

2023

Quarterly Budget Statement



MFMA

SECTION 52

Mamusa Local Municipality

Third quarter

	IGET STATEMENT FOR THE THIRD QUARTER ENDING MARCH 2023: ANCIAL YEAR 2022/2023		
	LE OF CONTENTS		
	T 1 – BACKGROUND		E NO.
	Purpose	2	
	egislative Background	2	
	ogiciative background	2	
PAR	T 2 – IN-YEAR REPORT		
2.1.1	Table C1: Quarterly Budget Statement (MBS)		6-7
2.1.2	Table C2: MBS – Financial Performance by (Standard Classification)		8-9
2.1.3	individual chomanice (Nevenue & Experiditure by municipal)		10
2.1.4	Table C4: MBS- Financial Performance (Revenue & Exp)		11-14
2.1.5	Table C6: MBS – Quarterly budget statement		15
2.1.6	Table C7: MBS-Cash flows	16	
2.2	Supporting Documents		17
2.2.1	Debtors' Age Analysis	17	17
2.2.2	Creditors' Age Analysis	17	17
2.2.3	Investment Portfolio Analysis	18	17
2.2.4	Transfers & Grants Received	19	
2.2.5	Expenditure on Councillor & Staff Benefits	20-21	
2.2.6	Budget Analysis	22-26	
PART	3 – REVENUE REPORTS		27-34
•	Councilors in Arrears		
•	Staff members in arrears		
•	Top 50 Debtors		
•	Monthly Payment rate		
•	Credit Control Actions		
PART	4 – EXPENDITURE REPORTS		05.44
	CREDITORS' AGE ANALYSIS		35-41
	5 - SUPPLY CHAIN MANAGEMENT REPORT		42-61
ANNE	XURES		

- Annexure A Unauthorized expenditure
- Annexure B Irregular Expenditure
- Annexure C Fruitless and Wasteful expenditure
- Annexure D Deviations register
- Annexure E Bids awarded
- Annexure F Commitments
- Annexure G Contract register
- Annexure H Store's report
- Annexure I- Statement of Account (Licensing penalties/ arrears)
- Annexure J Staff Compliments

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 GINCA 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 Bu	2021/22				Budget Year	2022/23			
Description	Audited	Original	Adjusted	Quarter 3		VoorTD	YTO	YTD	Full Year
R thousands	Outcome	Budget	Budget	Actuals	YearTD actua	budget	variance	variance	Forecast
Financial Performance	-							%	
Property rates	45.000				100	Ti est a series de la constante de la constant	4		1
Service charges	15,398	1.,,,,,,,	1	, , , , ,	12,116	-	12,116	#DIV/02	19,05
Investment revenue	59,899	1	1		43,541	256	43,285	16997%	90,68
Transfers and subsidies	18	3	1		127	400	(273)	-68%	400
Other own revenue	71,468	72,951	1	17,368	45,698	-	45,698	#DIV/0!	72,95
Total Revenue (excluding capital transfers and	1,717	15,029 197,462	THE RESERVE AND ADDRESS.	7	10,814	(258		-4319%	14,773
contributions)	140,433	197,402	197,862	34,588	112,296	400	111,896	27974%	197,867
Employee costs	75,620	67,559	84,635	29,112	62,654	17,076	45,579	267%	04 (**)
Remuneration of Councilors	6,391	6,044	7,363	2,158	5.051	1,319	1	283%	84,635
Depreciation & asset impairment	31,270	10,051	30,051	-	-	20,000	1		7,363
Finance charges	11,017	3,104	13,104	3,468	10,673	10,000	1 /	796	30,051
Inventory consumed and bulk purchases	42,687	29,015	42,023	4,056	20,019	13,003	1	54%	13,104
Transfers and subsidies	1,586	_	-		_	10,000	1,011	3476	42,023
Other expenditure	57,909	47,408	61,512	11,853	28,042	14,105	i	000	04 540
Total Expenditure	226,480	163,182	238,688	50,646	126,440	75,507	1.5,12.	99%	61,512
Surplus/(Deficit)	(77,981)	34,281	(40,826	I		É	1	67%	238,688
Translers and subsidies - capital (monetary allocations) (National / Provincial and District)	28,846	23,410	23,410	5,585	8,360	(75,197 -	68,963 8,360	-81% #DIV/0!	(48,826 23,410
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporators, Higher Educational Institutions) & Transfers and subsidies - capital (in-hind - all)			MARIANTAN MANAGARAN ANGARAN MANAGARAN MANAGARAN MANAGARAN MANAGARAN MANAGARAN MANAGARAN MANAGARAN MANAGARAN MA	All the same of th		Markette Armitia is na Markette Article Articl	FFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFFF	A de Almert ede qu'y mi (Sel-) es qui ète à campe,	
Surplus (Deficit) after capital transfers & contributions	- (49,135)	57,691	(17,416)	- (10,473)	(5,784)	(75,107)	69,322	-92%	(17,416)
Share of surplus/ (defoit) of associate	_	_	A STATE OF THE STA					editologi	
Surplus/ (Deficit) for the year	(49,135)	57,691	(17,418)	(10,473)	(5,784)	(75,107)	-	And the same of th	-
Capital expenditure & funds sources			,,,,,,	(10,110)	(0,101)	(e-a, 10e)	69,322	-92%	(17,416)
Capital expenditure					Į.		The state of the s	1	
Capital transfers recognised	24,048								-
Borrowing	24,048	23,410	29,708	873	6,807	6,296	512	8%	29,706
Internally generated funds	_	-	-	-	- 1	-	- 1		-
otal sources of capital funds	25	151	1,351	183	183	1,200	(1,017)	-85%	1,351
	24,073	23,561	31,056	1,057	6,991	7,496	(505)	-7%	31,056
inancial position		1		an com					
Total current assets	212,982	26,065	24,772	T-MARKET	250,943				24,772
Total non current assets	458,467	591,557	585,753	allino brada	465,704				585,753
Total current liabilises	342,103	244,306	312,315		393,086				312,315
Total non current liabilities	25,549	26,779	25,779	19	25,549				25,779
Community wealth/Equity	303,796	347,537	272,430	PAN	298,012				272,430
ash flows				1					-,
Net cash from (used) operating	122,619	124,886	(95,954)	27,069	27,069	(010.40.8	40 15 cons		
Net cash from (used) investing	(27,929)		(90,009)	(885)	ž.	(218, 134)	/	112%	(95,954)
Net cash from (used) linancing	151	_ 1	_		(385)	-	885	#DIV/0!	-
ash/cash equivalents at the month/year end	95,424	122,834	(98,006)	(29)	(29) 27,510	(229,186)	29 (247,696)	#DIV/0!	(94,599)
Debtors & creditors analysis	0-30 Days	31-60 Days	61-99 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1	Over 1Yr	Total
ebtors Age Analysis						-	11		
otal By Income Source	6,914	5,866	5,182	4 007	4 004			and de	
reditors Age Analysis	0,014	4,000	0,102	4,867	4,661	4,654	28,741	324,452	385,337
otal Creditors	_	_	-	1	well by man	1	A 24 M	ma Prop Season	
				- 5	- 1	- 1			

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	j	2021/22				Budget Year 20	122/22			
Description	Ref	Audited	Original	Adjusted	Quarter 3	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1	Outcome	Budget	Budget	Actuals	Total decidan	budget	variance	variance	Forecast
Revenue - Functional			-						%	
Governance and administration		85,429	440.400	440.000				1		
Executive and council		93,4423	119,188	119,332	23,372	69,259	144	69,115	4810696	119,3
Finance and administration		05.400	440 400	-		-	-	-		
Internal audit		85,429	119,188	119,332	23,372	69,259	144	69,115	48106%	119,33
Community and public safety		4.5		- 1	-	-	-	-	A STATE OF THE PERSON AS A STATE OF THE PERSON	-
Community and social services		3,057	5,144	5,141	847	1,742	-	1,742	MDIV/0!	5,14
Sport and recreation		1,913	2,501	2,501	682	1,115	-	1,115	#DIV/0!	2,50
Public salety		133	191	191	28	107	-	107	#/DIV/01	15
Housing	1	1,010	2,452	2,452	137	520	-	520	#DIVIO!	2,45
Health		-	- 5	-	-		_	-	and the state of	
		-		- 1	-	- 1	-	-		
Economic and environmental services		27	27	27	1	9	-	9	#DIV/0!	2
Planning and development		27	27	27	- 1	9	-	9	#DIV/0!	2
Road transport		-	-	-	_		- 1	_		
Environmental protection		-	- 1	- 1	- !	- !	-	-		_
Trading services		88,832	95,513	96,769	15,953	49,646	256	49,390	19268%	96,76
Energy sources		52,906	53,592	53,592	9,584	28,745	_	28,745	#DIV/O	53,59;
Water management		11,331	10,766	11,023	1,584	5,300	256	5,044	1968%	11,02
Waste water management	1	14,648	19,159	19,159	2,669	8,907	-	8,907	#DIV/0!	19,15
Waste management	***************************************	9,947	12,995	12,995	2,016	6,693	_ [6,693	#DIV/O!	12,99
Other	4		_	- [-	_	-	0,000	DUTEIO:	12,535
otal Revenue - Functional	2	177,346	220,872	221,272	40,173	120,656	400	120,256	30064%	224 020
xpenditure - Functional						120,000	400	120,238	3000476	221,272
Governance and administration		129,271			1		-	- Annea		
Executive and council			95,996	145,844	30,392	71,392	49,848	21,544	43%	145,844
Finance and administration		8,394	8,165	10,189	3,231	6,979	2,024	4,955	245%	10,189
Internal audit		120,877	87,831	135,655	27,161	64,412	47,823	16,589	35%	135,655
Community and public safety			- 1	-	- 1	-	- 2	- [1	_
Community and social services	No.	10,509	7,692	12,167	3,674	8,070	4,475	3,595	80%	12,167
Sport and recreation	1	3,999	2,104	3,638	947	1,942	1,534	408	27%	3,638
Public saley		194	136	136	27	50	-	50	#DIV/0	136
Housing		6,415	5,453	8,394	2,701	6,078	2,941	3,137	107%	8,394
Health			-	-	- [- 1	- 1	- m		_
			- [-	- [-	- 1	- [_
Economic and environmental services		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	11696	2,758
Road transport	İ	2,034	2,367	3,940	502	1,077	1,572	(495)	-31%	3,940
Environmental protection			-	-	- 1	- **	-	-		_
Trading services		81,020	53,756	71,252	14,933	43,014	17,506	25,508	146%	71,262
Energy sources	and the same of th	44,289	30,389	42,225	4,001	20,786	11,836	8,950	76%	42,225
Water management	The state of the s	10,203	7,933	9,481	3,290	6,990	1,548	5,442	352%	9,481
Waste water management	Total Charles	12,466	6,235	7,671	2,768	5,911	1,436	4,475	312%	7,671
Waste management	a man umain	14,063	9,199	11,885	4,873	9,326	2,686	6,641	247%	11.885
Other		1,382	1,238	2,718	552	1,533	1,480	53	4%	2,718
otal Expenditure - Functional	3	225,480	163,182	238,688	50,646	126,440	75,507	50,934		
urplus/ (Deficit) for the year		(49,135)	57,691	(17,416)	(10,473)	(5,784)	(75,107)	69,322	-92%	238,688

Revenue

The municipality budgeted a total revenue collection of R221 272 000.00 for the current financial year. For the 3^{rd} 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 St	1	2021/22				Budget Year 26				
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD	YTD	CILA	Full Year
R thousands	†		Danger	pooder	rectures.		budget	variance	variance	Forecast
Revenue By Source		-							%	
Property rates		45.000	40.000		ideas (
Service charges - electricity revenue		15,398	19,055	19,055	1,532	12,116	_	12,116	#DIV/O	19,05
Service charges - water revenue		33,852	47,503	47,503	5,482	22,640	_	22,640	#DIV/0!	47,50
Service charges - sanitation revenue		6,131	10,766	11,023	1,684	5,300	256	5,044	1958%	11,02
Service charges - refuse revenue		11,964	19,159	19,159	2,669	8,907		8,907	#DIV/0!	19,15
Rental of facilities and equipment		8,011	12,995	12,995	2,016	6,693	-	6,693	#DIV/0	12,99
Interest earned - external investments		642	575	881	169	512	306	206	67%	88
Interest earned - outstanding debtors		18	3	403	84	127	400	(273)	-6896	400
Dividends received		10,313	9,278	8,716	2,919	8,591	(562)	9,153	-1628%	8,710
Fines, penalties and forfels		600	- 1	- 1	- T	-	- 1	-	-	_
Licences and permis		226	252	252	28	81	-	81	#DIVIO!	251
Agency services		784	2,201	2,201	109	439	-	439	#DIVIO!	2,201
Transfers and subsidies		2,125			-	-	-	-		244
Ofter revenue		71,468	72,951	72,951	17,368	45,698	-	45,698	MDIV/B!	72,951
Gains		2,329	2,724	2,724	527	1,192	- 1	1,192	#OIV/O!	2,724
		(14,704)		-	-	-	-	·		-
Total Revenue (excluding capital transfers and contributions)		148,499	197,462	197,862	34,588	112,296	400	111,896	27974%	197,862
Expenditure By Type			1111					-		
Employee related costs		75,620	67,559	84,635	29,112	62,654	17,075	45,579	267%	04 000
Remuneration of councilors		6,391	6,044	7,363	2,158	5,051	1,319	3,733	283%	84,635
Debt impairment		16,852	13,737	13,737	_	_ [,010	4,100	20370	7,363
Depreciation & asset impairment		31,279	10,051	30,051	_ 9	-	20,000	(20,000)	-100%	13,737
Finance charges		11,017	3,104	13,104	3,468	10,673	10,000	673	7%	30,051
Bulk purchases - electricity		40,358	26,852	38,137	2,955	18,521	11,285	7,236	64%	13,104
Inveniory consumed		2,329	2,163	3,885	1,101	1,497	1,722	(225)	-13%	38,137
Contracted services		26,487	26,132	31,957	8,533	20,122	5,825	14,297		3,885
Transfers and subsidies		1,586	_ [_	-,555	20,122	9,02		245%	31,957
Other expenditure		14,569	7,539	15,819	3,320	7,921	8,280	(359)	402	45 010
Losses		_	-	-	-,	1,000	0,200		-4%	15,819
otal Expenditure	1	226,480	163,182	238,688	50,646	126,448	75,507	50,934	67%	238,688
Surplus/(Deficit)		(77,981)	34,281	(40,826)	(16,059)	(14,144)	(75,107)	60,963	403	
Transfers and subsidies - capital (monetary silocations) (National				The state of the s	(10,000)	(17,143)	(13,101)	00,303	(0)	(40,826
/ Provincial and District)		28,846	23,410	23,410	5,585	8,360	_	8,360	#DIV/0!	07 440
Transfers and subsidies - capital (monetary allocations) (National			All Paris	1		-		0,000	EDIVIO:	23,410
/ Provincial Departmental Agencies, Households, Non-prof.	- 1	dyda) fa	nt selection	al refer	2	200		1	1	
Institutions, Private Enterprises, Public Corporations, Higher		Part Part	No. Section 1	Mercan	-	4		Į.	1	
Educational Institutions)		- 1	- [- [- 1		_	_ =		
Transfers and subsidies - capital (in-kind - all)		- 1	- 1	-	- 1	-	_ 1	- 1		3000
Surplusi(Deficit) after capital transfers & contributions Taxaton		(49,135)	57,691	(17,416)	(10,473)	(5,784)	(75,107)			(17,416)
urplus/(Deficit) after taxation		(49,135)	67 604	147 4461	440 4777		- 1	-		-
Attributable to minorities		(49,133)	57,691	(17,416)	(10,473)	(5,784)	(75,197)	-		(17,416
1-04-10-10-10-10-10-10-10-10-10-10-10-10-10-		(40.435)	E3 enc	-	-	-	-			_
urplus/(Deficit) attributable to municipality		(49,135)	57,691	(17,416)	(10,473)	(5,784)	(75,107)			(17,416)
Share of surplus/ (desci) of associate		-	-)	-	-	-	-		-	
urplusi (Deficit) for the year		(49,135)	57,691	(17,416)	(10,473)	(5,784)	(75,107)			(17,416

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.

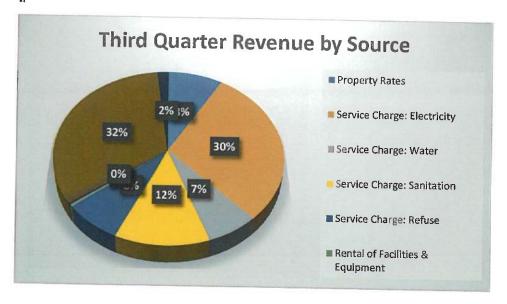
The following is a table and graphs reflecting a summary of revenue items and explanations for year-to-date variances incurred:

TABLE 1 - SCHEDULE C4

	Third Quarter 2023 Monthly	Yea	to date		
Revenue By Source	Actual	Actual	Budget	Variance	%
Property Rates	R 1,532,000.00	R 12,116,000.0			649
Service Charge: Electricity	R 5,482,000.00	R 22,640,000.0		R 22,640,000.00	48%
Service Charge: Water	R 1,684,000.00	R 5,300,000.0	- /	R 5,300,000.00	48%
Service Charge: Sanitation	R 2,669,000.00	R 8,907,000.0	7 7	R 8,907,000.00	
Service Charge: Refuse	R 2,016,000.00	R 6,693,000.0	7 7	R 6,693,000.00	46%
Rental of Facilities &			1, 0,502,000.00	1 0,033,000.00	52%
Equipment	R 169,000.00	R 512,000.0	R 369,000.00	R 512,000.00	FOR
Interest earned in external		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	303,000.00	N 312,000.00	58%
Investment	R 84,000.00	R 127,000.00	R 276,000.00	R 127,000.00	32%
Interest earned on			2.5,000.00	11 127,000.00	52%
outstanding debtors	R 2,919,000.00	R 8,591,000.00	R 687,000.00	R 8,591,000.00	93%
Fings warmalking and first					
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

П



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

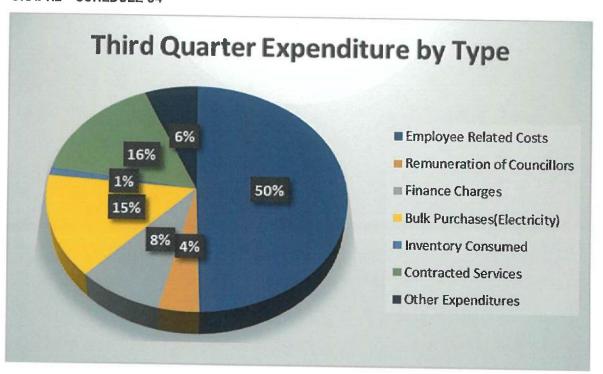
Expenditure by type reflects the operational budget per main type of category.

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

Table 2 - SCHEDULE C4

	Third Quarter 2023 Monthly	Year t	o date		
Expenditure By Type	Actual	Actual	Budget	Variance	%
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



<u>Employee Related Costs/Remuneration of Councillors</u> – 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.

<u>Debt impairment and depreciation</u> — 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.

<u>Finance charges</u> – 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.

<u>Bulk purchases</u> – 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.

<u>Contracted Services</u> – 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 Budge Vote Description	Ref	2021/22				Budget Year 20				
•	and the space	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTO budget	YTD variance	YTD	Full Year
R thousands	1 1						norider	vasance	variance	Forecast
Capital Expenditure - Functional Classification	7		1	Ī						
Governance and administration	4	(18,398)	454			- The state of the				
Executive and council		(10,390)	151	4,351	183	430	4,200	(3,770)	-90%	4,35
Firtance and administration	-	(18,398)	454	-	-	-	-	-		-
Internal audit	and the same of	17.00	151	4,351	183	430	4,290	(3,770)	-90%	4,35
Community and public safety			-	-	-	-	-	-		-
Community and social services		_	-	-	-	-	-	- 1		,-
Sport and recreation		- Industrial	- [-	-	-	-	-		_
Public saley	1	- municipal	- 1	-	-	-	-	- 1		_
Housing	1	- 4	- 11988	-	-	- 199	-	-	-	-
Health		- Henrich	- 1	- 1	-	- "	-	- 4		-
Economic and environmental services	-	22.544	-	-	-	-	-	- 1		_
Planning and development	di di	23,504	14,037	20,724	873	873	6,688	(5,814)	-87%	20,72
Road transport	100			-	-	- 9	-	- 1		_
Environmental protection	-	23,504	14,037	20,724	873	873	6,688	(5,814)	-87%	20,724
Trading services		-		-	-	-	-	-]		_
Energy sources		21,195	9,373	12,681	-	5,934	3,308	2,526	79%	12,681
Water management	1-1	21,195	9,373	12,581	-	4,885	3,308	1,578	48%	12.681
Waste water management	-	-	- 4	-	-	1,047	-	1,047	#DIV/0!	_
Waste management		- 1	- 1	-	- 5	-	-	- 1		_
Other	-	-	- 1	- 1	- 1	- 1	-	- [_
	+	-	-	-	-		-	- 1		_
otal Capital Expenditure - Functional Classification	3	26,301	23,561	37,756	1,057	7,237	14,198	(6,958)	-49%	37,758
unded by:					- Anna Anna Anna Anna Anna Anna Anna Ann					0.11.00
National Government		24,048	23,410	29,706	873	6,807	0.000			
Provincial Government		- 1			013	100,0	6,296	512	8%	29,706
District Municipality		- 190	-		- Literature	- 1	- -	-	_	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		Material (Myth was passing)	eri jerijskim in kalente (de de de jerijski) ere	An I Michigan Physical Artists and a second	Mentalistanina jangpaga	i i manifestativita in pietrologi	The largest manners and	- Interpretation of the state o		
Transfers recognised - capital		24,048	22 040	-	_	- 1	-	-		-
Воложіпа	6		23,410	29,706	873	6,807	6,296	512	8%	29,706
Internally generated funds	0	-	1	-	-	-	-	-		-
otal Capital Funding		25	151	1,351	183	183	1,200	(1,017)	-85%	1,351
- Touring		24,673	23,561	31,056	1,057	6,991	7,496	(505)	-7%	31,056

2.1.7 Table C6: Quarterly Budget Statement – Financial Position

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

111333 Indiana - Lable Co Indikaliy B	ĺ	2021/22			ear 2022/23	
Description	Ref	Audited	Original	Adjusted		Full Year
R thousands	1	Outcome	Budget	Budget	YearTD actual	Forecast
ASSETS	1					
Current assets			Į			
Cash						
Call investment deposits	i	(71,162)	(18,797)	(239,637)		(239,6)
Consumer debtors		72,517	67,915	67,915	168,336	67,91
Other debiors		143,857	(153,429)	67,810	167,585	67,81
		63,054	132,540	132,069	70,045	132,06
Current partion of long-term receivables Inventory		_	- 1	-	- ***	-
Total current assets		4,715	(2,163)	(3,385)	4,715	(3,38
Total Cutters 45560		212,982	26,065	24,772	250,943	24,77
Non current assets			i			
Long-term receivables		-	_		-	
Investments		_	1	_	- Duranti	
Investment property		35,981	142,277	142,277	35,981	142,27
Investments in Associate	1 1	-	_	_	50,501	146,63
Property, plant and equipment		422,229	448,739	442,935	429,466	442,93
Biological		-	_	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	725,400	*** 2,53
Intangible		257	541	541	257	-
Other non-current assets			~ 1	391	201	541
fotal non current assets	to the column state of the	458,467	591,557	585.753	465,704	
TOTAL ASSETS		671,448	617,622	610,524	716,647	585,753
<u> IABILITIES</u>			013,022	010,329 ;	710,047	610,524
Current liabilities	1 1			NA CENTRAL PROPERTY AND ADDRESS OF THE PERSON ADDRESS OF THE PERSON AND ADDRESS OF THE PERSON AN	P01111	
Bank overdrat	1 1			Phoening and a second		
Borrowing	1 1	-	-	-	-	-
Consumer deposits		_	66	66	-	66
Trade and other payables		1,042	(410)	(410)	985	(410
Provisions		328,068	238,583	306,592	379,108	306,592
otal current liabilities		12,993	6,068	6,068	12,993	6,068
		342,103	244,306	312,315	393,086	312,315
lon current liabilities			range of the same		CTTP1) EES	
Borrowing		-	(42)	(42)	_	(42
Provisions		25,549	25,821	25,821	25,549	25,821
otal non current liabilities		25,549	25,779	25,779	25,549	25,779
OTAL LIABILITIES		367,652	270,085	338,094	418,635	338,094
ET ASSETS	2	303,795	347,537	272 420		
OMMUNITY WEALTH/EQUITY		33,100	V11,001	272,430	298,012	272,430
Accumulated Surplus/(Deficit)		000		***************************************	4	
Reserves		299,155	342,896	267,789	293,371	267,789
OTAL COMMUNITY WEALTH/EQUITY		4,641	4,641	4,641	4,641	4,641
THE COMMUNICATION INCIDENTIAL	2	303,796	347,537	272,430	298,012	272,430

2.1.5 Table C7: Quarterly Budget Statement - Cash Flow

	NW393 Mamusa - Table C7	Monthly Budget Stateme	ent - Cash Flow	- Q3 Third Quarter
١		1 1		

		2021/22				Budget Year 2	122/23			
Description	Ref	Audited	Original	Adjusted	Quarter 3	1 1	YearTD	YTD	YTO	Full Year
R thousands		Outcome	Budget	Budget	Actuals	YearTD actual	budget	variance	variance	Forecast
CASH FLOW FROM OPERATING ACTIVITIES	1							The second secon	%	
Receipts										
Properly rates										
Service charges		9,545	223,231	1,991	1,573	1,573	(221,240)	222,812	-101%	1,99
Other revenue	-1	57,955	42.578	42,578	10,630	10,630	-	10,630	MOIV/OI	42,57
Transfers and Subsidies - Operational		1,191	545	545	315	315	-	315	#00//0!	54
Transfers and Subsidies - Capital		71,925	1,553	1,553	17,709	17,709	3,105	14,603	470%	1,553
Interest		34,541	23,410	23,410	4,706	4,705	-	4,706	#DIV/Q!	23,410
Dividends		-	3	403	-	- 1	-	-		403
Payments		-	-	-	-	- 1	-	-		_
Suppliers and employees		40000000	VELOCIO							
Finance charges	-	(52,538)	(180,225)	(160,225)	(7,854)	(7,864)	-	7,864	#DIV/G!	(160,225
Transfers and Grams		- 1	(8,209)	(6,209)	-	- 1	-	-		(6,209
NET CASH FROM/(USED) OPERATING ACTIVITIES	_		-	-	-	-	_	-		-
		122,619	124,886	(95,954)	27,969	27,059	(218,134)	(245,203)	112%	(95,954
CASH FLOWS FROM INVESTING ACTIVITIES							1	į	-	
Receipts			100					i		
Proceeds on disposal of PPE		1,629	-	_	303	303	_	303	#DIV/O	
Decrease (increase) in non-current receivables		-	- Marie and American	- [_	-	_	700	MUNIVIU:	_
Decrease (increase) in non-current investments		-	-	-	_	_	_			_
Payments								- 1		
Capital assats		(29,557)		-	(1,188)	(1,188)	_	1,189	#DIV/0!	
NET CASH FROM/(USED) INVESTING ACTIVITIES		(27,929)	-	-	(885)	(885)	_	885	#DIV/0!	
CASH FLOWS FROM FINANCING ACTIVITIES					1	(000)		00.3	3/D14/0;	<u>-</u>
Receipts				u i	Perchann		- 1	The state of the s		
Short term loans				Fridam.	1			77		
Borrowing long larm/refinancing		_ [- Indirection	- interested	- 1	-	- 7			-
Increase (decrease) in consumer deposits		151	- The state of the	-	- 1	-	-	- [-	-
Payments		121	- 1	- 1	(29)	(29)	- 1	(29)	#DIV/Q!	_
Repayment of borrowing		-	_			-		1		
TET CASH FROW (USED) FINANCING ACTIVITIES		151	-	-		-	-			
					(29)	(29)		29	#DIV/0!	
NET INCREASE/ (DECREASE) IN CASH HELD		94,840	124,886	(95,954)	26,155	26,155	(218,134)			(95,954)
Cash/cash equivalents at beginning:		583	(2,052)	(2,052)		1,355	(2,052)	1		1,355
Cash/cash equivalents at monthlyear and		95,424	122,834	(98,006)		27,510	(229, 186)			(94,599)

2.2 Supporting Documents

Debtors' Age Analysis

EC102 Blue Crane Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description							Berton	H Year 2022/23					
R thousands	HT Code	0-30 Days	31-60 Oays	61-90 Days	91-120 Days	121-150 Dys		181 Dys-1 17	Over TVF	Total	Fotal Onal 50 days	Actual Bad Debts Written Off against Debtors	Impainment - Ba Dabts It o Council Policy
Debitors Agri Analysis By Incoma Source Trade and Other Receivables from Exchange Transactions - Water													+
	1200	ता	720	700	691	8 75	655	2.993	55,075	63,265	61,050	_	
Trade and Other Receivables from Euchange Transactions - Electricity	1300	2,270	1,557	1,099	816	715	756	3,475	22,421	33,619	28,182		-
Receivables from Non-exchange Transactions - Property Races	1430	497	356	321	292	257	269	9.263	28,375		37,441		-
Feedvalles from Endrange Transactions - Waste Water Management	1500	1,377	1,295	1,236	1,213	1,196	1,184	5,327	73,577	66,606	82,697	1	1
Receivables from Exchange Transactions - Wassa Management	1600	1,004	951	919	908	896	888	4,066	\$2,291	61,924	59,049		-
Receivables from Exchange Transactions - Property Reside Debtors Interest on Arreas Debtor Accounts	1700	-	-	~	-	_	_	-	1,585	1,535	1,585		_
	1810	977	965	956	945	936	924	4,382	85,544		95,730		1
Recoverable un suborised, insegular, hulters and warted expenditure. Other	1820	-	-	-	- 1	_	20	-		-	20,100		-
	1900	12	- 11	32	2	7	-	40	583	586	632	1	-
otal By lacome Source	2000	6,914	5,866	5,182	4,867	4,561	4 654	28.741	324.452	305,337	367,375		-
922/23 - totals only		7,519	6,000	5,158	4,880	4,738	4.754	23.424	305,144	361.618	342 941		-
Nebtors Age Analysis By Customer Group								-	900,799	de//die	342,941	-	-
Organs of State	2200	438	342	355	322	277	317	7,986	22 517	32,554	74.400		
Convingingal	2300	1,420	1,034	434	321	285	289	1,916			31,419	-	-
Households	2400	5.056	4.490	4.393	4.224	4,095		10.00	13,751	16,423	15,555	-	-
Other	2500	-	-	7,000	*,66*	4,090 :	4,048	18,839	288,183	333,330	319,391	-	-
otal By Customer Group	2600	6,914	5.868	5,182	4,867	4,661				-			-
		4,7.1	3,000	3,106]	4,047	4,661	4,654	29,741	324,452	385,337	367,375	-	-

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	Amou	nt	Comment
Organ of State	R	31,419,000.00	
Commercial	R	16,565,000.00	
Household	R	319,391,000.00	
Other	R	_	
Total	R	367,375,000.00	

2.2.2 Creditors Age Analysis

Creditor Code	Creditor Name	Due Period	Doc Date	Оос Туре	Doc Number	P/O Reference	Doc Period	Net Amount	Balance	VAT Amount	Unclaim VAT
		Ageing:	Odays	30days	60days	90days	120days	Total			
Company Total	272133164.4	Current	2566671.94	12074788.75	8352596.19	3471814.54	245667292.9	272133164.4			
Company VAT Total	28765907.14		-						l:		
Company Unclaimable VAT Total	-8718.67	24									
Company Claimable VAT Total	28774625.81										
							Total	272133164.4		29179287.87	-8718.
OTAL BALANCES											
L CREDITORS CONTROL	-279559796.8										
OTALAGEING	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

finestinents by materity Mame of institution & levestment to R thousands	Ref	Period of Investment Yestionths	Type of lovestment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of lovestment	Opening belance	Interest to be realised	Partiel / Premature Willedrawal (4)	hivelameni Top Up	Closing Balance
hanicipality														
							The company of the co	and the state of t				er Printer de Gregoria de La Maria de Gregoria de Gregoria de La Gregoria de G		
												- Company		
micipality sub-total										-				-
illes		e antiberpropries de la constitución de la constitu	The state of the s		en III-ye a dale	- Glyp	To an analysis of the second	and the second second			ар самерице ШЭраго (Сром стата	Apple 117th annual page		
ilies sub-total														
TAL DIVESTMENTS AND INTEREST				- 1		1	1			-			-	

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 Month Description		2021/22				Budget Year 2				
•	Ref	Audited Outcome	Originat Budget	Adjusted Budget	Quarter 3 Actuals	YearTD actual	YearTD budget	YTD	YTD variance	Full Year
R thousands							oouget	ASTRAINGE	variance %	Forecast
RECEIPTS:	1,2								78	
Operating Transfers and Grants			Ī					Mindian		
National Government:		205	1,651	4 054						
Expanded Public Works Programme Inlegrated Grant		203	(1,449)	1,651 (1,449),	1,722	284	-	284	#DIV/0!	1,65
Municipal Disaster Relief Grant		_	(1,440)	(1,443)	-	- 1	-	-		(1,44)
Local Government Financial Management Grant		3,100	3,100	2.400		-	-	-		-
Municipal Infrastructure Grant		(2,895)	155500	3,166	1,722	284	-	284	WDIV/O!	3,10
Neighbourhood Development Partnership Grant		(2,090)	- 100			- 1	-	-		-
Provincial Government:			-	-	•		-	-		_
Specify (Add grant description)		-	1,553	1,553	(600)	(843)	-	(843)	#DIV/0!	1,553
Specify (Add grant description)		_	-	-	-	-	-	-		-
District Municipality:				-	-		-	-		-
Other grant providers:				-	-	-	-	-		
Total Operating Transfers and Grants	5	205	7.704	-	-	-	-	-		
Capital Transfers and Grants		AU3	3,204	3,204	1,122	(560)		(560)	#DIV/0!	3,204
Subrem multiples and Chamiz			5							
National Government.		8,590	23,410	23,410	(5,585)	(0.000)	i i			
Neighbourhood Development Partnership Grant		-	-	20,410	(3,363)	(6,360)	-	(6,360)	MANDIN	23,410
Municipal Infrastructure Grant		8,590	17,342	17,342	(1,482)	(2,257)	_		#DIV/0!	
Integrated National Electrification Programme Grant		0	6,068	6,068	(4,103)	(4,103)		(2,257)		17,342
Provincial Government:		-	-	5,500	700	1.7.7.7.7	- 1	(4,103)	#OW/90!	6,068
District Municipality:		- 1	-	-			-	- 1	The state of the s	-
Other grant providers:		-	-		- 4		- 1	-	0.0%	-
otal Capital Transfers and Grants	5	8,590	23,410	23,410	IS EDEN	-			9.0%	_
OTAL RECEIPTS OF TRANSFERS & GRANTS			20,710	WA'AIR	(5,585)	(6,350)		(6,360)	#DIV/0!	23,416
TO THE LINE OF THE PARTY OF THE	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

	PROPERT	Y RATES									
Budget		Monthly Actual	YTD ACT	TUAL	YTD BU	udget	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

Budget		Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	VTD 8 about 5	
R	47,502,801.00	R 5,482,000.00	R 22,640,000.00				YTD Actual Percentage	48
SERVI	CE CHARGES	WATER						
Budget		Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Astrol Description	less to the	
R	11,023,000.00	R 1,684,000.00	R 5,300,000.00			Monthly Actual Percentage	YTD Actual Percentage	
		12.5		3,7 23,000.00	R 5,723,000.00	15%		48
SEDVI	CE CUADCES	CANITATION		3,5 25,000,00	3,725,000.00	15%		48
SERVIO Budget	CE CHARGES			37, 23,000100	3). 20)000.00			48
Budget	DE CHARGES 19,159,219.00	Monthly Actual	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage	YTD Actual Percentage	48
Budget		Monthly Actual	YTD ACTUAL	37, 23,000100	3). 20)000.00			
Budget R		Monthly Actual R 2,669,000.00	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage		
Budget R	19,159,219.00	Monthly Actual R 2,669,000.00	YTD ACTUAL	YTD Budget	Variance	Monthly Actual Percentage		469

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 EQUIPMI	ENT									
Budget		Monthly Actual	YTD ACTUA	T.	YTO Bud	lget	Variance		Monthly Actual Percentage	YTD Actual Percentage	ANI
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

Budget		Monthly Actual	YTD ACTUAL	YTO Bud	dget	Variance	P. Valence	Monthly Actual Percentage	VTD Actual Descentage	200
R	403,087.00	R 84,000.00	R 127,000.0	O R	276,087.00	San	276,087.00	21%	YTD Actual Percentage	32%
MTCDE	ET ON OUTE	AMBING DERTORS								_
THE PERSON NAMED IN		ANDING DEBTORS								
INTERE Budget		Monthly Actual	YTD ACTUAL	YTD Buc	iget	Variance		Monthly Actual Percentage	YTD Actual Percentage	

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		YTO 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	E & 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		The state of the s	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

Budget	THE RESERVE TO SHAPE	Markly Lated	The state of the s	DESCRIPTION OF THE PARTY OF THE					
Dunder		Monthly Actual	YTD ACTUAL	YTD Budget		Variance		Monthly Actual Percentage	YTD Actual Percentage
R	84,635,000.00	R 29,112,000.00	R 62,654,000.00	R	55,523,000.00	R	55,523,000.00		
COUNCILL	ORS REMUNERA	TION							
-	ORS REMUNERA		YTD ACTUAL	VTD Budget		V. J.			
COUNCILL Budget R		Monthly Actual	YTD ACTUAL R 5.051,000.00	YTD Budget	5,205,000,00	Variance	5,205,000.00	Monthly Actual Percentage	YTO Actual Percentage

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

Bulk purchases

BULK PUR	CHASES			-					
Budget		Monthly Actual	YTD ACTUAL	YTD Budget	1171	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	E COUNTY OF	35,182,000.00		49%
									43%

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

Contracted services

CONTRACT	TED 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	THE THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS		The same of the sa
							05/

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

Finance charges

FINANCE CHARGES(IN	EREST PAID)								
Budget	Monthly Actua		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	The second second	9,636,000.00	26%	81%.

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

Other Materials

OTHER MA	TERIALS										
Budget		Monthly A	ctual	YTD ACTU	AL	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	A COLUMN STATE OF THE PARTY OF	2,784,000.00		39%
									41.0 1/00/00	20,0	

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

Other Expenditure

OTHER EX	PENDITURE								
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		A STATE OF THE PARTY OF THE PAR
									30/0

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		13,461,223.16	The second second	ATTACAMENT STATE OF THE PARTY O		
INEP	R	18,190,000.00	R	12,405,923.59				
EPWP	R	1,323,000.00	R	1,391,333.90		68,333.90		
FMG	R	3,100,000.00	R	3,325,129.94				
LIBRARY	R	1,482,000.00	R	904,567.66		577,432.34		
TOTALS	R	40,446,000.00	R	54,175,000.00				

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	7100100	
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		
Total	A ALIGNA		R197 250.67	R35.58	R197 286.25

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 I 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 I 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

Name:Mamusa L.M

Reporting Month: January - March 2023

Collection Rate (R'000)	January			February			March			
	Bifled	Collected	% Collected	Billed	Collected	% Collected	Billed	Collected	% Collected	
Property Rates	516 510.03	468 006.23	90.61%	516 510.03	497 249.29	96.27%	516 510.03	431 567.62	83.55%	
Service Charges - Electricity Conversational	2 524 636.91	R2 381 171,91	94.32%	2 443 492.71	2 313 977.51	94.70%	2 137 902.07	1 780 637,85		
Service Charges - Electricity Prepaid	758 440.00	758 440.00		157 627.00	157 627.00	100.00%	69 999.00	69 999.00	100.00%	
Service Charges - Water	746 540.00	138 173.18	18.51%	745 461.34	172 453.89	23.13%	752 436.08	98 956.07	13.15%	
Service Charges - Sanitation	1 372 790.77	R201 249.10	14.66%	1 372 861.08	R221 423.99	16.13%	1 373 244,43	133 104.37		
Service Charges - Refuse	975 384.39	R122 502.61	12.56%	975 551.79	-R113 977.15	-11.68%	975 719.19	-R92 941.01	-9.53%	
Service Charges - Other										
Totals	6 894 302.10	R4 069 543.03	59.03%	R6 211 503.95	R3 248 754.53	52.30%	R5 825 810.80	R2 421 323.90	41,56%	

TOP 50 DEBTORS AS AT MARCH 2023

ACCOUNT >	ACCOUNT HOLDER NAME	VALUATION	POSTAL ADDRESS I	Laccount	loca forus	1	1			,				
	4 GLOBAL NUT PTY LTD		STRICHER STREET	ACCOUN N	OWNER *				PROPERT T		OUTSTAN 🔻	OUTSTAND -	LAST PAY	LAST PAY
500001467	THE REGIONAL DIRECTOR		DEPARTMENT OF PUBLIC WORK		OWNER	BUSINESS	PLASE HOS		AGRICULTU	-	98 782.94	1961688.62	745 378.83	2021062
	1 MAHUBE PECANNUTS & POMEGRANATE	4116 000,00		ACTIVE	OWNER	GE	MIGDOLTO		00000R	942 660.33	298 648.97	1 241 309.30		
	THE REGIONAL DIRECTOR		PRIVATE BAG X 3	ACTIVE		DOMESTIC	PLASE HN S		AGRICULTU		36 705.50	1021352.41	- 100 000.00	2023012
	MOBILE TELEPHONE N/W .		FINANCIAL DEPARTMENT BTS	ACTIVE	OWNER	GO	IPELEGENG		GOVERNME		68 741,09	920 933,31	- 348 660.00	2022111
	THE REGIONAL DIRECTOR	19 000 000.00			OCCUPIER	DOMESTIC	PLASE HO S		MUNICIPAL		47 861.33	869 271.37	- 4763.88	2023040
	THE REGIONAL DIRECTOR	18 000 000.00		ACTIVE	OWNER	GO	IPELEGENG		GOVERNME		53 266.67	753 549,19	- 368 030.00	2022111
	THE REGIONAL DIRECTOR		DEPT PUBLIC WORKS	ACTIVE	OWNER	GO	IPELEGENG		GOVERNME	681,300,00	52 641.17	733 941.17	- 348 660,00	2022111
	THE REGIONAL DIRECTOR		PRIVATE BAG X 3	ACTIVE	OWNER	GO	IPELEGENG		GOVERNME	585 844,85	47 498.75	633 343.60	- 290 550.00	2022111
1991401010		1300000.00		ACTIVE	OWNER	GO	IPELEGENG	UWARD 4	GOVERNME	572 780.83	46 344.77	619125.60	- 290 550.00	2022111
	THE REGIONAL DIRECTOR	18 000 000,00	THE HOSPITAL MANAGER	ACTIVE	OCCUPIER	DH	PLASE HOS		GOVERNME	590 167.38	24 416.82	614 584.20	- 840 850,57	2023030
	GOOSEN J B	305 000.00		ACTIVE	OWNER	GO	IPELEGENG	P WARD 2	GOVERNME	557 377.75	42 585.24	599 963.99	- 348 660,00	2022111
	THE REGIONAL DIRECTOR	24 500 000,00		ACTIVE	OWNER	BUSINESS	SCHWEIZER	WARD 7	BUSINESS	555 294.07	34 444,20	589 738.27	- 1500.00	2022071
	JOEY FOURIE TRUST .		PRIVATE BAG X 3	ACTIVE	OWNER	PW	PLASE HQ 5	CWARD 7	GOVERNME	469 738.50	17 442.29	487 180.79	- 474 565,00	2022111
	THE REGIONAL DIRECTOR	6 000 000.00		ACTIVE	OWNER	DOMESTIC	SCHWEIZER	WARD 7	DOMESTIC	372 367,90	84 573,93	456 941.83	17.1000.00	2022111
	MULDER H L		PRIVATE BAG K 3	ACTIVE	OWNER	SCHOOLS	PLASE HOS	WARD 7	GOVERNME	431 392.50	16 018.41	447 410.91	- 435 825.00	2022111
	DORPSRAAD,	896 000.00		ACTIVE	OWNER	RESIDENTIA	LISCHWEIZER	WARD 7	DOMESTIC	362 013.43	82 931.78	444 945.21	- 3000.00	2017011
		_	POSBUS 5	ACTIVE	OCCUPIER	DEPARTMEN	ABC	WARDO	MUNICIPAL	399 565.48	39 810.05	439 375.53	30000	2017011
	ITSHUPENG SEKONDERE SKOOL THE REGIONAL DIRECTOR	-	P O BOX 459	ACTIVE	OCCUPIER	SCHOOLS	IPELEGENG	WARD 6	GOVERNME	395 862,33	42 595.39	438 457.72	- 40 000,00	2018112
		11 000 000.00	PRIVATE BAG X 3	ACTIVE	OWNER	GO	PELEGENG		GOVERNME	403 008.67	30 784.19	433 792.86	- 213 070.00	
5000007088			821 SERRAME RIEKERT STREET	ACTIVE	OCCUPIER	DOMESTIC	[PELEGENG]		COCCCR	256 988.25	167 762.24	424 750.49	- 213 070.00	2022111
	LIFT TRUCK SOLUTIONS RICHARDSB	351 000.00	POSBUS 131	ACTIVE	OWNER	BUSINESS	PLASE HN S		AGRICULTUR	374 258.50	48 983.32			
	GHF SUPERMARK & DRANKWINKEL BK	2 800 000.00	POSBUS 135	ACTIVE	OWNER	BUSINESS	SCHWEIZER	WARD 7	DOMESTIC	420 147.51		423 241.82	- 8000.00	2023040
	MAMUSA MUNICIPALITY	1,800,000.00		ACTIVE		BUSINESS	- CONTRACTOR		BUSINESS	331 713.08	436,55	420 584.06	- 150 000.00	2023040
	LEPS TRADE CENTRE	770 (000.00	820 MOTJALE STREET	ACTIVE	OWNER	BUSINESS	IPELEGENG!	MAROZ	DOMESTIC		75 598.76	407 311.84		
	J P JORDAAN TRUST	3 614 000.00	P O BOX 1012	ACTIVE	OWNER	AGRICULTUR	PLASE HN S		AGRICULTUR	272 460.67	102 466.09	374 926.76	- 12 325,11	2013022
5000008873		407 000.00	COMBRINKSTRAAT 4	ACTIVE	OWNER	BUSINESS	SCHWEIZER			352 346.51	12 751.68	365 098.19	45 000,00	2023020
9320112300	MMATHARI EARLY LEARNING CENTRE	110 000.00	NKOPELANGSTRAAT 1123	ACTIVE		DOMESTIC	IPELEGENG !		BUSINESS	255 483.10	93 399.67	348 882.77	1 000.00	20170519
1000000254	KANTOOR.		POSBUS 5	ACTIVE	OCCUPIER	MUNICIPAL	PELEGENG		GOVERNME	205 720.78	142 588.26	348.309.04		
5000015024	HANTO G8		11STRECHER STREET	ACTIVE			COLUMNIA	WARD 1	-	308 419.34	30 881.20	339 300.54		
5000006530	FOURIE D.J	800,000,00	POSTNET SUITE 261	ACTIVE		MUNICIPAL	SCHWEIZER		DOMESTIC	289 598,16	44 737.19	334 335.35	2 000.00	20221223
9410204100	KGOGO MA		2041 MAHOGANY STREET	ACTIVE	OWNER	DOMESTIC	NIRVANA A		AGRICULTUR	322 021.17	6 616.44	328 637.61	- 50:000.00	20230406
9291082100	LEPHOLLETSE T J		SERAME RIEKERT 821	ACTIVE		DOMESTIC		WARD 2	BUSINESS	172 479.46	145 390.85	317 870.31		
5000007656	MAMUSA LOCAL MUNISIPALITEIT		POSBUS S		-	BUSINESS			00000R	184 100.38	109 146,11	293 246.49	10 000.00	20210414
	MAMUSA MUNICIPALITY	600,000,00		ACTIVE		MUNICIPAL	SCHWEIZER		MUNICIPAL	278 285.40	12 985,18	291 270.58		
	MOAMOGA M		HUIS 2072			MUNICIPAL	PLASE HO SC		MUNICIPAL	263 781.60	27 193.11	290 974.71	23 361,77	20220422
	GNADE BJ(BULLETS PUB)		POSBUS 128			DOMESTIC		WARD 2	00000R	149 647.79	134 415.58	284 063.37		
5000004110		1000.00	PU38US 128			BUSINESS	PLASE HN SC		AGRICULTUR	270 685.77	10 935.70	281 621.47	2 000,00	20230117
	DIKOLOMELA D		F741ID 4334				SCHWEIZER I		BUSINESS	216 149.14	61 472.56	277 621.70		
	TPA. KANTOOR		STAND 6324				IPELEGENG L		DOMESTIC	149 225.56	124 143.67	273 369.23		
	THE REGIONAL DIRECTOR		PRIVATE BAG X13				SCHWEIZER F		GOVERNMEN	257 788.37	11 708.57	269 496.94	44 141.78	20221129
1000000181			PRIVATE BAG X120				IPELEGENG U	WARD 5	GOVERNMEN	176 427.73	91 264.53	267 692.26	71270	avecine,
9270065700			POSBUS 5			DEPARTMEN		WARD 0	MUNICIPAL	240 733,50	21,996.16	262 729.76	-	
	THUSO BOTTLE STORE (MARUMO T.)		LEBITSA BOSHOFF 667			DOMESTIC	IPELEGENG P	WARD 4	00000R	149 942 23	109 765.49	259 708.72		
1000000199			387 RATSOTSO STREET			DOMESTIC	IPELEGENG P	WARD 4	BUSINESS	146 795.86	109 478.26	256 274.12		
	THE REGIONAL OFFICES		POSBUS 5			DOMESTIC	ABC	WARDO	MUNICIPAL	208 293.16	43 278.65	251 571.81	-+	
	DORPSKOM PELEGENG 1125039009W		DISTRICT MANAGER		OCCUPIER (GO	SCHWEIZER (WARD 7	DOMESTIC	230 409.45	19 819.85	250 229.30	13 984.19	20220422
	THE REGIONAL DIRECTOR		POSBUS 5		OWNER I	DOMESTIC	IPELEGENG P		MUNICIPAL	191 221.23	55 471.84	246 693.07	13 704.19	20220422
			PRIVATE BAG X120		OWNER (GO .	SCHWEIZER I		GOVERNMEN	233 972.05	11 702.08	245 674.13	9201.59	200000
5000014822			13 SCHWEIZER STREET	ACTIVE	OWNER I		SCHWEIZER I		DOMESTIC	227 406.06	17 894.74	245 874.13 -		20220720
	GABADISE M L		6B STREICHER STREET	ACTIVE			SCHWEIZER		MUNICIPAL	234 596.72	4 246.34		4535.89	20190930
	EHIHI (RDP) M	70 000 00	STAND 4840	ACTIVE .			PELEGENG L		DOCCOOR	130 877.12	100 511.84	238 843.06 -	860,00	20190429
	THE REGIONAL DIRECTOR		DEPT OF PUBLIC WORKS	ACTIVE			SCHWEIZER (GOVERNMEN	205 618.81				
	AVRATRIM PTY LTD	3 515 000.00	MASSOUWSTRAAT 1		$\overline{}$	RESIDENTIAL		WARD 7	DOMESTIC	203 705.21	25 340.39	230 959.20 -	580.30	20220720
5000009235	VAMUSA RESTUARANT & GASTEHUIS	3 600 000.00						WARD 7	BUSINESS	222 937.62	25 948.49	229 653.70		
	MARUMO T M & T J	440 000.00					PELEGENG L		00000R		5 327.25	228 264.87	12 500.00	20230406
	MECHANIC TRAINING CENTRE L	665 000.00					SCHWEIZER			141 980.08	85 914.23	227 894.31		
5000015133 \							SCHWEIZER 1		BUSINESS	185 900.87	41.897.84	227 798.71 -	10 000.00	20161121
9740535800 F	MARITSHI M						PELEGENG L		DOMESTIC	209 801.39	15 234.60	225 035.99 -	13 371.93	20210212
TATO		208 492 000.00			A PERSON L	ACIMES HE	ITELEUTNG L	WARD 5	00000R	197 141.17	25 225.74	222,365,91		
										21 409 872 29	3 340 026.54	24 749 898.83		

The payment rate for the month is

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;

- If such goods or services are produced or available from a single provider (2)only;
- For the acquisition of special works of art or historical objects where (3)specifications are difficult to compile:

Acquisition of animals for zoos and/or nature and game reserves, or (4)

- In any other exceptional case where it is impractical or impossible to follow the official (5)procurement processes; and
 - 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
- The accounting officer must record the reasons for any deviations in terms of subparagraphs (a)(i) and (ii) of (b) this policy and report them to the next meeting of the council and include as a note to the annual financial statements.
- Subparagraph (b) does not apply to the procurement of goods and services contemplated in paragraph (c) 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)

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

BIDNO	BID DESCRIPTION	DATE ADVERTISED	DATE CLOSED	STATUS
MAM2023-002	Construction of roads and stormwate r Infrastructure in Migdol	14-Dec-23	18-Jan-23	Awarded
MAM2023-003	Supply and Insatallation of Library perimeter fencing	15-Mar-23		Awaitng Evaluation
MAM2023-004	Repair of the Roads Infrastructure in the Mamusa Muncipal area on 12 Months Contarct as and when required	15-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		
MAM2023-006	development ,training services for a period of 36 months as and when required	15-Mar-23		Awaiting Evaluation Awaiting Evaluation

FORMAL QUOTATION ADVERTISED DURING THE FINANCIAL YEAR OF 2022 / 2023 THIRD QUARTER

		DATE ADVERTISED	DATE CLOSED	STATUS
	Supply and delivery of Tools and	8-Feb-23		Not Awarded
	Supply and delivery of Cleaning	8-Feb-23		Not Awarded
	Supply and delivery of stationery on	8-Feb-23		Not Awarded
	Supply, Delivery and installation of	8-Feb-23		Not Awarded
SCMMAM23-10	Supply and delivery of Laptops	8-Feb-23		

27

ANNEXURE B - Irregular Expenditure

Client	Mamusa Local Municipality	Prepared By	Samatsatsa Sirwe	T		
Section	Irregular Expenditure	Signature	Samarsarsa Shwa	AND AND AND A	S. Militade Maria	
31-Mar-23	2,583,875,78	-	Vincent masilo	1	本限。	
	5,503,613.76	Signature	читсент птакио		78.3	
		Selective		- 7º S	75°	
FinancialYear	Prince Management of the Control of					
	Finance: Finance	AccType	TotalBudget	OpeningBal	TotalActual	RemainingBudge
	Finance:Finance	E	1,701,153.00		2,935,896.94	(1,234,743.94
		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
	Electricity:Electricity Finance:Finance	E	246,137.00	-	253,759,13	(7,622.13
		E	493,206.00	_	500,992,33	(7,786,33
	Waste Water Treatment: Waste Water Treatment	E	1,302,038.00		1,494,927.64	(192,889.64
	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
	Waste Water Treatment: Waste Water Treatment	E	183,287.00		195,348.17	(12,061.17
	Waste Water Treatment: Waste Water Treatment	E	249,528.00	-	307,248,21	(57,720.21
	Water Treatment: WaterTreatment	E	142,611.00	-	176,105.70	(33,494,70
2023	Municipal Manager; Town Secretary and Chief Executive: MM Town Secretary an	E	-	-	20,460.00	(20,460.00)
	Libraries and Archives:Libraries and Archives	Ē	20,000.00	_	29,910.00	(9,910,00)
	Asset Management: Asset Management	E	-	-	24,086.00	(24,086.00)
	Core Function:Solid Waste Removal	£	15,720.00	-	18,000.00	(2,280.00)
	Finance:Finance	E	2,628,800.00	-	2,974,774.95	(345,974.95)
	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)
	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)
			7		22,700,00	(2,583,875.78)

ANNEXURE C - FRUITLESS & WASTEFUL EXPENDITURE FOR THE FIRST 8th MONTHS OF THE YEAR ENDIND MARCH 2023

Client	Mamusa Local Municipality	Prepared By	Samatsatsa Sirwe		
Section	Irregular Expenditure	Signature		AND THE PARTY OF T	CIPA
30-Mar-23	6,804,375.95	Reviewed By	Vincent masilo	* The state of the	and the same of th
		Signature		- 25	
				7	34"
	DocumentNo	TranDate	Payee	TranAmt	VATAmt
	'EF012627-0001	20230214	Advocate Toka Machabaphala	(248,572,50)	32,422,50
	'EF012615-0001	20230207	Edward Letsie Attorneys	(150,510,00)	32,422.50
	'EF012622-0002		Edward Letsie Attorneys	(69,676,62)	
	'EF012722-0001	20230413	Edward Letsie Attorneys	(98,048.90)	
	'EF012603-0003		F AND A CABLES AND TESTING	(56,425.00)	*
	'EF012607-0002	20230204	F AND A CABLES AND TESTING	(134,775.45)	-
	'EF012718-0001		F AND A CABLES AND TESTING	(101,555.00)	
	'EF012605-0010		Fidelity Cash Solutions	(43,288.40)	
	'EF012632-0001		FTMG CORPORATE ADVISORY SERVICES	(298,245.03)	5,646.35
	'EF012635-0001	20230214	MAHBIMA TRADING AND PROJECTS	(20,700.00)	38,901.53
	'EF012617-0001	20230207	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(157,500,00)	2,700.00
	'EF012621-0001	20230214	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(92,500.00)	
	'EF012717-0001	20230412	MATHIBANE MERE ATTORNEYS TRUST ACCOUNT	(100,000,00)	
202301	'EF012629-0001	20230214	MSB CONSULTANCY	(711,422,37)	-
	'EF012670-0001	20230220	MSB CONSULTANCY		92,794.22
	'EF012620-0001		PEZA CONSULTING	(724,801.79)	94,539.36
	'EF012630-0001		PEZA CONSULTING	-	45,652.17
	'EF012595-0002		Sage South Africa (Pty) Ltd	(400,000.00)	52,173.91
202302	'EF012673-0003	20230307	Sage South Africa (Pty) Ltd	(37,289.04)	4,863.79
	'EF012624-0001		TENFOLD REPORTING SOLUTIONS	(151,559.67)	19,768.65
	'EF012634-0001		TENFOLD REPORTING SOLUTIONS	(420,553.00)	
	'EF012713-0001	20230412	TENFOLD REPORTING SOLUTIONS	(320,158.69)	
202303	'EF012720-0001		TT PROPERTY CONSULTANTS	(400,000.00)	-
				(1,716,794,49) (6,804,375,95)	223,929,72 613,392,20

ANNEXURE D - FRUITLESS EXPENDITURE

Client Section	Mamusa Local Municipality Fruitless Expenditure		Samatsatsa Sirwe	A LOCAL MUNICIPAL	
		Financial period	2022-2023	STATE OF THE PARTY	
31-Mar-23	3,468,067.96				
Fiscal	Trans Date	Journal No	Remarks	PayDocNo	Amount
2023/01	14/12/2021	'INVOO05302 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	3	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	1	46,112.84
2023/01	31/12/2022	'FC-73858	'Auditor-General AGSA DEC2022	1	54,618,26
2023/01	25/01/2023	'000002798	'F AND A CABLES		(3,546.40)
2023/01	30/01/2023	1000002862	'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
	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
	31/01/2023	'000002857	'ESKOM 520269214725	1	(34,360.71)
	27/07/2021	'902272834530 INT	'Eskom Holdings SOC Limited ES	• •	1,676,79
2023/02		'809553361557	Eskom Holdings SOC Limited ES		2.07
	31/10/2022	'FC-72755	'Auditor-General AG SA OCTOBER	1	52,450.16
	22/11/2022	'520020175202 INT	'Eskom Holdings SOC Limited ES	r	55,685.33
2023/02		'640497818826 INT	'Eskom Holdings SOC Limited ES	1	1,032.21
	18/01/2023	'INA78814	'Munsoft MUNSOFT FEB2023	1	24,636.88
	15/02/2023	'64021616155725 INT.	'Eskom Holdings SOC Limited ES	1	1,129.73
	21/02/2023	'INA79119	'Munsoft MUNSOFT FEB2023	•	28,541.53
	28/02/2023	'SARS FEB23 INTEREST	'Receiver of Revenue - PAYE (6		82,594.53
	28/02/2023	FC-75041	'Auditor-General AUDITOR GENER	1	53,687.12
	28/02/2023	'846420796669 INT	'Eskom Holdings SOC Ltd - Free	1	1,317,149.86
	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		APPOI ENT D		TS	TART ATE	CONTR ACT END DATE	CONTRAC T DURATIO N	CONTRAC	CT STATUS	CONTRAC	CTED VALUE
man Resources - Sage SA PTY LTC)			12-F	eb-18	28-Feb- 19	13	Expired but Terminated		Not state	ed on the SL/
counting and Auditing - Munsoft			ul-12		!-Jul-12	30-Jun- 2022	36	Extended			Variable
APPOINTED BIDDER		PPOINT MENT DATE	CON	ATTENDED TO	CONT RACT END	CONTR. CT DURAT	CONT	TRACT	CON	TRACTED	

	The Report	DATE	DATE	ON		
			DAIL	ON		
					A CONTRACTOR OF MICH.	
		Į.				
Human Resources - Sage SA PTY LTD			28-Feb-		Expired but not	
LID		12-Feb-18		13	Terminated	Not stated on the SLA
Accounting and Auditing - Munsoft	2-Jul-12	2.7.142	30-Jun-			
Communication - Wireless	Z-Jul-12	2-Jul-12	2022	36	Extended	Variable
Association Provider	13-Dec-18	1-Jan-19		month to		
Land and Buildings -	13 DCC 10	26-Nov-	26-	month	Existing Contract	12,273.36
Bamelatswaneng jv Malepane	5-Jun-18	18	May-19	6	Expired but not Terminated	6 500 000 1
		10	ridy 13	0	reminated	6,500,000.00
Electricity - Eskom Holdings			-		Existing Contract	
			30-Jun-			
Majuba Energy Technologies	4-Feb-20	1-Jul-19	22	36	Existing Contract	20,366,029.21
TT Drawart.		04-Nov-				
TT Property	04-Nov-20	20	2025	05 years	Existing Contract	4,488,267.24
Pi ct Management - Cigi Cell PTY LTD	22.14		19-Feb-		Expired but not	5% of the face value
LID	22-Mar-17	20-Mar-17	20	36	Terminated	of the bill collected
				Municipal		
			31-Dec-	Building Completio	Expired but not	
Blaq M Insurance		1-Jan-18	22	n	terminated	Not stated
						Variable by 25% of
Accounting and Auditing -			31-Mar-			the financial benefit
Maximum Profit Recovery	30-Jan-18	1-Feb-18	23	36	Extended Contract	identified by the client
Meter readers - MicroMega Revenue Management Services					Expired but not	
Security Services - MSB	1-Jul-89	1-Jul-89			Terminated	Variable
Consultancy	15 Jan 10	4 5-1-40	31-			
Constitutely	15-Jan-18	1-Feb-18	May-23	36	Reinstated Contract	7,496,002.48
Contour technologies	1-Jul-15	1 7.1 15	30-Jun-	24	Expired but not	adhoc variable
	1 341-13	1-Jul-15	18	36	Terminated	charges per hour
Fidelity	2-Jul-13	1-Jul-13	30-Jun- 16	36	Expired but not	
	454, 25	1 201 13	30-Jan-	30	Terminated	103,124.88
T ecurity Services	28-Jan-20	1-Feb -20	23	36	Early Termination	Va-l-l-l-
			31-Jan-	30	Early Terminauon	Variable variable
Gold Heart Trading	01-Febr-23	01-Feb-23	2026	36	Existing Contract	Variable costs per per copy/meter/page
			31-Dec-		- January	copy/meter/page
Neneketsang	03-Jan-23	03-Jan-23	23	12	Existing Contract	Variable cost per item
Earlies Construction			23-	08		
Farisa Construction	23-Dec-22	23-Dec-22	Aug-23	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