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# BUDGET AND TREASURY REPORT

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Report as in December 31 2022

DECEMBER 31, 2022  
MOPANI DISTRICT MUNICIPALITY  
Section 71 Report

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## 1. Executive Summary

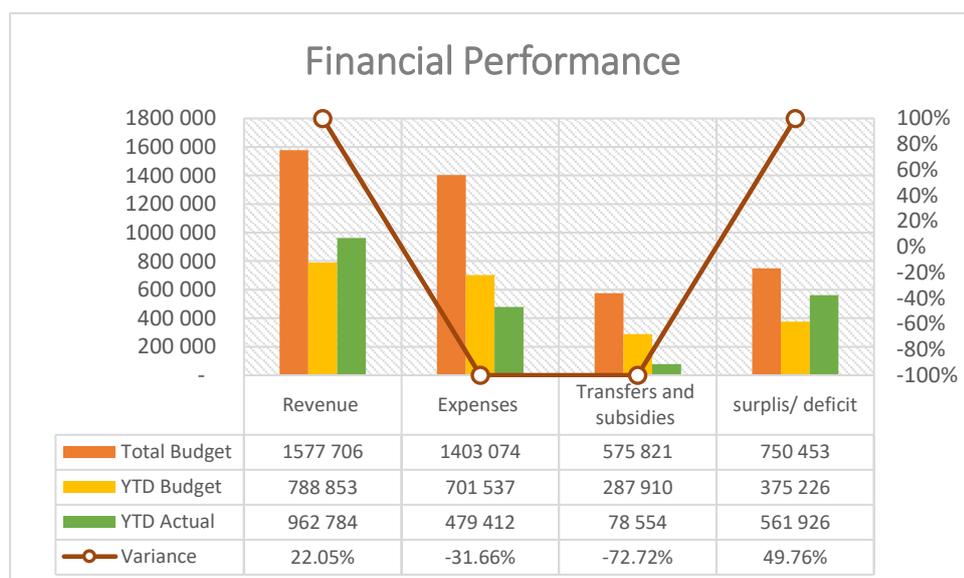
The municipal Revenue budget for the year was approved at **R1.577bn** to cater for operational activities and **R575.8m** for capital expenditure. The YTD budget is estimated at **788.8m** as in December 2022 for operations and **R280.3m** for capital expenditure. An amount of **R1.014b** was received, included in the **R1.014b** is **R822.7m** for equitable shares received from National Treasury. Out of **R280,3m** received for capital, only **R78.5m** has been recognized as income for meeting the condition of the grant.

The municipal payable to date is currently reported at **R878.9m** which. Of the R878.9m, R798.8 is for the purchase of bulk water from Lepelle and DWS. This historic debt is pausing a challenge to the municipal cash flow as it should be funded from the current budget.

The municipality revenue billed from local municipality for a YTD amount to **R112.4m** for water and sewer. The total collection by local municipality is reported at **R50.8m** which is yet to be transfer by local municipalities for water and sewer services done on behalf of District.

The Municipality relies solely on grant for funding the operations mainly because of non -payment of services by the municipalities. The municipal current operational and capital per months is **+ R 100m**. The office of BTO has finalize a monthly cash flow projections that will provide a guideline as to the cash that will be made available for a month / quarter. This would be done to ensure that cash is available to fund critical operations even in cases where equitable shares allocations from National Treasury get to be delay. The details management accounts is attached as schedule C.

## 2. Financial Overview



## Figure 1: Statement of Financial Performance

### 2.1 Statement of financial Performance

#### a). Operating Revenue

##### i. Service charges

The services charges for water charged to consumers is at **R94.1m** of the YTD Actual when compared to the YTD Budget of **R136.7 m** and the variances **-31.1%**. The service charges for sanitation is at **R18.9 m** of the YTD Actual when compared to the YTD Budget of **R18.1m** and the variance is 4.16% as at the period ending 31 December 2022.

ii. **Transfers and Subsidies** – the municipalities have received **R832.2m** of the YTD Actual when compared to the YTD Budget of **R592m**, the variance is **40.5%** on operating grants and subsidies as at the end of the period ended the 31 December 2022.

iii. **Interest earned - external investments** –Interest earned on the investment is **R 3.8m** of the YTD Actual when compared to the YTD Budget of **R4.5m** and the variance is **-14.6%** of the year-to-date budget

iv. **Interest earned on outstanding debtors**- The interest recorded on outstanding debtors from the local municipalities is at **R 5.3m** when compared to the YTD Budget of **R35.8 m**, the variance is **-85.1%**

v. **Other income** – Includes sale of tender documents and fire services charges, it is at **R 8.2m** of YTD Actual when compared to the YTD Budget of **R1.5m** and the variance is **418,7%** as at 30 November 2022. This is due to high volume of tender documents sold which exceeded the expectation.

#### b) Operating Expenditure

i. **Employee Related Costs (Salaries and Wages & Social contribution)** – Employee related costs expenditure it at **R 236.5m** of YTD Actual when compared to the YTD Budget of **R 230m** and the variance is **2.8%** for the period ended 31 December 2022, which is higher than the expected budget. The reason for the variance is the payment of overtime to personnel in Water Services and Fire Services.

ii. **Councillors Remuneration** – The councillors' remuneration is at **R 11.2 m** of the YTD Actual when compared to the YTD Budget of **R 6.4 m** the variance is **74.4%**. The reason is the back pay of Councillors Allowance from November 2021 to August 2022 and Subsistence and Travelling allowance. The back pay was not budgeted for in the current financial year.

##### iii. Depreciation

The depreciation is at **0%** for the period ending 31 December 2022, the Assets Register is currently being finalised and as such, the Depreciation for the 2022/023 financial year would be accounted for the exercise is completed.

iv. **Debt Impairment**- The municipality is impairing debt once a year hence no movement is reported to date.

- v. **Contracted services** – includes the payments for leased vehicles, security services, Legal Services, PMU Support, consultants assisting in preparation of AFS and VAT recoveries and mSCOA. Expenditure is at **R 86.5 m** of the YTD Actual compared to the YTD Budget of **R73.9m**, the variance is **17.03%** for the period ending 31 December 2022. The reason is some of the services had already been paid more than **50%** of the budgets e.g., legal and security services
- vi. **Inventory Consumed** - This figure includes repairs and maintenance of infrastructure and movable assets on an ad hoc basis and the purchase of bulk water purchases from Lepelle Northern Water and Department of Water and Sanitation expenditure to date is at **R 76.4 m** of the YTD Actual compared to the YTD Budget of **R 173.2m**, the variance is **-55.6%** for the year to date
- vii. **General expenditure** – General expenditure is at **R68.3m** of the YTD Actual compared to the YTD Budget of **R73.1 m** the variance is **-6.5%** as at the period ended 31 December 2022

The overall operating expenditure on the 30 November 2022 is at **R 479.4m** of the YTD Actual compared to the YTD Budget of **R 701.5 m** and the variance is **-31.6%**, **which** is below **100%** year to date target with a variance of 70%. The reason for low spending on operational expenditure is non-calculations of the depreciation and debt impairment, and also, the receiving and issuing the water inventory and other stores using the financial system (stores module

## Detailed statement of Financial Performance

Limpopo: Mopani (DC33) - Table C4 Monthly Budgeted Financial Performance ( All ) for period ending (M06) 31 December 2022

Description	Ref	2021/22	Budget year 2022/23														
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	M05 Nov Actual	M06 Dec Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
<b>Revenue By Source</b>																	
Property rates																	
Service charges - electricity revenue																	
Service charges - water revenue		167 406	273 450	273 450		15 882	12 813	28 694	10 458	26 386	28 654	65 497	94 192	136 725	(42 533)	(31,11)	273 450
Service charges - sanitation revenue		75 919	36 351	36 351		2 608	3 422	6 030	2 500	5 239	5 163	12 901	18 932	18 176	756	4,16	36 351
Service charges - refuse revenue																	
Rental of facilities and equipment																	
Interest earned - external investments		3 622	9 000	9 000	779	899	449	2 127	147	151	1 417	1 715	3 842	4 500	(658)	(14,63)	9 000
Interest earned - outstanding debtors		36 937	71 713	71 713			126	126			5 197	5 197	5 323	35 857	(30 534)	(85,16)	71 713
Dividends received																	
Fines, penalties and forfeits																	
Licences and permits																	
Agency services																	
Transfers and subsidies		1 065 743	1 184 019	1 184 019	457 002	2 391	729	460 122	2 420	3 066	366 659	372 146	832 267	592 010	240 258	40,58	1 184 019
Other revenue		2 103	3 173	3 173	1 013	1 534	1 255	3 803	3 064	1 443	(81)	4 426	8 229	1 586	6 643	418,74	3 173
Gains		(350)															
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 351 380</b>	<b>1 577 706</b>	<b>1 577 706</b>	<b>458 794</b>	<b>23 314</b>	<b>18 793</b>	<b>500 902</b>	<b>18 588</b>	<b>36 286</b>	<b>407 008</b>	<b>461 882</b>	<b>962 784</b>	<b>788 853</b>	<b>173 931</b>	<b>22,05</b>	<b>1 577 706</b>
<b>Expenditure By Type</b>																	
Employee related costs		480 355	460 123	460 123	36 689	36 475	39 803	112 967	34 081	37 470	52 037	123 588	236 555	230 062	6 493	2,82	460 123
Remuneration of councillors		11 499	12 935	12 935	2 040	2 106	2 385	6 531	2 042	1 395	1 318	4 754	11 285	6 467	4 818	74,49	12 935
Debt impairment		18 876	70 005	70 005								122	122	35 002	(34 880)	(99,65)	70 005
Depreciation and asset impairment		328 521	219 126	219 126										109 563	(109 563)	(100,00)	219 126
Finance charges		51 823	150	150			75	75			1	1	76	75	1	1,32	150
Bulk purchases - electricity																	
Inventory consumed		360 243	346 514	346 514	3 176	14 041	33 091	50 308	724	741	24 698	26 163	76 471	173 257	(96 786)	(55,86)	346 514
Contracted services		231 436	147 977	147 977	11 264	13 877	21 066	46 207	7 059	16 987	16 334	40 380	86 587	73 988	12 599	17,03	147 977
Transfers and subsidies																	
Other expenditure		110 003	146 244	146 244	5 232	13 913	9 171	28 315	13 421	10 034	16 545	40 000	68 315	73 122	(4 807)	(6,57)	146 244
Losses																	
<b>Total Expenditure</b>		<b>1 592 755</b>	<b>1 403 074</b>	<b>1 403 074</b>	<b>58 402</b>	<b>80 412</b>	<b>105 589</b>	<b>244 403</b>	<b>57 327</b>	<b>66 626</b>	<b>111 055</b>	<b>235 008</b>	<b>479 412</b>	<b>701 537</b>	<b>(222 125)</b>	<b>(31,66)</b>	<b>1 403 074</b>
<b>Surplus/(Deficit)</b>																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(241 375)	174 632	174 632	400 392	(57 098)	(86 796)	256 499	(38 739)	(30 341)	295 953	226 874	483 372	87 316	396 056	453,59	174 632
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		452 685	575 821	575 821	6 319	14 668	22 116	43 103	9 002	29 410	(2 961)	35 451	78 554	287 910	(209 356)	(72,72)	575 821
Transfers and subsidies - capital (in-kind - all)		520															
<b>Surplus/(Deficit) after capital transfers and contributions</b>		<b>211 830</b>	<b>750 453</b>	<b>750 453</b>	<b>406 711</b>	<b>(42 430)</b>	<b>(64 680)</b>	<b>299 602</b>	<b>(29 737)</b>	<b>(931)</b>	<b>292 992</b>	<b>262 325</b>	<b>561 926</b>	<b>375 227</b>	<b>186 700</b>	<b>49,76</b>	<b>750 453</b>
<b>Taxation</b>																	
<b>Surplus/(Deficit) after taxation</b>		<b>211 830</b>	<b>750 453</b>	<b>750 453</b>	<b>406 711</b>	<b>(42 430)</b>	<b>(64 680)</b>	<b>299 602</b>	<b>(29 737)</b>	<b>(931)</b>	<b>292 992</b>	<b>262 325</b>	<b>561 926</b>	<b>375 227</b>	<b>186 700</b>	<b>49,76</b>	<b>750 453</b>
Attributable to minorities																	
<b>Surplus/(Deficit) attributable to municipality</b>		<b>211 830</b>	<b>750 453</b>	<b>750 453</b>	<b>406 711</b>	<b>(42 430)</b>	<b>(64 680)</b>	<b>299 602</b>	<b>(29 737)</b>	<b>(931)</b>	<b>292 992</b>	<b>262 325</b>	<b>561 926</b>	<b>375 227</b>	<b>186 700</b>	<b>49,76</b>	<b>750 453</b>
Share of surplus/ (deficit) of associate																	
<b>Surplus/(Deficit) for the year</b>		<b>211 830</b>	<b>750 453</b>	<b>750 453</b>	<b>406 711</b>	<b>(42 430)</b>	<b>(64 680)</b>	<b>299 602</b>	<b>(29 737)</b>	<b>(931)</b>	<b>292 992</b>	<b>262 325</b>	<b>561 926</b>	<b>375 227</b>	<b>186 700</b>	<b>49,76</b>	<b>750 453</b>

## 2.1 Staff benefits expenditure

The Municipality staff and councillors benefits to date amount to R247.8m as compared to the budget of R236.5m. This is due to increase of 4% salary expenditure reduction as compares to the budget is still within the acceptable limit. The 74.4% variance in council remuneration is due to back payment made to councillors which was not budget for in the current financial year. The overall salary variance is reported at 0.95% as at December 2022.

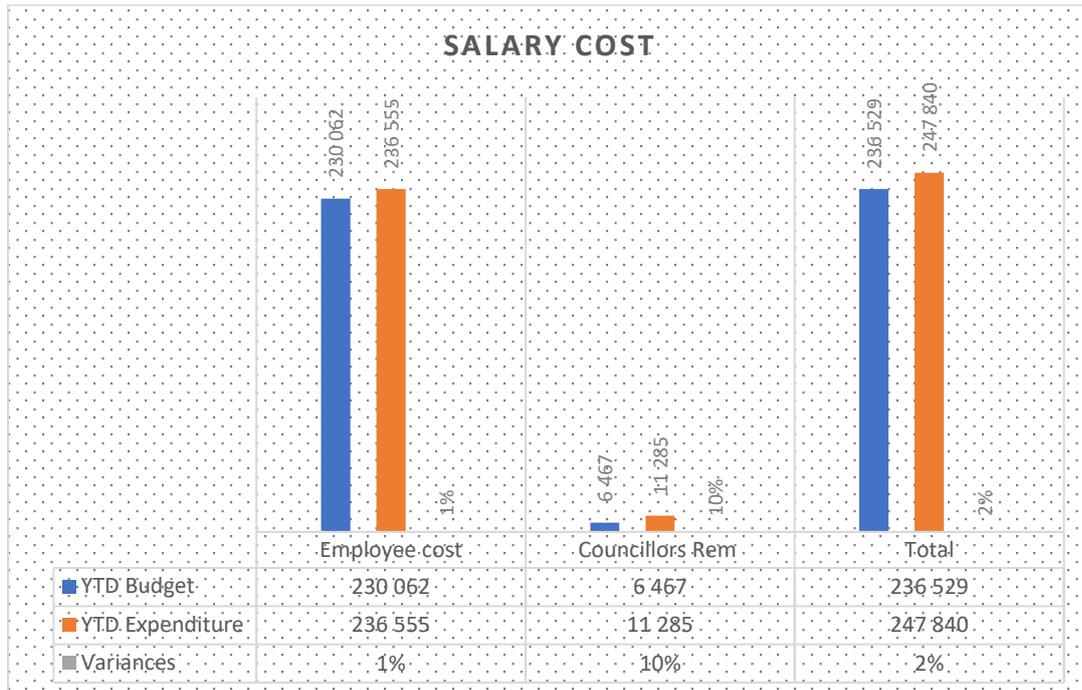


Figure 2: Remuneration Cost

## 2.3 Capital expenditure

The overall capital expenditure as at 31 December 2022 is at **R 115.9m** of the YTD Actual compared to the YTD Budget of **R 280.3m** and the variance is **-58.6%**. The reason is due to low spending of WSIG and MIG projects.

Limpopo: Mopani (DC33) - Table C5 Monthly Budgeted Capital Expenditure by Functional Classification and Funding for period ending (M06) 31 December 2022

R thousands	Description	Ref	2021/22		Budget year 2022/23													
			Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	M05 Nov Actual	M06 Dec Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
<b>Capital Expenditure - Functional</b>																		
	Municipal governance and administration		133 348	6 020	6 020	-	-	-	-	16	-	30	45	45	3 010	(2 965)	(98.49)	6 020
	Executive and council		179 060															
	Finance and administration		(45 713)	6 020	6 020					16		30	45	45	3 010	(2 965)	(98.49)	6 020
	Internal audit																	
	<b>Community and public safety</b>		<b>61 932</b>	<b>8 500</b>	<b>8 500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 250</b>	<b>(4 250)</b>	<b>(100.00)</b>	<b>8 500</b>
	Community and social services		1 849															
	Sport and recreation																	
	Public safety		60 084	8 500	8 500										4 250	(4 250)	(100.00)	8 500
	Housing																	
	Health		4 167															
	<b>Economic and environmental services</b>		<b>4 167</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	Planning and development		4 167															
	Road transport																	
	Environmental protection																	
	<b>Trading services</b>		<b>264 489</b>	<b>546 243</b>	<b>546 243</b>	<b>5 494</b>	<b>11 750</b>	<b>25 480</b>	<b>42 724</b>	<b>1 882</b>	<b>25 173</b>	<b>46 103</b>	<b>73 157</b>	<b>115 882</b>	<b>273 121</b>	<b>(157 239)</b>	<b>(57.57)</b>	<b>546 243</b>
	Energy sources																	
	Water management		261 886	546 243	546 243	5 494	11 750	25 480	42 724	1 882	25 173	46 103	73 157	115 882	273 121	(157 239)	(57.57)	546 243
	Waste water management		2 602															
	Waste management																	
	Other																	
	<b>Total Capital Expenditure - Functional</b>	<b>3</b>	<b>463 936</b>	<b>560 763</b>	<b>560 763</b>	<b>5 494</b>	<b>11 750</b>	<b>25 480</b>	<b>42 724</b>	<b>1 887</b>	<b>25 173</b>	<b>46 133</b>	<b>73 203</b>	<b>115 927</b>	<b>280 381</b>	<b>(164 454)</b>	<b>(58.65)</b>	<b>560 763</b>
<b>Funded by</b>																		
	National Government																	
	Provincial Government		379 784	541 243	541 243	5 494	11 750	24 940	42 184	1 882	25 010	46 103	72 995	115 179	270 621	(155 442)	(57.44)	541 243
	District Municipality																	
	Transfers and subsidies - capital (monetary allocations) (Nat)																	
	<b>Transfers recognised - capital</b>		<b>379 784</b>	<b>541 243</b>	<b>541 243</b>	<b>5 494</b>	<b>11 750</b>	<b>24 940</b>	<b>42 184</b>	<b>1 882</b>	<b>25 010</b>	<b>46 103</b>	<b>72 995</b>	<b>115 179</b>	<b>270 621</b>	<b>(155 442)</b>	<b>(57.44)</b>	<b>541 243</b>
	Borrowing																	
	Internally generated funds	<b>6</b>	135 757	19 520	19 520			540	540	16	162	30	208	748	9 760	(9 012)	(92.34)	19 520
	<b>Total Capital Funding</b>		<b>515 542</b>	<b>560 763</b>	<b>560 763</b>	<b>5 494</b>	<b>11 750</b>	<b>25 480</b>	<b>42 724</b>	<b>1 897</b>	<b>25 173</b>	<b>46 133</b>	<b>73 203</b>	<b>115 927</b>	<b>280 381</b>	<b>(164 454)</b>	<b>(58.65)</b>	<b>560 763</b>

**References:**

3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations

6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

## 2.3 Cash Flow statement

Limpopo: Mopani (DC33) - Table C7 Monthly Budgeted Cash Flows ( All ) for period ending (M06) 31 December 2022

Description	Ref	2021/22	Budget year 2022/23														
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	M05 Nov Actual	M06 Dec Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>																	
<b>Receipts</b>																	
Property rates																	
Service charges															386	(386)	(100,00)
Other revenue		2 431	140 173	140 173	25 198	1 756	1 434	4 329	3 513	25 223	(82)	5 118	9 447	70 086	(60 639)	(66,52)	140 173
Transfers and Subsidies - Operational	1	1 039 019	1 184 019	1 184 019	456 468	5 672	12	462 152	17 451	3	371 433	388 887	851 039	592 010	259 030	43,75	1 184 019
Transfers and Subsidies - Capital	1	499 604	575 821	575 821	143 864	1 287		145 151	1 855	154 291	71 113	227 259	372 410	287 910	84 499	29,35	575 821
Interest		262	9 000	9 000	439	899	59	709	5	119	559	683	1 392	4 500	(3 108)	(69,06)	9 000
Dividends																	
<b>Payments</b>																	
Suppliers and employees		(504 221)	(1 304 138)	(1 304 138)	(173 780)	(134 015)	(121 468)	(132 835)	(43 654)	(42 088)	(83 234)	(123 740)	(256 575)	(652 069)	395 494	(60,65)	(1 304 138)
Finance charges			(150)	(150)										(75)	75	(100,00)	(150)
Transfers and Subsidies	1																
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		1 037 095	604 725	604 725	452 189	(124 400)	(119 962)	479 505	(20 829)	137 548	359 790	498 208	977 713	302 748	674 965	222,95	604 725
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>																	
<b>Receipts</b>																	
Proceeds on disposal of PPE																	
Decrease (increase) in non-current debtors (not used)																	
Decrease (increase) in non-current receivables																	
Decrease (increase) in non-current investments																	
<b>Payments</b>																	
Capital assets		(558 765)	(560 763)	(560 763)	(150 378)	(12 059)	(24 906)	(43 323)	(4 982)	(3 924)	(64 846)	(73 751)	(117 074)	(280 381)	163 307	(58,24)	(560 763)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		(558 765)	(560 763)	(560 763)	(150 378)	(12 059)	(24 906)	(43 323)	(4 982)	(3 924)	(64 846)	(73 751)	(117 074)	(280 381)	163 307	(58,24)	(560 763)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>																	
<b>Receipts</b>																	
Short term loans																	
Borrowing long term/refinancing																	
Increase (decrease) in consumer deposits																	
<b>Payments</b>																	
Repayment of borrowing																	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		478 331	43 962	43 962	301 810	(136 500)	(144 868)	436 182	(25 811)	133 624	294 944	424 457	860 639	22 367	838 272	3 747,77	43 962
Cash/cash equivalents at the year begin:		131 652	21 382	21 382	28 216	330 027	193 527	28 216	48 660	22 849	156 473	48 660	28 216	21 382	6 834	31,96	21 382
Cash/cash equivalents at the year end:	2	609 982	65 345	65 345	330 027	193 527	48 660	48 660	22 849	156 473	294 960	294 960	294 960	43 749	845 106	1 931,69	65 345

References

1. Material variances to be explained in Table SC1

## 2.4 Cash and Cash equivalents

### MOPANI DISTRICT MUNICIPALITY CONSOLIDATED BTS FOR DECEMBER 2022

Month : 06

Statement Description	MAIN ACCOUNT 62854372093	CALL ACCOUNTS	TOTAL
<b>Opening balance</b>	<b>56 418 077,71</b>	<b>100 054 606,15</b>	<b>290 097 113,76</b>
Interest capitalised	558 727,28	858 326,84	1 417 054,12
Transfer from Main to Call	(280 000 000,00)	280 000 000,00	-
Transfer to Main Account from call	90 000 000,00	(90 000 000,00)	-
Current - Refunds	-	-	-
Current - ACBs	(286 269 312,01)	-	<b>(286 269 312,01)</b>
Current - ACB (GRANT)	442 443 280,37	-	<b>442 443 280,37</b>
Current - Deposits	37 942,42	-	<b>37 942,42</b>
Current - debit orders	(4 429 306,09)	-	<b>(4 429 306,09)</b>
Current - BANK ADJUSTMENT	(14 699 631,83)	-	<b>(14 699 631,83)</b>
Current - UNAUTHORISED( PENALTIES)	-	-	-
Current - Bank Charges	(15 339,08)	-	<b>(15 339,08)</b>
Current - Already Reconciled	-	-	-
Other transfers-Unpaid	2 871,10	-	<b>2 871,10</b>
<b>Closing balance</b>	<b>4 047 309,87</b>	<b>290 912 932,99</b>	<b>294 960 242,86</b>

## 3. Grant Management

### 3.1 Grant and Subsidy received

An amount of **R1.121 b**, which represents **63.7% of all grants**, budgeted for has been received as at the 31 December 2022. The municipality did receive all grants tranches as per the NT payment schedule

Supporting Table SC6 Monthly Budget statement -transfer and Grants Receipt 31 December 2022

Description	Ref	2021/22	Budget year 2022/23		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>	1,2									
<b>National Government:</b>		1 057 434 000	1 184 019 000	1 184 019 000	-	828 351 000	828 351 000	-	0%	1 184 019 000
Local Government Equitable Share		1 044 405 000	1 170 419 000	1 170 419 000	-	822 701 000	822 701 000	-	0%	1 170 419 000
Finance Management		2 900 000	3 000 000	3 000 000	-	3 000 000	3 000 000	-	0%	3 000 000
EPWP Incentive		10 129 000	10 600 000	10 600 000	-	2 650 000	2 650 000	-	0%	10 600 000
								-	0%	-
<b>Total Operating Transfers and Grants</b>	5	1 057 434 000	1 184 019 000	1 184 019 000	-	828 351 000	828 351 000	-	0%	1 184 019 000
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		471 415 000	575 821 000	575 821 000	-	293 377 000	293 377 000	-	0%	575 821 000
Rural Transport Services and Infrastructure		2 255 000	2 361 000	2 361 000	-	1 652 000	1 652 000	-	0%	2 361 000
Municipal Infrastructure Grant (MIG)		436 797 000	523 460 000	523 460 000	-	271 725 000	271 725 000	-	0%	523 460 000
Water Services infrastructure Grant		32 363 000	50 000 000	50 000 000	-	20 000 000	20 000 000	-	0%	50 000 000
<b>Total Capital Transfers and Grants</b>	5	471 415 000	575 821 000	575 821 000	-	293 377 000	293 377 000	-	0%	575 821 000
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	1 528 849 000	1 759 840 000	1 759 840 000	-	1 121 728 000	1 121 728 000	-	0%	1 759 840 000

#### References

- Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
- Grant expenditure must be separately listed for each grant received
- Replacement of RSC levies
- Housing subsidies for housing where ownership transferred
- Total recurrent/capital grants and subsidies must reconcile to the 'Financial Performance' Statement

### 3.2 Grant Payment Allocation

The table below depicts the amount and the date that the payments were made into the municipality's bank account

Date transferred	Equitable shares R'000	MIG R'000	RRAMS R'000	WSIG R'000	FMG R'000	EPWP R'000	Total R'000
06/07/2022	456 463						456 463
15/07/2022		120 395					120 395
18/07/2022			1 652				1 652
28/07/2022				20 000			20 000
03/08/2022						2 650	2 650
26/08/2022					3 000		3 000
25/11/2022		151 330					151 330
07/12/2022	366 238						366 238
<b>Total</b>	<b>822 701</b>	<b>271 725</b>	<b>1 652</b>	<b>20 000</b>	<b>3 000</b>	<b>2 650</b>	<b>1 121 728</b>

### 3.3 Performance on conditional Grants

Supporting Table SC 7 Monthly Budget statement -transfer and Grant Expenditure 31 December 2022

Description	2021/22	Budget year 202/23		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget						
R thousands									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
National Government:	1 057 434 000	1 184 019 000	1 184 019 000	54 332	460 930 349	240 615 300	220 315 049	92%	1 184 019 000
Local Government Equitable Share	1 044 405 000	1 170 419 000	1 170 419 000	-	456 463 000	237 877 800	218 585 200	92%	1 170 419 000
Finance Management	2 900 000	3 000 000	3 000 000	54 332	1 817 349	750 000	1 067 349	142%	3 000 000
EPWP Incentive	10 129 000	10 600 000	10 600 000	-	2 650 000	1 987 500	662 500	33%	10 600 000
<b>Total operating expenditure of Transfers and Grants:</b>	<b>1 057 434 000</b>	<b>1 184 019 000</b>	<b>1 184 019 000</b>	<b>54 332</b>	<b>460 930 349</b>	<b>240 615 300</b>	<b>220 315 049</b>	<b>92%</b>	<b>1 184 019 000</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	471 415 000	575 821 000	575 821 000	-	42 561 287	133 445 667	(90 884 380)	-68%	575 821 000
Rural Transport Services and Infrastructure	2 255 000	2 361 000	2 361 000	-	423 552	550 667	(127 115)	0%	2 361 000
MIG	436 797 000	523 460 000	523 460 000	-	38 390 857	120 395 000	(82 004 143)	-68%	523 460 000
Water Services Infrastructure Grant	32 363 000	50 000 000	50 000 000	-	3 746 878	12 500 000	(8 753 122)	-70%	50 000 000
<b>Total capital expenditure of Transfers and Grants</b>	<b>471 415 000</b>	<b>575 821 000</b>	<b>575 821 000</b>	<b>-</b>	<b>42 561 287</b>	<b>133 445 667</b>	<b>(90 884 380)</b>	<b>-68%</b>	<b>575 821 000</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>1 528 849 000</b>	<b>1 759 840 000</b>	<b>1 759 840 000</b>	<b>54 332</b>	<b>503 491 636</b>	<b>374 060 967</b>	<b>129 430 669</b>	<b>35%</b>	<b>1 759 840 000</b>

References

### 3.4 Creditors aging analysis

The total due to creditors amounts to R840, 1m . The payments to other creditors above 90 days belongs to invoices received from the service that are in disputes in terms of documents to support the expenditure

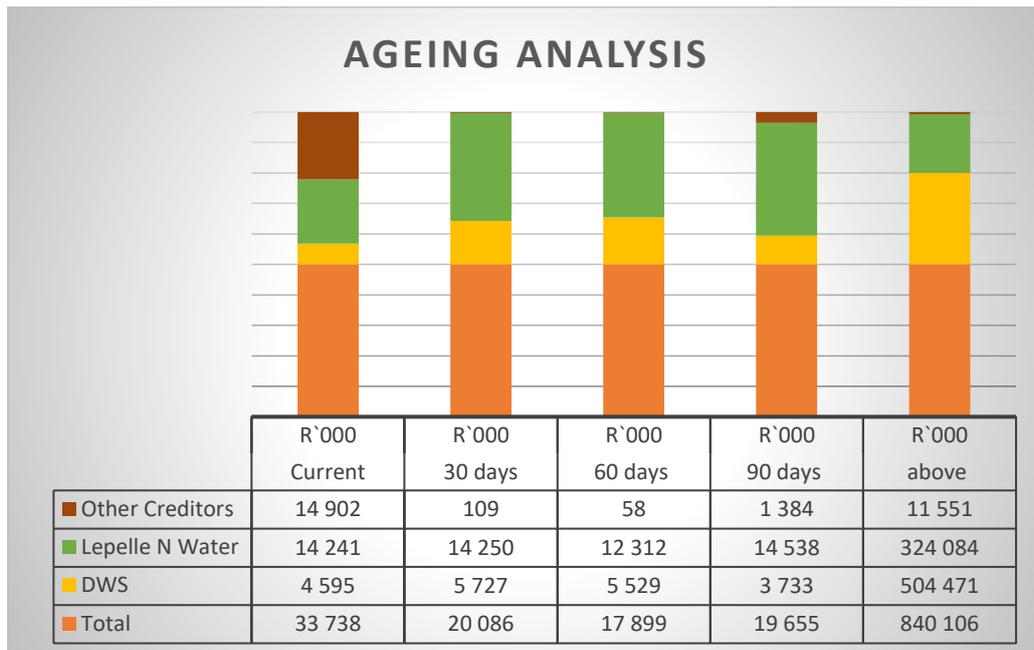


Figure 3: Creditors age analysis

## 4. Revenue Management

The Municipality's revenue sources are as follows: -

- Water and sewer service charges
- Fire services charges
- Environmental Health service charges
- Air Quality services charges
- Sale of tenders

The main own revenue is water and sewer transaction that are done at the local municipalities on behalf of the District Municipality

### 4.1. Billing on Water and Sewer Services

Municipality	Water Budget	Sewer Budget R'000	YTD Water Billing	YTD Sewer Billing	YTD Water Collection	YTD Sewer Collection R'000	& YTD Receipts vs Billing
	R'000		R'000	R'000	R'000		
BPM	239 623	32 669	75 559 000	11 517 369	29 801 016	7 213 288	0
GGM	23 346	3 943	5 495 262	2 195 978	814 159	445 459	0
GLM	10 986	4 394	3 272 843	1 436 990	1 640 334	160 212	0
GTM	55 931	5 852	25 802 701	5 229 004	13 981 990	3 359 624	0
MLM	4 610	0	2 658 966	238 556	2 044 127	178 848	0
<b>TOTAL</b>	<b>334 496</b>	<b>46 858</b>	<b>112 788 772</b>	<b>20 617 898</b>	<b>48 281 626</b>	<b>11 357 431</b>	<b>0</b>

#### a) Local Municipalities invoiced as at December 2022

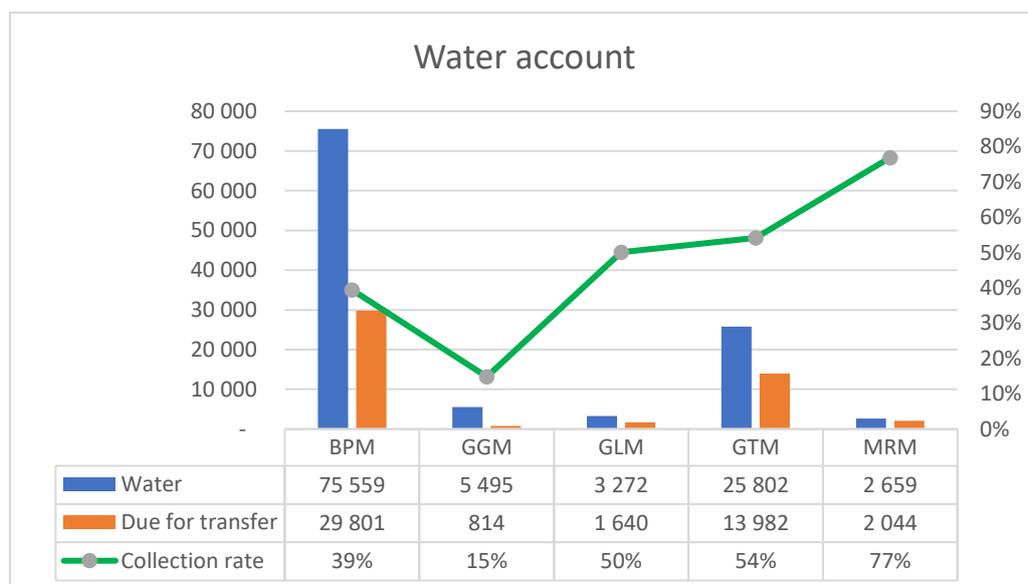


Figure 4: Water account

#### b) Sewer Billing

The following graph illustrate the performance of the sewer services

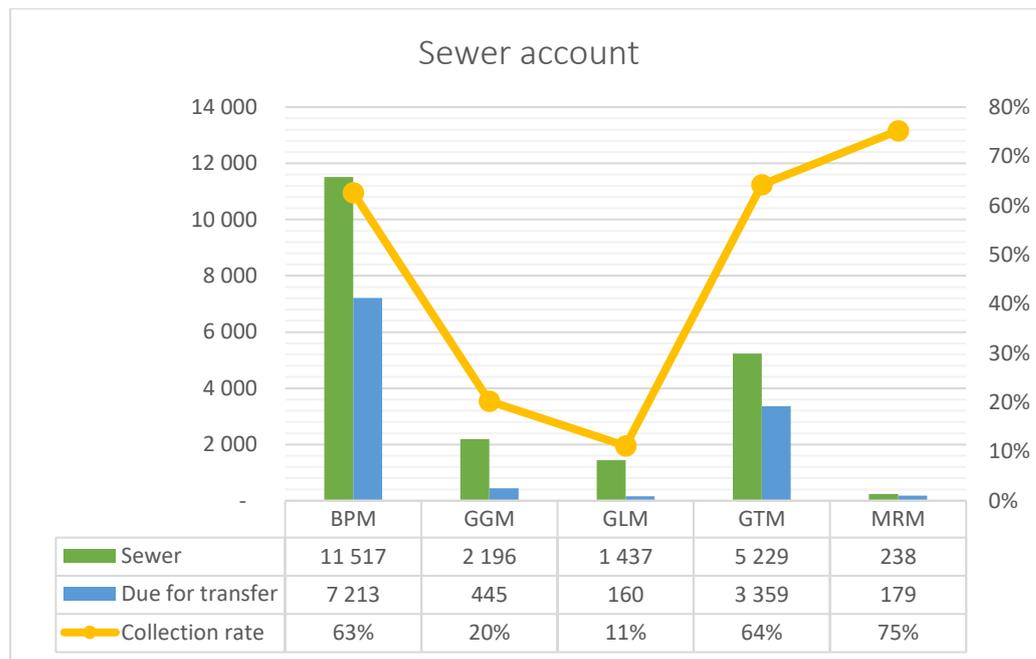


Figure 5: Sewer Account

**c) Local Municipalities Costs Recovery Report (Expenditures)**

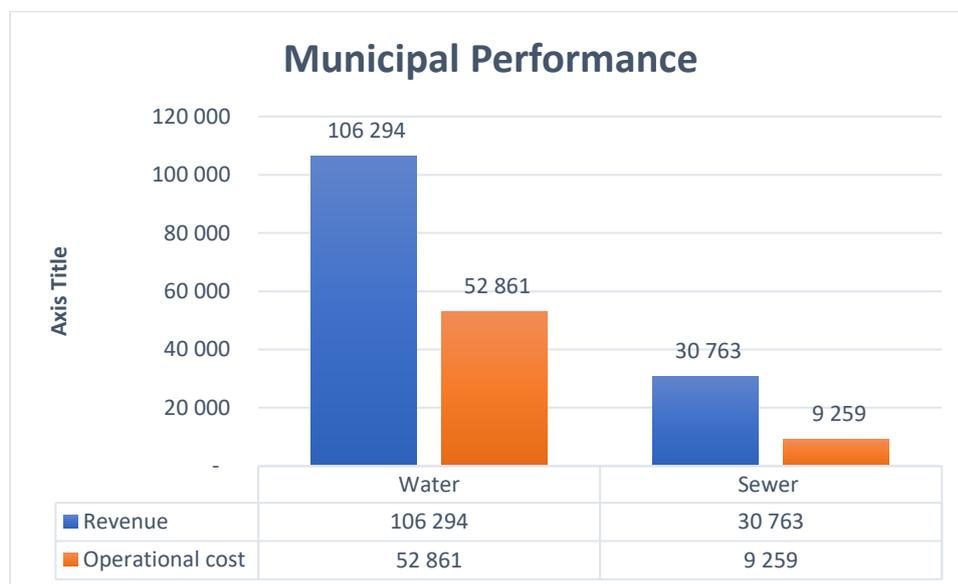


Figure 6: Cost recovery

The revenue invoiced on water and sewer for functions performed by local municipalities as per the above two tables. Municipalities has not yet transfer the money to the district municipality. As such further engagements with the local municipalities is critical. The local municipalities need to invoice the district on the total expenditures incurred on the water and sewer transactions.

## 4.2. DEBTORS AGE ANALYSIS

a) Debt age analysis.

Age Analysis	Sewerage	Water	Total
	R'000	R'000	R'000
Current	5 945 250	31 780 517	37 725 768
30 days	4 045 382	21 693 694	25 739 076
60 days	3 925 955	21 703 102	25 629 056
90 days	3 348 966	16 391 716	19 740 682
120 days	3 388 010	16 827 893	20 215 903
150 days	30 866 756	130 159 505	161 026 261
150 days plus	231 807 009	1 092 484 288	1 324 291 297
<b>TOTAL</b>	<b>283 327 329</b>	<b>1 331 040 714</b>	<b>1 614 368 043</b>

AGEING PER LOCAL MUNICIPALITY			
WATER		SEWER	
MUNICIPALITY	AMOUNT R'000	MUNICIPALITY	AMOUNT R'000
BPM	1 011 406 069	BPM	175 148 339
GGM	115 844 409	GGM	26 370 780
GLM	60 577 867	GLM	48 682 168
GTM	141 630 922	GTM	32 773 017
MLM	1 581 447	MLM	353 025
<b>TOTAL</b>	<b>1 331 040 714</b>	<b>TOTAL</b>	<b>283 327 329</b>

Annexure A: Detailed schedule C Section attached

## 5. Assets management

### 5.1 Asset Management (MFMA, section 63)

- a) Significant movable / immoveable assets under the control of the municipality.
- b) Continuous updates of the asset register. (Assets Acquisitions for the quarter)

This section of the report relates to the asset spend analysis (quantum and rand value) during the past quarter for all asset transactions.

Threshold– other asset purchases	Quantity	Value
Transactions Exceeding R 1 000	3	<b>R 118 836.30</b>

No	Date	Cheque Number	Description of Works	Amount
1	Oct-22	WFG000054259SI	Supply and delivery of furniture for internal audit	2365.93
2	Oct-22	MAK0010	Supply and delivery of meterological equipment for air quality monitor	86780
3	Dec-22	EF016967-0001	Supply and delivery of hp switching power supply; samsung monitor and	29690.37

**Total**

**R 118 836.30**

Threshold– infrastructure asset purchases	Quantity	Value
Transactions Exceeding R 1 000	92	<b>R 95 033 786.18</b>

No	Date	Cheque Number	Description of service	Amount
1	Jul-22	EF016041-0001	Claim 2 rotterdam groud water scheme 07/07/2022	849936.64
2	Jul-22	EF016046-0001	claim 2 rotterdam ground water scheme 08/07/2022	513913.04
3	Jul-22	EF016042-0001	claim 6 makhushane water scheme 15/07/2022	1046645.95
4	Jul-22	EF016040-0001	claim 08 makhushane water scheme 20/07/2022	175189.48
5	Jul-22	EF016039-0001	claim 6 sekgosese regional water scheme 21/07/2022	1811325.81
6	Jul-22	EF016043-0001	claim 7 lulekani water scheme 25/07/2022	1096681.46
7	Aug-22	EF016226-0001	claim 8 sekgosese regional water phase 2d	1114370.58
8	Aug-22	EF016218-0001	claim 7 ritavi 2 regional water phase 3 2021/2022	3536732.83
9	Aug-22	EF016224-0001	claim 9 ritavi 2 regional water phase 3 25/07/2022	226946.93
10	Aug-22	EF016241-0001	claim 7 lulekani water scheme phase 1 26/07/2022	273695.5
11	Aug-22	EF016353-0001	claim 1zava bulk water supply 25/07/2022	664511
12	Aug-22	EF016352-0001	claim 1 zava water supply 28/07/2022	810045

13	Aug-22	EF016250-0001	claim 1 of phase 7 tours water reticulation 31/07/2022	2324775.45
14	Aug-22	EF016263-0001	construction of control room & guard room 13/07/2022	1518078
15	Aug-22	EF016261-0001	construction of pipelines hoedspruit 11/08/2022	2490400
16	Sep-22	EF016422-0001	claim 5 thabina rws water scheme phase 5 08/08/2022	4958147.13
17	Sep-22	EF016569-0001	claim 6 thabina rws phase 5 10/08/2022	483238.09
18	Sep-22	EF016387-0001	claim 2 thabina regional water scheme 30/08/2022	1656836.65
19	Sep-22	THAC202251	claim 3 thabina to lenyenye bulk water 30/08/2022	765707.15
20	Sep-22	EF016524-0001	claim 9 makhushane water scheme phase 4 18/08/2022	234707.25
21	Sep-22	EF016522-0001	claim 7 makhushane water scheme phase 4 29/08/2022	1676042.7
22	Sep-22	EF016466-0001	claim 12 ritavi 2 water scheme 16/09/2022	232334.56
23	Sep-22	EF016423-0001	claim 10 ritavi 2 water scheme phase 3 2021/2022 20/09/2022	270840.12
24	Sep-22	EF016558-0001	claim 8 lulekani water scheme phase 1 15/08/2022	77047.83
25	Sep-22	EF016420-0001	claim 9 lulekani water scheme 22/08/2022	280504.04
26	Sep-22	EF016525-0001	claim 9 lulekani water scheme phase 1 25/08/2022	1416003.52
27	Sep-22	EF016515-0001	claim 9 lulekani water scheme phase 1 25/08/2022	350000
28	Sep-22	22	claim 22 thappane water court order 07/07/2022	4332165.79
29	Sep-22	EF016446-0001	equipping borehole koope village 30/07/2022	539945
30	Sep-22	EF016447-0001	claim 11 selwane water phase 2 05/09/2022	255868.9
31	Sep-22	EF016421-0001	claim 4 tours water reticulation 31/07/2022	402327.23
32	Sep-22	EF016513-0001	claim 10 tours water reticulation	1043550.9
33	Sep-22	EF016429-0001	construction of control room; guard room skhimini 12/07/2022	1478298
34	Sep-22	EF016432-0001	refurb of four boreholes middle letaba water works 05/09/2022	2440558.4
35	Oct-22	TOURS PHASE1/08	claim no 8 tours water reticulation 25 villages phase 1	1881607.5
36	Oct-22	EF016606-0001	construction of water reticulation storage tanks and manholes at sekgo	916689
37	Nov-22	BJVB-03	claim 3 thabina rws 13/10/2022	2107265.01
38	Nov-22	MDM5 006	claim 5 thabina rws 18/10/2022	4391293.78
39	Nov-22	102274	claim 24 sefotse ditshosini bulk water 06/09/2022	2268930.54
40	Nov-22	7308182768	claim 4 rotterdam water reticulation connection fee 18/10/2022	98841.91
41	Nov-22	MDM/4030/003	claim 3 rotterdam water reticulation 20/10/2022	168278.97
42	Nov-22	EF016629-0001	claim 8 makhushane water scheme mdm2021/22-004 07/10/2022	1136769.72
43	Nov-22	145	makhushane water scheme phase 4	1325608.88
44	Nov-22	MOP01	makhushane water scheme 100kl of water	146000
45	Nov-22	202122-004	makhushane water scheme phase 4 mdm 2021/22-004	962888.1
46	Nov-22	INA10380	sekgosese regional bulk water supply phase 1c	1324502.36
47	Nov-22	LULEPC010	claim 10 lulekani water scheme phase 1 benfarm 21/09/2022	869926.94
48	Nov-22	102936	claim 10 lulekani water scheme phase 1 benfarm 26/09/2022	377068
49	Nov-22	1	claim 3 lulekani water scheme phase 1 benfarm 05/10/2022	195802.81

50	Nov-22	EF016612-0001	new electricy connection for borehole mamayila 25/07/2022	162412.48
51	Nov-22	EF016624-0001	claim 3 zava water supply phase 1 21/09/2022	1305268.02
52	Nov-22	2021-025	tours water scheme (bulk water refurbishment and reticulation) mdm 202	2257113.02
53	Dec-22	SHCE061/MDM- 002-02	claim 2 upgrading internal water reticulation mageva phase 02 28/12/20	653942.09
54	Dec-22	THA202252	claim 4 thabina to lenyenye bulk line phase 6 24/10/2022	297905.58
55	Dec-22	EF016914-0001	claim 7 thabina to lenyenye bulk line phase 5	395000
56	Dec-22	EF016828-0001	claim 7 thabina regional waterscheme bulk line phase 5 19/12/2022	3111399.41
57	Dec-22	EF016820-0001	claim 5 thabina to lenyenye bulk water supply phase 6 19/12/2022	375207.15
58	Dec-22	BJVB-04	cklaim 4 thabina regional water scheme phase 6 28/12/2022	3147638.65
59	Dec-22	EF016831-0001	claim 1 modjadji rws femane & ramoraka 31/10/2022	74000
60	Dec-22	EF016832-0001	claim 1 modjadji rws femane & ramoraka 31/10/2022	139130.43
61	Dec-22	EF016830-0001	claim 1 modjadji rws femane & ramoraka 31/10/2022	811973.5
62	Dec-22	EF016833-0001	claim 1 modjadji rws femane & ramoraka 31/10/2022	1124731.18
63	Dec-22	EF016915-0001	claim 10 sefotse to ditshosine bulk water reticulation 052/004 21/12	1078475.13
64	Dec-22	EF016900-0001	claim 4 sefotse ditshosini bulk water covid 19 24/10/2022	143486.06
65	Dec-22	EF016886-0001	claim 5 rotterdam water reticulation 01/12/2022	631424.5
66	Dec-22	EF016953-0001	claim 4 rotterdam ground water scheme 15/12/2022	202569.56
67	Dec-22	EF016956-0001	claim 11 makhushane water scheme 2121/22 21/10/2022	197483.09
68	Dec-22	EF016982-0001	claim 12 makhushane water scheme 2021/2022 25/11/2022	327518.23
69	Dec-22	EF016835-0001	claim 11 makhushane water scheme mdm2021/22-004 09/12/2022	785481.11
70	Dec-22	EF016912-0001	claim 10 makhushane water scheme phase 4 22/12/2022	179313.01
71	Dec-22	EF017046-0001	claim 5 sekgosese regional groundwater phase 2b 13/09/2022	266447.25
72	Dec-22	EF017093-0001	claim 1 sekgosese regional water scheme phase 3c 15/12/2022	795410.5
73	Dec-22	EF016954-0001	claim 7 sekgoeseregional water scheme phase 2a 15/12/2022	712712.37
74	Dec-22	EF016958-0001	claim 7 sekgosese ground water scheme phase 2b 19/12/2022	385214
75	Dec-22	EF016825-0001	claim 1 ritavi 2 regional water scheme phase 4c 09/12/2022	1031040
76	Dec-22	EF016804-0001	claim 1 ritavi regional water scheme phase 4a 12/12/2022	3545685
77	Dec-22	EF016989-0001	claim 2 ritavi regional water scheme phase 04-c 19/12/2022	234906.83
78	Dec-22	MDM 2020- 21/22/033-0	claim 2 ritavi 2 regional water scheme phase 04a 22/12/2022	364728.97

79	Dec-22	EF016719-0001	claim 12 lephephane water reticulation phase 1 rasebalana 22/11/2022	929950.9
80	Dec-22	EF016712-0001	claim 11 lephephane water rasebalana phase 1 22/11/2022	371900.9
81	Dec-22	171140	claim 10 lulekani water scheme phase 1 10/10/2022	280504.04
82	Dec-22	EF017052-0001	claim 11 lulekani water scheme 14/10/2022	1170084.98
83	Dec-22	EF017053-0001	claim 11 lulekani water scheme phase 1 31/10/2022	770871.3
84	Dec-22	171145	claim 12 lulekani water scheme phase 01 12/12/2022	119004.04
85	Dec-22	EF016967-0001	supply and delivery of hp switching power supply; samsung monitor and	29690.37
86	Dec-22	EF016819-0001	claim 4 zava water supply phase 1 12/12/2022	982567
87	Dec-22	EF016952-0001	claim 7 tours water scheme; bulk line ; reticulation 2020/21-025 31/10	1394763.94
88	Dec-22	EF016805-0001	claim 9 water reticulation 25 villages phase 1 12/12/2022	898137
89	Dec-22	EF016924-0001	claim 12 tours water scheme 2020/21-025 19/12/2022	1846980
90	Dec-22	EF016923-0001	claim 1 tours water reticulation 25 villages phase 2a 19/12/2022	1454040
91	Dec-22	EF016815-0001	claim 9 refurb of middle letaba water treatment works 26/10/2022	201971.18
92	Dec-22	EF016824-0001	claim 9 refurb of middle letaba water treatment works 2019/031 26/10/2	326858.96
<b>Total</b>				<b>R 95 033 786.18</b>

## 5.2 ASSET DISPOSAL ANALYSIS REPORT

This section of the report relates to the asset disposals (quantity and rand value) that occurred during the past quarter for all disposal transactions by means of a transfer, donation, and tender or competitive sale process.

THRESHOLD– ASSET DISPOSED	QUANTITY	VALUE	
Asset Disposals through Transfers	N/A	0	
Asset Disposals through Donations	N/A	0	
Asset Disposals through Tender or Sale Process	N/A	0	
<b>TOTAL TRANSACTION VALUE (Including VAT)</b>			

## 5.3 Fleet Management

### 5.3.1 Summary Expenditure on fleet.

Period	Fuel Expenditure on Fleet	Fuel Expenditure on Borehole And Generators	Repairs And Maintenance Expenditure	Licensing of Fleet Expenditure	Total Expenditure
JULY	R770 889.19	R289 294. 45	R543 241.34	R0	<b>R1 603 424.98</b>
AUGUST	R915 875.73	R201 937.85	R855 612.52	R178 203.70	<b>R2 151 629.80</b>

SEPTEMBER	R951 038.92	R183 730.50	R14 770.42	R0	<b>R1 149 539.84</b>
OCTOBER	R914 453.34	R289 453.34	R897 470.00	R54 762.00	<b>R2 156 138.68</b>
NOVEMBER	R 832 848.99	R 101 262.85	R 125 655.00	R 45 240.00	<b>R 1 105 007.84</b>
DECEMBER	R742 576.87	R214 621.65	R568 190.09	R0	<b>R1 525 388.61</b>
<b>Total</b>	<b>R5 127 683.04</b>	<b>R1 280 300.64</b>	<b>R3 004 939.37</b>	<b>R278 205.70</b>	<b>R11 294 553.73</b>

### 5.3.2 Summary listing on fleet status.

Location	Number Of Vehicles & Plant	Operational	Non-Operational	Disposal	Accident/ Written Off
Tzaneen	46	20	19	4	3
Ba-Phalaborwa	25	17	5	3	1
Letaba	26	17	6	3	0
Giyani	50	32	14	3	1
Maruleng	34	18	15	0	1
<b>Total</b>	<b>180</b>	<b>103</b>	<b>59</b>	<b>13</b>	<b>6</b>

### 5.3.3 Factors on fleet

- A number of fleet which is operational are due for service, this will lead to a large spending on repairs and maintenance.
- The internal workshop mechanic indicated the following challenges in order to perform minimum activities on fleet: a diagnosis machine, compressor and wheel jack and smaller items, like service kits and brake pads
- The Water Service Department has made request to on service kits and minor repairs which will be used to service light motor vehicles despite the workshop not being equipped.
- The Fire Truck allocated to Maruleng Fire Station is still at Mercurious waiting for order to be issued by the finance department.
- Fire Truck allocated to Ba-Phalaborwa Fire Station and other operational vehicles which have been repaired and serviced are still at dealerships awaiting payment, due financial constrains the mentioned fleet cannot be released from dealership, leading to a shortage of fleet for core functions in the municipality.
- The licensing process of the newly purchased Fire Truck has been finalized and the truck is ready for operations.
- The increase in fuel consumption is due to additional programs given motor graders and water tankers to assist Local Municipalities
- Fleet Management in conjunction with Community Service Division made an application in the month of November 2022 to the Department of Transport and Community Safety Limpopo for vehicles listed below to be registered as special classification to have a reduction on annual licensing fees and legislated classification of fire and rescue vehicles.

### Annexure B : Detailed fleet management report

## 6 SUPPLY CHAIN MANAGEMENT

### 6.1 Demand Management

<b>Demand Management: Supply Chain Management process</b>	<b>Oct-Dec 2022</b>
<b>Description</b>	<b>No</b>
Bids considered / approved by BSC (SCM reg. 27)	38
Bids approve by MM for advertisement from BSC	38
New bids advertised on MDM website/notice board	38
Bids closed / opening register place on MDM website/notice board	0

<b>Acquisition Management: Supply Chain Management process</b>	<b>Oct-Dec 2022</b>
<b>Description</b>	<b>No</b>
Total orders above R100 000 for Oct-Dec 2022	0
Total deviation orders processed for Oct-Dec 2022	0
Bid awarded / approved / appointed by MM (No. Service Providers)	0
SCM Reg. 32 Bid approved / appointed by MM	0
SCM Reg. 36 Bid approved / appointed by MM	0
Bids Awards place on Notice/website	0
Bids Awards reported to Treasury	0
Bids reported to External e.g. CIDB	0
Irregular Expenditure for Oct-Dec 2022	0

<b>Publication of bids Oct-Dec 2022</b>			
<b>Bid No.</b>	<b>Description</b>	<b>Publication date</b>	<b>Closing Date</b>
MDM 2022/23-26	Thomo Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-27	Thomo Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-28	Kamninginisi Block 2 Reticulation	09 October 2022	09 November 2022
MDM 2022/23-29	Mhlaba Willem Reticulation	09 October 2022	09 November 2022
MDM 2022/23-30	Muyexe Reticulation contract A	09 October 2022	09 November 2022
MDM 2022/23-31	Muyexe Reticulation contract B	09 October 2022	09 November 2022
MDM 2022/23-32	Khakhala reticulation	09 October 2022	09 November 2022
MDM 2022/23-33	Gawula Reticulation	09 October 2022	09 November 2022
MDM 2022/23-34	Mahlathi Reticulation	09 October 2022	09 November 2022
MDM 2022/23-35	Ndindani Reticulation	09 October 2022	09 November 2022
MDM 2022/23-36	Homu 14A Reticulation	09 October 2022	09 November 2022
MDM 2022/23-37	Homu 14B Reticulation	09 October 2022	09 November 2022
MDM 2022/23-38	Nwakhuwani Reticulation	09 October 2022	09 November 2022
MDM 2022/23-39	Mapayeni Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-40	Mapayeni Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-41	Vuheli Reticulation	09 October 2022	09 November 2022
MDM 2022/23-42	Risinga View Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-43	Risinga View Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-44	Risinga View Reticulation Contract C	09 October 2022	09 November 2022
MDM 2022/23-45	Makoxa Reticulation Contract A	09 October 2022	09 November 2022

MDM 2022/23-46	Makoxa Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-47	Xikukwani Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-48	Xikukwani Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-49	Xikukwani Reticulation Contract C	09 October 2022	09 November 2022
MDM 2022/23-50	Bode Reticulation	09 October 2022	09 November 2022
MDM 2022/23-51	Dzingidzingi Reticulation	09 October 2022	09 November 2022
MDM 2022/23-52	Skhunyani Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-53	Skhunyani Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-54	Bambeni Reticulation	09 October 2022	09 November 2022
MDM 2022/23-55	Mageva Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-56	Mageva Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-57	Maswanganyi Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-58	Maswanganyi Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-59	Maphata Reticulation	09 October 2022	09 November 2022
MDM 2022/23-60	Ngove Reticulation Contract A	09 October 2022	09 November 2022
MDM 2022/23-61	Ngove Reticulation Contract B	09 October 2022	09 November 2022
MDM 2022/23-62	Ngove Reticulation Contract C	09 October 2022	09 November 2022
MDM 2022/23-63	Refurbishment of Giyani Water Treatment Plant	09 October 2022	09 November 2022

## 6.2 Progress on advertised bids

Bid No.	Description	Advert date	Closing Date	Evaluation date	Status
MDM 2022/23-01	Ritavi 2 Water Scheme (Sub-scheme 1) Phase 4A	17 July 2022	22 Aug 2022	05 Sept 2022	Appointed
MDM 2022/23-02	Ritavi 2 Water Scheme (Sub-scheme 1) Phase 4B	17 July 2022	22 Aug 2022	05 Sep 2022	Appointed
MDM 2022/23-03	Ritavi 2 Water Scheme (Sub-scheme 1) Phase 4C	17 July 2022	22 Aug 2022	05 Sep 2022	Appointed
MDM 2022/23-04	Sekgosese Water Scheme Phase 3A	17 July 2022	22 Aug 2022	05 Sep 2022	Appointed
MDM 2022/23-05	Sekgosese Water Scheme Phase 3B	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-06	Sekgosese Water Scheme Phase 3C	17 July 2022	22 Aug 2022	05 Sep 2022	Appointed
MDM 2022/23-07	Tours Water Reticulation Phase 2A	17 July 2022	22 Aug 2022	05 Sep 2022	Appointed
MDM 2022/23-08	Tours Water Reticulation Phase 2B	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-09	Tours Water Reticulation Phase 2C	17 July 2022	22 Aug 2022	05 Sept 2022	In Progress
MDM 2022/23-10	Makhushane Water Scheme Phase 5A	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-11	Makhushane Water Scheme Phase 5B	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-12	Makhushane Water Scheme Phase 5C	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-14	Lulekani Water Scheme (BenFarm) Phase 2A	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress

MDM 2022/23-15	Lulekani Water Scheme (BenFarm) Phase 2C	17 July 2022	22 Aug 2022	05 Sep 2022	In Progress
MDM 2022/23-16	Lulekani Water Scheme (BenFarm) Phase 2C	17 July 2022	22 Aug 2022	05 Sep 2022	In progress
MDM 2022/23-17	Supply and delivery of Water Purification Chemicals for a period of 36 Months	16 Aug 2022	16 Sep 2022	Evaluation in progress	Evaluation in progress
MDM 2022/23-18	Supply and Delivery of Borehole Spares for a period of 36 Months	16 Aug 2022	16 Sep 2022	Evaluation in progress	Evaluation in progress
MDM 2022/23-20	Pool of Physical Security Services provider for Mopani District Municipality for a period of 36 Months	16 Aug 2022	16 Sep 2022	Evaluation in progress	Evaluation in progress
MDM 2022/23-19	Wastewater Risk Abatement Plan for 8 Treatment Plants	16 Aug 2022	16 Sep 2022	Evaluation in progress	Evaluation in progress
MDM 2022/23-21	Pool of Contractors for repairs and Maintenance for CIBD grading 4 to 6 for a period of 36 Months	16 Aug 2022	16 Sep 2022	Evaluation in progress	Evaluation in progress
MDM 2022/23-22	Upgrading of Internal Water Reticulation Network- Mageva Phase 2	1 September 2022	30 September 2022	Evaluation in progress	Awaiting Evaluation
MDM 2022/23-23	Rotterdam Ground water scheme Phase 2	1 September 2022	30 September 2022	Evaluation in progress	Awaiting Evaluation
MDM 2022/23-24	Eco-Park (Xikukwane) Water Reticulation Phase 3	1 September 2022	30 September 2022	Evaluation in progress	Awaiting Evaluation
MDM 2022/23-25	Tours Water Reticulation Phase 2D	1 September 2022	30 September 2022	Evaluation in progress	Awaiting Evaluation
MDM 2022/23-26	Thomo Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	
MDM 2022/23-27	Thomo Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-28	Kamninginisi Block 2 Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-29	Mhlaba Willem Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-30	Muyexe Reticulation contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation

MDM 2022/23-31	Muyexe Reticulation contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-32	Khakhala reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-33	Gawula Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-34	Mahlathi Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-35	Ndindani Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-36	Homu 14A Reticulation	09 October 2022	09 November 2022	05 December 2022	Appointed
MDM 2022/23-37	Homu 14B Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-38	Nwakhuwani Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-39	Mapayeni Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-40	Mapayeni Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-41	Vuhehli Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-42	Risinga View Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-43	Risinga View Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-44	Risinga View Reticulation Contract C	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-45	Makoxa Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-46	Makoxa Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-47	Xikukwani Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-48	Xikukwani Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation

MDM 2022/23-49	Xikukwani Reticulation Contract C	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-50	Bode Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-51	Dzingidzingi Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-52	Skhunyani Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-53	Skhunyani Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-54	Bambeni Reticulation	09 October 2022	09 November 2022	05 December 2022	Appointed
MDM 2022/23-55	Mageva Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-56	Mageva Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-57	Maswanganyi Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-58	Maswanganyi Reticulation Contract B	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-59	Maphata Reticulation	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-60	Ngove Reticulation Contract A	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-61	Ngove Reticulation Contract B	09 October 2022	09 November 2022	07 December 2022	Appointed
MDM 2022/23-62	Ngove Reticulation Contract C	09 October 2022	09 November 2022	Awaiting Evaluation	Awaiting Evaluation
MDM 2022/23-63	Refurbishment of Giyani Water Treatment Plant	09 October 2022	09 November 2022	07 December 2022	Appointed

### 7.3 Unauthorised, Irregular, Fruitless and Wasteful expenditure.

The total expenditure incurred that is declared as Irregular, Fruitless and unauthorised amounts to R1,6m. Most of the contract / expenditure are flowing from projects done in the previous financial year as not yet condoned in terms of the MFMA and SCM regulations. These UIFw has been identified dating back to 2011-2012 financial year.

There are no new identified transactions that fall under UIFw as in December 2022. The unit is busy with an assessment of all the transactions which would include some analysis that were agreed upon during AG audit process.

YEAR	UNAUTHORISED		IRREGULAR		FRUITLESS / WASTEFUL	
	Number	R`000	Number	R`000	Number	R`000
Up to 2015			55	159 164		
2015/ 2016			34	79 816		
2016/2017			48	215 812		
2017/2018			36	385 057		
2018/2019			164	241 444		
2019/2020			91	381 661		
2020/2021	1	80 584	6	159 410	1	43 710
2021/2022	2	224 132	36	150 668	2	43 443
Current Year	0	0	0	0	14	7
<b>Total</b>				<b>1 773 032</b>		

#### 7.4 List of Active Panels

The table below depicts a list of all active panels of service providers in MDM.

No	Description	Contract Number	Award date	Duration
1	Travel Management Services	MDM 2021/22/011	6-Jun-22	36 Months
2	Panel of attorneys	MDM 2020/21-050	22-Sep-21	36 Months
3	Supply and delivery of General PPE	MDM 2019-008	10-Mar-20	36 Months
4	Supply and installation of Wheels, tyres and batteries	MDM 2019-001	10-Mar-20	36 Months
5	Supply and deliver of Laptops and Desktops	MDM 2019-026	10-Mar-20	36 Months
6	Supply and delivery of Fire services PPE	MDM 2019-007	10-Mar-20	36 Months
7	Psychological, Trauma and counseling	MDM 2019-005	10-Mar-20	36 Months
8	Panel of contractors for CIDB grade 1-3	MDM 2020/21-023	10-Mar-20	36 Months
9	Panel of consultants for infrastructure projects	MDM 2020/21-001	14-Sep-20	36 Months

## **7.5 LIST OF TERMINATED CONTRACTS**

MDM has not terminated any contract in December 2022.

**Submitted by**

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**Mathevula SP**