



BUDGET AND TREASURY REPORT

Report as of October 31 2025

OCTOBER 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

Limpopo: Mopani (DC33) - Table C4 Monthly Budgeted Financial Performance (All) for period ending (M04) 31 October 2025

Description	Ref	2024/25	Budget year 2025/26											
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue														
Exchange Revenue														
Service charges - Electricity														
Service charges - Water	180 278	388 360	388 360	5 725	50 365	24 807	80 897	18 394	99 290	129 453	(30 163)	(23.30)	388 360	
Service charges - Waste Water Management	43 706	70 424	70 424		3 879	3 070	6 949	3 878	10 827	23 475	(12 648)	(53.88)	70 424	
Service charges - Waste Management														
Sale of Goods and Rendering of Services	2 799	5 594	5 594	141	154	99	394	123	517	1 865	(1 348)	(72.28)	5 594	
Agency services														
Interest														
Interest earned from Receivables	124 675	87 945	87 945		7 163	6 861	14 024	6 868	20 891	29 315	(8 424)	(28.73)	87 945	
Interest earned from Current and Non Current Assets	29 904	20 000	20 000	2 964	3 018	2 300	8 283	1 557	9 840	6 667	3 174	47.60	20 000	
Dividends														
Rent on Land														
Rental from Fixed Assets														
Licence and permits														
Special rating levies														
Operational Revenue	42 891			698	16		714	251	966		966			
Non-Exchange Revenue														
Property rates														
Surcharges and Taxes														
Fines, penalties and forfeits														
Licences or permits														
Transfer and subsidies - Operational	1 431 844	1 438 267	1 438 267	597 153	5 472	3 140	605 766	3 297	609 062	479 422	129 640	27.04	1 438 267	
Interest														
Fuel Levy														
Operational Revenue														
Gains on disposal of Assets														
Other Gains	1 305													
Discontinued Operations		5 036							2 915	2 915		2 915		
Total Revenue (excluding capital transfers and contributions)		1 862 437	2 010 591	2 010 591	606 682	70 067	40 278	717 027	37 283	754 309	670 197	84 112	12.55	2 010 591
Expenditure														
Employee related costs	498 364	554 179	554 179	37 557	42 925	47 435	127 918	42 673	170 591	184 726	(14 135)	(7.65)	554 179	
Remuneration of councillors	18 085	28 427	28 427	1 529	1 624	1 520	4 674	1 489	6 162	9 476	(3 313)	(34.96)	28 427	
Bulk purchases - electricity														
Inventory consumed	572 439	416 841	416 841	3 668	38 270	51 533	93 471	36 465	129 936	138 947	(9 011)	(6.49)	416 841	
Debt impairment	905 279	68 495	68 495							22 832	(22 832)	(100.00)	68 495	
Depreciation and amortisation	300 268	316 194	316 194	17 392	17 388	16 821	51 601	17 372	68 973	105 398	(36 425)	(34.56)	316 194	
Interest	18 942	31 956	31 956		1 233	8	1 241	0	1 241	10 652	(9 411)	(88.35)	31 956	
Contracted services	368 727	324 017	324 017	32 739	31 960	35 327	100 027	43 869	143 895	108 006	35 890	33.23	324 017	
Transfers and subsidies														
Irrecoverable debts written off														
Operational costs	194 967	128 162	128 162	6 424	8 491	12 053	26 968	6 565	33 534	42 776	(9 243)	(21.61)	128 162	
Losses on disposal of Assets														
Other Losses	76													
Total Expenditure		2 877 146	1 868 269	1 868 269	99 310	141 891	164 699	405 899	148 433	554 332	622 812	(68 480)	(11.00)	1 868 269
Surplus/(Deficit)		(1 014 709)	142 322	142 322	507 372	(71 824)	(124 421)	311 127	(111 150)	199 977	47 385	152 592	322.03	142 322
Transfers and subsidies - capital (monetary allocations)	813 382	717 509	717 509		40 147	13 470	53 617	7 302	60 919	243 920	(183 001)	(75.03)	717 509	
Transfers and subsidies - capital (in-kind)	1 749													
Surplus/(Deficit) after capital transfers and contributions	(199 578)	859 831	859 831	507 372	(31 677)	(110 951)	364 744	(103 849)	260 896	291 305	(30 409)	(10.44)	859 831	
Income Tax														
Surplus/(Deficit) after income tax	(199 578)	859 831	859 831	507 372	(31 677)	(110 951)	364 744	(103 849)	260 896	291 305	(30 409)	(10.44)	859 831	
Share of Surplus/Deficit attributable to Joint Venture														
Share of Surplus/Deficit attributable to Minorities														
Surplus/(Deficit) attributable to municipality	(199 578)	859 831	859 831	507 372	(31 677)	(110 951)	364 744	(103 849)	260 896	291 305	(30 409)	(10.44)	859 831	
Share of Surplus/Deficit attributable to Associate														
Intercompany/Parent subsidiary transactions														
Surplus/(Deficit) for the year	(199 578)	859 831	859 831	507 372	(31 677)	(110 951)	364 744	(103 849)	260 896	291 305	(30 409)	(10.44)	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 October 2025, total amount of **R799.2 million (R594 million for equitable share, R140 Million for MIG, R58.5 Million for WSIG 6B, R3 million for FMG, R1.8 million for Rams and R1.9 for EPWP)** was received from National Treasury. The **R199.5 million** received for Capital expenditure, only **R163.5 million** has been recognized as income for meeting the condition of the grant, WSIG 6B being included.

The total revenue received YTD from VDM amounts to **R0**, and YTD Vat refundable amount totals **R59.4 million**, the amount of **R1.2 million** was received from the Greater Letaba Local municipality. Together these revenues amount to **R60.6 million** as at 31 October 2025

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

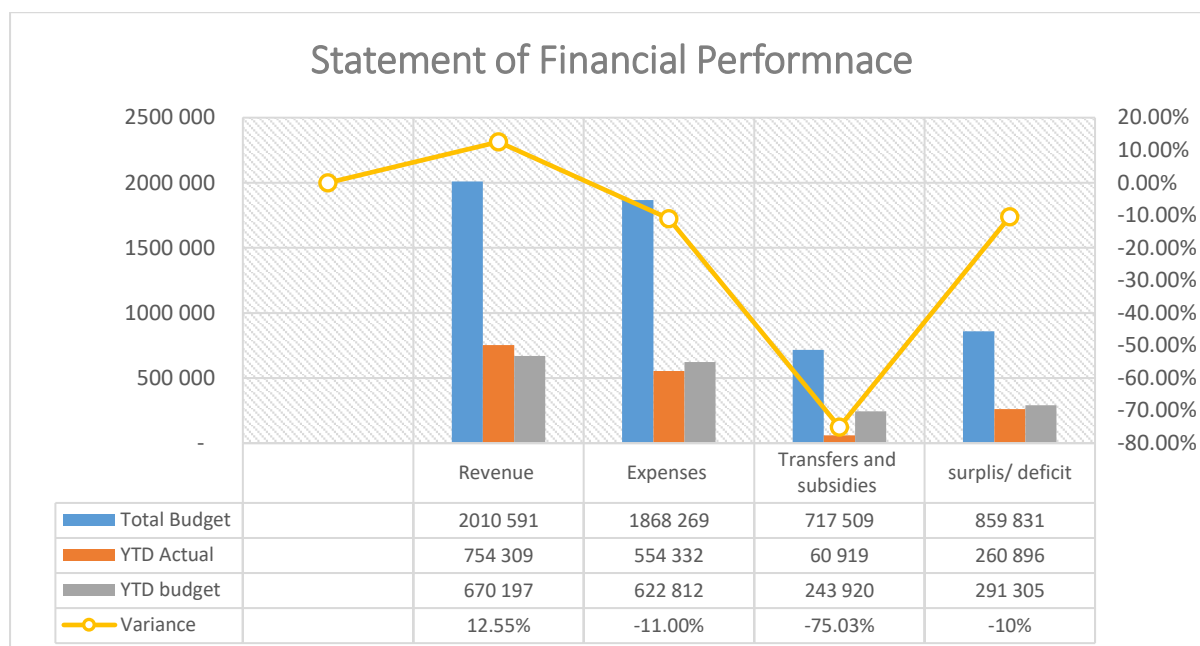
a). Operating Revenue

i. Service charges (GRAP 9)

The services charges for water charged to consumers is at **R99.2 million** of the YTD Actual when compared to the YTD Budget of **R129.4 million** and the variances **-23.3 %**. The service charges for sanitation is at **R10.8 million** of the YTD Actual when compared to the YTD Budget of **R23.4 million** and the variance is **-53.88** as at the period ending 31 October 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 **R609 million** of the YTD Actual when compared to the YTD Budget of **R479.4 million**, the variance is **27.04%** on operating grants and subsidies as at the end of the period ended the 31 October 2025. The variance is due to an evenly monthly allocation of the budget throughout the period by the system.
- ii. **Transfers and Subsidies Capital**– the municipality is at **R180 million** (WSIG 6B included) of the YTD Actual when compared to the YTD Budget of **R121.9 million**, the variance is **46.8%** on capital grants and subsidies as at the end of the period ended the 31 October 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 **R9.8 million** of the YTD Actual when compared to the YTD Budget of **R6.6 million**. The variance is **47.6%** 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 **R517 thousand** of the YTD Actual when compared to the YTD Budget of **R1.8 million**, the variance of **-72.28%**.
- v. **Interest Earned from Receivables**- Interest earned on receivables is at **R20.8 million** of the YTD Actual when compared to the YTD budget of **R29.3 million**, the variance **-28.73%**. the YTD actual information is one month behind due to locals not submitting the information in time.



b) Operating Expenditure

- i. **Employee Related Costs** (Salaries and Wages & Social contribution) – Employee related costs expenditure it at **R170.5 million** of YTD Actual when compared to the YTD Budget of **R184.7 million** and the variance is **-7.65%** for the period ended 31 October 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 **R6.1 million** of the YTD Actual when compared to the YTD Budget of **R9.4 million** the variance is **-34.96%**. 2025/26 determination of upper limits for Councillors is not yet effected.
- iii. **Depreciation** – The depreciation is at **R68.9 million** of the YTD Actual when compared to the YTD Budget of **R105.3 million** and the variance is **-34.56%** for the period ended 31 October 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 **R143.8 million** of the YTD Actual compared to the YTD Budget of **R108 million**, the variance is **33.23%** for the period ending 31 October 2025.

Segment	As at	Budget	Actual	Available
Security	October	R120 000 000	R55 818 807	R64 181 192
Legal	October	R20 000 000	R5 921 846	R14 078 156
Labour	October	R16 000 000	R14 093 036	R1 906 959
Water Tanker	October	R35 000 000	R15 655 202	R19 344 801
PMU support	October	R16 800 000	R5 086 587	R11 713 412
AFS Support	October	R7 000 000	R4 994 948	R2 005 046
mSCOA Support	October	R4 000 000	R5 008 964	-R1 008 968

- 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 **R129.9 million** of the YTD Actual compared to the YTD Budget of **R138.9 million**, the variance is **-6.49%** for the period ending 31 October 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. Invoices from LNW for month of October not yet been processed.
- vii. **Operational Costs** – Operational Costs is at **R33.5 million** of the YTD Actual compared to the YTD Budget of **R42.7 million** the variance is **-21.61%** as at the period ended 31 October 2025. The variance is due to municipality 'ability to implement cost containment strategy

- viii. **Interest Paid** – Interest paid is at **R1.2 million** of the YTD Actual compared to the YTD Budget of **R10.6 million** the variance is at **-84.47** as the period ended 31 October 2025. The high variance is due to interest written off by the creditors.

The overall operating expenditure as on the 31 October 2025 is at **R554.3 million** of the YTD Actual compared to the YTD Budget of **R622.8 million** and the variance is - **11%**. 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 **R176.7 million** as compared to the budget of **R194.2 million**. The overall salary variance is reported at **-42.62%** as of 31 October 2025.

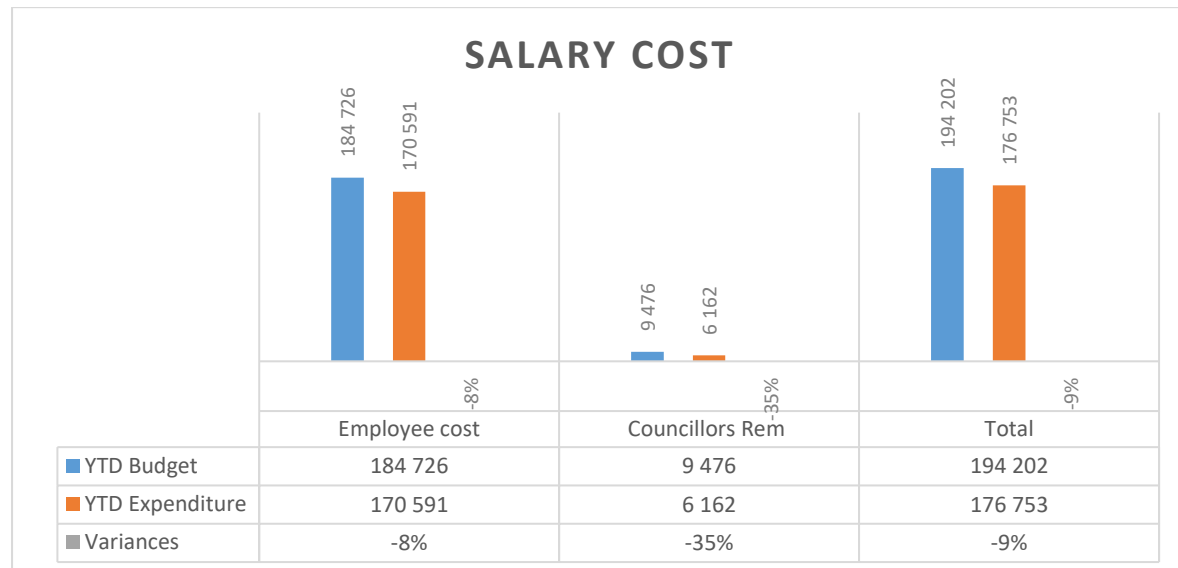


Figure Remuneration Cost

2.2 Capital expenditure

The overall capital expenditure as of 31 October 2025 is at **R163.5 million** of the YTD Actual compared to the YTD Budget of **R219.5 million** and the variance is **-26.14%**.

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Limpopo: Mopani (DC33) - Table C5 Monthly Budgeted Capital Expenditure by Functional Classification and Funding for period ending (M04) 31 October 2025

Description	Ref	2024/25	Budget year 2025/26											
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands														
Capital Expenditure - Functional														
Municipal governance and administration		18 533	6 000	6 000	-	134	28	162	2 035	2 197	2 000	197	9.85	6 000
Executive and council														
Finance and administration		18 533	6 000	6 000		134	28	162	2 035	2 197	2 000	197	9.85	6 000
Internal audit														
Community and public safety		(5 777)	26 500	26 500	-	-	8 768	8 768	-	8 768	8 833	(66)	(0.74)	26 500
Community and social services			1 500	1 500							500	(500)	(100.00)	1 500
Sport and recreation														
Public safety		(5 777)	25 000	25 000			8 768	8 768		8 768	8 333	434	5.21	25 000
Housing														
Health														
Economic and environmental services		224	2 587	2 587	-	-	-	-	-	-	862	(862)	(100.00)	2 587
Planning and development		224	2 587	2 587							862	(862)	(100.00)	2 587
Road transport														
Environmental protection														
Trading services		614 940	609 380	609 380	5 155	28 042	19 362	52 559	41 596	94 155	207 877	(113 722)	(54.71)	609 380
Energy sources														
Water management		614 940	609 380	609 380	5 155	28 042	19 362	52 559	41 596	94 155	207 877	(113 722)	(54.71)	609 380
Waste water management														
Waste management														
Other														
Total Capital Expenditure - Functional	3	627 919	644 467	644 467	5 155	28 176	28 157	61 489	43 631	105 120	219 572	(114 453)	(52.13)	644 467
Funded by														
National Government	-	14 649	611 967	611 967	4 276	24 772	14 173	43 221	41 596	84 816	208 739	(123 923)	(59.37)	611 967
Provincial Government														
District Municipality		(274 771)			879	3 270	5 189	9 339		9 339		9 339		
Transfers and subsidies - capital (monetary allocations) (Nat/Prov)														
Transfers recognised - capital		(260 122)	611 967	611 967	5 155	28 042	19 362	52 559	41 596	94 155	208 739	(114 584)	(54.89)	611 967
Borrowing	6													
Internally generated funds		888 042	32 500	32 500		134	8 796	8 929	2 035	10 965	10 833	131	1.21	32 500
Total Capital Funding		627 919	644 467	644 467	5 155	28 176	28 157	61 489	43 631	105 120	219 572	(114 453)	(52.13)	644 467

2.3.CashFlowStatement

Limpopo: Mopani (DC33) - Table C7 Monthly Budgeted Cash Flows (All) for period ending (M04) 31 October 2025

Description	Ref	2024/25	Budget year 2025/26											
		Audited Outcome	Original Budget	Adjusted Budget	M01 July Actual	M02 Aug Actual	M03 Sept Actual	Q1 Sept Actual	M04 Oct Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES														
Receipts														
Property rates														
Service charges		19 211	68 818	68 818		392	536	928	352	1 280	22 939	(21 659)	(94.42)	68 818
Other revenue		10 038	201 145	201 145	163	177	114	453	3 057	3 510	67 046	(63 539)	(94.77)	201 145
Transfers and Subsidies - Operational	1	1 253 084	1 438 267	1 438 267	594 762	4 960		599 722	48	599 770	479 422	120 347	25.10	1 438 267
Transfers and Subsidies - Capital	1	522 677	717 509	717 509	141 662	1 827		143 489	251	143 741	239 170	(95 429)	(39.90)	717 509
Interest		29 311	33 192	33 192	2 964	3 018	2 302	8 284	1 557	9 842	11 064	(1 222)	(11.05)	33 192
Dividends														
Payments														
Suppliers and employees		(1 517 072)	(1 482 306)	(1 482 306)	(97 305)	(88 154)	(92 355)	(277 815)	(107 598)	(385 413)	(494 102)	108 689	(22.00)	(1 482 306)
Finance charges			(1 276)	(1 276)							(425)	425	(100.00)	(1 276)
Transfers and Subsidies	1													
NET CASH FROM/(USED) OPERATING ACTIVITIES		317 249	975 350	975 350	642 246	(77 780)	(89 403)	475 062	(102 334)	372 728	325 117	47 612	14.64	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		(760 472)	(644 467)	(644 467)	(41 125)	(42 743)	(34 277)	(118 146)	(49 304)	(167 449)	(214 822)	47 373	(22.05)	(644 467)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(760 472)	(644 467)	(644 467)	(41 125)	(42 743)	(34 277)	(118 146)	(49 304)	(167 449)	(214 822)	47 373	(22.05)	(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		(443 224)	330 883	330 883	601 121	(120 524)	(123 681)	356 917	(151 637)	205 279	110 294	94 985	86.12	330 883
Cash/cash equivalents at the year begin:		180 739	(142 121)	(142 121)	163 823	764 944	644 420	163 823	520 740	163 823	(142 121)	305 944	(215.27)	(142 121)
Cash/cash equivalents at the year end:	2	(262 485)	188 762	188 762	764 944	644 420	520 740	520 740	369 102	369 102	(31 827)	400 929	(1 259.73)	188 762

2.4 Cash and Cash equivalents

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MOPANI DISTRICT MUNICIPALITY			
CONSOLIDATED BTS FOR OCTOBER 2025			
Month	4		
Statement Description	MAIN ACCOUNT 62854372093	CALL ACCOUNTS	TOTAL
Opening balance	3 529 095.74	402 458 791.26	405 987 887.00
Interest capitalised	37 799.73	1 519 578.13	1 557 377.86
Transfer from Main to Call		(178 000 000.00)	(178 000 000.00)
Transfer to Main Account from call	178 000 000.00	-	178 000 000.00
Current - Refunds SARS	14 994 814.99	-	14 994 814.99
Current - Auction	2 915 364.00	-	2 915 364.00
Current - ACB (GRANT)	12 393 972.32	-	12 393 972.32
Current - Deposits	78 647.08	-	78 647.08
Current - Collection from Locals	351 602.27	-	351 602.27
Current - Refund Insurance	47 782.01	-	47 782.01
Current - ACB	(186 960 314.91)	-	(186 960 314.91)
Current - debit orders	(238 233.09)	-	(238 233.09)
Current - ESKOM	(6 862 553.34)	-	(6 862 553.34)
Current - Refund Medical aid & Pension	2 853.00	-	2 853.00
Current - Bank Charges	(4 100.49)	-	(4 100.49)
Current - (Salaries)	(44 289 590.88)	-	(44 289 590.88)
Current - S & T Refund		-	-
Current - Salaries - Unpaid	6 780.60	-	6 780.60
Current - Salaries - Refund Overpayment	1 700.00	-	
Current ACB - Unpaid	26 970 739.99	-	26 970 739.99
Current ACB - Unknown	62 176.00	-	62 176.00
Closing balance	1 038 535.02	225 978 369.39	227 016 904.41

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											
Oct-25											
	EQUITABLE SHARES	MIG	FMG	EXP PUBLIC WORKS	RURAL ROADS ASSETS MANAGEMENT GRANT	RBIG_SCHEDULE 6B	WSIG_SCHEDULE 6B	GLM PAYMENTS	VAT REFUND	SALE OF ASSETS	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%	100%	25%	70%	0%	43%	#DIV/0!	#DIV/0!		
GRANT INCOME	594 762 000.00	140 964 000.00	3 000 000.00	1 960 000.00	1 811 000.00		58 584 304.38	1 279 851.59	59 429 888.98	2 581 970.50	864 373 015.45
Jul-25	594 762 000.00	140 964 000.00					15 902 761.66	-			751 628 761.66
Aug-25			3 000 000.00	1 960 000.00	1 811 000.00		23 348 084.25	391 897.22	25 845 519.95		56 356 501.42
Sept-25							7 191 277.55	536 352.10	18 589 554.04		26 317 183.69
Oct-25							12 142 180.92	351 602.27	14 994 814.99	2 581 970.50	30 070 568.68
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	3 000 000.00	1 960 000.00	1 811 000.00	-	58 584 304.38	1 279 851.59	59 429 888.98	2 581 970.50	864 373 015.45

3.2 Creditors aging analysis.

The total due to creditors above 30 days' amounts to **R819.7 million** as of 31 October 2025.

	R	R				
	0days	30days	60days	90days	120days	Total
	R	R	R	R	R	R
Other Creditors	11 840 592.78	-	228 944.37	100 403.68	37 291 758.72	49 461 699.55
DWS	2 053 892.92	47 182 239.07	-	-	-	49 236 131.99
Lepelle	20 401 781.37	68 000 000.00	-	-	-	88 401 781.37
	34 296 267.07	115 182 239.07	228 944.37	100 403.68	37 291 758.72	187 099 612.91
NB! Creditors above 30 days						
	Municipality is adhering to the arrangement made with DWS and far the municipality has paid 10 000 000 as per the agreement and the is no invoice that is over due invoice for July was not yet received					399 626 544.37 DWS
	The amount include the debt from Letaba and only 102 000000will be serviced in the current financial year, for the old debt of which 34000000 is already being paid for July to October 2025					370 697 700.06 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

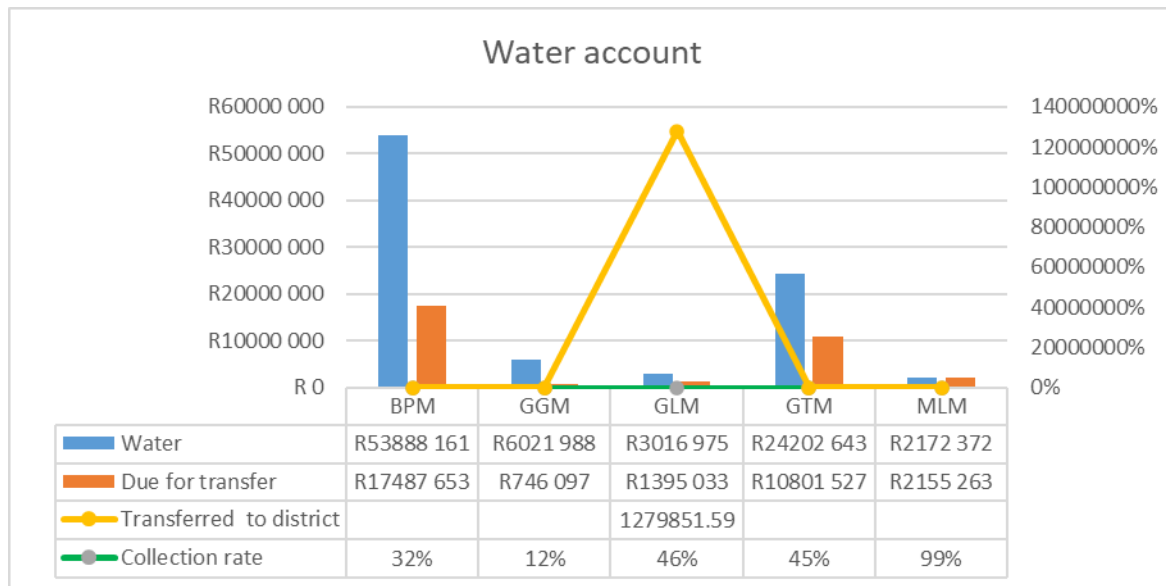
The main own revenue is water and sewer transaction that are done at the local municipalities on behalf of the District Municipality

4.1. Billing on Water and Sewer Services

All the local municipalities have not yet submitted their October 2025 reports.

a) Local Municipalities invoiced as of 31 October 2025

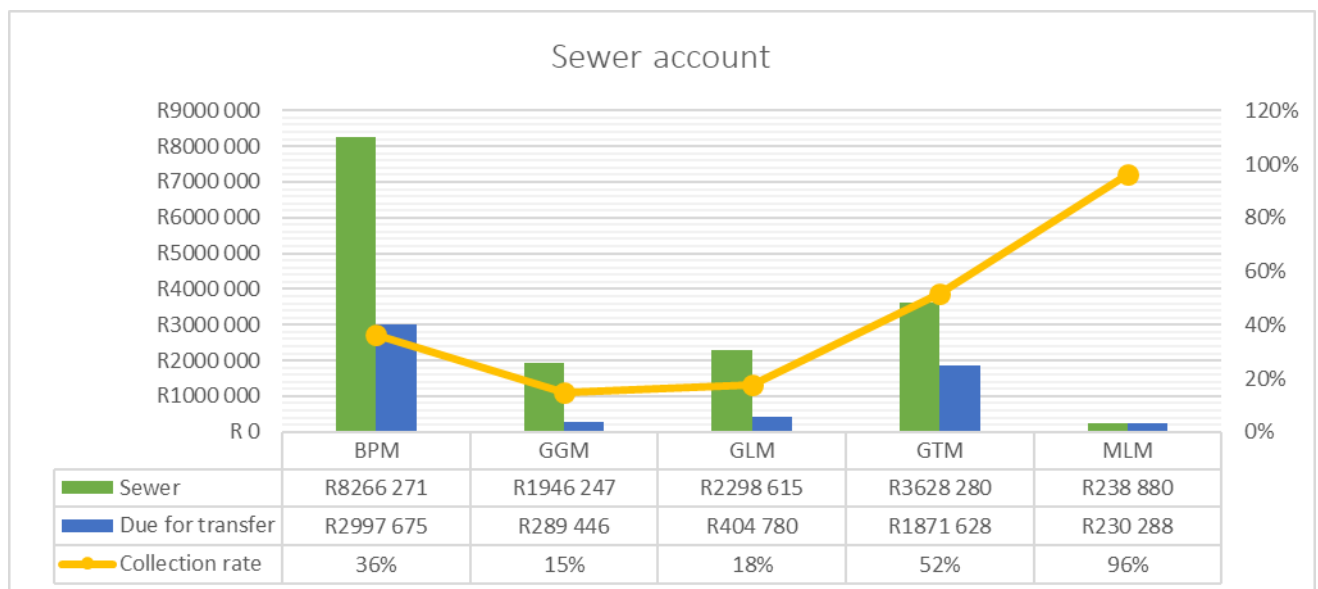
Figure 2: Water account



b) Sewer Billing

The following graph illustrate the performance of the sewer services.

Figure 3: Sewer Account



c) Local Municipalities Costs Recovery Report (Expenditures)

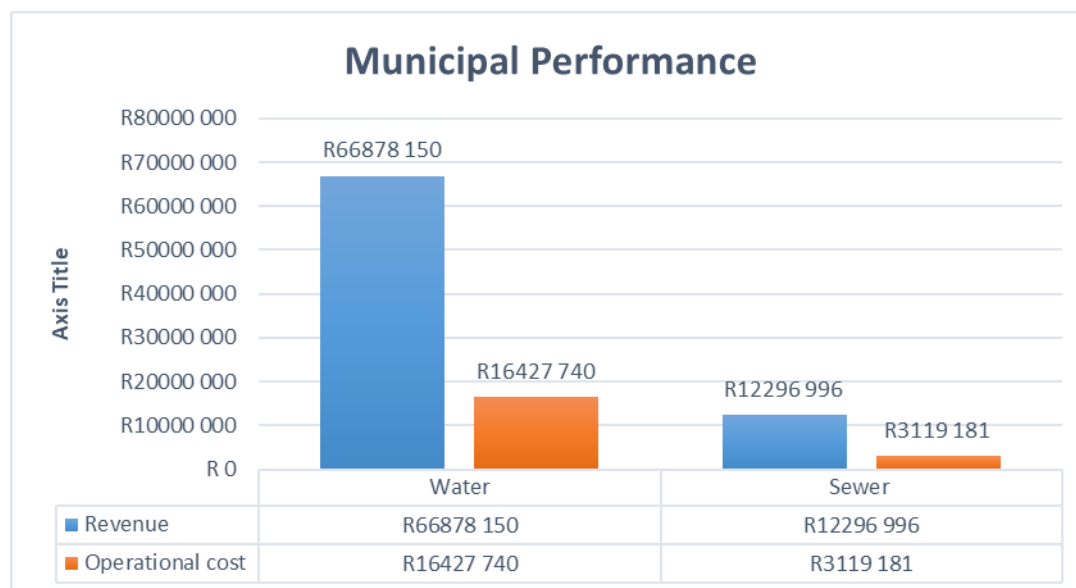


Figure 4: Cost recovery.

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	R17 363 504.27	R7 981 698.07	R1 718 443.98	R1 084 763.81	R591 449.34	R28 739 859.47
Sewer Collection	R2 997 675.10	R1 411 948.19		R215 049.66	R215 049.66	R4 839 722.61
Total Collection	R20 361 179.37	R9 393 646.26	R1 718 443.98	R1 299 813.47	R806 499.00	R33 579 582.08
Water Expenditure	-R3 828 547.80	-R10 920 414.69	-R1 562 607.41	-R1 877 267.93	-R749 326.50	-R18 938 164.33
Sewer Expenditure	-R976 730.82	-R1 652 531.25	-R285 541.96	-R285 541.96	-R315 590.88	-R3 515 936.87
Agency fees	-R1 018 058.97	-R469 682.31	-R85 922.20	-R64 990.67	-R40 324.95	-R1 678 979.10
Total Expenditure	-R5 823 337.59	-R13 042 628.25	-R1 934 071.57	-R2 227 800.56	-R1 105 242.33	-R24 133 080.30
Transferred to MDM	R0.00	R0.00	R0.00	R1 279 851.59	R0.00	R1 279 851.59
Profit/(loss)	R14 537 841.78	-R3 648 981.99	-R215 627.59	-R927 987.09	-R298 743.33	R9 446 501.78

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 October 2025			
Age Analysis	Sewerage R'000	Water R'000	Total R'000
Current	6 813 830	35 495 224	42 309 054
30 days	5 353 649	33 963 823	39 317 472
60 days	5 146 221	59 761 119	64 907 340
90 days	5 012 655	21 055 090	26 067 745
120 days	4 023 744	21 892 798	25 916 542
150 days plus	374 821 120	1 836 524 321	2 211 345 441
TOTAL	401 171 219	2 008 692 375	2 409 863 593
AGEING PER LOCAL MUNICIPALITY			
WATER		SEWER	
MUNICIPALITY	AMOUNT R'000	MUNICIPALITY	AMOUNT R'000
BPM	1 568 113 371	BPM	299 722 298
GGM	54 225 094	GGM	19 033 175
GLM	43 603 825	GLM	45 146 201
GTM	187 812 040	GTM	36 649 935
MLM	3 442 427	MLM	619 609
MDM	151 495 618	MDM	-
TOTAL	2 008 692 375	TOTAL	401 171 219

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
Aug-25	R54 347.85	R60 488.10	R38 804.21	R0.00	R153 640.16
Sept-25	R23 043.47	R28 597.89	R47 306.68	R0.00	R98 948.04
Oct-25	R16 956.52	R67 802.63	R38 079.20	R0.00	R122 838.35
Total	R154 852.19	R188 056.51	R173 999.13	R0.00	R516 907.83

FINANCIAL

5.1 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 OCTOBER 2025
1	Community Assets		
	Building	R2 508 427.92	R627,106.98
2	Infrastructure Assets		
	Sanitation	R10 445 270.40	R2,611,317.60
	Water	R53 129 301.60	R13,282,325.40
3	Movables Assets		
	Computer Equipment	R599 192.68	R149,798.17
	Furniture and Office Equipment	R729 767.68	R182,441.92
	Machinery and Equipment	R1 574 242.28	R393,560.57
	Motor Vehicle	R3 389 599.64	R847,399.91
	Total	R72 375 802.20	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		1	R 27 900.00

N o	Date	Cheque Number	Description Of Works	Amount
1	Oct-25	VQI 08/2024-2025	Supply And Delivery Of 2 Fridges In The Office Of The Executive Mayor	R 27 900.00

Total**R 27 900.00**

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	23	R25 359 614.33

No	Date	Cheque Number	Description Of Service	Amount
1	Oct-25	MDM2024/25-08-06	Claim 06 Ritavi 2 Regional Water Scheme Phase 5	R375 000.00
2	Oct-25	8007/3D-012	Sekgosese Regional Groundwater Scheme Phase 3d	R106 785.80
3	Oct-25	MDM/GE015	Sekgosese Regional Bulk Water Supply Phase 2a	R472 072.50
4	Oct-25	VQI 08/2024-2025	Supply And Delivery Of 2 Fridges In The Office Of The Executive Mayor	R27 900.00
5	Oct-25	12	Claim 12 Lulekani Water Scheme Kurhula Phase 2c	R346 852.80
6	Oct-25	TOURS PHASE3/15	Claim 15 Tours Water Reticulation Phase 03 25 Villages	R6 981 382.88
7	Oct-25	ETER/MAKOXA/10	Makoxa Reticulation Contract A Mdm2022/23-045	R1 122 012.26
8	Oct-25	02MW-29	Claim 09 Mhlaba Willem Water Reticulation	R15 400.00
9	Oct-25	ETER/MAKOXA/11	Claim 11 Makoxa Water Reticulation Contract A	R1 288 926.58
10	Oct-25	MHLABA 09	Claim 09 Mhlaba Willem Water Reticulation	R647 397.77
11	Oct-25	03-49	Claim 13 Xikukwani Water Reticulation Cobtract C	R83 333.33
12	Oct-25	09-48	Claim 09 Xikukwani Water Reticulation Contract B	R85 666.67
13	Oct-25	FSI250909001	Claim 13 Xikukwani Water Reticulation Contract C	R1 287 615.80

14	Oct-25	IN117375	Claim 13 Xikukwani Water Reticulation Contract C	R92 389.50
15	Oct-25	PCNO:13-RETENTION	Mapayeni Water Reticulation Contract A	R1 053 259.50
16	Oct-25	XCB9	Claim 09 Xikukwani Water Reticulation Contract B	R2 637 225.05
17	Oct-25	1281	Claim 09 Risinga View Water Reticulation Contract C	R1 577 808.00
18	Oct-25	757	Claim 09 Risinga View Water Reticulation Contract C	R667 383.74
19	Oct-25	RISIRE02/2024	Claim 11 Risinga View Water Reticulation Contract C	R1 012 081.76
20	Oct-25	TTR/MOP/IPC14	Claim 14 Bode Water Reticulation	R87 836.80
21	Oct-25	2025/001	Supply;Delivery And Installation Of Car Pots With Corrugated Iron	R167 826.09
22	Oct-25	MDM2025/26-01	Supply And Delivery Of IT Accessories: MDM 2025/26-010	R159 756.00
23	Oct-25	MDM15-10	Supply And Delivery Of Maintenance Spares Water Pump At Nkowankowa Wtw	R5 063 701.5
		Total		R25 359 614.33

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
Aug-25	R659,648.80	R238,155.74	R467,280.01	R0.00	R1,365,084.55
Sept-25	R666,849.00	R159,944.97	R818,290.71	R112,656.00	R1,757,740.68
Oct-25	R665,313.88	R227,497.31	R718,707.33	R0.00	R1,611,518.52
TOTAL	R1,991,811.68	R625,598.02	R2,004,278.05	R112,656.00	R4,734,343.75

5.2.2. Summary listing on fleet status.

Location	Directorate	Number Of Vehicles & Plant	Operational	Non-Operational	Vehicles Involved In Accident
Tzaneen	Community Services	20	19	1	0
	Water Services	16	10	06	0
Ba-Phalaborwa	Community Services	08	05	3	0
	Water Services	12	08	4	0

Letaba	Community Services	06	05	1	0
	Water Services	16	11	5	0
Giyani	Community Services	06	05	01	0
	Water Services	40	30	09	1
Maruleng	Community Services	05	04	1	0
	Water Services	12	07	5	0
Total		141	104	36	1

Factors on non-operational fleet.

- a) 10-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) 16- Vehicles not yet allocated for repairs and maintenance.
- e) 07- 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
							0

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
							0

SUPPLY CHAIN MANAGEMENT UNIT

6. SUPPLY CHAIN MANAGEMENT UNIT
for October 2025

6.1 Demand Management: Supply Chain Management process	October 2025
Description	No
Bids considered / approved by BSC (SCM reg. 27)	3
Bids approved by MM for advertisement from BSC	3
New bids advertised on MDM website/notice board	3
Bids closed / opening register place on MDM website/notice board	0

6.2 Acquisition Management: Supply Chain Management process	October 2025
Description	No
Total orders below R100 000 for October 2025	106
Total orders above R100 000 for October 2025	16
Total deviation orders processed for October 2025	5
Bid awarded / approved / appointed by MM (No. Service Providers)	6
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 October 2025	0

6.3 Orders per supplier below and Above R100 000 for October 2025		
Period	Description	Number
October 2025	Order below R100 000	106

Category	Number
Travel and accommodation	44
Repairs and maintenance	33
Event Management	13
Training and conferencing	6
Professional services	0
General	10

Period	Description	Number
October 2025	Order above R100 000	16
Category		Number
Travel and accommodation		1
Repairs and maintenance		10
Event Management		0
Training and conferencing		0
Professional services		1
General goods and services		4

6.4 Total deviation orders processed in October 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	6
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	6

6.5 Publication of bids for October 2025

No	Bid number	Bid description	Bid advert date	Bid closing date
1	MDM 2025/26-09	Provision of security services to Mpani District Municipality for a period of 36 Months	22 October 2025	21 November 2025
2	MDM 2025/26-10	Panel of professional service providers for preparation and review of GRAP compliant annual financial statements and related financial reports for Mopani District Municipality for a period of 36 Months	22 October 2025	21 November 2025
2	MDM 2025/26-11	Panel of service professional service providers for review, verification and updating of fixed asset register for Mopani District Municipality for a period of 36 Months.	22 October 2025	21 November 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	23 Aug 25	23 Oct 25	Issuing of appointment letters
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 Mar 25	03 Apr 25	23 Aug 25	23 Oct 25	Issuing of appointment letter
MDM 2024/25-09	Panel of contractors for construction, repairs and maintenance (buildings and water infrastructure)and	Technical, Water & Corporate services	19 Mar 25	03 Apr 25	23 Aug 25	23 Oct 25	Issuing of appointment letters

	new installations for CIDB grade 1-3 for Mopani District Municipality for a period of 36 monts						
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.	Corporate Services	04 Jul 25	07 Aug 25	15 Sep 25	23 Oct 25	Benchmark exercise ongoing in evaluation stage
MDM 2025/26-02	Request for proposal for banking services for Mopani District Municipality for a period of 60 Months	Budget and Treasury Office	04 Jul 25	07 Sep 25	15 Sep 25	23 Oct 25	Issuing of appointment letter
MDM 2025/26-03	Makhushane water scheme phase 6	Technical Services	14 Jul 25	14 Aug 25	11 Sep 25	23 Oct 25	Issuing of appointment letter

MDM 2025/26- 04	Lephephane water reticulation phase 2B	Technical Services	14 Jul 25	14 Aug 25	11 Sep 25	23 Oct 25	Issuing of appoint letter
MDM 2025/26- 05	Supply, delivery and Installation of laboratory instruments for Mopani District Municipality	Water Services	08 Sep 25	25 Sep 25	TBC	TBC	Awaiting evaluation
MDM 2025/26- 06	Provision of electronic records management system support services for MDM for a period of 36 months	Corporate Services	08 Sep 25	09 Oct 25	TBC	TBC	Awaiting Evaluation
MDM 2025/26- 07	Supply and installation of Sulphur Dioxide Gas Analyser for Ambient Air quality monitoring station for Mopani District Municipality	Community Service	08 Sep 25	25 Sep 25	TBC	TBC	Awaiting evaluation
MDM 2025/26- 07	Supply and delivery of water services working tools	Water Services	08 Sep 25	25 Sep 25	11 Oct 25	23 Oct 25	Issuing of appointment letter

6.7 Irregular expenditure as 31 October 2025.

*See attached register.

Expenditure type	Opening Balance 1 July 2025	Additions 2025/26	Written Off 2025/26	Closing Balance 30 October 2025
Irregular	R 1 238 822 293	-	-	R 1 238 822 293
Unauthorised	R 1 857 925 689	-		R 1 857 925 689
Fruitless & Wasteful	R 181 050 969	R1 241 006		R 182 291 975

6.8 Commitments.

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

Description	Opening Balance as at 01 October 2025	Closing balance as at 31 October 2025
Capital commitments	R 932,161,895	R 932,161,895
Operational Commitments	R 124,744,051	R 124,744,051

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 October 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	R51,389,421.83	R2,552,143.34	R18,528,725.25	R-
PHALABORWA	R1,150,552.52	R350,000.00	R65,450.00	R-
TZANEEN	R2,037,934.94	R950,000.00	R1,315,793.74	R-
MARULENG	R1,419,776.00	R250,000.00	R -	R-
LETABA	R922,330.50	R553,674.00	R634,865.00	R-
STATIONERY	R153,150.18	R498,353.43	R362,317.25	R-
GIYANI CAM	R-	R536,034.60	R536,034.60	R-
TOTALS	R57,073,165.97	R5,690,205.37	R21,443,185.84	R-

7. 1. Water production loss

The water production loss that has been incurred for the month of October 2025.

DRINKING WATER PRODUCTION OCTOBER 2025

								
SYSTEM/PLANT	Qouta (Ave/M)- m ³	Plant Capacity/D (m ³)	Dam Capacity(m ³)	Dam Capacity-nett (m ³)	Raw Abstracted (m ³)	Produced (m ³)	Water Loss (m ³)	Water Loss in %
TOURS WW	29166 7	2400 0	11430000 0	11544300 0	279954	259217	20737	7%
THABINA WW	20833 3	1200 0	11430000 0	11567160 0	392027	373359	18668	5%
THAPANE WW	37500 0	8000	6100000	6136600	31957	28510	3447	11%
NKOWANKOWA WW	23333 3	1200 0	3500000	3500000	645568	533542	11202 6	17%
NKAMBAKO WW	83333	1000	0	0	52121	44864	7257	14%
SEMARELA WW	74016	4500	0	0	2408	1723	685	28%
MAPUVE WW	72500 0	7500	54400000	54400000	73615	71431	2184	3%
GIYANI WW	83333	1000	54400000	54400000	762350	723951	38399	5%
MIDLE LETABA WW	13833 3	4700	11400000	11514000	211222	151417	59805	28%
SKIMMING WW	47333 3	3600 0	21900000	21900000	1290	871	419	32%
ZAVA WW	15000 0	4600	17200000	1548000	1013	1013	0	0%
MODJADJI WW	11102	1200 0	72000	33120	281885	264050	17835	6%
KURANTA WW					1631	1306	325	20%
NONDWENI WW	97368	300	11430000 0	11544300 0	77545	75100	2445	3%
MDM					282403 6	253919 5	28484 1	12 %