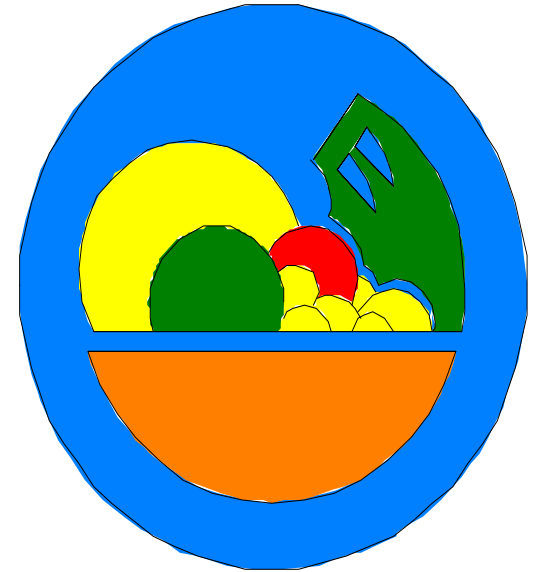




***GREATER TZANEEN
MUNICIPALITY***

***SEPTEMBER 2026/2027
FINANCIAL REPORT***



SEPTEMBER FINANCIAL REPORT

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1. BUDGET PERFORMANCES

1.1 OPERATING EXPENDITURE V/S CAPITAL EXPENDITURE

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	2 106 030 478	2 106 030 478	174 734 550	412 304 887	19,58%	25,00%
Capital Expenditure	308 346 150	313 538 990	21 368 319	48 858 441	15,58%	25,00%
TOTAL EXPENDITURE	2 414 376 628	2 419 569 468	196 102 869	461 163 328	19,06%	25,00%

OPERATIONAL EXPENDITURE

The actual operational expenditure represents 19.58 %, which is relative to the budgeted operational expenditure to date. 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, prioritisation of essential services and fiscal discipline and .

CAPITAL EXPENDITURE

The capital expenditure incurred for the month of September 2026 amounts to R 48 858 441 which represent 15.58%.

1.2 SALARIES

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	550 136 184	550 136 184	41 503 830	125 121 505	22,74%	25,00%
TOTAL	550 136 184	550 136 184	41 503 830	125 121 505	22,74%	25,00%

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1.3 OVERTIME

Department	Allocation	September	YTD Expenditure	%YTD Expenditure	% YTD Budget
Municipal Manager					
Executive & Council/Special Projects	103 809	111 287	194 385	187.25%	25.00%
Office of the Municipal Manager/Office of the Mayor#Administration	43 586	23 304	32 130	73.72%	25.00%
Office of the Municipal Manager/Office of the Municipal Manager#Administration	20 396	0	0	0.00%	25.00%
Office of the Municipal Manager/Strategic Support#Performance Management	72 859	0	51 833	71.14%	25.00%
Planning and Economic development					
Property Valuation		0	0		25.00%
Strategic Town Planning		0	0	0.00%	25.00%
Tourism and LED: SME	9 158	0	0	0.00%	25.00%
Town Planning Administration		0	0	0.00%	25.00%
Budget and Treasury					
Budget and Treasury/Administration Finance	2 740	0	0	0.00%	25.00%
Budget and Treasury/Expenditure Management	603 927	187831.81	213 105	35.29%	25.00%
Budget and Treasury/Financial Services and Reporting	301 256	158235.39	101 738	33.77%	25.00%
Budget and Treasury/Revenue Management	355 348	63045.48	114 230	32.15%	25.00%
Budget and Treasury/Stores	257 176	28957.68	45 268	17.60%	25.00%
Budget and Treasury/Supply Chain Management	164 820	14271.36	58 691	35.61%	25.00%
Corporate Services					
Corporate Services/CORPORATE SERVICES	436 718	91 827	121 322	28%	25.00%
Corporate Services/Employee Performance Management		0	0	0.00%	25.00%

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Corporate Services/Human Resources	102 244	14 947	71 863	70%	25.00%
Corporate Services/Media Communications	281 873	58 662	74 543	26%	25.00%
Corporate Services/Networking and Security	50 486	1 591	0	0%	25.00%
Corporate Services/PUBLIC PARTICIPATION & PROJECT SUPPORT	225 516	54 421	64 960	29%	25.00%
Engineering Services					
Engineering Services/Building Control, Maintenance and Fleet Management	265 024	80 031	142 530	53.78%	25.00%
Engineering Services/Housing		0	14 366		25.00%
Engineering Services/ROADS & STORMWATER MANAGEMENT	1 422 531	311 790	531 038	37.33%	25.00%
Community Services					
Community Services/Administration transport, safety, security	2 964	0	0	0.00%	25.00%
Community Services/Environmental Management	0	1 597	4 792	0.00%	25.00%
Community Services/Libraries		0	0		25.00%
Community Services/Licensing	1 386 653	229 188	430 735	31.06%	25.00%
Community Services/Pollution Control	1 840 798	319 644	489 542	26.59%	25.00%
Community Services/Public Toilet Management	506 147	79 305	127 223	25.14%	25.00%
Community Services/Rural Waste Management	2 780 240	502 680	734 484	26.42%	25.00%
Community Services/Safety and Security	812 197	123 146	244 505	30.10%	25.00%
Community Services/Sports, Art and Culture	916 572	202 828	351 574	38.36%	25.00%
Electrical Engineering					
Electrical Engineering/Customer and Retail Services	260 599	8 744	24 288	9.32%	25.00%
Electrical Engineering/Electrical Planning and Projects	1 801 770	98 441	277 940	15.43%	25.00%
Electrical Engineering/Operations and Maintenance	3 201 282	240 523	585 270	18.28%	25.00%
Total	18 228 689	2 667 333	4 239 144	23.26%	25.00%

The salary cost including social contributions represents 23.26% of the budget. An amount of R2 667 333 was paid in overtime during 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.

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1.4 REMUNERATION ON COUNCILLORS

Description	Allocation	Adjustment Budget	September	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	33 613 293	33 613 293	2 573 646	7 829 861	23,29%	25,00%
TOTAL	33 613 293	33 613 293	2 573 646	7 829 861	23,29%	25,00%

2. GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	Rollover	September 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		32 690 000	65 102 000	54,79%
FMG	2 100 000	2 100 000			2 100 000	100,00%
EPWP	5 211 000	5 211 000			1 303 000	25,00%
INEP	28 141 000	28 141 000			10 526 000	37,40%
TOTAL	703 781 000	703 781 000	0	32 690 000	307 994 000	43,76%

3 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Rollover	September Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
MIG	118 817 000		14 957 910	65 102 000	25 154 385	39 947 615	38,64%
FMG	2 100 000		53 188	2 100 000	173 131	1 926 869	8,24%
EPWP	5 211 000		1 284 027	1 303 000	3 237 203	- 1 934 203	248,44%
INEP	28 141 000		5 567 863	10 526 000	6 692 443	3 833 557	63,58%
TOTAL	154 269 000	0	21 862 988	79 031 000	35 257 162	43 773 838	44,61%

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All grants are used effectively for intended purpose, and the municipality conforms to grant conditions. The performance of conditional grants is monitored monthly to assess the municipality's ability to implement funded projects. During the month under review, expenditure on conditional grants was assessed against approved cash flow projections, project implementation plans, and spending targets.

Management continues to engage project managers and user departments to accelerate project implementation, improve expenditure performance, and ensure that grant funding is utilised within the prescribed timeframes to mitigate the risk of underperformance.

4 REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	September Billing	YTD Billing	% YTD Billing	% YTD Target
Property Rates	223 106 488	18 143 902	54 64 319	24,41%	25,00%
Electricity	1 307 615 196	127 354 157	357 742 395	27,36%	25,00%
Solid Waste	48 980 000	4 486 015	12 615 973	25,76%	25,00%
TOTALS	1 579 701 684	145 026 855	424 822 687	26,89%	25,00%

5. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	September Receipt	YTD Billing	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Property Rates	223 106 488	10 290 416	54 464 319	32 406 108	59,50%	14,52%
Electricity	1 307 615 196	103 968 077	357 742 395	275 958 703	77,14%	21,10%
Solid Waste	48 980 000	1 972 827	12 615 973	6 646 906	52,69%	13,57%
TOTALS	1 579 701 684	116 231 320	424 822 687	315 011 717	74,15%	19,94%

However, Council must note that the 74.15% excludes Mopani services (water and sewer) plus other sundry income.

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6. BANK BALANCE

Name of institution	Cash in the Bank on 30 September 2026
ABSA	R352 983 003.51

Council had a positive Bank Balance of R352 983 003.51 at the end of September 2026

7. BANK RECONCILIATION

In progress

8. INVESTMENTS

8.1 LONG TERM INVESTMENTS

Name of institution	Maturity Date	Balance as of 30 September 2026
ABSA	28 September 2028	R 24 424 620.44
TOTAL		R 24 424 620.44

- 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 September 2026

9. LOAN MANAGEMENT

Greater Tzaneen Municipality has 4 loans with 1 institution.

COMPANY NAME	TYPE OF LOAN	DATE OF LOAN TAKEN	LOAN TERMINATION DATE	OPENING BALANCE	Sept-26		Closing Balance
					Capital	Interest	

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DBSA	ANNUITY	01/11/2010	31/10/2030	13 898 596	242 543	77 109	13 656 054
DBSA R40m	ANNUITY	01/10/2018	30/09/2028	14 396 721	1 428 458	400 071	12 968 264
DBSA R20m	ANNUITY	01/10/2018	30/09/2028	7 041 146	705 029	180 138	6 336 117
DBSA R30m (New)	ANNUITY	01/10/2018	30/09/2028	11 490 946	1 149 096	297 455	10 341 850
Total				46 827 410	3 525 126	954 772	43 302 284

Long-term loan expenditure paid for September 2026 is R954 772

10. CREDITORS AGE ANALYSIS

Creditors are paid within 30 days

11. REVENUE MANAGEMENT

11.1 RATES AND SERVICE CHARGES OUTSTANDING - AGE ANALYSIS

Age Analysis	Rates	Electricity	Refuse	Sewerage	Water	Total - Rates & Serv.	Total Sundry	Total
Current	31 639 806	158 737 400	7 436 146	2 901 740	14 299 840	215 014 931	-13 534 585	201 480 346
30 days	11 153 597	25 415 160	3 033 261	702 161	3 776 500	44 080 678	1 377 383	45 458 061
60 days	8 258 225	14 729 629	2 347 938	537 104	3 030 688	28 903 583	1 299 896	30 203 480
90 days	10 294 467	15 157 002	2 870 690	621 423	3 425 285	32 368 867	1 038 384	33 407 251
120 days	9 864 171	13 960 422	2 801 016	597 294	3 188 452	30 411 354	1 071 217	31 482 571
120 days plus	463 791 314	426 617 820	185 659 861	38 536 729	195 606 741	1 310 212 465	62 366 596	1 372 579 061
Balance	440 577 922	471 776 391	167 222 840	43 168 372	193 037 432	1 660 991 878	32 003 533	1 714 610 770

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The outstanding rates and service charges, includes Sundry Debtors of R 32 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.

12. AGE ANALYSIS PER DEBTOR CLASSIFICATIONS

Classification	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	120 Days +	Total
GOVERNMENT	R14 715 160	R5 994 421	R4 799 375	R3 916 362	R163 294 776	R192 720 094
BUSINESS	R125 093 624	R15 149 707	R18 679 990	R9 125 096	R317 717 587	R485 766 004
INDIVIDUALS	R85 850 590	R22 461 458	R19 425 224	R15 933 928	R923 289 889	R1 066 961 089
OTHER	R34 951	R2 780	R2 483	R2 157	R68 568	R110 939
BALANCE	R 225 694 325	R 43 608 366	R 42 907 072	R 28 977 543	R 1 404 370 820	R 1 745 558 126

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	18 143 902	10 290 416	7 853 486
Electricity	127 354 157	103 968 077	23 386 081
Water	6 229 376	3 621 765	2 607 611

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Sewerage	1 574 533	735 779	838 754
Refuse Removal	4 486 015	1 972 827	2 513 188
Sundry Charges	8 326 165	14 224 627	-5 898 461
TOTAL	166 114 148	134 813 490	31 300 657

The R134 million is regarded as August Monthly revenue received on all services inclusive of other income

11.5 COLLECTION RATE FOR THE MONTH

COLLECTION RATE- RATES AND SERVICE CHARGE DEBTORS				
Period	Previous month	Billed revenue	Balance current month	Payment Rate (%)
30-Sept-26	R1 714 610 770,25	R166 114 147,53	R1 745 558 125,71	81%

12. CAPITAL PROJECTS

Project Name	Current Budget	Actual	% Spend	Progress
6406 G.I.S(Procurement of equipment)	1 500 000,00	1 204 371,05	80%	The G.I.S procurement process has been completed and fully operational, and all tools are functional and available for usage
8560 Township Establishments	4 000 000,00	826 952,18	21%	Payments made related to phases 1 to 4 of the projects, the remaining 6 phases payments will be made during this financial year.
3547 ESD-85_Upgrading of civic centre building	3 000 000,00	-	0%	

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8806 Extension of civic centre building	760 000,00	652 173,91	86%	Currently at design stage.
8854 Extension of Cement Store at Stores Tzaneen for redundant assets	1 000 000,00	-	0%	Design stage
3453 CFO-111_Purchase of critical office furniture	1 000 000,00	854 599,00	85%	
12877 Purchase of Mini Bus	1 500 000,00	-	0%	Procured and in the process of paying the invoice
12932 Purchase of archive containers for Records Management Office	700 000,00	-	0%	Briefing session conducted with SCMU
12955 Upgrading of existing Filing Cabinet at Records Office	170 000,00	-	0%	Procurement stage
12923 Municipal Branding & Signage Upgrade Programme	1 200 000,00	-	0%	The project is on procurement specification stage
12924 Municipal Website & Mobile App Upgrade	200 000,00	-	0%	The project is on procurement specification stage
8580 Purchase of IT Equipment	7 975 000,00	-	0%	Orders are issued awaiting for delivery, expected arrival date October
6346 Streets in Letsitele	2 000 000,00	-	0%	In the process of appointing the contractor.
8499 ESD-18_Tzaneen Ext. 13 internal streets	6 500 000,00	-	0%	In the process of appointing the contractor
8845 Upgrading of Access Street from Serutung to Malengenge from Gravel to Paving	35 104 388,00	8 658 651,85	25%	Contractor currently completes 5.7km earthworks, 5km roadbed, 4km of selected layer, 3km stabilized, and 1.5km paved. Contractor is progressing well. Ongoing activities are layer works, paving, kerbs and installation of culverts pipes,

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12857 New Petanenge Pedestrian Crossing Bridge	6 290 357,00	563 600,14	9%	The contractor is engaged in gabion installation, awaiting the finalization of the fabrication of steel members of the bridge.
12869 Upgrading of Access Streets from Serututung to tickyline from Gravel to Paving	21 339 277,00	1 416 321,19	7%	The Project was delayed due to approval of the work permit from department of labour
12876 Rehabilitation of Streets in Lenyenye	4 000 000,00	3 474 577,34	87%	The project is complete, and contractor out of site.
12880 Mavele Cemetry Road Culvert Bridge	4 090 000,00	2 816 794,63	69%	The project is at 56%, and the concrete base is underway.
12900 Agatha Internal Roads construction and parking lots	2 400 000,00	-	0%	Appointing the contractor
12914 Haenertsburg Internal Streets (Rissik and Rush)	2 000 000,00	-	0%	Appointed the contractor
12917 Installation of Water Storage Tanks in Civic Center	500 000,00	-	0%	
12918 Lenyenye Internal Streets (Lesedi)	2 500 000,00	-	0%	The contractor has been handed over and has taken site.
12920 Maribathema Pedestrian crossing bridge	2 000 000,00	-	0%	
12922 Mogapeng Ring Road	1 000 000,00	-	0%	
12925 Nkowankowa Clubhouse	500 000,00	-	0%	
12926 Nkowankowa Internal Streets (Mariveni)	2 500 000,00	-	0%	The contractor has been handed over and has taken site.
12943 SCADA Building	5 000 000,00	1 834 411,74	37%	
12951 Tzaneen Internal Streets (Agatha Street_ Agatha Road_ Koede and Van Velden)	10 000 000,00	-	0%	Appointing a contractor

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12956 Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving_Own Funding	2 000 000,00	-	0%	The core funding will be processed towards the completion of the project
15160 Upgrading of access street from Thako Sefolwe to Kherobeni	2 500 000,00	-	0%	The budget is for design and the municipality is in the processes of appointing contractor
15162 Upgrading of Mokgolobotho access street from Malakia graveyard, Sebone school to R36	2 500 000,00	-	0%	The budget is for design and the municipality is in the processes of appointing contractor
15168 Msiphane Taxi Road Culvert Bridges	6 446 643,00	708 975,50	11%	The project is at 46%, and the contractor has completed the installation of concrete culverts.
15169 Repair of Gavaza Graveyard Road	4 894 000,00	3 126 898,02	64%	The project is at 75%, and the contractor has completed the construction of paving and concrete kerbing.
15170 Mugwazeni Culvert Bridge	2 000 000,00	168 417,50	8%	The PROJECT IS AT 46%, and contractor has completed installation of box culverts.
15171 Dan Ext to Mokgolobotho RDP Road Culvert Bridge_	3 170 000,00	483 230,00	15%	The project is at 23%, and the contractor has is engaged in the completion of concrete base..
15172 Nkomaneng Culvert Bridge_	4 579 607,00	487 204,03	11%	The project is at 26%, and the contractor has is engaged in the completion of concrete base..
6293 Upgrading of Access Street at Lenyenye from gravel to paving	3 500 000,00	-	0%	The Engineer (Consultant) withdrawal professional services from the project
6331 Runnymede Sport Facility Phase 2	12 000 000,00	5 826 219,20	49%	
8721 Paving of Khetoni Access Street	27 067 833,00	1 092 236,80	4%	The Project was delayed due to approval of the work permit from department of labour

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8816 Lenyenye Stadium Rehabilitation	5 000 000,00	261 800,00	5%	
8850 Upgrading of Nkowakowa Section B & D Streets from Gravel to Paving	20 864 652,00	8 164 027,89	39%	The Contractor is progressing well
8525 ESD-56_New sleeping quarters at Nkowankowa plumbers workshop	1 164 699,00	-	0%	
8531 ESD-65_Concrete palisade fence at Lenyenye cemetery	1 500 000,00	-	0%	
8800 Concrete palisade fence at Nkowankowa Cemetery	1 500 000,00	-	0%	
8807 Extension of Parks Ablution	500 000,00	-	0%	
8815 Kitchen at Parks workstation in Tzaneen	500 000,00	-	0%	
12901 Blue lights and Sirens for all Traffic Officer Vehicles	400 000,00	-	0%	Specifications submitted as SCMU
12910 Fixed installation for rotation for speed and red-light camera	800 000,00	-	0%	Specifications submitted as SCMU
12931 Purchase of 6m ³ skip bins	700 000,00	-	0%	Specifications have been done and completed, in a process of tender advertisement
12934 Purchase of Municipal Tow truck	1 500 000,00	-	0%	Specifications submitted as SCMU
12939 Refurbishment of 6m ³ skip bins	600 000,00	-	0%	Specifications have been done and completed, in a process of tender advertisement
8797 Bush cutters_ blower_ woodchipper	500 000,00	445 000,00	89%	Project completed
8802 Construction of communal drop-offs	800 000,00	-	0%	

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8803 CSD: Beautification of all Tzaneen Entrances (Welcome to Tzaneen)	800 000,00	625 880,00	78%	Project completed
8830 Construction of new ablution block in Letsitele Library	159 340,00	-	0%	
8831 Refurbishment of the Nkowankowa drop-off.	750 000,00	-	0%	
8841 Swimming pool upgrade	1 400 000,00	-	0%	TOR submitted to SCMU (BSC meeting to be held on the 7th October)
12903 Concrete verges	800 000,00	-	0%	TOR submitted to SCMU (BSC meeting was held on the 7th October)
12909 Establishment of Rural Community Parks	400 000,00	-	0%	TOR submitted to SCMU (BSC meeting was held on the 7th October)
12911 Grass cutting machines	800 000,00	-	0%	
12929 Outdoor furniture for Parks	500 000,00	-	0%	TOR submitted to SCMU (BSC meeting to be held on the 7th October)
12940 Re-grassing of Nkowankowa stadium and refurbishment of soccer pitch	900 000,00	-	0%	TOR submitted to SCMU (BSC meeting to be held on the 7th October)
12944 Security Burglar ground floor Main Building	300 000,00	-	0%	
12950 Tzaneen Entrance	800 000,00	-	0%	Waiting for SANRAL approval first
6264 Connections (Consumer Contribution)	10 000 000,00	-	0%	New Electricity connections
6318 Rebuilding of Hotel / Stanford Lake College 11 kV line (5 km)	1 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor

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6334 Skirving and Peace Streets replacement of old switchgear with safe technologies	500 000,00	-	0%	Installation completed. Inspection to be done @95%
6482 SCADA Monitoring system	10 000 000,00	-	0%	Busy with the installation of RTU's. Slow progress in the construction of new control room
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%	Location identified. Busy with order for installation
8447 EED-105_Rebuild 66 kV wooden line from Tarentaalrand Main to Tzaneen (20km) in Phases	7 000 000,00	3 679 333,95	53%	Materials delivered. Busy with foundations
8452 EED-113_Installation of STATS meters Tzaneen Main_ Letsitele Main_ Western Sub_ Rubbervale & 33/11kV Substation in Phases	900 000,00	-	0%	Busy drafting technical specifications and project costing
8454 EED-115_Refurbishment of protection systems and panels in Tarentaal rand	4 300 000,00	-	0%	Awaiting delivery of long-lead materials. Panel manufacturing in progress
8456 EED-117_Refurbishment of protection systems and panels in Letsitele Main	3 500 000,00	-	0%	Busy drafting technical specifications and project costing
8462 EED-123_Replacement of 66Kv Isolators at Letsitele Main Substations in phases	1 000 000,00	-	0%	Technical specification completed. Awaiting approval of Memo to procure service provider
8467 EED-129_Replacement of old metering boxes and meters	3 000 000,00	-	0%	Technical specification completed. Awaiting approval of Memo to procure service provider
8477 EED-141_Upgrading of Politsi Substation to 5MVA	3 000 000,00	692 780,00	23%	Contractor appointed. Materials delivered
8483 EED-150_Rebuilding of Letsitele Valley/Bindzulani 11 kv line (5km)	1 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor

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8485 EED-153_Rebuilding of Tarentaalrand/Deerpark 11 kv line (5km)	1 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor
8564 Electrical Infrastructure Fencing	1 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor
8579 Electrical Capital Tools	1 078 492,00	747 750,00	69%	Battery tester and Electrician tool of trades delivered
8629 Installation of Rooftop Solar PV Municipal Main Building	1 500 000,00	-	0%	Busy drafting request for proposal
8651 Rebuilding of The Pleins T-off _ R10 11 kv line (6km)	1 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor
8796 Arc protection fo all indoor switchingg station (Tzaneen main)	1 000 000,00	-	0%	Awaiting delivery of long-lead materials and outage planning for retrofitting
8813 Installing of Quality of Supply recorders (Tarentaal Rand_ Tzaneen Main_ Letsitele Main_ Henley_ Waterbok_ Middlekop_ Politsi_ Blacknoll_ Letsitele Valley	321 220,00	-	0%	Quality of supply delivered and training conducted
8824 Rebuilding Eiland 33kV Line (5.5km)	2 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor
8825 Rebuilding Rubbervale 33kV Line (5.5km)	2 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor
8826 Rebuilding Letaba 33kV Line (5.5km)	2 000 000,00	-	0%	Technical specification completed. Awaiting procurement of a contractor

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8849 Upgrading of Middlekop Substation from 2MVA to 5MVA	1 000 000,00	-	0%	Retaining completed and earthwork in progress 32%
12898 11kv Cable Frank May And Rooibos Street	1 500 000,00	-	0%	Drafting technical specifications and estimation
12899 Access road to western substation	1 000 000,00	-	0%	Project in Planning Phase. No appointments made.
12933 Purchase of Electricity Meter Boxes	500 000,00	-	0%	Project in Planning Phase. No appointments made.
12935 R71/R36 Intersection Street Lights	1 500 000,00	-	0%	Project in Planning Phase. No appointments made.
12941 Replacement of 33kV isolators at Tzaneen main	800 000,00	-	0%	Technical specification and Memorandum drafted.
12942 Rmu's (Koelkamer_Antimony_Adshade_Lotzaba)	500 000,00	-	0%	Technical specification completed. Busy with procurement of service providers
12946 Supply and Installation of 15 High Mast	10 500 000,00	46 235,00	0%	Technical specification completed. Busy with procurement of service providers, expenditure is for incomplete 2025/26 highmast lights
12947 Tarentaal 60MVA Transformer 2 Replacement	20 000 000,00	-	0%	Busy with bid evaluation to appoint contractor
TOTAL	342 225 508,00	48 858 440,92	14%	

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13. EXPENDITURE PER ITEM

Row Labels	Budget Original	Budget Adjusted	Expenditure	% Spent
Expenditure	2 106 030 478	2 106 037 678	412 304 887	19,58%
Employee related costs	550 136 184	550 136 184	125 121 505	22,74%
Remuneration of Councillors	33 613 293	33 613 293	7 829 861	23,29%
Depreciation	125 251 665	125 251 665	0	0,00%
Financial charges	8 834 348	8 834 348	1 118 226	12,66%
Bulk Purchase	842 890 312	842 890 312	179 439 390	21,29%
Inventory consumed	134 279 985	134 348 659	24 668 759	18,36%
Contracted services	140 610 477	142 509 557	31 412 346	22,04%
Transfers and subsidies	44 337 000	44 337 000	9 804 773	22,11%
Operational Costs	226 077 214	224 116 660	32 910 026	14,68%
Grand Total	2 106 030 478	2 106 037 678	412 304 887	19,58%

The actual operational expenditure represents 19.58% 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

15 Supply Chain Management

15.1 Deviation orders processed. None

15.2 Variation order. None

15.3 Orders processed: ATTACHED AS ANNEXURE B

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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 23/2026	UPGRADING OF KHETONE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/13	2026/07/22	ENGINEERING SERVICES
2	SCMU 24/2026	UPGRADING OF SERUTUTUNG TO TICKYLINE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/15	2026/07/22	ENGINEERING SERVICES
3	SCMU 21/2026	PROVISION OF INTERGRATED SECURITY MEASURES FOR ALL ELECTRICAL MAIN AND SUB STATIONS AT GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 03 YEARS	2026/06/29	2026/07/28	COMMUNITY SERVICES

15.6 Bids considered by Bid specification committee.

NO	Bid No	Description of goods & services	Specification Date	Approval date	Project Manager
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

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5	SCMU 29/2026	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ARCHIVES STORAGE CONTAINERS FOR RECORD OFFICE	07/09/2026	07/09/2026	Mr T Mushiana
6	SCMU 30/2026	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF EPWP AND ENGINEERING SERVICES PROTECTIVE CLOTHING	15/09/2026	15/09/2026	Mr N Nkwinika

15.7 Quotations considered by Bid Specification committee.

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 CLEANER JEWELRY 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
7	SCMUQ 30/2026	SUPPLY,DELIVERY,INSTALLATION AND PROGRAMMING OF PERSONEL FIREARMS (HANDGUN) SAFES AT THE GTM	01/09/2026	01/09/2026	COMMUNITY SERV
8	SCMUQ 1/2026	SUPPLY,DELIVERY,INSTALLATION AND PROGRAMMING OF SECURITY SYSTEM AT THE GTM	01/09/2026	01/09/2026	COMMUNITY SERV

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15.8 QUOTATIONS CONSIDERED BY BID EVALUATION COMMITTEE

1	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	09/09/2026	11/09/2026	BTO
2	SCMUQ 34/2026	SUPPLY AND DELIVERY OF H DUTY 40 MICRO BLACK REFUSE BAGS	09/09/2026	21/09/2026	BTO
3	SCMUQ 35/2026	SUPPLY AND DELIVERY OF 1PLY 500 SHEETS VIRGIN TOILET PAPER	09/09/2026	21/09/2026	BTO
4	SCMUQ 36/2026	SUPPLY AND DELIVERY OF DISINFECTANT AND CLEANING FLUIDS 5 LITRES	09/09/2026	21/09/2026	BTO
5	SCMUQ 38/2026	VENUE HIRE WITH SOUND SYSTEM AND CATERING FOR EXPLORER LIMPOPO TOURISM MARKET	04/09/2026	08/09/2026	PED

15.9. Bid Closed

NO	BID NO	DESCRIPTION	CLOSING DATE
1	SCMU 23/2026	UPGRADING OF KHETONE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/13
2	SCMU 24/2026	UPGRADING OF SERUTUTUNG TO TICKYLINE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/15
3	SCMU 25/2026	REPLACEMENT OF 60MVA 132/66/33kV TRANSFORMER NO.2 AT TARENTAALRAND SUBSTATION.	2026/09/10
4	SCMU 25/2026	REFURBISHMENT AND RE-INSTALLATION OF ZIPPEL CABINETS AT GREATER TZANEEN MUNICIPALITY	2026/09/28
5	SCMU 27/2026	APPOINTMENT OF A SERVICE PROVIDER FOR REVIEW AND DEVELOPMENT OF THE DISASTER MANAGEMENT PLAN FROM LEVEL 1 TO LEVEL 2	2026/09/28

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6	SCMU 29/2026	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ARCHIVES STORAGE CONTAINERS FOR RECORD OFFICE	2026/09/29
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15.10 Quotation Closed

NO	Bid No	Description	Closing date
1	SCMUQ 28/2026	APPOINTMENT OF SERVICE PROVIDER FOR TRAINING ON GRAP	07/10/2026
2	SCMUQ 29/2026	APPOINTMENT OF SERVICE PROVIDER FOR PREPARATION OF ANNUAL FINANCIAL STATEMENTS TRAINING	07/10/2026
3	SCMUQ 30/2026	SUPPLY DELIVERY INSTALLATION AND PROGRAMMING OF PERSONEL FIREARMS (HANDGUN) SAFES AT THE GREATER TZANEEN MUNICIPALITY	16/09/2026
4	SCMUQ 31/2026	SUPPLY DELIVERY INSTALLATION AND PROGRAMMING OF SECURITY SYSTEM AT THE GREATER TZANEEN MUNICIPALITY	16/09/2026
5	SCMUQ 23/2026	APPOINTMENT FOR QUALIFIED ACCREDITED TRAINING PROVIDER TO FACILITATE COMPETENCY SHOOTING TRAINING FOR 18 LAW ENFORCEMENT	18/09/2026
6	SCMUQ 39/2026	CONFERENCE PACKAGE FOR MPAC WORKING SESSION ON THE 2021 - 2026 DRAFT EXIT AND HANDOVER REPORT	16/09/2026
7	SCMUQ 34/2026	SUPPLY AND DELIVERY OF H DUTY 40 MICRO BLACK REFUSE BAGS	09/09/2026
8	SCMUQ 35/2026	SUPPLY AND DELIVERY OF 1PLY 500 SHEETS VIRGIN TOILET PAPER	09/09/2026

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9	SCMUQ 36/2026	SUPPLY AND DELIVERY OF DISINFECTANT AND CLEANING FLUIDS 5 LITRES	09/09/2026
10	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	09/09/2026
11	SCMUQ 33/2026	SUPPLY AND DELIVERY OF GENERAL - PURPOSE PURITAN GREEN BAR SOAP	09/09/2026

15.11 BIDS CONSIDERED BY BID ADJUDICATION COMMITTEE AND RECOMMENDED TO THE ACCOUNTING OFFICER

NO	Bid No	Description of goods & services	Closing Date	BEC Date	User Dept.
1	SCMU 23/2026	UPGRADING OF KHETONE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/13	2026/07/22	ENGINEERING SERVICES
2	SCMU 24/2026	UPGRADING OF SERUTUTUNG TO TICKYLINE ACCESS ROAD FROM GRAVEL TO PAVING	2026/07/15	2026/07/22	ENGINEERING SERVICES
3	SCMU 21/2026	PROVISION OF INTEGRATED SECURITY MEASURES FOR ALL ELECTRICAL MAIN AND SUB STATIONS AT GREATER TZANEEN MUNICIPALITY FOR A PERIOD OF 03 YEARS	2026/06/29	2026/07/28	COMMUNITY SERVICES

15.9 QUOTATIONS AWARDED BY CFO

No	Bid number	Description	User Dept.	Closing date	Date of award	status
1	SCMUQ 38/2026	VENUE HIRE WITH SOUND SYSTEM AND CATERING FOR EXPLORER LIMPOPO TOURISM MARKET	PED	04/09/2026	09/09/2026	AWARDED
2	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	BTO	09/09/2026	18/09/2026	AWARDED

15.10. BIDS AWARDED BY ACCOUNTING OFFICER

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No	Bid number	Description	User Dept.	Closing date	Date of award	status
1	SCMU 21/2026	PROVISION OF INTERGRATED SECURITY MEASURES FOR ALL ELECTRICAL MAIN AND SUBSTATIONS AT GREATER TZANEEN MUNICIPALITY	ELECTRICAL ENGINEERING	2026/06/29	29/07/206	AWARDED
2	SCMU 23/2025	APPOINTMENT OF SERVICE PROVIDER FOR UPGRADING OF KHETONE ACCESS ROAD FROM GRAVEL TO PAVING	ENGINEERING SERVICES	2026/07/13	2026/07/29	AWARDED
3	SCMU 24/2025	APPOINTMENT OF SERVICE PROVIDER TO CONDUCT VERIFICATION OF CANDIDATES' PERSONAL CREDENTIALS FOR A PERIOD OF 36 MONTHS AT GTM	ENGINEERING SERVICES	2026/07/15	2026/07/29	AWARDED
4	SCMU 34/2025 RE ADVERT	APPOINTMENT FOR THE PROVISION OF METER READING, DISCONNECTION AND RECONNECTION SERVICES FOR THE PERIOD OF THREE YEARS	BTO	06/08/2026	08/09/2026	AWARDED

15.11 BIDS Advertised

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	1/08/2026

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2	SCMU 25/2026	REFURBISHMENT AND RE- INSTALLATION OF ZIPPEL CABINETS AT GREATER TZANEEN MUNICIPALITY	Yes	Yes	No	Yes	Yes	Yes	11/09/2026
3	SCMU 27/2026	APPOINTMENT OF A SERVICE PROVIDER FOR REVIEW AND DEVELOPMENT OF THE DISASTER MANAGEMENT PLAN FROM LEVEL 1 TO LEVEL 2	Yes	Yes	No	Yes	Yes	Yes	11/09/2026
4	SCMU 28/2026	APPOINTMENT OF AN ADDITIONAL PANEL OF INTERPRETERS FOR DISCIPLINARY HEARINGS FOR THE PERIOD OF 36 MONTHS AT GREATER TZANEEN MUNICIPALITY	Yes	Yes	No	Yes	Yes	Yes	11/09/2026
5	SCMU 29/2026	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF ARCHIVES STORAGE CONTAINERS FOR RECORD OFFICE	Yes	Yes	No	Yes	Yes	Yes	11/09/2026
6	SCMU 30/2026	APPOINTMENT OF A SERVICE PROVIDER FOR SUPPLY AND DELIVERY OF EPWP AND ENGINEERING SERVICES PROTECTIVE CLOTHING	Yes	Yes	No	Yes	Yes	Yes	25/09/2026

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15.12 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 28/2026	APPOINTMENT OF SERVICE PROVIDER FOR TRAINING ON GRAP	YES	YES	NO	NO	NO	NO	2026/07/03
2	SCMUQ 29/2026	APPOINTMENT OF SERVICE PROVIDER FOR PREPARATION OF ANNUAL FINANCIAL STATEMENTS TRAINING	YES	YES	NO	NO	NO	NO	2026/07/03
3	SCMUQ 33/2026	SUPPLY AND DELIVERY OF GENERAL - PURPOSE PURITAN GREEN BAR SOAP	YES	YES	NO	NO	NO	NO	2026/08/27
4	SCMUQ 34/2026	SUPPLY AND DELIVERY OF H DUTY 40 MICRO BLACK REFUSE BAGS	YES	YES	NO	NO	NO	NO	2026/08/27
5	SCMUQ 35/2026	SUPPLY AND DELIVERY OF 1PLY 500 SHEETS VIRGIN TOILET PAPER	YES	YES	NO	NO	NO	NO	2026/08/27
6	SCMUQ 36/2026	SUPPLY AND DELIVERY OF DISINFECTANT AND CLEANER JEWES FLUIDS 5 LITRES	YES	YES	NO	NO	NO	NO	2026/08/27
7	SCMUQ 37/2026	SUPPLY AND DELIVERY OF 50PPM DIESEL	YES	YES	NO	NO	NO	NO	2026/08/27
8	SCMUQ 38/2026	VENUE HIRE WITH SOUND SYSTEM AND CATERING FOR EXPLORER LIMPOPO TOURISM MARKET	YES	YES	NO	NO	NO	NO	2026/08/28
9	SCMUQ 30/2026	SUPPLY DELIVERY INSTALLATION AND PROGRAMMING OF PERSONEL FIREARMS (HANDGUN) SAFES AT	YES	YES	NO	NO	NO	NO	2026/09/089

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		THE GREATER TZANEEN MUNICIPALITY							
10	SCMUQ 31/2026	SUPPLY DELIVERY INSTALLATION AND PROGRAMMING OF SECURITY SYSTEM AT THE GREATER TZANEEN MUNICIPALITY	YES	YES	NO	NO	NO	NO	2026/09/08
11	SCMUQ 23/2026	APPOINTMENT FOR QUALIFIED ACCREDITED TRAINING PROVIDER TO FACILITATE COMPETENCY SHOOTING TRAINING FOR 18 LAW ENFORCEMENT	YES	YES	NO	NO	NO	NO	2026/09/11
12	SCMUQ 39/2026	CONFERENCE PACKAGE FOR MPAC WORKING SESSION ON THE 2021 - 2026 DRAFT EXIT AND HANDOVER REPORT	YES	YES	NO	NO	NO	NO	2026/09/23

16 AUDIT ACTION PLAN

The AGSA is performing external audit during the month under review. 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 and progress is closely monitored.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Department	Opening Balance	Addition: Current	Recovered	Written Off	Closing balance
MM	R6,587,170.50		-R116,001.00	-R1,139,843.89	R5,331,325.61
Corporate Serv.	R2,358,939.12			-R2,358,939.12	R0.00
Comm	R1,139,843.89			-R1,139,843.89	R0.00

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BTO	R0.00				R0.00
PED	R0.00				R0.00
Electrical Servi.	R0.00				R0.00
Engineering Serv.	R5,192,220.49			-R5,180,296.49	R11,924.00
Total	R15,278,174.00		-R116,001.00	-R9,818,923.38	R5,343,249.61

The table above reflects the current balance of fruitless and wasteful expenditure. No additional fruitless and wasteful expenditure was incurred during September 2026. However, recoveries were effected in respect of legal costs relating to the registration of stands. In addition, Council approved the write-off of fruitless and wasteful expenditure amounting to R9.8 million, following the conclusion and recommendations of the Financial Misconduct Board's investigation. These transactions resulted in a reduction in the outstanding balance of historical fruitless and wasteful expenditure. The remaining balance mainly relates to transactions which were recommended for recovery.

18 IRREGULAR EXPENDITURE

Department	Opening Balance	Addition: Current	Written Off	Closing balance
MM				-
Corporate Serv.	-	-	-	-
Comm	-	-	-	-
BTO	-	-	-	-
PED	-	-	-	-
Electrical Servi.	-	-	-	-
Engineering Serv.	-	-2,717,358	-	-R2,717,358
Total	-	R2,717,358	-	R2,717,358

Irregular expenditure incurred during September 2026 amounted to R2 717 358.00, relating to the supplementary valuation roll and property valuation services. This expenditure arose from a long-term contract awarded during the 2022/23 financial year, which was subsequently identified as irregular due to the bid having

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been advertised for less than the prescribed minimum period of 30 days. Therefore, all expenditure incurred under the contract is classified as irregular expenditure. All previously identified irregular expenditure cases have been investigated and subsequently written off.

Mr C.M Maeta

CHIEF FINANCIAL OFFICER

GLOSSARY OF ABBREVIATIONS

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

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