



2023

# Quarterly Budget Statement



MFMA

SECTION 52

Mamusa Local Municipality

Third quarter

**BUDGET STATEMENT FOR THE THIRD QUARTER ENDING MARCH 2023:  
FINANCIAL YEAR 2022/2023**

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**QUALITY CERTIFICATE**

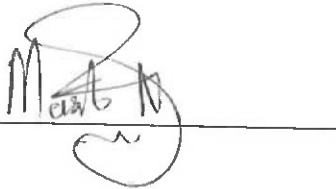
I, **RR GINCANE**, the municipal manager of **Mamusa Local Municipality**, hereby certify that: -

The quarterly budget statement report and supporting documentation for the quarter of March 2023 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

**Acting Chief Financial Officer of Mamusa Local Municipality (NW393)**

**NV MASILO**

Signature:

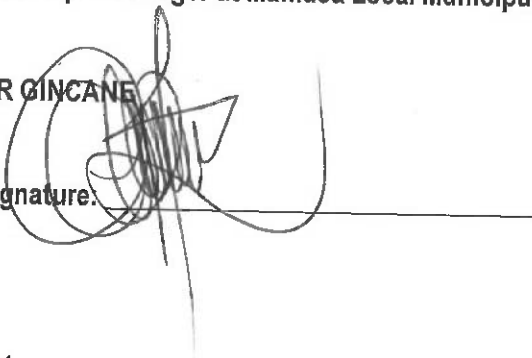


Date:

**Municipal Manager at Mamusa Local Municipality (NW393)**

**RR GINCANE**

Signature:



Date:

## **PART 1 - BACKGROUND**

### **1.1 Purpose**

The purpose of this report is to comply with Section 52d of the Municipal Finance Management Act.

### **1.2 Legislative Background**

In terms of Municipal Finance Management Act. No. 56 of 2003, Section 52 (d), General Responsibilities-

The mayor of the municipality –

(d) Must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and financial affairs of the municipality.

## **PART 2**

### **Table C1: Quarterly Budget Statement Summary**

The budget statement summary table provides a high-level overview of the financial performance & position, capital spending by source of funding, cash flow as well as debtors and creditors age analysis.

Detailed information regarding the above can be found in the tables below.

NW393 Mamusa - Table C1 Monthly Budget Statement Summary - Q3 Third Quarter

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Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	15,398	19,055	19,055	1,532	12,116	-	12,116	#DIV/0!	19,055
Service charges	59,899	90,423	90,600	11,850	43,541	256	43,285	16397%	90,600
Investment revenue	18	3	403	84	127	400	(273)	-68%	403
Transfers and subsidies	71,468	72,951	72,951	17,368	45,698	-	45,698	#DIV/0!	72,951
Other own revenue	1,717	15,029	14,773	3,753	10,814	(256)	11,071	-4319%	14,773
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>148,499</b>	<b>197,462</b>	<b>197,862</b>	<b>34,588</b>	<b>112,296</b>	<b>406</b>	<b>111,896</b>	<b>27974%</b>	<b>197,862</b>
Employee costs	75,620	67,569	84,635	29,112	62,654	17,075	45,579	267%	84,635
Remuneration of Councilors	6,391	6,044	7,363	2,158	5,051	1,319	3,733	283%	7,363
Depreciation & asset impairment	31,270	10,051	30,051	-	-	20,000	(20,000)	-100%	30,051
Finance charges	11,017	3,104	13,104	3,469	10,673	10,000	673	7%	13,104
Inventory consumed and bulk purchases	42,687	29,015	42,023	4,056	20,019	13,003	7,011	54%	42,023
Transfers and subsidies	1,586	-	-	-	-	-	-	-	-
Other expenditure	57,909	47,408	61,512	11,853	28,042	14,105	13,937	99%	61,512
<b>Total Expenditure</b>	<b>226,480</b>	<b>163,182</b>	<b>238,688</b>	<b>50,646</b>	<b>126,440</b>	<b>75,597</b>	<b>58,934</b>	<b>67%</b>	<b>238,688</b>
<b>Surplus/(Deficit)</b>	<b>(77,981)</b>	<b>34,281</b>	<b>(40,826)</b>	<b>(16,059)</b>	<b>(14,144)</b>	<b>(75,197)</b>	<b>60,963</b>	<b>-81%</b>	<b>(40,826)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	28,846	23,410	23,410	5,585	8,360	-	8,360	#DIV/0!	23,410
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(49,135)</b>	<b>57,891</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,197)</b>	<b>69,322</b>	<b>-92%</b>	<b>(17,416)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(49,135)</b>	<b>57,891</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,197)</b>	<b>69,322</b>	<b>-92%</b>	<b>(17,416)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>									
Capital transfers recognised	24,048	23,410	23,706	873	6,807	6,296	512	8%	23,706
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	25	151	1,351	183	183	1,200	(1,017)	-85%	1,351
<b>Total sources of capital funds</b>	<b>24,073</b>	<b>23,561</b>	<b>31,056</b>	<b>1,057</b>	<b>6,991</b>	<b>7,496</b>	<b>(505)</b>	<b>-7%</b>	<b>31,056</b>
<b>Financial position</b>									
Total current assets	212,982	26,065	24,772	-	250,943	-	-	-	24,772
Total non current assets	458,467	591,557	585,753	-	465,704	-	-	-	585,753
Total current liabilities	342,103	244,306	312,315	-	393,086	-	-	-	312,315
Total non current liabilities	25,549	25,779	25,779	-	25,549	-	-	-	25,779
Community wealth/Equity	303,796	347,537	272,430	-	298,012	-	-	-	272,430
<b>Cash flows</b>									
Net cash from (used) operating	122,619	124,886	(95,954)	27,069	27,069	(218,134)	(245,203)	112%	(95,954)
Net cash from (used) investing	(27,925)	-	-	(885)	(385)	-	885	#DIV/0!	-
Net cash from (used) financing	151	-	-	(29)	(29)	-	29	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	<b>95,424</b>	<b>122,834</b>	<b>(98,006)</b>	<b>-</b>	<b>27,510</b>	<b>(228,186)</b>	<b>(247,896)</b>	<b>112%</b>	<b>(94,599)</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	6,914	5,866	5,182	4,867	4,561	4,654	23,741	324,452	385,337
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

2.1.2 Table C2 reflects the financial performance in the standard classifications required by Government Finance Statistics Function and Sub-Functions. These are used by National Treasury to assist in the compilation of national accounts for comparison purposes, regardless of the unique organizational structures being used by different government institutions.

**NW393 Mamusa - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third Quarter**

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		85,429	119,188	119,332	23,372	69,259	144	69,115	48106%	119,332
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		85,429	119,188	119,332	23,372	69,259	144	69,115	48106%	119,332
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		3,057	5,144	5,144	847	1,742	-	1,742	#DIV/0!	5,144
Community and social services		1,913	2,501	2,501	682	1,115	-	1,115	#DIV/0!	2,501
Sport and recreation		133	191	191	28	107	-	107	#DIV/0!	191
Public safety		1,010	2,452	2,452	137	520	-	520	#DIV/0!	2,452
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		27	27	27	1	9	-	9	#DIV/0!	27
Planning and development		27	27	27	1	9	-	9	#DIV/0!	27
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		88,832	95,513	96,769	15,953	49,646	256	49,390	19268%	96,769
Energy sources		52,906	53,592	53,592	9,584	28,745	-	28,745	#DIV/0!	53,592
Water management		11,331	10,769	11,023	1,684	5,300	256	5,044	1968%	11,023
Waste water management		14,648	19,159	19,159	2,689	8,907	-	8,907	#DIV/0!	19,159
Waste management		9,947	12,995	12,995	2,016	6,693	-	6,693	#DIV/0!	12,995
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>177,346</b>	<b>220,872</b>	<b>221,272</b>	<b>40,173</b>	<b>120,656</b>	<b>400</b>	<b>120,256</b>	<b>30064%</b>	<b>221,272</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		129,271	95,996	145,844	30,392	71,392	49,848	21,544	43%	145,844
Executive and council		8,394	8,165	10,189	3,231	6,979	2,024	4,955	245%	10,189
Finance and administration		120,877	87,831	135,655	27,161	64,412	47,823	16,589	35%	135,655
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		10,609	7,692	12,167	3,674	8,070	4,475	3,595	80%	12,167
Community and social services		3,999	2,104	3,638	947	1,942	1,534	408	27%	3,638
Sport and recreation		194	136	136	27	50	-	50	#DIV/0!	136
Public safety		6,415	5,453	8,394	2,701	6,078	2,941	3,137	107%	8,394
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		4,198	4,500	6,698	1,095	2,431	2,198	234	11%	6,698
Planning and development		2,164	2,132	2,758	593	1,354	626	728	116%	2,758
Road transport		2,034	2,367	3,940	502	1,077	1,572	(495)	-31%	3,940
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		81,020	53,756	71,262	14,933	43,014	17,506	25,508	146%	71,262
Energy sources		44,289	30,389	42,225	4,001	20,786	11,636	8,950	76%	42,225
Water management		10,203	7,933	9,481	3,290	6,990	1,548	5,442	352%	9,481
Waste water management		12,466	6,235	7,671	2,768	5,911	1,436	4,475	312%	7,671
Waste management		14,063	9,199	11,885	4,873	9,326	2,696	6,641	247%	11,885
Other		1,382	1,238	2,718	552	1,533	1,480	53	4%	2,718
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>226,480</b>	<b>163,182</b>	<b>238,688</b>	<b>50,646</b>	<b>126,440</b>	<b>75,507</b>	<b>50,934</b>	<b>67%</b>	<b>238,688</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(49,135)</b>	<b>57,691</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,107)</b>	<b>69,322</b>	<b>-92%</b>	<b>(17,416)</b>

**Revenue**

The municipality budgeted a total revenue collection of R221 272 000.00 for the current financial year. For the 3<sup>rd</sup> quarter of 2022-2023, the municipality collected R40 173 000.00 and the year-to-date actual is R120 656 000.00; and the budget year to date is R100 707 000.00.

## Expenditure

R 238 688 000.00 was budgeted for the current financial year 2022/2023; as at March 2023, the municipality has accumulated an expenditure of R50 646 000.00. Currently, the year-to-date actual expenditure is R126 440 000.00 against the year-to-date actual budget of R 112 248 000.00

2.1.3 Table C4: Quarterly Budget Statement – Financial Performance [Revenue & Expenditure]

NW393 Mamusa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter										
Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		15,398	19,055	19,055	1,532	12,118	-	12,116	#DIV/0!	19,055
Service charges - electricity revenue		33,852	47,503	47,503	5,482	22,640	-	22,640	#DIV/0!	47,503
Service charges - water revenue		6,131	10,766	11,023	1,694	5,300	256	5,044	1968%	11,023
Service charges - sanitation revenue		11,904	19,159	19,159	2,665	8,907	-	8,907	#DIV/0!	19,159
Service charges - refuse revenue		8,011	12,995	12,995	2,016	6,693	-	6,693	#DIV/0!	12,995
Rental of facilities and equipment		642	575	891	165	512	306	206	67%	891
Interest earned - external investments		18	3	493	84	127	400	(273)	-68%	403
Interest earned - outstanding debtors		10,313	9,279	8,716	2,919	8,561	(562)	9,153	-1628%	8,716
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		226	282	252	28	81	-	81	#DIV/0!	252
Licences and permits		784	2,201	2,201	109	439	-	439	#DIV/0!	2,201
Agency services		2,125	-	-	-	-	-	-	-	-
Transfers and subsidies		71,468	72,951	72,951	17,368	45,698	-	45,698	#DIV/0!	72,951
Other revenue		2,329	2,724	2,724	527	1,192	-	1,192	#DIV/0!	2,724
Gains		(14,704)	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>148,499</b>	<b>197,462</b>	<b>197,862</b>	<b>34,588</b>	<b>112,296</b>	<b>400</b>	<b>111,896</b>	<b>27974%</b>	<b>197,862</b>
<b>Expenditure By Type</b>										
Employee related costs		75,620	67,659	84,635	29,112	62,654	17,075	45,579	267%	84,635
Remuneration of councillors		6,391	6,044	7,363	2,158	5,051	1,319	3,733	283%	7,363
Debt impairment		16,852	13,737	13,737	-	-	-	-	-	13,737
Depreciation & asset impairment		31,279	10,051	30,051	-	-	20,000	(20,000)	-100%	30,051
Finance charges		11,017	3,104	13,104	3,468	10,673	10,000	673	7%	13,104
Bulk purchases - electricity		40,358	26,852	38,137	2,955	18,521	11,285	7,236	64%	38,137
Inventory consumed		2,329	2,183	3,885	1,101	1,497	1,722	(225)	-13%	3,885
Contracted services		26,487	26,132	31,957	8,533	20,122	5,825	14,297	245%	31,957
Transfers and subsidies		1,596	-	-	-	-	-	-	-	-
Other expenditure		14,569	7,539	15,819	3,320	7,921	8,280	(359)	-4%	15,819
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>226,489</b>	<b>163,182</b>	<b>238,688</b>	<b>50,646</b>	<b>126,440</b>	<b>75,507</b>	<b>50,934</b>	<b>67%</b>	<b>238,688</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(77,981)	34,281	(40,826)	(16,059)	(14,144)	(75,107)	60,963	(0)	(40,826)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		28,846	23,410	23,410	5,585	8,360	-	8,360	#DIV/0!	23,410
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(49,135)</b>	<b>57,691</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,107)</b>			<b>(17,416)</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(49,135)</b>	<b>57,691</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,107)</b>			<b>(17,416)</b>
Atributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(49,135)</b>	<b>57,691</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,107)</b>			<b>(17,416)</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(49,135)</b>	<b>57,691</b>	<b>(17,416)</b>	<b>(10,473)</b>	<b>(5,784)</b>	<b>(75,107)</b>			<b>(17,416)</b>

## REVENUE BY SOURCE

Revenue by source explains the type of income budgeted for and the performance of these sources individually. Kindly note that the statement of financial performance is prepared on the accrual basis, revenue here is recognized when it is earned and not when actual cash is received.



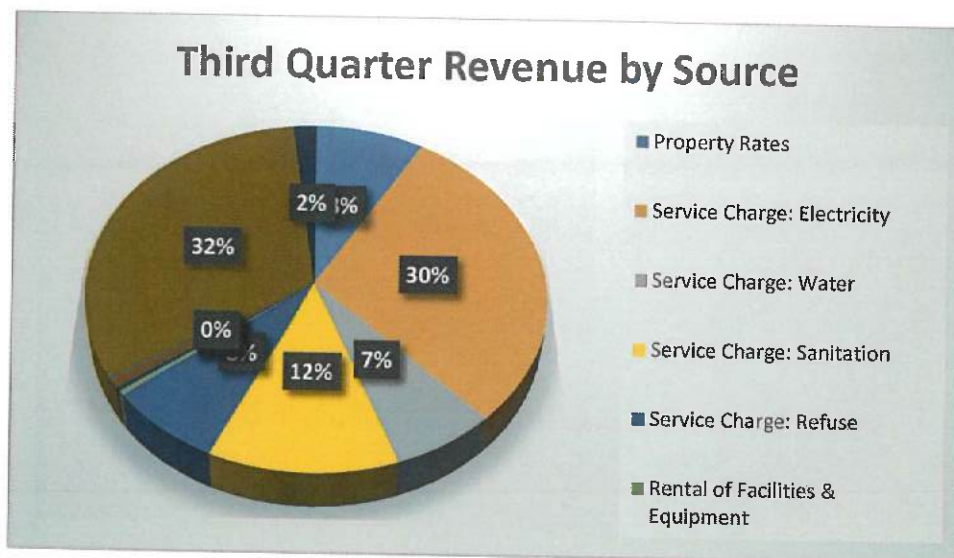
The following is a table and graphs reflecting a summary of revenue items and explanations for year-to-date variances incurred:

**TABLE 1 – SCHEDULE C4**

Revenue By Source	Third Quarter 2023 Monthly		Year to date		Variance	%
	Actual		Actual	Budget		
Property Rates	R 1,532,000.00		R 12,116,000.00	R 6,939,000.00	R 12,116,000.00	64%
Service Charge: Electricity	R 5,482,000.00		R 22,640,000.00	R 24,863,000.00	R 22,640,000.00	48%
Service Charge: Water	R 1,684,000.00		R 5,300,000.00	R 5,723,000.00	R 5,300,000.00	48%
Service Charge: Sanitation	R 2,669,000.00		R 8,907,000.00	R 10,252,000.00	R 8,907,000.00	46%
Service Charge: Refuse	R 2,016,000.00		R 6,693,000.00	R 6,302,000.00	R 6,693,000.00	52%
Rental of Facilities & Equipment	R 169,000.00		R 512,000.00	R 369,000.00	R 512,000.00	58%
Interest earned in external Investment	R 84,000.00		R 127,000.00	R 276,000.00	R 127,000.00	32%
Interest earned on outstanding debtors	R 2,919,000.00		R 8,591,000.00	R 687,000.00	R 8,591,000.00	93%
Fines penalties and forfeits	R 28,000.00		R 81,000.00	R 171,000.00	R 81,000.00	32%
Transfers and Subsidies	R 17,368,000.00		R 45,698,000.00	R 27,253,000.00	R 45,698,000.00	63%
Other revenue	R 527,000.00		R 1,192,000.00	R 1,532,000.00	R 1,192,000.00	44%

**GRAPH 1 – TABLE C4**

II



**Property Rates** – For the third quarter, property rates came to a monthly actual amount of R1 532 000.00. The year-to-date actual collection came to an amount of R12 116 000.00 against the budget year to date amount of R6 939 000.00, which brings the year-to-date variance percentage of 64%.

**Service Charges** – For the third quarter service charges came to a monthly an amount of R11 851 000.00 against the budget year to date amount of R47 140 000.00.

**Rental of facilities and equipment** – For the third quarter the rental of facilities and equipment came to a monthly actual amount of R169 000.00. The year-to-date actual collection came to an amount of R512 000.00 against the budget year to date amount of R369 000.00;

**Interest on External Investments** – The municipality budgeted R403 000 for interest on external investments, and for the month of March 2023, the municipality generated year to date interest of R127 000.00. The Municipality is forgoing interest revenue by not keeping the bulk of its available funds in call accounts to generate more interest.

**Interest on Outstanding debtors** – The municipality budgeted R9 278 000 for interest on outstanding debtors, and for the month of March 2023, the interest on outstanding debts amounted to R2 919 000.00. The actual year to date amounts to R8 591 000.00.

**Fines, penalties, and forfeits** – For the third quarter the fines penalties and forfeits came to a monthly actual amount of R28 000. The year to date actual collection R81 000 against the budget year to date amount R171 000.00.

**License and permits** – For the month third quarter the license and permits came to a monthly actual amount of R109 000.00. The year to date actual collection came to an amount of R439 000.00 against the budget year to date amount of R2 201 000 which indicates an under recovery of R1 762 000.

**Transfers and subsidies** – Transfers and subsidies for the third quarter to an amount of R45 698 000. this is all the revenue generated from conditional grants and the equitable share the municipality has received to date, the municipality over performed in this regard, this is a sign that the municipality is spending on conditional grants and is surely decreasing the risk of there being an unspent liability.

## **EXPENDITURE BY TYPE**

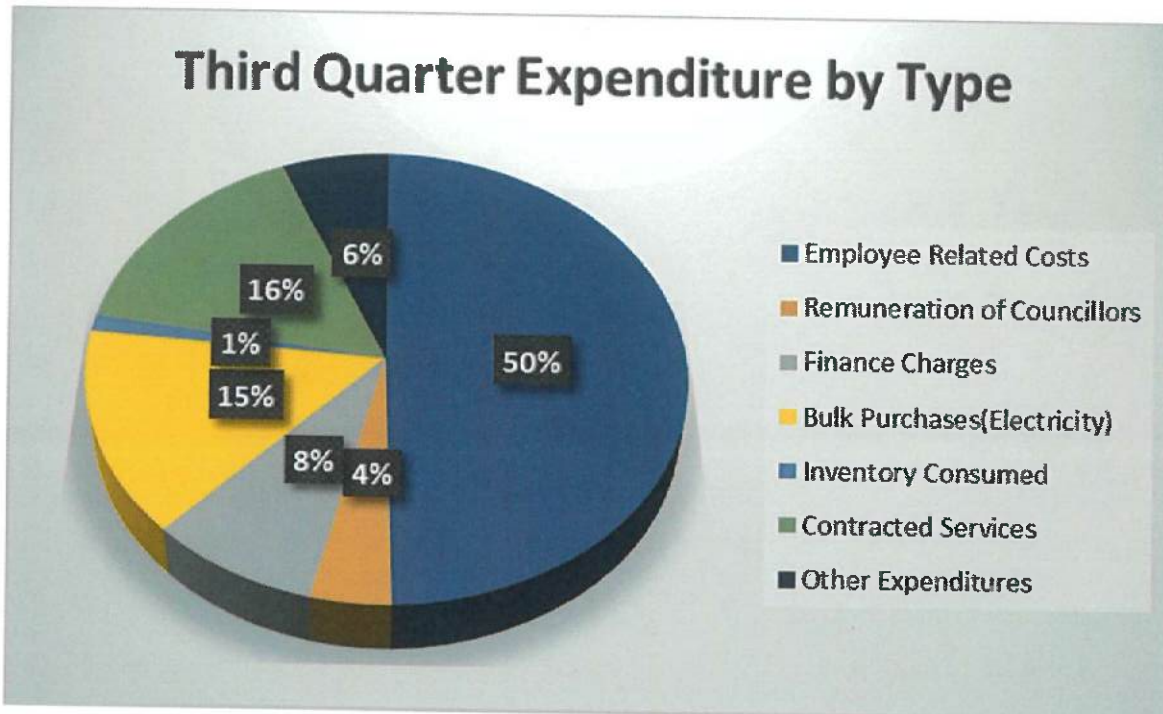
Expenditure by type reflects the operational budget per main type of category.

The following table and graph reflect a summary of Expenditure items and explanations of the year-to-date variances incurred:

**Table 2 – SCHEDULE C4**

Expenditure By Type	Third Quarter 2023 Monthly	Year to date		Variance	%
	Actual	Actual	Budget		
Employee Related Costs	R 22,112,000.00	R 62,654,000.00	R 21,981,000.00	R 62,654,000.00	329%
Remuneration of Councillors	R 2,158,000.00	R 5,051,000.00	R 2,312,000.00	R 5,051,000.00	11%
Finance Charges	R 3,468,000.00	R 10,673,000.00	R 2,431,000.00	R 10,673,000.00	97%
Bulk Purchases(Electricity)	R 2,955,000.00	R 18,521,000.00	R 19,616,000.00	R 18,521,000.00	97%
Inventory Consumed	R 1,101,000.00	R 1,497,000.00	R 2,388,000.00	R 1,497,000.00	12%
Contracted Services	R 8,533,000.00	R 20,122,000.00	R 11,835,000.00	R 20,122,000.00	2284%
Other Expenditures	R 3,320,000.00	R 7,921,000.00	R 7,898,000.00	R 7,921,000.00	1966%

**GRAPH2 – SCHEDULE C4**



**Employee Related Costs/Remuneration of Councillors** – Employee related cost together with remuneration of councillors came to an amount of R24 270 000.00 against the budget year to date amount of R67 705 000.00.

**Debt impairment and depreciation** – These two line items are non-cash items prepared or calculated as part of the municipality's year end procedures, which is done towards the end of the financial year, hence no transactions were recorded for the months for the period, however, the municipality is in the process of converting the asset register into the financial system, by doing this the municipality will be able to ensure that depreciation expense is recognized monthly and more accurately reported on.

**Finance charges** – finance charges came to an amount of R3 468 000.00 for the third quarter ended March 2023, against the budget year to date amount of R2 431 000.00. This is due to outstanding invoices from major creditors like ESKOM and SARS not yet captured. The municipality's inability to pay creditors within 30 days as prescribed by the MFMA, is mainly due to its cash flow problems.

**Bulk purchases** – bulk purchases for the third quarter came to an amount of R2 955 000.00 against the budget year to date amount of R19 616 000.00.

**Other Materials/Inventory Consumed** – Other materials came to an amount of R1 101 000 for the third quarter against the budget year to date amount of R2 388 000.00. Repairs and maintenance on Water and sanitation infrastructure are the main contributing factors, which must be recovered from Dr RSM District Municipality. The issue of the SLA between Mamusa Local Municipality and Dr RSM District Municipality is still a major challenge, which must still be attended to.

**Contracted Services** – Contracted services came to an amount of R8 533 000.00 for the third quarter ended March 2023. The year-to-date actual expenditure came to an amount of R20 122 000.00 against the budget year to date amount of R11 835 000.00.

**Other Expenditure** – Other Expenditure came to an amount of R3 320 000 for the third quarter against the budget year to date amount of R7 898 000.00.

#### **2.1.5 Table C5: Quarterly Budget Statement – Capital Expenditure**

**NW393 Mamusa - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q3 Third**

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		(18,398)	151	4,351	183	430	4,200	(3,770)	-90%	4,351
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		(18,398)	151	4,351	183	430	4,200	(3,770)	-90%	4,351
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		23,504	14,037	20,724	873	873	6,688	(5,814)	-87%	20,724
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		23,504	14,037	20,724	873	873	6,688	(5,814)	-87%	20,724
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		21,195	9,373	12,681	-	5,934	3,308	2,626	79%	12,681
Energy sources		21,195	9,373	12,681	-	4,886	3,308	1,578	48%	12,681
Water management		-	-	-	-	1,047	-	1,047	#DIV/0!	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>26,301</b>	<b>23,561</b>	<b>37,756</b>	<b>1,057</b>	<b>7,237</b>	<b>14,196</b>	<b>(6,958)</b>	<b>-49%</b>	<b>37,756</b>
<b>Funded by:</b>										
National Government		24,048	23,410	29,706	873	6,807	6,296	512	8%	29,706
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		24,048	23,410	29,706	873	6,807	6,296	512	8%	29,706
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		25	181	1,351	183	183	1,200	(1,017)	-85%	1,351
<b>Total Capital Funding</b>		<b>24,073</b>	<b>23,591</b>	<b>31,056</b>	<b>1,057</b>	<b>6,991</b>	<b>7,496</b>	<b>(505)</b>	<b>-7%</b>	<b>31,056</b>

**2.1.7 Table C6: Quarterly Budget Statement – Financial Position**

NW393 Mamusa - Table C6 Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		(71,162)	(18,797)	(239,637)	(159,738)	(239,637)
Call investment deposits		72,517	67,915	67,915	168,336	67,915
Consumer debtors		143,857	(153,429)	67,810	167,585	67,810
Other debtors		63,054	132,540	132,069	70,045	132,069
Current portion of long-term receivables		-	-	-	-	-
Inventory		4,715	(2,163)	(3,385)	4,715	(3,385)
<b>Total current assets</b>		<b>212,982</b>	<b>26,065</b>	<b>24,772</b>	<b>250,943</b>	<b>24,772</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		35,981	142,277	142,277	35,981	142,277
Investments in Associate		-	-	-	-	-
Property, plant and equipment		422,229	448,739	442,935	429,466	442,935
Biological		-	-	-	-	-
Intangible		257	541	541	257	541
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		<b>458,467</b>	<b>591,557</b>	<b>585,753</b>	<b>465,704</b>	<b>585,753</b>
<b>TOTAL ASSETS</b>		<b>671,448</b>	<b>617,622</b>	<b>610,524</b>	<b>716,647</b>	<b>610,524</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		-	66	66	-	66
Consumer deposits		1,042	(410)	(410)	985	(410)
Trade and other payables		328,068	238,583	306,592	379,108	306,592
Provisions		12,993	6,068	6,068	12,993	6,068
<b>Total current liabilities</b>		<b>342,103</b>	<b>244,306</b>	<b>312,315</b>	<b>393,086</b>	<b>312,315</b>
<b>Non current liabilities</b>						
Borrowing		-	(42)	(42)	-	(42)
Provisions		25,549	25,821	25,821	25,549	25,821
<b>Total non current liabilities</b>		<b>25,549</b>	<b>25,779</b>	<b>25,779</b>	<b>25,549</b>	<b>25,779</b>
<b>TOTAL LIABILITIES</b>		<b>367,652</b>	<b>270,085</b>	<b>338,094</b>	<b>418,635</b>	<b>338,094</b>
<b>NET ASSETS</b>	<b>2</b>	<b>303,796</b>	<b>347,537</b>	<b>272,430</b>	<b>298,012</b>	<b>272,430</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		299,155	342,896	267,789	293,371	267,789
Reserves		4,641	4,641	4,641	4,641	4,641
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>303,796</b>	<b>347,537</b>	<b>272,430</b>	<b>298,012</b>	<b>272,430</b>

## 2.1.5 Table C7: Quarterly Budget Statement – Cash Flow

NW393 Mamusa - Table C7 Monthly Budget Statement - Cash Flow - Q3 Third Quarter

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		9,545	223,231	1,991	1,573	1,573	(221,240)	222,812	-101%	1,991
Service charges		57,955	42,578	42,578	10,630	10,630	-	10,630	#DIV/0!	42,578
Other revenue		1,191	545	545	315	315	-	315	#DIV/0!	545
Transfers and Subsidies - Operational		71,925	1,553	1,553	17,709	17,709	3,105	14,603	470%	1,553
Transfers and Subsidies - Capital		34,541	23,410	23,410	4,706	4,706	-	4,706	#DIV/0!	23,410
Interest		-	3	403	-	-	-	-	-	403
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(52,538)	(160,225)	(160,225)	(7,854)	(7,854)	-	7,854	#DIV/0!	(160,225)
Finance charges		-	(8,209)	(6,209)	-	-	-	-	-	(6,209)
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>122,619</b>	<b>124,866</b>	<b>(95,954)</b>	<b>27,069</b>	<b>27,069</b>	<b>(218,134)</b>	<b>(245,203)</b>	<b>112%</b>	<b>(95,954)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		1,629	-	-	303	303	-	303	#DIV/0!	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(29,557)	-	-	(1,188)	(1,188)	-	1,188	#DIV/0!	-
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(27,929)</b>	<b>-</b>	<b>-</b>	<b>(885)</b>	<b>(885)</b>	<b>-</b>	<b>885</b>	<b>#DIV/0!</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/financing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		151	-	-	(29)	(29)	-	(29)	#DIV/0!	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>151</b>	<b>-</b>	<b>-</b>	<b>(29)</b>	<b>(29)</b>	<b>-</b>	<b>29</b>	<b>#DIV/0!</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>94,840</b>	<b>124,866</b>	<b>(95,954)</b>	<b>26,155</b>	<b>26,155</b>	<b>(218,134)</b>			<b>(95,954)</b>
Cash/cash equivalents at beginning:		583	(2,052)	(2,052)		1,355	(2,052)			1,355
Cash/cash equivalents at month/year end:		95,424	122,834	(98,006)		27,510	(220,188)			(94,599)

## 2.2 Supporting Documents

### 2.2.1 Debtors' Age Analysis

EG102 Blue Crane Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	HT Code	Budget Year 2022/23										Actual Bank Debts Written Off against Debtors	Impairment - Bad Debts L1 & Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 DYS-1 Yr	Over 1Yr	Total	Total over 90 days		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	777	720	708	681	605	655	2,983	56,075	63,265	51,059	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2,270	1,557	1,079	816	715	756	3,475	22,421	33,019	28,182	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	497	386	321	250	257	249	8,259	28,375	38,624	37,441	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	1,377	1,296	1,236	1,210	1,198	1,184	5,327	78,577	86,630	82,897	-	-
Receivables from Exchange Transactions - Waste Management	1600	1,004	951	919	908	896	886	4,066	52,291	61,624	59,049	-	-
Receivables from Exchange Transactions - Property Rates Debtors	1700	-	-	-	-	-	-	-	1,585	1,585	1,585	-	-
Interest on Annual Debt Accounts	1810	977	985	958	945	930	924	4,382	83,544	93,628	91,730	-	-
Recoverable unauthorised, irregular, null and void expenditure	1920	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	12	11	32	2	7	-	40	583	686	622	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>6,914</b>	<b>5,866</b>	<b>5,182</b>	<b>4,867</b>	<b>4,661</b>	<b>4,654</b>	<b>28,741</b>	<b>324,452</b>	<b>385,337</b>	<b>367,375</b>	<b>-</b>	<b>-</b>
<b>2022/23 - totals only</b>		<b>7,519</b>	<b>6,070</b>	<b>5,158</b>	<b>4,869</b>	<b>4,738</b>	<b>4,754</b>	<b>23,424</b>	<b>326,144</b>	<b>367,838</b>	<b>341,911</b>	<b>-</b>	<b>-</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	438	342	365	322	277	317	7,566	22,517	32,554	31,419	-	-
Commercial	2300	1,420	1,034	434	321	288	293	1,916	13,751	16,453	15,565	-	-
Households	2400	5,056	4,490	4,393	4,224	4,096	4,048	18,839	288,183	333,330	319,391	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>6,914</b>	<b>5,866</b>	<b>5,182</b>	<b>4,867</b>	<b>4,661</b>	<b>4,654</b>	<b>28,741</b>	<b>324,452</b>	<b>385,337</b>	<b>367,375</b>	<b>-</b>	<b>-</b>

The total debt that is owed to the municipality as at third quarter 2023 amounts to R 367 375 000.

The total breakdown of the total debt is as follows:

Debtors Age Analysis by Customer Group	Amount	Comment
Organ of State	R 31,419,000.00	
Commercial	R 16,565,000.00	
Household	R 319,391,000.00	
Other	R -	
<b>Total</b>	<b>R 367,375,000.00</b>	

## 2.2.2 Creditors Age Analysis

Creditor Code	Creditor Name	Due Period	Doc Date				P/O Reference	Doc Period	Net Amount	Balance	VAT Amount	Unclaim VAT
			0days	30days	60days	90days						
Company Total	272133164.4	Current	2566671.94	12074788.75	8352596.19	3471814.54	245667292.9	272133164.4				
Company VAT Total	28765907.14											
Company Unclaimable VAT Total	-8718.67											
Company Claimable VAT Total	28774625.81											
							Total	272133164.4		29179287.87	-8718.67	
<b>TOTAL BALANCES</b>												
GL CREDITORS CONTROL	-279559796.8											
TOTAL AGEING	272133164.4											

The total debt that the municipality owes its creators is an amount of R272 133 164.4 000 as at third quarter 2023.



### 2.2.3 Investment Portfolio Analysis

NW393 Mmusa - Supporting Table SC5 Monthly Budget Statement - Investment portfolio - Q3 Third Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed Interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realized	Partial / Pre-emptive Withdrawal (4)	Investment Top Up	Closing Balance
R in thousands		Yrs/3mths												
Municipality														-
Municipality sub-total										-	-	-	-	-
Entities														-
Entities sub-total														-
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>													

The Municipality has 2 call accounts (MIG, HUMAN SETTLEMENT) with First National Bank and as on third MIG had balance of R19 940 656.81 and Human Settlement Account with a balance of R5 352 634.74 and they had a combined balance of R25 293 291.55.

### 2.24 Transfers and Grants Receipts

NW393 Mamusa - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q3 Third Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		205	1,651	1,651	1,722	284	-	284	#DIV/0!	1,651
Expanded Public Works Programme Integrated Grant		-	(1,449)	(1,449)	-	-	-	-	-	(1,449)
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant		3,100	3,100	3,100	1,722	284	-	284	#DIV/0!	3,100
Municipal Infrastructure Grant		(2,895)	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	1,553	1,553	(600)	(843)	-	(843)	#DIV/0!	1,553
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	205	3,204	3,204	1,122	(569)	-	(569)	#DIV/0!	3,204
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		8,590	23,410	23,410	(5,585)	(6,360)	-	(6,360)	#DIV/0!	23,410
Neighbourhood Development Partnership Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		8,590	17,342	17,342	(1,482)	(2,257)	-	(2,257)	#DIV/0!	17,342
Integrated National Electrification Programme Grant		0	6,068	6,068	(4,103)	(4,103)	-	(4,103)	#DIV/0!	6,068
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	0.0%	-
<b>Total Capital Transfers and Grants</b>	5	8,590	23,410	23,410	(5,585)	(6,360)	-	(6,360)	#DIV/0!	23,410
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	8,795	26,614	26,614	(4,463)	(6,920)	-	(6,920)	#DIV/0!	26,614

Below is the budget analysis explanation for the revenue stream:

**Property rates**

PROPERTY RATES						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 19,055,398.00	R 1,532,000.00	R 12,116,000.00	R 6,939,398.00	R 6,939,398.00	8%	64%

The total billed to date actual against the budget for property rates is 64% at the end of March 2023.

**Service charges**

SERVICE CHARGES ELECTRICITY						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 47,502,801.00	R 5,482,000.00	R 22,640,000.00	R 24,862,801.00	R 24,862,801.00	12%	48%
SERVICE CHARGES WATER						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 11,023,000.00	R 1,684,000.00	R 5,300,000.00	R 5,723,000.00	R 5,723,000.00	15%	48%
SERVICE CHARGES SANITATION						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 19,159,219.00	R 2,669,000.00	R 8,907,000.00	R 10,252,219.00	R 10,252,219.00	14%	46%
SERVICE CHARGES REFUSE						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 12,995,042.00	R 2,016,000.00	R 6,693,000.00	R 6,302,042.00	R 6,302,042.00	16%	52%

The total billed to date actual against the budget for service charges is 48% at the end of March 2023.

**Rentals of facilities and equipment's**

RENTAL OF EQUIPMENT						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 881,000.00	R 169,000.00	R 512,000.00	R 369,000.00	R 369,000.00	19%	58%

The total actual received for the month of March 2023 for rentals on facilities received was 58%.

**Interest earned on external investments and outstanding debtors**

INTEREST ON EXTERNAL INVESTMENT						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 403,087.00	R 84,000.00	R 127,000.00	R 276,087.00	R 276,087.00	21%	32%

INTEREST ON OUTSTANDING DEBTORS						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 8,715,532.00	R 2,919,000.00	R 8,591,000.00	R 124,532.00	R 124,532.00	33%	99%

The total actual received for the month of March 2023 for interest was 32%.

**Fines penalties and forfeits**

FINES & PENALTIES						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 251,520.00	R 28,000.00	R 81,000.00	R 170,520.00	R 170,520.00	11%	32%

The total actual received for the month of March 2023 for fines penalties and forfeits was 32%.

**License and permits**

LICENSE & PERMITS						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 2,200,800.00	R 109,000.00	R 439,000.00	R 1,761,800.00	R 1,761,800.00	5%	20%

The total actual received for the month of March 2023 for license and permits was 20%.

**3.1.2 Operating Expenditure**

Below is the budget analysis explanation for the expenditure stream:

**Employee cost and Remuneration of councillors**

EMPLOYEE RELATED COST						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 84,635,000.00	R 29,112,000.00	R 62,664,000.00	R 55,523,000.00	R 55,523,000.00	34%	74%
COUNCILLORS REMUNERATION						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 7,363,000.00	R 2,158,000.00	R 5,051,000.00	R 5,205,000.00	R 5,205,000.00	29%	69%

The total actual percentage spent to date against the budget for employee costs is 74% and councillors' remuneration stand at 69%.

### Bulk purchases

BULK PURCHASES						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 38,137,000.00	R 2,955,000.00	R 18,521,000.00	R 35,182,000.00	R 35,182,000.00	8%	49%

The total amount paid to Eskom of the actual paid to date against the total budgeted amount stands at 49%.

### Contracted services

CONTRACTED SERVICES						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 31,957,000.00	R 8,533,000.00	R 20,122,000.00	R 23,424,000.00	R 23,424,000.00	27%	63%

The total actual percentage spent to date against the budget for contracted services is 63%

### Finance charges

FINANCE CHARGES/(INTEREST PAID)						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 13,104,000.00	R 3,468,000.00	R 10,673,000.00	R 9,636,000.00	R 9,636,000.00	26%	81%

The total actual percentage spent to date against the budget for finance charges is 81%

### Other Materials

OTHER MATERIALS						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 3,885,000.00	R 1,101,000.00	R 1,497,000.00	R 2,784,000.00	R 2,784,000.00	28%	39%

The total actual percentage spent to date against the budget for other materials is 39%

### Other Expenditure

OTHER EXPENDITURE						
Budget	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage
R 15,819,000.00	R 3,320,000.00	R 7,921,000.00	R 7,898,000.00	R 7,898,000.00	21%	50%

The total actual percentage spent to date against the budget for other expenditure is 50%

### Grants

Line item	Original Budget	Year to date actual	Variance
MIG	R 16,351,000.00	R 13,461,223.16	R 2,889,776.84
INEP	R 18,190,000.00	R 12,405,923.59	R 5,784,076.41
EPWP	R 1,323,000.00	R 1,391,333.90	-R 68,333.90
FMG	R 3,100,000.00	R 3,325,129.94	-R 225,129.94
LIBRARY	R 1,482,000.00	R 904,567.66	R 577,432.34
TOTALS	R 40,446,000.00	R 54,175,000.00	R 2,889,776.84

The total spent on MIG is 82%, INEP is 68%, EPWP is 105%, FMG is 107%, Library Grant is 61%

### Virements

There were no virements as of 31 MARCH 2023.

## PART 3: REVENUE REPORTS

### Councillors' In Arrears

In terms of the CODE OF CONDUCT FOR COUNCILLORS [As per Schedule 1 amended by ss. 45 and 46 of Act 52 of 2002 and by ss. 20 and 21 of Act 19 of 2008

**A councillor may not be in arrears to the municipality for rates and service charges for a period longer than 3 months**

Name Of Councilor	Acc No	Political Party	Total Balance Due March 2023	Total Credit Balance March 2023	Total Current Councilor Debt
CHELECHELE S.M	9570369701		R25 814.67		
KOCK ISAAC	5000014851		R1 257.97		
BATSI D.K	9360153800		R34 065.99		
TLHOLE TUMISO	5000005205		R1 777.99		
MOTLAPELE LESEGO	9250042300		R6 001.23		
MASILO NOBAKHE	9750546000		R5 184.44		
KENENYANG TSHEPO	9510309301		R5 283.00		
OLEBENG MOGOROSI	5000013442		R0.00		
KGOSITHATA CHUBISI	9910795001		R3 256.84		
SAREL SRTYDOM	5000009219			R35.58	
ESME VENTER	5000015476		R826.03		
MVALA N.Y	9320117100		R70 569.00		
SEDISHO T.V	9890686400		R18 778.36		
MODISE N.E	1010966200		R6 130.32		
MASILO J.K	9740530400		R18 304.83		
<b>Total</b>			<b>R197 250.67</b>	<b>R35.58</b>	<b>R197 286.25</b>

### Staff Debts

In accordance with the LOCAL GOVERNMENT MUNICIPAL SYSTEMS ACT, 2000, SCHEDULE 2 CODE OF CONDUCT FOR MUNICIPAL STAFF MEMBERS, PARAGRAPH 10.

A staff member of a municipality may not be in arrears to the municipality for rates and service charges for a period longer than 3 months, and a municipality may deduct any outstanding amounts from a staff member's salary after this period.

A staff member of a municipality may not be in arrears to the municipality for rates and service charges for a period longer than 3 months, and a municipality may deduct any outstanding amounts from a staff member's salary after this period.

### STAFF DEBT AS AT MARCH 2023

1. No report for municipal deduction list balances due for municipal services due to expenditure not capturing the money deducted for municipal services
2. This was verified by the Revenue Manager of Mamusa Local Municipality.

### BILLING V/S COLLECTION



The following table indicates payment rate per month.

Month	2022/2023
July	19.02%
August	60.07%
September	69.59%
October	68.23%
November	72.29%
December	47.06%
January	55.16%
February	52.30%
March	41.56%
April	
May	
July	

**Bank reconciliation:**

Bank Reconciliation as at March 2023

Cash book balance	R 1 295 346.44
Bank Statement Balance:	-R 9 641 485.38

**PART 4 – EXPENDITURE REPORTS THIS IS FOR MARCH 2023**

Section 65 of the MFMA states:

**65. Expenditure Management**

(2) The accounting officer of a municipality must take all reasonable steps to ensure –

e) that all money owing by the municipality be paid within 30 days of receiving the relevant invoice or statement, unless prescribed otherwise for certain categories of expenditure.

f) that the municipality complies with its tax, levy, duty, pension, medical aid, audit fees and other statutory commitments;

h) that the municipality's available working capital is managed effectively and economically in terms of the prescribed cash management and investment framework.

**PART 5 – SUPPLY CHAIN MANAGEMENT REPORT**

**LEGISLATIVE REQUIREMENTS**



The Municipal Finance Management Act (No. 56 of 2003), requires that the resources of the municipality be used effectively, efficiently and economically. Circular No. 62 of the MFMA aims to enhance compliance, improve accountability and transparency, update measures required to combat fraud, promotes transparency in supply chain management practices in municipalities as required by regulation 2.1(b) of the Municipal Supply Chain Management Regulations.

After closure of any advertised competitive bid, municipalities and municipal entities must, further to information to be published in terms of section 75 of the MFMA, publish on their websites, the reference number of the bid, the description of the goods, services or infrastructure project, names of all bidders, the B-BBEE status level of contribution of all bidders, where applicable, the local content percentages of the goods offered and where practical, total price of the bids, by all bidders that submitted bids in relation to that particular advertisement. Copies should be made available at municipal offices and libraries

**Irregular expenditure is defined in section 1 of the MFMA as follows:**

"irregular expenditure", in relation to a municipality or municipal entity, means—

- (a) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of this Act, and which has not been condoned in terms of section 170;
- b) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the Municipal Systems Act, and which has not been condoned in terms of that Act;
- (c) expenditure incurred by a municipality in contravention of, or that is not in accordance with, a requirement of the Public Office-Bearers Act, 1998 (Act No. 20 of 1998); or
- (d) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the supply chain management policy of the municipality or entity or any of the municipality's by-laws giving effect to such policy, and which has not been condoned in terms of such policy or by-law, but excludes expenditure by a municipality which falls within the definition of "unauthorized expenditure".

In this context 'expenditure' refers to any use of municipal funds that is in contravention of the following legislation:

- Municipal Finance Management Act, Act 56 of 2003, and its regulations;
- Municipal Systems Act, Act 32 of 2000, and its regulations;
- Public Office-Bearers Act, Act 20 of 1998, and its regulations; and
- The municipality's supply chain management policy, and any by-laws giving effect to that policy

Although a transaction or an event may trigger irregular expenditure, a municipality or municipal entity will only identify irregular expenditure when a payment is made, in other words, the recognition of irregular expenditure will be

linked to a financial transaction. If the possibility of irregular expenditure is determined prior to a payment being made, the transgression shall be regarded as a matter of non-compliance.

### **Fruitless and wasteful expenditure**

Fruitless and wasteful expenditure is defined in section 1 of the MFMA as follows:

“fruitless and wasteful expenditure” means expenditure that was made in vain and would have been avoided had reasonable care been exercised.

The concept of fruitless and wasteful expenditure is founded on public administration and accountability principles, to promote “efficient, economic and effective use of resources and the attainment of value for money”. The idea is also founded on the fact that the council, the mayor and the accounting officer have a fiduciary responsibility to ensure that municipal resources are used in the best interests of the municipality and the local community.

In this context ‘expenditure’ refers broadly to processes that must be followed, transactions with service providers or suppliers and the use of other resources belonging to the municipality. The phrase ‘made in vain’ indicates that the municipality derived no value for Unauthorized, Irregular, Fruitless and Wasteful Expenditure money from the expenditure or the use of other resources. Fruitless and wasteful expenditure must fulfil both the conditions in the definition, namely, that it was made in vain and it would have been avoided had reasonable care been exercised.

### **Ratification of minor breaches of the procurement process**

In terms of regulation 36(1)(b) of the Municipal Supply Chain Management Regulations, the supply chain policy of a municipality may allow the accounting officer to ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely technical in nature. Where a municipality’s supply chain management policy does not include this provision the accounting officer cannot exercise this ratification power. It is important to note that the accounting officer can only rely on this provision if the official or committee who committed the breach had the delegated authority to perform the function in terms of the municipality’s adopted System of Delegations, which must be consistent with the MFMA and its regulations.

Note that the accounting officer may only ratify a breach of process, and not the irregular expenditure itself, which means that the ‘irregular’ expenditure will still remain irregular. The responsibility to ratify the actual irregular expenditure vests with the Council and processes to deal with such matters are outlined in section 32(2) of the MFMA read together with Regulation 74 of the MBRR.

All breaches of a municipality's SCM policy will result in irregular expenditure, in the event that expenditure is incurred; the monetary value of this irregular expenditure is not relevant. The issue of whether the breach is minor or material relates to the nature of the breach and the intent of those responsible for the breach; not to the monetary value thereof.

In terms of regulation 36 of the SCM Regulations, the accounting officer is responsible for deciding whether a particular breach of procurement processes is minor or material. In exercising this discretion, the accounting officer must be guided by:

- a) the specific nature of the breach: is it simply technical in nature, not impacting in any significant way on the essential fairness, equity, transparency, competitiveness or cost effectiveness of the procurement process?
- b) the circumstance surrounding the breach: are the circumstances justifiable or, at least, excusable?
- c) the intent of those responsible for the breach: were they acting in good faith?
- d) the financial implication as a result of the breach: what was the extent of the loss or benefit?

The accounting officer would have to consider the merits of each breach of the procurement processes and take a decision as to whether it should be classified as a minor or material breach.

### **Unauthorized, Irregular, Fruitless and Wasteful Expenditure**

Disciplinary charges for irregular expenditure

If the irregular expenditure falls within the ambit of the above description, then the council, mayor or accounting officer (as may be relevant) must institute disciplinary action as follows:

- (i) Financial misconduct in terms of section 171 of the MFMA: in the case of an official that deliberately or negligently:
  - contravened a provision of the MFMA which resulted in irregular expenditure; or
  - made, permitted or authorized an irregular expenditure (due to non-compliance with any of legislation mentioned in the definition of irregular expenditure);
- (ii) Breach of the Code of Conduct for Municipal Staff Members: in the case of an official whose actions in making, permitting or authorizing an irregular expenditure constitute a breach of the Code; and
- (iii) Breach of the Code of Conduct for Councillors: in the case of a political office-bearer, whose actions in making, permitting or authorizing an irregular expenditure constitute a breach of the Code. This would also include instances where a councillor knowingly voted in favor or agreed with a resolution before council that contravened legislation resulting in irregular expenditure when implemented, or where the political office-bearer improperly interfered in the management or administration of the municipality.

### **Additional Reports Annexure Supply Chain Management (Deviations)**

#### **Supply Chain Management (Deviations)**

Government Gazette No. 27636 Municipal Supply Chain Management of 30 May 2005 Regulation No. 36(2) as well as the Section 36 of the Mamusa Local Municipality Supply Chain Policy, state as follows.

Deviation from, and ratification of minor breaches of procurement processes

- (a) The accounting officer may –
  - (i) Dispense with the official procurement processes established by this policy and to procure any required goods or services through any convenient process, which may include direct negotiations, but only –
    - (1) In an emergency;

- (2) If such goods or services are produced or available from a single provider only;
  - (3) For the acquisition of special works of art or historical objects where specifications are difficult to compile;
  - (4) Acquisition of animals for zoos and/or nature and game reserves; or
  - (5) In any other exceptional case where it is impractical or impossible to follow the official procurement processes; and
    - (ii) Ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.
- (b) The accounting officer must record the reasons for any deviations in terms of subparagraphs (a)(i) and (ii) of this policy and report them to the next meeting of the council and include as a note to the annual financial statements.
- (c) Subparagraph (b) does not apply to the procurement of goods and services contemplated in paragraph 11.3.1 of this policy.
- Therefore, it is in line with the above policy extract that the Monthly Deviation Reports are submitted for noting.

**Supply Chain Management (SCM Activities)**


- (a) Supply Chain Sub – Regulation 12 (d) (i) & (ii) and council's Supply Chain Management Policy provides for the procurement of goods, works and services estimated in excess of R200 000 (all applicable taxes included) through competitive bidding process and procurement of long-term contracts.

**ANNEXURE A -Unauthorised Expenditure**

BIDS ADVERTISED DURING THE FINANCIAL YEAR OF 2022/2023 THIRD QUARTER				
BID NO	BID DESCRIPTION	DATE ADVERTISED	DATE CLOSED	STATUS
MAM2023-002	Construction of roads and stormwater Infrastructure in Migdol	14-Dec-23	18-Jan-23	Awarded
MAM2023-003	Supply and Installation of Library perimeter fencing	15-Mar-23	31-Mar-23	Awaiting Evaluation
MAM2023-004	Repair of the Roads Infrastructure in the Mamusa Municipal area on 12 Months Contract as and when required	15-Mar-23	31-Mar-23	Awaiting Evaluation
MAM2023-005	Rental of sewer Jet, supply and Installation of pipes and connections on 12 months contract as and when required	15-Mar-23	31-Mar-23	Awaiting Evaluation
MAM2023-006	development ,training services for a period of 36 months as and when required	15-Mar-23	31-Mar-23	Awaiting Evaluation

FORMAL QUOTATION ADVERTISED DURING THE FINANCIAL YEAR OF 2022 / 2023 THIRD QUARTER				
QUOTATION NO	QUOTATION DESCRIPTION	DATE ADVERTISED	DATE CLOSED	STATUS
SCMMAM-23-06	Supply and delivery of Tools and	8-Feb-23	17-Feb-23	Not Awarded
SCMMAM23-07	Supply and delivery of Cleaning	8-Feb-23	17-Feb-23	Not Awarded
SCMMAM23-08	Supply and delivery of stationery on	8-Feb-23	17-Feb-23	Not Awarded
SCMMAM23-09	Supply, Delivery and installation of	8-Feb-23	17-Feb-23	Not Awarded
SCMMAM23-10	Supply and delivery of Laptops	8-Feb-23	17-Feb-23	Awarded

**ANNEXURE B - Irregular Expenditure**

Client	Mamusa Local Municipality	Prepared By	Samatsatsa Sirwe	
Section	Irregular Expenditure	Signature		
31-Mar-23	2,583,875.78	Reviewed By	Vincent masilo	
		Signature		

Financial Year	Function	AccType	Total Budget	Opening Bal	Total Actual	Remaining Budget
2023	Finance: Finance	E	1,701,153.00	-	2,935,896.94	(1,234,743.94)
2023	Finance: Finance	E	1,159,350.00	-	1,492,864.77	(333,514.77)
2023	Core Function: Police Forces; Traffic and Street Parking Control	E	-	-	4,138.95	(4,138.95)
2023	Electricity: Electricity	E	246,137.00	-	253,759.13	(7,622.13)
2023	Finance: Finance	E	493,206.00	-	500,992.33	(7,786.33)
2023	Waste Water Treatment: Waste Water Treatment	E	1,302,038.00	-	1,494,927.64	(192,889.64)
2023	Water Treatment: Water Treatment	E	769,165.00	-	932,888.62	(163,723.62)
2023	Solid Waste Disposal (Landfill Sites): Solid Waste Disposal (Landfill Sites)	E	-	-	10,738.23	(10,738.23)
2023	Waste Water Treatment: Waste Water Treatment	E	183,287.00	-	195,348.17	(12,061.17)
2023	Waste Water Treatment: Waste Water Treatment	E	249,528.00	-	307,248.21	(57,720.21)
2023	Water Treatment: Water Treatment	E	142,611.00	-	176,105.70	(33,494.70)
2023	Municipal Manager; Town Secretary and Chief Executive: MM Town Secretary and	E	-	-	20,460.00	(20,460.00)
2023	Libraries and Archives: Libraries and Archives	E	20,000.00	-	29,910.00	(9,910.00)
2023	Asset Management: Asset Management	E	-	-	24,086.00	(24,086.00)
2023	Core Function: Solid Waste Removal	E	15,720.00	-	18,000.00	(2,280.00)
2023	Finance: Finance	E	2,628,800.00	-	2,974,774.95	(345,974.95)
2023	Human Resources: Human Resources	E	4,787.00	-	5,211.91	(424.91)
2023	Core Function: Police Forces; Traffic and Street Parking Control	E	44,351.00	-	49,381.40	(5,030.40)
2023	Tourism: Tourism	E	9,989.00	-	13,262.88	(3,273.88)
2023	Solid Waste Disposal (Landfill Sites): Solid Waste Disposal (Landfill Sites)	E	9,307.00	-	18,007.51	(8,700.51)
2023	Mayor and Council: Mayor and Council	E	85,386.00	-	129,635.00	(44,249.00)
2023	Mayor and Council: Mayor and Council	E	532,185.00	-	552,595.44	(20,410.44)
2023	Mayor and Council: Mayor and Council	E	29,360.00	-	33,300.00	(3,940.00)
2023	Mayor and Council: Mayor and Council	E	74,698.00	-	111,400.00	(36,702.00)
						(2,583,875.78)

**ANNEXURE C – FRUITLESS & WASTEFUL EXPENDITURE FOR THE FIRST 8<sup>th</sup> MONTHS OF THE YEAR ENDING MARCH 2023**

Client	Mamusa Local Municipality	Prepared By	Samatsatsa Sirwe		
Section	Irregular Expenditure	Signature			
30-Mar-23	6,804,375.95	Reviewed By	Vincent masilo		
		Signature			

FiscalPeriod	DocumentNo	TranDate	Payee	TranAmt	VATAmt
202301	*EF012627-0001	20230214	Advocate Toka Machabaphala	(248,572.50)	32,422.50
202301	*EF012615-0001	20230207	Edward Letsie Attorneys	(150,510.00)	-
202301	*EF012622-0002	20230214	Edward Letsie Attorneys	(69,676.62)	-
202303	*EF012722-0001	20230413	Edward Letsie Attorneys	(98,048.90)	-
202301	*EF012603-0003	20230125	F AND A CABLES AND TESTING	(56,425.00)	-
202301	*EF012607-0002	20230204	F AND A CABLES AND TESTING	(134,775.45)	-
202303	*EF012718-0001	20230413	F AND A CABLES AND TESTING	(101,555.00)	-
202301	*EF012605-0010	20230125	Fidelity Cash Solutions	(43,288.40)	5,646.35
202301	*EF012632-0001	20230214	FTMG CORPORATE ADVISORY SERVICES	(298,245.03)	38,901.53
202301	*EF012635-0001	20230214	MAHBIMA TRADING AND PROJECTS	(20,700.00)	2,700.00
202301	*EF012617-0001	20230207	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(157,500.00)	-
202301	*EF012621-0001	20230214	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(92,500.00)	-
202303	*EF012717-0001	20230412	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(100,000.00)	-
202301	*EF012629-0001	20230214	MSB CONSULTANCY	(711,422.37)	92,794.22
202302	*EF012670-0001	20230220	MSB CONSULTANCY	(724,801.79)	94,539.36
202301	*EF012620-0001	20230214	PEZA CONSULTING	(350,000.00)	45,652.17
202301	*EF012630-0001	20230214	PEZA CONSULTING	(400,000.00)	52,173.91
202301	*EF012595-0002	20230120	Sage South Africa (Pty) Ltd	(37,289.04)	4,863.79
202302	*EF012673-0003	20230307	Sage South Africa (Pty) Ltd	(151,559.67)	19,768.65
202301	*EF012624-0001	20230214	TENFOLD REPORTING SOLUTIONS	(420,553.00)	-
202301	*EF012634-0001	20230214	TENFOLD REPORTING SOLUTIONS	(320,158.69)	-
202303	*EF012713-0001	20230412	TENFOLD REPORTING SOLUTIONS	(400,000.00)	-
202303	*EF012720-0001	20230413	TT PROPERTY CONSULTANTS	(1,716,794.49)	223,929.72
				(6,804,375.95)	613,392.20



ANNEXURE D – FRUITLESS EXPENDITURE

Client	Mamusa Local Municipality	Prepared By	Samatsatsa Sirwe
Section	Fruitless Expenditure	Financial period	2022-2023
31-Mar-23	3,468,067.96		



Fiscal	Trans Date	Journal No	Remarks	PayDocNo	Amount
2023/01	14/12/2021	'INV0005302 INTEREST	'F AND A CABLES F AND A CABLES	'	3,546.40
2023/01	30/08/2022	'640169178948 INT	'Eskom Holdings SOC Limited ES	'	2,095.20
2023/01	31/08/2022	'FC-71652	'Auditor-General AGSA INT AUG2	'	47,262.10
2023/01	30/09/2022	'FC-72209	'Auditor-General AGSA INTEREST	'	50,267.65
2023/01	30/11/2022	'FC-73299	'Auditor-General AGSA NOV 2022	'	55,500.55
2023/01	20/12/2022	'520550308745 INT	'Eskom Holdings SOC Limited ES	'	46,112.84
2023/01	31/12/2022	'FC-73858	'Auditor-General AGSA DEC2022	'	54,618.26
2023/01	25/01/2023	'000002798	'F AND A CABLES	'	(3,546.40)
2023/01	30/01/2023	'000002862	'SALA PRIOR YEAR ARREAR IN	'	(1,424,784.91)
2023/01	30/01/2023	'000002863	'SALA LPI INTEREST	'	(579,345.95)
2023/01	31/01/2023	' INV0005358	'F AND A CABLES INTEREST ON AR	'EF012607-0001	19,865.45
2023/01	31/01/2023	'FC-74434	'Auditor-General INTEREST JAN2	'	59,443.60
2023/01	31/01/2023	'FEB 2023	'Sala Pension Funds SALA ARREA	'	2,871,810.32
2023/01	31/01/2023	'SALA LPI FEB23	'Sala Pension Funds SALA LATE	'	625,369.68
2023/01	31/01/2023	'000002857	'ESKOM 520269214725	'	(34,360.71)
2023/02	27/07/2021	'902272834530 INT	'Eskom Holdings SOC Limited ES	'	1,676.79
2023/02	11/7/2022	'809553361557	'Eskom Holdings SOC Limited ES	'	2.07
2023/02	31/10/2022	'FC-72755	'Auditor-General AG SA OCTOBER	'	52,450.16
2023/02	22/11/2022	'520020175202 INT	'Eskom Holdings SOC Limited ES	'	55,685.33
2023/02	4/1/2023	'640497818826 INT	'Eskom Holdings SOC Limited ES	'	1,032.21
2023/02	18/01/2023	'INA78814	'Munsoft MUNSOFT FEB2023	'	24,636.88
2023/02	15/02/2023	'64021616155725 INT.	'Eskom Holdings SOC Limited ES	'	1,129.73
2023/02	21/02/2023	'INA79119	'Munsoft MUNSOFT FEB2023	'	28,541.53
2023/02	28/02/2023	'SARS FEB23 INTEREST	'Receiver of Revenue - PAYE (6	'	82,594.53
2023/02	28/02/2023	'FC-75041	'Auditor-General AUDITOR GENER	'	53,687.12
2023/02	28/02/2023	'846420796669 INT	'Eskom Holdings SOC Ltd - Free	'	1,317,149.86
2023/02	28/02/2023	'520132292369 INT	'Eskom Holdings SOC Limited ES	'	15,726.14
2023/02	28/02/2023	'520132292369 INTERES	'Eskom Holdings SOC Limited ES	'	39,901.53
					3,468,067.96

CONTRACT REGISTER AS AT MARCH 2023

APPOINTED BIDDER	APPOINTMENT DATE	CONTRACT START DATE	CONTRACT END DATE	CONTRACT DURATION	CONTRACT STATUS	CONTRACTED VALUE
man Resources - Sage SA PTY LTD		12-Feb-18	28-Feb-19	13	Expired but not Terminated	Not stated on the SL/
counting and Auditing - Munsoft	2-Jul-12	2-Jul-12	30-Jun-2022	36	Extended	Variable
APPOINTED BIDDER	APPOINTMENT DATE	CONTRACT START	CONTRACT END	CONTRACT DURATION	CONTRACT STATUS	CONTRACTED VALUE

		DATE	DATE	ON		
Human Resources - Sage SA PTY LTD		12-Feb-18	28-Feb-19	13	Expired but not Terminated	Not stated on the SLA
Accounting and Auditing - Munsoft	2-Jul-12	2-Jul-12	30-Jun-2022	36	Extended	Variable
Communication - Wireless Association Provider	13-Dec-18	1-Jan-19		month to month	Existing Contract	12,273.36
Land and Buildings - Bamelatswaneng jv Malepane	5-Jun-18	26-Nov-18	26-May-19	6	Expired but not Terminated	6,500,000.00
Electricity - Eskom Holdings					Existing Contract	
Majuba Energy Technologies	4-Feb-20	1-Jul-19	30-Jun-22	36	Existing Contract	20,366,029.21
TT Property	04-Nov-20	04-Nov-20	2025	05 years	Existing Contract	4,488,267.24
Print Management - Cigi Cell PTY LTD	22-Mar-17	20-Mar-17	19-Feb-20	36	Expired but not Terminated	5% of the face value of the bill collected
Blaq M Insurance		1-Jan-18	31-Dec-22	Municipal Building Completion	Expired but not terminated	Not stated
Accounting and Auditing - Maximum Profit Recovery	30-Jan-18	1-Feb-18	31-Mar-23	36	Extended Contract	Variable by 25% of the financial benefit identified by the client
Meter readers - MicroMega Revenue Management Services	1-Jul-89	1-Jul-89			Expired but not Terminated	Variable
Security Services - MSB Consultancy	15-Jan-18	1-Feb-18	31-May-23	36	Reinstated Contract	7,496,002.48
Contour technologies	1-Jul-15	1-Jul-15	30-Jun-18	36	Expired but not Terminated	adhoc variable charges per hour
Fidelity	2-Jul-13	1-Jul-13	30-Jun-16	36	Expired but not Terminated	103,124.88
IT Security Services	28-Jan-20	1-Feb-20	30-Jan-23	36	Early Termination	Variable
Gold Heart Trading	01-Febr-23	01-Feb-23	31-Jan-2026	36	Existing Contract	Variable costs per per copy/meter/page
Neneketsang	03-Jan-23	03-Jan-23	31-Dec-23	12	Existing Contract	Variable cost per item
Farisa Construction	23-Dec-22	23-Dec-22	23-Aug-23	08 Months	Existing Contract	11 893 316.28

## RECOMMENDATION

It is recommended that;

- The finance & Corporate Services Portfolio committee takes note of the Section 52d Report for third quarter ended March 2023 and recommend to council for the approval of the Section 52d Report for third quarter