



BUDGET AND TREASURY REPORT

Report as in March 31 2023

MARCH 31, 2023
MOPANI DISTRICT MUNICIPALITY
Section 52 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 **R1.168b** as in March 2023 for operations and **R426.9m** for capital expenditure. An amount of **R1.663b** was received, included in the **R1.663b** is **R1.130b** for equitable shares received from National Treasury. Out of **R426,9m** received for capital, only **R275.9m** has been recognized as income for meeting the condition of the grant.

The municipal payable to date is currently reported at **R855.9m** which. Of the **R855.9m**, **R810.2m** 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 **R209.2m** for water and sewer. The total collection by local municipality is reported at **R89.5m** 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

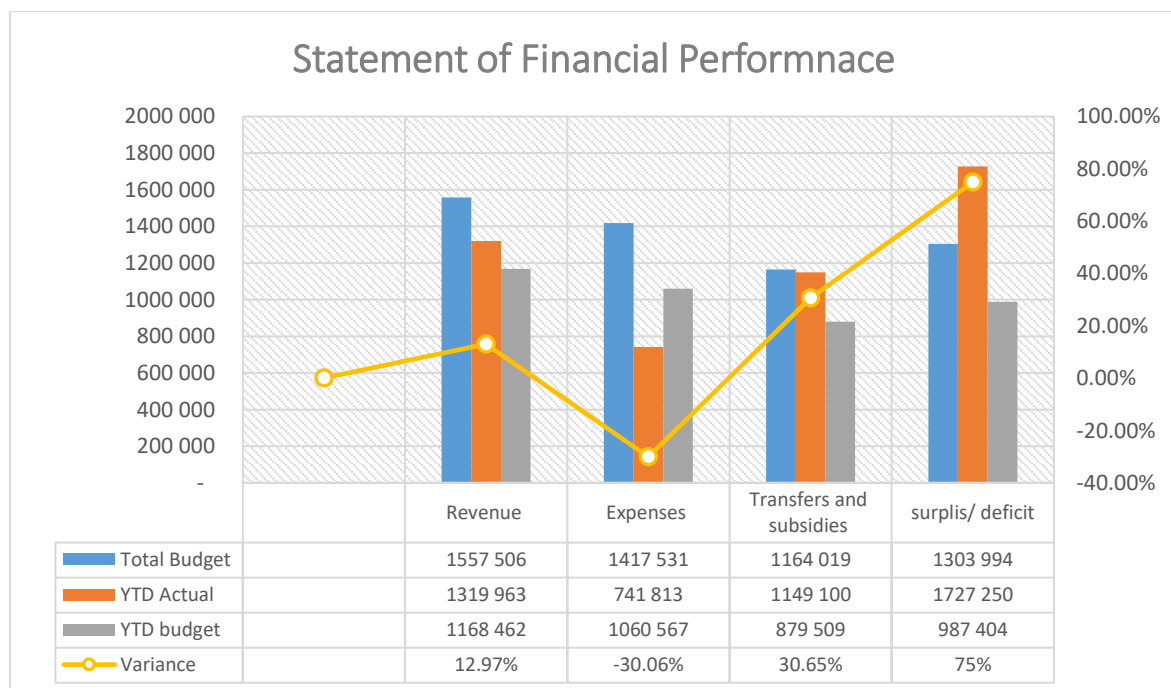


Figure 1: Statement of Financial Performance

2.1 Statement of financial Performance

a). Operating Revenue

i. Service charges

The services charges for water charged to consumers is at **R122.8m** of the YTD Actual when compared to the YTD Budget of **R198.7m** and the variances **-38.2%**. The service charges for sanitation is at **R23.7m** of the YTD Actual when compared to the YTD Budget of **R27.2m** and the variance is **-12.8%** as at the period ending 31 March 2023.

i. **Transfers and Subsidies** – the municipalities have received **R1.149b** of the YTD Actual when compared to the YTD Budget of **R879.5m**, the variance is **30.6%** on operating grants and subsidies as at the end of the period ended the 31 March 2023.

ii. **Interest earned on Current and Non-Current Assets** –Interest earned on current and non-current asset is **R 6.9m** of the YTD Actual when compared to the YTD Budget of **R6.7m**.

iii. **Interest earned on outstanding debtors**- The interest recorded on outstanding debtors from the local municipalities is at **R 5.6m** when compared to the YTD Budget of **R53.7.8 m**, the variance is **-89.5%**

iv. **Other income** – Includes sale of tender documents and fire services charges, it is at **R 3.4m** of YTD Actual when compared to the YTD Budget of **R869 thousand** and the variance is **302.58%** as at 31 March 2023. 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 349.2m** of YTD Actual when compared to the YTD Budget of **R 346.8m** and the variance is **0.70%** for the period ended 31 March 2023, 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 15.6m** of the YTD Actual when compared to the YTD Budget of **R12.5m** the variance is **24.8%**. 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 March 2023, 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 mSCOA. Expenditure is at **R135.6m** of the YTD Actual compared to the YTD Budget of **R121.6m**, the variance is **11.48%** for the period ending 31 March 2023. The reason is some of the services had already been paid more than **75%** 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 124.5m** of the YTD Actual compared to the YTD Budget of **R 244.7m**, the variance is **49.10%** for the year to date
- vii. **Operational Costs** – Operational Costs is at **R116.4m** of the YTD Actual compared to the YTD Budget of **R117.8m** the variance is **-1.14%** as at the period ended 31 March 2023

The overall operating expenditure on the 31 March 2023 is at **R 741.8m** of the YTD Actual compared to the YTD Budget of **R1.060b** and the variance is **-30.6%**, **which** is below **100%** year to date target with a variance of 69%. 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 (M09) 31 March 2023

Description	Ref	Budget year 2022/23																		
		2021/22 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	M07 Jan Actual	M08 Feb Actual	M09 Mar Actual	Q3 Mar Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
Revenue																				
Exchange Revenue																				
Service charges - Electricity																				
Service charges - Water	188 417	273 450	253 250		15 882	12 813	28 694	10 458	26 386	28 654	65 497	4 111	17 803	6 700	28 614	122 805	198 775	(75 970)	(38.22)	253 250
Service charges - Waste Water Management	34 728	36 351	36 351		2 608	3 422	6 030	2 500	5 239	5 163	12 901	643	2 933	1 250	4 826	23 758	27 263	(3 505)	(12.86)	36 351
Service charges - Waste Management																				
Sale of Goods and Rendering of Services	1 518	2 016	2 016	1 009	1 321	1 075	3 405	2 790	1 357	(0)	4 147	37	276	369	681	8 234	1 512	6 722	444.55	2 016
Agency services																				
Interest																				
Interest earned from Receivables	74 141	71 713	71 713			126	126			5 197	5 197	121	122	64	307	5 630	53 785	(48 155)	(89.53)	71 713
Interest earned from Current and Non Current Assets	3 622	9 000	9 000	779	899	449	2 127	147	151	1 417	1 715	1 209	12 807	(10 912)	3 103	6 945	6 750	195	2.88	9 000
Dividends																				
Rent on Land																				
Rental from Fixed Assets																				
Licence and permits																				
Operational Revenue	585	1 157	1 157	4	213	180	398	274	86	(81)	279	0	95	2 720	2 815	3 492	867	2 625	302.58	1 157
Non-Exchange Revenue																				
Property rates																				
Surcharges and Taxes																				
Fines, penalties and forfeits																				
Licences or permits																				
Transfer and subsidies - Operational	1 065 743	1 184 019	1 164 019	457 002	2 391	729	460 122	2 420	3 066	366 659	372 146	5 064	2 652	309 117	316 833	1 149 100	879 509	269 591	30.65	1 164 019
Interest																				
Fuel Levy																				
Operational Revenue																				
Gains on disposal of Assets																				
Other Gains	1 375																			
Discontinued Operations																				
Total Revenue (excluding capital transfers and contributions)	1 370 129	1 577 706	1 537 506	458 794	23 314	18 793	500 902	18 588	36 286	407 008	461 882	11 185	36 687	309 308	357 180	1 319 963	1 168 462	151 501	12.97	1 537 506
Expenditure																				
Employee related costs	472 971	460 123	462 123	36 689	36 475	39 803	112 967	34 081	37 470	52 037	123 588	38 350	38 644	35 708	112 702	349 257	346 819	2 437	0.70	462 123
Remuneration of councillors	12 175	12 935	22 935	2 040	2 106	2 385	6 531	2 042	1 395	1 318	4 754	1 085	1 888	1 372	4 344	15 629	12 522	3 107	24.81	22 935
Bulk purchases - electricity																				
Inventory consumed	393 383	346 514	321 878	3 176	14 041	33 091	50 308	724	741	24 698	26 163	8 130	17 736	22 243	48 108	124 579	244 751	(120 172)	(49.10)	321 878
Debt impairment	31 948	70 005	70 005								122					122	52 503	(52 381)	(99.77)	70 005
Depreciation and amortisation	237 687	219 126	219 126														164 345	(164 345)	(100.00)	219 126
Interest	52 068	150	150			75	75			1	1	7			8	84	113	(29)	(25.69)	150
Contracted services	226 986	147 977	157 977	11 264	13 877	21 066	46 207	7 059	16 987	16 334	40 380	18 955	13 472	16 648	49 075	135 663	121 692	13 971	11.48	157 977
Transfers and subsidies																				
Irrecoverable debts written off	47 332																			
Operational costs	103 953	146 244	163 337	5 232	13 913	9 171	28 315	13 421	10 034	16 545	40 000	16 727	14 296	17 140	48 164	116 479	117 822	(1 343)	(1.14)	163 337
Losses on disposal of Assets																				
Other Losses	3 058																			
Total Expenditure	1 581 561	1 403 074	1 417 531	58 402	80 412	105 589	244 403	57 327	66 626	111 055	235 008	83 254	86 036	93 111	262 401	741 813	1 060 567	(318 754)	(30.06)	1 417 531
Surplus/(Deficit)	(211 432)	174 632	119 976	400 392	(57 098)	(86 796)	256 499	(38 739)	(30 341)	295 953	226 874	(72 070)	(49 349)	216 197	94 779	578 151	107 895	470 256	435.85	119 976
Transfers and subsidies - capital (monetary allocations)	435 643	575 821	575 821	6 319	14 668	22 116	43 103	9 002	29 410	(2 961)	35 451	110 812	23 491	99 678	233 981	312 535	431 866	(119 331)	(27.63)	575 821
Transfers and subsidies - capital (in-kind)	520																			
Surplus/(Deficit) after capital transfers and contributions	224 730	750 453	695 797	406 711	(42 430)	(64 680)	299 602	(29 737)	(931)	292 992	262 325	38 742	(25 858)	315 875	328 760	890 686	539 760	350 925	65.02	695 797
Income Tax																				
Surplus/(Deficit) after income tax	224 730	750 453	695 797	406 711	(42 430)	(64 680)	299 602	(29 737)	(931)	292 992	262 325	38 742	(25 858)	315 875	328 760	890 686	539 760	350 925	65.02	695 797
Share of Surplus/Deficit attributable to Joint Venture																				
Share of Surplus/Deficit attributable to Minorities																				
Surplus/(Deficit) attributable to municipality	224 730	750 453	695 797	406 711	(42 430)	(64 680)	299 602	(29 737)	(931)	292 992	262 325	38 742	(25 858)	315 875	328 760	890 686	539 760	350 925	65.02	695 797
Share of Surplus/Deficit attributable to Associate																				
Intercompany/Parent subsidiary transactions																				
Surplus/(Deficit) for the year	224 730	750 453	695 797	406 711	(42 430)	(64 680)	299 602	(29 737)	(931)	292 992	262 325	38 742	(25 858)	315 875	328 760	890 686	539 760	350 925	65.02	695 797

2.1 Staff benefits expenditure

The Municipality staff and councillors benefits to date amount to **R364.8m** as compared to the budget of **R359.3m**. This is due to increase of **4%** salary expenditure reduction as compares to the budget is still within the acceptable limit. The **24.8%** 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 **25.2%** as at March 2023.

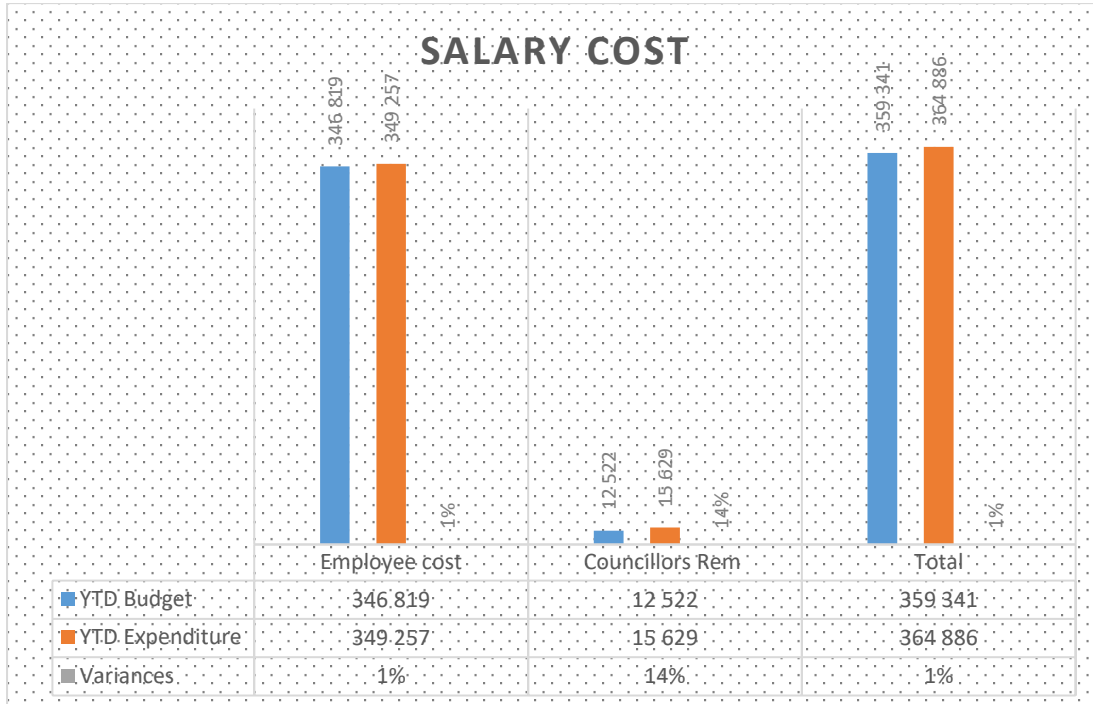


Figure 2: Remuneration Cost

2.3 Capital expenditure

The overall capital expenditure as at 31 March 2023 is at **R 275.9m** of the YTD Actual compared to the YTD Budget of **R 426.9m** and the variance is **-35.3%**. 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 (M09) 31 March 2023

Description	Ref	Budget year 2022/23																		YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast															
		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	M07 Jan Actual	M08 Feb Actual	M09 Mar Actual	Q3 Mar Actual																							
Capital Expenditure - Functional																																							
Municipal governance and administration		133 348	6 020	508	-	-	-	-	16	-	30	45	449	-	-	449	494	3 145	(2 650)	(84.28)	508																		
Executive and council		179 060																8	(8)	(100.00)																			
Finance and administration		(45 713)	6 020	508					16		30	45	449			449	494	3 137	(2 643)	(84.24)	508																		
Internal audit																																							
Community and public safety																																							
Community and social services		47 941	8 500	0	-	-	-	-	-	-	-	-	-	-	-	-	-	4 400	(4 400)	(100.00)	0																		
Sport and recreation		(12 143)																150	(150)	(100.00)																			
Public safety		60 084	8 500	0														4 250	(4 250)	(100.00)	0																		
Housing																																							
Health																																							
Economic and environmental services																																							
Planning and development		4 167	-	2 735	-	-	-	-	-	-	-	-	-	-	-	-	-	1 094	(1 094)	(100.00)	2 735																		
Road transport		4 167	2 735															1 094	(1 094)	(100.00)	2 735																		
Environmental protection																																							
Trading services																																							
Energy sources		228 031	546 243	556 836	5 494	11 750	25 480	42 724	1 882	25 173	46 103	73 157	51 540	17 594	90 453	159 587	275 469	418 293	(142 825)	(34.14)	556 836																		
Water management		225 428	546 243	556 836	5 494	11 750	25 480	42 724	1 882	25 173	46 103	73 157	51 540	17 594	90 453	159 587	275 469	418 293	(142 825)	(34.14)	556 836																		
Waste water management		2 602																																					
Waste management																																							
Other																																							
Total Capital Expenditure - Functional	3	413 487	560 763	560 079	5 494	11 750	25 480	42 724	1 882	25 173	46 133	73 203	51 988	17 594	90 453	160 036	275 963	426 932	(150 969)	(35.36)	560 079																		
Funded by																																							
National Government		343 326	541 243	555 364	5 494	11 750	24 940	42 164	1 882	25 010	46 103	72 995	51 540	17 412	89 219	158 171	273 351	415 836	(142 485)	(34.26)	555 364																		
Provincial Government																																							
District Municipality																																							
Transfers and subsidies - capital (monetary allocations) (Net)																																							
Transfers recognised - capital		343 326	541 243	555 364	5 494	11 750	24 940	42 164	1 882	25 010	46 103	72 995	51 540	17 412	89 219	158 171	273 351	415 836	(142 485)	(34.26)	555 364																		
Borrowing	6																																						
Internally generated funds		121 766	19 520	4 715			540	540	16	162	30	208	449	182	1 234	1 965	2 613	11 095	(8 454)	(76.45)	4 715																		
Total Capital Funding		465 092	560 763	560 079	5 494	11 750	25 480	42 724	1 897	25 173	46 133	73 203	51 988	17 594	90 453	160 036	275 963	426 932	(150 969)	(35.36)	560 079																		

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 (M09) 31 March 2023

Description	Ref	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	M07 Jan Actual	M08 Feb Actual	M09 Mar Actual	Q3 Mar Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES																					
Receipts																					
Property rates																		193	(193)	(100.00)	
Service charges																					
Other revenue		2 431	140 173	140 173	25 198	1 756	1 434	4 328	3 513	25 223	(82)	5 116	32 289	370	384	766	10 213	105 129	(94 916)	(90.28)	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	15	3 234	307 718	310 968	1 162 007	879 509	282 498	32.12	1 164 019
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	2 514	3 134	251 277	256 924	629 334	431 866	197 468	45.72	575 821
Interest		262	9 000	9 000	438	889	59	709	5	119	559	683	27	59	31	116	1 509	6 750	(5 241)	(77.65)	9 000
Dividends																					
Payments																					
Suppliers and employees		(504 221)	(1 304 138)	(1 304 138)	(173 780)	(134 015)	(121 469)	(132 835)	(43 654)	(42 088)	(83 234)	(123 740)	(25 535)	(24 935)	(119 560)	(133 229)	(389 804)	(1 016 382)	626 577	(61.65)	(1 413 638)
Finance charges			(150)	(150)														(113)	113	(100.00)	(150)
Transfers and Subsidies	-1																				
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 037 065	604 725	604 725	432 189	(124 400)	(119 982)	479 565	(20 829)	137 549	359 730	480 200	9 310	(18 139)	439 650	435 546	1 413 259	406 953	1 006 306	247.28	475 224
CASH FLOWS FROM INVESTING ACTIVITIES																					
Receipts																					
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																					
Payments																					
Capital assets		(558 763)	(560 763)	(560 763)	(150 378)	(12 059)	(24 906)	(43 323)	(4 982)	(3 924)	(64 846)	(73 751)	(29 749)	(46 387)	(92 180)	(168 315)	(285 389)	(426 932)	141 543	(33.15)	(560 079)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(558 763)	(560 763)	(560 763)	(150 378)	(12 059)	(24 906)	(43 323)	(4 982)	(3 924)	(64 846)	(73 751)	(29 749)	(46 387)	(92 180)	(168 315)	(285 389)	(426 932)	141 543	(33.15)	(560 079)
CASH FLOWS FROM FINANCING ACTIVITIES																					
Receipts																					
Short term loans																					
Borrowing long term/financing																					
Increase (decrease) in consumer deposits																					
Payments																					
Repayment of borrowing																					
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/(DECREASE) IN CASH HELD		478 301	43 962	43 962	301 810	(136 500)	(144 868)	436 182	(25 811)	133 624	294 944	424 457	(20 439)	(64 325)	347 670	267 231	1 127 870	(19 979)	1 147 848	(5 745.39)	(84 855)
Cash/cash equivalents at the year begin:		131 652	21 382	21 382	28 216	330 027	193 527	28 216	48 660	22 848	156 473	48 660	294 960	230 433	165 907	294 960	28 216	30 500	(2 284)	(7.49)	30 500
Cash/cash equivalents at the year end:	2	609 953	65 344	65 344	330 027	193 527	48 660	48 660	22 848	156 473	294 960	294 960	230 433	165 907	313 578	513 578	513 578	10 522	1 145 564	10 887.71	(54 355)

References

1. Material variances to be explained in Table SC1

2.4 Cash and Cash equivalents

MOPANI DISTRICT MUNICIPALITY CONSOLIDATED BTS FOR MARCH 2023

Month : 09

Statement Description	MAIN ACCOUNT 62854372093	CALL ACCOUNTS	TOTAL
Opening balance	8 787 366.05	130 842 666.74	139 630 032.79
Interest capitalised	30 823.75	1 056 982.58	1 087 806.33
Transfer from Main to Call	(510 000 000.00)	510 000 000.00	-
Transfer to Main Account from call	153 000 000.00	(153 000 000.00)	-
Current - Refunds SARS	-	-	-
Current - ACBs	(160 935 299.47)	-	(160 935 299.47)
Current - ACB (GRANT)	586 648 883.69	-	586 648 883.69
Current - Deposits	425 368.83	-	425 368.83
Current - debit orders	(977 895.77)	-	(977 895.77)
Current - ESKOM	(3 264 476.42)	-	(3 264 476.42)
Current - (UNAUTHORISED DEBIT ORDER)	-	-	-
Current - Bank Charges	(4 325.24)	-	(4 325.24)
Current - (Salaries)	(49 049 207.51)	-	(49 049 207.51)
Other transfers-Unpaid	16 984.24	-	16 984.24
Closing balance	24 678 222.15	488 899 649.32	513 577 871.47

3. Grant Management

3.1 Grant and Subsidy received

An amount of **R1.663b**, which represents **95% of all grants**, budgeted for has been received as at the 31 March 2023. The municipality did receive all grants trenches as per the NT payment schedule, though with reduction due to unapproved rollover and MIG spending patterns.

Supporting Table SC6 Monthly Budget statement -transfer and Grants Receipt 31 March 2023

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						
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		1 057 434 000	1 184 019 000	1 184 019 000	-	1 144 019 000	1 144 019 000	-	0%	1 184 019 000
Local Government Equitable Share		1 044 405 000	1 170 419 000	1 170 419 000	-	1 130 419 000	1 130 419 000	-	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	-	10 600 000	10 600 000	-	0%	10 600 000
Total Operating Transfers and Grants	5	1 057 434 000	1 184 019 000	1 184 019 000	-	1 144 019 000	1 144 019 000	-	0%	1 184 019 000
Capital Transfers and Grants										
National Government:		471 415 000	575 821 000	575 821 000	-	519 028 000	519 028 000	-	0%	575 821 000
Rural Transport Services and Infrastructure		2 255 000	2 361 000	2 361 000	-	2 999 000	2 999 000	-	0%	2 361 000
Municipal Infrastructure Grant (MIG)		436 797 000	523 460 000	523 460 000	-	481 029 000	481 029 000	-	0%	523 460 000
Water Services Infrastructure Grant		32 363 000	50 000 000	50 000 000	-	35 000 000	35 000 000	-	0%	50 000 000
Total Capital Transfers and Grants	5	471 415 000	575 821 000	575 821 000	-	519 028 000	519 028 000	-	0%	575 821 000
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 528 849 000	1 759 840 000	1 759 840 000	-	1 663 047 000	1 663 047 000	-	0%	1 759 840 000

References

1. Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
2. Grant expenditure must be separately listed for each grant received
3. Replacement of RSC levies
4. Housing subsidies for housing where ownership transferred
5. 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					4 770	371 008
15/02/2023						3 108	3 108
15/03/2023	307 718						307 718
29/03/2023			1 347	15 000			16 347
30/03/2023		209 304					209 304
Total	1 130 419	481 029	2 999	35 000	3 000	10 528	1 662 975

3.3 Performance on conditional Grants

Supporting Table SC 7 Monthly Budget statement -transfer and Grant Expenditure 31 March 2023

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									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	1 057 434 000	1 184 019 000	1 184 019 000	262 437 620	756 992 688	1 074 167 000	(317 174 312)	-30%	1 184 019 000
Local Government Equitable Share	1 044 405 000	1 170 419 000	1 170 419 000	262 401 000	741 813 000	1 060 567 000	(318 754 000)	-30%	1 170 419 000
Finance Management	2 900 000	3 000 000	3 000 000	36 620	2 301 749	3 000 000	(698 251)	-23%	3 000 000
EPWP Incentive	10 129 000	10 600 000	10 600 000	-	12 877 939	10 600 000	2 277 939	21%	10 600 000
Total operating expenditure of Transfers and Grants:	1 057 434 000	1 184 019 000	1 184 019 000	262 437 620	756 992 688	1 074 167 000	(317 174 312)	-30%	1 184 019 000
Capital expenditure of Transfers and Grants									
National Government:	471 415 000	575 821 000	575 821 000	55 964 218	271 134 245	518 390 000	(247 255 755)	-48%	575 821 000
Rural Transport Services and Infrastructure	2 255 000	2 361 000	2 361 000	214 684	1 775 174	2 361 000	(585 826)	0%	2 361 000
MIG	436 797 000	523 460 000	523 460 000	55 749 534	266 336 900	481 029 000	(214 692 100)	-45%	523 460 000
Water Services Infrastructure Grant	32 363 000	50 000 000	50 000 000	-	3 022 171	35 000 000	(31 977 829)	-91%	50 000 000
Total capital expenditure of Transfers and Grants	471 415 000	575 821 000	575 821 000	55 964 218	271 134 245	518 390 000	(247 255 755)	-48%	575 821 000
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	1 528 849 000	1 759 840 000	1 759 840 000	318 401 838	1 028 126 933	1 592 557 000	(564 430 067)	-35%	1 759 840 000

References

3.4 Creditors aging analysis

The total due to creditors amounts to **R855,9m** . 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

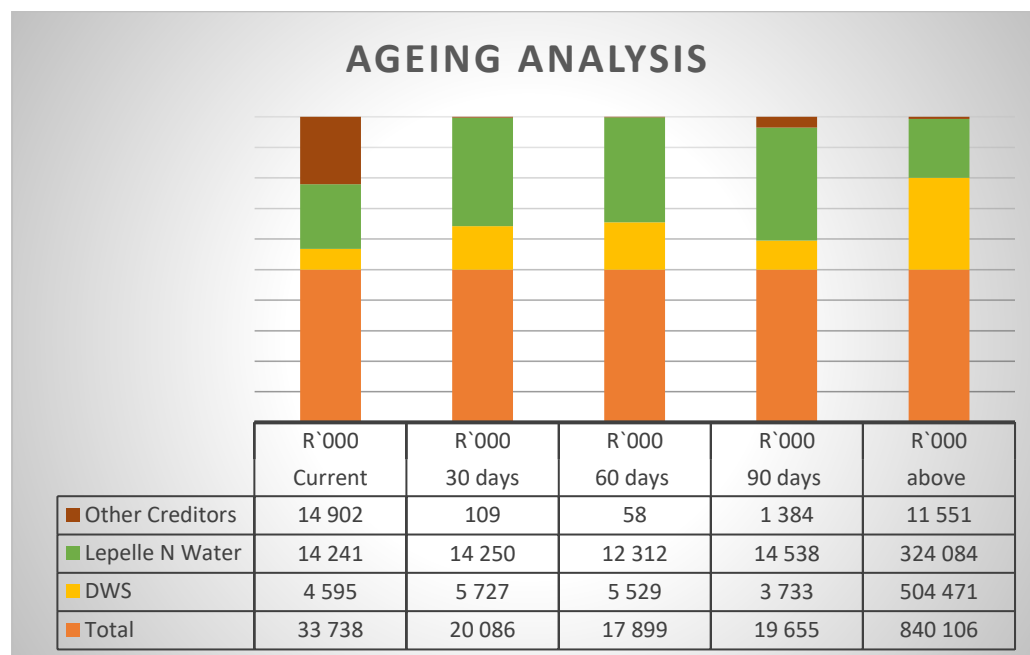


Figure 3: Creditors age analysis

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	YTD Water Billing	YTD Sewer Billing	YTD Water Collection	YTD Sewer Collection	& YTD Receipts vs Billing
	R'000	R'000	R'000	R'000	R'000	R'000	
BPM	239 623	32 669	122 276 761	17 226 863	46 070 249	9 478 453	0
GGM	23 346	3 943	8 834 517	3 293 716	2 260 013	599 618	0
GLM	10 986	4 394	3 963 767	2 131 170	2 426 199	245 624	0
GTM	55 931	5 852	40 328 413	7 127 994	20 129 122	4 437 930	0
MLM	4 610	0	3 660 482	358 282	3 587 758	285 644	0
TOTAL	334 496	46 858	179 063 938	30 138 024	74 473 341	15 047 269	0

a) Local Municipalities invoiced as at March 2023

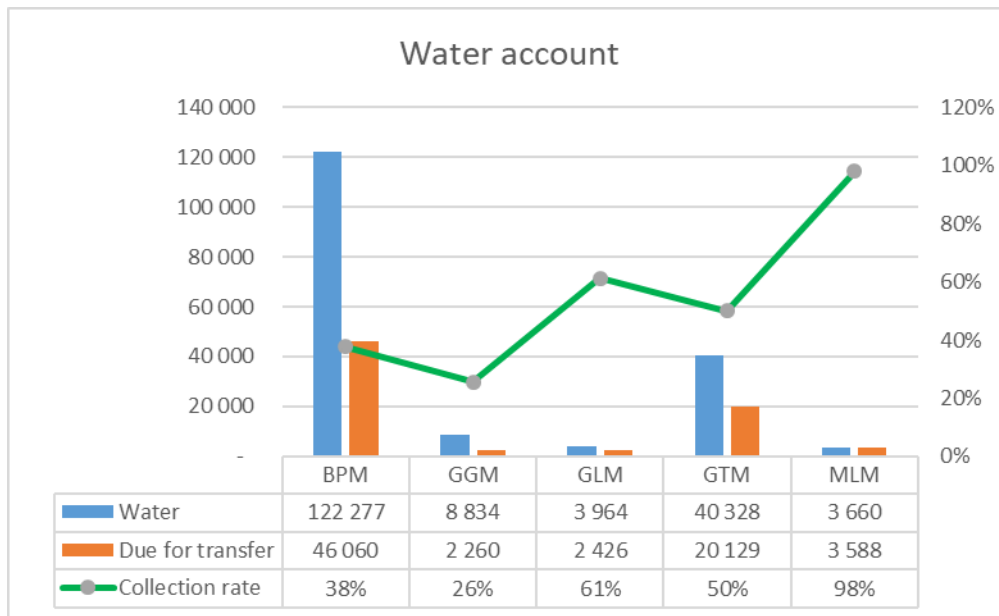


Figure 4: Water account

b) Sewer Billing

The following graph illustrate the performance of the sewer services

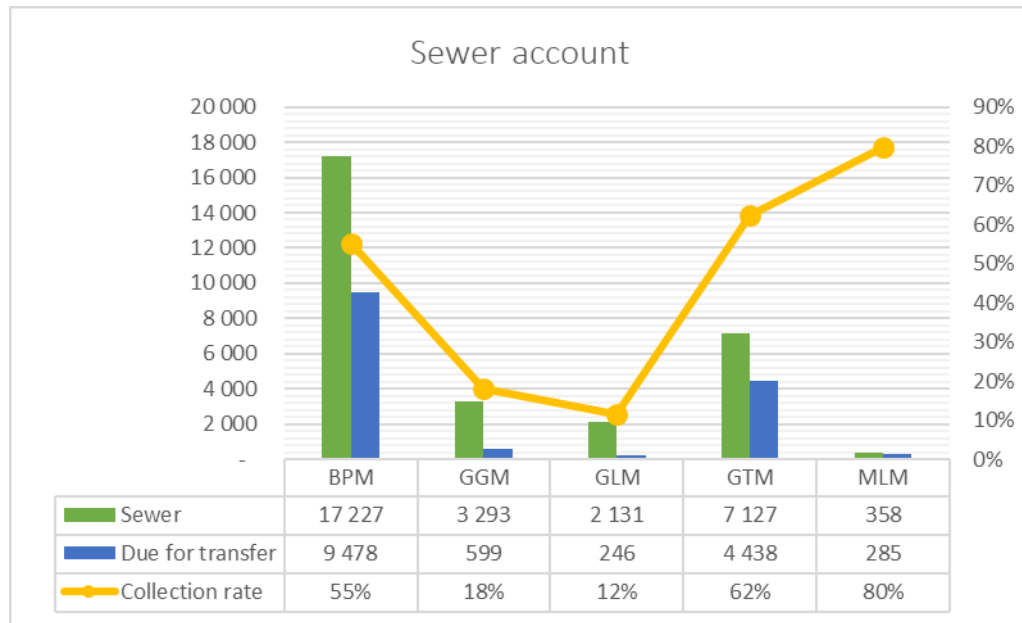


Figure 5: Sewer Account

c) Local Municipalities Costs Recovery Report (Expenditures)

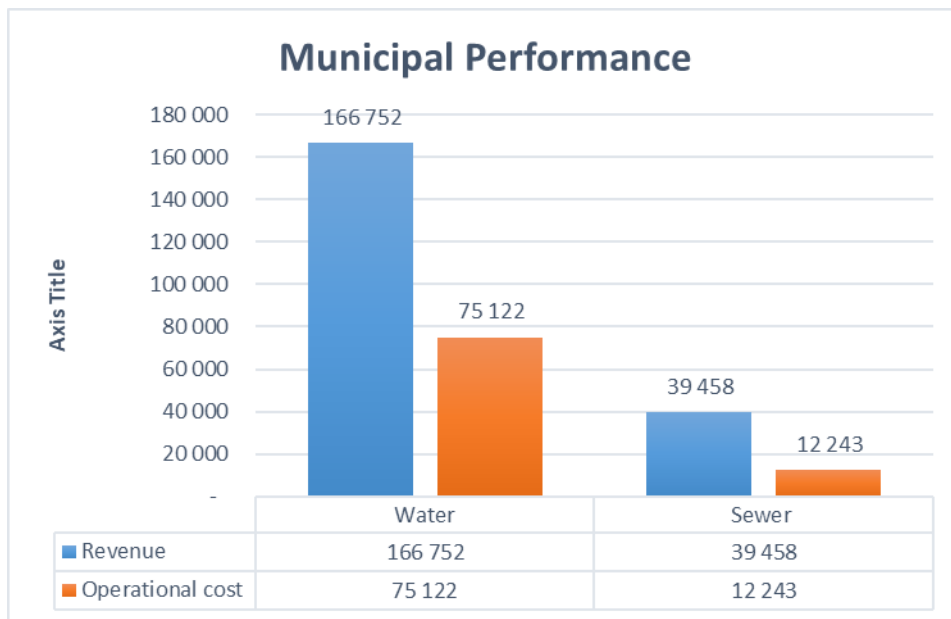


Figure 6: Cost recovery

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	1 178 593	8 370 006	9 548 600
30 days	3 176 240	34 065 754	37 241 994
60 days	2 748 144	13 628 237	16 376 380
90 days	2 600 807	12 092 572	14 693 378
120 days	2 742 069	14 760 294	17 502 363
150 days	31 174 929	129 997 565	161 172 494
150 days plus	163 924 726	915 498 603	1 079 423 329
TOTAL	207 545 508	1 128 413 031	1 335 958 540

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)

ACCUMULATED DEPRICIATION ON ASSET FOR THE 3 RD QUARTER	Jan-23	Feb-23	Mar-23	Acc Dep
DEPRECIATION - COMMUNITY ASSETS	R 668 984,36	R 668 984,36	R 668 984,36	R2 006 953,09
DEPRECIATION - INFRASTRUCTURE ASSETS	R33 334 432,67	R33 334 432,67	R33 334 432,67	R100 003 298,00
DEPRECIATION - OTHER ASSETS (MOVABLES)	R3 856 877,63	R3 856 877,63	R3 856 877,63	R11 570 632,90
DEPRECIATION - INTANGIBLE ASSETS	R40 926,16	R40 926,16	R40 926,16	R122 778,49
TOTAL	R37 901 220,82	R37 901 220,82	R37 901 220,82	R113 703 662,47

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	0	R 307 430,01

No	Date	Cheque Number	Description of Works	Amount
1	Jan-23	001/2023	SUPPLY AND DELIVERY OF ALLUMINIUM TOOLBOX COMPLETE WITH TOOLS	180000
2	Mar -23	EF017397-0001	SUPPLY AND DELIVERY 2000L DIESEL BOWSER STEEL RFQ 032	127 430,01

Total

R 307 430,01

THRESHOLD- OTHER ASSET PURCHASES	QUANTITY	VALUE
Transactions not Exceeding R 1 000	N/A	0

The various threshold values in the table above, determines the nature of the asset as well as the appropriate accounting treatment as follows:

THRESHOLD– INFRASTRUCTURE ASSET PURCHASES	QUANTITY	VALUE
Transactions Exceeding R 1 000	106	R193 226 977,36

No	Date	Cheque Number	Description of service	Amount
1	Jan-23	EF017256-0001	MAKHUSHANE WATER SCHEME PHASE 4	287797.76
2	Jan-23	14	MAKHUSHANE WATER SCHEME PHASE 4 MDM2021/22-004 PROFESSIONAL FEE CLAIM	226229.5
3	Jan-23	EF017169-0001	CLAIM 1 SEKGOSESE REGIONAL ATER SUPPLY PHASE 3C 09/01/2023	1934100
4	Jan-23	BRK002	SEKGOSESE REGIONAL BULK WATER SUPPLY -PHASE 3C MDM22/23-06 CLAIM 2	1312884.63
5	Jan-23	10	SEKGOSESE REGIONAL BULK WATER SCHEME PHASE 2A	1497510.51
6	Jan-23	8007/3C-003	SEKGOSESE REGIONAL GROUNDWATER SCHEME PHASE 3C- MDM2019/035E	180452.49
7	Jan-23	8007/3C-004	SEKGOSESE REGIONAL GROUNDWATER SCHEME PHASE 3C-MDM2019/035E	169740.58
8	Jan-23	MDM2020/21- 033/018	RITAVI 2 REGIONAL WATER SCHEME PHASE 4B MDM2021/033-03	998093.77
9	Jan-23	MDM/RITAVI/MT- 002	RITAVI II REGIONAL WATER SCHEME PHASE 4A ZANGOMA AND MUHLAVA HEADKRAAL	5879827.44
10	Jan-23	MDM/RITAVI/002	RITAVI II WATER SCHEME(SUB-SCHEME 1) PHASE 4C SASEKANI VILLAGE CLAIM	5355945
11	Jan-23	MDM/GE001	RITAVI 2 WATER SCHEME PHASE 4B PETANENGE VILLAGE WATER RETICULATION	3010950
12	Jan-23	MDM2020/21/033- 02C	RITAVI 2 REGIONAL WATER SCHEME PHASE 4C CLAIM NO 3 MDM2017/052/02/05	560740.07
13	Jan-23	MDM2020/21/033- 02A	RITAVI 2 REGIONAL WATER SCHEME PHASE 4A ZANGOMA AND MUHLAVA HEADKRAAL	586913.47

14	Jan-23	495	LEPHEPHANE WATER RETICULATION PHASE 1 - RASEBALANA VILLAGE CLAIM NO 10	293040
15	Jan-23	EF017114-0001	CLAIM 12 LULEKANI WATER SCHEME PHASE1 BENFARM 21/12/2022	2138527.63
16	Jan-23	EF017107-0001	CLAIM 11 LULEKANI WATER SCHEME PHASE 1 BENFARM 22/12/2022	281138.94
17	Jan-23	MDM/KUR-2022/07/023	LULEKANI WATER SCHEME PHASE 2C KURHULA CLAIM 2	866512.91
18	Jan-23	MDM2022/23-16	LULEKANI WATER SCHEME PHASE 2C KURHULA CLAIM NO 1	1321425
19	Jan-23	171149	LULEKANI WATER SCHEME PHASE 1 BENFARM MDM 2021/22-019 CLAIM NO 14	239184.7
20	Jan-23	EF017116-0001	CLAIM 2 ZAVA WATER SUPPLY 09/09/2022	371756.5
21	Jan-23	EF017221-0001	CLAIM 5 TOURS WATER RETICULATION 25 VILLAGES 20/12/2022	836039.28
22	Jan-23	EF017202-0001	CLAIM 1 TOURS WATER RETICULATION 25 VILLAGES 2B 05/01/2022	1240650
23	Jan-23	EF017113-0001	CLAIM 1 TOURS WATER RETICULATION 25 VILLAGES PHASE 2C 20/01/2023	2224350
24	Jan-23	KBE/TWR/002	TOURS WATER RETICULATION TO 25 VILLAGES PHASE 2C	2009358.4
25	Jan-23	MDM 013	TOURS WATER SCHEME BULK WATER REFURBISHMENT & RETICULATION MDM20/21	4959954
26	Jan-23	TOU2023001	TOURS WATER SCHEME BULK LINES REFURBISHMENT AND RETICULATION CLAIM 9	327812.39
27	Jan-23	TOURS PHASE2/02	TOURS WATER RETICULATION 25 VILLAGES PHASE 2A TENDER NO MDM21/22 -020	1690618.64
28	Jan-23	TWR20232	TOURS WATER RETICULATION TO 25 VILLAGES PHASE 2B TENDER NO MDM22/23-08	4441925.68
29	Jan-23	9856	REFURBISHMENT OF MODUBUNG BOOSTER PUMP STATION	1886950
30	Jan-23	INV-5	FAULT FINDING AND REPAIR RAW MATERIAL WATER PUMP STATION AT THAPANE TR	254000
Jan-23 Total				R 47 384 429.29
1	23/02/2023	EF017262-0028	CLAIM 2 MODJADJI FEAMA & RAMORAKA BULK WATER SUPPLY 31/10/2022	R172 824,69

2	23/02/2023	EF017262-0028	GREATER GIYANI RURAL HOUSEHOLD SANITATION PHASE 03 CLAIM NO 3	R43 928,89
3	03/03/2023		GREATER LETABA RURAL HOUSEHOLD SANITATION PHASE 03	R219 198,54
4	03/03/2023		GREATER TZANEEN RURAL HOUSEHOLD SANITATION PHASE 03 CLAIM NO 3	R377 936,55
5	28/02/2023		LULEKANI WATER SCHEME PHASE 1 BENFARM PROJECT NO MDM2021/22-019	R192 741,47
6	28/02/2023		MASELAPATA WATER SUPPLY REFURBISHMENT REPLACEMENT AND UPGRADING ON	R363 924,00
7	09/02/2023		MODJADJI WATER SCHEME AUGMENTATION GROUND WATER	R344 965,50
8	09/02/2023		NGOVE RETICULATION CONTRACT B MDM 2022/23-61	R956 904,13
9	09/02/2023		REFURBISHMENT OF GIYANI WATER TREATMENT PLANT	R132 975,00
10	09/02/2023		REFURBISHMENT OF GIYANI WATER TREATMENT PLANT	R1 019 475,00
11	09/02/2023	EF017257-0042	REHABILITATION OF BOREHOLE NO H08-0960 AT SHIKWAMBANI VILLAGE	R328 030,30
12	09/02/2023	EF017257-0042	REHABILITATION OF BOREHOLE NO H08-0960 AT SHIKWAMBANI VILLAGE	R328 030,30
13	08/02/2023	EF017257-0020	RITAVI REGIONAL WATER SCHEME PHASE 4B PETANENGE VILLAGE	R3 384 424,80
14	09/02/2023	EF017257-0004	RURAL HOUSEHOLD SANITATION FOR BA PHALABORWA PROJECT PHASE 03	R142 271,10
15	09/02/2023	EF017257-0004	RURAL HOUSEHOLD SANITATION IN GREATER GIYANI	R6 945,65
16	28/02/2023		RURAL HOUSEHOLD SANITATION IN GREATER GIYANI	R53 250,00
17	28/02/2023		RURAL HOUSEHOLD SANITATION IN GREATER GIYANI CLAIM 1	R25 140,00
18	21/02/2023	EF017286-0001	RURAL HOUSEHOLD SANITATION IN GREATER GIYANI CLAIM 1	R192 740,00
19	07/03/2023		RURAL HOUSEHOLD SANITATION IN GREATER GIYANI MUNICIPALITY CLAIM NO 1	R19 144,52
20	28/02/2023		RURAL HOUSEHOLD SANITATION IN GREATER GIYANI MUNICIPALITY CLAIM NO 1	R146 774,66
21	28/02/2023	EF017262-0028	RURAL HOUSEHOLD SANITATION MARULENG PHASE 03 CLAIM NO 3	R92 197,23
Feb-23			Total	R 19 992 558,84

1	01/03/2023	EF017435-0001	CLAIM 4 SEKGOSESE 2 RWS PHASE 04-C 01/03/2023	R51 359,49
2	01/03/2023	EF017435-0001	CLAIM 4 SEKGOSESE 2 RWS PHASE 04-C 01/03/2023	R342 396,63
3	01/03/2023	EF017386-0002	RITAVI II REGIONAL WATER SCHEME(SUB SCHEME) PHASE 04B CLAIM NO 3	R31 374,62
4	01/03/2023	EF017386-0002	RITAVI II REGIONAL WATER SCHEME(SUB SCHEME) PHASE 04B CLAIM NO 3	R209 164,13
5	01/03/2023	EF017434-0001	CLAIM 6 METZ WATER RETICULATION 01/03/2023	R119 724,78
6	03/03/2023	EF017422-0001	CLAIM 3 RITAVI 2 REGIONAL GROUND WATER SCHEME PHASE 4A ZANGHOMA 03/03/	R639 601,22
7	03/03/2023	EF017422-0001	CLAIM 3 RITAVI 2 REGIONAL GROUND WATER SCHEME PHASE 4A ZANGHOMA 03/03/	R4 264 008,12
8	03/03/2023	EF017429-0001	CLAIM 10 TOURS WATER SCHEME BULK LINE 03/03/2023	R189 418,74
9	03/04/2023		ELECTRICITY CONNECTION LULEKANI WATER SCHEME PHASE 1 (BENFARM)	R12 710,22
10	03/04/2023		ELECTRICITY CONNECTION LULEKANI WATER SCHEME PHASE 1 (BENFARM)	R84 734,78
11	03/04/2023		SEKGOSESE GROUND WATER SCHEME PHASE 3A	R35 112,66
12	03/04/2023		SEKGOSESE GROUND WATER SCHEME PHASE 3A	R234 084,40
13	03/04/2023		LULEKANI WATER SCHEME PHASE 01(BENFARM)	R19 540,90
14	03/04/2023		LULEKANI WATER SCHEME PHASE 01(BENFARM)	R130 272,65
15	03/04/2023		CLAIM 7 MODJADJI WATER SCHEME 03/04/2023	R255 195,12
16	03/04/2023		LULEKANI WATER SCHEME PHASE 1 (BENFARM & BICO)	R43 725,00
17	03/04/2023		LULEKANI WATER SCHEME PHASE 1 (BENFARM & BICO)	R291 500,00
18	03/04/2023		LULEKANI WATER SCHEME PHASE 1 AT BENFARM AND BIKO VILLAGE	R277 000,00
19	03/04/2023		LULEKANI WATER SCHEME PHASE 1 (BENFARM / BICO)	R14 940,00
20	03/04/2023		LULEKANI WATER SCHEME PHASE 1 (BENFARM / BICO)	R99 600,00

21	04/04/2023		SEKGOSESE REGIONAL BULK WATER SUPPLY PHASE 3C	R899 515,45
22	04/04/2023		SEKGOSESE REGIONAL BULK WATER SUPPLY PHASE 3C	R5 996 769,69
23	04/04/2023		CLAIM 5 THABINA REGIONAL WATER SCHEME PHASE 06 04/04/2023	R450 891,63
24	04/04/2023		CLAIM 5 THABINA REGIONAL WATER SCHEME PHASE 06 04/04/2023	R3 005 944,20
25	04/04/2023		CLAIM 2 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3B 04/04/2023	R144 033,75
26	04/04/2023		CLAIM 2 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3B 04/04/2023	R960 225,01
27	04/04/2023		CLAIM 3 SEKGOSESE REGIONAL GROUND WATER PHASE 3B 04/04/2023	R285 814,00
28	04/04/2023		LULEKANI WATER SCHEME PHASE 2C (KURHULA)	R277 500,00
29	04/04/2023		LULEKANI WATER SCHEME PHASE 2C (KURHULA)	R1 850 000,00
30	04/04/2023		TOURS RWS PROVISION OF WATER RETICULATION TO 25 VILLAGES	R27 362,67
31	04/04/2023		TOURS RWS PROVISION OF WATER RETICULATION TO 25 VILLAGES	R182 417,81
32	04/04/2023		CLAIM 3 LULEKANI WATER SCHEME PHASE 2C KURHULA 04/04/2023	R42 495,59
33	04/04/2023		CLAIM 3 LULEKANI WATER SCHEME PHASE 2C KURHULA 04/04/2023	R283 303,97
34	04/04/2023		CLAIM 2 LULEKANI WATER SCHEME HUMULANI PHASE 2B 04/04/2023	R33 073,38
35	04/04/2023		CLAIM 2 LULEKANI WATER SCHEME HUMULANI PHASE 2B 04/04/2023	R220 489,22
36	04/04/2023		CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5C 04/04/2023	R202 500,00
37	04/04/2023		CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5C 04/04/2023	R1 350 000,00
38	04/04/2023		CLAIM 4 TOURS WATER RETICULATION 25 VILLAGES PHASE 2A 04/04/2023	R1 806 369,84
39	04/04/2023		MAKHUSHANE WATER SCHEME PHASE 5B (MDM2022/23-11)	R9 621,12
40	04/04/2023		MAKHUSHANE WATER SCHEME PHASE 5B (MDM2022/23-11)	R64 140,77

41	04/04/2023		CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5B 04/04/2023	R126 225,00
42	04/04/2023		CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5B 04/04/2023	R841 500,00
43	06/04/2023		DRILLING AND EQUIPPING OG TWO BOREHOLES AT BOTLODI VILLAGE	R1 233 872,00
44	07/02/2023	EF017354-0013	CLAIM 2 MASELAPATA WATER SUPPLY 033 07/02/2023	R83 759,40
45	07/02/2023	EF017354-0013	CLAIM 2 MASELAPATA WATER SUPPLY 033 07/02/2023	R558 396,00
46	10/03/2023	EF017345-0005	CONSTRUCTION OF A VANDALISED ABC LV POWERLINE 1200M AT XIVULANI BOREHO	R77 100,00
47	10/03/2023	EF017345-0005	CONSTRUCTION OF A VANDALISED ABC LV POWERLINE 1200M AT XIVULANI BOREHO	R514 000,00
48	14/03/2023	EF017359-0001	CLAIM 3 GIYANI WATER RETICULATION TO 55 VILLAGES 14/03/2023	R2 509 081,29
49	14/03/2023	EF017359-0001	CLAIM 3 GIYANI WATER RETICULATION TO 55 VILLAGES 14/03/2023	R16 727 208,61
50	14/03/2023	EF017394-0002	CLAIM 2 NGOVE B WATER RETICULATION 14/03/2023	R226 856,59
51	14/03/2023	EF017394-0002	CLAIM 2 NGOVE B WATER RETICULATION 14/03/2023	R1 512 377,29
52	14/03/2023	EF017394-0004	CLAIM 03 MASELAPATA WATER SUPPLY & RETICULATION 14/03/2023	R17 939,81
53	14/03/2023	EF017394-0004	CLAIM 03 MASELAPATA WATER SUPPLY & RETICULATION 14/03/2023	R119 598,74
54	14/03/2023	EF017354-0015	CLAIM 1 HOMU 14 A WATER RETICULATION MDM2022/23-36 14/03/2023	R517 188,20
55	14/03/2023	EF017354-0015	CLAIM 1 HOMU 14 A WATER RETICULATION MDM2022/23-36 14/03/2023	R3 447 921,30
56	15/03/2023	EF017375-0001	SEKGOSESE REGIONAL BULK WATER SUPPLY PHASE 3C PROJECT NO MDM2022/23-06	R466 814,39
57	15/03/2023	EF017375-0001	SEKGOSESE REGIONAL BULK WATER SUPPLY PHASE 3C PROJECT NO MDM2022/23-06	R3 112 095,96
58	15/03/2023	EF017379-0001	SEKGOSESE REGIONAL GROUNDWATER SCHEME PHASE 3C CLAIM NO 4	R42 969,84
59	15/03/2023	EF017379-0001	SEKGOSESE REGIONAL GROUNDWATER SCHEME PHASE 3C CLAIM NO 4	R286 465,57

60	15/03/2023	EF017364-0001	LULEKANI WATER SCHEME PHASE 1(BENFARM) PROJECT NO MDM2021/22-019	R42 075,61
61	15/03/2023	EF017364-0001	LULEKANI WATER SCHEME PHASE 1(BENFARM) PROJECT NO MDM2021/22-019	R280 504,04
62	15/03/2023	EF017387-0001	TOURS WATER RETICULATION TO 25 VILLAGES PHASE 2A CLAIM NO 3	R9 834 244,20
63	16/03/2023	EF017386-0001	RITAVI II REGIONAL WATER SCHEME (SUB- SCHEME 1) PHASE 04A	R51 441,35
64	16/03/2023	EF017386-0001	RITAVI II REGIONAL WATER SCHEME (SUB- SCHEME 1) PHASE 04A	R342 942,31
65	16/03/2023	EF017377-0001	TOURS WATER SCHEME BULK WATER REFURBISHMENT & RETICULATION	R7 597 616,48
66	16/03/2023	EF017371-0001	TOURS WATER RETICULATION TO 25 VILLAGES PHASE 2C CLAIM NO 3	R4 046 322,00
67	16/03/2023	EF017384-0001	RITAVI II REGIONAL WATER SCHEME(SUB-SCHEME) PHASE 4C SASEKANI VILLAGE	R341 200,38
68	16/03/2023	EF017384-0001	RITAVI II REGIONAL WATER SCHEME(SUB-SCHEME) PHASE 4C SASEKANI VILLAGE	R2 274 669,22
69	16/03/2023	EF017394-0001	CLAIM 1 SEKGOPO BULK WATER SCHEME PHASE 1 16/03/2023	R320 409,48
70	16/03/2023	EF017394-0001	CLAIM 1 SEKGOPO BULK WATER SCHEME PHASE 1 16/03/2023	R2 136 063,20
71	16/03/2023	EF017381-0001	MAKHUSHANE WATER SCHEME PHASE 4 CLAIM NO 15	R16 447,94
72	16/03/2023	EF017381-0001	MAKHUSHANE WATER SCHEME PHASE 4 CLAIM NO 15	R109 652,91
73	16/03/2023	EF017394-0003	CLAIM 02 MASELAPATA WATER SUPPLY WATER RETICULATIONJ 16/03/2023	R15 551,53
74	16/03/2023	EF017394-0003	CLAIM 02 MASELAPATA WATER SUPPLY WATER RETICULATIONJ 16/03/2023	R103 676,88
75	27/02/2023	EF017318-0002	CLAIM 09 SEKGOSESE REGIONAL BULK WATER PHASE 1A 27/02/2023	R130 738,00
76	27/02/2023	EF017318-0001	CLAIM 09 SEKGOSESE REGIONAL GROUND WATER SCHEME P1A 27/02/2023	R618 308,47
77	28/02/2023	EF017391-0001	RETENTION PAYOUT ZAVA WATER SUPPLY PHASE 01 CLAIM NO 5	R271 082,75
78	28/03/2023	EF017398-0002	RIHABILITATION OF BOREHOLE H07-0025 AT MADUMANE VILLAGE	R70 320,60
79	28/03/2023	EF017398-0002	RIHABILITATION OF BOREHOLE H07-0025 AT MADUMANE VILLAGE	R468 804,00

80	31/03/2023		LULEKANI WATER SCHEME PHASE 2C (KURHULA)	R1 556 651,30
81	31/03/2023		CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4B 31/03/2023	R41 226,62
82	31/03/2023		CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4B 31/03/2023	R274 844,13
83	31/03/2023		CLAIM 5 RITAVI 2 REGIONAL WATER SCHEME PHASE 04-A 31/03/2023	R31 191,35
84	31/03/2023		CLAIM 5 RITAVI 2 REGIONAL WATER SCHEME PHASE 04-A 31/03/2023	R207 942,31
85	31/03/2023		CLAIM 5 RITAVI 2 REGIONAL WATER SCHEME PHASE 04-C 31/03/2023	R30 022,86
86	31/03/2023		CLAIM 5 RITAVI 2 REGIONAL WATER SCHEME PHASE 04-C 31/03/2023	R200 152,38
87	31/03/2023	EF017414-0004	CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5A 31/03/2023	R186 165,00
88	31/03/2023	EF017414-0004	CLAIM 1 MAKHUSHANE WATER SCHEME PHASE 5A 31/03/2023	R1 241 100,00
89	31/03/2023	EF017415-0005	CLAIM 3 RITAVI 2 WATER SCHEME PHASE 4B 31/03/2023	R987 388,08
90	31/03/2023	EF017415-0005	CLAIM 3 RITAVI 2 WATER SCHEME PHASE 4B 31/03/2023	R6 582 587,22
91	31/03/2023	EF017415-0001	CLAIM 2 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3A 31/03/2023	R127 029,09
92	31/03/2023	EF017415-0001	CLAIM 2 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3A 31/03/2023	R846 860,61
93	31/03/2023	EF017415-0002	CLAIM 6 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3C 31/03/2023	R61 531,54
94	31/03/2023	EF017415-0002	CLAIM 6 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3C 31/03/2023	R410 210,24
95	31/03/2023	EF017416-0003	CLAIM 2 TOURS WATER RETICULATION PHASE 2B 31/03/2023	R387 848,32
96	31/03/2023		PMU SUPPORT FOR TOURS WATER RETICULATION 25 VILLAGES PHASE 2C	R348 699,55
97	31/03/2023	EF017414-0001	CLAIM 4 TOURS WATER RETICULATION PHASE 2C 31/03/2023	R8 024 107,64
98	31/03/2023	EF017414-0005	CLAIM 1 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3B 31/03/2023	R600 107,40
99	31/03/2023	EF017414-0005	CLAIM 1 SEKGOSESE REGIONAL GROUND WATER SCHEME PHASE 3B 31/03/2023	R4 000 716,00

100	31/03/2023	EF017416-0004	CLAIM 16 LULEKANI WATER SCHEME PHASE 1 31/03/2023	R41 994,61
101	31/03/2023	EF017416-0004	CLAIM 16 LULEKANI WATER SCHEME PHASE 1 31/03/2023	R279 964,04
102	31/03/2023	EF017415-0009	CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4A ZANGOMA 31/03/2023	R339 208,40
103	31/03/2023	EF017415-0009	CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4A ZANGOMA 31/03/2023	R2 261 389,32
104	31/03/2023	EF017415-0003	CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4C 31032023	R431 191,76
105	31/03/2023	EF017415-0003	CLAIM 4 RITAVI 2 REGIONAL WATER SCHEME PHASE 4C 31032023	R2 874 611,70
106	31/03/2023	EF017415-0008	CLAIM 1 SEKGOSESE REGIONAL WATER SCHEME PHASE 3A 31/03/2023	R380 104,69
107	31/03/2023	EF017415-0008	CLAIM 1 SEKGOSESE REGIONAL WATER SCHEME PHASE 3A 31/03/2023	R2 534 031,27
108	31/03/2023		LULEKANI WATER SCHEME PHASE 2B (HUMULANI B)	R226 654,88
109	31/03/2023		LULEKANI WATER SCHEME PHASE 2B (HUMULANI B)	R1 511 032,50
110	31/03/2023	EF017414-0003	CLAIM 11 TOURS WATER SCHEME LINES REFURBISHMENT 31/03/2023	R269 792,32
111	31/03/2023		TOURS WATER RETICULATION TO 25 VILLAGES PHASE 2D	R1 228 922,97
112	31/08/2021	EF017403-0001	CLAIM 3 SENWAMOKGOPE WATER RETICULATION 31/08/2021	R51 304,73
113	31/08/2021	EF017403-0001	CLAIM 3 SENWAMOKGOPE WATER RETICULATION 31/08/2021	R342 031,50
Mar -23		Total		R125 849 989,23

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	
TOTAL TRANSACTION VALUE (Including VAT)			

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
JAN-23	R769 517,02	R170 936,61	R106 907,25	R101 579,10	R1 148 939,98
FEB-23	R725 948,44	R135 862,06	R331 413,01	R13 458,00	R1 070 819,45
MAR-23	R833 166,26	R230 474,33	R333 101,21	R25 619,40	R1 422 361,20
TOTAL	R7 456 314,76	R1 681 711,58	R3 776 360,84	R418 862,20	R13 333 249,38

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
Total	180	103	59	13	6

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

Demand Management: Supply Chain Management process	MAR 2023
Description	No
Bids considered / approved by BSC (SCM reg. 27)	0
Bids approved by MM for advertisement from BSC	0
New bids advertised on MDM website/notice board	0
Bids closed / opening register place on MDM website/notice board	0

Acquisition Management: Supply Chain Management process	MAR 2023
Description	No
Total orders above R100 000 for MAR 2023	36
Total deviation orders processed for MAR 2023	03
Bid awarded / approved / appointed by MM (No. Service Providers)	08
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 MAR 2023	0

Orders per supplier above R100 000 for MAR 2023

Dates	Description	Number
MARCH 2023	Order above R100 000	36

Total deviation orders processed for MAR 2023

Deviation type		
1.	In case of an emergency	03
2.	Sole supplier or single provider only or	0
3.	Acquisition of special works of art or	
4.	historical objects (spec are difficult to compile)	
5.	Acquisition of animals for zoos; or	
6.	In any other exceptional case where it is impractical or impossible to follow the official procurement processes	
Total		03

Publication of bids MARCH 2023**Progress on advertised bids**

There is no advertised bid.

7. Contract Management**7.1 Contract Register**

MDM has 347 contracts. Please see attached the 2022-23 Contract register.

7.2 Number of expired MDM contracts

The following table outlines the progress on contract that already expired

No	Description	Contract appointment date	Contract expiry date	Comments
1	Supply and delivery of water purification chemicals.	31-May-19	1-Jun-22	The bid under-going evaluation process.
2	Panel of suppliers for supply and delivery of borehole spares	31-May-19	1-Jun-22	The bid under-going evaluation process.

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 in the 2nd quarter of 2022 financial year end, except that expenditure are still incurred from the previous identified transactions. The detailed UIFw register is as attached.

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	2	1 275	14	7
Total				1 774 307		

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
10	Panel of Engineering Consultants for Water and Sanitation Infrastructure development	MDM 2020/21	08 June 2020	36 Months
11	Panel of Physical Security	MDM 2022/23-20	08 December 2022	36 Months

Annexure C : Detailed Management Plan

7.5 LIST OF TERMINATED CONTRACTS

MDM has not terminated any contract in March 2023

Submitted by

Mathevula SP