%	
15160 Upgrading of access street from Thako Sefolwe to Kherobeni	2 500 000.00	-	0%	
15162 Upgrading of Mokgolobotho access street from Malakia graveyard, Sebone school to R36	2 500 000.00	-	0%	

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15168 Msiphane Taxi Road Culvert Bridges	6 446 643.00	708 975.50	11%	The contractor has completed box cutting, and rockfill. The project is at 28%.
15169 Repair of Gavaza Graveyard Road	4 894 000.00	-	0%	Works completed to date include pavement layers, with works on-going including 80mm interlocking paving bricks and kerbing. The project is at 60%.
15170 Mugwazeni Culvert Bridge	2 000 000.00	-	0%	
Total	322 986 793.00	19 470 296.60	6%	

13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum Expenditure	% Spent
Employee related costs	550 136 184	550 136 184	83 617 675	15.20%
Remuneration of councillors	33 613 293	33 613 293	5 256 215	15.64%
Debt impairment				0.00%
Depreciation & asset impairment	125 251 665	125 251 665		0.00%
Finance charges	8 834 348	8 834 348		0.00%
Bulk purchases - electricity	842 890 312	842 890 312	91 120 845	10.81%
Inventory consumed	134 279 985	134 279 985	13 861 731	10.32%
Contracted services	140 610 477	140 610 477	19 638 924	13.97%
Transfers and subsidies	44 337 000	44 337 000	3 929 859	8.86%
Operational costs	226 077 214	226 077 214	20 145 089	8.91%
Irrecoverable debts written off				0.00%
Total Expenditure	2 106 030 478	2 106 030 478	237 570 339	11.28%

The actual operational expenditure represents 11.28% of the budgeted operational expenditure and the expenditure for debt impairment will be determined at the reporting period.

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14. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

14.1 As per attached ANNEXURE A

15 Supply Chain Management

15.1 Deviation orders processed. None

15.2 Variation order. None

15.3 Orders processed: ATTACHED AS ANNEXURE B

15.4 Cancelled Orders. NONE

15.5 Bids considered by Bid evaluation committee.

15.6 Bids considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1	SCMU 26/2026	REPLACEMENT OF 60MVA 132/66/33kV TRANSFORMER NO.2 AT TARENTAALRAND SUBSTATION.	04/08/2026	04/08/2026	Mr B.M Sengwayo
2	SCMU 27/2026	APPOINTMENT OF A SERVICE PROVIDER FOR REVIEW AND DEVELOPMENT OF THE DISASTER MANAGEMENT PLAN FROM LEVEL 1 TO LEVEL 2	25/08/2026	25/08/2026	Mr B Ntloana
3	SCMU 28/2026	APPOINTMENT OF AN ADDITIONAL PANEL OF INTERPRETERS FOR DISCIPLINARY HEARINGS FOR THE PERIOD OF 36 MONTHS AT GREATER TZANEEN MUNICIPALITY	28/08/2026	28/08/2026	Mr T Selowa
4	SCMU 25/2026	REFURBISHMENT AND RE-INSTALLATION OF ZIPPEL CABINETS AT GREATER TZANEEN MUNICIPALITY	12/08/2026	12/08/2026	Mr B Mathebula

15.7 Quotations considered by Bid Specification committee.

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1	SCMUQ 33/2026	SUPPLY AND DELIVERY OF GENERAL - PURPOSE PURITAN GREEN BAR SOAP	25/08/2026	25/08/2026	BUDGET AND TREASURY
2	SCMUQ 34/2026	SUPPLY AND DELIVERY OF H DUTY 40 MICRO BLACK REFUSE BAGS	25/08/2026	25/08/2026	BUDGET AND TREASURY
3	SCMUQ 35/2026	SUPPLY AND DELIVERY OF 1PLY 500 SHEETS VIRGIN TOILET PAPER	25/08/2026	25/08/2026	BUDGET AND TREASURY
4	SCMUQ 36/2026	SUPPLY AND DELIVERY OF DISINFECTANT AND CLEANING FLUIDS 5 LITRES	25/08/2026	25/08/2026	BUDGET AND TREASURY
5	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	25/08/2026	25/08/2026	BUDGET AND TREASURY
6	SCMUQ 38/2026	VENUE HIRE WITH SOUND SYSTEM AND CATERING FOR EXPLORER LIMPOPO TOURISM MARKET	27/08/2026	27/08/2026	PLANNING AND DEVELOPMENT

15.8 Bids closed. None

15.9 Quotations closed. None

15.10 BIDS CONSIDERED BY BID ADJUDICATION COMMITTEE AND RECOMMENDED TO THE ACCOUNTING OFFICER. None

15.11 QUOTATIONS AWARDED BY CFO. None

15.12 BIDS AWARDED BY ACCOUNTING OFFICER.

15.13 Bids advertised.

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NO	Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
1	SCMU 26/2026	REPLACEMENT OF 60MVA 1326633KV TRANSFORMER NO2 AT TATENTAALRAND SUBSTATION	Yes	Yes	No	Yes	Yes	Yes	2026/08/07

15.15 Quotations advertised.

NO	Bid No	Description	Municipal Notice board	Municipal Website	I-tender CIDB	Local media	National media	e-tender	Date of advert
1	SCMUQ 33/2026	SUPPLY AND DELIVERY OF GENERAL - PURPOSE PURITAN GREEN BAR SOAP	YES	YES	0	0	0	0	2026/08/27
2	SCMUQ 34/2026	SUPPLY AND DELIVERY OF H DUTY 40 MICRO BLACK REFUSE BAGS	YES	YES	0	0	0	0	2026/08/27
3	SCMUQ 35/2026	SUPPLY AND DELIVERY OF 1PLY 500 SHEETS VIRGIN TOILET PAPER	YES	YES	0	0	0	0	2026/08/27
4	SCMUQ 36/2026	SUPPLY AND DELIVERY OF DISINFECTANT AND CLEAN JEYES FLUIDS 5 LITRES	YES	YES	0	0	0	0	2026/08/27
5	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	YES	YES	0	0	0	0	2026/08/27
6	SCMUQ 38/2026	VENUE HIRE WITH SOUND SYSTEM AND CATERING FOR EXPLORER LIMPOPO TOURISM MARKET	YES	YES	0	0	0	0	2026/08/28

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16 AUDIT ACTION PLAN

August 2026 marks the period during which municipalities submit their AFS to the AGSA for auditing. As at the reporting date, the municipality had successfully addressed 84% of the total audit findings. The remaining findings are still in progress; however, significant milestones have been achieved towards addressing the findings.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Department	Opening Balance	Addition: Current	Recovered	Written Off	Condoned	Closing balance
MM	R7,338,731.21					R7,338,731.21
Corporate Serv.	R3,090,870.00					R3,090,870.00
Comm	R1,881,589.67					R1,881,589.67
BTO	R741,745.78					R741,745.78
PED	R741,745.78					R741,745.78
Electrical Servi.	R741,745.78					R741,745.78
Engineering Serv.	R741,745.78					R741,745.78
Total	R15,278,174.00					R15,278,174.00

The table above reflects the current balance of fruitless and wasteful expenditure. No fruitless and wasteful expenditure was incurred during the month of August 2026. The outstanding balance relates to cases currently under investigation by FMB, as well as items that have been recommended for recovery

18 IRREGULAR EXPENDITURE

No irregular expenditure was incurred during August 2026. All previously identified irregular expenditure cases were investigated and subsequently written off.

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