

# **MOPANI DISTRICT MUNICIPALITY**

## **SECTION 52 REPORT**

### **FINANCIAL REPORT**



**31 December 2019**

**(Quarter 2 OF 2019/2020)**

## BUDGET AND REPORTING UNIT

Refer to the annexure(C schedule report for December 2019)

### REVENUE MANAGEMENT MANAGEMENT UNIT

#### 1. REVENUE BILLED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	December 2019 Billing	YTD Billing	% YTD Billing	% YTD Target
Water	157 239 604	190 311 837	10 897 590.75	79 093 428.36	41.56	50.00
Sewer	30 400 264	36 118 039	2 389 408.04	12 393 014.32	34.31	50.00
<b>TOTALS</b>	<b>187 639 868</b>	<b>226 429 876</b>	<b>13 286 998.79</b>	<b>91 468 442.68</b>	<b>40.40</b>	<b>50.00</b>

**The total billing for both water and sewer is at 40.40%, which is below with 9.60% to the target percentage. This was due the following factors:**

- Not all accounts are not billed.
- Estimated billing amounts in the previous months were reversed in the current month.

**The district, together with local municipalities have put the following measures in place to correct the situation going forward:**

- Appointment of administrators to be placed at the local municipalities to work close with transactions.
- Billing of all active account.

## 2. REVENUE COLLECTED FROM SERVICES CHARGES

Description	Original Budget	Adjustment Budget	December 2019 Receipts	YTD receipt	%YTD Receipt Per Billing	% YTD Receipt Per Budget
Water	157 239 604	190 311 837	10 388 784.46	59 659 087.59	31.35	50.00
Sewer	30 400 264	36 118 039	1 340 306.27	6 598 066.07	18.27	50.00
<b>TOTAL</b>	<b>187 639 868</b>	<b>226 429 876</b>	<b>11 729 90.73</b>	<b>66 257 153.66</b>	<b>29.26</b>	<b>50.00</b>

The total collection for both water and sewer is at 29.26% which is below the target of 50% for the second quarter. This was due the following factors:

- Non-payment of accounts by consumers.
- Non-implementation of credit and debt control policy.
- Non-implementation of water services provider agreements with local municipalities.
- Not all accounts are billed.

The district, together with local municipalities have put the following measures in place to correct the situation going forward:

- Appointment of debt collectors to assist in collections of over-due accounts.
- Appointment of five administrators to be placed at the local municipalities.
- On-going discussions and strengthening implementation of the signed SLA's at CFOs forums.

### 3. GRANT RECONCILIATION FOR DECEMBER 2019

#### 3.1 GRANTS AND SUBSIDIES RECEIVED

Description	Allocation	Adjustment Budget	December Receipt	YTD receipt	%YTD Receipt
EQUITABLE SHARES	R919 537 000	R0	R237 112 000	R620 253 000	67%
FMG	R2 330 000	R0	R0	R2 330 000	100%
RRAMS	R2 338 000	R0	R0	R1 637 000	70%
WSIG	R40 000 000	R0	R0	R0	0
MIG	R454 295 000	R0	R148 139 000	R319 857 000	70%
EPWP	R3 292 000	R0	R1 482 000	R2 305 000	70%
DROUGHT RELIEF_WSIG	R100 233 000	R0	R0	R0	0
<b>TOTAL</b>	<b>R1 522 025 000</b>	<b>R 0</b>	<b>R0</b>	<b>R946 382 000</b>	<b>62%</b>

An amount of **R946 382 000** which represents **62%** of all grants budgeted for has been received as at the 31 December 2019

#### 3.1 PERFORMANCE ON CONDITIONAL GRANTS

Description	Budget	Adjustment Budget	December Spending	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
EQUITABLE SHARES	R919 537 000	R0	R0	R620 253 000	R444 291 780.00	R175 961 220.56	42%
FMG	R2 330 000	R0	R57 906.65	R2 330 000	R1 015 358.86	R1 314 641.14	44%
RRAMS	R2 338 000	R0	R0	R1 637 000	R0	R1 637 0000	0%
WSIG	R40 000 000	R0	R0	R0	R0	R0	0%
MIG	R454 295 000	R0	R18 855 169	R319 857 000	R116 475 406.83	R337 819 593.17	26%
EPWP	R3 292 000	R0	R0	R823 000	R0	R0	0%
Drought Relief_ WSIG	R100 233 000	R 0	R0	R0	R0	R0	0%
<b>TOTAL</b>	<b>R1 522 025 000</b>	<b>R0</b>	<b>R18 913 076</b>	<b>R944 900 000</b>	<b>R561 782 545.69</b>	<b>392 046 626.15</b>	<b>59%</b>

Description	Budget	Adjustment Budget	YTD receipt	YTD spent	Total unspent/overspent	% Spent from receipt
RBIG	R0	R 0	R 12 405 667.11	R 12 405 667.11	R0	100

#### 4 BANK RECONCILIATIONS

- Council had a positive Bank Balance of **R89 433 870.95** the end of 31 December 2019 in the primary account.

#### 4.1 BANK RECONCILIATION PRIMARY ACCOUNT

### Mopani District Municipality

Bank Reconciliation Account No: 4052771364 : December 2019

<b>Balance Brought Forward 01/12/2019</b>	6 590 026,83
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#### IN FLOW

Income Received from Insurance Claims	
Refund of Overpayments	5 055,00
Income Received	0,00
Income Received from Commission on Debit Orders	
Income Received from Sundry Income	0,00
Income Received from Service Charges EHS	28 308,72
Income Received from Donations	0,00
Income Received from Mayors Charity Cup	0,00
Income Received from Rental Conference Facilities	
Income Received from Tender Documents	0,00
Income Received from Fire Services Charges	5 099,00
Interest Received from Bank	32 643,35
Investments Withdraw	-230 000 000,00
Government & Other Grants	391 694 852,72
SARS Refund	0,00
Income - Transfer from Call Acc (MIG)	0,00
Income - Transfer from Call Acc. (Refurb)	260 000 000,00
Income - Transfer from ABSA Investments	0,00
Rent Income - Employees	

Sub Total	421 765 958,79
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#### OUT FLOW

Cheques/Electronic Transfers	-159 876 086,94
ACB Payments (EFT)Salaries	-28 223 179,63
ACB Payments Rejections	
Debit Orders	-2 377 143,29
absa Fleet	-1 547 638,17
Bank Charges	-21 216,59
Withdrawal - Transfer to MIG Acc.	-148 000 000,00
Refunds- Rounding	
Cheque Unpaid	1 123 149,95
Cheque Corrections / Reconciling Item - 2	
Sub Total	-338 922 114,67

Plus Cheques not Captured Yet - Previous Month	
Less Cheques not Captured Yet - Current Month	0,00

<b>Closing Total of Reconciliation for Cashbook - 31/12/2019</b>	<b>89 433 870,95</b>
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<b>Bank Balance as at the 31/12/2019</b>	<b>89 433 870,95</b>
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#### IN FLOW

Income received at Head Office not banked	0,00
Income received at Bank Transfers not banked	0,00
Sub Total	0,00

**OUT FLOW**

Outstanding Cheques	0,00
Outstanding Debit Orders	

Sub Total	0,00
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Closing Total of Reconciliation for Bank (30/06/2019)	89 433 870,95
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Difference	0,00
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**4.2 BANK RECONCILIATION\_SECONDARY ACCOUNTS AS AT 30 DECEMBER 2019**

Institution Name	Investment Type	Rates	Amount
ABSA	Call Account( 408 091 1613)	%	R129 889 860.85
ABSA	Call Account( 408 091 1671)	%	R59 937 604.46
ABSA	30 days Investment	%	R100 000 000.00
<b>Total</b>			<b>R289 827 465.31</b>



**Revenue enhancement strategy**

The municipal Council has adopted the revenue enhancement strategy and the financial recovery plan in order to maximize revenue and address the unfunded budget due to non-collection of own revenue and high liabilities.

**Debt collection**

The municipality is in the process finalizing the appointment of the debt collectors. The existing debt collection by the local municipality is not beneficial to the district municipality as the collections go directly to local municipality.

## EXPEDNITURE MANAGEMEMENT MANAGEMENT UNIT

### 1. SUMMARY OF OPERATING EXPENDITURE AND CAPITAL EXPENDITURE

Description	Original Budget	Revised Budget	YTD Expenditure	%YTD Expenditure	% YTD Target
Operating Expenditure	1 345 809 212	1 199 772 891	448 037 319.99	37.34	50%
Capital Expenditure	569 480 250	486 180 250	167 105 438.80	34.37	50%
<b>TOTAL EXPENDITURE</b>	<b>1 915 289 462</b>	<b>1 685 953 141</b>	<b>615 142 758.79</b>	<b>36.73</b>	<b>50%</b>

Operating expenditure is funded from equitable share and all the grants except for RBIG, MIG and WSIG.

### 2. EMPLOYEE RELATED COST

Description	Original Budget	Revised Budget	YTD Expenditure	%YTD Expenditure	% YTD Target
Employee Related Cost	451 868 485.00	379 895 634	194 715 027.89	51.25	50%
<b>TOTAL</b>	<b>451 868 485.00</b>	<b>379 895 634</b>	<b>194 715 027.89</b>	<b>51.25</b>	<b>50%</b>

### 3. REMUNERATION ON COUNCILLORS

Description	Original Budget	Revised Budget	YTD Expenditure	%YTD Expenditure	% YTD Target
Remunerations of Councillors	13 396 101	13 396 101	7 928 883.42	59.19	50%
<b>TOTAL</b>	<b>13 396 101</b>	<b>13 396 101</b>	<b>7 928 883.42</b>	<b>59.19</b>	<b>50%</b>

#### 4. OVERTIME REPORT

Department	Original Budget	Revised Budget	YTD Expenditure	%YTD Expenditure	% YTD Budget
05-Fire services	9 254 000	9 508 000	17 965 087.00	188.95%	50%
06- Water Services	7 050 004	4 073 930	6 182 208.28	151.75%	50%
09-Roads	48 000	48 000	60 301.94	125.63%	50%
11-Disaster Management	1 436 0000	916 000	1 204 045.35	131.45%	50%
12-Human Resources	0	0	99 416.19		50%
12-Administration	362 288	362 288	0	0	50%
13-Ba-Phalaborwa Municipality Water	1 803 821	1 803 821	0	0	50%
14-Ba- Phalaborwa Municipality Sewer	64 368	64 368	0	0	50%
15-Greater Giyani Municipality Water	409 997	409 997	0	0	50%
16- Greater Giyani Municipality Sewer	175 909	175 909	0	0	50%
17-Greater Letaba municipality Water	1 439 798	1 439 798	0	0	50%
18-Greater Letaba Municipality Sewer	130 000	130 000	0	0	50%
19-Greater Tzaneen Municipality Water	5 135 139	5 135 139	0	0	50%
20-Greater Tzaneen Municipality Sewer	1 048 342	1 048 342	0	0	50%
21-Maruleng Municipality Water & Sewer	539 555	539 555	0	0	50%

## 5. CASH FLOW ANALYSIS

**DC33 Mopani - Table C7 Monthly Budget Statement - Cash Flow - M06 December**

[illegible]

<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	-	-	84 496	84 496	-	-	-	-		18 677 920
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		-	(569 480)	(556 180)	-	(167 105)	-	167 105	#DIV/0!	(966)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	(484 984)	(471 684)	-	(167 105)	-	167 105	#DIV/0!	18 676 954
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		1 208 372
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		(3 943)
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		(52 834)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	-	-	-	-	-	-		1 151 596
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		-	(53 058)	(145 991)	199 650	337 061	-			7 325 199
Cash/cash equivalents at beginning:		-	161 636	161 636		42 200	161 636			42 200
Cash/cash equivalents at month/year end:		-	108 578	15 645		379 261	161 636			7 367 399

## 6. PAYABLES

✚ List of all outstanding creditors.

Creditor	Details of credit	Balance as at 31 August 2019
Department of Water and Sanitation	Extraction of raw water	376 168 362.00
Lepelle Northern Water	Bulk Purchases of Water	517 727 580.30
Litigations and claims	Various claims	348 641 239.00
Greater Tzaneen Municipality	Water and sanitation provisioning	228 607 223.00
Maruleng Local Municipality	Water and sanitation provisioning	24 553 270.00
Greater Letaba Municipality	Water and sanitation provisioning	80 355 521.00
Greater Giyani Municipality	Bulk Purchases of Water	11 944 351.00
<b>TOTAL</b>		<b>1 239 356 307</b>

### Litigations and Claims

Creditor	Details of credit	Balance as at 31 August 2019
Contingent liabilities	Various claims	348 641 239.00
<b>TOTAL</b>		<b>348 641 239.00</b>

**Settlement of liabilities**

The municipality entered into payment agreement with Lepelle Northern Water. There is a litigation by DWS on the outstanding debt and the municipality is currently having engagements to find common ground on handling of the current account. The liabilities with Lepelle Northern Water and the Department of Water and Sanitation, have been split into short-term and long-term to allow liquidity and solvency. This is a positive on the going concern assessment.

**Contingent Obligations**

The municipality does not equivalent cash reserves to honour the contingent obligations should they fall due. This is a negative on the going concern assessment.

## ASSETS MANAGEMENT MANAGEMENT

### 1. REPORTING REQUIREMENTS:

#### QUARTERLY PERFORMANCE ANALYSIS REPORTS:

##### ASSET PROCUREMENT ANALYSIS REPORT:

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	R 198 580.00

Date	Cheque No	Service Provider	Asset Class	Description	Amount Inc VAT
17/12/2019	SD10025	SDONA ICT PROJECTS AND GR	Computer Equipment	supply and delivery of 5 laptops	91 180,00
17/12/2019	SD10025	SDONA ICT PROJECTS AND GR	Computer equipment	supply and delivery of 4 laptops	88 800,00
24/10/2019	157535	KV PHASHA & PARTNERS TAB	Furniture	supply of chairs and table	18 600,00
<b>Total</b>					<b>198 580.00</b>

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:

<b>THRESHOLD– INFRASTRUCTURE ASSET PURCHASES</b>	<b>QUANTITY</b>	<b>VALUE</b>
Transactions Exceeding R 1 000	151	<b>R 98 828 143.75</b>

Date	Cheque Number	Service Provider	Description of service/Project	Amount
04/10/2019	156990	TWIN CORNER	EQUIPPING BOREHOLE METZ VILLAGE	102 027,82
01/10/2019	157007	DIGES	Rural Household Sanitation (Maruleng LM)	1 594 753,37
04/10/2019	157008	DIGES	Rural Household Sanitation (Greater Giyani LM)	2 015 372,14
04/10/2019	157032	LOKOLANG TRADING	REHAB OF BOREHOLE DANIEL VILLAGE	468 000,00
04/10/2019	157038	VERSATEX TRADING 469	PROVISION OF WATER STORAGE & SUPPLY OF MATERIAL	255 645,00
18/11/2019	157039	TORUDEX PTY LTD	EQUIPPING OF A NEW BOREHOLE AT LOMONDOKOPO	363 935,00
04/10/2019	157040	TITIRHELENI BUSINESS ENTERPRISE	Geohydrological investigation and drilling of borehole Turkey Zone 1	219 920,00
04/10/2019	157043	MACHAUKE PROJECTS	Maintenance of Infrastructure	147 520,00
04/10/2019	157044	MASHALE'S SON CONSTRUCTION	Drilling of new boreholes at Bonn	537 031,50
04/10/2019	157047	GREATER LETABA MUNICIPAL	Middle Letaba Refurbishment of Water treatment Plant	3 523 941,00
04/10/2019	157048	MAFIKIZOLO INVESTMENTS	DEVELOPMENT OF A NEW BOREHOLE AT MYAKAYAKA	385 669,00

04/10/2019	157050	KENEUOE BUSINESS SOLUTION	DRILLING OF NEW BOREHOLE AT JULESBURG	540 000,00
04/10/2019	157058	CHANGO ENTERPRISES	EQUIPPING CONSTRUCTION OF A NEW PUMP HOUSE AT SETASANG	455 277,00
04/10/2019	157059	MAATEBELE CONSTRUCTION	EQUIPPING A NEW BOREHOLE AT MABALANE VILLAGE	471 708,00
04/10/2019	157060	SEKGEU TRADING	REQUIPPING BOREHOLE XIHOKO VILLAGE	539 069,48
04/10/2019	157065	ABECO TANKS	JOPIE MAWA RAMPTSHINYADI WATER RETICULATION	757 000,00
04/10/2019	157066	JUSTMAT TRADING	EQUIPPING BOREHOLE GOUDPLAAS VILLAGE	87 687,83
04/10/2019	157067	JUSTMAT TRADING	EQUIPPING BOREHOLE GOUDPLAAS VILLAGE	245 200,00
04/10/2019	157070	LOKOLANG TRADING	REHAB OF BOREHOLE DANIEL VILLAGE	352 000,00
04/10/2019	157072	FALOES TRADING EQUIPPING	EQUIPPING BOREHOLE SHONGANE VILLAGE	469 638,67
04/10/2019	157074	SIMATA HOMES CC	DRILLING & EQUIPPING BOREHOLE SEDAN VILLAGE	465 790,55
04/10/2019	157075	LEBP CONSTRUCTION & PROJECTS	CLAIM 4 UPGRADING INTERNAL WATER MAKHUDIBING	232 871,33
04/10/2019	157078	MASINTSHA CONSTRUCTION	DEVELOPMENT OF BOREHOLE MAFARANA VILLAGE	80 100,00
31/10/2019	157079	TAINAMA CIVILS JV CIVICON	Selwane Water Phase 2	967 596,79
10/10/2019	157093	MASHALES SON CONSTRUCTION	EQUIPPING BOREHOLE BONN VILLAGE	533 832,50
10/10/2019	157094	URBANVINCA SOLUTION	EQUIPPING BOREHOLE TICKLINE	455 213,91
10/10/2019	157099	NKHUPUKO GENERAL TRADING	EQUIPPING BOREHOLE H08-2200 RITAKOP	164 460,00
10/10/2019	157101	VERSATEX TRADING 469 (PTY LTD)	CONSTRUCTION OF PIPELINE MARUMOFASE	572 650,00

10/10/2019	157102	TSHEPISHO CATERING	EQUIPPING BOREHOLE	94 661,74
10/10/2019	157119	ABEDIA TRADING ENTERPRISE	EQUIPPING OF BOREHOLE LOMONDOKOP VILLAGE	457 578,12
10/10/2019	157122	TWIN CORNER	EQUIPPING BOREHOLE METZ	367 315,65
31/10/2019	157139	DIGES	GREATER LETABA SANITATION	1 969 740,23
10/10/2019	157142	DIGES	TZANEEN SANITATION	2 100 169,37
10/10/2019	157144	RHINO CONSULTING	EQUIPPING BOREHOLE	106 050,00
10/10/2019	157145	RHINO CONSULTING	EQUIPING OF A BOREHOLE & CONSTRUCTION OF PIPELINE TSHIDINKWE	368 752,22
11/10/2019	157160	NDZHAKA INVESTMENT	EQUIPING OF BOREHOLE AT NTSAKO VILLAGE	527 950,00
11/10/2019	157165	MASCON TRADING	CLAIM 10 U[PGRADE BAPHALABORWA SEWAGE	1 416 931,91
11/10/2019	157166	LEBP CONSTRUCTION & PROJECTS	CLAIM 10 JOPIE MAWA WATER SUPPLY	1 392 854,17
24/10/2019	157531	MDANISA PROJECTS PTY LTD	CONSTRUCTION PIPELINE	78 000,00
24/10/2019	158715	SEJAGOBÉ ENGINEERS	CLAIM 7 THAPANE WATER SUPPLY SCHEME	589 344,69
01/11/2019	159062	ETERNITY STAR INVESTMENTS	CLAIM 7 SEFOFOTSE TO DITSHOSINI BULK WATER	1 403 541,30
01/11/2019	159063	SIZABANTU PIPING SYSTEMS	CLAIM 7 SEFOFOTSE TO DITSHOSINI	514 322,70
01/11/2019	159064	NEVHUTALU CONSULTING ENGINEERING	CLAIM 3 REFURB & ERECTION PERIMETER MAPUVE	185 019,27
01/11/2019	159065	MTEMA MASHAO CONSULTING ENGINEERING	CLAIM 09 DZINGIDZINGI INTERNAL WATER RET	59 178,82

01/11/2019	159066	SEEDI DEVELOPMENT PROJECT	CLAIM 12 SEFOFOTSE TO DITSHOSINI BULK WATER SUPPLY	476 191,80
01/11/2019	159067	JUSTMAT TRADING	REFURB OF SEWERLINE HOEDSPRUIT	782 100,00
01/11/2019	159068	KGOSIHADI CONSULTING ENGINEERING	CLAIM ECOPARK XIKUKWANI WATER RETICULATION	409 893,33
01/11/2019	159069	NEVHUTALU CONSULTING ENGINEERING	CLAIM 2 KHUWANA INTERNAL WATER RETICULATION	251 909,33
01/11/2019	159070	ZENOBIA TRADING	CLAIM 13 HOEDSPRUIT BULK SUPPLY	278 038,41
01/11/2019	159072	ZENOBIA TRADING	CLAIM 8 THAPANE WATER SCHEME	596 163,60
01/11/2019	159074	AVENTINO GROUP	SEFOFOTSE TO DITSHOSINI BULK WATER	2 144 486,10
01/11/2019	159075	SIZABANTU PIPING SYSTEMS	SEFOFOTSE TO DITSHOSINI BULK WATER	193 380,90
01/11/2019	159079	FOMO PROJECTS	EQUIPPING BOREHOLE MATIKO XIKAYA	540 000,00
01/11/2019	159080	BELTA SERVICES	CLAIM 2 XEXTENSION OF SCOPE SEKGOSESE SCHEME	380 033,75
01/11/2019	159083	LEBP CONSTRUCTION & PROJECTS	SEFOFOTSE TO DITSHOSINI BULK WATER	410 414,31
01/11/2019	159084	MUDITAMBI	CLAIM 9 SEFOFOTSE TO DITSHOSINI	97 300,00
07/11/2019	159124	PEASHORN GENERAL TRADING	DEVELOPMENT OF NEW BOREHOLE	58 820,00
07/11/2019	159131	PEASHORN GENERAL TRADING	RE-EQUIPPING BOREHOLE GRAVELLOTTE	62 186,00
11/11/2019	159151	BUKUTA BK	CLAIM 7 TOURS BULK WATER SUPPLY	3 032 826,30
11/11/2019	159152	ZENOBIA TRADING	CLAIM 8 THAPANE WATER SUPPLY	1 901 157,00

11/11/2019	159153	MATHARI 333 BUSINESS ENTERPRISE	DRILLING BOREHOLE BOKGAGA-GA MOKGOLOBOTHO VILLAGE	102 027,82
11/11/2019	159154	MATHARI 333 BUSINESS ENTERPRISE	EQUIPPING BOREHOLE BOKGAGA-GA MOKGOLOBOTHO VILLAGE	365 433,04
11/11/2019	159155	SANNY P CONSTRUCTION	DRILLING BOREHOLE MAHEMBENI	96 027,82
11/11/2019	159156	SANNY P CONSTRUCTION	EQUIPPING BOREHOLE MAHEMBENI VILLAGE	464 633,04
11/11/2019	159157	SANNY P CONSTRUCTION	DRILLING BOREHOLE WILLOWS	102 027,82
11/11/2019	159158	SANNY P CONSTRUCTION	EQUIPPING BOREHOLE THE WILLOWS VILLAGE	365 589,56
14/11/2019	159186	PHAREPHARE CONSTRUCTION	REFURB & REHAB OF BOREHOLE	513 315,65
14/11/2019	159192	SETHEO ENGINEERING	CLAIM 21 MAMETJA SEKOROR RWS	802 521,44
14/11/2019	159193	TITIRHELENI BUSINESS ENTERPRISE	DEVELOPMENT OF UNDERGROUND WATER	238 300,00
14/11/2019	159199	TITIRHELENI BUSINESS ENTERPRISE	EQUIPING BOREHOLE TURKEY ZONE 1	259 164,35
15/11/2019	159561	MOSWOBI BUILDING CONSTRUCTION	UNBLOCKING SEWERLINE GIYANI	3 250 612,46
27/11/2019	160769	ELUCIDATE TRADING ENTERPRISE	EQUIPPING BOREHOLE JOPIE VILLAGE	540 000,00
27/11/2019	160772	MASHALES SON CONSTRUCTION	EQUIPPING BOREHOLE NTASKO VILLAGE	533 832,50
30/11/2019	160773	MOSWAZI HOLDINGS	EQUIPIING BOREHOLE MAVELE VILLAGE	540 000,50
27/11/2019	160774	LHM HOLDINGS	RE-EQUIPPING BOREHOLE MARIVENI	381 434,35
04/12/2019	161102	BUKUTA BK	CLAIM 8 TOURS BULK WATER SCHEME	2 149 807,50

05/12/2019	161119	HERMY CONSTRUCTION	EQUIPPING BOREHOLE SEKGOPO SETSENG H09-06B	383 128,00
05/12/2019	161107	MOEPENG TRADNING	VALVE CHAMBERS SASEKANI	404 339,13
05/12/2019	161112	MOSEKGO CIVIL CONSTRUCTION	EQUIPPING BOREHOLE DINGAMAZI	441 840,00
05/12/2019	161111	MOTSHAKEDI CONSTRUCTION	EQUIPPING BOREHOLE SOFAYA VILLAGE	465 747,66
05/12/2019	161109	SOZA MHLONGO	EQUIPPING BOREHOLE NOBLOEHOEK VILLAGE	471 039,60
05/12/2019	161110	SPINROCK CONSTRUCTION PTY	EQUIPPING BOREHOLE & CONSTRUCTION OF PIPELINE SEKORORO VILAGE	487 900,00
05/12/2019	161108	JEHOVA JIREH GROUPS	EQUIPPING BOREHOLE PHIKELA VILLAGE	490 714,00
05/12/2019	161106	PERFECTED BELIEVERS INTERNATIONAL	EQUIPPING BOREHOLE PHIKELA VILLAGE	497 685,00
05/12/2019	161104	MUTURUKUKANYI BUS ENTERPRISE	EQUIPPING BOREHOLE MATIKO XIKAYA	536 200,00
05/12/2019	161105	NOMPI MARKETING CONSTRUCTION	EQUIPPING BOREHOLE HOMULANI C	536 700,00
12/12/2019	161353	RM BAMBISA CONTRUCTION	EQUIPPING BOREHOLE MALEKEKE VILLAGE	293 897,14
12/12/2019	161355	MORABA CORPORATION	EQUIPPING BOREHOLE MULATI VILLAGE	299 913,14
12/12/2019	161354	MDANISA PROJECTS PTY LTD	EQUIPPING BOREHOLE MNINGINISI VILLAGE	459 973,00
12/12/2019	161356	TODAY'S DESTINY TRADING	EQUIPPING BOREHOLE & PIPELINE MASHABELA	478 320,00
18/12/2019	161415	MTEMA MASHAO CONSULTING	CLAIM 6 MAKOSHA ELEVATED STEEL TANK	55 102,10
18/12/2019	161475	HAKHENSA CONSULTING	EQUIPPING BOREHOLE MAPAYENI	93 540,00

18/12/2019	161470	FALOES TRADING	EQUIPPING BOREHOLE SEPHUKUBJE RODDERDAM VILLAGE	196 060,49
18/12/2019	161471	HERMY CONSTRUCTION	REEQUIPPING BOREHOLE CHABELANG VILLAGE	217 400,00
18/12/2019	161472	SOZA MHLONGO ELECTRICAL	CONSTRUCTION OF PIPELINE & JOJO TANKS	301 580,00
18/12/2019	161434	SDN CIVILS (PTY)LTD	CLAIM 6 REFURB OF PERIMETER CONTROLLERS MAPUVE	381 413,03
18/12/2019	161417	DIGES	CLAIM 1 LETABA SANITATION PROGRAMME	400 425,00
18/12/2019	161419	DIGES	CLAIM 1 TZANEEN SANITATION PROGRAMME	400 425,00
18/12/2019	161418	DIGES	CLAIM 1 MARULENG SANITATION PROGRAMME	400 425,00
18/12/2019	161425	DIGES	CLAIM 1 BAPHALABORA SANITATION	400 425,00
18/12/2019	161416	DIGES	CLAIM 1 GIYANI SANITATION	400 425,00
18/12/2019	161467	ZOENAIID ENTERPRISE	ELECTRIFICATION BOREHOLE SEKOTI VILLAGE	417 664,00
18/12/2019	161438	SEEDI DEVELOPMENT PROJECT	CLAIM 13 SEFOFOTSE TO DITSHOSINI WATER SUPPLY	457 916,49
18/12/2019	161464	JUSTMAT TRADING	EQUIPPING BOREHOLE MAHUTSI VILLAGE	468 446,00
18/12/2019	161469	FALOES TRADING	EQUIPPING BOREHOLE REFILWE VILLAGE	469 564,87
18/12/2019	161468	ZOENAIID ENTERPRISE	EQUIPPING BOREHOLE SEKOTI VILLAGE	471 660,00
18/12/2019	161466	MODJ PROJECTS(PTY)LTD	EQUIPPING BOREHOLE XIMAUSA VILLAGE	486 870,01
18/12/2019	161435	TSENTSE MANUFACTURES	CLAIM 6 MAPUVE REFUR OF PERIMETER CONTROLLERS	493 252,56
18/12/2019	161473	MUTURUKUKANYI BUS	EQUIPPING BOREHOLE MATIKOXIKAYA	536 200,00

18/12/2019	161463	TSHIDISO FIRST CLASS	EQUIPPING BOREHOLE ROTTERDAM NEW STAND	537 312,00
18/12/2019	161440	MOSWAZI HOLDINGS	UNBLOCKING SEWER	538 784,40
18/12/2019	161465	MERCY P TRADING	EQUIPPING BOREHOLE MAHUTSI VILLAGE	539 690,00
18/12/2019	161462	TSHIDISO FIRST CLASS	EQUIPPING BOREHOLE PHONGOLOLO	539 912,00
18/12/2019	161457	GRACIOUS CONSTRUCTION	LOWLIFT PUMP NO2 GIYANI WATER WORKS	679 888,00
18/12/2019	161456	SINHLE CIVIL AND PROJECTS	CLAIM 4 THABINA TO LENYENYE BULK WATER	1 088 648,69
18/12/2019	161442	MOSWAZI HOLDINGS	ELECTRIFICATION OF SEWER PETANENGE	1 208 020,24
19/12/2019	161520	ZEPSTA TRADING &PROJECT	EQUIPPING BOREHOLE KHEOPENE	86 213,00
19/12/2019	161519	MIKA DEE HOLDINGS PTY LTD	CONSTRUCTION PIPELINE RUNNYMADE	90 474,00
19/12/2019	162732	TSENTSE MANUFACTURES	CLAIM 7 MAPUVE REURB OF PERIMETER CONTROLLERS	323 661,29
19/12/2019	162724	SABELLAH TRADING ENTERPRISE	EQUIPPING BOREHOLE NTSAKO VILLAGE	461 021,00
19/12/2019	161522	NIQUITA PROJECTS (PTY) LT	EQUIPPING BOREHOLE NTSAKO 1 VILLAGE	469 421,00
19/12/2019	161524	SABELLAH TRADING ENTERPRISE	CONSTRUCTION PIPELINE NTSAKO VILLAGE	474 796,00
19/12/2019	161523	NIQUITA PROJECTS (PTY) LTD	EQUIPPING BOREHOLE NTSAKO 1 VILLAGE	481 131,00
19/12/2019	161496	XAKAMBETSE GROUP EQUIPPING	EQUIPPING BOREHOLE SEDAWA VILLAGE	536 794,00
19/12/2019	161500	PHATHO GLOBAL SERVICES	EQUIPPING BOREHOLE MASHISHIMALE	536 901,60
19/12/2019	161495	MMATAPA BUSINESS ENTERPRISE	EQUIPPING BOREHOLE MABINS	539 044,00



19/12/2019	162737	TSHIDISO FIRST CLASS EQUIPING	EQUIPPING BOREHOLE TSHAMISEKA VILLAGE	539 062,00
19/12/2019	161499	MMATAPA BUSINESS ENTERPRICE	EQUIPPING & CONSTRUCTION PIPELINE MABINS VILLAGE	539 070,00
19/12/2019	161498	XAKAMBETSE GROUP CONSTRUCTION	CONSTRUCTION OF PIPELINE SEDAWA VILLAGE	539 595,00
19/12/2019	161490	KAMOJOU TRADING	CLAIM 4 MAMETJA SEKORORO RWS	3 584 106,83
20/12/2019	162772	NEVHUTALU CONSULTING	CLAIM 4 REFURB & ERECTION OF PERIMETER CONTROLLERS MAPUVE	125 048,22
20/12/2019	162775	ABECO TANKS	CLAIM 8 MAKGAKGAPATSE INTERNAL WATER	181 300,00
20/12/2019	162763	AES CONSULTING	CLAIM 4 MAKGAKGAPATSE INTERNAL WATER RETICULATION	236 056,92
20/12/2019	162783	KYB HOLDINGS (PTY)LTD	CLAIM 4 MAMETJA SEKORORO RWS	304 685,00
20/12/2019	162760	NDONI PROPERTIES PTY LTD	CLAIM 8 REPLACING & RESIZING ASBESTOS PIPE	374 645,25
20/12/2019	162777	MORABA CORPORATION	EQUIPPING BOREHOLE MOLALANE VILLAGE	410 262,70
20/12/2019	162765	RIXOGA TRADING	EQUIPPING BOREHOLE TAULUME VILLAGE	444 191,30
20/12/2019	162778	MATMOT CONSULTING	EQUIPPING BOREHOLE HOMU 14C	457 765,11
20/12/2019	162770	ZENOBIJA TRADING	CLAIM 14 HOEDSPRUIT BULK WATER SUPPLY	581 678,49
20/12/2019	162776	ETERNITY STAR	CLAIM 8 SEFOFOTSE TO DITSHOSINI	643 431,91
20/12/2019	162776	ETERNITY STAR	CLAIM 8 EFOFOTSE TO DITSHOSIN BULK WATER SUPPLY	643 431,91

20/12/2019	162774	MBANGA TRADING	CLAIM 8 MAKGAKGAPATSE INTERNAL WATER RETCICULATION	678 292,98
20/12/2019	162762	DIGES	CLAIM 3 DESIGN & CONSTRUCTION MUHLAVA BOOSTER PUMP	908 722,48
20/12/2019	162764	SETHEO ENGINEERING	MAMETJA SEKORORO RWS	1 202 193,36
20/12/2019	162761	ZENOBIA TRADING	CLAIM 10 THAPANE WATER SUPPLY SCHEME & EXTENSION	1 460 601,90
20/12/2019	162779	CIVIL ELEMENT PTY LTD	CLAIM 6 THAPANE WATER SUPPLY & EXTENSION	2 599 994,56
20/12/2019	162790	JUSTMAT TRADING	CONSTRUCTION OF PIPELINE AT GOEDPLAAS	3 425 600,00
20/12/2019	163000	HWA ENGINEERS AND PROJECT	CLAIM 9 MAMETJA SEKORORO RWS	4 111 433,63
24/12/2019	163009	MARTMOL TRADING	EQUIPPING BOREHOLE TZANEEN AREA	461 609,30
24/12/2019	163010	TZANEEN AFRI INVESTMENT	EQUIPPING BOREHOLE TZANEEN AREA	530 850,70
29/12/2019	161521	XXXM TRADING ENTERPRISE	EQUIPPING BOREHOLE RIKHOTSO VILLAGE	461 661,00

**Totals**

**98 828 143.75**

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)		

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## SUPPLY CHAIN MANAGEMENT UNIT

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Topic	Page
Glossary of Abbreviations	

  

Abbreviation	Description
BAC	Bid Adjudication Committee
BEC	Bid Evaluation Committee
BO	Buy Order
BSC	Bid Specification Committee
CFO	Chief Financial Officer
CIDB	Construction Industry Development Board
CK/COR	Company Registration
CS	Corporate Services
MDM	Mopani District Municipality
MFMA	Municipal Finance Management Act
MM/AC	Municipal Manager/Accounting Officer
NT	National Treasury

# DECEMBER 2019(Q2) SECTION 52 REPORT

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RF	Requisition Form
SCMP	Supply Chain Management Policy
SLA	Service Level Agreement
SCMU	Supply Chain Management Unit
SP	Service Provider
TCC	Tax Clearance Certificate
UD	User Department

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<b>Demand Management: Supply Chain Management process</b>	Oct-Dec 2019
<b>Description</b>	
Specifications considered / approved by BSC (SCM reg. 27),	6
Specifications approve by MM for advertisement from BSC	6
New bids advertised on MDM website/notice board	6
Bids closed / opening register place on MDM website/notice board	6

<b>Acquisition Management: Supply Chain Management process</b>	Oct-Dec 2019
<b>Description</b>	
Total orders above R100 000 for Oct-Dec 2019	7
Total deviation orders processed for Oct-Dec 2019	13
7 days Advertise Quotation approved	4
Bid awarded / approved / appointed by MM (No. Service Providers)	2
SCM Reg. 32 Bid approved / appointed by MM	0
SCM Reg. 36 Bid approved / appointed by MM	0
Bids Awards place on Notice/website	6
Bids Awards reported to Treasury	0
Bids reported to External e.g. CIDB	0
Irregular Expenditure Financial 2017/18 & 2018/19 Declared by AGSA	32

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## Performance Statistics

1. Approved deviations for the Oct-Dec 2019						
Order no	Business name	Classification / category	Description	Dept. Division	SCM process	Amount
124	CIGFARO	Service	Registration fee	Budget & Treasury	Deviation 1Q	9 200.00
88	CIGFARO	Service	Registration fee	Municipal Manager	Deviation 1Q	17 048.00
9	CIGFARO	Service	Registration fee	Office of the Executive Mayor	Deviation 1Q	16 048.00
254	BB MOTORS	Service	Service and repairs	Budget & Treasury	Deviation 1Q	5 396.31
256	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	12 888.17
244	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	28 235.28
46	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	17 250.00
45	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	17 250.00
62	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	17 250.00
10	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	17 250.00
253	NTT TOYOTA TZANEEN	Service	Service and repairs	Budget & Treasury	Deviation 1Q	9 141.01
47	MARCE PROJECTS PTY LTD	Service	Service and repairs	Budget & Treasury	Deviation 1Q	17 250.00
22970	Madijo Trading Enterprise	Goods	Supply and delivery of PPE for fire personnel	Community Services	Deviation 1Q	1 471 333.00
<b>Total</b>						<b>1 638 289.77</b>

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2. Bid/ 7days quotation Approved awarded by Chief Financial Officer in the Oct-Dec 2019								
RFQ No.	Description	User Dept. Division	Advert Date	Closing date	Date of Award	Contract period	Company name	Contract amount
MDM 2019/20 014RFQ	Supply and delivery of newsletter	Office of the Executive Mayor	25/10/19	01/10/2019	21/11/19	Once off	Majimbro Projects (Pty) Ltd	195 500.00
MDM 2019/20 012RFQ	Supply and delivery of office furniture	Budget and Treasury	25/10/19	01/10/2019	21/11/19	Once off	Rosie Makgo Projects (Pty) Ltd	179 000.00
MDM 2019/20 013RFQ	Supply and delivery of firefighting foam	Community Services	23/07/201 9	03/09/2019	02/10/19	Once off	Paulmaria Projects	199 500.00
MDM 2019/20 025RFQ	Supply and delivery of laptops	Corporate Services	05/11/19	11/11/19	21/11/19	Once off	Sdona ICT projects & Graphics	179 980.00



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1. Publication of bids Oct-Dec 2019										
Bid No.	Description	Publication date	Media Publication Dates							Opening Info
			Notice board	MDM Website	e-tender	I-tender CIDB	Local media	National media	Briefing session	Closing Date
MDM 2019-006	Supply and delivery of personnel protective clothing and oven/high heat suites for fire services of Mopani District Municipality for once off multi framework agreement,	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	10 September 2019 @ 12H00
MDM 2019-004	Provision of integrated pest control for all facilities of Mopani District Municipality for 36 months multi-framework agreement	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	09/09/ 2019 @ 11H00	03 October 2019 @ 12H00
MDM 2019-005	Panel of service providers for psychological, trauma counselling and occupational medical surveillance, 36 months multi-framework contract	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	09/09/ 2019 @ 11H00	03 October 2019 @ 12H00
MDM 2019-008	Supply and delivery of general personnel protective equipment and clothing for various department of the Mopani District Municipality for 36 moths multi-framework contract.	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	09/09/ 2019 @ 11H00	03 October 2019 @ 12H00
MDM 2019-007	Supply and delivery of uniform and badges for fire services of Mopani District Municipality for 36 months multi-framework contract.	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	09/09/2019 @11H00	03 October 2019 @ 12H00
MDM 2019-001	Provision of wheel and tyres, batteries and related services for Mopani District Municipality for 36 months multi-framework agreement	27/08/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	10 October 2019 @ 12H00

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MDM 2019-024	Panel of travel management agencies for Mopani District Municipality for a period of 12 Months	24/10/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	6 November 2019 @ 12H00
MDM 2019-032	RE-Advert: Review of the local strategic development plan for Mopani District Municipality and to develop a 20 year Economic Growth and development plan	24/10/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	6 November 2019 @ 12H00
MDM 2019-25	Panel of Accounting service provider to assist Mopani District Municipality with the predation of annual financial statements and assets management for a period of 36 months.	15/11/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	13 December 2019 @ 12H00
MDM 2019-026	Supply and delivery of laptops and desktop computers for Mopani District for a period of 36 months	15/11/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	13 December 2019 @ 12H00
MDM 2019-027	Development of integrated Geographical Information system Application for Mopani District Municipality for a period of 36 Months.	15/11/2019	Yes	Yes	Yes	N/A	Yes	N/A	N/A	13 December 2019 @ 12H00

**Note:** There has been a delay in the appointment of advertised bids however, the bid evaluation and adjudication committees are currently in the process of finalising appointments for this bids. Extension of validity period has been approved by the Accounting Officer for bids that were expiring as a result of the delay in the sitting of bid committees.

2. Bids under SCM Process in Jul-Sep 2019											Status
Bid No.	Description	User Dept. Division	BSC Date	Approval Date	Advert date	Closing Date	BEC Date	Defer date	BAC date	Days closed	

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MDM 2019-006	Supply and delivery of personnel protective clothing and oven/high heat suites for fire services of Mopani District Municipality for once off multi framework agreement,	Community Service	22 Feb 2019	25 Feb 2019	30 Aug 2019	10 September 2019 @ 12H00	****	****	****	99	Cancelled
MDM 2019-004	Provision of integrated pest control for all facilities of Mopani District Municipality for 36 months multi-framework agreement	Corporate Services	22 Feb 2019	25 Feb 2019	30 Aug 2019	03 October 2019 @ 12H00	****	****	****	99	Awaiting Adjudication process
MDM 2019-005	Panel of service providers for psychological, trauma counselling and occupational medical surveillance, 36 months multi-framework contract	Corporate Services	22 Feb 2019	25 Feb 2019	30 Aug 2019	03 October 2019 @ 12H00	****	****	****	99	Awaiting Adjudication process
MDM 2019-008	Supply and delivery of general personnel protective equipment and clothing for various department of the Mopani District Municipality for 36 months multi-framework contract.	Corporate Services	22 Feb 2019	25 Feb 2019	30 Aug 2019	03 October 2019 @ 12H00	****	****	****	99	Awaiting Adjudication process
MDM 2019-007	Supply and delivery of uniform and badges for fire services of Mopani District Municipality for 36 months multi-framework contract.	Corporate Services	22 Feb 2019	25 Feb 2019	30 Aug 2019	03 October 2019 @ 12H00	****	****	****	99	Awaiting Adjudication process
MDM 2019-001	Provision of wheel and tyres, batteries and related services for Mopani District Municipality for 36 months multi-framework agreement	Corporate Services	22 Feb 2019	25 Feb 2019	30 Aug 2019	10 October 2019 @ 12H00	****	****	****	99	Awaiting evaluation process
MDM 2019-021	Panel of Contractors for the civil, Mechanical, Electrical works/Services in MDM 12 Months Contract CIDB Grading 1-3 (Re-advert)	Water Services	21 Feb 2019	21 Feb 2019	19 Jun 2019	4 Jul 2019	02/09/2019	****	****	N/A	Awarded
MDM 2019-022	Panel of Contractors for the civil, Mechanical, Electrical works/Services in MDM 36 Months	Water Services	21 Feb 2019	21 Feb 2019	19 Jun 2019	19 Jul 2019	11/09/2019	****	****	N/A	Awarded

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	Contract CIDB Grading 4-6 (Re-advert)										
MDM 2019-023	Panel of Contractors for the civil, Mechanical, Electrical works/Services in MDM 12 Months Contract CIDB Grading 7-9 (Re-advert)	Water Services	21 Feb 2019	21 Feb 2019	19 Jun 2019	23 Jul 2019	11/09/2019	****	****	184	Under evaluation process
MDM 2019-032	Review of the Local Economic Development Strategy, 20 years economic Growth and development plan of the MDM for 9 months contract	Planning & development	21 Oct 2019	21 Oct 2019	25 Oct 2019	06 Nov 2019	14 Nov 2019	****	****	67	Awaiting Adjudication process
	Panel of travel management agents for Mopani District Municipality	Budget and Treasury	21 Oct 2019	21 Oct 2019	25 Oct 2019	06 Nov 2019	14 Nov 2019	****	****	67	
MDM 2019-25	Panel of Accounting service provider to assist Mopani District Municipality with the predation of annual financial statements and assets management for a period of 36 months.	Budget and Treasury	11 Nov 2019	13 Nov 2019	15 Nov 2019	13 December 2019 @ 12H00	****	****	****	30	Awaiting evaluation process
MDM 2019-026	Supply and delivery of laptops and desktop computers for Mopani District for a period of 36 months	Corporate Services	11 Nov 2019	13 Nov 2019	15 Nov 2019	13 December 2019 @ 12H00	****	****	****	30	Awaiting evaluation process
MDM 2019-027	Development of integrated Geographical Information system Application for Mopani District Municipality for a period of 36 Months.	Planning & development	11 Nov 2019	13 Nov 2019	15 Nov 2019	13 December 2019 @ 12H00	18 Dec 2019	****	****	30	Awaiting adjudication process

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3. Irregular Expenditure Financial 2019-2020								
No	Supplier Name	Description	Total Amount	Reason for UIF classification	UIF Classification	Management respond	Corrective and anticipatory measures	Responsible person
1.	Rhino Consulting	Borehole equipping and construction of pipeline	R424 065,05	Appointment of service providers without following SCM processes for the draught relief programme	Irregular Expenditure	a) MDM to comply with Section 36 on appointment of service providers on an emergency basis	b) Report irregular in term of MFMA circular 68 for council resolution and MPAC recommendati on Disclose the council resolution on AFS	
2.	Xisasi Africa Holdings	New borehole development of borehole selwane	R539 767,81					
3.	Marhungana construction	Refurbishment and rehabilitation borehole Tlatsa	R89 308,00					
4.	Motsoalo Civils	Equiping of borehole at blinkwater	R420 230,00					
5.	Zama north Enterprise	Drilling and Equiping of borehole at Lulekani	R539 796,10					
6.	Sigivo Trading	Development of borehole at runnymede	R232 104,00					
7.	Kwentsima trading	Development of underground water Maraka	R172 227,00					
8.	Felogadi Construction	Convert from diesel to electric Rikotso	R115 955,00					
9.	Mashale construction	Development a new borehole at mphagani village	R749 986,30					
10.	Abedia Trading	Refurbishment of borehole at Lemondokop	R102 465,00					
11.	Zesta Trading and projects	Equiping of borehole at Kheyi	R126 223,44					
12.	Lokolong plant hire	Refurbishment of borehole at Ga Daniel	R538 200,00					
13.	Lokolong plant hire	Borehole Pipeline at Ga Daniel	R404 800,00					

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14	Mdanisa Projects	Construction of a pumphouse in Vuhehli	R78 000,00					
15	Mdanisa Projects	Construction of a pumphouse in Nsavulani 01	R78 000,00					
16	Mdanisa Projects	Construction of a pumphouse in Nsavulani 02	R78 000,00					
17	Shoran & Moraka Trading	Drilling of a borehole at Goedplas	R465 760,00					
18	Singihluli Trading Projects	Equipping of a borehole in Lemondokop	R439 171,06					
19	Toridex Trading	Drilling of a borehole at Lemondokop	R100 841,20					
20	Chango Business Enterprise	Drilling of a borehole at Phooko	R97 267,00					
21	Chango Business Enterprise	Equipping of a borehole at Phooko village	R523 569,00					
22	Urbanvinca Solutions	Drilling of a borehole at Ramotshinyadi Village	R537 362,70					
23	Mikadee Holdings	Drilling of a new borehole at Runnymede	R532 501,59					
24	Swona swa Kurisa Trading	Drilling a borehole at Lulekani	R536 458,90					
25	Versatex Trading	Construction of a pipeline at Lenyenye	R293 991,75					
26	Kabelo & Kagiso Trading & Projects	Drilling and Equipping of a borehole at Mageva Village	R539 397,85					
27	Kabelo & Kagiso Trading & Projects	Drilling of a borehole at Mageva Village 2	R71 971,00					
28	Shiqoko Trading	Drilling of a borehole at Ramotshinyadi Village	R539 967,55					
29	Urbanvinca Solutions	Drilling of a borehole at Tickyline	R536 108,91					
30	Zwahashu Developers	Drilling of a borehole at Rikhotso Norh	R511 595,79					

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31	Zwahashu Developers	Drilling of a borehole at Rikhotso South	R520 694,93					
32	Faloes Trading	Drilling and equipping of a borehole	R540 000,00					
33	Thepisho Catering and Building	Drilling and equipping of a borehole in Burgersdorp	R108 861,00					
34	Mutukanyi Business Enterprise	Drilling and Equipping of a borehole in Tlou Tswala (Sekgosese)	R536 700,00					
35	MachaukeProjects	Equipping of a borehole in Sedawa	R147 520,00					
36	Big Sky Trading	Drilling & Equipping of a borehole in Ga-Wale	R737 943,50					
37	Rhino Consulting	Borehole Drilling at Tsidinkwe	R121 957,50					
38	Abedia Trading	Equipping of a borehole at Lemondokop	R530 000,00					
39	Hakhensa Consulting	Drilling of a borehole at Mapayeni 1	R87 446,00					
40	Hakhensa Consulting	Drilling of a borehole at Mapayeni 2	R87 446,00					
41	Sekgeu Trading and Advanced Projects Consultant	Tesdting and equipping of a borehole at Xihoko village	R539 069,48					
42	Mafikizola Investment	Development of a new borehole at Myakayaka	R385 669,00					
43	Shoran & Moraka Trading	Drilling of a borehole at Goedplas	R40 940,00					
<b>Total</b>			<b>14 799 339.41</b>					

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## Unauthorised Expenditure

Directorate	Original Budget	Revised Budget	YTD Expenditure	%
Planning & Development	2 258 156,00	2 262 343	2 440 128.94	<b>107.86</b>
Engineering Services	6 816 637,00	6 806 219	22 613 602.14	<b>332.25</b>
Electrical Services	1 628 918,00	1 629 154	1 904 955.34	<b>116.93</b>



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## Fruitless and Wasteful Expenditure

Date of Payment	Cheque no:	Service Provider	Description	Amount
14/11/2019	159201	Eskom	Interest Paid to Eskom for late payment of Invoices	324,01
14/11/2019	159201	Eskom	Interest Paid to Eskom for late payment of Invoices	554,64
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	48,37
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	32,55
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	80,58
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	0,90
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	18,36
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	47,09
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	16,94
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	18,60
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	42,92

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14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	33,48
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	34,30
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	36,93
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	36,73
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	9,00
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	28,10
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	238,57
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	31,81
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	1 331,18
14/11/2019	159198	Eskom	Interest Paid to Eskom for late payment of Invoices	95,90
14/11/2019	159197	Eskom	Interest Paid to Eskom for late payment of Invoices	65,68
14/11/2019	159197	Eskom	Interest Paid to Eskom for late payment of Invoices	14,24
14/11/2019	159197	Eskom	Interest Paid to Eskom for late payment of Invoices	79,92

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14/11/2019	159196	Eskom	Interest Paid to Eskom for late payment of Invoices	23,72
14/11/2019	159196	Eskom	Interest Paid to Eskom for late payment of Invoices	54,62
14/11/2019	159196	Eskom	Interest Paid to Eskom for late payment of Invoices	0,94
14/11/2019	159195	Eskom	Interest Paid to Eskom for late payment of Invoices	73,53
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	1 586,59
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	7,40
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	53,31
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	23,94
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	68,42
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	35,33
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	20,31
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	18,56
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	56,24

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14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	146,49
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	1 219,25
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	67,01
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	996,11
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	139,43
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	39,23
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	377,33
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	51,21
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	183,74
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	133,13
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	56,24
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	18,90
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	118,01

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14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	286,37
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	1 586,59
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	84,46
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	5,52
14/11/2019	159188	Eskom	Interest Paid to Eskom for late payment of Invoices	1 213,81
<b>Total</b>				<b>11 966,54</b>

## A. ACHIEVEMENTS:

- The municipality's audit opinion improved from an adverse to qualified.
- The municipality managed to meet its obligations as and when they arise.
- The municipality maintained a favourable bank balance as at 31 December 2019.

## B. CHALLENGES:

- Late appointments of service providers on conditional grants.
- Non - transfer of revenue by Local Municipalities.
- Delay in signing of WSP/WSA agreements.
- High debt book due to historical debts due to DWS and Lepelle Northern Water, which affects liquidity.

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## C. INTERVENTIONS

- Appointments of residents accounts at the Local Municipalities to monitor the water and sanitation transactions closely.
- Implementation of the reviewed WSP/SLAs with local Municipalities.
- Accelerate MIG spending projections.
- Continuous discussions and enforcement of WSP/WSA agreements at CFO's forums and IGR.
- Implementation of the Revenue Enhancement Strategy and Financial recovery plan.
- Adherence to signed repayment agreements and continuous negotiations and engagements with DWS and LWN on historic debts.