



BUDGET AND TREASURY REPORT

Report as of July 31 2025

JULY 31, 2025
MOPANI DISTRICT MUNICIPALITY
Section 71 Report

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1. Executive Summary

1.1.1 Introduction

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the mayor and respective provincial treasury within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

1.1.1 Consolidated Performance

Statement of financial performance

Description	Ref	2024/25	Budget year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity										
Service charges - Water			388 360	388 360	5 725	5 725	32 363	(26 639)	(82.31)	388 360
Service charges - Waste Water Management			70 424	70 424			5 869	(5 869)	(100.00)	70 424
Service charges - Waste Management										
Sale of Goods and Rendering of Services			5 594	5 594	141	141	466	(325)	(69.65)	5 594
Agency services										
Interest										
Interest earned from Receivables			87 945	87 945			7 329	(7 329)	(100.00)	87 945
Interest earned from Current and Non Current Assets			20 000	20 000	2 964	2 964	1 667	1 297	77.84	20 000
Dividends										
Rent on Land										
Rental from Fixed Assets										
Licence and permits										
Special rating levies										
Operational Revenue					698	698		698		
Non-Exchange Revenue										
Property rates										
Surcharges and Taxes										
Fines, penalties and forfeits										
Licences or permits										
Transfer and subsidies - Operational			1 438 267	1 438 267	597 153	597 153	119 856	477 298	398.23	1 438 267
Interest										
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains										
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		-	2 010 591	2 010 591	606 682	606 682	167 549	439 133	262.09	2 010 591
Expenditure										
Employee related costs			554 179	554 179	37 557	37 557	46 182	(8 624)	(18.67)	554 179
Remuneration of councillors			28 427	28 427	1 529	1 529	2 369	(839)	(35.43)	28 427
Bulk purchases - electricity										
Inventory consumed			416 841	416 841	3 668	3 668	34 737	(31 069)	(89.44)	416 841
Debt impairment			68 495	68 495			5 708	(5 708)	(100.00)	68 495
Depreciation and amortisation			316 194	316 194	17 392	17 392	26 349	(8 957)	(33.99)	316 194
Interest			31 956	31 956			2 663	(2 663)	(100.00)	31 956
Contracted services			324 017	324 017	32 739	32 739	27 001	5 738	21.25	324 017
Transfers and subsidies										
Irrecoverable debts written off										
Operational costs			128 162	128 162	6 424	6 424	10 694	(4 270)	(39.93)	128 162
Losses on disposal of Assets										
Other Losses										
Total Expenditure		-	1 868 269	1 868 269	99 310	99 310	155 703	(56 393)	(36.22)	1 868 269
Surplus/(Deficit)		-	142 322	142 322	507 372	507 372	11 846	495 526	4 182.98	142 322
Transfers and subsidies - capital (monetary allocations)			717 509	717 509			60 980	(60 980)	(100.00)	717 509
Transfers and subsidies - capital (in-kind)										
Surplus/(Deficit) after capital transfers and contributions		-	859 831	859 831	507 372	507 372	72 826	434 546	596.69	859 831
Income Tax										
Surplus/(Deficit) after income tax		-	859 831	859 831	507 372	507 372	72 826	434 546	596.69	859 831
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		-	859 831	859 831	507 372	507 372	72 826	434 546	596.69	859 831
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/(Deficit) for the year		-	859 831	859 831	507 372	507 372	72 826	434 546	596.69	859 831

REVENUE

The municipal Revenue budget for the year was approved at **R2.01 billion**, allocating funds for operational activities and **R644 million** vat exclusive for capital expenditure. As of 31 July 2025, total amount of **R751.6 million** was received which includes the **R594 million** for equitable shares received from National Treasury. Of the **R156.8 million** received for Capital expenditure, only **R5.1 million** has been recognized as income for meeting the condition of the grant, WSIG B being included.

The municipality is currently recognizing conditional grant such as Municipal Infrastructure Grant as liability which is the requirements with generally Accepted Accounting Practice (GRAP 23). This grant will only be recognized as revenue once they have meet conditions of those grants.

2. Financial Overview

Figure 1: Statement of Financial Performance

2.1 Statement of financial Performance

a). Operating Revenue

i. Service charges (GRAP 9)

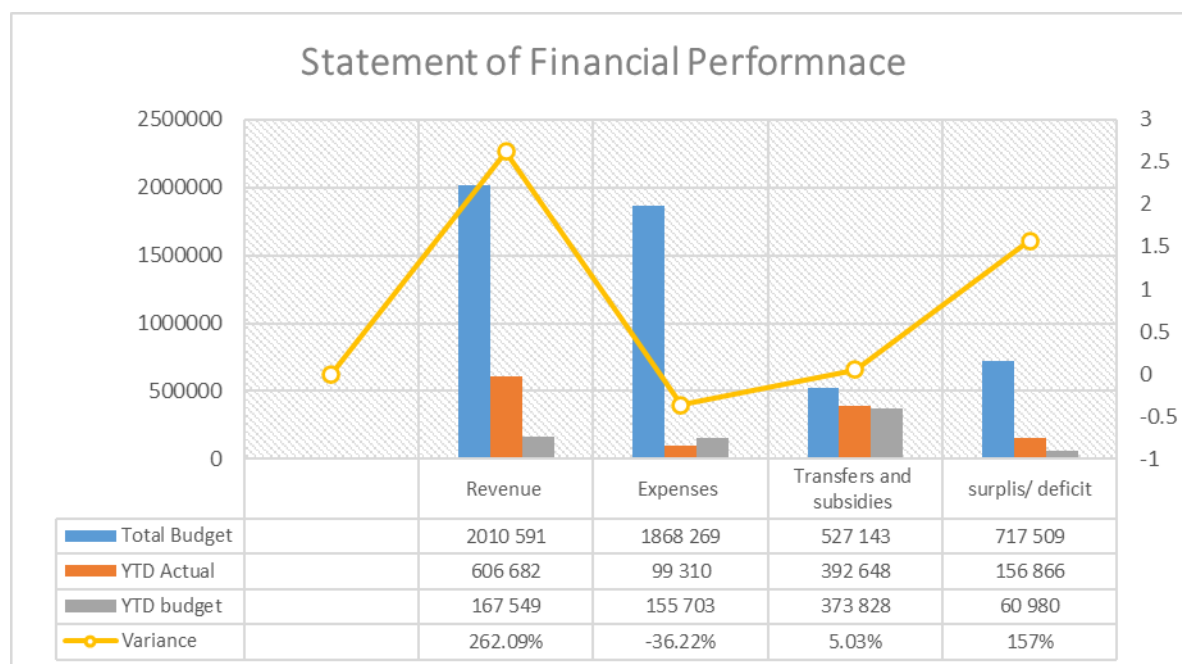
The services charges for water charged to consumers is at **R16.4 million** of the YTD Actual when compared to the YTD Budget of **R32.3 million** and the variances **-49.2 %**. The service charges for sanitation is at **R2 million** of the YTD Actual when compared to the YTD Budget of **R5.8 million** and the variance is **-56.8** as at the period ending 31 July 2025.

The system vendor is in the process of uploading customer information on the system the process of consolidating billing from local municipalities is in progress.

i. Transfers and Subsidies Operational– the municipality is at **R597.1 million** of the YTD Actual when compared to the YTD Budget of **R119.8 million**, the variance is **398.3%** on operating grants and subsidies as at the end of the

period ended the 31 July 2025. The variance is due to evenly allocation of the budget throughout the period.

- ii. **Transfers and Subsidies Capital**– the municipality is at **R156.8 million** (WSIG 6B included) of the YTD Actual when compared to the YTD Budget of **R60.9 million**, the variance is **157.4%**. on capital grants and subsidies as at the end of the period ended the 31 July 2025. The variance is due to evenly allocation of the budget throughout the period.
- iii. **Interest earned on Current and Non-Current Assets** –Interest earned on current and non-current asset is **R2.9 million** of the YTD Actual when compared to the YTD Budget of **R1.6 million**. The variance is **77.8%** the higher favourable variance is due municipality's ability to manage cashflow and putting money in the bank for longer period.
- iv. **Sale of Goods and rendering services (Tenders)**- Sale of goods and other services including sales from Tenders is **R141 thousand** of the YTD Actual when compared to the YTD Budget of **R466 thousand**, the variance of - **69.65%**.
- v. **Interest Earned from Receivables**- Interest earned on receivables is at **R0** of the YTD Actual when compared to the YTD budget of **R7.3 million**, the variance **-100%**. The debtor's information is not being calculated as the Municipality is not able to account for the interest on debtors from the locals monthly.



b) Operating Expenditure

- i. **Employee Related Costs** (Salaries and Wages & Social contribution) – Employee related costs expenditure is at **R37.5 million** of YTD Actual when compared to the YTD Budget of **R46.1 million** and the variance is **-18.67%** for the period ended 31 July 2025, which is lower than the expected budget.

Overtime and leave encashment have been reduced significantly and as per Mscoa classification Subsistence and Travel (S&T) is classified under operational cost.
- ii. **Councillors Remuneration** – The councillors' remuneration is at **R1.5 million** of the YTD Actual when compared to the YTD Budget of **R2.3 million** the variance is **-35.43%**. 2025/26 determination of upper limits for Councillors is not yet effected.
- iii. **Depreciation** – The depreciation is at **R17.3 million** of the YTD Actual when compared to the YTD Budget of **R26.3 million** and the variance is **-33.99%** for the period ended 31 July 2025.
- iv. **Debt Impairment**- Currently the municipality is accounting for debt impairment at year end. The municipality is planning to put revenue collection strategies to optimize the collection of debt owned by consumers through its local such as

the use debt collectors, improved meter reading and other initiatives. The Municipality has a council approved Debt write-off policy which does not intend to promote the culture of non-payment and compromise the municipality future cash position, the policy is expected to assist in reducing irrecoverable debt.

- v. **Contracted services** – includes the payments for water tankers, security services, Legal Services, PMU Support, consultants assisting in preparation of AFS and MSCOA. Expenditure is at **R32.7 million** of the YTD Actual compared to the YTD Budget of **R27 million**, the variance is **21.25%** for the period ending 31 July 2025.

Segment	Month	Budget	Actual	Available
Security	July	R120 000 000	R11 660 636	R108 339 363
Legal	July	R20 000 000	R8 189 627	R11 810 376
Water Tanker	July	R35 000 000	R1 302 000	R33 968 004

- 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 is at **R3.6 million** of the YTD Actual compared to the YTD Budget of **R34.7 million**, the variance is **-89.44%** for the period ending 31 July 2025. The figure includes repairs and maintenance of infrastructure and movable asset on an ad hoc basis and the purchase of bulk water purchases from Lepelle Northern Water and Department of Water and Sanitation.
- vii. **Operational Costs** – Operational Costs is at **R6.4 million** of the YTD Actual compared to the YTD Budget of **R10.6 million** the variance is **-39.93%** as at the period ended 31 July 2025. Successfully implemented cost reduction strategies.
- viii. **Interest Paid** – Interest paid is at **R0 thousands** of the YTD Actual compared to the YTD Budget of **R2.6 million** the variance is at **-100** as the period ended 31 July 2025. The high variance is due to interest written off by the creditors.

The overall operating expenditure as on the 31 July 2025 is at **R99.3 million** of the YTD Actual compared to the YTD Budget of **R155.7 million** and the variance is -

36.22%. The operational expenditure has non-calculations of the debt impairment, and the receiving and issuing of the water inventory and other stores not using the financial system (stores module)

Detailed statement of Financial Performance

2.1 Staff benefits expenditure.

The Municipality staff and councillors' benefits to date amount to **R39 million** as compared to the budget of **R48.5 million**. The overall salary variance is reported at - **19.5%** as of 31 July 2025.

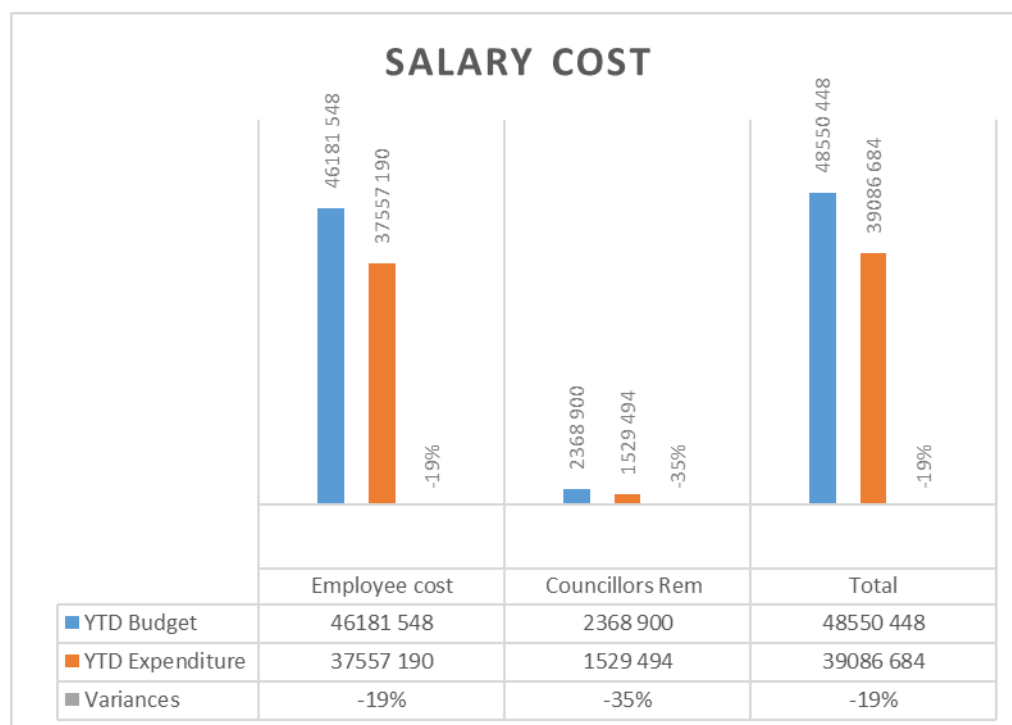


Figure Remuneration Cost

2.2 Capital expenditure

The overall capital expenditure as of 31 July 2025 is at **R5.1 million** of the YTD Actual compared to the YTD Budget of **R54.8 million** and the variance is **-90.61%**. most of the MIG projects are not yet appointed

2.3 Cash Flow statement

Limpopo: Mopani (DC33) - Table C7 Monthly Budgeted Cash Flows (All) for period ending (M01) 31 July 2025

Description	Ref	2024/25	Budget year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates										
Service charges			68 818	68 818			5 735	(5 735)	(100.00)	68 818
Other revenue			201 145	201 145	163	163	16 762	(16 599)	(99.03)	201 145
Transfers and Subsidies - Operational	1		1 438 267	1 438 267	594 762	594 762	119 856	474 906	396.23	1 438 267
Transfers and Subsidies - Capital	1		717 509	717 509	141 662	141 662	59 792	81 870	136.92	717 509
Interest			33 192	33 192	2 964	2 964	2 766	198	7.16	33 192
Dividends										
Payments										
Suppliers and employees			(1 482 306)	(1 482 306)	(97 305)	(97 305)	(123 525)	26 220	(21.23)	(1 482 306)
Finance charges			(1 276)	(1 276)			(106)	106	(100.00)	(1 276)
Transfers and Subsidies	1									
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	975 350	975 350	642 246	642 246	81 279	560 967	690.17	975 350
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments										
Payments										
Capital assets			(644 467)	(644 467)	(41 125)	(41 125)	(53 706)	12 580	(23.42)	(644 467)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(644 467)	(644 467)	(41 125)	(41 125)	(53 706)	12 580	(23.42)	(644 467)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing										
Increase (decrease) in consumer deposits										
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at the year begin:		-	330 883	330 883	601 121	601 121	27 574	573 547	2 080.06	330 883
Cash/cash equivalents at the year end:	2	-	(142 121)	(142 121)	163 823	163 823	(142 121)	305 944	(215.27)	(142 121)
		-	188 762	188 762	764 944	764 944	(114 547)	879 491	(767.80)	188 762

2.4 Cash and Cash equivalents

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CONSOLIDATED BTS FOR JULY 2025			
Month	1		
Statement Description	MAIN ACCOUNT 62854372093	CALL ACCOUNTS	TOTAL
Opening balance	44 795 387.42	118 730 809.29	163 526 196.71
Interest capitalised	746 775.03	2 217 283.39	2 964 058.42
Transfer from Main to Call	(640 964 000.00)	640 964 000.00	-
Transfer to Main Account from call	67 000 000.00	(67 000 000.00)	-
Current - Refunds SARS	-	-	-
Current - Unallocated deposits	-	-	-
Current - ACB (GRANT)	752 327 181.71	-	752 327 181.71
Current - Deposits	185 196.19	-	185 196.19
Current - Collection from Locals	-	-	-
Current - ACB	(169 470 403.21)	-	(169 470 403.21)
Current - debit orders	(238 062.57)	-	(238 062.57)
Current - ESKOM	(6 910 432.58)	-	(6 910 432.58)
Current - Refund Medical aid	-	-	-
Current - Bank Charges	(3 813.52)	-	(3 813.52)
Current - (Salaries)	(43 456 385.43)	-	(43 456 385.43)
Current - S & T Refund	-	-	-
Current - Salaries - Unpaid	2 500.00	-	2 500.00
Current ACB - Unpaid	8 800.00	-	8 800.00
Current ACB - Refund	-	-	-
Closing balance	4 022 743.04	694 912 092.68	698 934 835.72

3. Grant Management

3.1 Grant Payment Allocation

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

MOPANI DISTRICT MUNICIPALITY										
2025/2026										
Jul-25										
	EQUITABLE SHARES	MIG	FMG	EXP PUBLIC WORKS	RURAL ROADS ASSETS MANAGEMENT GRANT	RBIG_SCHEDULE 6B	WSIG_SCHEDULE 6B	VDM REPAYMENT	VAT REFUND	TOTAL
BUDGET	1 427 429 000.00	543 921 996.00	3 000 000.00	7 838 004.00	2 586 996.00	35 000 000.00	136 000 000.00	-	-	2 155 775 996.00
% RECEIVED	42%	26%	0%	0%	0%	0%	12%	#DIV/0!	#DIV/0!	
GRANT INCOME	594 762 000.00	140 964 000.00	-	-	-	-	15 902 761.66	-	-	751 628 761.66
Jul-25	594 762 000.00	140 964 000.00					15 902 761.66			751 628 761.66
Aug-25										-
Sept-25										-
Oct-25										-
Nov-25										-
Dec-25										-
Jan-26										-
Feb-26										-
Mar-26										-
Apr-26										-
May-26										-
Jun-26										-
TOTAL	594 762 000.00	140 964 000.00	-	-	-	-	15 902 761.66	-	-	751 628 761.66

3.2 Creditors aging analysis.

The total due to creditors above 30 days' amounts to **R815.9 million** as of 31 July 2025.

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	0days	30days	60days	90days	120days	Total	
Other Creditors	16 012 789.86	31 640 933.25	14 457.77	313 930.02	7 093 055.93	55 075 166.83	
DWS	27 500 000.00	4 278 556.84	4 028 643.93	-	-	35 807 200.77	
Lepelle	15 295 527.35	93 500 000.00	-	-	-	108 795 527.35	
	137 860 429.73	77 241.16	417 001.24	2 090 536.30	15 661 962.00	136 373 997.08	
NB! Creditors above 30 days							
	No invoices were received for May and June were received on the 06 August 2025 Invoice for July was not yet received					357 337 525.50	DWS
	The amount include the debt from Letaba and only 93 500 000 will be serviced in the current financial year					322 287 292.02	Lepelle

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

YEAR TO DATE								
Municipality	Water Budget	Sewer Budget	YTD Water Billing	YTD Sewer Billing	YTD Water Collection	YTD Sewer Collection	& YTD Receipts vs Billing	Transferred to MDM
BPM	R248 663 112.00	R52 670 160.00	R9 550 816.49	R2 081 767.88	R6 760 687.12	R758 355.18	65%	-
GGM	R22 631 844.00	R6 764 472.00	R1 124 682.24	R421 752.15	R86 524.93	R45 811.00	9%	-
GLM	R38 429 424.00	R10 093 604.00	R0.00	R0.00	R0.00	R0.00	#DIV/0!	-
GTM	R102 582 984.00	R22 520 604.00	R6 237 169.64	R1 048 146.11	R2 497 111.07	R506 473.05	41%	-
MLM	R35 703 264.00	R4 764 468.00	R0.00	R0.00	R0.00	R0.00	#DIV/0!	-
BPM_Businesses	R0.00	R0.00	R2 992 318.00	R0.00	R0.00	R0.00	0%	-
Peppa Dew	R0.00	R0.00	R244 533.53	R0.00	R0.00	R0.00	0%	-
Vhembe DM	R0.00	R0.00	R3 616 677.65	R0.00	R0.00	R0.00	0%	-
TOTAL	R448 010 628.00	R96 813 308.00	R23 766 197.55	R3 551 666.14	R9 344 323.12	R1 310 639.23	39%	-
Jul-25								
Municipality	Water Budget	Sewer Budget	Water Billing	Sewer Billing	Water Collection	Sewer Collection	Receipts vs Billing	Transferred to MDM
BPM	R20 721 926.00	R4 389 180.00	R9 550 816.49	R2 081 767.88	R6 760 687.12	R758 355.18	65%	-
GGM	R1 885 987.00	R563 706.00	R1 124 682.24	R421 752.15	R86 524.93	R45 811.00	9%	-
GLM	R3 202 452.00	R841 133.67	R0.00	R0.00	R0.00	R0.00	#DIV/0!	-
GTM	R5 482 984.00	R1 876 717.00	R6 237 169.64	R1 048 146.11	R2 497 111.07	R506 473.05	41%	-
MLM	R365 486.00	R39 078.00	R0.00	R0.00	R0.00	R0.00	#DIV/0!	-
Vhembe District Mun	R0.00	R0.00	R3 616 677.65	R0.00	R0.00	R0.00	0%	-
BPM_Businesses	R0.00	R0.00	R2 992 318.00	R0.00	R0.00	R0.00	0%	-
Peppa Dew	R0.00	R0.00	R244 533.53	R0.00	R0.00	R0.00	0%	-
	R0.00	R0.00		R0.00	R0.00	R0.00	#DIV/0!	-
TOTAL	R31 658 835.00	R7 709 814.67	R23 766 197.55	R3 551 666.14	R9 344 323.12	R1 310 639.23	39%	-

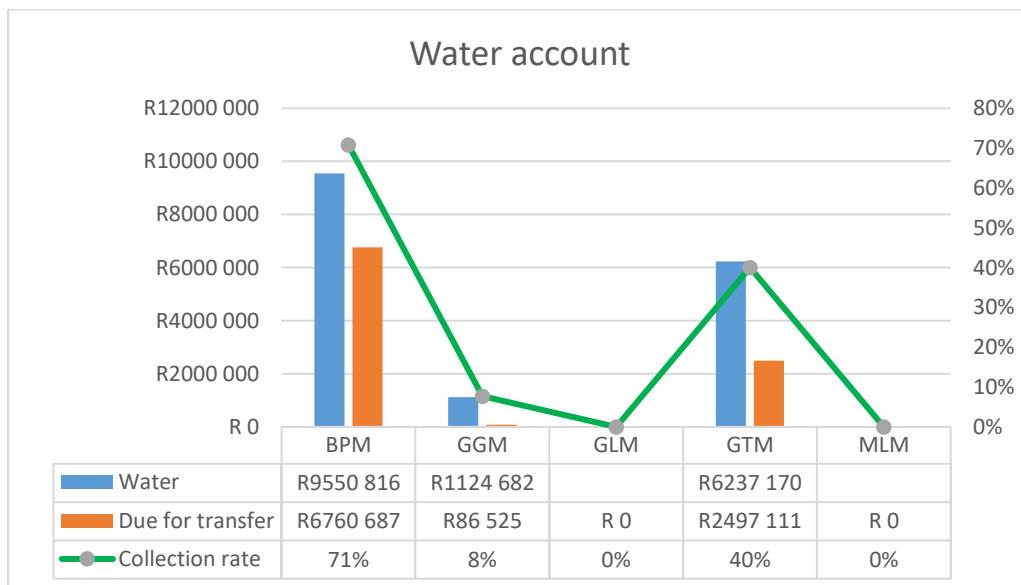
The following municipalities didn't submit their reports due to following:

1. GTM-not closed the system yet due to a few challenges they are experiencing

2. GLM-not yet closed the system, they are having challenges with payroll. They have only sent the billing and collection reports.
3. MLM- not yet closed the system

a) Local Municipalities invoiced as of 31 July 2025

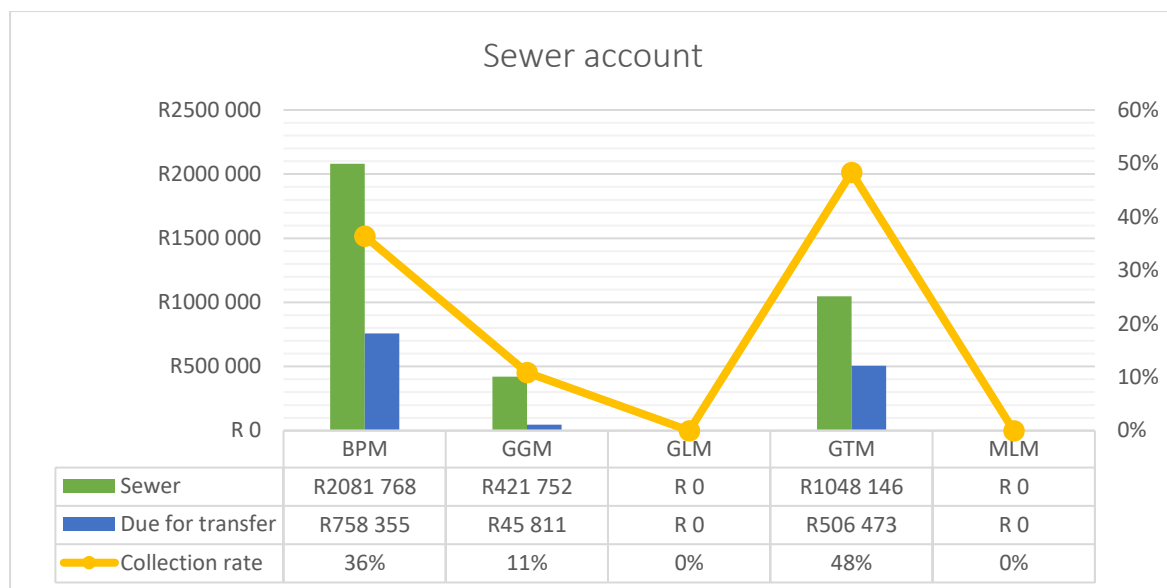
Figure 2: Water account



b) Sewer Billing

The following graph illustrate the performance of the sewer services.

Figure 3: Sewer Account



c) Local Municipalities Costs Recovery Report (Expenditures)

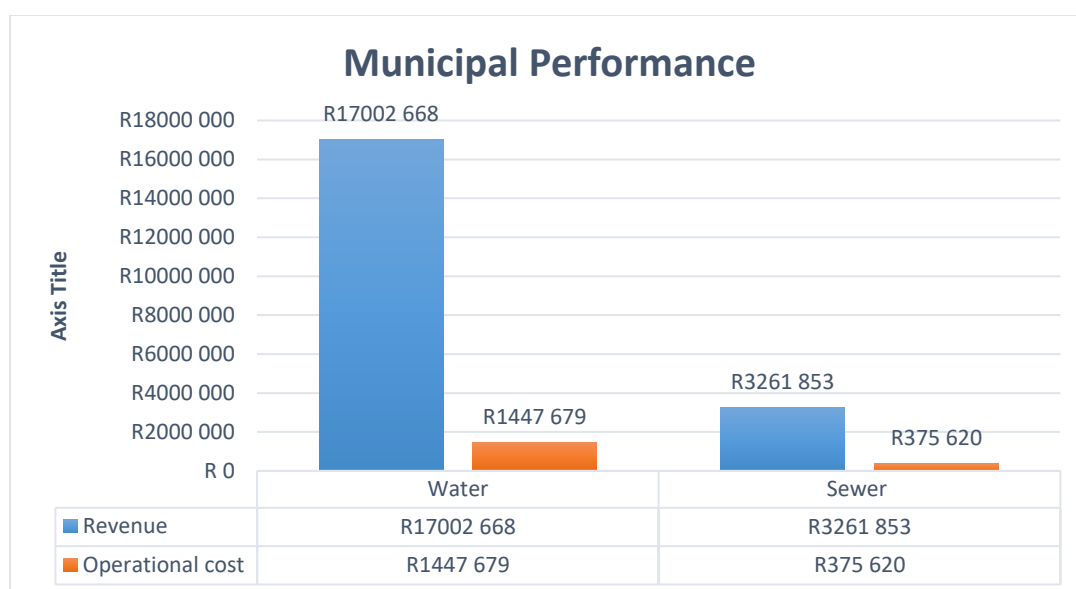


Figure 4: Cost recovery.

The revenue invoiced on water and sewer for functions performed by local municipalities as per the above two tables. Municipalities has not yet transferred 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.

Below is a summary of the revenue collection and expenditure expenditures incurred by the local municipalities.

SUMMARY OF INCOME/EXPENDITURE						
YEAR TO DATE	Ba-PHALABORWA	TZANEEN	MARULENG	LETABA	GIYANI	TOTAL
Water Collection	R9 220 174.57	R2 497 111.07			R86 524.93	R11 803 810.57
Sewer Collection	R1 310 639.23	R506 473.05			R45 811.00	R1 862 923.28
Total Collection	R10 530 813.80	R3 003 584.12	R0.00	R0.00	R132 335.93	R13 666 733.85
Water Expenditure	-R1 062 907.69				-R384 771.67	-R1 447 679.36
Sewer Expenditure	-R270 178.01				-R105 441.84	-R375 619.85
Agency fees	-R526 540.69				-R6 616.80	-R533 157.49
Transferred to MDM	R0.00	R0.00	R0.00	R0.00	R0.00	R0.00
Total Expenditure	-R1 859 626.39	R0.00	R0.00	R0.00	-R496 830.31	-R2 356 456.70
Profit/(loss)	R8 671 187.41	R3 003 584.12	R0.00	R0.00	-R364 494.38	R11 310 277.15

4.2. DEBTORS AGE ANALYSIS

The Municipality aims to effectively implement credit control and debt collection policy specifically on businesses, currently the municipality is in the process of uploading customer information on the system.

a) Debt age analysis.

Debtors Aging Analysis July 2025			
Age Analysis	Sewerage	Water	Total
Current	R3 739 708.56	R18 741 030.35	R22 480 738.91
30 days	R4 917 852.61	R27 797 014.70	R32 714 867.31
60 days	R4 290 501.80	R24 253 895.81	R28 544 397.61
90 days	R4 127 294.90	R28 081 963.64	R32 209 258.54
120 days	R5 218 430.49	R23 301 878.58	R28 520 309.07
150 days plus	R353 038 777.18	R1 784 008 814.21	R2 137 047 591.39
TOTAL	R375 332 565.54	R1 906 184 597.29	R2 281 517 162.83
AGEING PER LOCAL MUNICIPALITY			
WATER		SEWER	
MUNICIPALITY	AMOUNT	MUNICIPALITY	AMOUNT
BPM	R1 452 080 153.51	BPM	R258 297 251.70
GGM	R131 225 658.32	GGM	R34 564 338.04
GLM	R39 543 957.46	GLM	R43 831 203.24
GTM	R191 442 957.10	GTM	R38 014 244.32
MLM	R3 656 700.78	MLM	R625 528.24
MDM	R88 235 170.12	MDM	R0.00
TOTAL	R1 906 184 597.29	TOTAL	R375 332 565.54

b) Sale Of Goods

Month	Tender	Fire Services	EHS	Water Connection	Total
Jul-25	R60 504.35	R31 167.89	R49 809.04	R0.00	R141 481.28
Total	R60 504.35	R31 167.89	R49 809.04	R0.00	R141 481.28

FINANCIAL**5.2 Assets Management (MFMA section 63)**

- a) Significant movable / immoveable assets under the control of the municipality.
- b) Continuous updates of the asset register. Depreciation for the year

NO	CLASS OF ASSETS	ACCUMULATED DEPRECIATION	MONTHLY DEPRECIATION JULY 2025
1	Community Assets		
	Building	R627,106.98	R627,106.98
2	Infrastructure Assets		
	Sanitation	R2,611,317.60	R2,611,317.60
	Water	R13,282,325.40	R13,282,325.40
3	Movables Assets		
	Computer Equipment	R149,798.17	R149,798.17
	Furniture and Office Equipment	R182,441.92	R182,441.92
	Machinery and Equipment	R393,560.57	R393,560.57
	Motor Vehicle	R847,399.91	R847,399.91
	Total	R18,093,950.54	R18,093,950.54

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

Threshold– Other Asset Purchases		Quantity	Value
Transactions Exceeding R 1 000		3	R 258 850.00

N o	Date	Cheque Number	Description Of Works	Amount
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1	Jul-25	SUPPLY-05/25-02	Supply And Delivery Of Garden Tools As Per Attached List	R 29 850.00
2	Jul-25	EF019830-0002 EF019830-0002	70 Desktop/Laptop Nano Combination Cable Locker Volcano Secure Series	R 161 000.00
3	Jul-25	EF019827-0003 EF019827-0003	Procurement Of Projector Screen And Gazebo For Use During Clean Earth	R 68 000.00

Total**R 258 850.00**

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	10	R 8 652 480.48

No	Date	Cheque Number	Description Of Service	Amount
1	Jul-25	TWR20240	Tours Water Reticulation To 25 Villages Phase 2b	R 1 787 331.67
2	Jul-25	EF019842-0002 EF019842-0002	Mapayeni Reticuation Contract B	R 879 496.46

3	Jul-25	EF019839-0001 EF019839-0001	Ritavi 2 Rws Water Supply Phase 03	R 227 546.00
4	Jul-25	EF019839-0002 EF019839-0002	Ritavi li Regional Water Scheme(Sub-Scheme 1) Phase 4c Sasekani	R 1 110 085.75
5	Jul-25	EF019849-0001 EF019849-0001	Appointment Of Service Provider For Supply Of Spares To Repa	R 2 435 455.00
6	Jul-25	EF019833-0004 EF019833-0004	Supply And Delivery Of Electrical Materials For Tzaneen Disaster Centr	R 197 720.00
7	Jul-25	EF019868-0002 EF019868-0002	Supply And Install Of Cameras At Nsami Stores	R 135 000.00
8	Jul-25	EF019815-0007 EF019815-0007	Supply And Construct The Car Shades For Giyani Fire Station	R 29 800.00
9	Jul-25	EF019868-0001 EF019868-0001	Appointment Of Service Provider For The Supply And Brick Layer Tools O	R 173 242.00
10	Jul-25	EF019870-0001 EF019870-0001	Supply And Delivery Of Magnetic Flow Meters And Actuators At Thabina W	R 1 676 803.60
		Total		R 8 652 480.48

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 month for all disposal transactions by means of a transfer donation and tender or competitive sale process.

Threshold– Asset Disposed	Value
Asset Disposals through Transfers	0
Asset Disposals through Donations	0
Asset Disposals through Tender or Sale Process	R
Total Transaction Value (Including Vat)	R 0

5.2.1. 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
Jul-25	R 639 838.00	R 175 045.71	R 500 896.12	R 137 706.00	R 1 453 485.83
TOTAL	R 639 838.00	R 175 045.71	R500 896 .12	R 137 706.00	R 1 453 .485.83

5.2.2. Summary listing on fleet status.

Location	Directorate	Number Of Vehicles & Plant	Operational	Non-Operational	Vehicles Involved In Accident
Tzaneen	Community Services	23	20	3	0
	Water Services	17	6	11	0
Ba-Phalaborwa	Community Services	8	5	3	0
	Water Services	14	10	4	0
Letaba	Community Services	8	4	4	0
	Water Services	16	7	9	0

Giyani	Community Services	10	5	5	0
	Water Services	45	29	15	1
Maruleng	Community Services	6	4	2	0
	Water Services	12	9	3	0
Total		159	99	59	1

Factors on non-operational fleet.

- a) 14-Vehicles at the dealership/appointed service provider for repairs and maintenance.
- b) 03- Memo not submitted by Satellite managers/Supervisors.
- c) 01- Vehicles which were previously involved in an accident are at the panel-beaters for repairs.
- d) 18- Recommended for disposal. (4 operational 14 non- operational)
- e) 16-Vehicles not yet allocated for repairs and maintenance.
- f) 12-Vehicles awaiting work to be carried out by the appointed service provider.

5.2.3. List of vehicles with high fuel consumption.

Reg Num	Make	Fuel	Opening Odo	Closing Odo	Span	Litres	Total

Factors on high fuel consumption.

5.2.4. Fleet with Zero/inaccurate readings on Odometers.

Reg Num	Make	Fuel	Opening Odo	Closing Odo	Span	Litres	Total

SUPPLY CHAIN MANAGEMENT UNIT

6. Major achievements for July 2025

6.1 Demand Management: Supply Chain Management process	July 2025
Description	No
Bids considered / approved by BSC (SCM reg. 27)	4
Bids approved by MM for advertisement from BSC	4
New bids advertised on MDM website/notice board	4
Bids closed / opening register place on MDM website/notice board	0

6.2 Acquisition Management: Supply Chain Management process	July 2025
Description	No
Total orders below R100 000 for July 2025	102
Total orders above R100 000 for July 2025	6
Total deviation orders processed for July 2025	5
Bid awarded / approved / appointed by MM (No. Service Providers)	0
SCM Reg. 32 Bid approved / appointed by MM	0
SCM Reg. 36 Bid approved / appointed by MM	0
Bids Awards place on Notice/website	0
Bids Awards reported to Treasury	0
Bids reported to External e.g. CIDB	2
Irregular Expenditure for July 2025	0

6.3 Orders per supplier below and Above R100 000 for July 2025

Period	Description	Number
July 2025	Order below R100 000	102
Category		Number
Travel and accommodation		42
Repairs and maintenance		24
Event Management		20
Training and conferencing		5
Professional services		1
General		10

Period	Description	Number
July 2025	Order above R100 000	6
Category		Number
Travel and accommodation		1
Repairs and maintenance		5
Event Management		0
Training and conferencing		0
Professional services		0
General goods and services		0

6.4 Total deviation orders processed in July 2025.

A detailed deviation register is attached to this report.

DEVIATION TYPE	
1. In case of an emergency	0
2. Sole supplier or single provider only or	5
3. Acquisition of special works of art or	0
4. historical objects (spec are difficult to compile)	0

5. Acquisition of animals for zoos; or	0
6. In any other exceptional case where it is impractical or impossible to follow the official procurement processes	0
Total	5

6.5 Publication of bids for July 2025

No	Bid number	Bid description	Bid advert date	Bid closing date
1	MDM 2025/26- 01	Request for proposal for supply, delivery and maintenance of Integrated Financial Management and Internal Control (MSCOA Compliant) Solution for Mopani District Municipality for a period of 60 Months.	04 July 2025	07 August 2025
2	MDM 2025/26- 02	Request for proposal for banking services for Mopani District Municipality for a period of 60 Months	04 July 2025	07 August 2025
3	MDM 2025/26- 03	Makhushane water scheme phase 6	14 July 2025	14 August 2025
4	MDM 2025/26- 04	Lephephane water reticulation phase 2B	14 July	14 August 2025

6.6 Progress on advertised bids

Bid No.	Description	User Dept.	Advert date	Closing Date	Evaluation date	Adjudication date	Status
MDM 2024/25-011	Appointment of 5 service providers for supply and delivery of stationery and cleaning material on a rotational basis for Mopani District Municipality for a period of 36 Months.	Budget and Treasury Office	9 Jan 25	23 Jan 25	Ongoing	TBC	Evaluation in progress
MDM 2024/25-16	Supply and installation of 100kva solar electricity back up system for Giyani head office and 26kva solar electricity back up system for disaster centre in Tzaneen.	Corporate Services &Community services	19 Mar25	03 Apr 25	Ongoing	TBC	Awaiting Adjudication

Bid No.	Description	User Dept.	Advert date	Closing Date	Evaluation date	Adjudication date	Status
MDM 2024/25-011	Appointment of 5 service providers for supply and delivery of stationery and cleaning material on a rotational basis for Mopani District Municipality for a period of 36 Months.	Budget and Treasury Office	9 Jan 25	23 Jan 25	Ongoing	TBC	Evaluation in progress
MDM 2024/25-16	Supply and installation of 100kva solar electricity back up system for Giyani head office and 26kva solar electricity back up system for disaster centre in Tzaneen.	Corporate Services &Community services	19 Mar25	03 Apr 25	Ongoing	TBC	Awaiting Adjudication

6.7 Unauthorised, Fruitless and Wasteful, Irregular expenditure as 31 July 2025.

*See attached register.

Expenditure type	Opening Balance	Additions (2025/2026)	Written Off	Closing Balance
Irregular	R1 234 459 125.00	-	-	R1 234 459 125.00
Unauthorized	R1 189 072 213.00		-	R1 189 072 213.00
Fruitless & Wasteful	R505 961 771.07	-	-	R505 961 771.07

6.8 Commitments.

*A detailed commitment register is attached for ease of reference.

Description	Opening Balance as at 01 July 2025	Closing balance as at 31 July 2025
Capital commitments	R 918,969,609.64	R 918,969,609.64
Operational Commitments	R 184,869,944.16	R 184,869,944.16

6.9 Contract Management

Contract Register is annexed to the report.

6.9.1 Contracts near expiry and expired contracts.

➤ None

6.9.3 List of expired contracts

➤ None

Please see attached the 2025-26 Contract register.

6.9.3 LIST OF TERMINATED CONTRACTS

- MDM has not terminated any contract during July of 2025.

6.10 INVENTORY MANAGEMENT

Inventory summaries: stock on hand, movements and non-moving stock.

STORES	STOCK ON HAND (R)	ISSUES (R)	RECEIVED GOODS (R)	NON MOVING STOCK (R)
NSAMI	R 35,412,839.92	R 907,225.00	R229,078.30	R310,827.00
PHALABORWA	R 1,435,102.52	R 240,000.00	R0.00	R826,534.54
TZANEEN	R 1,672,141.20	R 420,000.00	R450,000.00	R380,870.73
MARULENG	R 1,669,776.00	R 45,000.00	R12,225.00	R9,421.00
LETABA	R 841,139.50	R 8,000.00	R65,000.00	R0.00
STATIONERY	R 289,186.36	R 18,828.92	R88,590.00	R0.00
GIYANI	R 0.00	R380,000.00	R380,000.00	R0.00
TOTALS	R 41320185.50	R2,091,053.92	R1,224,893.30	R1,527,653.27

7. 1. Water production loss

No information was submitted from the water department for the water production loss.