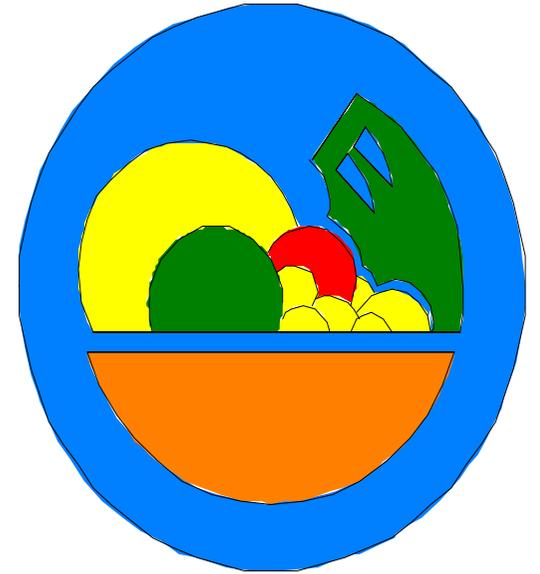




***GREATER TZANEEN
MUNICIPALITY***

***JANUARY 2025/2026
FINANCIAL REPORT***



JANUARY FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 991 530 156	1 991 530 156	127 416 952	968 292 273	48.62%	58.33%
Capital Expenditure	300 030 253	300 030 253	4 346 467	89 386 508	29.79%	58.33%
TOTAL EXPENDITURE	2 291 560 409	2 291 560 409	131 763 419	1 057 678 781	46.16%	58.33%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 48.62 %, 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 January 2026 amounts to R 4 346 467 and the accumulated expenditure at year end was R 89 386 508 which represent 29.79%.

1.2 SALARIES

Description	Allocation	Adjustment Budget	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	493 531 498	493 531 498	37 785 549	263 611 184	53.41%	58.33%
TOTAL	493 531 498	493 531 498	37 785 549	263 611 184	53.41%	58.33%

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1.3 OVERTIME

Department	Allocation	January	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	54 242	0	211 042	389.07%	58.33%
Office of the Municipal Manager/Office of the Mayor#Administration	25 439	34 393	42 090	165.46%	58.33%
Office of the Municipal Manager/Office of the Municipal Manager#Administration	0	2 657	19 696	0.00%	58.33%
Office of the Municipal Manager/Strategic Support#Performance Management	97 419	0	70 358	72.22%	58.33%
Planning and Economic development					
Property Valuation	0			0.00%	58.33%
Strategic Town Planning	0			0.00%	58.33%
Tourism and LED: SME	0			0.00%	58.33%
Town Planning Administration	0			0.00%	58.33%
Budget and Treasury					
Budget and Treasury/Administration Finance	2 647	0	2 646	99.98%	58.33%
Budget and Treasury/Expenditure Management	783 420	46 792	584 383	74.59%	58.33%
Budget and Treasury/Financial Services and Reporting	264 220	0	270 067	102.21%	58.33%
Budget and Treasury/Revenue Management	393 081	36 439	343 555	87.40%	58.33%
Budget and Treasury/Stores	223 913	51 773	248 348	110.91%	58.33%
Budget and Treasury/Supply Chain Management	118 893	0	159 162	133.87%	58.33%
Corporate Services					
Corporate Services/CORPORATE SERVICES	42 017	79 290	340 114	809.47%	58.33%
Corporate Services/Employee Performance Management	0			0.00%	58.33%
Corporate Services/Human Resources	29 359	6 615	82 103	279.65%	58.33%
Corporate Services/Media Communications	108 055	101 619	243 346	225.21%	58.33%
Corporate Services/Networking and Security	5 048	0	48 753	965.79%	58.33%
Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	368 350	18 750	217 774	59.12%	58.33%
Engineering Services					

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Engineering Services/Building Control, Maintenance and Fleet Management	234 623	40 976	255 926	109.08%	58.33%
Engineering Services/Housing	340 795	0	76 096	22.33%	58.33%
Engineering Services/ROADS & STORMWATER MANAGEMENT	1 226 957	206 731	1 314 224	107.11%	58.33%
Community Services					
Community Services/Administration transport, safety, security	3 958	2 863	2 863	72.33%	58.33%
Community Services/Environmental Management	333 328	0	90 779	27.23%	58.33%
Community Services/Licensing	1 316 111	202 477	1 339 053	101.74%	58.33%
Community Services/Pollution Control	1 767 371	432 334	1 777 608	100.58%	58.33%
Community Services/Public Toilet Management	449 097	120 832	476 183	106.03%	58.33%
Community Services/Rural Waste Management	2 493 383	718 405	2 734 755	109.68%	58.33%
Community Services/Safety and Security	892 797	153 395	790 896	88.59%	58.33%
Community Services/Sports, Art and Culture	846 748	152 409	900 631	106.36%	58.33%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	187 614	52 016	251 653	134.13%	58.33%
Electrical Engineering/Electrical Planning and Projects	1 769 273	459 458	1 739 920	98.34%	58.33%
Electrical Engineering/Operations and Maintenance	2 490 111	801 122	3 129 691	125.68%	58.33%
Total	16 868 269	3 721 345	17 763 715	105.31%	58.33%

The salary cost including social contributions represents 53.41% of the budget. An amount of R 3 721 345 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	January	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	31 414 296	31 414 296	2 480 758	17 392 954	55.37%	58.33%
TOTAL	31 414 296	31 414 296	2 480 758	17 392 954	55.37%	58.33%

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2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	Rollover	January Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARE	555 351 000	555 351 000	0	0	416 513 000	75.00%
MIG	122 308 000	122 308 000	0	0	98 713 000	80.71%
FMG	2 000 000	2 000 000	0	0	2 000 000	100.00%
EPWP	4 811 000	4 811 000	0	0	3 368 000	70.01%
INEP	10 536 000	10 536 000	0	0	6 848 000	65.00%
MDRG	0	7 041 411	7 041 411	0	7 041 411	100.00%
SETA	600 000	600 000	0	0	561 712	93.62%
TOTAL	695 606 000	702 647 411	7 041 411	0	535 045 123	76.15%

3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	January Spending	Rollover	YTD receipt	YTD spent	Total unspent/overspent	% Spent from Budget	% Spent from receipt
MIG	122 308 000	122 308 000	3 871 477	0	98 713 000	75 999 907	22 713 093	62.14%	76.99%
FMG	2 000 000	2 000 000	69 314	0	2 000 000	758 698	1 241 302	37.93%	37.93%
EPWP	4 811 000	4 811 000	0	0	3 368 000	4 196 070	-828 070	87.22%	124.59%
INEP	10 536 000	10 536 000	594 766	0	6 848 000	8 290 595	-1 442 595	78.69%	121.07%
MDRG	0	7 041 411	0	7 041 411	0	5 120 508	0	72.72%	72.72%
SETA	600 000	600 000	0	0	561 712	341 511	220 201	56.92%	60.79%
TOTAL	140 255 000	147 296 411	4 535 558	7 041 411	111 490 712	95 322 219	30 075 870	64.71%	80.42%

All grants are used effectively for intended purpose, and the municipality conforms to grant conditions.

- **FMG:** The FMG grant underspending is due to certain training programmes which are streamlined to take place in the third quarter of the financial year.

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- **MDRG:** The MDRG Grant rollover application was approved and significant progress is realized. The municipality has already spent 72.72% of the grant to date.
- **MIG:** The expenditure is within cashflow projections
- **INEP:** The recorded expenditure is due to high performance on the implementation of the projects by the contractors
- **EPWP:** The high performance on EPWP grant is due to employment of 517 employees. At a monthly salary cost of R1,149,200.00 which is also subsidized by own funding.
- **SETA:** Seta expenditure is within the projected cashflow and ytd budget.

4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	January Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	202 824 080	202 824 080	18 685 056	130 079 252	64.13%	58.33%
Electricity	1 080 673 716	1 080 673 716	74 274 817	644 709 111	59.66%	58.33%
Solid Waste	46 980 000	46 980 000	4 316 021	29 891 277	63.63%	58.33%
TOTALS	1 330 477 796	1 330 477 796	97 275 894	804 679 641	60.48%	58.33%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	January Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	202 824 080	202 824 080	11 516 288	130 079 252	74 346 700	57.15%	36.66%
Electricity	1 080 673 716	1 080 673 716	72 519 960	644 709 111	596 393 246	92.51%	55.19%

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Solid Waste	46 980 000	46 980 000	1 869 979	29 891 277	12 974 758	43.41%	27.62%
TOTALS	1 330 477 796	1 330 477 796	85 906 227	804 679 641	683 714 704	84.97%	51.39%

However, Council must note that the 84.97% excludes Mopani services (water and sewer) plus other sundry income.

6. BANK BALANCE

Name of institution	Cash in the Bank on 31 January 2026
ABSA	R 136,877,920.87

Council had a positive Bank Balance of R 136,877,920.87 at the end of January 2026

7. BANK RECONCILIATION

Bank Statement balance

ABSA4051	-
ABSA4222	8 376 122.45
ABSA3930	39 465 651.99
ABSA4237	87 026 163.16
ABSA4990	845 309.02
	135 713 246.62

Outstanding BS entries	- 3 458 010.73
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Reconciling items

Outstanding Payments	- 10 283 166.76
Outstanding Receipts	1 130 369.92

Cashbook Closing Balance	- 12 610 807.57
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Cashbook Opening Balance	318 828 807.15
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Withdrawals	- 966 425 842.61
Deposits	770 699 474.51
Cashbook Closing Balance	123 102 439.05
General Ledger Closing Balance	120 492 536.42

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 31 January 2026
ABSA	26 June 2026	23 508 516.60
TOTAL		R 23 508 516.60

- 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	Account Type	Amount
ABSA	Call Account	45 000 000.00
ABSA	Call Account	40 000 000.00
STANDARD BANK	Call Account	30 000 000.00
STANDARD BANK	Call Account	30 000 000.00
INVESTEC	Call Account	50 000 000.00
NEDBANK	Call Account	55 000 000.00
FNB	Call Account	25 000 000.00
FNB	Call Account	25 000 000.00
Total		300 000 000.00

The short-term investments of the municipality amounted to R 300 000 000.00 at the end of the month

9. LOAN MANAGEMENT

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Greater Tzaneen Municipality has 5 loans with 3 different institutions.

COMPANY NAME	TYPE OF LOAN	LOAN AMOUNT (PRINCIPAL DEBT RAISED AT INCEPTION)	INTEREST RATE PER ANNUM	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE 01 JAN 2026	JAN 2026		CLOSING BALANCE AS AT 31 JAN 2026
							CAPITAL	INTEREST	
DBSA	ANNUITY	41 000 000.00	6.75%	01/11/2010	31/10/2030	15 783 881.32	232 083.08	87 568.11	15 551 798.24
ABSA	ANNUITY	25 140 000.00	11.66%	02/06/2011	02/06/2026	1 695 793.42	-	-	1 695 793.42
DBSA	R 40 Mil	40 000 000.00	11.025%	01/10/2018	31/12/2028	17 153 411.84	-	-	17 153 411.84
DBSA	R 20 Mil	20 000 000.00	10.15%	01/10/2019	30/09/2029	8 405 483.95	-	-	8 405 483.95
DBSA	R 30 Mil	30 000 000.00	10.27%	01/10/2020	20/12/2031	13 713 781.11	-	-	13 713 781.11
TOTAL		126 140 000.00				56 752 351.64	232 083.08	87 568.11	56 520 268.56

Long-term loan expenditure paid for January 2026 is R 87 568.11

10. CREDITORS AGE ANALYSIS

10.1 Sundry creditors not paid within 31 days as at 31 January 2026: None

10.2 Trade creditors

NO	SUPPLIER NAME			Current					TOTAL

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		DESCRIPTION/ NATURE OF SERVICE	CHQ /GRN NUMBER/REF		16- 30 DAYS	30-60 DAYS	90 DAYS	120 DAYS	150 DAYS		REASON FOR DEVIATION/COMMENT
1	ROCKSHAW TRADERS	Provision of goods (gardening tools)	1721			R14,499.78				R14,499.78	Invoice deferred back to supplier, no bank details provided (due to failed bank details verification process)
			TOTAL			R14,499.78	R0.00	R0.00	-	R14,499.78	

11. REVENUE MANAGEMENT

11.1 RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

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RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

Age Analysis	Rates	Electricity	Refuse	Sewerage	Water	Sundry	Total
Current	31 765 263.50	109 169 067.07	7 689 981.67	1 788 767.84	9 530 053.80	- 16 902 488.88	143 040 645.00
30 days	10 953 241.45	21 233 278.88	2 950 237.13	670 998.43	3 505 039.46	1 230 350.27	40 543 145.62
60 days	10 285 000.50	17 538 394.06	2 846 775.62	637 749.45	3 541 144.93	1 107 915.02	35 956 979.58
90 days	10 148 199.05	21 764 564.14	2 854 869.33	632 135.86	3 334 801.82	1 268 853.51	40 003 423.71
120 days	9 794 716.16	16 131 524.45	2 765 648.16	579 062.81	2 871 661.86	1 273 850.69	33 416 464.13
120 days plus	427 997 818.42	399 043 326.20	172 164 670.80	36 035 656.03	180 711 426.66	57 710 760.41	1 273 663 658.52
Balance	500 944 239.08	584 880 154.80	191 272 182.71	40 344 370.42	203 494 128.53	45 689 241.02	1 566 624 316.56

The outstanding rates and service charges, includes Sundry Debtors of R 45 million.

The amount disclosed on Sundry Debtors current of negative R 16 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.

12. AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	Current	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days +	Total
GOVERNMENT	10 829 750.00	3 875 547.00	3 932 885.00	3 542 172.00	60 074 376.66	82 254 730.66
BUSINESS	82 366 160.00	14 552 808.00	18 035 134.00	12 743 466.00	359 630 384.34	487 327 952.34
INDIVIDUALS	75 876 203.00	21 169 657.00	20 662 374.00	18 373 024.00	847 549 635.00	983 630 893.00
OTHER	34 506.00	11 925.00	4 917.00	4 250.00	52 286.00	107 884.00
BALANCE	169 106 619.00	39 609 937.00	42 635 310.00	34 662 912.00	1 267 306 682.00	1 553 321 460.00

11.3 INDIGENT REGISTRATION AND ACCESS TO BASIC ELECTRICITY

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The number of indigents registered and verified, amounts to 21 104.

11.4 REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED

REVENUE PER SOURCE	BILLING	CASH RECEIVED	VARIANCES
Property Rate + Interest	18 685 056	11 516 288	7 168 767
Electricity	70 059 412	72 519 960	-2 460 547
Water	1 317 166	2 174 926	-857 760
Sewerage	587 795	440 930	146 865
Refuse Removal	2 799 109	1 869 979	929 131
Sundry Charges	13 012 377	12 573 590	438 787
TOTAL	106 460 915	101 095 673	5 365 243

The R101 million is regarded as January 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-Jan-26	1 553 321 459.61	114 542 877.70	1 566 624 316.56	88%

12. CAPITAL PROJECTS

Project Name	Current Year Budget	Actual	% Spent	Progress
CFO-111_Purchase of critical office furniture	1 000 000.00	189 374.57	19%	Bulk purchase of Furniture is earmarked for third quarter

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Rehabilitation of Dan Access road from R36 (Scrapyard) to D5011 (TEBA)	17 677 123.00	13 728 896.47	78%	The contractor has completed 3,9km milled and asphalt, Contractor is busy with the edge beam, stone pitching, v-drain and cleaning of the site
Upgrading of Topanama Access Road from gravel to paving	1 376 973.00	1 376 973.00	100%	The project is complete and on liability period
ESD-85_ Upgrading of civic centre building	2 000 000.00	-	0%	Contractor has been appointed and is to take site.
Connections (Consumer Contribution)	10 000 000.00	-	0%	
Lenyenye Street from gravel to paving	13 102 405.00	9 588 776.56	73%	The contractor has completed 3,0km of paving. The contractor is currently busy with bricks laying, kerbs and cleaning of the site.
Paving of Thapane Street from gravel to paving	6 834 400.00	6 399 965.79	94%	The project is complete and on liability period
Rebuilding of Henley 11 kV line (5 km)	1 500 000.00	1 379 131.73	92%	Project Complete. Attending to Snag list
Carports and Guardroom and painting, tiling and repairs to leaking roof (Mulati & Shiluvani)	500 000.00	-	0%	The contractor has been appointed and will be handed over to site
Installation of new 11kv switchgear	4 500 000.00	-	0%	Awaiting appointment of a contractor
Streetlights (Tzaneen Town, Haernerstburg)	4 000 000.00	-	0%	Contractor appointed
Contribution to SANRAL for the construction of roundabout at junction of R71 and D978	500 000.00	-	0%	In the process of appointing the contractor
G.I.S(Procurement of equipment)	2 000 000.00	906 000.00	0%	Final stage: towards the launch of the project
New, streetlights with the latest technology type	1 000 000.00	-	0%	Awaiting appointment of a contractor
SCADA Monitoring system	5 000 000.00	-	0%	Waiting for appointment of a contractor

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Replace 11 kV and 33 kV Auto reclosers per annum	1 500 000.00	-	0%	X2 Completed (Lepelle water works TE281/1 and Champsis glen CG62) MK1/40/1 structure completed awaiting testing and energizing
Rebuild 66 kV wooden line from Tzaneen to Tarentaalrand	5 950 000.00	-	0%	Site establishment done. Civil designs in progress. Wayleaves acquisition in progress
Procurement of Network planning software	1 000 000.00	-	0%	Technical specification completed. BSC to finalize report
Installing statistical metering system	500 000.00	-	0%	Technical specification finalized. Awaiting approval for procurement of contractor
Refurbishment of protection systems and panels in Main subs in phases	2 000 000.00	704 000.66	35%	Two projects <ul style="list-style-type: none"> • Expenditure relates to rollover • Current year- awaiting appointment of contractor
Replacement of Box type 33kV Breakers in Main Substations in phases	1 000 000.00	-	0%	Contractor has been appointed. Awaiting delivery of long lead materials
Replacement of Box type 33kV Breakers in Main Substations in phases	2 000 000.00	-	0%	Contractor has been appointed. Awaiting delivery of long lead materials
Replace, Refurbish & Upgrading of LV cables due to low voltage, metering kiosks and in phases	1 000 000.00	-	0%	Project has been deferred, in order to improve operational requirements in the network
Replacement of old metering boxes for SPU & LPU as per NRS 057	4 000 000.00	260 691.11	7%	Contractor has been appointed. Busy with consolidating of boxes to be replaced
Maintenance management software	1 000 000.00	-	0%	Technical specification completed. Busy with Bid specification meetings
Replair, Replace streetlights with the latest technology type	3 000 000.00	-	0%	Contractor appointed
Upgrading of Tzaneen Ext. 13 internal streets from paving blocks to tar	7 000 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026

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Rehabilitation of Lenyenye Internal Streets (Main street to Industrial Area, Stadium, Ithuseng to Main street via Police Station)	5 500 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
Rehabilitation Voster street in Letsitele	2 000 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
New sleeping quarters at Georges valley treatment plant	1 000 000.00	379 143.33	38%	The physical progress is at 45%. The contractor is at roof level.
New sleeping quarters at Nkowankowa plumbers' workshop	1 000 000.00	-	0%	The physical progress is at 30%. The contractor is at window level. But no certificate paid yet
Township Establishments	4 000 000.00	985 088.09	25%	Inception reports completed and signed off. Invoices paid for Inception reports
Electrical Infrastructure Fencing	1 000 000.00	388 465.00	39%	Project completed
Electrical Capital Tools	500 000.00	359 174.14	72%	Insulation Resistance Tester procured. Busy with procurement of compaction tester
Purchase of IT Equipment	5 000 000.00	1 738 416.30	35%	Advertised a bid for procurement of IT equipment
Paving of Khetoni Access Street	500 000.00	-	0%	The consultant is busy with designs
Installation of 11x Highmast at (Ward 6,10,19,20,22,23,25,30,31,33 & 34)	10 000 000.00	1 565 484.84	16%	Eight Eskom connection invoices paid. Site handover for Ten High Mast done. Busy with foundation excavation for ten High Mast Lights
Installation of cable	1 000 000.00	-	0%	Project differed to next financial (reallocation of budget during adjustment budget)
Rehabilitation on internal streets in Tzaneen (3rd Avenue, 2nd Avenue, Hospital and Middle Streets)	4 700 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
Alcohol breathe analyser	250 000.00	-	0%	To be procured in the third quarter

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Rehabilitation of Antimony and Plantina Streets in Tzaneen New Industrial	5 000 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
Arc protection for all indoor switching station	1 000 000.00	-	0%	Awaiting Appointment of Contractor
Bush cutters, blower, woodchipper	800 000.00	-	0%	To be procured in the third quarter
Tzaneen CTM and Lifestyle Interception	500 000.00	-	0%	
Construction Joppie Sport Facility	5 000 000.00	3 389 678.55	68%	The contractor is busy with foundation for ablution block, foundation for the change room, lining of the septic tank and 1 out of 2 combi court if partially complete.
Welcome to Tzaneen beautification Garden entrances	800 000.00	-	0%	The advert has been issued and will close in January 2026
Concrete verges for Agatha cemetery	300 000.00	-	0%	The advert has been issued and will close in January 2026
Extension of civic centre building	2 000 000.00	-	0%	The Consultant appointed recently
Installing of Quality of Supply recorders	500 000.00	-	0%	Busy with the procurement of a contractor
Introduction of Paving Street Names Markings	500 000.00	-	0%	Tender stage
Rehabilitation of Lenyenye Stadium	3 000 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
Rehabilitation of Nkowankowa Internal Streets (Ntshunxeko, Ntwanano, Khanimambo, Basani and Chivirikane)	5 000 000.00	2 917 369.99	58%	The contractor has completed the rehabilitation and road marking. The ongoing activity is road signages.
Rehabilitation of Plantation Street in Tzaneen Old Industrial	7 000 000.00	-	0%	Panel of contractors recently concluded and to be appointed at the end of January 2026
Purchase of Chief Whip's Vehicle	700 000.00	-	0%	To be procured in the third quarter
Rebuilding Eiland 33kV Line (5.5km)	2 000 000.00	-	0%	Material on site. Busy with construction of MV structures
Rebuilding of Duiweskloof 33 kv line (5km)	1 550 000.00	1 443 892.44	93%	Project Completed
Refurbishment of Dannie Joubert Street	400 000.00	-	0%	Tender stage

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Construction of new ablution block in Letsitele Library	250 000.00	-	0%	Development of TOR
Replacement of old knife type Isolators	500 000.00	-	0%	Awaiting for Outage planning to install and commission
New firearms	250 000.00	-	0%	Earmarked for third quarter and in the process of issuing advert
Replacement of old/ faded road signs	700 000.00	-	0%	
Ride-on lawn mowers for stadium and side walks	800 000.00	-	0%	
Construction of Speed Humps in Tzaneen Area	1 000 000.00	-	0%	
Purchase of Speed Law Enforcement Camera	400 000.00	-	0%	
Swimming pool upgrade	500 000.00	-	0%	
Upgrading of Access Street from Serutung to Malengenge from Gravel to Paving	33 623 787.00	15 770 837.10	47%	The contractor is busy the earthworks and setting out of survey pole.
Install a 2MVA transformer to increase capacity	3 000 000.00	-	0%	Awaiting for appointment
Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving	34 300 000.00	18 688 989.04	54%	Contractors are busy with the site establishment.
Installations of new workstation counters at all cashiers at main building	800 000.00	-	0%	Earmarked for third quarter, in the process of issuing advert
Extension of Cement Store at Stores Tzaneen for redundant assets - 104 square meters	800 000.00	-	0%	Consultant appointed recently
Construction of Leretjeng Sports Ground_ Own Funding	1 575 698.00	1 303 861.29	83%	Physical progress is 93% on site. The contractor is currently busy with sports filed irrigation, which is 96% complete and cleaning of the site
Construction of New ablution facility 4X male and female toilet. Painting of existing wall, access gate and replacing tiles	378 765.00	165 783.83	44%	In progress
Construction of New ablution block	1 177 251.00	936 630.61	80%	The contractor reached practical completion and is finalising the issued snaglist.
Installation for smoke detectors in municipal buildings	1 080 000.00	-	0%	The project is on hold
New Petanenge Pedestrian Crossing Bridge	8 839 294.62	2 614 723.28	30%	The physical progress currently stands at 43%. The contractor has completed the concrete works. The ongoing activity is the installation of gabions to foundations.

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New Tlhabine Pedestrian Bridge	2 086 342.00	1 165 286.23	56%	The physical progress currently stands at 94%. Progress has stalled, as the contractor must implement corrective-action on concrete works.
New Rummymede Sport Facility Phase 2	4 825 522.00	-	0%	Contractor has been appointed and is to take site.
Maintenance of Storm Water Drainage System at Thoko to Sefolwe Roads	78 995.00	-	0%	The This relates to project savings and will allocated to Mopje project
Maintenance of Storm Water Drainage System at Sebone School Road	52 000.00	-	0%	
Management of Pulaneng School Road	4 000 000.00	3 567 748.50	89%	The physical progress currently stands at 95%. The contractor has completed the culvert works and gabion installation. The ongoing activity is the regravelling of the road.
Management of Mopye Road	4 000 000.00	3 619 418.63	90%	The physical progress currently stands at 95%. The contractor has completed all culvert works, with ancillary works remaining.
12855 Construction of New Ablution block & Storage at Sanlam taxi rank	1 177 250.00	28 691.00	2%	
Total	303 030 228.00	89 386 508.45	29%	

- Most of the budgeted projects are currently at the procurement stage, as the municipality is still in the early part of the financial year. Consequently, some projects have not yet recorded any expenditure.

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13. EXPENDITURE PER ITEM

Expenditure By Type	Original Budget	Adjustment Budget	Sum of Expenditure	% Spent
Employee related costs	490 669 990	490 669 990	263 611 184	53.72%
Remuneration of councillors	31 414 296	31 414 296	17 392 954	55.37%
Debt impairment				0.00%
Depreciation & asset impairment	125 251 665	125 251 665	73 208 039	58.45%
Finance charges	12 354 069	12 354 069	4 857 352	39.32%
Bulk purchases - electricity	763 382 880	763 382 880	383 321 438.24	50.21%
Inventory consumed	106 642 852	106 642 852	36 175 244	33.92%
Contracted services	117 877 376	117 877 376	72 874 114	61.82%
Transfers and subsidies	39 774 048	39 774 048	15 144 839	38.08%
Operational costs	206 024 171	206 024 171	101 707 110	49.37%
Irrecoverable debts written off				0.00%
Total Expenditure	1 893 391 347	1 893 391 347	968 292 273	51.14%

The actual operational expenditure represents 51.14% of the budgeted operational expenditure and the expenditure for debt impairment will be determined at the reporting period.

14. LIST OF PROPERTY LEASED FROM THE MUNICIPALITY

14.1 As per attached ANNEXURE A

JANUARY FINANCIAL REPORT

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.	Ord20260114_002 5050	14/01/2026	ELECTRICAL DEPARTMENT	KHULANI TIMBERS INDUSTRIES	POLES – WOODEN 11M 160/180/130123	BETWEEN THE PERIOD 12 – 20 DECEMBER 2025 THERE WERE SIX INCIDENTS WHERIN 6.3 KILOMETER OF 11 KVA MAIN FEEDER LINES WERE CUT AND STOLEN. THIS HAD AN EFFECT ON THE SUPPLY OF ELECTRICITY TO CONSUMERS. THIS LED TO AN ABNORMAL USE OF 11M TREATED POLES. BECAUSE OF HOLIDAY SEASON THE POLES HAD TO BE PURCHASED TO BE READILY AVAILABLE EVEN WITH	176372.28

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						CLOSURE OF BULK SUPPLIERS	
2.	Ord20260127_0025 251	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R5 Emergency work: On the 29 of December 2025 at Letaba Estate. Description: Replace 33kv inter pole. Pole No: LL 104. Sub-total: R13,525.00 Vat@15%: R2,028.75 Total: R15,553.75 Electrician: Andrew More Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	15553.75
3.	Ord20260127_0025 250	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R18 Emergency work: On the 31 December 2025 at	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE	18664.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					California. Description: Planting T-Off Structure. Pole Number: TRC 50/15/6 Sub-total: R16,230.00 Vat@15%: R2,434.50 Total: R18,664.50 Electrician: Andrew More Contractor: Rivisi / - / - - (1.0000)	DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
4.	Ord20260127_0025 249	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R19 Emergency work: On the 31 of December 2025 at California. Description: Stringing Squirrel Conductor. Pole No: TRC 50/14/4 - 50/15/6?1 Sub-total: R15,780.00 Vat@15%: R2,367.00 Total:	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT	18147

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					R18,147.00 Electrician: Andrew More Contractor: Rivisi / - / - - (1.0000)	HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
5.	Ord20260127_0025 248	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R22 Emergency work: On the 02 January 2026 at Tarentaal. Description: Planting two 7m poles and flying stay. Pole No: 01 F 03. Sub-total: R17,340.00 Vat@15%: R2,601.00 Total: R19,941.00 Electrician: Godfrey Mukhabela. Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION	19941

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
6.	Ord20260127_0025 247	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R2 Emergency work: On the 02 December 2026. Description: Replace 100kva trfr after 50kva exploded. Pole No: TRD 7/4/3. Sub-total: R11,270.00 Vat@15%: R1,690.50 Total: R12,960.50 Electrician: Godfrey Mukhabela. Contractor: Rivisi / - / - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	12960.5
7.	Ord20260127_0025 246	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI	214 _173_Distribution Network Repair - RIV-	DUE TO SEVERE STORMS ON THE	14501.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
				ELECTRICAL CONTRACTORS	115R7 Emergency work: On the 29 of December 2025. Description: Replace rotten and broken structure. Pole Number: TRD 114. Sub-total: R12,610.00 Vat@15%: R1,891.50 Total: R14,501.50 Electrician: Godfrey Mukhabela Contractor: Ravis / - / - - (1.0000)	26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
8.	Ord20260127_0025 245	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R17 Emergency work: On the 30 of December 2025. Description: Transformer and structure installation. Pole Number: TRD 7/4/3	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE	28646.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					Sub-total: 24,910.00 Vat@15%: R3,736.50 Total: R28,646.50 Electrician: Godfrey Mukhabela Contractor: Rivisi / - / - (1.0000)	MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
9.	Ord20260127_0025 244	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R4 Emergency work: On the 29 of December 2025 at Letsitele. Description: Replace 33kv inter pole. Pole Number: LL 35/47. Sub-total: R11,270.00 Vat@15%: R1,690.50 Total: R12,960.50 Electrician: Andrew More. Contractor: Rivisi / - / - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE	12960.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
10.	Ord20260127_0025 243	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R8 Emergency work: On the 29 of December 2025 at Letsitele. Description: Replace 33kv rotten pole. Pole No: LL 35/45. Sub-total: R14,785.00 Vat@11115%: R2,217.75 Total: R17,002.75 Electrician: Andrew More Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED	17002.75

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						ON AN EMERGENCY BASIS	
11.	Ord20260127_0025 242	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R20 Emergency work: On the 02 January 2026 at Tarentaal Village. Description: Restringing ABC. Pole No: 02E01-02E03 Sub-total: R12,955.00 Vat@15%: R1,943.25 Total: R14,898.25 Electrician: Godfrey Mukhabela Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENCY BASIS	14898.25
12.	Ord20260127_0025 241	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R6 Emergency work: On the 02 January 2026 at Gravelotte.	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE	13305.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					Description: Changing 100kva replaced with 50kva. Pole Number: GR 16/19/2. Sub-total: R11,570.00 Vat@15%: R1,735.50 Total: R13,305.50 Electrician: Godfrey Mukhabela Contractor: Rivisi / - / - - (1.0000)	DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
13.	Ord20260127_0025 240	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R15 Emergency work: On the 30 December 2025. Description: Stringing Conductors. Pole Number: LB 9/1. Sub-total: R9,950.00 Vat@15%: R1,492.50 Total: R11,442.50 Electrician: Godfrey	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT	11442.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					Mukhabela Contractor: Rivisi Electrical / - / - - (1.0000)	HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
14.	Ord20260127_0025 239	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV - 115R14 Emergency work: On the 29th of December 2025. Description: Replace 33kv rotten and broken structure. Pole Number: LL 97. Sub-total: R13,525.00 Vat@15%: R2,028.75 Total: R15,553.75 Electrician: Andrew More Contractor: Rivisi Electrical / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION	15553.75

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
15.	Ord20260127_0025 238	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R9 Emergency work: On the 29 December 2025 at Letsitele. Description: Replace 33kv rotten pole. Pole No: LL 35/46 Sub-total: R14,785.00 Vat@15%: R2,217.75 Total: R17,002.75 Electrician: Andrew More Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	17002.75
16.	Ord20260127_0025 237	1/27/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI	214 _173_Distribution Network Repair - RIV-	DUE TO SEVERE STORMS ON THE	12960.5

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRPTION	REASON FOR DEVIATION	TOTAL AMOUNT
				ELECTRICAL CONTRACTORS	115R3 Emergency work: On the 03 January 2026 at Henley. Description: Replace burned cable. Pole No: HL 29/9/1. Sb-total: R11,270.00 Vat@15%: R1,690.50 Total: R12,960.50 Electrician: Godfrey Mukhabela. Contractor: Rivisi / - / - - (1.0000)	26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
17.	Ord20260126_0025 232	1/26/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R33 Emergency work: On the 26 December 2025 at Tzaneen Networks. Description: Accommodation for workers equipment for	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE	69000

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCRIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
					teams per night. Sub-total: R60,000.00 Vat@15%: R9,000.00 Total: R69,000.00 Electrical Department Contractor Rivisi / - / - - (1.0000)	MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
18.	Ord20260126_0025 231	1/26/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R32 Emergency work: On the 31 of December at California. Description: Planting 11m pole manually and stringing conductors. Pole No: TRC 50/26/1 - 3 Sub-total: R32,200.00 Vat@15%: R4,830.00 Total: R37,030.00 : Andrew More Contractor: Rivisi / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE	37030

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENY BASIS	
19.	Ord20260126_0025 230	1/26/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV-115R1 Emergency work: On the 26 27 of December 2025. Description: Replace rotten broken structure. Pole No: LL 78 TO LL 92 Sub-total: R213,429.00 Vat@15%: R32,014.35 Total: R245,443.35 Electrician: Andrew More Contractor: Rivisi Electrical Cc / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED	245443.4

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NO.	ORDER NO.	ORDER DATE	DEPARTMENT	VENDOR NAME	GOODS / SERVICE DISCIPTION	REASON FOR DEVIATION	TOTAL AMOUNT
						ON AN EMERGENCY BASIS	
20.	Ord20260126_0025 229	1/26/2026 12:00:00 AM	ELECTRICAL DEPARTMENT	RIVISI ELECTRICAL CONTRACTORS RIVISI ELECTRICAL CONTRACTORS	214 _173_Distribution Network Repair - RIV - 115R13 Emergency Work: On the 28 of December 2025. Description: Replace broken pole. Pole Number: LL 99. Sub-total: R26,940.00 Vat@1115%: R4,041,00 Total: R30,981.00 Electrician: Andrew More Contractor: Rivisi Contractor / - / - - (1.0000)	DUE TO SEVERE STORMS ON THE 26 DECEMBER 2025 THAT CAUSED EXTENSIVE DAMAGE TO GTM ELECTRICAL INFRASTRUCTURE AND THE MUNICIPALITYS APPOINTED CONTARTOR NOT HAVING IMMEDIATE CAPACITY TO ADDRESS SCOPE AND URGENCY REQUIRED FOR RESTORAION WORKS. RIVISI CONTRACTORS WERE ENGAGED ON AN EMERGENCY BASIS	30981

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15.2 Variation order. None

15.3 Orders processed: ATTACHED AS ANNEXURE B

15.4 Cancelled Orders. NONE

15.5 Quotations considered by Bid evaluation committee.

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1.	SCMUQ 25 2025	SUPPLY AND DELIVERY OF BULK FILLING CABINET	31/10/2025	26/01/2026	COMMUNITY SERVICES
2.	SCMUQ 01 2026	SUPPLY AND DELIVERY OF SHREDDING MACHINE	16/01/2026	26/01/2026	CORPORATE SERVICES
3.	SCMUQ 36 2025	SUPPLY AND DELIVERY OF IRRIGATION MATERIAL	31/10/2025	27/01/2026	COMMUNITY SERVICES

15.6 Bids considered by Bid evaluation committee. None

15.7 Bids considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMU 01/2026	SUPPLY AND DELIVERY OF ROAD MARKING EQUIPMENT AND TOOLS FOR THE GREATER TZANEEN MUNICIPALITY TRAFFIC DEPARTMENT	13/01/2026	13/01/2026	Mr A Liversage
2.	SCMU 02/2026	SUPPLY, DELIVERY AND INSTALLATION OF SPEED AND RED-LIGHT VIOLATION MANAGEMENT SYSTEM AT THE TZANEEN CTM INTERSECTION	13/01/2026	13/01/2026	Mr A Liversage
3	SCMU 03/2026	SUPPLY, DELIVERY AND TRAINING OF SPEED MEASURING INSTRUMENT FOR THE GREATER TZANEEN TRAFFIC DEPARTMENT	13/01/2026	13/01/2026	Mr A Liversage

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NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
4	SCMU 04/2026	SUPPLY, INSTALLATION AND UPGRADING OF NEW COUNTERS AT VEHICLE LICENSING AND FINANCE DEPARTMENT MAIN BUILDING	13/01/2026	13/01/2026	Mr A Liversage
5	SCMU 06/2026	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT MEDICAL SURVEILLANCE AT GREATER TZANEEN MUNICIPALITY	19/01/2026	19/01/2026	Ms P Setlhako
6	SCMU 5/2026	LITTERPICKING IN THE SOUTHERN WASTE SERVICE REGION (NKOWANKOWA AND SURROUNDS) FOR A PERIOD OF 36 MONTHS AT GREATER TZANEEN MUNICIPALITY	12/01/2026	12/01/2026	Ms M Machumele
7	SCMU 08/2026	SUPPLY AND DELIVERY OF TWO RIDE ON ZERO TURN LAWN MOWERS AT GREATER TZANEEN MUNICIPALITY	27/01/2026	27/01/2026	Ms X Gala
8	SCMU 07/2026	APPOINTMENT OF A SERVICE PROVIDER FOR UPGRADING AND REFURBISHMENT OF THE MUNICIPAL SWIMMING POOL AT GREATER TZANEEN MUNICIPALITY	27/01/2026	27/01/2026	Ms X Gala

15.8 Quotations considered by Bid Specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
1.	SCMUQ 52 2025	PROCUREMENT OF LAPTOPS FOR BUDGET AND TREASURY INTERS	07/01/2026	07/01/2026	Budget & Treasury

15.9 Bids closed.

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Bid No	Description	Closing date
SCMU 26/2025 (READVERT)	PROVISION OF LEASED OFFICE SPACE AND PARKING FACILITIES FOR GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF THREE YEARS	16/01/2026
SCMU 35/2025	PANEL OF PROFESSIONAL SERVICE PROVIDERS (LANGUAGE EXPERTS) ON INTERPRETATION/TR ANSLATION OF LANGUAGES FOR DISCIPLINARY AND GRIEVANCE HEARINGS FOR A PERIOD OF THREE (03) YEARS AT GTM	16/01/2026
SCMU 32/2025 RE-ADVERT	APPOINTMENT OF PANEL FOR THE PROVISION OF SPECIALIZED LEGAL SERVICES FOR GREATER TZANEEN MUNICIPALITY ON AN AS-AND-WHEN REQUIRED BASIS FOR A PERIOD OF THREE (03) YEARS	19/01/2026
SCMU 12/2025 RE-ADVERT	PROVISION OF A DIGITISED MOBILE AND WEB BASED DIGITISED TRAFFIC CONTRAVENTION SYSTEM AT GTM FOR A PERIOD OF THREE YEARS	19/01/2026
SCMU 39/2025	APPOINTMENT OF A SERVICE PROVIDER FOR REPAIR AND REHABILITATION OF BRICK ISLAND ALONG DANIE JOUBERT STREET AT GREATER TZANEEN MUNICIPALITY	21/01/2026
SCMU 40/2025	APPOINTMENT OF A SERVICE PROVIDER FOR THE CONSTRUCTION OF WELCOME TO TZANEEN ORNAMENT AT TWO ENTRIES R71 NEXT TO MANORVLEI AND R71 NEXT TO BDF CORRECTIONAL SERVICES	21/01/2026
SCMU 36/2025	APPOINTMENT OF A SERVICE PROVIDER FOR INTERNAL AUDIT & REPORTING SYSTEM WITH DATA ANALYTICS FOR A PERIOD OF THREE (3) YEARS	22/01/2026
SCMU 37/2025	APPOINTMENT OF PANEL OF INTERNAL AUDIT PROFESSIONAL SERVICE PROVIDERS FOR A PERIOD OF THREE (3) YEARS	22/01/2026
SCMU 38/2025	APPOINTMENT OF SERVICE PROVIDER FOR SUPPLY & DELIVERY OFFICE FURNITURE AND EQUIPMENT	23/01/2026
SCMU 39/2024 READVERT	APPOINTMENT OF A SERVICE PROVIDER FOR PROCUREMENT OF ICT EQUIPMENT, MAINTENANCE AND SUPPORT FOR GTM FOR A PERIOD OF 36 MONTHS	23/01/2026

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SCMU 42/2025	APPOINTMENT OF A SERVICE PROVIDER TO CONDUCT VERIFICATION OF CANDIDATES PERSONAL CREDENTIALS FOR A PERIOD OF 36 MONTHS AT GTM	30/01/2026
SCMU 43/2025	APPOINTMENT OF A SERVICE PROVIDER TO RENDER AUCTIONEERING SERVICES FOR THE GTM FOR A PERIOD OF 03 YEARS	30/01/2026
SCMU 41/2025	APPOINTMENT OF A SERVICE PROVIDER FOR THE PROVISION OF INDIGENT MANAGEMENT SYSTEM FOR THE PERIOD OF 36 MONTHS AT GTM	30/01/2026

15.10 Quotations closed.

Bid No	Description	Closing date
SCMUQ 01/2026	SUPPLY AND DELIVERY OF SHREDDING MACHINE	16/01/2026
SCMUQ 31/2026	SUPPLY AND DELIVERY OF TRAFFIC UNIFORM	16/01/2026
SCMUQ 52/2026	PROCUREMENT OF LAPTOPS FOR BUDGET AND TREASURY INTERNS	16/01/2026

15.11 BIDS CONSIDERD BY BID ADJUDICATION COMMITTE AND RECOMMENDED TO THE ACCOUNTING OFFICER. None

15.12 QUOTATIONS AWARDED BY CFO

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1	SCMUQ 36 2025	SUPPLY AND DELIVERY OF IRRIGATION MATERIAL	COMMUNITY SERVICES	31/10/2025	29/01/2026	AWARDED

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15.13 BIDS AWARDED BY ACCOUNTING OFFICER.

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1.	SCMUQ 17 2025	PANEL OF SUPPLY AND DELIVERY OF PREMIX ASPHALT BAGS AND CONTINUOUSLY GRADED MEDIUM GRADE ASPHALT (HOTMIX) FOR A PERIOD OF 36 MONTHS A	ENGINEERING DEPARTMENT	28/07/2026	06/01/2026	AWARDED
2.	SCMUQ 18 2025	PANEL OF CONTRACTORS FOR MAINTENANCE OF STORMWATER DRAINAGE WITHIN THE GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	ENGINEERING DEPARTMENT	28/07/2026	06/01/2026	AWARDED
3.	SCMUQ 19 2025	PANEL OF CONTRACTORS FOR MAINTENANCE OF TARRED ROADS WITHIN THE GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 36 MONTHS	ENGINEERING DEPARTMENT	28/07/2026	06/01/2026	AWARDED

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.	SCMU 01/2026	SUPPLY AND DELIVERY OF ROAD MARKING EQUIPMENT AND TOOLS FOR THE GREATER TZANEEN MUNICIPALITY TRAFFIC DEPARTMENT	Yes	Yes	No	Yes	Yes	Yes	30/01/2026
2	SCMU 02/2026	SUPPLY, DELIVERY AND INSTALLATION OF SPEED AND RED-LIGHT VIOLATION MANAGEMENT SYSTEM AT THE TZANEEN CTM INTERSECTION	Yes	Yes	No	Yes	Yes	Yes	30/01/2026
3	SCMU 03/2026	SUPPLY, DELIVERY AND TRAINING OF SPEED MEASURING INSTRUMENT FOR THE GREATER TZANEEN TRAFFIC DEPARTMENT	Yes	Yes	No	Yes	Yes	Yes	30/01/2026
4	SCMU 04/2026	SUPPLY, INSTALLATION AND UPGRADING OF NEW COUNTERS AT VEHICLE	Yes	Yes	No	Yes	Yes	Yes	30/01/2026

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		LICENSING AND FINANCE DEPARTMENT MAIN BUILDING							
5	SCMU 06/2026	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT MEDICAL SURVEILLANCE AT GREATER TZANEEN MUNICIPALITY	Yes	Yes	No	Yes	Yes	Yes	16/01/2026
6	SCMU 5/2026	LITTERPICKING IN THE SOUTHERN WASTE SERVICE REGION (NKOWANKOWA AND SURROUNDS) FOR A PERIOD OF 36 MONTHS AT GREATER TZANEEN MUNICIPALITY	Yes	Yes	No	Yes	Yes	Yes	30/01/2026

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 01/2026	SUPPLY AND DELIVERY OF SHREDDING MACHINE	YES	YES	NO	NO	NO	NO	08/01/2026
SCMUQ 31/2026	SUPPLY AND DELIVERY OF TRAFFIC UNIFORM	YES	YES	NO	NO	NO	NO	08/01/2026
SCMUQ 52/2026	PROCUREMENT OF LAPTOPS FOR BUDGET AND TREASURY INTERNS	YES	YES	NO	NO	NO	NO	08/01/2026
SCMUQ 07/2026	PROCUREMENT OF VENUE HIRE AND CONFERENCE PACKAGE FOR PROFESSIONALISATION FRAMEWORK TRAINING FOR COUNCILLORS	YES	YES	NO	NO	NO	NO	27/01/2026
SCMUQ 06/2026	PROCUREMENT OF VENUE HIRE AND CONFERENCE PACKAGE FOR CONSEQUENCES MANAGEMENT TRAINING	YES	YES	NO	NO	NO	NO	27/01/2026

16 AUDIT ACTION PLAN

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The Municipality received an unqualified audit opinion for 2024/2025 financial year. An audit action plan is in process of development, and implementation will be monitored monthly to address findings raised by Auditor General. Additionally, the implementation of the plan will be discussed at the management meeting for monitoring and to promote culture of accountability.

17 FRUITLESS AND WASTEFUL EXPENDITURE

There were no fruitless and wasteful expenditure for the month of January 2026

18 IRREGULAR EXPENDITURE

There were no Irregular expenditure for the month of January 2026

The cumulative irregular expenditure to date is **R6 528 805.67**. This expenditure relates to long-term contracts that were appointed in prior years. The contracts were deemed to be irregular appointments due to non-compliance with supply chain management process and mostly relates to bids not advertised within number of prescribed days. Majority of the contracts have lapsed.

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

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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