QUARTERLY REPORT

REPORT IN TERMS OF s52d OF THE MFMA FOR THE QAURTER ENDED 30 SEPTEMBER 2026

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PART 1 – IN-YEAR REPORT

1. Executive Summary

The Accounting Officer, through the Budget and Treasury Office has a legislative responsibility of reporting on the performance of the municipality against its approved budget in terms of the MFMA. This must also consider the service delivery performance of the municipality, indicating remedial actions where variances have been identified.

Section 52(d) of the Municipal Finance Management Act No 56 of 2003 requires that a quarterly report be prepared and tabled to council within 30 days of the end of the quarter. The information as contained in this report responds specifically to that but also provides the council and its structures with sufficient information to play the oversight role, whilst providing the required direction where it is needed.

The municipality continues to experience huge pressure due to the demands from communities for maintenance of existing roads, water provision and decent housing. Although significant strides have been made in ensuring that the backlogs are addressed, there is still significant ground to cover and this requires significant financial resources from the municipality. The amount of rains received and anticipated in the area continue to make the efforts made look fruitless as the same roads require maintenance every year while the resources are not nearly sufficient. This, places a lot of pressure on the resources for all service delivery and as such, a delicate balancing act must be carried out to ensure that all service delivery requirements are met. The municipality though, has during the past years received a much-needed boost from the Disaster Management funds to assist with recovery on the roads infrastructure damaged during floods.

All departments have assessed their quarterly performance and submitted reports relating to service delivery and other items to the performance management office. This has then been submitted to the Internal Audit Unit for verification and assessment of attached portfolio of evidence. This gives the information reported more credibility, and where inadequate evidence is provided, it is corrected.

Even though the distribution of electricity has continued to show some improvement in terms of revenue that is being generated over the past three years, the last two financial years recorded significant losses where over 3.3 million units (2025) and 4.4 million units (2026) could not be accounting for and the losses percentage jumping from 9% to 14% in 2025 and from 14% to 19% in 2026 which is above the tolerable levels. This signals a serious collapse in the controls that have been in place to curb losses which therefore requires urgent attention.

This is the 1st quarter report of the 2026/27 financial year which comes after the end of the first three months of the financial year which also includes a period where the municipality had to prepare and submit annual financial statements to the Auditor General for auditing. The information reported below looks at the institutional performance for the start of the financial year and decisions that may need to be taken to ensure that performance is improved where necessary and hopefully the contents of each report will help the Mayor, council and its structures to understand fully the status of the municipality's financial performance and decisions that need to be taken to ensure sustainability of the institution.

1.1 The Political Oversight

The municipality's Executive Committee is composed of the honourable councillors indicated below with their respective responsibilities within the municipality as follows: -

- Cllr T.D Mafumbatha — Mayor – (Chairperson)
- Cllr L. Makholosa — Development Planning Portfolio Head
- Cllr. M. Mbhele — Acting Good Governance and Public Participation Portfolio Head
- Cllr. N. Dlamini — Engineering Services Portfolio Head
- Cllr N. Madikizela — Budget and Treasury Portfolio Head
- Cllr L.G Mcambalala — Corporate Services Portfolio Head
- Cllr N.M Njomi — Community Services Portfolio Head
- Cllr. N.E Cengimbo — Committee member
- Cllr. P.B Majavu — Committee member
- Cllr. N. Langasiki — Committee member

1.2 Budget and Treasury Political Oversight Structure

The municipality' Budget and Treasury is tasked with the municipality's financial management responsibilities with its own political oversight structure constituted as follows:

- Cllr N. Madikizela — Chairperson
- Cllr A. Diya — Committee Whip
- Cllr. N Cengimbo — Committee Member – Asset Management
- Cllr. X. Bhabhazela — Committee Member – Supply Chain Management
- Cllr S. Nomvalo — Committee Member - Reporting
- Cllr S. Jayiya — Committee Member - Budgeting
- Cllr L. Silangwe — Committee Member - Expenditure Management
- Cllr. P. Siramza — Committee Member - Revenue Management

2. Administration

The municipality has been implementing mSCOA with its annual updates like all municipalities in the country as a business reform since its introduction from 1 July 2017. This was introduced to address among other things ensuring standardisation of treatment of transactions and reporting across all municipalities, to encourage proper planning and put controls in terms of revenue and expenditure management. Introduction of new and improved versions of the mSCOA chart has proven to present problems that sometimes make it impossible to operate normally requiring some extra effort to be put into the operations of the municipality to fulfil its service delivery mandate.

3. Staff turnover and vacancy rate

This section of the report looks at the movement of staff and the rate at which the municipality is able to fill vacant positions as well as progress on the filling of any vacancies.

a) Summary of positions per department

Departments	Number of posts as per Approved Org Structure	Filled posts	Vacant posts
Municipal Manager	42	33	9
Corporate Service	46	45	01
Budget & Treasury	26	26	0
Community Services	141	118	23
Engineering Services	47	37	10
Development Planning	23	21	02
Total	**325**	**278**	**47**

b) List of vacant positions

Departments	Vacant Positions	Reason for Vacancy	Funded/Not funded
Municipal Manager	1. Junior Internal Auditor x1	New position	Not funded
	2. SPU Co-ordinator	Not funded	Not funded
	3. Risk Officer	New not funded	Not funded
	4. Legal Officer	Not funded	Not funded
	5. Admin Clerk	New position	Funded

Departments	Vacant Positions	Reason for Vacancy	Funded/Not funded
	6. Data Capture	New position	Funded
	7. MPAC Coordinator	New position	Not funded
	8. Senior Internal Auditor	Resignation	Funded
	9. Manager: Legal Services	Resignation	Funded
Corporate Service	1. Manager Auxiliary Services	Incumbent deceased	Funded
Community Services	1. Dozer Operator	New position	Not funded
	2. Weight Bridge Operator	New position	Not funded
	3. Landfill Supervisor	New position	Not funded
	4. Driver X 3	New position	Not funded
	5. General Assistants X3	New position	Not funded
	6. Assistant Librarian	Not funded	Not funded
	7. Community Safety Officer	New position	Not funded
	8. Community Safety Facilitator	New position	Not funded
	9. Examiners L2	New position	Not funded

Departments	Vacant Positions	Reason for Vacancy	Funded/Not funded
	10. Examiner L1	New position	Not funded
	11. Pound Assistant X2	Not funded	Not funded
	12. Traffic Fines x3	New positions	Not funded
	13. RA Cashier	Dismissed	Funded
	14. Security Officers x3	Not funded	Not funded
Engineering Services	1. EPWP Co-ordinator	New position	Not funded
	2. General Assistants X2	New positions	Not funded
	3. Electrician	New position	Not funded
	4. Manager: Electricity Services	Demotion	Funded
	5. Mechanic	New position	Not funded
	6. OHS Officer	New position	Not funded
	7. Plant Operators x2	New positions	Not funded
	8. SM: Engineering Services	Resignation	Funded
Development Planning	1. LED Officer: Retail	Resignation	Funded
	2. Town Planner	New position	Not funded

c) Progress on recruitment processes

Departments	Position	Status
Corporate Services	Manager Auxiliary Services	Auxiliary Services Shortlisting conducted on the 09th of March 2026 and only one (1) candidate was found eligible and the panel unanimously resolved that the post must be re-advertised. The post has not been re advertised with the new closing date set for 07 October 2026.
Engineering Services	Manager: Electricity Services	Post advertised and closing date is the 28th of August 2026, Master list compiled, shortlisting and interviews conducted, appointment of successful candidate approved
	SM: Engineering Services	Post advertised and closing date is the 28th of August 2026,
Municipal Manager's Office	Admin Clerk	Post advertised on the 29th of May 2026 and closing on the 18th of June 2026. Master list being compiled.
	Senior Internal Auditor	Post advertised in September 2026.
	Manager: Legal Services	Post advertised in August with the closing date set for 30 September 2026

4. Implementation of mSCOA

As mentioned in the executive summary of the report, the municipality is implementing mSCOA as required. Following are some of the challenges that the implementation has posed to the municipality over the years:

a) Challenges Identified

i. Version Changes

On an annual basis, the mSCOA chart is reviewed to address implementation challenges and correct chart related errors. Towards this end, Version 7.1 has been released with MFMA circular No.132. Version 7.1 of the chart will be effective from 2026/27 and was used to compile the 2026/27 MTREF.

In terms of GRAP 2, cash flows should be classified in accordance with the nature of the activity to which they relate (operating, investing or financing) which requires that:

- Both operating and investing activities for Interest, Insurance Refund and Retentions must be accounted for based on the nature of the transactions; and
- The Interest on short-term investment (greater than 90 days but less than 12 months) and long-term investments (more than 12 months) must be populated within investing activities. Short-term investments are disclosed on the Statement of Financial Performance on table A4 of the A1 Schedule.

To give effect to this GRAP standard:

- A new operational funding source, namely Insurance Refunds, has been created under the Investing Activities of tables A7 and SA30 of the A1 Schedule in version 7.1 of the mSCOA chart.
- The VAT Receipts will be populated using the Bank Deposits (IA001001 – "DEPOSITS") and VAT Receipt funding source. The VAT Control account receipts will not be used for this purpose; and
- Construction Contract Revenue will no longer form part of Sales of Goods and Rendering of Services and Development Charges will no longer form part of Operational Revenue. A new funding source was created to allow for the separate population of Construction Contract Revenue and Development Charges as part of Other Revenue on table SA30 of the A1 Schedule.

The structure of table A7 of the A1 Schedule and relevant cash flow linkages has also been aligned to the mSCOA chart version 7.1.

Municipalities continue to be required to verify that the A1S data string does not contain spaces and special characters prior to submission to the GoMuni Upload portal as this will result in the data not pulling through on table A10 of the A1 system generated schedule.

All municipalities are required prepare their 2026/27 MTREF budgets using the budget modules of their integrated systems solution, generate their financial and non-financial data string and produce the Schedule A1 directly from the integrated systems solution. The manual preparation of these documents outside the integrated systems solution is not allowed in terms of the mSCOA.

Regulations.

ii. IDP Budgeting

mSCOA requires that the IDP non-financial information be linked to the budget not only at the IDP and SDBIP level but also at the financial system level. As a way to force this, mSCOA has since required that all expenditures be linked to a strategic objective, project and specific ward in the municipal area including expenditure on personnel expenses.

iii. Production of in-year reports

All approved system vendors were required to have a functionality to produce all statutory reports to avoid municipalities having to prepare these manually. Munsoft was approved as one of the service providers on the strength that they indicated they use Caseware to produce these reports which the municipality also has access to and utilises to prepare reports as required.

iv. Budget and reporting module functionality

The budget module of the system that the municipalities use has in the past been discovered to only work well with income and expenditure, other modules like balance sheet and cashflow budgeting still continue to produce aligning reports even though some principles may not fully align with GRAP. This challenge seems however, to have been addressed and we continue to analyse the reasonability of the principles these modules are using to check consistency with the financial management and reporting standards.

There are a number of trainings setup by both Treasury and system vendors on the balance sheet and cashflow budgeting which we have attended and will continue to attend as the municipality to ensure full compliance during the upcoming budgets and all other subsequent reporting requirements.

b) Regulation of the minimum business processes and technical specifications for mSCOA

In terms of Regulation 6(1) and 7(1) of Municipal Regulations on Standard Chart of Accounts (2014), the Minister of Finance may determine the minimum business process requirements and system requirements for municipalities and municipal entities to enable the implementation of the regulations.

In 2024, extensive work was done regarding the regulations. The project consists of the following main outputs and planned time frames:

No	Process
1	Review and update the minimum business processes for mSCOA
2	Develop standard operating procedures for mSCOA

No	Process
3	Review and update the minimum technical specifications for mSCOA
4	Align the current ICT due diligence assessment for mSCOA to the updated mSCOA requirements
5	Develop Regulations on the minimum business processes and technical specifications for mSCOA
6	Training on the new Regulations

The comments and inputs received at the working groups engagements and via the dedicated email box on the minimum business processes for mSCOA have been considered and incorporated as applicable. Stakeholders were encouraged to provide their final inputs by **31 January 2025** to mSCOARegs@treasury.gov.za

All presentations and draft documents for comments, comments are located on the MFMA Webpage under mSCOA – Municipal Standard Chart of Accounts/Regulations on Minimum Business Processes and Technical Specifications for mSCOA/Working Groups

Processes from 1 to 4 have now been completed and Treasury is now rolling out trainings which is the last step to ensure readiness for the implementation of these business processes .

5. Implementation of the Municipal Cost containment regulations

During the month of June 2019, the minister of finance approved Municipal Containment regulations effective from 1 July 2019. The regulations required municipalities to develop, adopt and implement policies as part of its budget related policies to support cost containment measures. These regulations were unfortunately approved after the municipal budget processes had been concluded which made it difficult for municipalities to develop these policies at such a short space of time. The council of Winnie Madikizela-Mandela Local municipality developed and adopted a policy on cost containment that is now being implemented.

The municipality has since implemented the following measures in line with cost containment:

- No catering for all meetings taking less than 5 hours
- No catering for all meetings held by only staff members regardless of the duration of the meeting
- All accommodation arrangements set within the limits as communicated
- All sporting activities have been discontinued.

The implementation of these regulations has seen a reduction in the amounts spent on traveling and accommodation and catering expenses which we believe will assist the municipality to redirect these funds to other service delivery initiatives in the years to come including the current year. The table below indicate savings recorded up to the first quarter in the targeted areas compared to the same period last year.

QUARTER 1			
ITEM DESCRIPTION	**2026**	**2027**	**SAVING**
Travel and accommodation	2,254,767.00	1,219,281.23	(1,035,485.77)
Catering	1,238,605.70	1,049,934.80	(188,670.90)
Sponsorship (Sport development)			-
Sport Activities (SAIMSA)			-
Consulting fees	993,960.06	3,328,549.27	2,334,589.21
Total	**4,487,332.76**	**5,597,765.30**	**1,110,432.54**

The table shows an overall increase of about R1.1 million with a decrease of R1 million on travel and accommodation, R188 thousand on catering win a over spending of over R2.3 million on consulting fees compared to the same time last year.

a. Supply and Delivery of Municipal Vehicles

As part of the cost containment regulations municipalities were directed to utilise the transversal contracts arranged and negotiated by National Treasury to procure municipal vehicles. According to the regulations, municipalities are only allowed to procure vehicles using any other means only if they can demonstrate that they will get the vehicles cheaper when using their own procurement processes. The municipality applied for approval to participate in the transversal contract (RT-57 2019) for procurement of municipal vehicles with National Treasury which was granted.

The municipality gathered information on how the procurement must then take place through the Special Conditions of Contract. This meant that all advertisements for this procurement will now be cancelled and completely discontinued. The procurement process through the transversal contract requires the following:

- The municipality to identify the need
- Development specification
- Check the specification against published suppliers and specification by Treasury
- Identify the supplier that is rated higher by treasury on the list of suppliers
- Send the order to the highest ranked supplier first

- Allow three working days for the supplier to respond
- Move only to the second ranked supplier with the permission of the highest ranked supplier

Since the implementation of the regulations, the municipality has utilised the contract to procure municipal plant and machinery and significant savings have been realised through negotiated prices and direct procurement from the dealerships that are on the panel contracted by National Treasury. The current financial year will be no different, all procurement of vehicles will be done through the transversal contract.

NO	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED
1	ISUZU MOTORS SOUTH AFRICA	R 770 895,00	RT57-02-30-06	Procurement of Bakkie for Disaster	Tuesday, 18 November 2025
2	TUMELO FLEET SOLUTIONS	R 1 998 010,00	RT57-03-08-04	Procurement of Refuse Compactor Truck	Wednesday, 03 December 2025
3	TOYOTA SOUTH AFRICA MOTORS (PTY) LTD	R 799 714,74	RT57-02-30-05	Purchase of Municipal Vehicle Hilux Raider	Tuesday, 20 January 2026
4	TOYOTA SOUTH AFRICA MOTORS (PTY) LTD	R 903 023,31	RT57-05-30-02	Purchase of Municipal Vehicle Quantum 14 Seater	Tuesday, 20 January 2026
5	ISUZU MOTORS SOUTH AFRICA	R 695 954,93	RT57-02-30-06	Purchase of Security Bakkie	Monday, 23 February 2026
Total		**R 5 167 597,98**			

b. Provision of vehicle fleet management services for the period 1 April 2021 to 31 March 2026 (extended to 30 June 2026)

As part of both cost containment and operational needs of the municipality, the municipality was approved to be a participant of RT-46 2020 arranged by National Treasury. The contract covered a range of services including the following:

a) Fleet data integration

b) Fuel, oil and Toll services

c) Managed Maintenance, Repairs and Accident Reports

d) Vehicle Tracking and Monitoring

e) Driver, Vehicle Condition and Fine Management

As indicated that the contract was extended to 30 June 2026, we can confirm that a new contract has been concluded and a new service provider appointed of which the details will follow in the next paragraph.

c. Provision of vehicle fleet management services for the period 1 July 2026 to 30 June 2031

A new contract has been put in place with new service providers being appointed for different services.

The minimum scope of work required for RT46-2026 includes the following:

- The detailed contract deliverables and service requirements per category as Annexure B,
- and appointed contractors will be required to undertake these services in accordance with the contract conditions

Category A and A1: Managed Maintenance, Repairs, Accident Repairs, Data Integration and Reporting

- The appointed Contractor will be responsible for ensuring that the state's fleet is effectively managed and maintained, with all necessary repairs and accident-related repairs being conducted
- The category will be divided into Category A and A1, and the reason for Category A1 is to accommodate users with varying maintenance requirements and processes, such as law enforcement, and provide reporting on key fleet management areas
- The State requires a web-based solution for the seamless uploading of data obtained from Categories B to E of this bid into a unified fleet reporting platform.
- The platform should make provision for mobile-friendly web access or an Android and IOS Application through which fleet information can easily be accessed and approvals for maintenance and repair transactions can be granted
- The appointed Service Providers for this Category is:
    - Afrirent (Pty) Ltd at a monthly admin fee of R39.50

Category B: Fuel, Oil and Toll

- The State requires a solution for the procurement of fuel, oil and toll and, where applicable, alternative fuels or electric charging. This includes the provision of fuel cards to be used for the payment of fuel, oil and toll.
- A system for collecting fuel transactions from bulk fuel sites and the management of on-road fuel distribution from bulk fuel sites
- The management and verification of all fuel transactions, including the oversight of transaction flows, payment to fuel merchants, billing to end users, and generation of management reports
- Ensuring the integration of transactional data with the contractor appointed under Category A
- Issuing of bulk fuel cards, where required

- The appointed Service provider is:
    - Bidvest Bank Limited at a monthly admin fee of R11.50

Category C and C1: Tracking, On-board Cameras, and Driver Management

- Category C will be divided into Category C and C1 to address the needs of users with varying requirements and processes, such as hosting the system on in-house servers for meeting additional security requirements, such as law enforcement
- The State requires the procurement of three (3) distinct tracking and vehicle monitoring systems under this contract. The tracking devices must accommodate basic, intermediate, and advanced units
- All tracking systems will be leased for the full duration of the contract. The State will not purchase any units.
- The Contractor will be required to remove all units fitted during the contract period upon the termination of the contract
- The State requires a "tag" or a secure method to identify the driver of each State vehicle
- For on-board camera requirements, units must be equipped with a microphone and speaker and support audio recording functionality where required, must be operational at all times and support live streaming
- The state requires the procurement of three (3) distinct cameras: road-facing dash cam, driver or in-cab facing cameras and auxiliary cameras
- The appointed Service provider is:
    - Mix Telematics at different rates for different services

Category D: Vehicle Condition, Vehicle Booking and Traffic Fine Management

- The State requires a web-based solution for the management of vehicle bookings, identification of the driver through a booking system
- Linked to this system, the Contractor must ensure that the government can manage and reroute traffic fines upon receiving the pre-notification through the AARTO system. This should be done with consideration of the geographical areas in which these vehicles operate and should include support for mobile operating systems such as iPhone Operating System (iOS) and Android-related applications or a mobile-friendly web interface

- The appointed service provider is:
    - Fleet Sync (Pty) Ltd at a monthly admin fee of R9.06

Category E: Auctioneering Services

- The State requires a Contractor to render professional auctioneering services
- This service will include both physical and online auctions, with provisions for de-fleeting, whereby all vehicles will be transported to the auctioneer's premises for sale
- The appointed Service Provider is:
    - The High Street Auction Company (Pty) Ltd at a 4.6% commission rate plus a set admin fee for different types of services

Onboarding processes commenced by March 2026 to ensure a smooth transition between this and the old contract where all required documents were signed, trainings provided and risks identified.

d. Provision of Debt Collection Services to the State for the Period of 01 April 2024 to 31 March 2029

Winnie Madikizela-Mandela Local Municipality applied for participation on the Treasury arranged agreements in line with the Cost Containment Regulations of 2019 to assist on debt collection services to improve the municipality's collection levels.

This contract will be subject to the Transversal Master Agreement Contract and all its annexures issued in accordance with Chapter 16A of the Treasury Regulations published in terms of the Public Finance Management Act, 1999 (Act 1of 1999). The Special Conditions of Contract and all the annexures are supplementary to that of the Transversal Master Agreement Contract.

Where, however, the Transversal Master Agreement Contract is in conflict with the Participation Agreement, General Conditions of Contract and Special Conditions of Contract the Transversal Master Agreement Contract will prevail.

The municipality selected 4 bidders and offered them an opportunity to present their service offering in line with their appointed scope of work which were selected from the transversal bidders list for the provision of debt collection services.

The presentation is management tool to select a suitable service provider (SP) with which a contract may be entered into that will carry out the services described as per RT 27 Contract for the municipality. These

Terms of Reference and the service provider's proposal and presentation will form the basis of the contract and SLA.

Presentation were requested from four (4) SP in a meeting hosted by the municipality for each SP separately on the 27th of January 2025 using a virtual platform Microsoft Teams. These were the invited SP's:

SERVICE PROVIDER	RISK BASED RATE (%) AS PER RT 27 2024 CONTRACT
1. 2 T Innovation Business Consulting and Projects (Name changed to IBC Forensics and Recovery)	8.5
2. L Guzana Inc. Attorneys	9.5
3. Noko Maimela Inc	8.5
4. Ntiyiso Consulting (Pty) Ltd (DECLINED)	8.97

BASIS FOR SELECTION

During the presentations, the municipality wanted to establish the following as the basis for preference:

Footprint in the Eastern Cape Province

Availability of dedicated resources

Flexibility to respond to the municipality's changing needs

System integration with the municipality's accounting system

The municipality's access to the system used by the provider

Transfer of skills

Cost to the municipality

Based on the criteria above, the selected bidder was IBC Forensics and Recovery which is now providing the debt collection services for the municipality on all debtors that are beyond 90 days old.

e. Audit and Token Identifier (TID) Conversion of Existing Prepayment Meters and The Supply, Delivery, Installation, Management, and Maintenance of Smart Metering Solution to the State for a Period 1 June 2024 to 31 May 2027

Winnie Madikizela-Mandela Local Municipality applied for participation on the Treasury arranged agreements in line with the Cost Containment Regulations of 2019 for the Supply, Delivery, Installation, Management and Maintenance of Smart Metering Solution to the municipality for up to 31 May 2027 in

line with Scope of Works Outlined in Annexure A: Technical Specification Requirements RT29-2024 to improve the meter reading, billing and curbing of electricity losses.

This contract will be subject to the Transversal Master Agreement Contract and all its annexures issued in accordance with Chapter 16A of the Treasury Regulations published in terms of the Public Finance Management Act, 1999 (Act 1of 1999). The Special Conditions of Contract and all the annexures are supplementary to that of the Transversal Master Agreement Contract.

Where, however, the Transversal Master Agreement Contract is in conflict with the Participation Agreement, General Conditions of Contract and Special Conditions of Contract the Transversal Master Agreement Contract will prevail.

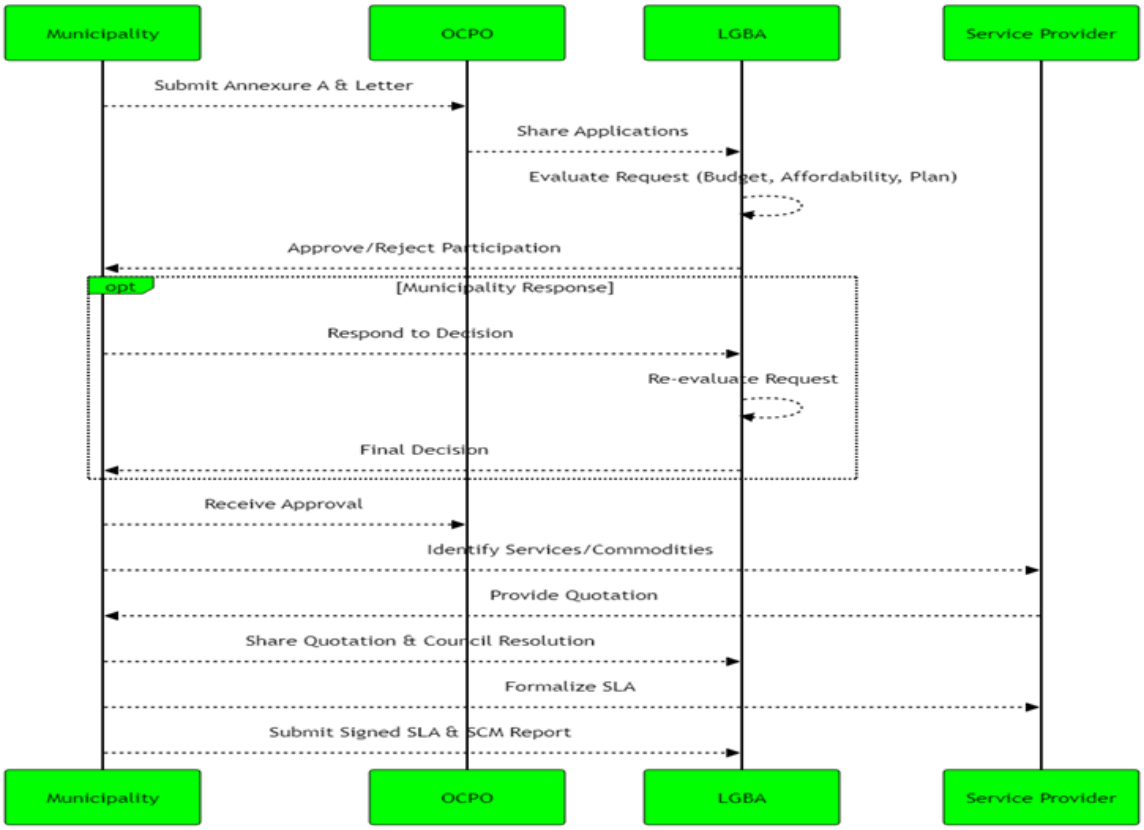
a. Selection process followed

Winnie Madikizela-Mandela Local Municipality issued an RFQ to all seven (07) participants as per Annexure B: Contract Pricing and RT29-2024 Transversal Contract Circular document of the contract an opportunity to quote for their services offering in line with their appointed scope of work as per the contract of Supply, Delivery, Installation, Management and Maintenance of smart metering solution to the municipality. The request for quotation is management tool to select a suitable service provider (SP) with which a contract may be entered into that will carry out the services described as per RT 29 Contract for the municipality and in line with Annexure E: Transversal Contracting Agreement and Annexure G: Implementation Process and Guideline document from National treasury RT29-2024

b. Basis for selection

These Terms of Reference and the service provider's proposal and presentation will form the basis of the contract and SLA. Below is the workflow as outlined in the Annexure that the municipality is following

Administrative Procedure – Workflow (as per Annexure E)



Three out of Seven participants responded to the issued RFQ by the municipality and only One out the three responded participant was responsive and recommended for the appointment of CONLOG (Pty) LTD for the contract of Supply, Delivery, Installation, Management and Maintenance of smart metering solution to the municipality for the period up to 31 May 2027 based on the Rates (Price) submitted with the RFQ evaluated that were in line with the Rates (Price) submitted on the evaluated Bid For RT29-2004 to National Treasury, Office of the Chief Procurement Officer.

Participants to the RT29-2024 contract Responded to the Municipality RFQ Procurement Process:

No.	Name of the Bidders	Bid Amount
1.	Isandiso Pipelines and Engineering	Rates
2.	Conlog (Pty) Ltd	Rates
3.	African Metering Solutions	Rates

- After evaluation of the responses received, **CONLOG (Pty) LTD** was accepted as the suitable provider for the Supply, Delivery, Installation, Management and Maintenance of smart metering solution to the municipality for the period up to 31 May 2027.

6. Implementation of the 2024/25 Audit Action Plan

The formulation of the audit action plan has been changed from the traditional way to a online platform that requires that each action owner develops an action plan which must then be approved by the CFO. The corrective action plan was the presented to the Executive Committee in a meeting where the Chairperson of the Audit Committee, the Chairperson of MPAC, Whip of Council and the Speaker were invited during the month.

This was therefore presented to Council in January 2025 for approval and monitoring. The audit action plan has since been split into matters affecting each department which would need to be presented to each standing committee on a monthly basis. Internal audit has been tasked with verifying corrections claimed by each responsible department for each item included in the action plan.

a) Matters affecting the Audit Report

Finding	Amount	Finding Details	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
SCM: Panels- Irregular expenditure and non-compliance	69 098 889	During the audit of procurement, it was identified that the supplier stated below was awarded work after being appointed through a panel. However, on allocation of work the auditors were unable to obtain sufficient and appropriate audit evidence to confirm that the principles of fairness, transparency, equity, cost-effectiveness and competitiveness and the Terms of Reference (TOR) were communicated to bidders prior to forming the panel (list) due to the following: 1. Value of work awarded/allocated at a later stage to service providers	The municipality implemented a practice which is commonly accepted when the panel was formed. However, did not develop appropriate processes to ensure that the municipality does not detract from the underlying principles of public procurement when the work was allocated to the service provider.	The municipality should ensure that the Terms of Reference (TOR), evaluation criteria, and allocation methodology are clearly defined and communicated to all bidders prior to the establishment of the panel. These documents should explicitly outline how work will be allocated among panel members to promote fairness, transparency, equity, competitiveness, and cost-effectiveness. The municipality must ensure	Non-compliance with applicable legislation	Zuko Khala	14/Nov/2025	28/Feb/2026	All awards made on panels related to appointments made before November 2024 will be presented to the municipal manager for consideration on all projects not yet completed Annual review of Supply Chain Management Policy aligned with issued National Treasury guidelines. Implementation of the UIFW reduction strategy to achieve 90-100 % reduction of Irregular Expenditure during 2025/26 Financial year.	Developed (CFO Approved)	100%	In Progress	

Finding	Amount	Finding Details	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
		appointed through a panel is governed by public law governing the awarding of quotation/ tenders and there is no clearly documented evidence demonstrating the application of a preference point system which occurs at the stage of awarding specific work. 2. Furthermore, there was no documented supporting evidence provided to prove that the municipality's allocation of work was fair, equitable, transparent, competitive and cost effective to ensure that the municipality did not detract from the underlying principles of public procurement. 3. Therefore, the auditors were unable to confirm that the municipality has fairly allocated work to the panel members and have applied a criterion which bidders are aware of which adheres to underlying principles of public procurement. Number Description of award Panel reference no. Appointment		PPPFA is applied at the work allocation stage, not only during the establishment of the panel. Each allocation decision should be supported by written justification and approval documentation. The municipality's Internal Audit unit should conduct periodic reviews of panel-based procurement processes. These reviews should confirm that allocations are made according to approved criteria and that all necessary supporting documentations are retained.									

Finding	Amount	Finding Details	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
		Amount Expenditure 2024/25 Maintenance of Mhlabomnyama Via Makhalweni to Plangweni LG Construction T/A MLG Construction WMM LM 00062 Part 1 R4 723 050,43 R3 593 466,99											

b) Other Matters

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
VAT Payable incorrectly valued	7 194 248	As per the work performed and discussions with the municipality, it was noted that the understatement is as a result of misallocations between the VAT payable and Output VAT Accrual. The amount of payable at year end was not removed from the VAT output accrual to the VAT payable at year end. This was due to lack of proper reviews in the closing entries to the VAT output accrual schedule to ensure that what remains recorded as VAT output accrual relates to all receivables that attracts VAT at year end.	Management should implement a system of internal control that ensures the strengthening of supervisory review controls over the preparation allocations between accruals and payables. Management should ensure that monthly reconciliations are performed between the VAT control accounts, general ledger and VAT returns. Each reconciliation should be formally reviewed and signed off by a senior finance official who is independent of the preparer. The formal review and approval process should include checks for completeness, accuracy and compliance relevant GRAP standards.	Internal control deficiency	Zingiswa Mehlo	07/Nov/2025	31/Jul/2026	All VAT reclassification transactions will be reviewed by the Manager: Budgeting and Reporting to ensure they are correctly allocated. The Annual financial statements will be completed by 15 August 2026 to allow sufficient reviews by the CFO, Audit Committee and Internal Audit.	Developed(Internal Auditor Approved)	72%	In Progress	20/Jan/2026
Statutory Receivables: Difference between general ledger and AFS	216 864	Lack of management oversight to ensure that the annual financial statements agree to the supporting schedules.	Management should ensure that adequate reviews are conducted to avoid material differences between annual financial statements and the supporting schedules.	Internal control deficiency	Siphelele Morlock	07/Nov/2025	31/Jul/2026	A reconciliation on supporting schedules will further be strengthened during Annual Financial	Developed (CFO Approved)	99%	In Progress	19/Jan/2026

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
								Statements preparation and submission.All supporting schedules to be completed and reviewed by 31 July 2026.				
Presentation and Disclosure-Expenditure (Electricity Losses)	297 915	During the audit of the current financial year, it was noted that management did not exercise sufficient review and oversight in the calculation of electricity losses (own use).	Management should strengthen internal controls by implementing a formal review process for Expenditure calculations (Electricity losses). This should include reconciliation procedures, supervisory checks, and documentation of approvals to ensure accuracy and completeness before finalizing financial disclosures.	Internal control deficiency	Siphelele Morlock	07/Nov/2025	31/Jul/2026	Management will continue to strengthen the calculations and reviews of Own use calculated at average cost per unit and continue to monitor losses register and align with AFS. These will be done on quarterly basis however a final alignment will be done at the preparation and presentation of Mid-year FS and Annual FS.	Developed (CFO Approved)	99%	In Progress	19/Jan/2026

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
Fruitless and wasteful expenditure identified in the current year relating to prior years	8 217 009	The cause of the above finding is due to the suppler abandoning the site without precautionary measures and that prompt actions were not taken to prevent the damages of the work already completed by the service provider.	Management should ensure that fruitless and wasteful expenditure reported in the annual financial statements is complete. Furthermore, comprehensive designs and plans should be finalized and reviewed by the engineering department to ensure that all constructed roads meet the required standards and are fit for use. The municipality should also fast track the investigation process in order to recover monies from service provider where necessary and take disciplinary actions where applicable.	MFMA s123, s124 & s125 disclosures	Sisekho Sako, Viwe Nontanda	07/Nov/2025	28/Feb/2026	Planning for projects and consultations with communities will also consider the impact of climate change and related possible disastersThe Engineering Services department has an ISD Officer under PMU, responsible for community engagements and consultations. The ISD Officer holds meetings with communities, Traditional Leaders, Ward Councillors as well as all other affected stakeholders prior to projects being implemented. Upon implementation of the projects, PSC/Site meetings are held on a monthly basis to report on progress, identify risks and escalate them timeously. This is being implemented on all projects. Alternative to the designs were presented considering climate change, which is why a decision was made to change the route of the road. The project has since been completed to the required	Developed (CFO Approved)	67%	In Progress	

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
								standard, project Practical completion was certified in December, thus a costing report can be generated and referred to SCM for initiation of cost recovery.from the terminated service provider				

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
PPE Disclosure and Presentation	250 246	Issue 1 Management updated the funding amounts disclosed for the financing of property, plant, and equipment in the comparative figures. However, the total amounts were erroneously not updated to reflect these changes. This error occurred due to an oversight during the update of the comparative disclosures. Issue 2 Management disclosed the Civic Centre (Town Hall) under property, plant, and equipment projects that have taken a significantly longer period of time to complete than expected. While the Civic Centre (Town Hall) was completed and capitalised at the beginning of the current year, it was disclosed in this category to reflect that the project had previously experienced significant delays before completion	Management should review and correct the comparative disclosure to ensure the totals reconcile with the updated funding amounts, maintaining accuracy and consistency in the financial statements. Management should review and correct the amount disclosed for carrying value of property, plant and equipment that is taking a significantly longer period of time to complete than expected. Management should implement and maintain a robust system of internal control to enhance supervisory review controls over the preparation and review of the annual financial statements.	GRAP non-compliance	Zingiswa Mehlo	07/Nov/2025	31/Jul/2026	The disclosure on the note will exclude all projects completed during the year and ensure that only the carrying amount of those not completed is disclosed. The Annual Financial Statements will be completed by 15 August 2026 to allow reasonable time for reviews by the CFO, Audit Committee and Internal Audit before submitting to AG	Developed (CFO Approved)	99%	In Progress	19/Jan/2026

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
Change in estimate - presentation and disclosure	14 965 728	There was an oversight by management in ensuring that all the disclosure requirements of GRAP 3 – accounting policies, changes in accounting estimates and errors were met during the process of transferring information from the supporting documentation to the annual financial statements preparation software. As a result, certain required disclosures, specifically, the impact of the change in estimate on future periods were omitted.	Management should strengthen the review and quality control processes during the transfer and preparation of financial statement data to ensure all GRAP 3 disclosure requirements are fully met. A secondary review by a responsible official should be performed to confirm that all disclosures are accurately reflected in the financial statements.	System issues	Zingiswa Mehlo	07/Nov/2025	31/Jul/2026	The Annual Financial Statements will be completed by 15 August 2026 to allow reasonable time for reviews by the CFO, Audit Committee and Internal Audit before submitting to AG .	Developed (CFO Approved)	99%	In Progress	19/Jan/2026
Indigents Findings		This is due to lack of internal controls around the indigents register of the municipality.	Management should implement controls around the indigents register of the municipality.	Internal control deficiency	Sinothando Mtshengu, Zingiswa Mehlo	12/Nov/2025	30/Jun/2026	To improve the and maintain the credibility of indigent register the following actions will be implemented: a) Electronic capturing of indigent households so as to improve filling and errors that are associated with manual capturing, from 01 July 2025 (2026/2027 FY indigent register).b) Electronic verification of indigent register 20 January 2025 onward and submit to Council for approval indigent register that	Developed (CFO Approved)	68%	In Progress	

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
								passed verification. c) Separate report that reflect only indigent households that passed verification and approved by Council will be submitted for auditing by 01 August 2026.				
Internal control deficiencies identified during planning.		The cause of the above finding is due to the fact that Public Sector Audit Committee Forum does not enforce Municipality to develop and implement combined assurance plan. 2. There was a lack of oversight by the council regarding the term of office served by the chairperson of the audit committee, which is essential to ensure the chairperson remains independent from the municipality and to keep the audit committee effective and refreshed with new perspectives on processes	1. Management and those charged with governance should develop and implement combined assurance plan as recommended by Public Sector Audit Committee Forum. 2. Council should appoint the Chairperson of Audit committee that is independent from Municipality and will lead the audit committee in an effective and ethical manner. The Council should allow cooling off period of two years before appointing the same member to the same audit committee.	Internal control deficiency	Ncamisile Mgxiva	19/Nov/2025	30/Jun/2026	1. Management had developed and approved the schedule of the term of office of the Members of the Audit Committee. With respect to issue 2. Management submitted the Combined Assurance Framework Plan acknowledged by Accounting Officer and approved by AC Chairperson.	Developed (CFO Approved)	93%	In Progress	

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
MYAP skills and capacity - Non-compliance with Municipal Skills Regulations		The municipality has not established or enforced adequate controls to ensure that Personal Development Plans (PDPs) are developed, monitored, and documented for selected employees. Gradual implementation of the MSR and the lack of understanding in the lower levels that resulted in slow progress in the full implementation of the regulation.	The human resourceu nit and the office of the CFO must develop and implement a documented policy outlining the process, responsibilities, timelines, and requirements for preparing Personal Development Plans in compliance with MSR Reg 55(1)(a). The human resource unit should also ensure that supervisors conduct formal feedback sessions with each employee on their development plan as required by MSR Regulation 55(2)(a). These sessions must be documented, and supervisors must retain adequate and verifiable evidence such as signed attendance registers, meeting minutes, feedback forms, or updated development plans to demonstrate that the discussions took place.The municipality should implement controls to ensure all coaching, mentoring, progress check-ins, and guidance sessions are documented, retained, and submitted to HR for monitoring and audit purposes. A standard template and scheduled check-in meetings should be introduced to ensure consistent compliance The internal audit unit should conduct reviews to confirm compliance with MSR at least twice per year to avoid further non-compliances and possible delays in service delivery.	Non-compliance with applicable legislation	Nobusi Mshweshwe, Zingiswa Mehlo	27/Nov/2025	30/Mar/2026	Review of the current year's submission of performance documents to mandatory include the personal development plans and supervisors to sign off as means of committing to monitoring. Targeted timelines are during the municipal short-term plan (SBIP) adjustment. The performance development plan template has been developed and circulated to all employees.	Developed (CFO Approved)	56%	In Progress	

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
Cash flow statements	867 562	There was also a misstatement due to movement relating to purchases of PPE incorrectly taken into account in the operating activities.	Management should ensure that prior to preparation of the cash flow statement training of cash flow statement must be conducted to refresh the process of cash flow preparation to ensure that cash flows are classified according to the activities they belong to.	GRAP non-compliance	Zingiswa Mehlo	28/Nov/2025	31/Jul/2026	A correction on the cashflow statement will be made and resubmitted to the auditorsA schedule of items affecting both purchase of PPE and payments of suppliers will be prepared and submitted in support of the cashflow calculationsThe Annual Financial Statements will be completed by 15 August 2026 to allow reasonable time for reviews by the CFO, Audit Committee and Internal Audit before submitting to AG.	Developed (CFO Approved)	99%	In Progress	19/Jan/2026
Misstatement of Operational revenue and VAT payable in the Annual Financial Statement	200 040	During the audit of the current financial year, it was noted that management did not exercise sufficient review and oversight in the adjustment of operational revenue in the Annual Financial Statement and recording of VAT payables in the Annual Financial Statement.	Management should strengthen internal controls by implementing a formal review process for calculations in the Financial Statement. This should include reconciliation procedures, supervisory checks, and documentation of approvals to ensure accuracy and completeness before finalizing financial disclosures.	Internal control deficiency	Zingiswa Mehlo	28/Nov/2025	31/Jul/2026	The Annual Financial Statements will be completed by 15 August 2026 to allow reasonable time for reviews by the CFO, Audit Committee and Internal Audit before submitting to AG.	Developed (CFO Approved)	99%	In Progress	19/Jan/2026
SCM: Deviation-Irregular expenditure and non-compliance	1 400 000	The municipality failed to document and report the deviation relating to WMM LM 00013 GVR-General Valuation Roll-Black Dot Property Consultants for accountability, transparency, and	Management should ensure that they follow proper process of deviations to ensure compliance with the applicable laws.	Internal control deficiency	Zuko Khala	10/Nov/2025	30/Mar/2026	A correction to the annual financial statements was done and a revision on the deviation's correction to the annual financial statements was also implemented and a revision	Developed (CFO Approved)	100%	In Progress	

Finding	Amount	Root Cause	Recommendation	Nature of Findings	Responsible Person	Due Date Dev	Due Date Imp	Action Plan	Action Plan Status	Implementation Progress %	Implementation Status	Completed Date
		compliance with procurement laws.						on the deviations. An updated deviation register will be reported to the council as required for deviations.				

7. 2025/26 Audit Progress

The municipality prepared and submited Annual Financial Statements for the year ended 30 June 2026 to the Auditor General of South Africa on 31 August 2026 as required.

In preparation for the audit and identification of risk areas, the Office of the Auditor-General performs an audit referred to as Planning which is normally between February, March and April. For the 2025/26 financial year audit, however, planning has not been done until the end of the financial year. This is a process that normally gives them and idea of the areas to focus on during the audit come the end of the year and also determine sample sizes that might be necessary to perform all necessary procedures. The current audit has a different audit team from the auditors' side which unfortunately may not assist in terms of understanding the municipal processes and GAP analysis.

After the conclusion of the 2024/25 audit, we reported a possible area of further audit by the Auditor General where they had identified a project that may have resulted to Fruitless and Wasteful expenditure depending on the facts.

The confirmation of the team of Engineering Audit specialists from the Auditor General was sent to the municipality to perform the audit on the 2nd of February 2026.

The audit focused on the processes and events that lead to the construction of completion of Mqonjwana to Greenville Access Road.

The following milestones have been covered:

- Audit team introduction on the 2nd of February 2026
- 2 RFIs issued on the 3rd and 23rd of February 2026
- 2 CoAFs were issued during the process

Risk area identified during the audit process:

- Information requested not provided to the audit team (limitation of scope)
- The Mqonjwana to Greenville Access Road and Bridge project in Ward 18 (Phase 1 – MBIZLM 001 MGA) was abandoned due to poor construction workmanship and supervision, without adequate protection measures being implemented. The municipality failed to enforce appropriate contractual provisions against the contractor and the consultant and did not take reasonable steps to prevent the construction cost loss amounting to R7 499 006.41 incl.Vat

- The phase 2 concrete culverts bridge, concrete road surface and wearing course were observed to be in good physical condition on site. However, the concrete and compaction tests provided for the bridge and road were not from an accredited supplier/lab
- No extensions of time were recorded. However, the practical completion certificate was only issued on 25 November 2025, indicating a delay of 24 days. No evidence was found to indicate that penalties were imposed on the contractor for the late completion

The municipality, through Engineering Services has provided responses to the issues raised above together with supporting information to the responses which the Auditors are still currently assessing.

The 2026 Audit commenced during the month of August 2026 where we started receiving requests for information as a confirmation of the start of the Audit Planning. This is a phase where the auditor general requests and analyses municipal governance documents, planning documents, policies and business processes to design their audit procedures for the year while also identifying areas of special interest. Below is the summary of the activities covered by the end of the month:

Planning

- 10 RFIs received and responded to.
- No CoAF issued

Execution

- R27 RFIs received and responded to
    - No CoAF issued yet

8. Strategic Objectives

The municipality developed strategies for the next five years from which short-term operational plans and targets talking to at least a period of one financial year are developed and reviewed annually. This is done in the form of the Service Delivery and Budget Implementation Plan (SDBIP) which was approved by the mayor within 30 days after the adoption of the annual budget by the municipal council. The table below gives a summary of the SDBIP with the targets that the departments have been working to achieve on a quarterly basis. The table shows the municipality's performance for the period ended to ensure they are monitored and achieved at the end of the financial year:

DEPARTMENTS	TOTAL NUMBER OF TARGETS	TARGETS REPORTED	TARGETS ACHIEVED	TARGETS NOT ACHIEVED	ACHIEVEMENT PERCENTAGE	COLOUR CODING FOR OVERALL PERFORMANCE
ENGINEERING SERVICES DEPARTMENT	10	10	5	5	50%	
COMMUNITY SERVICES DEPARTMENT	31	31	30	01	197%	
PLANNING & DEVELOPMENT DEPARTMENT	09	09	08	01	89%	
CORPORATE SERVICES DEPARTMENT	11	11	11	0	100%	
BUDGET & TREASURY OFFICE	32	32	32	0	100%	
MUNICIPAL MANAGER'S OFFICE	33	33	33	0	100%	
OVERALL PERFORMANCE	126	126	119	7	94%	

	101+%	Performing above the target
	96-100%	No deviation in plans – targets achieved
	67-95%	Minor deviation – targets not achieved
	0-66%	Major deviation – targets not achieved

The table above paints a bleak picture of unacceptable performance standards by any stretch of imagination for as this is an overall regression from the performance that was recorded at the same time last year for all the departments. A detailed report will be presented separately with the reasons and proposed remedial actions to remedy the situation.

9. In-year budget statement tables

a) Budget Statement Summary

EC443 Winnie Madikizela-Mandela - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2025/26	Budget Year 2026/27							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	36 935	42 935	971	34 194	10 734	23 460	219%	42 935
Service charges	–	78 377	78 377	4 710	11 633	19 594	(7 961)	-41%	78 377
Investment revenue	–	40 977	40 977	3 262	9 065	10 244	(1 179)	-12%	40 977
Transfers and subsidies - Operational	–	359 774	360 104	2 339	149 958	90 026	59 932	0	360 104
Other own revenue	–	27 811	27 811	2 002	6 210	6 953	(743)	-11%	27 811
Total Revenue (excluding capital transfers and contributions)	**–**	**543 873**	**550 203**	**13 283**	**211 060**	**137 551**	**73 509**	**53%**	**550 203**
Employee costs	–	160 319	160 319	11 725	35 504	40 080	(4 576)	-11%	160 319
Remuneration of Councillors	–	32 625	32 625	2 420	7 259	8 156	(897)	-11%	32 625
Depreciation, amortisation and impairment	–	63 373	63 373	5 044	15 485	15 843	(358)	-2%	63 373
Interest, Dividends and Rent on Land	–	100	100	–	–	25	(25)	-100%	100
Inventory consumed and bulk purchases	–	73 123	73 023	6 185	15 436	18 256	(2 820)	-15%	73 023
Transfers and subsidies	–	5 635	5 155	–	–	1 289	(1 289)	-100%	5 155
Other expenditure	–	264 553	258 397	13 787	35 462	64 599	(29 137)	-45%	258 397
Total Expenditure	**–**	**599 727**	**592 991**	**39 161**	**109 146**	**148 248**	**(39 102)**	**-26%**	**592 991**
Surplus/(Deficit)	**–**	**(55 854)**	**(42 788)**	**(25 877)**	**101 914**	**(10 697)**	**112 611**	**-1053%**	**(42 788)**
Transfers and subsidies - capital (monetary allocations)	–	57 701	62 701	2 348	12 414	15 675	(3 261)	-21%	62 701
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**–**	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**2196%**	**19 913**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**–**	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**2196%**	**19 913**
Capital expenditure & funds sources									
Capital expenditure	**–**	**156 751**	**169 791**	**5 818**	**24 842**	**42 448**	**(17 606)**	**-41%**	**169 791**
Capital transfers recognised	–	50 175	54 523	2 042	10 837	13 631	(2 794)	-20%	54 523
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**–**	**106 576**	**115 269**	**3 776**	**14 005**	**28 817**	**(14 812)**	**-51%**	**115 269**
Total sources of capital funds	**–**	**156 751**	**169 791**	**5 818**	**24 842**	**42 448**	**(17 606)**	**-41%**	**169 791**
Financial position									
Total current assets	–	504 250	549 047		721 268				549 047
Total non current assets	–	1 070 153	1 083 194		1 079 643				1 083 194
Total current liabilities	–	113 272	113 974		66 669				113 974
Total non current liabilities	–	11 950	11 950		16 221				11 950
Community wealth/Equity	**–**	**1 449 181**	**1 506 317**		**1 718 021**				**1 506 317**
Cash flows									
Net cash from (used) operating	–	55 654	72 737	(22 142)	85 743	18 184	(67 559)	-372%	72 737
Net cash from (used) investing	–	(164 105)	(177 588)	(5 905)	(25 713)	(44 397)	(18 684)	42%	(177 588)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**–**	**354 796**	**397 394**	**562 186**	**562 186**	**476 032**	**(86 154)**	**-18%**	**397 305**
Debtors & creditors analysis	**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**
Debtors Age Analysis									
Total By Income Source	6 814	5 751	34 003	5 249	3 077	3 742	3 207	106 677	168 521
Creditors Age Analysis									
Total Creditors	1 490	–	–	–	–	–	–	–	1 490

The table above shows a summary of the municipality's financial performance for the period ended 30 September 2026. The first part of the table shows financial performance which gives information about whether the municipality made a loss or a surplus during the month followed by a summary of the municipality's performance on its capital budget. This is then followed by the municipality's financial position, a summary of the cashflow recalculation and then debtors and creditors age analysis.

b) Financial Performance by functional classification

EC443 Winnie Madikizela-Mandela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		–	**440 564**	**446 894**	**6 538**	**194 355**	**111 723**	82 632	74%	**446 894**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	440 564	446 894	6 538	194 355	111 723	82 632	74%	446 894
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	**6 888**	**6 888**	**910**	**1 329**	**1 722**	(393)	-23%	**6 888**
Community and social services		–	4 085	4 085	704	881	1 021	(140)	-14%	4 085
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	2 803	2 803	206	448	701	(253)	-36%	2 803
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**60 626**	**65 626**	**2 487**	**13 400**	**16 406**	(3 006)	-18%	**65 626**
Planning and development		–	3 414	3 414	265	1 004	854	150	18%	3 414
Road transport		–	57 212	62 212	2 222	12 396	15 553	(3 157)	-20%	62 212
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	**93 496**	**93 496**	**5 696**	**14 389**	**23 374**	**(8 985)**	-38%	**93 496**
Energy sources		–	83 778	83 778	4 311	11 073	20 945	(9 872)	-47%	83 778
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	9 718	9 718	1 386	3 316	2 429	887	37%	9 718
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	–	**601 574**	**612 904**	**15 631**	**223 474**	**153 226**	**70 248**	**46%**	**612 904**
Expenditure - Functional										
Governance and administration		–	**234 524**	**234 524**	**17 271**	**49 779**	**58 631**	(8 852)	-15%	**234 524**
Executive and council		–	73 014	73 014	5 308	14 515	18 254	(3 739)	-20%	73 014
Finance and administration		–	154 754	154 754	11 642	34 452	38 688	(4 237)	-11%	154 754
Internal audit		–	6 756	6 756	321	812	1 689	(877)	-52%	6 756
Community and public safety		–	**56 432**	**56 912**	**3 263**	**8 367**	**14 228**	(5 861)	-41%	**56 912**
Community and social services		–	29 263	29 263	1 606	3 756	7 316	(3 560)	-49%	29 263
Sport and recreation		–	3 654	4 134	273	776	1 034	(258)	-25%	4 134
Public safety		–	21 475	21 475	1 285	3 542	5 369	(1 827)	-34%	21 475
Housing		–	2 040	2 040	98	293	510	(217)	-42%	2 040
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**149 359**	**142 622**	**8 643**	**26 351**	**35 656**	(9 305)	-26%	**142 622**
Planning and development		–	43 559	43 559	2 097	6 553	10 890	(4 336)	-40%	43 559
Road transport		–	102 614	95 878	6 329	19 190	23 970	(4 780)	-20%	95 878
Environmental protection		–	3 185	3 185	217	608	796	(188)	-24%	3 185
Trading services		–	**154 808**	**154 808**	**9 797**	**24 068**	**38 702**	**(14 634)**	-38%	**154 808**
Energy sources		–	107 357	107 357	6 695	17 201	26 839	(9 638)	-36%	107 357
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	47 451	47 451	3 102	6 867	11 863	(4 996)	-42%	47 451
Other		–	**4 604**	**4 124**	**187**	**581**	**1 031**	**(450)**	**-44%**	**4 124**
Total Expenditure - Functional	3	–	**599 727**	**592 991**	**39 161**	**109 146**	**148 248**	**(39 102)**	**-26%**	**592 991**
Surplus/ (Deficit) for the year		–	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**21,9649381**	**19 913**

The table above shows the municipality's financial performance for the period ended 30 September 2026 in functional classification which was created by National treasury to assist in reporting financial information per functional area. This information is consolidated at National treasury level to produce the provincial and national financial reports.

c) Revenue by Source

EC443 Winnie Madikizela-Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity			72 474	72 474	4 337	10 492	18 119	(7 626)	-42%	72 474
Service charges - Water			–	–	–	–	–	–		–
Service charges - Waste Water Management			–	–	–	–	–	–		–
Service charges - Waste management			5 902	5 902	373	1 140	1 476	(335)	-23%	5 902
Sale of Goods and Rendering of Services			498	498	17	89	124	(35)	-28%	498
Agency services			1 554	1 554	115	224	389	(165)	-42%	1 554
Interest			–	–	–	–	–	–		–
Interest earned from Receivables			3 499	3 499	333	917	875	42	5%	3 499
Interest from Current and Non Current Assets			40 977	40 977	3 262	9 065	10 244	(1 179)	-12%	40 977
Dividends			–	–	–	–	–	–		–
Rent on Land			–	–	–	–	–	–		–
Rental from Fixed Assets			6 272	6 272	483	1 532	1 568	(36)	-2%	6 272
Licence and permits			–	–	–	–	–	–		–
Special rating levies			–	–	–	–	–	–		–
Construction Contract Revenue			8 637	8 637	(244)	–	2 159			8 637
Development Charges			–	–	–	–	–			–
Operational Revenue			470	470	294	365	118	248	211%	470
Non-Exchange Revenue						–	–	–		–
Property rates			36 935	42 935	971	34 194	10 734	23 460	219%	42 935
Surcharges and Taxes			–	–	–	–	–	–		–
Fines, penalties and forfeits			375	375	2	20	94	(74)	-79%	375
Licence and permits			2 483	2 483	208	448	621	(173)	-28%	2 483
Transfers and subsidies - Operational			359 774	360 104	2 339	149 958	90 026	59 932	67%	360 104
Interest			4 023	4 023	794	2 140	1 006	1 134	113%	4 023
Fuel Levy			–	–	–	–	–	–		–
Operational Revenue			–	–	–	–	–	–		–
Gains on disposal of Fixed and Intangible Assets			–	–	–	474	–	474	#DIV/0!	–
Other Gains			–	–	–	–	–	–		–
Discontinued Operations			–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**–**	**543 873**	**550 203**	**13 283**	**211 060**	**137 551**	**73 509**	**53%**	**550 203**

The above table shows the municipality's revenue per revenue source. This is in line with the services that municipalities are providing. An analysis of each revenue source follows below:

- **PROPERTY RATES**: The municipality being a local municipality levies property rates on all rateable properties within the Mbizana area in terms of the Municipal Property Rates Act No.6 of 2004. The categories of rate payers include government departments which own properties, like Public Works which are levied once at the beginning of the financial year which lead to the

revenue generated to be R32.2 million in the 1st month and a decrease as expected for the following months to R971 thousand up to the end of June 2027. The current revenue recognised on this stream may seem to be way above the monthly target but it is important to note that this is only due to properties levied only at the beginning of the financial for the whole year. This is the first month of implementation of the supplementary valuation roll after the new valuation roll was implemented last year for the next five years. It still continues to be noted that there are government properties that have continued to change in their valuation. This has been brought to the attention of the department responsible for the valuation roll to investigate, should there be a need for adjustment, that will be effected and may affect the revenue already recognised.

- **ELECTRICITY REVENUE:** The municipality distributes electricity in the town area as per its distribution licence. This is one of the major sources of revenue for the municipality as households now depend on electricity for their day to day living. This is a trading service where the municipality gives electricity equivalent to the amount provided by the consumer. Municipalities are therefore expected to at least recover the cost of providing the service. The approval of tariffs by NERSA is set up such that the municipality can make some form of surpluses from sale of electricity so that it may be able to maintain the infrastructure used to render the service and defray all other operating expenses related to the service provision. The municipality has generated over R4.3 million for the month and a year to date actual of the just over R10.4 million since this is the third month of the financial year. This is below the projection by about 42% (about R7.2 million) which may add up to R28 million (and improvement from the 49% and R35 million reported last month) by the end of the year if attempts to better the situation do not yield the desired results. It is worth reporting that the municipality applied for a change in its tariff structure in the past financial year to that similar to the structure used by Eskom to bill the municipality referred to as Time of use (TOU). This now allows the municipality to charge higher rates during pick times and lower rates during off-pick times which in turn encourages customers to use more electricity during off-pick periods and assist in lowering demand during the pick period while also assisting the municipality to be able to match the Eskom bill with the municipality's own billing to avoid incurring unidentifiable losses.

- **Solid Waste Removal:** Collection and disposal of solid waste is one of the services that the municipality provides to the town area and a few sites outside of town including the Wild Coast Sun Casino. The municipality has implemented a new billing approach which ensures that all customers who individually generate waste are billed individually. The exercise was conducted by the refuse section and the billing database has significantly increased and showed us that there are

customers we have been providing the service to at no cost at all. This has resulted in the revenue billed for the month to be around R373 thousand which is less than the projection by 23%. An investigation in the past has indicated that a decrease is seen during the year which is as a result of the correction of categories from the verification conducted by the user department from the categories previously confirmed for billing purposes when customers raise queries.

- **Interest on Investments:** The municipality invests surplus cash and unspent grants to generate interest that would be utilised to fund other municipal programmes, this interest includes interest on the municipality's positive balance in the municipality's main account. The table above shows that the municipality generated over R3.2 million worth of interest on investments with a year-to-date actual that is below the projection by 11% which we hope will improve as the year progresses to supplement the municipality's funding capacity during the adjustment budget process.
- **Interest on outstanding debtors:** The municipality charges interest on debtors owing for more than 30 days at a rate of prime plus 2% as per the municipality's credit control and debt collection policy. This has yielded interest of R1.1 million for the period ended 30 September 2026 which is more than the amount projected for the period by 118%. This requires intense debt collection initiatives. A higher interest generation would mean the municipality's debtors are more than what they were projected to be.
- **Fines:** The municipality has a traffic department which enforces traffic laws and the municipality's by-laws. Anyone found to have contravened these laws is charged a fine accordingly. These fines also include fines for electricity tempering. The municipality generated only R2 thousand worth of revenue on these fines during the month of September 2026 with a year to date actual below the projection by 79%. It is worth noting though that this may not represent cash collected and measures should be put in place to ensure people pay their fines. Experience has taught us that people generally do not settle traffic fines and, in most cases when they do, they do so at lower values than the initial revenue recognised. This is one of the areas where we were forced to adjust down in the previous year to ensure that we end up with realistic revenues.
- **Rental of facilities:** The municipality has properties that it rents out to other businesses and individuals from which it generates revenue. These include properties like the Boxer complex, Spar, Browns, Bargain and others. The revenue generated here also includes rental for billboards and advertising around the town area. The municipality has generated about R483 thousand for the month which has pushed the actual performance to a level lower than the projection which may be as a result of other revised contracts, increments related to the contractual arrangements and operating lease smoothing.

- **Licenses and permits:** The municipality has a fully functional testing station which has been in operation for the past three years. This has been one of the municipality's promising revenue stream since the completion of the testing station. The municipality only generated R208 thousand worth of revenue for the period. As we have been reporting in the previous months, reports necessary to record the generated revenue come after the month end processes have been processed which then results in the revenue not being recorded in time. The department continues to engage with Community Services to improve the situation while also strengthening internal controls and review processes.
- **Sale of goods and rendering of services:** The municipality started implemented a reporting change in the way INEP is treated and accounted for where the municipality is utilising the appropriation to construct infrastructure in areas where it is not currently distributing. This change has resulted in the revenue recognised from the allocation being regarded as construction revenue as the municipality is considered to be electrifying on behalf of Eskom. This resulted in revenue recognised for the period at R10.1 million with a year to date actual of R10.8 million.
- **Transfers and subsidies:** The municipality receives grants, both conditional and those without conditions. The report shows that an amount of over R2.3 million has been transferred to revenue for the period ended 30 September 2026 from the operating grants whose conditions have been met. This has recorded a year to date performance of over R149 million following the recording on the equitable share not recorded in July even though it had already been received. This happens when the municipality has spent the grants according to the requirements of the funders or DORA.

a) Material Electricity Losses

Over the years, the municipality implemented a number of projects to avoid or curb electricity distribution losses, these include the following:

- Development and review of the revenue enhancement strategy
- Metering audits and assessments
- Installations of split meters
- Redesigning electricity meter change procedures
- Installation of bulk meters for large power users
- Installation of a check meter to confirm units billed to the municipality by Eskom
- Implementation of Automated meter reading system

These reduced distribution losses to between 4% and 9% in the years up to the end of 2023/24 which is in line with the NERSA requirements for electricity distributors.

In the current financial statements the calculations indicate that the municipality lost over 4.4 million units during the year amounting to over R9.9 million representing 19% of losses. This comes after the municipality's s71 reports have been reporting challenges faced in the management of municipal meters including instances of possible tempering not attended to by the electricity section despite numerous attempts to get these attended to.

b) **Debt Collection**

The table below shows a 44% overall collection rate for the quarter ended 30 September 2026 which is about 17% more than what was recorded at the same period last year. However, we note a 97% collection rate on leasehold fees, 55% on electricity and 72% on refuse removal for the period. The biggest difference is caused by the annual billing of property rates for government properties.

WINNIE MADIKIZELA MANDELA LM : MONTHLY BILLING & RECEIPTS (including VAT)

YEAR ENDING: 30 June 2027

							2026	
INCOME TYPE	**JULY**	**AUG**	**SEPT**	**1st QUARTER**	**TOTAL**	**Change**	**1st QUATER**	**TOTAL**
RATES								
billed	32 248 846,85	975 306,93	970 553,13	34 194 706,91	34 194 706,91	(44 493,90)	34 239 200,81	34 239 200,81
payment received	564 385,58	12 431 727,24	840 861,10	13 836 973,92	13 836 973,92	12 010 035,33	1 826 938,59	1 826 938,59
% of billing received	**2%**	**1275%**	**87%**	**40%**	**40%**	**35%**	**5%**	**5%**
						-		
ELECTRICITY						-		
billed	1 314 916,72	3 768 147,67	3 337 537,53	8 420 601,92	8 420 601,92	(3 970 834,01)	12 391 435,93	12 391 435,93
payment received	192 642,44	1 841 832,30	2 617 787,95	4 652 262,69	4 652 262,69	(4 318 721,78)	8 970 984,47	8 970 984,47
% of billing received	**15%**	**49%**	**78%**	**55%**	**55%**	**-17%**	**72%**	**72%**
						-		
LEASEHOLD FEES						-		
billed	461 880,25	461 880,25	434 084,08	1 357 844,58	1 357 844,58	83 320,61	1 274 523,97	1 274 523,97
payment received	473 586,06	418 794,31	418 794,31	1 311 174,68	1 311 174,68	245 462,78	1 065 711,90	1 065 711,90
% of billing received	**103%**	**91%**	**96%**	**97%**	**97%**	**13%**	**84%**	**84%**
						-		
VAT						-		
billed	323 613,21	691 696,42	622 505,24	1 637 814,87	1 637 814,87	(611 543,33)	2 249 358,20	2 249 358,20
payment received	203 028,81	380 880,61	115 458,18	699 367,60	699 367,60	(926 196,07)	1 625 563,67	1 625 563,67
% of billing received	**63%**	**55%**	**19%**	**43%**	**43%**	**-30%**	**72%**	**72%**
						-		
INTEREST						-		
billed	885 822,92	1 074 477,91	1 152 289,02	3 112 589,85	3 112 589,85	509 744,02	2 602 845,83	2 602 845,83
payment received	77 978,47	389 662,19	205 020,26	672 660,92	672 660,92	281 282,69	391 378,23	391 378,23
% of billing received	**9%**	**36%**	**18%**	**22%**	**22%**	**7%**	**15%**	**15%**
						-		
REFUSE REMOVAL						-		
billed	380 624,00	381 281,00	378 413,00	1 140 318,00	1 140 318,00	(189 435,00)	1 329 753,00	1 329 753,00
payment received	285 792,94	317 300,51	222 504,51	825 597,96	825 597,96	(6 214,95)	831 812,91	831 812,91
% of billing received	**75%**	**83%**	**59%**	**72%**	**72%**	**10%**	**63%**	**63%**
						-		
TOTAL INCOME						-		
billed	**35 615 703,95**	**7 352 790,18**	**6 895 382,00**	**49 863 876,13**	**49 863 876,13**	**(4 223 241,61)**	**54 087 117,74**	**54 087 117,74**
payment received	**1 797 414,30**	**15 780 197,16**	**4 420 426,31**	**21 998 037,77**	**21 998 037,77**	**7 285 648,00**	**14 712 389,77**	**14 712 389,77**
% of billing received	**5%**	**215%**	**64%**	**44%**	**44%**	**17%**	**27%**	**27%**

SERVICE DESC	SETTLED RECEIPT AMOUNT	ADVANCE	CURRENT	CURRENT VAT	30 DAYS	30 DAYS VAT	60 DAYS	60 DAYS VAT	90 DAYS	90 DAYS VAT	120 DAYS	120 DAYS VAT	REST	REST VAT
VAT	87,22	0	0	0	0	0	0	0	0	0	0	0	0	87,22
INTEREST	2 850,53	0	0	0	0	0	0	0	0	0	0	0	2850,53	0
ELECTRICITY	2 034 218,19	-	19 396,29	2 909,44	1 002 588,18	150 066,08	1 715,20	-	102 200,75	15 330,11	37302,57	2738,96	616352	83618,61
REFUSE	414 690,88	-	4 155,47	623,34	120 805,49	15 749,79	60 057,72	8 870,81	23 853,50	3 505,39	4152,83	576,65	152310,36	20029,53
RATES	12 721 044,20	-	3 526,06	-	386 388,87	-	72 383,40	-	34 064,98	-	31276,8	0	12193404,09	0
BASIC ELECTRICI	134 557,63	-	3 426,57	513,98	71 789,76	10 326,21	5 297,32	790,90	-	-	5322,03	790,9	31999,86	4300,1
LEASEHOLD	481 613,46	-	-	-	418 794,31	62 819,15	-	-	-	-	0	0	0	0
RECEIPT	23 474,62	23 474,62	-	-	-	-	-	-	-	-	0	0	0	0
LAND SALES	4 858,14	-	-	-	-	-	-	-	-	-	0	0	4858,14	0
ELECTRICITY FINE	2 146,82	-	-	-	-	-	-	-	-	-	0	0	2146,82	0
	15 819 541,69	23 474,62	30 504,39	4 046,76	2 000 366,61	238 961,23	139 453,64	9 661,71	160 119,23	18 835,50	78054,23	4106,51	13003921,8	108035,46

The above table takes the analysis of the receipts a step further by ensuring that a comparison of the old debt against the amounts received during the month of reporting.

c) Expenditure by Type

EC443 Winnie Madikizela-Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs			160 319	160 319	11 725	35 504	40 080	(4 576)	-11%	160 319
Remuneration of councillors			32 625	32 625	2 420	7 259	8 156	(897)	-11%	32 625
Bulk purchases - electricity			63 715	63 715	6 059	14 453	15 929	(1 476)	-9%	63 715
Inventory consumed			9 408	9 308	126	983	2 327	(1 344)	-58%	9 308
Debt impairment			7 566	7 566	–	–	1 892	(1 892)	-100%	7 566
Depreciation, amortisation and impairment			63 373	63 373	5 044	15 485	15 843	(358)	-2%	63 373
Interest, Dividends and Rent on Land			100	100	–	–	25	(25)	-100%	100
Contracted services			158 224	155 483	8 956	19 414	38 871	(19 457)	-50%	155 483
Transfers and subsidies			5 635	5 155	–	–	1 289	(1 289)	-100%	5 155
Irrecoverable debts written off			–	–	–	–	–	–		–
Operational costs			98 763	95 348	4 831	16 049	23 837	(7 788)	-33%	95 348
Disposal of Fixed and Intangible Assets			–	–	–	–	–	–		–
Other Losses			–	–	–	–	–	–		–
Total Expenditure		**–**	**599 727**	**592 991**	**39 161**	**109 146**	**148 248**	**(39 102)**	**-26%**	**592 991**

The table above shows the municipality's expenses per type of expenditure. This is compared with the revenues generated per type to determine whether the municipality is operating at a loss or a surplus.

- **Employee costs and Remuneration of councillors:** The municipality has remunerated employees who are remunerated as per the prevailing Bargaining Council agreements. The expenditure for the period ended 30 September 2026 reflects an amount of R11.7 million for employee costs and R2.4 thousand for the remuneration of councillors. The remuneration of councillors shows a 11% underspending compared to what is expected at the same period. Employee costs have recorded a 11% saving that is always expected considering issues like, annual increment for senior managers, annual and long-term bonuses, resignations, leave provisions and vacant positions.

- **Bulk Purchases:** The municipality purchases electricity in bulk from Eskom for distribution to the town customers. This is the main input cost to the distribution of electricity. The table shows that the municipality spent about R6 million on electricity purchases for the period ended 30 September 2026 and a year to date actual of the same which is below the projected expenditure by 9%. This amount only relates to 7 days of September and 24 days of August as the billing by Eskom only takes place on the 10th day of each month.

- **Depreciation and asset impairment:** The depreciation run performed during the month has recorded expenditure of R5 million with a year to date actual below the projection by 2%. Monitoring will be done on a month to month to ensure the depreciation expenditure is correctly reconciled.

- **Contracted Services:** This relates to the municipality's general expenses that have been incurred during the month where only external service providers could be used to render the service or

procure goods. This shows that the municipality incurred R8.9 million worth of expenditure during the month. This is below the projected performance by 50% which is as a result of slow activity during the first months of each financial year which is always experienced.

- **Other Expenditure (Operational Costs):** This also shows a saving of about 33% which might be as a result of the slow spending during the first months of each financial year which is always experienced at this time of the year. This requires though that departments that are currently underspending be sensitised of the matter.

d) Revenue by Municipal Vote

EC443 Winnie Madikizela-Mandela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Executive and Council		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	230	560	19	554	140	414	295,7%	560
Vote 3 - Budget and Treasury Office		–	393 672	393 672	4 313	156 090	98 418	57 672	58,6%	393 672
Vote 4 - Community Services		–	18 161	18 161	2 296	4 646	4 540	106	2,3%	18 161
Vote 5 - Development Planning		–	47 062	53 062	2 226	37 790	13 266	24 525	184,9%	53 062
Vote 6 - Engineering Services		–	142 450	147 450	6 777	24 394	36 862	(12 468)	-33,8%	147 450
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**–**	**601 574**	**612 904**	**15 631**	**223 474**	**153 226**	**70 248**	**45,8%**	**612 904**

The table above shows revenue generated per municipal vote as defined in s1 of the MFMA. The table shows that Engineering services has generated over R6.7 million for the month with a year to date of R24.3 million; Budget and Treasury shows generation of over R4.3 million with a year to date of R159 million which may be attributable to the Equitable Share and interest received on investments and debtors; Planning and Development at over R2.2 million with a year to date of R37.7 million as well as Community Services at over R2.2 million for the moth with a year to date of R4.6 million. All these together show a R15.6 million revenue generation with a year to date actual of R223.4 million.

e) Expenditure by Municipal Vote

EC443 Winnie Madikizela-Mandela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure by Vote	1									
Vote 1 - Executive and Council		–	100 193	100 193	7 001	19 747	25 048	(5 301)	-21,2%	100 193
Vote 2 - Corporate Services		–	64 466	64 466	3 994	16 001	16 116	(116)	-0,7%	64 466
Vote 3 - Budget and Treasury Office		–	42 311	42 311	4 062	8 131	10 578	(2 447)	-23,1%	42 311
Vote 4 - Community Services		–	134 338	134 338	8 822	22 032	33 584	(11 552)	-34,4%	134 338
Vote 5 - Development Planning		–	41 404	41 404	1 629	4 973	10 351	(5 378)	-52,0%	41 404
Vote 6 - Engineering Services		–	217 016	210 280	13 652	38 262	52 570	(14 308)	-27,2%	210 280
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**–**	**599 727**	**592 991**	**39 161**	**109 146**	**148 248**	**(39 102)**	**-26,4%**	**592 991**
Surplus/ (Deficit) for the year	2	**–**	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**2196,5%**	**19 913**

The table above shows the expenditure by municipal vote. The total expenditure for the month of September 2026 amounted to above R39.1 million with a year to date of R109.1 million.

f) Municipality's financial performance

EC443 Winnie Madikizela-Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity			72 474	72 474	4 337	10 492	18 119	(7 626)	-42%	72 474
Service charges - Water			–	–	–	–	–	–		–
Service charges - Waste Water Management			–	–	–	–	–	–		–
Service charges - Waste management			5 902	5 902	373	1 140	1 476	(335)	-23%	5 902
Sale of Goods and Rendering of Services			498	498	17	89	124	(35)	-28%	498
Agency services			1 554	1 554	115	224	389	(165)	-42%	1 554
Interest			–	–	–	–	–	–		–
Interest earned from Receivables			3 499	3 499	333	917	875	42	5%	3 499
Interest from Current and Non Current Assets			40 977	40 977	3 262	9 065	10 244	(1 179)	-12%	40 977
Dividends			–	–	–	–	–	–		–
Rent on Land			–	–	–	–	–	–		–
Rental from Fixed Assets			6 272	6 272	483	1 532	1 568	(36)	-2%	6 272
Licence and permits			–	–	–	–	–	–		–
Special rating levies			–	–	–	–	–	–		–
Construction Contract Revenue			8 637	8 637	(244)	–	2 159			8 637
Development Charges			–	–	–	–	–			–
Operational Revenue			470	470	294	365	118	248	211%	470
Non-Exchange Revenue						–	–	–		–
Property rates			36 935	42 935	971	34 194	10 734	23 460	219%	42 935
Surcharges and Taxes			–	–	–	–	–	–		–
Fines, penalties and forfeits			375	375	2	20	94	(74)	-79%	375
Licence and permits			2 483	2 483	208	448	621	(173)	-28%	2 483
Transfers and subsidies - Operational			359 774	360 104	2 339	149 958	90 026	59 932	67%	360 104
Interest			4 023	4 023	794	2 140	1 006	1 134	113%	4 023
Fuel Levy			–	–	–	–	–	–		–
Operational Revenue			–	–	–	–	–	–		–
Gains on disposal of Fixed and Intangible Assets			–	–	–	474	–	474	#DIV/0!	–
Other Gains			–	–	–	–	–	–		–
Discontinued Operations			–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		–	**543 873**	**550 203**	**13 283**	**211 060**	**137 551**	**73 509**	**53%**	**550 203**
Expenditure By Type										
Employee related costs			160 319	160 319	11 725	35 504	40 080	(4 576)	-11%	160 319
Remuneration of councillors			32 625	32 625	2 420	7 259	8 156	(897)	-11%	32 625
Bulk purchases - electricity			63 715	63 715	6 059	14 453	15 929	(1 476)	-9%	63 715
Inventory consumed			9 408	9 308	126	983	2 327	(1 344)	-58%	9 308
Debt impairment			7 566	7 566	–	–	1 892	(1 892)	-100%	7 566
Depreciation, amortisation and impairment			63 373	63 373	5 044	15 485	15 843	(358)	-2%	63 373
Interest, Dividends and Rent on Land			100	100	–	–	25	(25)	-100%	100
Contracted services			158 224	155 483	8 956	19 414	38 871	(19 457)	-50%	155 483
Transfers and subsidies			5 635	5 155	–	–	1 289	(1 289)	-100%	5 155
Irrecoverable debts written off			–	–	–	–	–	–		–
Operational costs			98 763	95 348	4 831	16 049	23 837	(7 788)	-33%	95 348
Disposal of Fixed and Intangible Assets			–	–	–	–	–	–		–
Other Losses			–	–	–	–	–	–		–
Total Expenditure		–	**599 727**	**592 991**	**39 161**	**109 146**	**148 248**	**(39 102)**	**-26%**	**592 991**
Surplus/(Deficit)		–	**(55 854)**	**(42 788)**	**(25 877)**	**101 914**	**(10 697)**	**112 611**	**(0)**	**(42 788)**
Transfers and subsidies - capital (monetary allocations)			57 701	62 701	2 348	12 414	15 675	(3 261)	**(0)**	62 701
Transfers and subsidies - capital (in-kind)			–		–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		–	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**0**	**19 913**
Income Tax			–		–	–	–	–		–
Surplus/(Deficit) after income tax		–	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**0**	**19 913**
Share of Surplus/Deficit attributable to Joint Venture			–		–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities			–		–	–	–	–		–
Surplus/(Deficit) attributable to municipality		–	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	109 350	0	**19 913**
Share of Surplus/Deficit attributable to Associate			–			–	–	–		–
Intercompany/Parent subsidiary transactions			–			–	–	–		–
Surplus/ (Deficit) for the year		–	**1 847**	**19 913**	**(23 530)**	**114 328**	**4 978**	**109 350**	**0**	**19 913**

The municipality has so far recorded a loss of over R23.5 million for the month ended 30 September 2026 and a year to date surplus of R114 million. This must be seen in the correct perspective as there has been receipts of the expected grants from the national purse. The municipality is still heavily reliant on grant funding and as such the surpluses still need to be seen in that perspective as they relate to expenditures that are still to be incurred. Measures still need to be put in place to move the municipality towards self-sustainability.

10. Capital programme performance

a) Capital expenditure by asset class and sub-class

EC443 Winnie Madikizela-Mandela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		–	**19 726**	**25 126**	**1 600**	**4 977**	**6 281**	1 304	**20,8%**	**25 126**
Roads Infrastructure		–	16 948	22 348	1 600	4 977	5 587	610	**10,9%**	22 348
Roads			8 687	9 739	1 397	3 441	2 435	(1 007)	**-41,3%**	9 739
Road Structures			8 261	12 609	202	1 536	3 152	1 616	**51,3%**	12 609
Electrical Infrastructure		–	2 778	2 778	–	–	695	695	**100,0%**	2 778
LV Networks			2 778	2 778	–	–	695	695	**100,0%**	2 778
Community Assets		–	**16 763**	**17 010**	**659**	**968**	**4 253**	**3 284**	**77,2%**	**17 010**
Community Facilities		–	4 870	5 117	449	758	1 279	521	**40,7%**	5 117
Halls			1 391	1 639	449	758	410	(348)	-85,0%	1 639
Markets			3 478	3 478	–	–	870	870	100,0%	3 478
Sport and Recreation Facilities		–	11 893	11 893	210	210	2 973	2 763	**92,9%**	11 893
Indoor Facilities			11 832	11 832	210	210	2 958	2 748	92,9%	11 832
Outdoor Facilities			62	62		–	15	15	100,0%	62
Capital Spares			–			–	–	–		–
Heritage assets		–	1 043	1 043	–	–	261	261	100,0%	1 043
Works of Art			1 043	1 043		–	261	261	100,0%	1 043
Other assets		–	**40 000**	**40 000**	**1 673**	**9 004**	**10 000**	**996**	**10,0%**	**40 000**
Operational Buildings		–	40 000	40 000	1 673	9 004	10 000	996	**10,0%**	40 000
Manufacturing Plant			40 000	40 000	1 673	9 004	10 000	996	10,0%	40 000
Computer Equipment		–	**3 913**	**3 913**	**–**	**–**	**978**	**978**	100,0%	**3 913**
Computer Equipment			3 913	3 913		–	978	978	100,0%	3 913
Furniture and Office Equipment		–	**2 652**	**2 652**	**–**	**–**	**663**	**663**	100,0%	**2 652**
Furniture and Office Equipment			2 652	2 652		–	663	663	100,0%	2 652
Machinery and Equipment		–	**3 790**	**3 543**	**–**	**–**	**886**	**886**	100,0%	**3 543**
Machinery and Equipment			3 790	3 543		–	886	886	100,0%	3 543
Transport Assets		–	**7 030**	**7 030**	**–**	**–**	**1 758**	**1 758**	100,0%	**7 030**
Transport Assets			7 030	7 030		–	1 758	1 758	100,0%	7 030
Total Capital Expenditure on new assets	1	–	**94 918**	**100 318**	**3 932**	**14 949**	**25 079**	**10 130**	**40,4%**	**100 318**

EC443 Winnie Madikizela-Mandela - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		–	**39 711**	**42 094**	**434**	**7 185**	**10 523**	3 338	**31,7%**	**42 094**
Roads Infrastructure		–	39 711	42 094	434	7 185	10 523	3 338	**31,7%**	42 094
Roads			12 316	14 699	434	521	3 675	3 154	**85,8%**	14 699
Road Structures			27 395	27 395	–	6 665	6 849	184	**2,7%**	27 395
Other assets		–	**10 818**	**10 818**	**1 452**	**2 708**	**2 704**	**(3)**	**-0,1%**	10 818
Operational Buildings		–	10 818	10 818	1 452	2 708	2 704	(3)	**-0,1%**	10 818
Municipal Offices			10 818	10 818	1 452	2 708	2 704	(3)	-0,1%	10 818
Total Capital Expenditure on renewal of existing assets	1	–	**50 529**	**52 912**	**1 886**	**9 893**	**13 228**	**3 335**	25,2%	**52 912**

EC443 Winnie Madikizela-Mandela - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		–	**11 304**	**16 562**	–	–	**4 141**	4 141	**100,0%**	**16 562**
Roads Infrastructure		–	8 696	13 954	–	–	3 488	3 488	**100,0%**	13 954
Roads			8 696	13 954	–	–	3 488	3 488	**100,0%**	13 954
Electrical Infrastructure		–	2 609	2 609	–	–	652	652	**100,0%**	2 609
LV Networks			2 609	2 609		–	652	652	**100,0%**	2 609
Total Capital Expenditure on upgrading of existing assets	1	–	**11 304**	**16 562**	–	–	**4 141**	**4 141**	**100,0%**	**16 562**

The above tables indicate that the municipality spent R5.8 million for the month of September 2026 from its capital budget with a year to date actual of R24.8 million.

An amount of R14.9 million was spent on creation or acquisition of new assets while R9.8 million was spent on renewal of existing assets while nothing has been spent of upgrading of existing assets. This is a regression from what was spent at the same time in the previous financial year which may be contributed by projects appointed for but delayed due to a number of issues ranging from community issues like the Stadium and contractor underperformance such as that reported at Matshezini bridge

b) Capital Expenditure by municipal vote functional classification and funding

EC443 Winnie Madikizela-Mandela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter

Vote Description	Ref	2025/26	Budget Year 2026/27							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	–	–	–	–	–	–		–
Vote 3 - Budget and Treasury Office		–	–	–	–	–	–	–		–
Vote 4 - Community Services		–	–	–	–	–	–	–		–
Vote 5 - Development Planning		–	–	–	–	–	–	–		–
Vote 6 - Engineering Services		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		–	1 043	1 043	–	–	261	(261)	-100%	1 043
Vote 2 - Corporate Services		–	9 085	9 085	–	–	2 271	(2 271)	-100%	9 085
Vote 3 - Budget and Treasury Office		–	261	261	–	–	65	(65)	-100%	261
Vote 4 - Community Services		–	13 341	13 341	–	–	3 335	(3 335)	-100%	13 341
Vote 5 - Development Planning		–	43 478	43 478	1 673	9 004	10 870	(1 866)	-17%	43 478
Vote 6 - Engineering Services		–	89 543	102 583	4 145	15 838	25 646	(9 807)	-38%	102 583
Total Capital single-year expenditure	4	–	156 751	169 791	5 818	24 842	42 448	**(17 606)**	**-41%**	169 791
Total Capital Expenditure		**–**	**156 751**	**169 791**	**5 818**	**24 842**	**42 448**	**(17 606)**	**-41%**	**169 791**
Capital Expenditure - Functional Classification										
Governance and administration		**–**	**10 389**	**10 389**	**–**	**–**	**2 597**	(2 597)	-100%	**10 389**
Executive and council			1 043	1 043		–	261	(261)	-100%	1 043
Finance and administration			9 346	9 346		–	2 336	(2 336)	-100%	9 346
Internal audit			–	–		–	–	–		–
Community and public safety		**–**	**23 107**	**23 107**	**659**	**968**	**5 777**	(4 809)	-83%	**23 107**
Community and social services			15 393	15 393	659	968	3 848	(2 880)	-75%	15 393
Sport and recreation			323	323	–	–	81	(81)	-100%	323
Public safety			7 391	7 391	–	–	1 848	(1 848)	-100%	7 391
Housing			–	–	–	–	–	–		–
Health			–	–	–	–	–	–		–
Economic and environmental services		**–**	**112 433**	**125 474**	**5 159**	**23 874**	**31 369**	(7 495)	-24%	**125 474**
Planning and development			46 905	46 905	3 125	11 711	11 726	(15)	0%	46 905
Road transport			65 529	78 569	2 034	12 163	19 642	(7 480)	-38%	78 569
Environmental protection					–	–	–	–		–
Trading services		**–**	**10 821**	**10 821**	**–**	**–**	**2 705**	(2 705)	-100%	**10 821**
Energy sources			8 756	8 756	–	–	2 189	(2 189)	-100%	8 756
Water management			–	–	–	–	–	–		–
Waste water management			–	–	–	–	–	–		–
Waste management			2 065	2 065	–	–	516	(516)	-100%	2 065
Other			–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**–**	**156 751**	**169 791**	**5 818**	**24 842**	**42 448**	**(17 606)**	**-41%**	**169 791**
Funded by:										
National Government			49 795	54 143	2 042	10 837	13 536	(2 699)	-20%	54 143
Provincial Government			380	380	–	–	95	(95)	-100%	380
District Municipality			–	–		–	–	–		–
Transfers recognised - capital		**–**	**50 175**	**54 523**	**2 042**	**10 837**	**13 631**	**(2 794)**	**-20%**	**54 523**
Borrowing	6					–	–	–		–
Internally generated funds			106 576	115 269	3 776	14 005	28 817	(14 812)	-51%	115 269
Total Capital Funding		**–**	**156 751**	**169 791**	**5 818**	**24 842**	**42 448**	**(17 606)**	**-41%**	**169 791**

The above table indicate that the municipality spent R5.8 million from its capital budget for the period ended 30 September 2026 as indicated in the earlier paragraph with a year to date actual of R24.8 million for the three months ended. This is below both the projection and the performance recorded at the same time last year. A number of significant projects including the Mphuthumi Mafumbatha and Matshezini bridge are contributing to the under performance recorded.

c) Capital Expenditure Trends

EC443 Winnie Madikizela-Mandela - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q1 First Quarter

Month	2025/26	Budget Year 2026/27							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July		7 534	6 636	6 636	6 636	6 636	–		4%
August		12 798	12 388	12 388	19 024	19 024	0	0,0%	12%
September		10 833	11 502	5 818	24 842	30 526	5 684	18,6%	16%
October		16 386	17 783	–		48 309	–		
November		14 181	15 469	–		63 778	–		
December		16 775	18 493	–		82 271	–		
January		16 383	17 336	–		99 608	–		
February		12 758	13 921	–		113 529	–		
March		12 813	14 187	–		127 716	–		
April		7 302	9 129	–		136 845	–		
May		8 664	10 173	–		147 018	–		
June		20 325	22 773	–		169 791	–		
Total Capital expenditure	**–**	**156 751**	**169 791**	**24 842**					

The above table shows capital expenditure trends from month to month up to the reporting month and also indicating how the municipality would need to spend for the remainder of the financial year.

11. Maintenance of municipal assets

a) Repairs and Maintenance by Asset Class

EC443 Winnie Madikizela-Mandela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		–	**61 555**	**54 818**	**3 531**	**9 215**	**13 705**	4 490	**32,8%**	**54 818**
Roads Infrastructure		–	53 100	46 364	2 713	8 186	11 591	3 405	**29,4%**	46 364
Roads			539	539	13	13	135	121	**90,0%**	539
Road Structures			51 566	44 830	2 700	7 899	11 207	3 308	**29,5%**	44 830
Road Furniture			995	995	–	273	249	(24)	**-9,8%**	995
Capital Spares			–			–	–	–		–
Storm water Infrastructure		–	1 452	1 452	–	–	363	363	**100,0%**	1 452
Drainage Collection			1 452	1 452		–	363	363	**100,0%**	1 452
Electrical Infrastructure		–	1 154	1 154	–	–	289	289	**100,0%**	1 154
LV Networks			1 154	1 154		–	289	289	**100,0%**	1 154
Solid Waste Infrastructure		–	5 848	5 848	818	1 029	1 462	433	**29,6%**	5 848
Landfill Sites			3 629	3 629	606	606	907	301	**33,2%**	3 629
Waste Drop-off Points			2 219	2 219	211	423	555	132	**23,8%**	2 219
Community Assets		–	**3 900**	**3 900**	**328**	**463**	**975**	**512**	**52,5%**	**3 900**
Community Facilities		–	3 900	3 900	328	463	975	512	**52,5%**	3 900
Halls			2 918	2 918	328	463	730	266	36,5%	2 918
Libraries			620	620	–	–	155	155	100,0%	620
Cemeteries/Crematoria			200	200	–	–	50	50	100,0%	200
Purls			161	161	–	–	40	40	100,0%	161
Other assets		–	**1 569**	**1 569**	**1**	**20**	**392**	**372**	**94,9%**	**1 569**
Operational Buildings		–	1 569	1 569	1	20	392	372	**94,9%**	1 569
Municipal Offices			1 369	1 369	1	20	342	322	94,1%	1 369
Yards			200	200	–	–	50	50	100,0%	200
Intangible Assets		–	**210**	**210**	**–**	**–**	**53**	**53**	100,0%	**210**
Licences and Rights		–	210	210	–	–	53	53	**100,0%**	210
Computer Software and Applications			210	210		–	53	53	100,0%	210
Computer Equipment		–	**74**	**74**	**–**	**–**	**19**	**19**	100,0%	**74**
Computer Equipment			74	74		–	19	19	100,0%	74
Furniture and Office Equipment		–	**400**	**400**	**–**	**–**	**100**	**100**	100,0%	**400**
Furniture and Office Equipment			400	400		–	100	100	100,0%	400
Machinery and Equipment		–	**1 700**	**1 700**	**557**	**557**	**425**	**(132)**	-31,1%	**1 700**
Machinery and Equipment			1 700	1 700	557	557	425	(132)	-31,1%	1 700
Transport Assets		–	**6 302**	**6 302**	**296**	**525**	**1 576**	**1 050**	66,7%	**6 302**
Transport Assets			6 302	6 302	296	525	1 576	1 050	66,7%	6 302
Total Repairs and Maintenance Expenditure	1	–	**75 710**	**68 974**	**4 713**	**10 780**	**17 244**	**6 463**	**37,5%**	**68 974**

The table shows that the municipality spent R4/7 million on the maintenance of its assets and infrastructure during the month of September 2026 with a year to date actual below the projected spending by over 37.5% for the same period.

b) Depreciation by Asset Class

EC443 Winnie Madikizela-Mandela - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Depreciation by Asset Class/Sub-class										
Infrastructure		–	**42 532**	**42 532**	**3 615**	**11 090**	**10 633**	(457)	**-4,3%**	**42 532**
Roads Infrastructure		–	40 954	40 954	3 525	10 813	10 238	(574)	**-5,6%**	40 954
Roads			25 105	25 105	3 525	10 813	6 276	(4 537)	**-72,3%**	25 105
Road Structures			15 321	15 321	–	–	3 830	3 830	**100,0%**	15 321
Road Furniture			528	528	–	–	132	132	**100,0%**	528
Storm water Infrastructure		–	636	636	–	–	159	159	**100,0%**	636
Drainage Collection			239	239	–	–	60	60	**100,0%**	239
Storm water Conveyance			396	396	–	–	99	99	**100,0%**	396
Electrical Infrastructure		–	747	747	71	217	187	(30)	**-16,2%**	747
MV Substations			60	60	–	–	15	15	**100,0%**	60
MV Networks			505	505	67	205	126	(79)	**-62,2%**	505
LV Networks			182	182	4	12	45	33	**73,1%**	182
Solid Waste Infrastructure		–	195	195	20	60	49	(12)	**-23,8%**	195
Landfill Sites			195	195	20	60	49	(12)	**-23,8%**	195
Community Assets		–	**9 357**	**9 357**	**528**	**1 620**	**2 339**	**719**	**30,8%**	**9 357**
Community Facilities		–	6 388	6 388	528	1 620	1 597	(23)	**-1,4%**	6 388
Halls			4 678	4 678	514	1 576	1 170	(406)	-34,7%	4 678
Crèches			346	346	–	–	86	86	100,0%	346
Cemeteries/Crematoria			16	16	–	–	4	4	100,0%	16
Purls			1 155	1 155	0	1	289	288	99,5%	1 155
Public Ablution Facilities			123	123	–	–	31	31	100,0%	123
Markets			–	–	14	43	–	(43)	#DIV/0!	–
Stalls			70	70		–	17	17	100,0%	70
Sport and Recreation Facilities		–	2 969	2 969	–	–	742	742	**100,0%**	2 969
Outdoor Facilities			2 969	2 969	–	–	742	742	100,0%	2 969
Other assets		–	**3 864**	**3 864**	**262**	**804**	**966**	**162**	**16,8%**	**3 864**
Operational Buildings		–	3 849	3 849	262	804	962	158	**16,5%**	3 849
Municipal Offices			3 492	3 492	262	804	873	69	7,9%	3 492
Pay/Enquiry Points			4	4	–	–	1	1	100,0%	4
Yards			90	90	–	–	22	22	100,0%	90
Stores			135	135	–	–	34	34	100,0%	135
Training Centres			128	128	–	–	32	32	100,0%	128
Housing		–	15	15	–	–	4	4	**100,0%**	15
Social Housing			15	15	–	–	4	4	100,0%	15
Intangible Assets		–	**177**	**177**	**14**	**44**	**44**	**1**	1,3%	**177**
Servitudes						–	–	–		–
Licences and Rights		–	177	177	14	44	44	1	**1,3%**	177
Computer Software and Applications			177	177	14	44	44	1	1,3%	177
Computer Equipment		–	**1 429**	**1 429**	**115**	**361**	**357**	**(4)**	-1,0%	**1 429**
Computer Equipment			1 429	1 429	115	361	357	(4)	-1,0%	1 429
Furniture and Office Equipment		–	**2 311**	**2 311**	**162**	**499**	**578**	**79**	13,6%	**2 311**
Furniture and Office Equipment			2 311	2 311	162	499	578	79	13,6%	2 311
Machinery and Equipment		–	**1 442**	**1 442**	**115**	**354**	**360**	**7**	1,9%	**1 442**
Machinery and Equipment			1 442	1 442	115	354	360	7	1,9%	1 442
Transport Assets		–	**2 262**	**2 262**	**231**	**714**	**565**	**(148)**	-26,2%	**2 262**
Transport Assets			2 262	2 262	231	714	565	(148)	-26,2%	2 262
Total Depreciation	1	–	**63 373**	**63 373**	**5 044**	**15 485**	**15 843**	**358**	**2,3%**	**63 373**

12. Supply chain management

The municipality has an established Supply Chain Management Unit in terms of the Municipal Finance Management Act. The section is placed within the Budget and Treasury to deal centrally with all issues that relate to procurement, demand management, logistics and disposals. The following is the indication of the activities that have occurred within the department for the period being reported on.

a. Acquisition management

To improve the system of acquisition management the following should be taken into considerations

- Goods and services must only be procured in accordance with authorized procurement processes.
- Procurement of goods and services, either through quotations or through a bidding process, must be within the threshold values as determined by National treasury and the municipality's supply chain management policy.

b. Handling of tenders during and Post COVID-19

In attempt to continue delivering services to the communities decisions needed to be taken to ensure that the municipality proceeds with the procurement processes in line with the limitations placed by the regulations governing the movement of people and other things.

The municipality introduced virtual tender briefings using the Facebook live platform to share information with interested parties and provide clarities on tenders issued by the municipality. This was coupled with creation and introduction of email addresses where tenders can be submitted. This was done to address the following:

- Procurement to proceed despite the lockdown
- Protect the public and municipal staff from direct human interaction
- Limit movement in line with the lockdown
- Avoid documents which are known to be one of the carriers of COVID-19

To continue ensuring these processes are transparent the following has been introduced:

- After each live Facebook briefing a register is generated of all those who interacted with the presentation as instructed and posted on the municipal website so that all interested parties know who is considered to have fully complied

- Once the tender closing time passes, a register indication the name of the company, tender amount, email address, date and time is prepared and posted on the municipal website for all bidders to know if their tenders will be considered
- All tenders are evaluated in electronic versions
- The recommended bidders are then requested to make a submission of the hard copies of their submission (originals)
- Only the hard copy of the winning bidder is then filed which also addresses issues with filing space and safety of the documents.
- This was then formalised and included in the review of the municipality's SCM policy.

c. Procurement requests below R2000.00

S13.2. (b)(1) Supply Chain Management policy states that 01 written quotation will be obtain for any procurement of transaction below an amount of R2000 including vat.

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Core Function:Economic Development/Plann	Government Printing Works	Maaa0090672	Request To Gazette Wmmlm Spatial Planning And Land Use	2026/09/18	1 008,78
Core Function:Economic Development/Plann	Government Printing Works	Maaa0090672	Request To Gazzette Adopted And Commencement Of Land Use Scheme	2026/07/14	1 008,78
Core Function:Human Resources	Group Two Media Company	Maaa0943404	Request For Re-Advertisement Of Website Revamp And Maintenance For 3 Y	2026/10/01	1 998,70
Core Function:Finance	Group Two Media Company	Maaa0943404	Request For Advertising Of The 1st Adjustment Budget For 2026/2027 On Newspaper	2026/10/01	1 998,70
Core Function:Finance	Group Two Media Company	Maaa0943404	Advertising For 2nd Adjustment Budget For 2025/2026 To One Local News	2026/09/15	1 998,70
Core Function:Corporate Wide Strategic P	Group Two Media Company	Maaa0943404	Request For Advertising Public Notice For Idp; Pms & Budget Process Pl In Two Local Newspapers	2026/09/08	1 998,70
Core Function:Municipal Manager Town Se	Group Two Media Company	Maaa0943404	Request For An Advert For The Appointment Of A Service Provider To Pro Internal Audit Services For A Period Of 3 Years	2026/08/31	1 998,70
Core Function:Human Resources	Group Two Media Company	Maaa0943404	Request For Re-Advert Of The Position Namely :Manager Administration Services Under Corporate Services Permanently In Local And Provincial Paper .	2026/08/26	1 998,70
Core Function:Municipal Manager Town Se	Group Two Media Company	Maaa0943404	Request For Two Local Nespapers That Will Advertise Land Use Scheme Am	2026/08/21	1 998,70
Core Function:Economic Development/Plann	Group Two Media Company	Maaa0943404	Request For An Erratum For A Previously Published Article.	2026/08/20	1 998,70
Core Function:Economic Development/Plann	Group Two Media Company	Maaa0943404	Request For Sourcing Of Suitable Qualified Service Provider To Underta Baseline Studies And Prepare The Required Technical Investigations For Revalidation Of Mixed Use Township Establishment Project Situated On P	2026/08/06	1 998,70
Core Function:Finance	Group Two Media Company	Maaa0943404	Advertising Of Stationery For 12 Months	2026/07/14	1 998,70
Core Function:Mayor And Council	African Compass Trading 37cc	Maaa0121475	Request For 200 Still Water Bottles To Be Used By Different Standing C Mettings For 2026 /2027 Cycle	2026/07/22	2 000,00
Non-Core Function:Population Development	Pondoland Times	Maaa0570434	Request For Re-Advert For Construction Of 5 Ablution Facilities And Refurblishment Of Dltc Building	2026/09/18	2 000,00
Core Function:Corporate Wide Strategic P	Pondoland Times	Maaa0570434	Advert For Public Notice For Idp;Pms & Budget Process Plan In Two Loca Papers	2026/09/08	2 000,00

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Core Function:Project Management Unit	Pondoland Times	Maaa0570434	Request For Advertising The Service Provider For Maintenance Of Roads For The Period Of 18-Months Contract.	2026/08/21	2 000,00
Core Function:Human Resources	Pondoland Times	Maaa0570434	Request For Re-Advet Of Service Provider For Procurement Of Office Fur	2026/08/21	2 000,00
Core Function:Human Resources	Pondoland Times	Maaa0570434	Request For Advertisment Of The Position Namely:Manager Legal Services Provincialnews Paper And Local News Paper.	2026/08/20	2 000,00
Core Function:Economic Development/Plann	Pondoland Times	Maaa0570434	Request For Sourcing Of Suitable Qualified Service Provider To Develop Relocation And Migration Plan For Winnie Madikizela Mandela Local Muni As Per Attached Terms Of Reference	2026/08/12	2 000,00
Core Function:Human Resources	Pondoland Times	Maaa0570434	Request For Advertisment Of The Positions Namely: Senior Manager Engin Services(National & Provincial News Paper); Manager Electricity (Provi Paper And On Local News Paper;	2026/07/17	2 000,00
Core Function:Human Resources	Pondoland Times	Maaa0570434	Request For Advertisment Of The Position Namely:Tourism Intern Under D Planning Department (Three Year Fixed Contract)	2026/07/17	2 000,00
					R40 004,56

d. Procurement requests above R2, 000.00 but below R30, 000.00

Procurement of goods and services above R2000.00 but below R30 000.00 is done through a three quotation system

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Core Function:Asset Management	Guardrisk Insurance Company	Maaa0438544	Payment For Guard Risk For (Hp I5) Laptop That Has Gone For Repairs.	2026/08/04	2 500,00
Core Function:Mayor And Council	Nxaru Catering And Transport	Maaa0860760	Request 3 Fruits For Capacity Building Training To Be Held On The 12th 2026 At Council Chamber	2026/08/14	3 250,00
Core Function:Human Resources	Mie (Pty) Ltd	Maaa0001104	Payment For Verification Of Candidates. Manager-Traffic; Receptionist Finance Intern	2026/08/20	3 998,55
Core Function:Mayor And Council	Songo Trading And Projects	Maaa1403418	Request For High Tea For Vip On The 29 Sept 2025 At The Civic Centre For Winnie Madikizela Mandela Commemorative Legacy Lecture	2026/09/30	4 500,00
Core Function:Solid Waste Removal	Amagingqi Sewing And Other Tra	Maaa0643563	Request For Catering For 50 Attendees For Cleaning Campaign At Ward 4 6th Of August 2026	2026/08/06	5 250,00
Core Function:Mayor And Council	Femotlatsi Constructions	Maaa1560591	Request Lunch With Soft Drinks For Local Aids Council Meeting To Be He 25th August 2026 At Old Council Chamber At 10h00	2026/08/19	5 250,00
Non-Core Function:Population Development	Thanks To Give Trading And Pro	Maaa1403418	Request Supply And Delivery Of 15 Lunchpack For Hall Management Worksh Ward 32 On The 13 August 2026	2026/08/12	5 530,00
Core Function:Economic Development/Plann	Ibombo Trading (Pty)Ltd	Maaa0643563	Request For Bottled Water For 600 People Who Will Be Attending The Wea And Provincial Advisory Service Awards On 18 August 2026 In Mbizana C Centre Water Should Be Deliverd At 09:00 At The Venue	2026/08/19	5 940,00
Core Function:Biodiversity And Landscape	Masixasane Trading And Constru	Maaa0571227	Request For Catering For 60 Participants For Coastal Committee Meeting 20th Of August 2026 At Mdatya Sss Ward 28@10h00	2026/08/19	6 600,00
Core Function:Solid Waste Removal	Orange The Citrus	Maaa1597334	Request For Provission Of Catering For Waste Management Committee Meet Stakeholders On The 27 August 2026 At Council Chambers In Ward 1	2026/08/21	7 455,00
Core Function:Economic Development/Plann	Gees And Bulie's Trading And P	Maaa0491577	Request For Catering For 100 People Who Will Be Attending The Winnie M Mandela Commemoration Programme At Ludeke Area At Ward 4 On 23 Septemb	2026/09/22	9 000,00
Core Function:Mayor And Council	Tabzoe Tradings (Pty) Ltd	Maaa0030653	Request Lunch Packs For Nelson Mandela 67 Minutes To Be Held At Meje S 14 On The 18th July 2026	2026/07/17	9 500,00
Core Function:Biodiversity And Landscape	Tamati Transport Pty Ltd	Maaa0369147	Request For Hiring Of 2x 15 Seater Taxis;(1 Taxi From Ward 25 Khumbuz Ward 28 Mdatya Sss; (Other 1 Taxi From Ward 23 &24 To Mdatya Sss)For Committee Meeting On The 20th Of August 2026. Collect & Return Back	2026/08/12	10 000,00
Core Function:Human Resources	Stadio Pty Ltd	Maaa0413631	Study Assitance For Bhani Mantombi	2026/08/19	10 240,00
Core Function:Human Resources	Ubuntu Media Holdings	Maaa1732905	Request For Advertisement Of The Position Namely: Manager Legal Servic Provincial Newspaper And Local News Paper	2026/08/20	10 315,50
Non-Core Function:Population	Dagaya's Construction	Maaa0190065	Request Supply And Delivery Of Catering For 70 People For Advisory For Will Be Held At Civic Center On The 23 September 2026	2026/09/22	10 400,00

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Development					
Core Function:Mayor And Council	Nandi-Lee Jnr	Maaa0689420	Catering For 100 People (Cake 1m*1.5m And Cans Of Drinks) Birthday For Ms.Majili Sibhaca From Esimakadeni Kwa-Ndela Location On 11 July 2026.	2026/07/14	10 400,00
Core Function:Economic Development/Plann	Nandi-Lee Jnr	Maaa0689420	Request For Catering For 100 Poeple Who Will Be Attending Stakeholder At Civic Centre At 10 Oclock .	2026/07/22	10 500,00
Core Function:Finance	Chartered Institute Of Governm	Maaa0129791	Annual Conference Fees For Mr Zukulu	2026/09/18	10 565,00
Core Function:Human Resources	Ubuntu Media Holdings	Maaa1732905	Request To Advertise Sm Engineering Post On Provincial Newspaper	2026/07/17	11 109,00
Core Function:Human Resources	Ubuntu Media Holdings	Maaa1732905	Request To Advertise Manager Electricity Post On Provincial Newspaper	2026/07/17	11 109,00
Core Function:Economic Development/Plann	Da Black Horse	Maaa0445987	Request For Catering For 72 People Attending For Two Days 36 On Each D Engagement Stakeholder Meeting	2026/09/11	11 160,00
Core Function:Mayor And Council	Hlongwanes Son Trading Enterpr	Maaa0805318	Request For 2 Taxis From Bizana To Margate From The 06 August 2026 Ret 07 August 2026 For People Living With Disability Summit	2026/08/06	11 400,00
Core Function:Economic Development/Plann	South African Planning Institu	Maaa0080935	Payment For Conference Registration Fees For Thembalethu Nyembe	2026/09/18	11 500,00
Core Function:Human Resources	Ubuntu Media Holdings	Maaa1732905	Request For Re-Advert Of The Position Namely: Manager Administration & Services Under Corporate Services Permanently In Local And Provincial	2026/08/26	11 902,50
Non-Core Function:Population Development	Sisisekelo Enterprise	Maaa1643867	Request Catering For 100 People For Indigent Awareness Campaign At War On The 11 September 2026	2026/08/31	12 000,00
Core Function:Mayor And Council	Lilly Trading	Maaa0138794	Request For Lunch Packs With Soft Drinks And Still Water For 100 Peopl Will Be Attending Awareness Campaign For Thps To Be Held At Gcinilizwe Hall On The 20 August 2026	2026/08/20	13 000,00
Core Function:Mayor And Council	Sijonge Kuye Trading	Maaa0080935	Request For Lunch Packs With Soft Drinks And Still Water For 100 Peopl Be Attending Awareness Campaign For Thps To Be Held At Sicelo Bhani Co Hall On The 24 August 2026	2026/08/14	13 000,00
Non-Core Function:Population Development	Admire Trading	Maaa1732905	Request Supply And Delivery Of Catering For 100 People For Disaster Aw At Ward 8	2026/08/06	14 000,00
Non-Core Function:Population Development	Ronns Logistics Pty Ltd	Maaa1009759	Request Supply And Delivery Of Catering For 100 People For Disaster Aw Ward 23	2026/08/17	14 500,00
Non-Core Function:Population Development	Wild Coast Holdings	Maaa1068998	Request Supply And Delivery Of Catering For 100 People For Indigent Aw Campaign That Will Be At Ward 24 On The 13 November 2026	2026/08/27	15 100,00
Non-Core Function:Population Development	Maphalala Trading	Maaa0616983	Request Supply And Delivery Of Catering For 100 People For Indigent Aw Campaign At Ward 28 On The 28 August 2026	2026/08/21	15 450,00
Core Function:Human	Disaster Management	Maaa0631888	Payment For Registration Fees For Mtshengu; Mhlelembana And Nyangana A Dmisa	2026/10/01	15 500,00

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Resources	Institute				
Core Function:Police Forces Traffic And	Luyonde Tradings	Maaa1280396	Request For 100 Lunch For Community Safety Forum Meeting That Will Be 09 September 2026 At Old Council Chumber	2026/09/08	15 750,00
Core Function:Solid Waste Removal	Lithemba Construction	Maaa0183717	Request For Hiring Of Tlb For 2 Days From The 27-28 August 2026 To Wor Per Day In Ward 1	2026/08/27	16 928,00
Core Function:Mayor And Council	African Compass Trading 37cc	Maaa0121475	Lunch With Soft Drinks For The Wsu Sight Visit On The 07/07/2026 At Ci	2026/07/13	17 280,00
Core Function:Mayor And Council	Nandi-Lee Jnr	Maaa0689420	Request For Lunch With Drinks For Consultative Meeting To Be Held On T September 2026 At Roman Catholic Church	2026/09/03	17 400,00
Core Function:Human Resources	University Of South Africa	Maaa0229105	Study Assistance For Ms Babalwa Pepu	2026/07/29	18 200,00
Core Function:Mayor And Council	Zamantambo Construction And Pr	Maaa0168017	Request For High Tea For The Wsu Mou Signing Session That Will Be Held Civic Centre Council Chambers On The 3 August 2026	2026/08/03	18 200,00
Core Function:Solid Waste Removal	Zuko And Lizzys Trading	Maaa0425061	Request For Provission Of Catering For 200 Attendees For Waste Educati Programme & Registration Of Local Waste Pickers At Civic Centre In War 21 September 2026	2026/09/28	18 600,00
Core Function:Police Forces Traffic And	Songo Trading And Projects	Maaa1403418	Request For Provission Of Catering For 200 Stakeholders For Community Awareness Campaign In Ward 1 On The 7 August 2026	2026/08/12	19 000,00
Core Function:Roads	Ndzolo And Son Trading Enterpr	Maaa0752944	Florescent Tube 5fit	2026/07/29	19 280,00
Core Function:Biodiversity And Landscape	Masixasane Trading And Constru	Maaa0571227	Request For 60 Catering In A Form Of Lunch Packs For Environmental Awa Campaign On The 25 August 2026 In Ward 28 At Malulwana Beach	2026/09/03	19 445,00
Core Function:Human Resources	State Information Technology A	Maaa0146218	Payment For Conference Fees For Ziyanda Mshiywa	2026/09/18	20 000,03
Core Function:Human Resources	Mancosa	Maaa0075855	Payment For Study Assistance For Nontembiso Sakha	2026/08/19	20 355,00
Core Function:Human Resources	University Of South Africa	Maaa0229105	Study Fees	2026/08/19	20 510,00
Core Function:Human Resources	University Of South Africa	Maaa0229105	Study Fees	2026/08/19	20 510,00
Core Function:Economic Development/Plann	Greenview Enterprise	Maaa1602335	Catering For Hlolweni Community Stakeholder Engagement At Ward 21 On 01 September 2026	2026/08/31	21 900,00
Core Function:Economic Development/Plann	South African Planning Institu	Maaa0080935	Payment For Registration For Ms. N. Mafumbatha Attending Planning Afri Conference 2026	2026/09/18	23 000,00
Core Function:Solid Waste Removal	Phapha Zindela Holdings	Maaa0580062	Request For Hiring Of Tlb For 1 Day To Work In Ward 23&24 For 8 Hours	2026/09/22	23 100,00
Core Function:Mayor And Council	Kati Kabizwayo (Pty) Ltd	Maaa0441360	Request For Lunch With Drinks For 240 People Who Will Be Attending Eff Consultative Meeting On The 24 July 2026 At Roman Catholic Church	2026/07/29	23 520,00
Core Function:Biodiversity	Bzn Safety And Security Academ	Maaa0773067	Request For Supply And Delivery Of 2 Signboards (Chromadek); Size W:2.	2026/09/22	23 752,00

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
And Landscape					
Core Function:Mayor And Council	Athayanda Mashabane Enterprise	Maaa0478399	Request Lunch With Assorted Drinks For Community Education Program To Nomangesi Malunga Mlomo Community Hall Ward 18 On The 05 August 2026 A	2026/07/31	23 894,00
Core Function:Mayor And Council	Asilondele Trading	Maaa0673600	Request Lunch For 200 People For The Idp Rep Forum To Be Held On The 1 At Mbizana Civic Centre	2026/09/22	24 000,00
Core Function:Mayor And Council	Nkosiyabona Trading	Maaa1323318	Request Lunch With Assorted Drinks For Community Education Program To Ntabendlovu Community Hall Ward 12 On The 18 September 2026 At 10h00	2026/08/06	24 524,00
Core Function:Mayor And Council	Dody Trading (Pty) Ltd	Maaa1255868	Requesting For Lunch Packs For Initiation Awareness Campaign To Be Hel Bizana Civic Centre On The 12 August 2026	2026/08/12	25 000,00
Core Function:Police Forces Traffic And	Vsukude	Maaa1438686	Request For 200 Vip Lunch For Community Safety Awareness Campaign Tha Will Be Held At Ward 23 On The 17 September 2026.	2026/09/22	25 400,00
Core Function:Mayor And Council	Nkosiyabona Trading	Maaa1323318	Payment For Catering For Community Education Held On The 28/09/26 At Ntabendlovu Community Hall On The 28/09/26	2026/10/01	25 874,00
Core Function:Mayor And Council	Black Butterfly Construction A	Maaa0953085	Request For Lunch Packs For 200 People Attending Support Functioning Forum To Be Held On The 11 September 2026 At Ebenezer Community Hall	2026/09/08	26 000,00
Core Function:Mayor And Council	Love Grace Trading	Maaa1188672	Request Lunch With Assorted Drinks For Community Education Program To Nonqulana Community Hall Ward 05 On The 30 July 2026 At 10h00	2026/07/22	26 430,00
Core Function:Mayor And Council	African Compass Trading 37cc	Maaa0121475	Request Lunch With Soft Assorted Drinks For Constituency Work Program On The 28th August 2026 At Civic Centre Community Hall At 10h00.	2026/08/20	26 985,00
Core Function:Mayor And Council	Likiho Trading	Maaa0022525	Request For Lunch Packs For Provincial Womens Month Buildup Programme On The 14 August 2026 At Ward 12	2026/08/14	27 000,00
Core Function:Mayor And Council	Khambata Holdings And Projects	Maaa1680623	Request For Lunch With Soft Drink And Still Water For Main Event Women Celebration To Be Held At Civic Centre On The 18 August 2026	2026/08/25	27 100,00
Core Function:Mayor And Council	Bhala Kadududu Trading	Maaa0856525	Request For Lunch Packs For The Inkciyo Support Handover To Be Held At Council Chamber On The 09 September 2026	2026/09/03	27 500,00
Core Function:Fleet Management	The Mane's	Maaa0100893	Payment For Car Was Services 01-27/07/2026	2026/08/03	27 820,00
Core Function:Fleet Management	Eks Vehicle Tracking	Maaa0419559	Payment For Vehicle Tracking For July 2026	2026/08/21	27 922,52
Core Function:Mayor And Council	Amabanjwa Agricultural Primary	Maaa0483656	Request Lunch With Soft Drinks For Community Education Program To Be H 21 July 2026 At Sithukuthezi Community Hall Ward 03 At 10h00	2026/07/21	28 230,00
Core Function:Solid Waste Removal	Banana Boat Business Enterpris	Maaa0152649	Request For Supply & Delivery Of 3x5litres Of Primer For Maintenance O Skip Bins	2026/09/03	28 412,00
Non-Core Function:Road And Traffic Regul	Transport - Driving License Ca	Maaa0357741	Payment To Driving Licence Card Account For The Month Of August 2026	2026/09/15	29 072,00
Core Function:Marketing Customer Relati	Alfred Nzo Community Radio	Maaa0357722	Request For 3-Hour Live Community Radio Broadcast And Live Streaming For The Winnie Madikizela Mandela Legacy Commemoration On The 29 Septe At The Bizana Civic Centre	2026/09/30	29 880,00
					1 179 698,10

e. Procurement above R30 000 but below R300 000

Procurement of goods and services above R30 000.00 but below R300 000.00 is done through a system of advertising on website and the tender notice board and reports to be evaluated using PPPFA.

Department/Function	Creditor Name	Csdrefnumber	Specifications	Order Date	Value
Non-Core Function:Libraries And Archives	Liasa	Maaa0149951	Payment For Liasa Conference Fees For Ms Nomawonga Mqeke That Will Be Convention Centre From 04-10/10/2026	2026/08/20	R31 100,00
Non-Core Function:Road And Traffic Regul	Transport - Driving License Ca	Maaa0357741	Payment For Driving Licence Card. July 2026	2026/08/12	R32 943,00
Core Function:Fleet Management	The Mane's	Maaa0100893	Payment For Car Wash Services From 28/07 To 23/09/2026	2026/09/30	R48 259,87
Core Function:Human Resources	Arena Holdings	Maaa0076388	Request For Advertisements Of Sm Engineering Post On National Newspape	2026/07/17	R67 748,80
Non-Core Function:Population Development	Ta-Moras Trading And Projects	Maaa0324009	Payment For Supply And Delivery Of Social Relief Distress Material	2026/08/04	R87 552,00
Core Function:Mayor And Council	Loytshinqo01	Maaa1443347	Payment For Support Of 3 Eledely Centres. Kitchen Tools	2026/10/02	R105 000,00
Libraries And Archives:Librararies And A	Songo Trading And Projects	Maaa1403418	Payment For Library Awareness Campaign. Catering	2026/10/02	R109 950,00
Core Function:Human Resources	Woman Of Virtue Health	Maaa0110590	Payment For Risk Assessment-Inspection Of Municipal Vehicles	2026/08/31	R111 300,00
Core Function:Marketing Customer Relati	Myn Trading Enterprise	Maaa1361767	Payment For Customer Care Program	2026/10/01	R124 850,00
Core Function:Property Services	Black Dot Property Consultants	Maaa0170576	Payment For Market Valuation For Erf 3093 And Erf 3096	2026/09/30	R160 741,25
Core Function:Mayor And Council	Songo Trading And Projects	Maaa1403418	Payment For Soma 2026. Catering	2026/10/01	R200 100,00
Core Function:Security Services	Nanochip Technologies	Maaa1002250	Payment For Maintenance Of Cctv Cameras July; August And Septembet 202	2026/09/30	R211 200,00
Core Function:Roads	Lg Construction		Retention Withdrawal For Mhlabomnyama Via Makhalweni Access Road	2026/09/03	R224 591,69
Core Function:Solid Waste Removal	Masinyane And Son	Maaa0551580	Payment For Delivery Of Black Refuse Bags	2026/10/01	R274 099,05
					R1 789 435,66

13. Status of Tenders

This procurement is done through a system of competitive bidding processes advertised on the provincial paper for a minimum of 14 days as per Regulation 14 as per S19 of Treasury Regulation of MFMA.

a) **Mini Tender progress for the period ended 30 September 2026**

NO	SUCCESSFUL TENDERER	ESTIMATED COST	AWARD AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
1	Loytshinqo01	R 300 000,00	R 105 000,00	WMM-LM 24/07/26/01 SEC	Service provider for the support of 3 elderly centres	Wednesday, 26 August 2026	Municipal Manager
2	Songo Trading and Projects	R 218 450,00	R 200 100,00	WMM-LM 16/07/26/01 SPS	Service provider for SOMA 2026	Monday, 24 August 2026	Municipal Manager
3	MYN 9612 Trading Enterprise	R 172 500,00	R 124 850,00	WMM-LM 04/08/26/01 CCP	Customer care programme	Tuesday, 08 September 2026	Municipal Manager
4	Songo Trading & Projects	R 220 000,00	R 207 050,00	WMM-LM 19/08/26/01 LAC	Library awareness campaign Q1	Tuesday, 22 September 2026	Community services
5	Konke Holdings and Projects	R 68 000,00	R 50 500,00	WMM-LM 21/08/26/01 WCU	Waste management programme- Weekly clean-ups	Monday, 28 September 2026	Community services
6	Ta Mora's Trading & Projects	R 210 000,00	R 143 000,00	WMM-LM 07/08/26/02 S&D IS	Supply and delivery of industrial shredder	Monday, 28 September 2026	Corporate Services
7	JNW Trading Enterprise	R 77 900,00	R 80 000,00	WMM-LM 21/08/26/03 EAC	Environmental awareness campaign arbor day celebrations	Tuesday, 29 September 2026	Community services
8	JNW Trading Enterprise	R 300 000,00	R 300 000,00	WMM-LM 27/08/26/02 GPT	Maintenance of garden power tools	Tuesday, 29 September 2026	Community services
9	JNW Trading Enterprise	R 200 000,00	R 128 000,00	WMM-LM 25/08/26/01 MNL	Design, Layout and Printing of Municipal Newsletter	Monday, 05 October 2026	Municipal Manager
10	DKZ Digital Hub (PTY)LTD	R 190 000,00	R 125 420,00	WMM-LM 20/08/26/01 PCC	Supply and delivery of Protective Clothing	Monday, 05 October 2026	Corporate Services
11	Smithbridge Group (PTY)LTD	R 130 000,00	R 121 303,00	WMM-LM 21/08/26/04 GPT	Supply and Delivery for Garden Power Tools	Friday, 02 October 2026	Community services
		R 2 086 850,00	**R 1 585 223,00**				

b) **Tenders awarded for the period ended 30 September 2026**

Competitive Bidding

NO	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
1	The Manes	R 397 810,00	WMM-LM 25/03/26/01 LJG	Fencing of Library Jungle Gym	Thursday, 16 July 2026	Community Services
2	JNW Trading	Rates	WMMLM 00070-SRM	Supply and Delivery of Social Relief Distress Material for 36m	Thursday, 16 July 2026	Community Services
3	Mabozela Trading and Enterprise	R 8 692 368,18	WMM LM 0062	Construction of Garhane Access Road	Friday, 24 July 2026	Engineering Services
4	Nase Construction	R 7 548 099,09	WMM LM 0062	Construction of Mbhatshe Bridge and access Road	Friday, 24 July 2026	Engineering Services
5	Manyobo Group	R 8 186 523,40	WMM LM 0062	Construction of Ntsingizi to Mbenya Access Road	Friday, 24 July 2026	Engineering Services
6	Stira Construction and Projects	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
7	Nomali Trading PTY LTD	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
8	Vitsha Trading	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
9	Masiqhame Trading 789	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
10	Akene Investments	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
11	Manyobo Group	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
12	Mabozela Trading and Entgerprise	Rates	WMM LM 000102	Panel of Maintenance of Roads for 18 Months	Wednesday, 12 August 2026	Engineering Office
13	ODG Technologies	R 1 228 226,81	WMM -LM000103	Electrification of Msarhweni Electrification Phase 3	Friday, 18 September 2026	Engineering Office
14	LM Industries T/A Inguquko Development and Projects	R 650 000,00	WMM LM 31/07/26/01 RMP	Relocation of Migration Plam	Wednesday, 16 September 2026	Engineering Office
15	TPS Development Projects	R 928 000,00	WMM LM 03/08/24/03 UTE	Baseline Studies of Ext 5 Township Layout Plan	Wednesday, 16 September 2026	Engineering Office
16	ML Industries T/A Inguquko Development and Projects	R 700 000,00	WMM LM 31/07/26/03 RSB	Spartial Redefinition of Settlement Boundaries	Wednesday, 16 September 2026	Engineering Office
17	Eco South Partnership	R 748 707,50	WMM LM 03/08/26/02 RTL	Baseline Studies of Mixed-use Township Establishment	Wednesday, 16 September 2026	Engineering Office
18	Eco South Partnership	R 590 525,00	WMM LM 31/07/26/02 GIS	Maintenance and Upgrade of Municipal GIS Web Portal	Wednesday, 16 September 2026	Engineering Office
19	Maboka Boiketlo K JV	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of	Friday, 25 September 2026	Engineering Office

NO	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
				18m		
20	B B Logistics PTY LTD	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
21	Mabozela Trading and Enterprise	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
22	Masiqhame Trading 789	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
23	DTTP Holdings	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
24	Kara SA	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
25	Nomafusi JV JNW Trading	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
26	Senzakahle SA	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
27	Nomanesi Civils and Plant Hire	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
28	Umngazi Group	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
29	Stira Construction and Projects	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
30	Vitsha Trading	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
31	Pangwa Trading	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
32	Zumit Trading	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
33	Ziinzame Consulting Engineers	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel	Friday, 25	Engineering Office

NO	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
				Roads,Bridges and all Stormwater Related Works for a period of 18m	September 2026	
34	Nikhwe Group	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
35	Ubuhe Bempisi Consulting Engineers	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
36	MI Consultants	Rates	WMM 000103	Panel of Service Providers for the Construction of Gravel Roads,Bridges and all Stormwater Related Works for a period of 18m	Friday, 25 September 2026	Engineering Office
Total		**R 29 670 259,98**				

c) Status of current tenders

Decription of the Project	Bid Number	Chairperson	Closing Date	Validity	Extension of Validity	Validity Period	SCM Official	Advert/Closed	Department	Members	Todays Date	Days Lapsed	Validity Check	Remaining Days	Status
Supply and Delivery of PPE : Environmrental Services for 24 Months	WMM-LM 19/02/26/01 PPE	Ncumisa Xoko	31 August 2026	90	0	29 November 2026	Mziwethu Mtetandaba	Closed	Community Services	S. Morlock, B. Hlangabezo and S. Noqhamza	09 October 2026	39.00	Valid	51.00	Evaluation
Extension of Waste Management Services	WMM-LM 19/02/26/02 WMS	Ncumisa Xoko	31 August 2026	90	0	29 November 2026	Mziwethu Mtetandaba	Closed	Community Services	S. Morlock, B. Hlangabezo and S. Noqhamza	09 October 2026	39.00	Valid	51.00	Evaluation
Maintenance of Ward 03 Community Hall	WMM-LM 20/04/26/03 MWC	Lungelwa Mhlelembana	05 June 2026	90	0	03 September 2026	Mziwethu Mtetandaba	Closed	Community Services	M.Madikizela, S. Songca, M. Somi	09 October 2026	126.00	Expired	-36.00	Evaluation
Paving of Multi-Purpose Youth Centre Hall	WMM-LM 20/04/26/04 PWM	Lungelwa Mhlelembana	05 June 2026	90	0	03 September 2026	Mziwethu Mtetandaba	Closed	Community Services	M.Madikizela, S. Songca, M. Somi	09 October 2026	126.00	Expired	-36.00	Evaluation
Library Facilities Maintenance and Equipment	WMM-LM 17/04/26/01 LFM	Lungelwa Mhlelembana	05 June 2026	90	0	03 September 2026	Mziwethu Mtetandaba	Closed	Community Services	M.Madikizela, S. Songca, M. Somi	09 October 2026	126.00	Expired	-36.00	Evaluation
Construction of 05 Ablution Facilities and DLTC Building Refurbishment	WMM LM 00071	Viwe Nontanda	05 October 2026	90	0	03 January 2027	Mziwethu Mtetandaba	Closed	Community Services	M.Madikizela, J. Dlamini, S. Noqhamza	09 October 2026	4.00	Valid	86.00	Evaluation
Conveyancing Services	WMM-LM 03/08/26/04	Zamabgengu Shange	27 August 2026	90	0	25 November	Mziwethu Mtetandab	Closed	Development Planning	B. Hlangabezo, N. Jokweni, N.	09 October 2026	43.00	Valid	47.00	Evaluation

Decription of the Project	Bid Number	Chairperson	Closing Date	Validity	Extension of Validity	Validity Period	SCM Official	Advert/Closed	Department	Members	Todays Date	Days Lapsed	Validity Check	Remaining Days	Status
	CVS					2026	a			Ngcunukana					
Procurement of Office Furniture (Corporate)	WMM -LM 18/03/26/01 OFC	Nobusi Mshweshwe	08 September 2026	90	0	07 December 2026	Luleka Mbhele	Closed	Corporate Services	Ngejane, Madikizela and Noqhamza	09 October 2026	31.00	Valid	59.00	Evaluation
Panel of Maintenance of Roads for the period of 18 Months - Part 2	WMM 000102	Viwe Nontanda	22 September 2026	90	0	21 December 2026	Mziwethu Mtetandaba	Closed	Engineering Services	Songca, Ngejane and Noqhamza	09 October 2026	17.00	Valid	73.00	Evaluation
Provision of Internal Audit Service (Co-source)	WMM-LM 03/08/26/01 SNG	Nwabisa Jokweni	28 September 2026	90	0	27 December 2026	Luleka Mbhele	Closed	Municipal Manager	N.Mgxiva, S.Noqhamza	09 October 2026	11.00	Valid	79.00	Evaluation
Supply and Delivery of Stationery For 12 Months	WMM LM 10/07/26/01 STA	Madodomzi Madikizela	07 August 2026	90	0	05 November 2026	Mziwethu Mtetandaba	Closed	Budget and Treasury	N. Ntlanga, N. Ngejane and S. Noqhamza	09 October 2026	63.00	Valid	27.00	Evaluation
Electrification of Zizityaneni Phase 3	WMM-LM 000 103 TCE RFQ	Nwabisa Jokweni	28 August 2026	90	0	26 November 2026	Mziwethu Mtetandaba	Closed	Engineering Services	N. Ngalonkulu, N. Xoko and M. Somi	09 October 2026	42.00	Valid	48.00	Re-Issued
maintenance of Municipal Main Building	WMM LM 000100MMB	Nwabisa Jokweni	05 October 2026	90	0	03 January 2027	Luleka Mbhele	Closed	Engineering Services	S. Songca, Z. Shange and S. Noqhamza	09 October 2026	4.00	Valid	86.00	Evaluation
Procurement of Laptops and Tracking Devices	WMM-LM 08/10/26/01 LTD	Not Yet Appointed	23 October 2026	90	0	21 January 2027	Not Yet Appointed	Advert	Corporate Services	Not yet appointed	09 October 2026	-14.00	Valid	104.00	Evaluation
Procurement of (ERP) Enterprise Resources Planning System	WMM-LM 08/10/26/02 ERP	Not Yet Appointed	29 October 2026	90	0	27 January 2027	Not Yet Appointed	Advert	Corporate Services	Not yet appointed	09 October 2026	-20.00	Valid	110.00	Evaluation

d) Deviations

There were no deviations approved during the quarter.

e) Unauthorised, Irregular, Fruitless and Wasteful Expenditure

Below is the list of all Irregular, Fruitless and Wasteful expenditures identified during the year. The expenditures relate to adverts issued where tenders were issued with errors and erratum required publishing at an additional cost, adverts where tenders were not until they reached their

validity periods, claims for property damages where the municipality was found liable as well as interest on SARS submissions incurred during the year. All these have already been reported to the council and its structures:

Winnie Madikizela-Mandela Local Municipality																			
Unauthorised,Irregular, Fruitless and Wasteful Expenditure - 2025-26																			
No	**Date of discovery**	**Date Reported to Council/MPAC**	**Transaction details**							**Person Liable (Official or Political Office Bearer)**	**Type of Prohibited Expenditure**	**Status**						
			Date of Payment	**Payment Number**	**Creditor Name**	**Amount**	**WRITE-OFFS**	**RECOVERY**	**Description of Incident**			**UI**	**DP**	**CC**	**TR**	**P**	**WO**	**General comments**
1	30 January 2026	30 July 2026	03 January 2026	'EF009129-0004	Kuhle Bhekiswa Repairs for Res	R 735,00			Grass Cutting Team Damaged a window house at Highlind Viview Bizana	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
2	02 March 2026	30 July 2026	02 March 2026	'EF009172-0001	Mncedisi Mzekeli Damaged of Vehicle	R 800,00			Third party Claim for Vehicle window damaged by Grass cutting Team while conducting grass cutting activities along R61 near Bargain store	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
3	02 March 2026	30 July 2026	02 March 2026	'EF009172-0004	Nicholas Madikizela Damaged	R 720,00			Third party Claim for Vehicle window damaged by Grass cutting Team while conducting grass cutting activities along R61 near Bargain store	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
4	29 May 2026	30 July 2026	29 May 2026	'EF009293-0001	Nomvuyo Bomoyi Third Party Claim	R 7 025,35			A Toyota with a registration LT07PV-GP owed by Dignity Group collided with a prominent pothole situated in hope Street resulted in substantial damage to the underside and left mechanics of the Vehicle including the	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed

Winnie Madikizela-Mandela Local Municipality

Unauthorised,Irregular, Fruitless and Wasteful Expenditure - 2025-26

No	Date of discovery	Date Reported to Council/MPAC	Transaction details							Person Liable (Official or Political Office Bearer)	Type of Prohibited Expenditure	Status						
			Date of Payment	Payment Number	Creditor Name	Amount	WRITE-OFFS	RECOVERY	Description of Incident			UI	DP	CC	TR	P	WO	General comments
									tyre									
5	29 May 2026	30 July 2026	29 May 2026	'EF009293-0002	Palm and Hollander Inc Third	R 52 384,63			A Toyota with a registration LT07PV-GP owed by Dignity Group collided with a prominent pothole situated in hope Street resulted in substantial damage to the underside and left mechanics of the Vehicle including the tyre	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
6	13 February 2026	30 July 2026	25 March 2026	EF009198-0001	Group Two Media Company	R 1 998,70			This is a result of a Tender for Supply and Delivery of Cold Asphalt that was not presented to the Bid Adjudication Committee this the Validity period lapsed.	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
7	21 November 2025	30 July 2026	07 November 2025	EF009057-0001	Pondoland Times	R 2 000,00			This is a result of a Tender for Maintenance of Back Up Generator and Panel For Multi Discipline Panel of Consultants that was not presented to the Bid Adjudication Committee this the Validity lapsed.	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
8	21 November 2025	30 July 2026	13 June 2025	EF008855-0001	Group Two Media Company	R 1 998,70			This is a result of a Tender for Maintenance of Back Up Generator and Panel For Multi Discipline Panel of Consultants that was not presented to the Bid Adjudication Committee this the Validity period lapsed.	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed

Winnie Madikizela-Mandela Local Municipality

Unauthorised,Irregular, Fruitless and Wasteful Expenditure - 2025-26

No	Date of discovery	Date Reported to Council/MPAC	Transaction details							Person Liable (Official or Political Office Bearer)	Type of Prohibited Expenditure	Status						
			Date of Payment	Payment Number	Creditor Name	Amount	WRITE-OFFS	RECOVERY	Description of Incident			UI	DP	CC	TR	P	WO	General comments
9	01 October 2025	30 July 2026	01 October 2025	N/A	SARS	R 140 757,00			Interest on SARS submissions related to a period where the system had issues that required a visit to the SARS offices for the municipality to be assisted	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
10		30 July 2026		N/A	SARS	R 171 162,00			Interest on INEP VAT submissions related to the change in the INEP treatment where the municipality is constructing infrastructure that will be handed over to Eskom for operation	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
11	16 September 2025	30 July 2026	16 September 2025	19155	Department of Labour	R 5 093,46			Interest on COIDA declarations and payments related to years before 2019 that had remained unpaid since the submissions were made and the municipality has been struggling to get the statements	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
12	29 June 2026	30 July 2026	29 June 2026	EF009332-0001	Department of Labour	R 1 055,54			Interest on COIDA declarations and payments related to years before 2019 that had remained unpaid since the submissions were made and the municipality has been struggling to get the statements	Not yet determined	Fruitless & Wasteful Expenditure	a						In the process of being reported to the structures of council to for processing as prescribed
						R385 730,38	**R -**	**R -**										

14. Database utilisation

The following table indicates the service providers that have been utilised during the three months ended 30 September 2026. This is in keeping in line with demonstrating that we are making strides in ensuring that there is rotation of service providers and no single provider is preferred.

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
Economic Development/ Planning	GOVERNMENT PRINTING WORKS	MAAA0090672	149 BOSMAN STREET PRETORIA	REQUEST TO GAZETTE WMMLM SPATIAL PLANNING AND LAND USE	038530	2026/09/18	1 008,78	OPEN	Pretoria
Economic Development/ Planning	GOVERNMENT PRINTING WORKS	MAAA0090672	149 BOSMAN STREET PRETORIA	REQUEST TO GAZZETTE ADOPTED AND COMMENCEMENT OF LAND USE SCHEME	038318	2026/07/14	1 008,78	OPEN	Pretoria
Human Resources	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Request for Re-advertisement of Website Revamp and Maintenance for 3 Y	038582	2026/10/01	1 998,70	OPEN	Kokstad
Finance	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Request for advertising of the 1st Adjustment Budget for 2026/2027 on newspaper	038581	2026/10/01	1 998,70	OPEN	Kokstad
Finance	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Advertising for 2nd adjustment budget for 2025/2026 to One local news	038513	2026/09/15	1 998,70	OPEN	Kokstad
Corporate Wide Strategic Planning	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Request for Advertising Public Notice for IDP; PMS & Budget Process Pl in Two Local Newspapers	038489	2026/09/08	1 998,70	OPEN	Kokstad
Municipal Manager	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Request for an advert for the appointment of a service provider to pro internal audit services for a period of 3 years	038448	2026/08/31	1 998,70	RECEIVED	Kokstad
Human Resources	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	REQUEST FOR RE-ADVERT OF THE POSITION NAMELY :MANAGER ADMINISTRATION SERVICES UNDER CORPORATE SERVICES PERMANENTLY IN LOCAL AND PROVINCIAL PAPER .	038440	2026/08/26	1 998,70	RECEIVED	Kokstad
Municipal Manager	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	REQUEST FOR TWO LOCAL NESPAPERS THAT WILL ADVERTISE LAND USE SCHEME AM	038419	2026/08/21	1 998,70	RECEIVED	Kokstad
Economic Development/ Planning	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	REQUEST FOR AN ERRATUM FOR A PREVIOUSLY PUBLISHED ARTICLE.	038412	2026/08/20	1 998,70	RECEIVED	Kokstad
Economic Development/ Planning	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	REQUEST FOR SOURCING OF SUITABLE QUALIFIED SERVICE PROVIDER TO UNDERTA BASELINE STUDIES AND	038363	2026/08/06	1 998,70	RECEIVED	Kokstad

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
				PREPARE THE REQUIRED TECHNICAL INVESTIGATIONS FOR REVALIDATION OF MIXED USE TOWNSHIP ESTABLISHMENT PROJECT SITUATED ON P					
Finance	GROUP TWO MEDIA COMPANY	MAAA0943404	SHOP 12A PICK N PAY CENTRE KOKSTAD 4700	Advertising of Stationery for 12 Months	038319	2026/07/14	1 998,70	RECEIVED	Kokstad
Population Development	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR RE-ADVERT FOR CONSTRUCTION OF 5 ABLUTION FACILITIES AND REFURBLISHMENT OF DLTC BUILDING	038527	2026/09/18	2 000,00	OPEN	Ward 17
Corporate Wide Strategic Planning	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	ADVERT FOR PUBLIC NOTICE FOR IDP;PMS & BUDGET PROCESS PLAN IN TWO LOCA PAPERS	038490	2026/09/08	2 000,00	OPEN	Ward 17
Project Management Unit	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR ADVERTISING THE SERVICE PROVIDER FOR MAINTENANCE OF ROADS FOR THE PERIOD OF 18-MONTHS CONTRACT.	038420	2026/08/21	2 000,00	OPEN	Ward 17
Human Resources	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR RE-ADVET OF SERVICE PROVIDER FOR PROCUREMENT OF OFFICE FUR	038418	2026/08/21	2 000,00	OPEN	Ward 17
Human Resources	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR ADVERTISMENT OF THE POSITION NAMELY:MANAGER LEGAL SERVICES PROVINCIALNEWS PAPER AND LOCAL NEWS PAPER.	038409	2026/08/20	2 000,00	OPEN	Ward 17
Economic Development/ Plann	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR SOURCING OF SUITABLE QUALIFIED SERVICE PROVIDER TO DEVELOP RELOCATION AND MIGRATION PLAN FOR WINNIE MADIKIZELA MANDELA LOCAL MUNI AS PER ATTACHED TERMS OF REFERENCE	038370	2026/08/12	2 000,00	RECEIVED	Ward 17
Mayor and Council	AFRICAN COMPASS TRADING 37CC	MAAA0121475	BOX 555 BIZANA WARD 31 4800	REQUEST FOR 200 STILL WATER BOTTLES TO BE USED BY DIFFERENT STANDING C METTINGS FOR 2026 /2027 CYCLE	038338	2026/07/22	2 000,00	RECEIVED	Ward 31
Human Resources	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR ADVERTISMENT OF THE POSITIONS NAMELY: SENIOR MANAGER ENGIN SERVICES(NATIONAL & PROVINCIAL NEWS PAPER); MANAGER ELECTRICITY (PROVI PAPER AND ON LOCAL NEWS PAPER;	038323	2026/07/17	2 000,00	RECEIVED	Ward 17
Human Resources	Pondoland Times	MAAA0570434	HOUSE NO 1568 WARD 17 WARD 17 4800	REQUEST FOR ADVERTISMENT OF THE POSITION NAMELY:TOURISM INTERN UNDER D PLANNING DEPARTMENT (THREE YEAR FIXED CONTRACT)	038322	2026/07/17	2 000,00	RECEIVED	Ward 17

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
Asset Management	GUARDRISK INSURANCE COMPANY	MAAA0438544	THE MARC TOWER 2 129 RIVONIA ROAD 2196	PAYMENT FOR GUARD RISK FOR (HP I5) LAPTOP THAT HAS GONE FOR REPAIRS.	038360	2026/08/04	2 500,00	RECEIVED	Johannesburg
Mayor and Council	NXARU CATERING AND TRANSPORT	MAAA0860760	HIGHLANDVIEW EXTENTION 4 WARD 1 4800	REQUEST 3 FRUITS FOR CAPACITY BUILDING TRAINING TO BE HELD ON THE 12TH 2026 AT COUNCIL CHAMBER	038387	2026/08/14	3 250,00	RECEIVED	Ward 13
Human Resources	MIE (Pty) Ltd	MAAA0001104	JEAN PARK CHAMBERS EENHEID 2 1E VLOER 252 JEANLAA 0046	PAYMENT FOR VERIFICATION OF CANDIDATES. MANAGER-TRAFFIC; RECEPTIONIST FINANCE INTERN	038405	2026/08/20	3 998,55	RECEIVED	Pretoria
Mayor and Council	SONGO TRADING AND PROJECTS	MAAA1403418	NGCINGO LOCATION AMANGUTYANA AA WARD 13 4800	REQUEST FOR HIGH TEA FOR VIP ON THE 29 SEPT 2025 AT THE CIVIC CENTRE FOR WINNIE MADIKIZELA MANDELA COMMEMORATIVE LEGACY LECTURE	038561	2026/09/30	4 500,00	RECEIVED	Ward 13
Mayor and Council	FEMOTLATSI CONSTRUCTIONS	MAAA1560591	ISIKELO NYANISWENI LOCATION WARD 10 4800	REQUEST LUNCH WITH SOFT DRINKS FOR LOCAL AIDS COUNCIL MEETING TO BE HE 25TH AUGUST 2026 AT OLD COUNCIL CHAMBER AT 10H00	038397	2026/08/19	5 250,00	RECEIVED	Ward 10
Solid Waste Removal	AMAGINGQI SEWING AND OTHER TRA	MAAA0643563	LUDEKE LOCATION ISIKELO A/A WAR 04 4800	REQUEST FOR CATERING FOR 50 ATTENDEES FOR CLEANING CAMPAIGN AT WARD 4 6TH OF AUGUST 2026	038364	2026/08/06	5 250,00	RECEIVED	Ward 4
Population Development	THANKS TO GIVE TRADING AND PRO	MAAA0447568	AMANIKHWE A/A BIZANA BIZANA 4800	Request supply and delivery of 15 lunchpack for Hall Management Worksh Ward 32 on the 13 August 2026	038372	2026/08/12	5 530,00	RECEIVED	Ward 32
Economic Development/ Planning	IBOMBO TRADING (PTY)LTD		P.O.BOX 210695 HIGHLAND VIEW BIZANA 4800	REQUEST FOR BOTTLED WATER FOR 600 PEOPLE WHO WILL BE ATTENDING THE WEA AND PROVINCIAL ADVISORY SERVICE AWARDS ON 18 AUGUST 2026 IN MBIZANA C CENTRE WATER SHOULD BE DELIVERD AT 09:00 AT THE VENUE	038396	2026/08/19	5 940,00	RECEIVED	Ward 31
Biodiversity and Landscape	MASIXASANE TRADING AND CONSTRU	MAAA0571227	AMADIBA AA WARD 28 WARD 28 4800	REQUEST FOR CATERING FOR 60 PARTICIPANTS FOR COASTAL COMMITTEE MEETING 20TH OF AUGUST 2026 AT MDATYA SSS WARD 28@10H00	038398	2026/08/19	6 600,00	RECEIVED	Ward 28
Solid Waste Removal	ORANGE THE CITRUS	MAAA1597334	MABHANOYINI MBIZANA 4800	REQUEST FOR PROVISSION OF CATERING FOR WASTE MANAGEMENT COMMITTEE MEET STAKEHOLDERS ON THE 27 AUGUST 2026 AT COUNCIL CHAMBERS IN WARD 1	038417	2026/08/21	7 455,00	RECEIVED	Ward 1
Economic Development/ Planning	GEES AND BULIE'S TRADING AND P	MAAA0491577	1923 GAMALAKHE WARD 04 4249	REQUEST FOR CATERING FOR 100 PEOPLE WHO WILL BE ATTENDING THE WINNIE M MANDELA COMMEMORATION PROGRAMME AT LUDEKE AREA AT WARD 4 ON 23 SEPTEMB	038542	2026/09/22	9 000,00	RECEIVED	Ward 4

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
Mayor and Council	TABZOE TRADINGS (PTY) LTD	MAAA0030653	P O BOX 210689 BIZANA WARD 14 4800	REQUEST LUNCH PACKS FOR NELSON MANDELA 67 MINUTES TO BE HELD AT MEJE S 14 ON THE 18TH JULY 2026	038327	2026/07/17	9 500,00	RECEIVED	Ward 14
Biodiversity and Landscape	TAMATI TRANSPORT PTY LTD	MAAA0369147	P.O BOX 77 BIZANA WARD 17 4800	REQUEST FOR HIRING OF 2X 15 SEATER TAXIS;(1 TAXI FROM WARD 25 KHUMBUZ WARD 28 MDATYA SSS; (OTHER 1 TAXI FROM WARD 23 &24 TO MDATYA SSS)FOR COMMITTEE MEETING ON THE 20TH OF AUGUST 2026. COLLECT & RETURN BACK	038371	2026/08/12	10 000,00	RECEIVED	Ward 17
Human Resources	STADIO PTY LTD	MAAA0413631	OFFICE 101 VILLAGE SQUARE CITY OF CAPE TOWN DURBANVILLE 7550	STUDY ASSITANCE FOR BHANI MANTOMBI	038400	2026/08/19	10 240,00	RECEIVED	Pretoria
Human Resources	UBUNTU MEDIA HOLDINGS	MAAA1732905	16 EMPIRE ROAD PARKTOWN 2193	REQUEST FOR ADVERTISEMENT OF THE POSITION NAMELY: MANAGER LEGAL SERVIC PROVINCIAL NEWSPAPER AND LOCAL NEWS PAPER	038410	2026/08/20	10 315,50	OPEN	East London
Population Development	DAGAYA'S CONSTRUCTION	MAAA0190065	HIGHLAND VIEW BOX 12 WARD 1 4800	Request supply and delivery of catering for 70 people for Advisory For will be held at Civic Center on the 23 September 2026	038546	2026/09/22	10 400,00	RECEIVED	Ward 1
Mayor and Council	NANDI-LEE JNR	MAAA0689420	KWANIKHWE A/A BIZANA WARD 17 4800	CATERING FOR 100 PEOPLE (CAKE 1M*1.5M AND CANS OF DRINKS) BIRTHDAY FOR MS.MAJILI SIBHACA FROM ESIMAKADENI KWA-NDELA LOCATION ON 11 JULY 2026.	038317	2026/07/14	10 400,00	RECEIVED	Ward 17
Economic Development/ Planning	NANDI-LEE JNR	MAAA0689420	KWANIKHWE A/A BIZANA WARD 17 4800	REQUEST FOR CATERING FOR 100 POEPLE WHO WILL BE ATTENDING STAKEHOLDER AT CIVIC CENTRE AT 10 OCLOCK .	038339	2026/07/22	10 500,00	RECEIVED	Ward 17
Finance	Chartered Institute of Governm	MAAA0129791	28 FORTRESS STREET KEMPTON PARK GAUTENG 1620	ANNUAL CONFERENCE FEES FOR MR ZUKULU	038520	2026/09/18	10 565,00	RECEIVED	Pretoria
Human Resources	UBUNTU MEDIA HOLDINGS	MAAA1732905	16 EMPIRE ROAD PARKTOWN 2193	REQUEST TO ADVERTISE SM ENGINEERING POST ON PROVINCIAL NEWSPAPER	038326	2026/07/17	11 109,00	RECEIVED	East London
Human Resources	UBUNTU MEDIA HOLDINGS	MAAA1732905	16 EMPIRE ROAD PARKTOWN 2193	REQUEST TO ADVERTISE MANAGER ELECTRICITY POST ON PROVINCIAL NEWSPAPER	038325	2026/07/17	11 109,00	RECEIVED	East London
Economic Development/ Planning	DA BLACK horse	MAAA0445987	16 ALBANY BUILDING BIZANA 4800	REQUEST FOR CATERING FOR 72 PEOPLE ATTENDING FOR TWO DAYS 36 ON EACH D ENGAGEMENT STAKEHOLDER MEETING	038509	2026/09/11	11 160,00	RECEIVED	Ward 1
Mayor and Council	HLONGWANES SON TRADING ENTERPR	MAAA0805318	5 YSTER STREET LADINE WARD 19 0699	REQUEST FOR 2 TAXIS FROM BIZANA TO MARGATE FROM THE 06 AUGUST 2026 RET 07 AUGUST 2026 FOR PEOPLE LIVING	038368	2026/08/06	11 400,00	RECEIVED	Ward 19

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
				WITH DISABILITY SUMMIT					
Economic Development/ Planning	South African Planning Institu	MAAA0080935	1ST FLOOR UNIHOLD HOUSE 22 HURLINGHAM ROAD 2196	PAYMENT FOR CONFERENCE REGISTRATION FEES FOR THEMBALETHU NYEMBE	038525	2026/09/18	11 500,00	RECEIVED	Pretoria
Human Resources	UBUNTU MEDIA HOLDINGS	MAAA1732905	16 EMPIRE ROAD PARKTOWN 2193	REQUEST FOR RE-ADVERT OF THE POSITION NAMELY: MANAGER ADMINISTRATION & SERVICES UNDER CORPORATE SERVICES PERMANENTLY IN LOCAL AND PROVINCIAL	038441	2026/08/26	11 902,50	OPEN	East London
Non-Population Development	SISISEKELO ENTERPRISE	MAAA1643867	KHUMBUZA VILLAGE AMADIBA AA 4800	Request catering for 100 people for Indigent Awareness Campaign at War on the 11 September 2026	038462	2026/08/31	12 000,00	RECEIVED	Ward 18
Mayor and Council	LILLY TRADING	MAAA0138794	P.O BOX 210168 BIZANA WARD 09 4800	REQUEST FOR LUNCH PACKS WITH SOFT DRINKS AND STILL WATER FOR 100 PEOPL WILL BE ATTENDING AWARENESS CAMPAIGN FOR THPS TO BE HELD AT GCINILIZWE HALL ON THE 20 AUGUST 2026	038403	2026/08/20	13 000,00	RECEIVED	Ward 9
Mayor and Council	SIJONGE KUYE TRADING	MAAA0690968	QANDASHE LOCATION WARD 17 WARD 17 4800	REQUEST FOR LUNCH PACKS WITH SOFT DRINKS AND STILL WATER FOR 100 PEOPL BE ATTENDING AWARENESS CAMPAIGN FOR THPS TO BE HELD AT SICELO BHANI CO HALL ON THE 24 AUGUST 2026	038391	2026/08/14	13 000,00	RECEIVED	
Population Development	ADMIRE TRADING	MAAA1403418	BOX 1083 FLAGSTAFF	Request supply and delivery of catering for 100 people for Disaster Aw at Ward 8	038366	2026/08/06	14 000,00	RECEIVED	Ward 8
Population Development	RONNS LOGISTICS PTY LTD	MAAA1009759	P.O.BOX 761 WARD 23 BIZANA 4800	Request supply and delivery of catering for 100 people for Disaster Aw Ward 23	038393	2026/08/17	14 500,00	RECEIVED	Ward 1
Population Development	WILD COAST HOLDINGS	MAAA1068998	P.O. BOX 67 PORT EDWARD 4295	Request supply and delivery of catering for 100 people for Indigent Aw Campaign that will be at Ward 24 on the 13 November 2026	038445	2026/08/27	15 100,00	OPEN	Ward 24
Electricity	MABOZELA TRADING AND ENTERRPRI	MAAA0092741	AMANGUTYANA ADMIN AREA NGCINGO LOCATION BIZANA 4800	PAYMENT FOR CALLOUT FOR CRANE TRUCK HIRE	038479	2026/09/03	15 364,00	RECEIVED	Ward 13
Population Development	MAPHALALA TRADING	MAAA0616983	NASH SERVICE STATION 118 MARINE DRIVE WARD 28 4240	Request supply and delivery of catering for 100 people for Indigent aw Campaign at Ward 28 on the 28 August 2026	038425	2026/08/21	15 450,00	RECEIVED	Ward 28
Human Resources	Disaster Management Institute	MAAA0631888	P O BOX 2119 PRIMROSE 1416	PAYMENT FOR REGISTRATION FEES FOR MTSHENGU; MHLELEMBANA AND NYANGANA A DMISA	038579	2026/10/01	15 500,00	OPEN	Pretoria
Police Forces Traffic	LUYONDE TRADINGS	MAAA1280396	ERF 1488 HIGHLAND VIEW 4800	REQUEST FOR 100 LUNCH FOR COMMUNITY SAFETY FORUM MEETING	038493	2026/09/08	15 750,00	RECEIVED	Ward 1

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
				THAT WILL BE 09 SEPTEMBER 2026 AT OLD COUNCIL CHUMBER					
Solid Waste Removal	Lithemba Construction	MAAA0183717	ISIKELO ADMINISTRATIVE AREA NOMLACU LOCATION 4800	REQUEST FOR HIRING OF TLB FOR 2 DAYS FROM THE 27-28 AUGUST 2026 TO WOR PER DAY IN WARD 1	038444	2026/08/27	16 928,00	RECEIVED	Ward 7
Mayor and Council	AFRICAN COMPASS TRADING 37CC	MAAA0121475	BOX 555 BIZANA WARD 31 4800	LUNCH WITH SOFT DRINKS FOR THE WSU SIGHT VISIT ON THE 07/07/2026 AT CI	038310	2026/07/13	17 280,00	RECEIVED	Ward 31
Mayor and Council	NANDI-LEE JNR	MAAA0689420	KWANIKHWE A/A BIZANA WARD 17 4800	REQUEST FOR LUNCH WITH DRINKS FOR CONSULTATIVE MEETING TO BE HELD ON T SEPTEMBER 2026 AT ROMAN CATHOLIC CHURCH	038478	2026/09/03	17 400,00	RECEIVED	Ward 17
Mayor and Council	ZAMANTAMBO CONSTRUCTION AND PR	MAAA0168017	336 REDOUBT BIZANA WARD 1 4800	REQUEST FOR HIGH TEA FOR THE WSU MOU SIGNING SESSION THAT WILL BE HELD CIVIC CENTRE COUNCIL CHAMBERS ON THE 3 AUGUST 2026	038353	2026/08/03	18 200,00	RECEIVED	Ward 1
Human Resources	University of South Africa	MAAA0229105	UNISA MAIN CAMPUS PRETORIA; TV TVW BUILDING B1_04; PRELLER ST 0003	STUDY ASSISTANCE FOR Ms BABALWA PEPU	038346	2026/07/29	18 200,00	RECEIVED	Pretoria
Finance	Auditor-General of South Afric	MAAA0096620	AUDITOR GENERAL OF SOUTH AFRIC 4 DAVENTRY STREET; LYNNWOOD BR 0001	PAYMENT FOR EXTERNAL AUDIT FEES	038375	2026/08/12	18 258,09	RECEIVED	Pretoria
Solid Waste Removal	ZUKO AND LIZZYS TRADING	MAAA0425061	BIZANA BIZANA WARD 1 4800	REQUEST FOR PROVISSION OF CATERING FOR 200 ATTENDEES FOR WASTE EDUCATI PROGRAMME & REGISTRATION OF LOCAL WASTE PICKERS AT CIVIC CENTRE IN WAR 21 SEPTEMBER 2026	038554	2026/09/28	18 600,00	OPEN	Ward 31
Police Forces Traffic	SONGO TRADING AND PROJECTS	MAAA1403418	NGCINGO LOCATION AMANGUTYANA AA WARD 13 4800	REQUEST FOR PROVISSION OF CATERING FOR 200 STAKEHOLDERS FOR COMMUNITY AWARENESS CAMPAIGN IN WARD 1 ON THE 7 AUGUST 2026	038369	2026/08/12	19 000,00	RECEIVED	Ward 13
Roads	NDZOLO AND SON TRADING ENTERPR	MAAA0752944	EXT 3 FERGUSON BIZANA 4800	FLORESCENT TUBE 5FIT	038344	2026/07/29	19 280,00	RECEIVED	Ward 1
Biodiversity and Landscape	MASIXASANE TRADING AND CONSTRU	MAAA0571227	AMADIBA AA WARD 28 WARD 28 4800	REQUEST FOR 60 CATERING IN A FORM OF LUNCH PACKS FOR ENVIRONMENTAL AWA CAMPAIGN ON THE 25 AUGUST 2026 IN WARD 28 AT MALULWANA BEACH	038474	2026/09/03	19 445,00	RECEIVED	Ward 28
Human Resources	STATE INFORMATION TECHNOLOGY A	MAAA0146218	459 TSITSA STREET ERASMUSKLOOF 0001	PAYMENT FOR CONFERENCE FEES FOR ZIYANDA MSHIYWA	038534	2026/09/18	20 000,03	RECEIVED	Pretoria
Human Resources	MANCOSA	MAAA0075855	P.O.BOX 49494 DURBAN 3100	PAYMENT FOR STUDY ASSISTANCE FOR NONTEMBISO SAKHA	038401	2026/08/19	20 355,00	RECEIVED	Durban

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
Human Resources	University of South Africa	MAAA0229105	UNISA MAIN CAMPUS PRETORIA; TV TVW BUILDING B1_04; PRELLER ST 0003	STUDY FEES	038399	2026/08/19	20 510,00	RECEIVED	Pretoria
Human Resources	University of South Africa	MAAA0229105	UNISA MAIN CAMPUS PRETORIA; TV TVW BUILDING B1_04; PRELLER ST 0003	STUDY FEES	038399	2026/08/19	20 510,00	RECEIVED	Pretoria
Economic Development/ Planning	GREENVIEW ENTERPRISE	MAAA1602335	IMIZIZI AA ETYENI LOCATION 4800	CATERING FOR HLOLWENI COMMUNITY STAKEHOLDER ENGAGEMENT AT WARD 21 ON 01 SEPTEMBER 2026	038463	2026/08/31	21 900,00	OPEN	Ward 21
Economic Development/ Planning	South African Planning Institu	MAAA0080935	1ST FLOOR UNIHOLD HOUSE 22 HURLINGHAM ROAD 2196	PAYMENT FOR REGISTRATION FOR Ms. N. MAFUMBATHA ATTENDING PLANNING AFRI CONFERENCE 2026	038522	2026/09/18	23 000,00	RECEIVED	Pretoria
Solid Waste Removal	PHAPHA ZINDELA HOLDINGS	MAAA0580062	AMANIKHWE ADMIN AREA NIKHWE LOCATION BIZANA 4800	REQUEST FOR HIRING OF TLB FOR 1 DAY TO WORK IN WARD 23&24 FOR 8 HOURS	038547	2026/09/22	23 100,00	OPEN	Ward 17
Mayor and Council	KATI KABIZWAYO (PTY) LTD	MAAA0441360	PRIVATE BAG 568 BIZANA 4800	REQUEST FOR LUNCH WITH DRINKS FOR 240 PEOPLE WHO WILL BE ATTENDING EFF CONSULTATIVE MEETING ON THE 24 JULY 2026 AT ROMAN CATHOLIC CHURCH	038342	2026/07/29	23 520,00	RECEIVED	Ward 1
Biodiversity and Landscape	BZN SAFETY AND SECURITY ACADEM	MAAA0773067	ROMAN CATHOLIC CHURCH ERF 91 HOSPITAL ROAD WARD 23 4800	REQUEST FOR SUPPLY AND DELIVERY OF 2 SIGNBOARDS (CHROMADEK); SIZE W:2.	038545	2026/09/22	23 752,00	OPEN	Ward 1
Mayor and Council	ATHAYANDA MASHABANE ENTERPRISE	MAAA0478399	IMIZIZI LOCATION - REDOUBT -WAR BIZANA WARD 18 4800	REQUEST LUNCH WITH ASSORTED DRINKS FOR COMMUNITY EDUCATION PROGRAM TO NOMANGESI MALUNGA MLOMO COMMUNITY HALL WARD 18 ON THE 05 AUGUST 2026 A	038350	2026/07/31	23 894,00	RECEIVED	Ward 18
Mayor and Council	ASILONDELE TRADING	MAAA0673600	WARD 1 EXT 4 WARD 31 4800	REQUEST LUNCH FOR 200 PEOPLE FOR THE IDP REP FORUM TO BE HELD ON THE 1 AT MBIZANA CIVIC CENTRE	038535	2026/09/22	24 000,00	RECEIVED	Ward 31
Mayor and Council	DODY TRADING (PTY) LTD	MAAA1255868	ROOM NO 10 TRANSIDO WARD 01 BIZANA 4800	REQUESTING FOR LUNCH PACKS FOR INITIATION AWARENESS CAMPAIGN TO BE HEL BIZANA CIVIC CENTRE ON THE 12 AUGUST 2026	038374	2026/08/12	25 000,00	RECEIVED	Ward 1
Police Forces Traffic	VSUKUDE	MAAA1438686	1805 WELBEDACHT EAST CHATSWORTH WARD 23 4092	REQUEST FOR 200 VIP LUNCH FOR COMMUNITY SAFETY AWARENESS CAMPAIGN THA WILL BE HELD AT WARD 23 ON THE 17 SEPTEMBER 2026.	038537	2026/09/22	25 400,00	RECEIVED	Ward 23
Mayor and Council	NKOSIYABONA TRADING	MAAA1323318	AMANDELA AA AMANDELA WARD 31	PAYMENT FOR CATERING FOR COMMUNITY EDUCATION HELD ON THE	038568	2026/10/01	25 874,00	RECEIVED	Ward 12

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
			4800	28/09/26 AT NTABENDLOVU COMMUNITY HALL ON THE 28/09/26					
Mayor and Council	BLACK BUTTERFLY CONSTRUCTION A	MAAA0953085	AMADIBA A/A WARD 24 Bizana 4800	REQUEST FOR LUNCH PACKS FOR 200 PEOPLE ATTENDING SUPPORT FUNCTIONING FORUM TO BE HELD ON THE 11 SEPTEMBER 2026 AT EBENEZER COMMUNITY HALL	038486	2026/09/08	26 000,00	RECEIVED	Ward 23
Mayor and Council	LOVE GRACE TRADING	MAAA1188672	ISIKELO AA BIZANA WARD 5 4800	REQUEST LUNCH WITH ASSORTED DRINKS FOR COMMUNITY EDUCATION PROGRAM TO NONQULANA COMMUNITY HALL WARD 05 ON THE 30 JULY 2026 AT 10H00	038337	2026/07/22	26 430,00	RECEIVED	Ward 5
Mayor and Council	AFRICAN COMPASS TRADING 37CC	MAAA0121475	BOX 555 BIZANA WARD 31 4800	REQUEST LUNCH WITH SOFT ASSORTED DRINKS FOR CONSTITUENCY WORK PROGRAM ON THE 28TH AUGUST 2026 AT CIVIC CENTRE COMMUNITY HALL AT 10H00.	038415	2026/08/20	26 985,00	RECEIVED	Ward 31
Core FuMayor and Council	LIKIHO TRADING	MAAA0022525	AMANIKHWE A/A BIZANA WARD 17 4800	REQUEST FOR LUNCH PACKS FOR PROVINCIAL WOMENS MONTH BUILDUP PROGRAMME ON THE 14 AUGUST 2026 AT WARD 12	038390	2026/08/14	27 000,00	RECEIVED	Ward 17
Mayor and Council	KHAMBATA HOLDINGS AND PROJECTS	MAAA1680623	ESIKHUMBENI AA MAJAZI VILLAGE BIZANA 4800	REQUEST FOR LUNCH WITH SOFT DRINK AND STILL WATER FOR MAIN EVENT WOMEN CELEBRATION TO BE HELD AT CIVIC CENTRE ON THE 18 AUGUST 2026	038434	2026/08/25	27 100,00	RECEIVED	Ward 7
Mayor and Council	BHALA KADUDUDU TRADING	MAAA0856525	AMANTSHANGASE LOCATION WARD 05 4800	REQUEST FOR LUNCH PACKS FOR THE INKCIYO SUPPORT HANDOVER TO BE HELD AT COUNCIL CHAMBER ON THE 09 SEPTEMBER 2026	038480	2026/09/03	27 500,00	RECEIVED	Ward 9
Fleet Management	THE MANE'S	MAAA0100893	AMANIKHWE ADMIN AREA NIKHWE LOCATION WARD 17 4800	PAYMENT FOR CAR WAS SERVICES 01-27/07/2026	038358	2026/08/03	27 820,00	RECEIVED	Ward 17
Human Resources	JOJOZI CONSTRUCTION	MAAA0430021	7 HERITAGE MEWS 20 MARRIANHILL ROAD WARD 29 3610	SUPPLY AND DELIVERY OF CLEANING MATERIAL	038436	2026/08/25	27 923,73	RECEIVED	Ward 18
Mayor and Council	AMABANJWA AGRICULTURAL PRIMARY	MAAA0483656	MBIBA VILLAGE NTLENZI A/A WARD 3 4810	REQUEST LUNCH WITH SOFT DRINKS FOR COMMUNITY EDUCATION PROGRAM TO BE H 21 JULY 2026 AT SITHUKUTHEZI COMMUNITY HALL WARD 03 AT 10H00	038332	2026/07/21	28 230,00	RECEIVED	Ward 3
Solid Waste Removal	BANANA BOAT BUSINESS ENTERPRIS	MAAA0152649	UMHLANGA VILLAGE BIZANA 4800 4800	REQUEST FOR SUPPLY & DELIVERY OF 3X5LITRES OF PRIMER FOR MAINTENANCE O SKIP BINS	038476	2026/09/03	28 412,00	OPEN	Ward 6
Road and Traffic	Transport - Driving License Ca	MAAA0357741	459B TSITSA STREET ERASMUSKLOO 459B	PAYMENT TO DRIVING LICENCE CARD ACCOUNT FOR THE MONTH OF AUGUST	038514	2026/09/15	29 072,00	RECEIVED	Pretoria

Department/Function	Creditor Name	CSDRefNumber	Creditor Address	Specifications	Order No.	Order Date	Value	Order Status	Ward No.
Regulations			TSITSA STREET ERASMUSKLOO PRETORIA 0048	2026					
Marketing Customer Relati	ALFRED NZO COMMUNITY RADIO	MAAA0357722	188 HLANEKELA STREET MOUNT AYLIFF MOUNT AYLIFF 4735	REQUEST FOR 3-HOUR LIVE COMMUNITY RADIO BROADCAST AND LIVE STREAMING FOR THE WINNIE MADIKIZELA MANDELA LEGACY COMMEMORATION ON THE 29 SEPTE AT THE BIZANA CIVIC CENTRE	038558	2026/09/30	29 880,00	OPEN	Mt Aylif f
Information Technology	TECHSEEDS TELECOMMUNICATIONS	MAAA0916512	P.O.BOX 254 RIVONIA 2128	Request for Maintenance of Website	038533	2026/09/18	29 950,00	OPEN	Johannesburg
						Total	1 258 751,96		

15. Regulation 17(1) c Procurement

Regulation 17 of the Municipal Supply Chain Management Regulations dealing with Formal written price quotations allows the municipality where it is not possible to obtain at least three quotations that reasons be recorded and approved by the Chief Financial Officer. This differs from the Deviations provided on regulation 36 of the same regulations.

Below is the list of transactions that have been procured through the utilisation of the regulation 17(1)c during the year:

Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Department Responsible	Normal Process	Process Followed	Reason for Section 17
Thursday, 17 July 2025	INV2007832	Government Printing Works	R 1 008,78	Gazette By Law	Chief Financial Officer	Friday, 10 July 2026	Development Planning	Yes	Section 17 (c)	Sole Provider
Friday, 21 August 2026	219413	Mancosa	R 20 355,00	Study Fees	Chief Financial Officer	Tuesday, 18 August 2026	Corporate Services	Yes	Section 17 (c)	Sole Provider
Friday, 21 August 2026	24421441	Stadio	R 10 240,00	Study Fees	Chief Financial Officer	Tuesday, 18 August 2026	Corporate Services	Yes	Section 17 (c)	Sole Provider
Not yet paid	N/A	unisa	R 20 510,00	Study Fees	Chief Financial Officer	Tuesday, 18 August 2026	Corporate Services	Yes	Section 17 (c)	Sole Provider
Not yet paid	N/A	Government Printing Works	R 1 008,78	Gazette By Law	Chief Financial Officer	Thursday, 17 September 2026	Development Planning	Yes	Section 17 (c)	Sole Provider

Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Department Responsible	Normal Process	Process Followed	Reason for Section 17
Not yet paid	N/A	DMISA	R 15 500,00	Registration Fees	Chief Financial Officer	Wednesday, 30 September 2026	Corporate Services	Yes	Section 17 (c)	Sole Provider
TOTAL			**R 68 622,56**							

16. Contract Management

S116(2) of the MFMA requires that the accounting officer of a municipality must –

a) Take all reasonable steps to ensure that a contract or agreement procured through the supply chain management policy of the municipality of the municipality is properly enforced;

b) Monitor on a monthly basis the performance of the contractor under the contract or agreement;

c) Establish capacity in the administration of the municipality –

   i. To assist the accounting officer in carrying out the duties set out in the paragraphs above; and

   ii. To oversee the day-to-day management of the contract or agreement; and

d) Regularly report to the municipal council on the management of the contract or agreement and the performance of the contractor.

In keeping with the above prescripts, the table below shows the contracts that the municipality currently has in operation

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
MBIZ LM ICT Due Deligent	Munsoft (PTY) LTD	Financial and Billing System	1826	Wednesday, 01 July 2020	Friday, 30 June 2028	Wednesday, 30 June 2027	R -	R 4 301 750,99	-R 27 014 277,43	valid	Long term Contract
MBIZ LM 0035 IFRA	Khanya Africa Networks	Integrated Financial Records and Archiving Solutions (IFRA) for 3 years	1095	Friday, 31 January 2020	Monday, 30 January 2023	Wednesday, 30 June 2027	R 5 300 000,00	R -	R 208 042,19	expired	Long term Contract
MBIZ LM 0040 PMC	Vodacom Pty Ltd	Procurement of Mobile Contract	1826	Tuesday, 28 April 2020	Tuesday, 27 October 2026	Wednesday, 30 June 2027	R -	R 1 601 674,97	-R 28 601 628,62	valid	Long term Contract
MBIZ LM 0055 CON	Ziinzame Consulting Engineers	Sidanga Access Road with a Bridge	1460	Wednesday, 29 June 2022	Sunday, 28 June 2026	Wednesday, 30 June 2027	R 3 256 364,38	R -	R 102 691,34	expired	Short Term Conctract
WMM-LM 27/10/21/01 PIS	Ndzila Investments	Provision of insurance Services for 36 Months	1095	Wednesday, 20 December 2023	Saturday, 19 December 2026	Thursday, 01 July 2027	R -	R 192 521,81	-R 6 110 069,00	valid	Short Term Conctract
Transversal Contracts(RT-46)	EKS Vehicle Tracking	Vehicle Tracking Services	1826	Thursday, 01 September 2022	Thursday, 29 April 2032	Wednesday, 30 June 2027	R -	R 85 356,00	-R 878 526,67	valid	Long term Contract
MBIZ LM 0055	Ziinzame Consulting	Proffesional Services for	547	Friday, 31	Saturday, 28	Wednesday,	R	R	R	expired	Long term

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
CON	Engineers	Compilation of Disposal Site		March 2023	September 2024	30 June 2027	3 827 625,00	-	629 188,85		Contract
WMM LM 04/08/22/01 SDC	The Mane's	Supply and Delivery of Cleaning Resourses	1095	Thursday, 24 August 2023	Sunday, 23 August 2026	Wednesday, 30 June 2027	R -	R -	-R 3 095 686,60	expired	Long term Contract
WMM LM 00012 BS	First Rand Limited	Provision of Banking Services for 5 Years	1826	Monday, 01 January 2024	Sunday, 31 December 2028	Wednesday, 30 June 2027	R -	R 1 262,13	-R 7 021 660,87	valid	Long term Contract
WMM LM 00016 M TL 3Y	ATC Industries Pty Ltd	Maintenance of Traffic Lights for 3 Years	1095	Thursday, 21 December 2023	Sunday, 20 December 2026	Wednesday, 30 June 2027	R -	R 314 160,13	-R 2 237 274,98	valid	Long term Contract
WMM LM 00012 BS	West Bank Limited	FNB-Fuel	1826	Monday, 01 January 2024	Sunday, 31 December 2028	Wednesday, 30 June 2027	R -	R -	-R 19 126 839,55	valid	Long term Contract
WMM LM 00012 PPS	Munsoft Pty Ltd	Procurement of Payroll System	1826	Wednesday, 31 January 2024	Tuesday, 30 January 2029	Wednesday, 30 June 2027	R 8 972 421,01	R 87 031,78	R 6 902 474,00	valid	Long term Contract
WMM LM 18/01/24/01 TCE	Thake Electrical	3 Year Turnkey Contract for Electricity Services	1095	Wednesday, 22 May 2024	Saturday, 22 May 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00061 FAR	Lilitha Project Managers	GRAP Compliant Immovable Asset Register for 2023-26 Financial Years	1095	Monday, 27 May 2024	Thursday, 27 May 2027	Wednesday, 30 June 2027	R 5 526 582,57	R -	R 760 087,98	valid	Long term Contract
WMM LM 00051 PPE PS 36M	Kati Kabizwayo	Supply and Delivery of PPE: Protection Services for 36 Months	1095	Tuesday, 04 June 2024	Friday, 04 June 2027	Wednesday, 30 June 2027	R -	R -	-R 2 349 692,81	valid	Short Term Conctract
WMM LM 04/08/22/01 SDC	Masinyane and Son	Supply and Delivery of Cleaning Resources for 36 Months	1095	Tuesday, 04 June 2024	Friday, 04 June 2027	Wednesday, 30 June 2027	R -	R 274 099,05	-R 1 790 989,91	valid	Long term Contract
WMM LM 00053 W&OHP 36M	Woman of Virtue Health	Wellness and Occupational Health Practitioner for 36 Months	1095	Wednesday, 05 June 2024	Saturday, 05 June 2027	Wednesday, 30 June 2027	R 2 481 050,00	R 111 300,00	R 1 732 058,14	valid	Long term Contract
WMM LM 25/03/22/01 MDP	Ziinzame Consulting Engineers	Construction of Mqonjwana Access Road	182	Tuesday, 23 April 2024	Tuesday, 22 October 2024	Wednesday, 30 June 2027	R 2 659 375,00	R -	R 62 387,48	expired	Short Term Conctract
WMM LM 08/12/22/02 HPC	Manyobo Group	Maintanance of Mfuneli Access Road	91	Thursday, 14 September 2023	Thursday, 14 December 2023	Wednesday, 30 June 2027	R 3 283 800,85	R -	R 558 074,85	expired	Short Term Conctract
WMM LM 04/08/22/01 EWM	Khulani Skills Development Center	Extension of Waste Management Services	730	Tuesday, 12 March 2024	Sunday, 05 July 2026	Wednesday, 30 June 2027	R -	R 69 080,00	-R 11 460 845,22	expired	Long term Contract
WMM-LM00060 ICC-MMB	Techseeds Telecommunications	Intergration of Civic Center with the Main Building	121	Thursday, 27 June 2024	Saturday, 26 October 2024	Wednesday, 30 June 2027	R 2 404 799,80	R -	R 486 926,23	expired	Long term Contract
WMM LM 25/03/22/01 MDP	Nikhwe Group	Maintanance -Profeesional Services for Mthamvuna via Ndayingana Access Road	182	Thursday, 16 May 2024	Thursday, 14 November 2024	Wednesday, 30 June 2027	R 2 576 382,49	R -	R 251 192,04	expired	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
WMM LM 25/03/22/01 MDP	Ziinzame Consulting Engineers	Maintanance for Proffessional Services of Lukhanyo Access Road	182	Friday, 17 May 2024	Friday, 15 November 2024	Wednesday, 30 June 2027	R 939 723,75	R -	R 80 304,18	expired	Short Term Conctract
WMM LM 25/03/22/01 MDP	Ziinzame Consulting Engineers	Consultants :Mhlabomnyama Via Makhalweni to Plangweni	365	Monday, 13 May 2024	Tuesday, 13 May 2025	Wednesday, 30 June 2027	R 1 037 281,67	R -	R 405 782,12	expired	Short Term Conctract
WMM LM 31/05/22/06 MDP	Ubuhle Bempisi Consulting Engineers	Panel of Consultants for period of 3 years-Part 2	1095	Monday, 26 August 2024	Thursday, 26 August 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 31/05/22/06 MDP	VHB and Associates	Panel of Consultants for period of 3 years-Part 2	1095	Monday, 26 August 2024	Sunday, 26 September 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM-LM 13/09/23/05 IVR	CrossCheck Information Bureau Pty Ltd	Indigent Register Data Managaement Verification for 36 Months	1095	Monday, 26 August 2024	Sunday, 26 September 2027	Wednesday, 30 June 2027	R 1 463 335,44	R -	R 727 102,15	valid	Long term Contract
WMM LM 00013 GRV	Black Dot Property Consultants	General Valuation Roll 2024/2029	1826	Thursday, 26 September 2024	Wednesday, 26 September 2029	Wednesday, 30 June 2027	R 1 400 000,00	R 160 741,25	-R 90 741,26	valid	Short Term Conctract
WMM 000 103 TCE	ODG Technologies	Panel of Service Providers (Tunkey Contract Electricity) for 3 years	1095	Monday, 26 August 2024	Thursday, 26 August 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00088 PVMS	Conlog(PTY)LTD	Multi Utility Online Pre-Paid Electricity Vending Management System	1095	Thursday, 07 November 2024	Sunday, 07 November 2027	Wednesday, 30 June 2027	R -	R -	-R 450 854,44	valid	Long term Contract
WMM-LM 000101 PSS	Gijima KM Security Services	Provission of Security Sevices fro 36 Months	1095	Wednesday, 11 September 2024	Thursday, 09 December 2027	Wednesday, 30 June 2027	R -	R 3 374 463,21	-R 23 769 454,83	valid	Long term Contract
WMM LM 00064 HSS 36M	Amantlele Trading Company	Honey sucking Services for 36 Months	1095	Tuesday, 26 November 2024	Sunday, 16 December 2029	Wednesday, 30 June 2027	R -	R 243 098,97	-R 4 743 745,27	valid	Long term Contract
WMM LM 000900 MS WMM LM	Aphiwe Qhamani Group Society (Pty)ltd	Maintenance of Solar in WMM LM Wards for 36 Months	1095	Tuesday, 28 January 2025	Friday, 28 January 2028	Wednesday, 30 June 2027	R -	R 1 129 291,59	-R 4 517 130,31	valid	Long term Contract
WMM LM 25/03/22/01 MDP-RFQ	Nikhwe Group	Maintanance for Designs-Construction of Pelepele Access Road	182	Tuesday, 28 May 2024	Tuesday, 26 November 2024	Wednesday, 30 June 2027	R 2 994 928,28	R -	R 265 173,54	expired	Short Term Conctract
WMM LM 63-RFQ	Citi Cargo	Maintanance of Qobo to Gubethuka	182	Wednesday, 09 April 2025	Wednesday, 08 October 2025	Wednesday, 30 June 2027	R 4 248 280,95	R -	R 43 150,94	expired	Short Term Conctract
WMM LM 0062-RFQ	Vuyie Xolie Construction	Construction of Mqonjwana to Greenvile Access Road	182	Friday, 25 April 2025	Friday, 24 October 2025	Wednesday, 30 June 2027	R 8 799 921,71	R -	R 267 529,57	expired	Short Term Conctract
WMM LM 0062-RFQ	Camlulo T/A Eyethu Projects and Plant Hire	Construction of Pelepele Access Road	182	Tuesday, 29 April 2025	Wednesday, 05 November 2025	Wednesday, 30 June 2027	R 12 402 538,17	R -	R 3 999 034,48	expired	Short Term Conctract
WMM LM 0062-	Mvi Construction	Costruction of Sidanga	182	Wednesday,	Friday, 21	Wednesday,	R	R	R	expired	Short Term

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
RFQ	and Maintenance	Access Road		23 April 2025	November 2025	30 June 2027	10 903 370,12	-	1 492 523,18		Conctract
WMM-LM 21/01/25/05 LVL	Lumda Trading Enterprise	Upgrade of Low Vltage Lines	182	Wednesday, 23 April 2025	Friday, 20 March 2026	Wednesday, 30 June 2027	R 2 438 699,79	R -	R 265 974,98	expired	Short Term Conctract
WMM-LM 22/10/24/02 EDS	Nikhwe Group	Rehabilitation and Maintnance of EXT 3 Dumping Site	730	Monday, 03 March 2025	Wednesday, 03 March 2027	Wednesday, 30 June 2027	R -	R 654 504,40	-R 4 853 780,40	valid	Long term Contract
WMM LM 18/01/24/01 TCE-RFQ	Thake Electrical	Electrification of Ziziztyaneni Village	365	Thursday, 13 March 2025	Friday, 13 March 2026	Wednesday, 30 June 2027	R 5 571 185,24	R -	R 506 471,39	expired	Short Term Conctract
WMM-LM 31/05/22/06 MDP	VHB and Associates	Architect for Municipal Buildings	365	Wednesday, 28 May 2025	Thursday, 28 May 2026	Wednesday, 30 June 2027	R -	R -	R -	expired	Long term Contract
REQ-DISASTER WMM-LM 31/05/22/06 MDP	Nikhwe Group	Mqhokweni to Nokhathsile Access Road	182	Thursday, 29 May 2025	Thursday, 27 November 2025	Wednesday, 30 June 2027	R 1 590 000,00	R -	R 290 975,00	expired	Short Term Conctract
REQ-DISASTER WMM-LM 31/05/22/06 MDP	Nikhwe Group	Ntlenzi to Mcetheni Access Road	365	Thursday, 29 May 2025	Friday, 29 May 2026	Wednesday, 30 June 2027	R 2 120 320,00	R -	R 230 966,00	expired	Short Term Conctract
RFQ-FLOOD WMM LM 31/05/06 MDP	Ziinzame Consulting Engineers	Consulitng of Mgwede Bridge and Access Road	365	Thursday, 29 May 2025	Friday, 29 May 2026	Wednesday, 30 June 2027	R 1 402 391,09	R -	R 529 049,03	expired	Short Term Conctract
RFQ-FLOOD WMM LM 31/05/06 MDP	Nikhwe Group	Matshezini Access Road	365	Thursday, 29 May 2025	Friday, 29 May 2026	Wednesday, 30 June 2027	R 1 594 245,00	R 232 687,50	R 217 807,50	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ziinzame Consulting Engineers	Construction of Mgwede/Mosco Cluster 3	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 993 026,88	R -	R 142 111,45	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ziinzame Consulting Engineers	Construction of Garhane-Cluster 3	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 777 340,51	R 343 673,33	R 433 667,18	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ziinzame Consulting Engineers	Construction of Mbhatshe - Cluster 3	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 822 721,25	R 372 020,81	R 450 700,44	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Ward 8 Road to Hub Access Road-Cluster 1	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 704 357,21	R -	R 181 503,12	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Mbuthweni to Nokhatshile Access Road-Cluster 1	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 1 127 685,97	R -	R 166 089,90	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Monti to Ntsimbini Access Road-Cluster 2	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 1 501 758,31	R 166 553,74	R 447 534,50	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Vuyisile to Ntsingizi Access Road-Cluster 2	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 770 875,59	R -	R 232 747,51	expired	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Ntsingizi to Mbenya Access Road-Cluster 2	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 867 364,50	R 196 417,98	R 286 903,56	expired	Short Term Conctract
2025/26 MIG PROJECTS- WMM LM 31/05/06 MDP	Ubuhle Bempisi Consulting Engineers	Consulting of Ngcingo to Mathwebu Access Road-Cluster 2	182	Tuesday, 08 April 2025	Tuesday, 07 October 2025	Wednesday, 30 June 2027	R 1 086 291,59	R -	R 543 747,13	expired	Short Term Conctract
WMM-LM 0062 MIG ROADS	Mvumeza Trading Enterprise	Construction of Mthamvuna to Ndayingana via Mabheleni Access Road	182	Thursday, 13 March 2025	Tuesday, 16 September 2025	Wednesday, 30 June 2027	R 12 881 912,45	R -	R 2 986 732,85	expired	Short Term Conctract
RFQ-PRE-ENGINEERING 2025/26	Thake Electrical	Electrification of Msarhweni Village Phase 4	365	Thursday, 13 March 2025	Friday, 13 March 2026	Wednesday, 30 June 2027	R 630 000,00	R -	R 280 290,00	expired	Short Term Conctract
RFQ-PRE-ENGINEERING 2025/26	Thake Electrical	Electrification of Zizityaneni Village Phase 4	365	Thursday, 13 March 2025	Saturday, 12 September 2026	Wednesday, 30 June 2027	R 1 886 775,00	R -	R 0,01	expired	Short Term Conctract
WMM LM 25/03/22/01 MDP	Iqhayiya Design Workshop	Manufacturing Hubs-Feasibility Study	1095	Wednesday, 08 September 2021	Saturday, 07 September 2024	Wednesday, 30 June 2027	R 3 850 372,50	R 164 565,00	R 331 944,18	expired	Long term Contract
WMM LM RT001 AMRS	Conlog(PTY)LTD	Automated Meter Reading System for 36 Months(RT29)	1095	Tuesday, 01 July 2025	Friday, 30 June 2028	Wednesday, 30 June 2027	R -	R -	-R 2 366 791,15	valid	Long term Contract
WMM LM 00063-Part 2	MVI Construction and Maintenance	Maintenanace of Roads for a period of 18 Months-Part 2	547	Wednesday, 18 June 2025	Thursday, 17 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Igorha Construction	Maintenanace of Roads for a period of 18 Months-Part 2	547	Wednesday, 18 June 2025	Thursday, 17 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Matshathula Agencies and Projects	Maintenanace of Roads for a period of 18 Months-Part 2	547	Wednesday, 25 June 2025	Thursday, 24 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Vuyie Xolie Construction	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Tsunami Civils	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Ixhanga Trading	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Thwema Trading and Projects/Athi Vezi	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Dimbane Zikhazi Trading	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-	Manyobo Group	Maintenanace of Roads for a	547	Tuesday, 17	Wednesday,	Wednesday,	R	R	R	valid	Short Term

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Part 2		period of 18 Months-Part 2		June 2025	16 December 2026	30 June 2027	-	-	-		Conctract
WMM LM 00063-Part 2	Vitsha Trading	Maintenanace of Roads for a period of 18 Months-Part 2	547	Tuesday, 17 June 2025	Wednesday, 16 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Kaazi Engineering Group	Maintenanace of Roads for a period of 18 Months-Part 2	547	Thursday, 26 June 2025	Friday, 25 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Tiawest PTY LTD	Maintenanace of Roads for a period of 18 Months-Part 2	547	Wednesday, 18 June 2025	Thursday, 17 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Nikhwe Group	Maintenanace of Roads for a period of 18 Months-Part 2	547	Friday, 20 June 2025	Saturday, 19 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00063-Part 2	Milibo Trading and Projects	Maintenanace of Roads for a period of 18 Months-Part 2	547	Friday, 20 June 2025	Saturday, 19 December 2026	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM -LM 00054 PA 36 M	T.Madyibi Attorneys	Povision of Legal Services for 3 years	1095	Tuesday, 20 May 2025	Friday, 19 May 2028	Wednesday, 30 June 2027	R -	R 11 926,65	-R 313 070,30	valid	Long term Contract
WMM-LM 00054 PA 36 M	DR.Sugudhav-Sewpersadh Attorneys	Povision of Legal Services for 3 years	1095	Tuesday, 20 May 2025	Saturday, 01 July 2028	Wednesday, 30 June 2027	R -	R 786 327,77	-R 4 287 486,89	valid	Long term Contract
RFQWMM LM 0062	Manyobo Group	Construction of Lukhanyo Access Road	182	Thursday, 03 July 2025	Monday, 05 January 2026	Wednesday, 30 June 2027	R 5 342 865,39	R -	R 1 329 649,89	expired	Short Term Conctract
RFQWMM LM 0062	Camlulo T/A Eyethu Projects and Plant Hire	Construction of Somgungqu Access Road	182	Tuesday, 01 July 2025	Monday, 05 January 2026	Wednesday, 30 June 2027	R 2 064 545,27	R -	R 635 921,80	expired	Short Term Conctract
WMM-LM 05/12/24/01 MMB	Nikhwe Group	Contruction of Municipal Guard House	182	Monday, 14 July 2025	Monday, 12 January 2026	Wednesday, 30 June 2027	R 839 671,35	R -	R 92 585,23	expired	Short Term Conctract
RT27-2024	IBC Forensic and Recovery (pty)ltd	Provision of Debt Collection Services	1460	Monday, 31 March 2025	Friday, 30 March 2029	Wednesday, 30 June 2027	R -	R -	-R 587 764,69	valid	Long term Contract
WMM LM 00064-Part 1	Camlulo T/A Eyethu Projects and Plant Hire	Upgrading of Stormwater Surfaced ,Sidewalks and Stormwater for 18 Months-Part 1	547	Friday, 18 July 2025	Saturday, 16 January 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 00064-Part 1	Vuyie Xolie Construction	Upgrading of Stormwater Surfaced ,Sidewalks and Stormwater for 18 Months-Part 1	547	Friday, 18 July 2025	Saturday, 16 January 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Short Term Conctract
WMM LM 25/03/22/01 MDP	Ziinzame Consulting Engineers	Services Provider for GBS Manufacturing Hubs	365	Thursday, 06 June 2024	Wednesday, 01 April 2026	Wednesday, 30 June 2027	R 4 240 400,93	R 3 406 788,21	R 618 606,48	expired	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
RFQ WMM LM 0062	Mvi Construction and Maintenance	Construction of Mbuthweni to Nokhatshile Access Road	365	Wednesday, 03 September 2025	Saturday, 12 September 2026	Wednesday, 30 June 2027	R 4 077 909,66	R -	R 520 940,85	expired	Short Term Conctract
WMM-LM 0064-RFQ	Vuyie Xolie Construction	Resurfacing of Ntlenzi to Mcetheni Access Road	182	Saturday, 09 August 2025	Tuesday, 03 March 2026	Wednesday, 30 June 2027	R 10 359 224,15	R -	R 2 078 552,55	expired	Short Term Conctract
WMM LM 0064-RFQ	Camlulo T/A Eyethu Projects and Plant Hire	Rehabilitation of Mqhokweni to Nokhatshile Access Road	182	Friday, 29 August 2025	Tuesday, 03 March 2026	Wednesday, 30 June 2027	R 7 201 097,00	R -	R 2 173 830,60	expired	Short Term Conctract
WMM LM RFQ NOMLACU PHASE 4	ODG Technologies PTY Ltd	Electrification of Nomlacu Village Phase 4	365	Tuesday, 02 September 2025	Tuesday, 08 September 2026	Wednesday, 30 June 2027	R 7 269 449,38	R -	R 363 498,37	expired	Short Term Conctract
WMM LM RFQ JALI PHASE 4	ODG Technologies PTY Ltd	Electrification of Kwa Jali	365	Monday, 01 September 2025	Tuesday, 08 September 2026	Wednesday, 30 June 2027	R 8 086 549,18	R -	R 404 400,60	expired	Short Term Conctract
WMM LM 20/03/2025 SDS	Dosvents TD (PTY)LTD	Supply and Delivery of Stationery for 12 Months	365	Friday, 22 August 2025	Saturday, 22 August 2026	Wednesday, 30 June 2027	R -	R 246 739,25	-R 2 339 690,25	expired	Short Term Conctract
WMM LM 21/01/25/01 PAB	Techseeds Telecommunications	Procurement of PABX and Internet Services Provider for 3 years	1095	Friday, 22 August 2025	Saturday, 30 September 2028	Wednesday, 30 June 2027	R 2 021 380,30	R 257 536,44	R 951 111,41	valid	Long term Contract
WMM LM RFQ Zizityaneni Phase 4	Thake Electrical	Electrification of Zizityaneni Village Phase 4	365	Tuesday, 02 September 2025	Saturday, 12 September 2026	Wednesday, 30 June 2027	R 7 196 014,60	R -	R 359 800,73	expired	Short Term Conctract
WMM LM 00054 PA 36 Part 2	KB Mabanga INC	Provission of Legal Sevices fro 36 Months	1095	Wednesday, 03 September 2025	Friday, 22 September 2028	Wednesday, 30 June 2027	R -	R 1 070 306,26	-R 5 309 946,44	valid	Long term Contract
WMM LM 00054 PA 36 Part 2	Mfingwana Attorneys Inc	Provission of Legal Sevices fro 36 Months	1095	Wednesday, 03 September 2025	Monday, 25 September 2028	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00054 PA 36 Part 2	Ximbi Ncolo Attorneys Inc	Provission of Legal Sevices fro 36 Months	1095	Wednesday, 03 September 2025	Saturday, 02 September 2028	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 18/09/24/01 CWS	The Mane's	Car Wash Services for 18 Months	547	Thursday, 04 September 2025	Friday, 05 March 2027	Wednesday, 30 June 2027	R -	R 27 820,00	-R 238 861,31	valid	Long term Contract
WMM LM 16/5/25/03 COC	Mabozela Trading and Enterorise	Call out for Crane Truck for 24 Months	730	Friday, 12 September 2025	Sunday, 12 September 2027	Wednesday, 30 June 2027	R -	R 15 364,00	-R 111 872,00	valid	Long term Contract
WMM LM 00064-Part 2	Nikhwe Group	Upgrading Surfaced Road, Sidewalks and Stormwater for 18 Months Part 2	547	Friday, 12 December 2025	Saturday, 12 June 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00064-Part 2	Senzakahle SA /TA Ikhowa Devission	Upgrading Surfaced Road, Sidewalks and Stormwater for 18 Months Part 2	547	Monday, 08 December 2025	Tuesday, 08 June 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00064-	Maboka	Upgrading Surfaced Road,	547	Friday, 14	Saturday, 15	Wednesday,	R	R	R	valid	Long term

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
Part 2	Contracotors Jv Boikelo Investments	Sidewalks and Stormwater for 18 Months Part 2		November 2025	May 2027	30 June 2027	-	-	-		Contract
WMM LM 00064-Part 2	Boboshe Trading Enterprise	Upgrading Surfaced Road, Sidewalks and Stormwater for 18 Months Part 2	547	Monday, 22 December 2025	Tuesday, 22 June 2027	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
WMM LM 00058 CCTV C	Nanochip Technologies	Maintanance and Installation of CCTV Cameras for 36 Months	1095	Friday, 12 December 2025	Monday, 11 December 2028	Wednesday, 30 June 2027	R -	R 211 200,00	-R 1 553 900,00	valid	Long term Contract
WMM LM 00067	Madstof	Upgrading of CBD Roads , Storm water and Sidewalks	365	Wednesday, 28 January 2026	Thursday, 28 January 2027	Wednesday, 30 June 2027	R 6 299 236,84	R -	R 0,01	valid	Short Term Conctract
WMM LM 00066	Athindura Trading	Alteration to Bizana Civic Cnter	182	Wednesday, 28 January 2026	Friday, 14 August 2026	Wednesday, 30 June 2027	R 5 244 105,80	R 819 354,87	R 4 342 460,38	expired	Short Term Conctract
WMM LM 25/03/22/01 MDP	Nikhwe Group	Consultant for Completion of Bizana Mini-Market Phaqse 3	365	Friday, 16 January 2026	Saturday, 16 January 2027	Wednesday, 30 June 2027	R 627 503,25	R -	R 368 446,28	valid	Short Term Conctract
RFQ WMM-LM 00064	Athindura Trading	Construction of Matshezini Bridge	243	Thursday, 12 February 2026	Saturday, 17 October 2026	Wednesday, 30 June 2027	R 12 425 146,25	R 459 080,00	R 9 328 497,83	valid	Long term Contract
WMM LM 24/11/25/01 TRA	Iheans Travelling Agency	Provision of Traveling Agency for 36 Months	1095	Friday, 20 February 2026	Monday, 19 February 2029	Wednesday, 30 June 2027	R -	R 1 178 395,75	-R 5 864 120,27	valid	Long term Contract
WMM LM 24/11/25/01 TRA	Tunimart(PTY)LTD	Provision of Traveling Agency for 36 Months	1095	Friday, 20 February 2026	Monday, 19 February 2029	Wednesday, 30 June 2027	R -	R 285 949,98	-R 2 811 061,59	valid	Long term Contract
WMM-LM 05/02/25/03 PML	Techseeds Telecommunications	Supply and Implementation of Microsoft Office 365 for 3 years	1095	Wednesday, 11 March 2026	Saturday, 31 March 2029	Wednesday, 30 June 2027	R 7 450 390,00	R -	R 5 009 285,00	valid	Long term Contract
RFQ-WMM LM 00062	Mabozela Trading	Rehabilitation of Mgwede(Moscow)access Road	365	Wednesday, 26 March 2025	Saturday, 10 April 2027	Wednesday, 30 June 2027	R 7 035 746,72	R 426 677,07	R 2 512 493,48	valid	Short Term Conctract
RFQ-WMM LM 00062	NSG 122011 Trading Enteeprise	Constrution of Vuyisile to Ntsingizi access Road	365	Tuesday, 31 March 2026	Friday, 09 April 2027	Wednesday, 30 June 2027	R 2 793 036,51	R 370 744,28	R 1 834 130,83	valid	Short Term Conctract
RFQ-WMM LM 00062	Manyobo Group	Construction of Monti to Ntsimbini Access Road and Bridge	365	Thursday, 02 April 2026	Saturday, 10 April 2027	Wednesday, 30 June 2027	R 6 937 196,00	R -	R 4 250 883,86	valid	Short Term Conctract
RFQ-WMM LM 00062	Nase Construction	Rehabilitation of Mgwede Bridge and Access Road	365	Thursday, 09 April 2026	Tuesday, 13 April 2027	Wednesday, 30 June 2027	R 10 183 989,88	R -	R 4 568 745,84	valid	Short Term Conctract
WMM-LM000-700	YG Solutions	Supply Installation and Commission of Auto Recloser	30	Wednesday, 08 April 2026	Friday, 08 May 2026	Wednesday, 30 June 2027	R 601 830,08	R -	R 601 830,08	expired	Short Term Conctract
WMM LM 25/03/22/01 MDP-	VHB and Associates	Professional Services , Archirtect for DLTC	730	Saturday, 28 June 2025	Monday, 28 June 2027	Wednesday, 30 June 2027	R 1 763	R -	R 716	valid	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
RFQ							099,36		259,11		
WMM LM 25/03/22/01 MDP-RFQ	VHB and Associates	Professional Services , Archirtect for Municipal Main Building	730	Saturday, 28 June 2025	Monday, 28 June 2027	Wednesday, 30 June 2027	R 1 387 010,63	R -	R 547 067,64	valid	Short Term Conctract
WMM LM 25/03/22/01 MDP-RFQ	VHB and Associates	Professional Services , Archirtect for Civic Center	730	Saturday, 28 June 2025	Monday, 28 June 2027	Wednesday, 30 June 2027	R 1 048 821,16	R 2 018 915,51	-R 1 372 204,21	valid	Short Term Conctract
WMM LM 25/03/22/01 MDP-RFQ	VHB and Associates	Professional Services , Archirtect for-Mafumbtha Sport Filed	730	Saturday, 28 June 2025	Monday, 28 June 2027	Wednesday, 30 June 2027	R 8 246 221,51	R 241 500,00	R 2 611 221,51	valid	Short Term Conctract
RT46-2026	Afrirent (PTY)(LTD)	Managed Maintenance,repairs,accident repairs,data intergration and reporting	1826	Thursday, 23 April 2026	Wednesday, 23 April 2031	Wednesday, 30 June 2027	R -	R 9 292 038,10	-R 9 292 038,10	valid	Long term Contract
RT46-2026	Bidvest Bank Limited	Fuel,Oil and toll	1826	Thursday, 23 April 2026	Wednesday, 23 April 2031	Wednesday, 30 June 2027	R -	R 920 622,51	-R 920 622,51	valid	Long term Contract
RT46-2026	Mix Telematics Enterprise	Tracking,on board cameras and driver mangement	1826	Thursday, 23 April 2026	Wednesday, 23 April 2031	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
RT46-2026	Fleet Sync	Vehicle condition,vehicle booking and traffic fine management	1826	Thursday, 23 April 2026	Wednesday, 23 April 2031	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
RT46-2026	The High Street Auction Company	Auctioning Service	1826	Thursday, 23 April 2026	Wednesday, 23 April 2031	Wednesday, 30 June 2027	R -	R -	R -	valid	Long term Contract
RFQ WMM LM 00063 Maintanance of Roads	Mabozela Trading Enterprise	Maintanance of Phelephele Access Road	1826	Wednesday, 20 May 2026	Sunday, 25 May 2031	Wednesday, 30 June 2027	R 3 411 032,65	R 1 537 746,94	R 161 050,31	valid	Short Term Conctract
RFQ WMM LM 00063 Maintanance of Roads	Vuyie Xolie Construction	Maintanance of Mzambana Access Road	1826	Wednesday, 20 May 2026	Thursday, 22 May 2031	Wednesday, 30 June 2027	R 2 114 602,64	R -	R 1 031 438,43	valid	Short Term Conctract
RFQ WMM LM 00063 Maintanance of Roads	Ixhanga Trading	Maintanance of Mabhekuteni Access Road	1826	Thursday, 21 May 2026	Sunday, 01 June 2031	Wednesday, 30 June 2027	R 2 983 241,95	R 1 449 048,88	R 915 185,44	valid	Short Term Conctract
RFQ WMM LM 00063 Maintanance of Roads	Matshathula Agencies and Projects	Maintanance of Dumsi Access Road	1826	Tuesday, 26 May 2026	Sunday, 01 June 2031	Wednesday, 30 June 2027	R 3 449 998,85	R 954 791,00	R 179 608,10	valid	Short Term Conctract
WMM LM 14/05/25/001 ICE	KC and Sons Trading	Procurement and Installtion of IT Equipment	30	Tuesday, 02 June 2026	Thursday, 02 July 2026	Wednesday, 30 June 2027	R 706 790,00	R -	R 706 790,00	expired	Short Term Conctract
WMM LM 12/03/06/01 WRM	Moya Trading and Projects	Supply and Delivery of Equipment and Material for Wholesalers and Retailers	91	Thursday, 28 May 2026	Thursday, 27 August 2026	Wednesday, 30 June 2027	R 1 214 993,46	R -	R 1 214 993,46	expired	Short Term Conctract
WMM LM 19/02/26/01 MMH	Vitsha Trading	Construction of Mpisi Manufacturing Hub	365	Friday, 29 May 2026	Saturday, 29 May 2027	Wednesday, 30 June 2027	R 43 940	R 5 489 376,88	R 37 835	valid	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
							856,00		654,12		
WMM LM 00068	Tokollo Business Projects	Construction of Mphuthumi Mafumbatha Sports Centre Bizana	365	Monday, 01 June 2026	Tuesday, 01 June 2027	Wednesday, 30 June 2027	R 39 996 908,34	R -	R 33 599 332,61	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 1	Ubuhle Bempisi Consulting Engineers	Rehabilitation of Mxhantini Bridge and Access Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 1 955 372,84	R 819 334,03	R 1 136 038,81	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 1	Ubuhle Bempisi Consulting Engineers	Rehablitation of Mtshawedikazi Bridge and Access Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 1 604 981,75	R 696 656,03	R 908 325,72	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 1	Ubuhle Bempisi Consulting Engineers	Upgrading of Ferguson Internal Streets	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 2 259 750,00	R -	R 2 259 750,00	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 1	Ubuhle Bempisi Consulting Engineers	Surfaing of Lunganako Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 2 085 054,94	R -	R 2 085 054,94	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 1	Ubuhle Bempisi Consulting Engineers	Surfacing of Ngcingo Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 3 571 380,15	R -	R 3 571 380,15	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 2	Ziinzame Consulting Engineers	Construction of ward 31 to Hub Access Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 234 569,37	R 75 893,24	R 158 676,13	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 2	Ziinzame Consulting Engineers	Rehablilitation of Mabhanoyini Bridge and Access Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 1 849 165,95	R 398 219,83	R 1 450 946,12	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 2	Ziinzame Consulting Engineers	Rehabilitation of Hlolweni Bridge and Access Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 3 650 331,68	R 747 811,98	R 2 902 519,70	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants	Ziinzame Consulting Engineers	Upgrading of Mhlanga Internal Streets	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 4 193 292,34	R -	R 4 193 292,34	valid	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
26/27-mig Roads RFQ Cluster 2											
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 3	Nikhwe Group	Rehabilitation of CBD Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 6 605 242,90	R -	R 6 605 242,90	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 3	Nikhwe Group	Surfacing of Kubha Road	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 2 222 247,40	R -	R 2 222 247,40	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 3	Nikhwe Group	Upgrading of Stanford Crescent and Bridge	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 2 500 457,40	R -	R 2 500 457,40	valid	Short Term Conctract
Civil Engineer in Multi-Discipline Panel of Consultants 26/27-mig Roads RFQ Cluster 3	Nikhwe Group	Surfacing of Mzamba to Reformed	182	Wednesday, 03 June 2026	Wednesday, 02 December 2026	Wednesday, 30 June 2027	R 4 043 940,74	R -	R 4 043 940,74	valid	Short Term Conctract
WMM LM 19/03/26/03 PTZ	Senzakahle SA T/A Ikhowa Division	Construction of Public Toilets at Zikhuba	121	Tuesday, 09 June 2026	Thursday, 08 October 2026	Wednesday, 30 June 2027	R 430 000,00	R 515 997,00	-R 85 997,00	expired	Short Term Conctract
RFQ WMM LM 0063 Maintenance of Roads 25/26	Mabozela Trading Enterprise	Maintanance of Galatyeni Access Road	60	Friday, 12 June 2026	Monday, 17 August 2026	Wednesday, 30 June 2027	R 2 110 895,44	R 3 495 305,92	-R 2 937 956,98	expired	Short Term Conctract
WMM LM 25/06/25/02 PRI	Techseeds Telecommunications	Supply and Installation of Printers for 3 years	1095	Wednesday, 24 June 2026	Saturday, 23 June 2029	Wednesday, 30 June 2027	R 5 714 675,00	R 173 875,06	R 5 540 799,94	valid	Long term Contract
RFQ WMM LM 0063 Maintenance of Roads 25/26	Camlulo T/A Eyethu Projects and Plant Hire	Maintenance of Dlangezwe Access Road	60	Monday, 01 June 2026	Wednesday, 25 November 2026	Wednesday, 30 June 2027	R 3 061 853,80	R 903 227,25	R 1 624 250,30	valid	Short Term Conctract
WMMLM 19/03/26/02 PTN	Vico Empire 09 Pty Ltd	Construction of Public Toilets at Ngcingo Amenity in Ward 13	121	Friday, 26 June 2026	Sunday, 25 October 2026	Wednesday, 30 June 2027	R 599 934,30	R -	R 599 934,30	valid	Short Term Conctract
WMM LM 02/10/25/01 MRF	Senzakahle SA T/A Ikhowa Division	Maintanance of Recreational Facilities for 36 Months	1095	Friday, 26 June 2026	Monday, 25 June 2029	Wednesday, 30 June 2027	R -	R 532 850,11	-R 1 011 092,11	valid	Short Term Conctract
WWM LM 00062-RFQ	Manyobo Group	Costruction of Ntsingizi to Mbenya Access Road	182	Friday, 24 July 2026	Friday, 22 January 2027	Thursday, 01 July 2027	R 8 186 523,40	R -	R 8 186 523,40	valid	Short Term Conctract
WWM LM 00062-RFQ	Mabozela Trading and Enterprise	Construction of Garhane Access Road	121	Friday, 24 July 2026	Sunday, 22 November 2026	Friday, 02 July 2027	R 8 692 368,18	R -	R 8 692 368,18	valid	Short Term Conctract

Contract Number	Name of Supplier	Contract Tittle	Duration (Months)	Start Date	Revised End Date	Current Year End	Contract Amount	Expenditure To date 2026/27	Closing Balance 2026	Status (To Date)	Categories of Contract
WWM LM 00062-RFQ	Nase Construction	Construction of Mbhatshe Bridge and Access Road	182	Friday, 24 July 2026	Friday, 22 January 2027	Saturday, 03 July 2027	R 7 548 099,09	R -	R 7 548 099,09	valid	Short Term Conctract
WMM-LM 25/03/26/01 LJG	The Mane's	Fencing of Librfary Jungle Gym	30	Thursday, 30 July 2026	Saturday, 29 August 2026	Sunday, 04 July 2027	R 397 810,00	R -	R 397 810,00	expired	Short Term Conctract
WMM LM 00070-SMR	JNW Trading Enterprise	Supply and Delivery of Social Relief Material	1095	Thursday, 30 July 2026	Sunday, 29 July 2029	Monday, 05 July 2027	R -	R -	R -	valid	Short Term Conctract
							429 173 915,83	**53 913 675,44**	**26 473 195,41**		

PART 2 – SUPPORTING DOCUMENTATION

1. Preparation of the Annual Financial Statements

The MFMA requires that the accounting officer of a municipality must prepare the annual financial statements of the municipality or municipal entity and, within two months after the end of the financial year to which those statements relate, submit the statements to the Auditor-General for auditing. Similarly, the accounting officer of a municipal entity must prepare the annual financial statements of the entity and within two months after the end of the financial year to which those statements relate, submit the statements to the parent municipality and the Auditor-General. This means that the 2025/26 annual financial statements must be submitted by 31 August 2026 to the Auditor-General for auditing.

2. Preparation Process

The process starts with the year-end closure processes as follows:

- Stock count
- Verification and assessment of assets
- Review of the Infrastructure asset register
- Correction of prior year errors
- Closure of the General ledger

a. Stock Count

The municipality runs a storeroom managed with the Supply Chain Management Unit that oversees proper recording and accounting for stock movements.

The inventory count is performed to ensure that all stock movements were recorded and to test effectiveness of stock control measures. This is a process that is done in the presence of the Auditor-General or delegate, in this case delegated to our Internal Audit Unit. The stock count was performed on Tuesday the 30th of June 2026 in the following storerooms:

- Finance
- Refuse removal
- Cultural Village
- Electricity
- Corporate Services

On 30 June 2026, the stores management section conducted a 100% verification of inventory in the municipal stores for purposes of ensuring that inventory for year-end has been correctly valued at reporting date. The preparations for a successful inventory count were carried out through implementing the approved AFS compilation plan. For increased assurance, the Auditor General and internal audit of the municipality was invited to take part in the inventory count.

The results of the inventory count showed inventory levels valued at an amount of R 1 376 694.55.

The inventory movements for the quarter can be broken down as follows:

CATEGORY	FUNCTION	OPENNING BALANCE	PURCHASES	WRITE-OFFS	TRANSFERS	ISSUES & ADJUSTMENTS	CLOSING BALANCE
Electricity Material	Electricity	1 005 012.49	-	-	-	16 510.56	988 501.93
Cleaning Resources	Solid Waste Removal	326 758.28	19 500.00	-	-	138 323.04	207 935.24
Stationery	Finance	346 566.52	24 286.96	-	-	286 270.75	84 582.73
Building Maintenance	Building Material	41 054.98	-	-	-	33 243.83	7 811.15

CATEGORY	FUNCTION	OPENNING BALANCE	PURCHASES	WRITE-OFFS	TRANSFERS	ISSUES & ADJUSTMENTS	CLOSING BALANCE
Cleaning Material	Admin & Corporate Support	150 086.85	-	-	-	66 151.17	83 935.68
Fuel	Roads	2 289.82	-	-	-	-	2 289.82
Animal feed	Licensing and control of animals	-	-	-	-	-	-
Disaster PPE	Human Resources	-	-	-	-	-	-
Cleaning Material	Social services	79 774.00	192 680.00	-		272 454.00	-
Garden Tap	Roads	1 638.00	-	-	-	-	1 638.00
TOTAL COST		**1 779 773.50**	**236 466.96**	**-**	**-**	**812 953.35**	**1 376 694.55**
TOTAL AS PER INVENTORY SHEET	**1 376 694.55**						
TOTAL AS PER GL	**1 376 782.57**						
DIFFERENCE	**(88.02)**						

b. Compilation of the movables assets register

The municipality has movable assets that are 100% managed internally and Infrastructure assets that are managed through an external service provider due to their complex nature and specialised skill required.

The movable asset register is subject to monthly reconciliations which assists the sections to track and deal with changes monthly, including the processing of monthly depreciation. The 4th quarter asset verification was conducted in order to make the following updates to the asset register required by the GRAP standards:

- Conditional assessment of assets
- Updating of asset custodians
- Reassessment of useful lives
- Updating of asset locations
- Confirmation of physical existence
- Completeness of the asset register

During the process, the asset management section does an analysis of all expenditures above the capitalisation threshold to identify all assets that my have been procured from or with other expenditures that may have been missed during the year.

There was also a review of all payments made in the last week of June 2026, July and August 2026 to identify more assets that may have been missed.

The municipality has, over the past two financial years converted its assets registers into the system based register built into the financial system that the municipality uses. This will ensure that registers are locked and kept safe on the register making the process to update and review the register easier and more reliable.

The municipality uses scanners to verify movable assets that then interface with the municipal system to ensure all assets are accounted for. It was, however, found that some of the assets do not update on the scanners despite having been verified. This causes delays in the finalisation of the register in terms on impairments and disposals or write-offs.

An arrangement has been made with the system vendor to ensure that a dedicated resource is availed to the municipality during the week starting from 24 August 2026 to ensure all the outstanding issues are resolved.

c. Review of Infrastructure register

During the month of March 2024, the municipality advertised a tender to acquire the services of a suitable service provider that would assist the municipality with preparation and review of the immovable asset register for a period of 36 months. The submissions from bidders were evaluated and adjudicated during the month of May 2024 and Lilitha Project Managers was the successful bidder appointed by the municipality. The 2023/24 and 2024/25 asset registers were therefore prepared and submitted to the Auditor-General for auditing with no material findings made, which meant that the register was confirmed to be GRAP compliant as required.

A formal kick-off meeting was held on the 24th of April 2026 where all key stakeholders within the municipality were invited.

During the meeting it was agreed on the following:

- Progress meetings to be held every Friday until submission of the final register
- Project steering committee meetings to be held every second Friday to ensure all matters requiring escalation are identified and addressed in time
- Final Project lists to be obtained from all the departments with infrastructure projects signed off by Senior Managers by the 10th of July 2026
- A list of all internally constructed and maintained roads to be submitted by the 10th of July 2026

The municipality conducted weekly meetings with the appointed service provider where the submission of information is facilitated and outstanding information as well as challenges are circumvented. The service provider visited sites and has, after gathering the relevant information, mapped all the places for verification on the GIS maps. On site verifications commenced before June 2026 on all the projects already completed.

The process of the review of the infrastructure register includes, but not limited to:

- Unbundling of completed assets
- Valuation of investment properties and buildings
- Assessment of useful lives and residual values where applicable
- Impairment assessment
- Review of engineering and accounting standards used

The municipality has, over the years had to do the immovable asset register update at the end of the financial year which has resulted in the municipality being in danger of not making a timeous

submission within the statutory date for the Annual Financial Statements to the Auditor General due to challenges faced at year with the compilation of the asset register.

To respond to this risk, the asset management section, with consultation with the other departments within the municipality, has introduced quarterly updating of the immovable asset register wherein the infrastructure additions would be capitalised closer to the time they have been completed while the project is still current. This strategy was expected to improve the gathering of information as engineering services traditionally relies on consultants to give asset management the required information and it is traditionally more difficult for engineering section to obtain information after the final retention has been released. As a result of the above, the municipality was able to unbundle and capitalised all infrastructure assets completed during the year up to May 2026 before the end of the financial year.

Challenges

- Unavailability of the reconciling BOQs for the work certified as completed
- Late submission of the list of completed assets for the following
    - Roads maintenance, both internal and external
    - Electricity infrastructure
    - Community Services Infrastructure projects
    - Planning and Development Infrastructure projects

Below is a summary of the progress made to date on the exercise which we hope will be completed earlier this year than in the past:

Activity	Work stream	Task	Description	Accountable Company	Responsible Person(s)	Priority	Due date	Status	Comments
				PLANNING					
1	Infrastructure Assets	Kick-off meeting	Kick-off meeting with client to clarify scope of work and way forward as well as meeting frequency	Lilitha	M Majikija	H		60%	Part of On going FAR Management Meetings
2	Infrastructure Assets	Compile Project Action Plan & Programme	Draft project plan with all deliverables and milestones	Lilitha	M Majikija	H		100%	Draft Project Plan Completed and Circulated for comments
				EXECUTION					
3	Infrastructure Assets	Obtain Updated Project List/Contracts Register/Commitments Register & Retention Register	Obtain existing municipal data e.g. asset lists, maps, GIS data, Project data (incl. Bills of Quantity) and As-built Drawings	Lilitha/ WMMLM	M Majikija	H		100%	All Completed projects verified on site.
4.1	Infrastructure Assets - Q1	Compile/Update project Lists & files since 1 July 2025 to 30 September 2025	Identify projects completed since 1 July 2024 and provide the following: - Practical completion certificate - Drawing showing the location and extent of the project - Total project expenditure – consultant and construction costs - Bill of quantities attached to the last payment certificate - As-Built drawings - Obtain Coordinates for each project - Check expenditure on all projects since 1 July 2024 and that it reconciles with the Financial System.	Lilitha/ WMMLM	M Majikija / O Mhasa	H	2025/09/30	100%	The list of completed projects are: > Ward 32 community hall > Ward 20 community hall > Ward 16 community hall > Ndela to ward 11 Accss road
4.2	Infrastructure Assets - Q2	Compile/Update project Lists & files since 1 October 2025 to 15 December 2025					2025/12/15	100%	The list of completed projects are: > Mtamvuna to Mabheleni access roads > Qobo to Gubethuka The list of completed maintence projects are: > Mhlanga Access road > Ntshamathe Access road
4.3	Infrastructure Assets - Q3	Compile/Update project Lists & files since 1 January 2026 to 28 March 2026					2026/03/28	100%	

Activity	Work stream	Task	Description	Accountable Company	Responsible Person(s)	Priority	Due date	Status	Comments
4.4	Infrastructure Assets - Q4	Compile/Update project Lists & files since 1 April 2026 to 30 June 2026					2026/06/30	100%	The list of completed projects are: > CONSTRUCTION OF MINI MARKET PHASE 2 > CONSTRUCTION OF MHLABOMNYAMA VIA MAKHALENI ACCESS ROAD > CONSTRUCTION OF MQONJWANA TO GREENVILLE ACCESS ROAD > CONSTRUCTION OF MBUTHWENI TO NOKHATSHILE ACCESS ROAD > CONSTRUCTION OF MKHASWENI ACCESS ROAD > CONSTRUCTION OF SOMGUNGQU ACCESS ROAD > RESURFACING OF NTLENZI TO MCETHENI ACCESS ROAD > CONSTRUCTION OF WARD 16 TO HUB ACCESS ROAD > CONSTRUCTION OF WARD 8 TO HUB ACCESS ROAD The list of Completed Maintenance projects are: > MAINTENANCE OF REFORMED VIA LUKHOLO TO BETHULA ACCESS ROAD > MAINTENANCE OF GINISWAYO ACCESS ROAD > MAINTENANCE OF KHANANDA ACCESS ROAD > MAINTENANCE OF NKANTOLO VIA KOMKHULU ACCESS ROAD > MAINTENANCE OF SEAVIEW TO MABHANOYINI ACCESS ROAD > MAINTENANCE OF MATSHEZINI ACCESS ROAD > MAINTENANCE OF PELEPELE TO JOJOZI ACCESS ROAD > MAINTENANCE OF MBANDANA ACCESS ROAD > MAINTENANCE OF QADU ACCESS ROAD > MAINTENANCE OF BRANCHINI TO MBABAZO SPS ACCESS ROAD The list of Electrification projects are: > UPGRADE TO 315KVA SUBSTATION > UPGRADE OF LOW-VOLTAGE LINES

Activity	Work stream	Task	Description	Accountable Company	Responsible Person(s)	Priority	Due date	Status	Comments
5	Infrastructure Assets	Prior Year Errors	Prior year's adjustment errors will be dealt with separately. This will include verification in the field and meetings with technical staff.	Lilitha/WMMLM	F Duur & M.Madikizela	H	2026/07/10	95%	Prior year error of Thaleni bridge disposal to be approved by the Client. 4 Projects are approved / concluded - Depreciation correction. 1. Ebumnandini To Nqabeni AR , 2. Gabisa Via Makhosonke To Lukhewini, 3. Lubekele AR, 4. Sijingi To Mangunga Via Methodist Church Voting Station AR
6	Infrastructure Assets	Data Collection	Conditional Assessment of Low Life Assets	Lilitha	M Majikija	H	2026/07/31	100%	31 May 2026 - 352 low life assets were visited for conditional assessment.
7	Infrastructure Assets	Spatial Maps of Infrastructure Assets	Prepare spatial maps of infrastructure for technical staff to verify coverage and existence.	Lilitha	O. Mhasa & GIS specialist	M	2026/07/25	100%	GIS data base is updated with latest 2025/2026 projects. Asset regisster was updated with latest disposals.
8	Infrastructure Assets	Classify additional assets for inclusion into register	Specify types of assets to be linked to the Asset Catalogue.	Lilitha	F Durr	L	2026/08/11	100%	Done
9	Infrastructure Assets	Record assets and relevant information (including Project data & WIP Expenditure)	Import Assets into Asset Register format. Completed Projects to be identified spatially and recoded as actual costs. Expenditure for WIP projects to be recorded. (This will be updated as information is made available)	Lilitha	F Durr	M	2026/07/31	100%	Done
10	Infrastructure Assets	Record all asset movements (incl Land & Buildings)	Record all additions/impairments/disposals, reviewed conditions, Replacement/Refurbishment and RUL. This will include movement in values of Land & Buildings	Lilitha	F Durr & Accountant	H	2026/08/01	100%	Asset regisster was updated with latest disposals.
11	Infrastructure Assets	Financial Accounting Support	Passing of Journals, Preparation of Notes to the Financial Statements	Lilitha	Accountant	H	2026/08/11	100%	Done
12	Investment Property	Assessment	Assess all properties controlled by the WMMLM Local Municipality to ensure that they are correctly classified as either Investment Property or Land and Building.	Lilitha	Penny Lindstrom	H	2026/08/11	100%	Done
13	Investment Property	Valuation	Determine the fair value of the Investment Property as at 30 June 2026 and provide detailed workings and methodology	Lilitha	Penny Lindstrom	H	2026/08/11	100%	Done
REPORTING AND UPLOADING ON MUNSOFT									
14	Infrastructure Assets	Draft Register	Submit Draft FAR	Lilitha	F Durr	H	2026/08/18	100%	Done
15	Infrastructure Assets	Final Review & Submission of Asset Register	Check register for completeness and correctness	Lilitha	F Durr/M Madikizela	H	2026/08/22	95%	WMMLM to do the final check
16	Infrastructure Assets	Update Project Spatial Files	Ensure that all project as-built drawings or sketched is updated on the GIS system	Lilitha	F Durr/O. Mhasa	M	2026/08/21	100%	GIS data base is updated with latest 2025/2026 projects.
RESPONDING TO AUDIT QUERIES									
17	Infrastructure Assets	Audit queries	Attend to any RFI's & COAF's Audit Queries after submission of Register, Audit Action Plan inputs if required	Lilitha	F Durr/M Majikija	H	1 Sept 2026 to 30 Nov 2026		

d. Correction of prior year errors

During the review of the current year activities there we items noted that should have been recorded in the prior years. The following is a summary issues needing correction:

- A reclassification of interest received from a security deposit held by Eskom for the Bulk Electricity account that was incorrectly disclosed as interest from non-exchange transactions
- Correction on completed assets resulting from invoices discovered during the year the year that they were not settled. These included invoices related to the fencing work done at the Mphuthumi Mafumbatha Stadium in the 2022/23 financial year together with their retention. There were also assets that did not meet the capitalisation threshold that had to be corrected in the prior year.
- Invoices related to an electrification project not processed in the prior year together with an invoice for maintenance of Mfuneli Access Road that was not settled due to disputes between the service provider and the municipality. These also affected the VAT transactions reported in the prior year.
- There was an invoice related to the CIGFARO annual conference that was not received and settled for the 2022/23 financial year which was only received and processed during the year.
- The municipality appointed a company for electricity vending and hosting which had already been providing the service for the municipality but it erroneously used old rates for billing which were more than the offered rates in terms of the contract and these were recorded as upfront payments with the service provider admitting to the error and therefore agreeing to credit the municipality's account.
- An amount received for the municipality winning the greenest municipality award was incorrectly allocated in the prior year as an unallocated deposit and was corrected in the current year.
- Following the publication of the government gazette by the minister of CoGTA revising the salaries of senior managers with effect from the 2024/25 financial year, it was also discovered that the municipality did not include the remote allowance on the contracts of most senior managers and the municipal manager approved the correction and backpay of these allowances. This was coupled with the salary creep correction that the government gazette provided for to restore the required pay difference between senior managers and third level managers.
- The municipality also approved the implementation of the job evaluation results in line with the resolution and recommendations of the Local Labour Forum which affected financial years from 2022/23 to the current year

e. Annual Financial Statements preliminary overview

Below are is a summary of the municipality's financial results starting with the Financial Position, Financial Performance and Cashflow results:

a) Financial Position

The municipality's total assets have increased from R1.6 billion to R1.7 billion with the following main areas of improvement:

- Property, Plant and Equipment
- Operating lease asset
- Investment properties
- Receivables (both exchange and non-exchange)
- Statutory receivables

The municipality's total liabilities have decreased from R147 million to R10 million with the following main contributors:

- VAT payable
- Payables from exchange transactions
- Unspent conditional grants

The municipality's net worth has also increased from R1.4 billion to R1.6 billion indicating the good efforts in investing on infrastructure development.

These results are still pending finalisation of the areas:

- Processing of the Review of the infrastructure assets register
- Impairment testing and re-assessment of useful lives for movable assets

b) Financial performance

The municipality's financial performance indicates how revenue and expenditures were managed during the year. The municipality has recorded an operation surplus of over R130 million for the year which is also in line with the increase on the municipality's net worth.

The municipality's total revenue has increased from R631 million to R634 million with the following areas to be noted:

- Property rates
- Government grants and subsidies
- Construction revenue
- Interest on debtors

The municipality's total expenditure has increased from R476 million to R498 million with the following areas contributing to the decrease:

- Contracted Services
- General Expenses
- Bulk purchases
- Employee Related costs

These results are still pending processing of impairments, disposals or write-offs of infrastructure assets, depreciation finalisation and expensing of all items currently recorded as capital expenditure

c) Cash flow

The municipality has recorded a decrease of over R38 million on its cash and cash equivalents from R540 million to R502 million. It is very important for the municipality to avoid this trend to assist in ensuring the municipality continues operating even under difficult economic conditions. A growth in the cash and cash equivalents allows the municipality to be able to contribute its own funds in the development of infrastructure and other areas of development.

f. Disposal/write-off of Infrastructure Assets

Disposals or write-offs from the unbundling process of completed assets

The unbundling of completed assets involves the following activities:

- Compilation of a list of completed projects
    - New projects
    - Rehabilitation
    - Maintenance
- Submission of project files with signed completion certificates indicating completion dates
- Submission of soft copy BoQs detailing activities done on each project and the value of each activity
- Site visits to verify existence, completion status, length and condition after completion
- Plotting the projects completed on the MAP to identify areas where a road was done where there is already an existing road

From the exercise indicated above, where there is work that is capital in nature (extending the life of an asset, or adding something that was not there initially) on an asset that is already on the register, the old portion is then written-off from the register and then replaced with the new portion recently completed. This exercise is then referred to as a disposal or write-off which both mean the asset is disposed.

Below is a summary of assets disposed or written-off that the executive committee must then approve and report to council as the decision to identify assets to be either built, rehabilitated or maintained is a decision of council through the executive committee

No	OLD Asset ID	Description	Ward No	Service	Category	2025/26: Asset Cost: Current yr disposals/write-offs	2025/26: Asset Cost: Closing balance	2025/26: Residual Value	2025/26: Acc Depr: Opening balance	2025/26: Acc Depr: Current Year Additions	2025/26:: Acc Depr: Current yr disposals/write-offs	2025/26:: Acc Depr: Closing balance	2025/26: Acc Impair: Opening balance	2025/26: Acc Impair: Current Year Additions	2025/26: Acc Impair: Current yr disposals/write-offs	2025/26: Acc Impair: Closing balance	2025/26: Net Book Value: Opening Balance	2025/26: Net Book Value: Closing Balance
83		Access Road 60531-Structure	22	Road Transport	Road	-R 163 981,88	R 0,00	R 0,00	R 77 558,14	R 1 910,00	-R 79 468,14	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 86 423,74	R0,00
202		Access Road 61777-Structure	14	Road Transport	Road	-R 69 543,78	R 0,00	R 0,00	R 59 263,40	R 352,90	-R 59 616,30	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 10 280,39	R0,00
274		Access Road 61668-Structure	5	Road Transport	Road	-R 989 857,72	R 0,00	R 0,00	R 577 417,00	R 9 830,77	-R 587 247,77	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 412 440,72	R0,00
370		AC 60518-Structure	11	Road Transport	Road	-R 957 629,79	R 0,00	R 0,00	R 670 340,86	R 25 186,95	-R 695 527,80	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 287 288,94	R0,00
518		Qobo to Gubethuka Acces road -Surface	5	Road Transport	Road	-R 491 721,18	R 176 378,25	R 0,00	R 668 099,43	R 0,00	-R 491 721,18	R 176 378,25	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R0,00
519		Access road 61681-Structure	27	Road Transport	Road	-R 176 230,48	R 176 230,48	R 0,00	R 302 896,14	-R 126 665,66	-R 176 230,48	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 49 564,82	R176 230,48
520		Acces road 61681-Surface	27	Road Transport	Road	-R 99 930,92	R 0,00	R 0,00	R 99 930,92	R 0,00	-R 99 930,92	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R0,00
529		Dutch reformed acces road-Structure	20	Road Transport	Road	-R 526 474,71	R 0,00	R 0,00	R 387 928,74	R 12 753,81	-R 400 682,54	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 138 545,98	R0,00

No	OLD Asset ID	Description	Ward No	Service	Category	2025/26: Asset Cost: Current yr disposals/write-offs	2025/26: Asset Cost: Closing balance	2025/26: Residual Value	2025/26: Acc Depr: Opening balance	2025/26: Acc Depr: Current Year Additions	2025/26:: Acc Depr: Current yr disposals/write-offs	2025/26: : Acc Depr: Closing balance	2025/26: Acc Impair: Opening balance	2025/26: Acc Impair: Current Year Additions	2025/26: Acc Impair: Current yr disposals/write-offs	2025/26: Acc Impair: Closing balance	2025/26: Net Book Value: Opening Balance	2025/26: Net Book Value: Closing Balance
607		AC 61682-Surface	27	Road Transport	Road	-R 112 673,81	R 142 244,31	R 0,00	R 252 557,76	R 261,90	-R 111 746,29	R 141 073,37	R 0,00	R 0,00	R 0,00	R 0,00	R 2 360,35	R1 170,94
794		Albany Substation-Transformer	1	Electricity	Medium Voltage	-R 104 082,63	R 0,00	R 0,00	R 76 692,47	R 1 891,05	-R 78 583,51	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 27 390,17	R0,00
875		BIZANA LV Overhead Line 19		Electricity	Low Voltage	-R 27 023,39	R 0,00	R 0,00	R 13 045,77	R 314,02	-R 13 359,79	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 13 977,61	R0,00
881		BIZANA LV Overhead Line 13		Electricity	Low Voltage	-R 25 466,68	R 0,00	R 0,00	R 12 294,26	R 295,93	-R 12 590,19	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 13 172,42	R0,00
884		BIZANA LV Overhead Line 10		Electricity	Low Voltage	-R 9 534,80	R 0,00	R 0,00	R 4 603,01	R 110,80	-R 4 713,81	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 4 931,80	R0,00
1491		Qadu to Mnyani AR-Unpaved-Gravel-Surface		Road Transport	Road	-R 552 962,54	R 0,00	R 0,00	R 477 708,93	R 21 957,54	-R 499 666,47	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 75 253,61	R0,00
1531		Nonqulana to Monument Access Road-Unpaved-Gravel-Structure	26	Road Transport	Road	-R 2 231 621,96	R 0,00	R 0,00	R 612 381,44	R 21 276,81	-R 633 658,25	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 1 619 240,52	R0,00
1631		Mkhungo to Nkunzi Access road Phase 1-Surface		Road Transport	Road	-R 113 773,56	R 0,00	R 0,00	R 78 839,95	R 6 061,53	-R 84 901,48	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 34 933,60	R0,00
1892		Mfolozi Access Road-Unpaved-Gravel-Surface		Road Transport	Road	-R 225 000,00	R 0,00	R 0,00	R 121 086,08	R 10 655,57	-R 131 741,64	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 103 913,92	R0,00
2200		New Overhead LV Line		Electricity	Low Voltage	-R 220 429,44	R 0,00	R 0,00	R 26 463,61	R 1 485,63	-R 27 949,24	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 193 965,83	R 0,00

g. Material Electricity losses

Over the years, the municipality implemented a number of projects to avoid or curb electricity distribution losses, these include the following:

- Development and review of the revenue enhancement strategy
- Metering audits and assessments
- Installations of split meters
- Redesigning electricity meter change procedures
- Installation of bulk meters for large power users
- Installation of a check meter to confirm units billed to the municipality by Eskom
- Implementation of Automated meter reading system

These reduced distribution losses to between 4% and 9% in the years up to the end of 2023/24 which is in line with the NERSA requirements for electricity distributors.

In the last year's financial statements, the calculations indicated that the municipality lost over 3.3 million units amounting to over R6.5 million. This has further been identified to have increased during the 2025/26 financial year to over 4.8 million units with the estimated amount of R11 million. This comes after the municipality's s71 reports have been reporting challenges faced in the management of municipal meters including instances of unmetered consumptions not attended to by the electricity section on time despite numerous attempts to get these attended to.

h. Implementation of the Revised GRAP 104

The municipality implements and prepares Annual Financial Statements in compliance with the prescribed GRAP standards which the Auditor General must therefore audit and express an opinion on the municipality's compliance.

These standards are revised from time to time to ensure alignment with both national and international standards to achieve fair presentation of the annual financial statements.

GRAP 104 deals with how debtors are managed and accounted for at the end of every reporting period which has now been revised for implementation during the 2025/26 annual financial statements. The changes affect mostly how debt impairment is calculated to also included future considerations of how debtors will perform. To implement this change, the municipality has sourced the services of professionals in the field which also includes economists as their inputs and expertise are required through the existing Munsoft contract since the information to be used is already housed in their system.

The resulting calculations and required analysis have been concluded which resulted in a change to the estimated debt impairment for both the 2024/25 and 2025/26 annual financial statements.

These changes have indicated that the municipality may need to adjust its budget to cater for the additional non-cash expenditure that will be incurred and avoid incurring unauthorised expenditure.

The implementation of this has also required that council amends its debt impairment policy to align with the factors now considered in line with the revised standard of GRAP

i. Proposed debt amnesty scheme for council consideration and approval

Council and its structures is requested to consider approval of a 10 month four-scenario debt settlement programme for Winnie Madikizela-Mandela Local Municipality, subject to legal and financial validation, with the following principles:

Approve S1: 30-day once-off settlement with a 100% customer saving on qualifying aged interest and a further 20% saving on qualifying 120+ property-rates debt.

Approve S2: three-month structured settlement with 20% upfront payment, a 75% customer saving on qualifying aged interest and a further 15% saving on qualifying 120+ property-rates debt.

Approve S3: six-month structured settlement with 15% upfront payment, a 70% customer saving on qualifying aged interest and a further 10% saving on qualifying 120+ property-rates debt.

Approve S4: immediate settlement with a 100% customer saving on qualifying aged trading interest and a further 30% saving on qualifying 90+ property-rates debt.

Require current and future municipal charges to remain payable in full under all scenarios.

Require Legal Services and Finance to validate the statutory, accounting and tax treatment before implementation.

Require monthly reporting to Management and Council on enrolment, cash recovery, concessions, defaults, current-account compliance and net financial benefit.

3. Implementation of the Finance Management Internship Programme

The municipality implements the Finance Management Internship from funded through the Financial Management Grant as one of the conditions indicated in the grant framework. The program is implemented in line with the guidelines that govern the following:

a) Number of interns, which is 5 at all times

b) The minimum requirements for recruitment of the interns

c) The recruitment process to be followed

d) The duration of the programme

e) The remuneration structure and limits

f) The reporting requirements

g) The structure of the programme

We have been reporting in the previous reports that the municipality ensures compliance with the internship program by having at least five financial management higher education graduates enrolled, trained on the minimum competency levels for municipalities as well as being provided with an opportunity to convert their theoretical understanding of financial management with practice in the sector. The municipality makes every effort to ensure that once these interns are trained and confirmed to be competent, they are considered for absorption when positions become available. This practice has resulted in a number of vacancies from time to time which include the current vacancy that the municipality is in the process of filling. We anticipated that the recruitment process for the additional intern will be concluded by the end of July 2026, however, the process of qualifications verifications seems to have taken longer than anticipated and the results were confirmed with the successful candidate expected to commence duties on 1 October 2026.

4. Disaster Management Adjustment Budget

After the Municipal Manager received the allocation letter for the Municipal Disaster Response Grant, a process began to commence the adjustment budget processes within 30 days as required by the MFMA when a municipality receives an allocation from another sphere of government.

The Office of the Municipal Manager, Engineering Services and the Budget and Treasury Office co-ordinated the process to adjust the budget and include the allocation and the project in the municipality's

budget as well as identification of projects that should have been included in the current year budget as they were not completed by the end of the previous year and have to be completed.

The criteria utilized for compiling the adjustment budget was determined by the following factors:

- The adjustment budget must be compiled in compliance with the MFMA requirements as set out in Section 28 as specify in the body of the report. This relates to appropriations which have been received more than anticipated in the budget. It can also relate to unforeseen circumstances which can also be explained and motivated.
- The adjustment budget must be substantiated through alignment with the departmental SDBIP and Council approved IDP
- The original approved budget process and guidelines must be used to compile the 2026/2027 adjustment budget as it is not a new budget

Engineering Services was required to prioritize within their approved operating and capital budget allocations in accordance with guidelines provided by Budget and Treasury office to correct the errors indicated to avoid the budget being unfunded.

a) Revised Grants allocations

GRANTS RECONCILIATION ALLOCATIONS							
Reconciliation of Winnie Madikizela Mandela Local Municipality Allocations for 2026/2027 MTREF							
	Revised 2025/26	Change	2026/27	2026/27 Additional Allocation	2026/27 Revised Allocations	2027/28	2028/29
National Allocations							
Operational	**388 426 250,00**	**- 20 184 350,00**	**368 241 900,00**	**-**	**368 241 900,00**	**368 411 250,00**	**394 803 300,00**
Equitable Share	357 855 000,00	- 7 803 000,00	350 052 000,00	-	350 052 000,00	346 992 000,00	372 471 000,00
Financial Management Grant	2 100 000,00	200 000,00	2 300 000,00	-	2 300 000,00	2 400 000,00	2 500 000,00
Expanded Public Works Programme	3 111 000,00	- 167 000,00	2 944 000,00	-	2 944 000,00	-	-
Municipal Infrastructure Grant 5%	3 352 250,00	- 338 350,00	3 013 900,00	-	3 013 900,00	3 341 250,00	3 445 300,00
Neighbourhood Development Partnership Grant	-	-	-	-	-	-	-
Intergrated National Electrification	22 008 000,00	- 12 076 000,00	9 932 000,00	-	9 932 000,00	15 678 000,00	16 387 000,00
Disaster Relief Grant	-	-	-	-	-	-	-
Capital	**84 592 749,00**	**- 27 328 649,00**	**57 264 100,00**	**5 000 000,00**	**62 264 100,00**	**63 483 750,00**	**65 460 700,00**
Municipal Infrastructure Grant	63 692 750,00	- 6 428 650,00	57 264 100,00	-	57 264 100,00	63 483 750,00	65 460 700,00
Intergrated National Electrification	-	-	-	-	-	-	-
Municipal Disaster Response Grant	20 899 999,00	- 20 899 999,00	-	5 000 000,00	5 000 000,00	-	-
Provincial Allocations							
Operational	**1 645 895,00**	**- 470 895,00**	**1 175 000,00**	**-**	**1 175 000,00**	**1 175 000,00**	**1 228 000,00**
Library Grant	1 445 895,00	- 270 895,00	1 175 000,00	-	1 175 000,00	1 175 000,00	1 228 000,00
Greenest Municipality Grant	200 000,00	- 200 000,00	-	-	-	-	-
District Allocations							
Operational	**150 000,00**	**- 150 000,00**	**-**	**-**	**-**	**-**	**-**
IDP Grant Assistance	150 000,00	- 150 000,00	0	0	0	0	0
TOTAL ALLOCATIONS	**474 814 894,00**	**- 48 133 894,00**	**426 681 000,00**	**5 000 000,00**	**431 681 000,00**	**433 070 000,00**	**461 492 000,00**

The table above shows the reported change in the Municipal Disaster Response Grant which had no allocation at the start of the year and allocation has since been approved and communicated to the municipality in September 2026.

b) Funding Shortfalls noted

The adjustments indicated on the report are based on available funding and some based on the maximum allowable limits for variations on infrastructure projects of 20%. This means that there are projects where more funds may still be required to in the next budget adjustment and some may require the additional work to be done through another phase requiring new procurement processes. Below is the summary of the affected projects and their related possible shortfalls:

- Rehabilitation of Thaleni Bridge and Access Road – R 8 000 000.00 required in addition to the R5 000 000 allocation included in this report
- Resurfacing of Ntlenzi to Mcetheni Access Road – R 4 500 000.00 above the maximum allowed variation of 20% for construction projects

The adjustment budget was presented to the council and approved on 30 September 2026. After approval by council, the budget was submitted to Treasury, published on local newspapers and made available to all parties interested.

5. Councillor and Staff Benefits

EC443 Winnie Madikizela-Mandela - Supporting Table SC22 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter

Summary of Employee and Councillor remuneration R thousands	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Allowances and Service Related Benefits										
Basic Salary			17 358	17 358	1 308	3 925	4 339	(415)	-10%	17 358
Cell phone Allowance			3 695	3 695	251	752	924	(172)	-19%	3 695
Office-bearer Allowance			1 446	1 446	108	325	362	(36)	-10%	1 446
Out of pocket Expenses			–	–		–	–	–		–
Travelling Allowance			7 232	7 232	535	1 606	1 808	(202)	-11%	7 232
Use of Personal Facilities				–		–	–	–		–
Total Allowances and Service Related Benefits		-	**29 732**	**29 732**	**2 203**	**6 608**	**7 433**	**(825)**	-11%	**29 732**
Social Contributions										
Medial Aid Benefits			1 446	1 446	108	325	362	(36)	-10%	1 446
Pension Fund Contributions			1 446	1 446	108	325	362	(36)	-10%	1 446
Total Social Contributions		-	**2 893**	**2 893**	**217**	**651**	**723**	**(73)**	-10%	**2 893**
Total Councillors		-	**32 625**	**32 625**	**2 420**	**7 259**	**8 156**	**(897)**	-11%	**32 625**
% increase	4									
Senior Managers of the Municipality	2									
Salaries and Allowances										
Basic Salary			7 820	7 820	602	1 937	1 955	(18)	-1%	7 820
Bonuses			611	611	24	103	153	(50)	-33%	611
Allowance								–		
Accommodation, Travel and Incidental			–	–		–	–	–		–
Cellular and Telephone	3		180	180	13	40	45	(5)	-11%	180
Housing Benefits	3		583	583	54	162	146	16	11%	583
Non-pensionable			–	–		–	–	–		–
Travel or Motor Vehicle	3		2 471	2 471	183	599	618	(18)	-3%	2 471
Voluntary Work			–	–	–	–	–			–
Total Allowance		-	**3 234**	**3 234**	**249**	**801**	**808**	**(7)**	-1%	**3 234**
Total Salaries and Allowances		-	**11 665**	**11 665**	**875**	**2 841**	**2 916**	**(75)**	-3%	**11 665**
Social Contributions										
Medical			428	428	40	120	107	13	12%	428
Pension			257	257	23	69	64	5	7%	257
Unemployment Insurance			13	13	1	3	3	0	0%	13
Total Social Contributions		-	**698**	**698**	**64**	**192**	**175**	**17**	10%	**698**
Sub Total - Senior Managers of Municipality		-	**12 363**	**12 363**	**938**	**3 033**	**3 091**	**(58)**	-2%	**12 363**
Other Municipal Staff										
Salaries and Allowances										
Basic Salary			91 618	91 618	7 233	21 833	22 905	(1 071)	-5%	91 618
Allowance										
Accommodation, Travel and Incidental			–	–		–	–	–		–
Cellular and Telephone	3		2 001	2 001	113	336	500	(164)	-33%	2 001
Housing Benefits	3		4 822	4 822	389	1 167	1 206	(39)	-3%	4 822
Non-pensionable			–	–		–	–	–		–
Travel or Motor Vehicle	3		10 046	10 046	754	2 342	2 512	(170)	-7%	10 046
Voluntary Work			–	–	–	–	–	–		–
Total Allowance		-	**16 870**	**16 870**	**1 256**	**3 845**	**4 217**	**(373)**	-9%	**16 870**
Service Related Benefits										
Bonus	3		7 080	7 080	80	180	1 770	(1 590)	-90%	7 080
Leave Pay	3		2 000	2 000	–	–	500	(500)	-100%	2 000
Overtime			4 232	4 232	178	411	1 058	(647)	-61%	4 232
Standby Allowance	3		1 726	1 726	145	434	432	2	1%	1 726
Uniform/Special/Protective Clothing	3		45	45	–	50	11	39	344%	45
Total Service Related Benefits		-	**15 084**	**15 084**	**402**	**1 075**	**3 771**	**(2 696)**	-72%	**15 084**
Total Salaries and Allowances		-	**123 572**	**123 572**	**8 890**	**26 752**	**30 893**	**(4 141)**	-13%	**123 572**
Social Contributions										
Bargaining Council			45	45	4	11	11	(1)	-5%	45
Medical			8 978	8 978	672	2 025	2 245	(219)	-10%	8 978
Pension			14 721	14 721	1 172	3 537	3 680	(143)	-4%	14 721
Unemployment Insurance			639	639	48	146	160	(14)	-9%	639
Total Social Contributions		-	**24 383**	**24 383**	**1 896**	**5 719**	**6 096**	**(377)**	-6%	**24 383**
Sub Total - Other Municipal Staff		-	**147 955**	**147 955**	**10 786**	**32 471**	**36 989**	**(4 518)**		**147 955**
% increase	4									
Total Parent Municipality		-	**192 943**	**192 943**	**14 144**	**42 763**	**48 236**	**(5 473)**	-11%	**192 943**
TOTAL SALARY, ALLOWANCES & BENEFITS		-	**192 943**	**192 943**	**14 144**	**42 763**	**48 236**	**(5 473)**		**192 943**
% increase	4									
TOTAL MANAGERS AND STAFF	5,7	-	**160 319**	**160 319**	**11 725**	**35 504**	**40 080**	**(4 576)**		**160 319**

6. Councillor and Senior Management Remuneration

EC443 Winnie Madikizela-Mandela - Supporting Schedule SC23 Monthly Budget Statement - Summary salaries, allowances and benefits(Councillors, Senior Managers and Board Members of Entities) - Q1 First Quarter

Disclosure of Salaries, Allowances & Benefits 1. R thousands	Ref	Budget Year 2026/27					
		Salary	Contributions	Allowances	Service Related Benefits	Bonuses	Total Package
Councillors	3						
Speaker	4	42 012	7 002	24 923	–		73 936
Chief Whip		39 404	6 567	23 619	–		69 590
Executive Mayor/Mayor		52 514	8 752	30 174	–		91 441
Deputy Executive Mayor/Deputy Mayor		–	–	–	–		–
Executive Committee/Mayoral Committee		327 034	54 506	206 604	–		588 144
Total for all other councillors		847 292	140 062	609 109	–		1 596 463
Section 79 committee chairperson		–	–	–	–		–
Total Councillors	8	**1 308 256**	**216 889**	**894 429**	**–**	**–**	**2 419 574**
Senior Managers of the Municipality	5						
Municipal Manager (MM)		134 141	14 210	52 619	–	10 024	210 993
Chief Finance Officer		114 670	177	72 833	–	–	187 681
Senior Manager - Engineering		–	177	–	–	–	177
Senior Manager - Corporate Services		128 612	15 009	44 059	–	–	187 681
Senior Manager - Community Services		110 420	21 115	33 898	–	13 670	179 102
Senior Manager - Development Planning		113 780	13 229	45 839	–	–	172 848
Total Senior Managers of the Municipality	8,10	**601 624**	**63 917**	**249 248**	**–**	**23 693**	**938 482**
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	**1 909 880**	**280 806**	**1 143 677**	**–**	**23 693**	**3 358 056**

7. Debtors' analysis

Summary of all Debtors

EC443 Winnie Madikizela-Mandela - Supporting Table SC2 Monthly Budget Statement - aged debtors - Q1 First Quarter

Description	NT Code	Budget Year 2026/27											
R thousands		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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 794	3 563	999	3 487	1 271	1 265	1 296	13 281	28 955	20 599		
Receivables from Non-exchange Transactions - Property Rates	1400	948	707	31 781	543	540	1 182	496	48 436	84 634	51 197		
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Waste Management	1600	44	18	16	19	19	30	17	1 987	2 150	2 071		
Receivables from Exchange Transactions - Property Rental Debtors	1700	499	50	50	50	48	48	48	1 214	2 006	1 407		
Interest on Arrear Debtor Accounts	1810	1 152	1 074	882	876	914	934	913	29 368	36 114	33 005		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		
Other	1900	376	339	275	276	286	284	437	12 391	14 663	13 673		
Total By Income Source	**2000**	**6 814**	**5 751**	**34 003**	**5 249**	**3 077**	**3 742**	**3 207**	**106 677**	**168 521**	**121 952**	**–**	**–**
2025/26 - totals only										–	**–**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	958	1 127	31 914	1 427	663	667	870	60 489	98 116	64 117		
Commercial	2300	5 409	4 204	1 741	3 485	2 079	2 701	2 016	28 400	50 036	38 681		
Households	2400	446	420	348	337	334	374	321	17 788	20 369	19 155		
Other	2500	–	–	–	–	–	–	–	–	–	–		
Total By Customer Group	**2600**	**6 814**	**5 751**	**34 003**	**5 249**	**3 077**	**3 742**	**3 207**	**106 677**	**168 521**	**121 952**	**–**	**–**

The table above shows municipal debtors for the period ended 30 September 2026 per income source and per customer group. It should be noted that the municipality's leading source of income when it comes to debtors is property rate followed by interest on arrears which is an indication that we have more debtors that have stayed for longer periods outstanding. It should also be noted that the municipality's majority of debtors are more than 150 days old. This could prompt a write-off at some point if these are not collected as they overstate the municipality's balance sheet.

The biggest category of debtors is government and they owe the municipality long outstanding amounts followed by households. This is due to some accounts that are being disputed by consumers and government schools that public works says are not surveyed and therefore they cannot pay according to their processes until they have been surveyed.

8. Creditors' analysis

EC443 Winnie Madikizela-Mandela - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter

Description	NT Code	Budget Year 2026/27									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									–	
Bulk Water	0200									–	
PAYE deductions	0300									–	
VAT (output less input)	0400									–	
Pensions / Retirement deductions	0500									–	
Loan repayments	0600									–	
Trade Creditors	0700	1 490								**1 490**	2 299
Auditor General	0800									–	
Other	0900									–	
Medical Aid deductions	0950									–	
Total By Customer Type	**1000**	**1 490**	–	–	–	–	–	–	–	**1 490**	2 299

The above table shows the municipality's creditors and their ageing. All creditors recorded are within the 30 days requirement with no creditors beyond the 30 days. The municipality continues to find ways to ensure that this status quo is maintained at all times.

9. Investment portfolio analysis

EC443 Winnie Madikizela-Mandela - Supporting Table SC16 Monthly Budget Statement - Investment Portfolio - Q1 First 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 ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
FNB CALL DEPOSIT ACCOUNT (62028477992)		Not fixed	Call Deposit	No	Variable	0,017822011	0	n/a	not fixed	492 205	8 772	(89 255)	145 855	**557 577**
FNB CALL DEPOSIT ACCOUNT (62459758078)		Not fixed	Call Deposit	No	Variable	-4,96465E+12	0	n/a	not fixed	(0)	9	–	3 974	**3 983**
FNB CALL DEPOSIT ACCOUNT (62550715828)		Not fixed	Call Deposit	No	Variable	-4,91817E+13	0	n/a	not fixed	(0)	11	(11)	2 301	**2 301**
FNB CALL DEPOSIT ACCOUNT (62550717767)		Not fixed	Call Deposit	No	Variable	0,015797521	0	n/a	not fixed	7 566	120	(19 973)	17 084	**4 796**
FNB CALL DEPOSIT ACCOUNT (62816769220)		Not fixed	Call Deposit	No	Variable	0,019017829	0	n/a	not fixed	516	10	–	128	**653**
FNB CALL DEPOSIT ACCOUNT (62816773073)		Not fixed	Call Deposit	No	Variable	88,51386511	0	n/a	not fixed	0	3	–	737	**740**
FNB CALL DEPOSIT ACCOUNT (62852108531)		Not fixed	Call Deposit	No	Variable	0,025444577	0	n/a	not fixed	1 390	35	–	5 000	**6 425**
FNB CALL DEPOSIT ACCOUNT (62896110170)		Not fixed	Call Deposit	No	Variable	0,015242557	0	n/a	not fixed	1	0	–	–	**1**
														–
Municipality sub-total										**501 677**	**8 960**	**(109 240)**	**175 079**	**576 476**
TOTAL INVESTMENTS AND INTEREST	2									**501 677**	**8 960**	**(109 240)**	**175 079**	**576 476**

The table above shows the municipality's cash investments performance. The table shows that the municipality's cash and cash equivalents increased during the period by just over R74 million which lead to an increase in its investments for the quarter ended September 2026. It should however be noted that this only reflects the difference between what was received and what was spent.

10. Allocation and grant receipts and expenditure

a) Transfers & Grants Receipts

EC443 Winnie Madikizela-Mandela - Supporting Schedule SC18 Monthly Budget Statement - Transfers and Grant Receipts - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS	1,2									
Operating										
National Government										
Monetary Allocations								62 245	#DIV/0!	
Equitable Share			350 052	350 052	–	145 855	87 513	58 342	66,7%	350 052
Expanded Public Works Programme Integrated Grant			2 944	2 944	–	736	736	–		2 944
Infrastructure Skills Development Grant			–	330	–	–	83	(83)	-100,0%	330
Integrated National Electrification Programme [Schedule 5B]			–	–	–	–	–	–		–
Local Government Financial Management Grant			2 300	2 300	–	2 300	575	1 725	300,0%	2 300
Municipal Disaster Grant			–	–	–	–	–	–		–
Municipal Infrastructure Grant			3 014	3 014	3 014	3 014	753	2 260	300,0%	3 014
					–	–	–	62 245	#DIV/0!	–
Total Monetary Allocations		-	358 310	358 640	3 014	151 905	89 660	62 245	69,4%	358 640
Total Operating/National Government		-	358 310	358 640	3 014	151 905	89 660	62 245	69,4%	358 640
Capacity Building and Other			738	1 464	–	–	366	(366)	-100,0%	1 464
					–	–	–	–		–
Total Monetary Allocations		-	738	1 464	-	-	366	(366)	-100,0%	1 464
Total Operating/Provincial Government		-	738	1 464	-	-	366	186 369	50925,8%	1 464
Total Allocations In-kind		-	-	-	-	-	-	186 369	#DIV/0!	-
Total Operating/Other Grant Providers		-	-	-	-	-	-			-
Total Operating	5	-	359 048	360 104	3 014	151 905	90 026			360 104
Capital										
National Government										
Monetary Allocations										
Integrated National Electrification Programme (Municipal Grant			–	–	–	–	–			–
Municipal Disaster Recovery Grant			–	5 000	5 000	5 000	1 250			5 000
Municipal Disaster Relief Grant			–	–	–	–	–			–
Municipal Infrastructure Grant			57 264	57 264	(3 014)	14 069	14 316			57 264
Neighbourhood Development Partnership Grant			–	–	–	–	–			–
Total Monetary Allocations		-	57 264	62 264	1 986	19 069	15 566			62 264
Total Capital/National Government		-	57 264	62 264	1 986	19 069	15 566			62 264
Capacity Building and Other			437	437	–	–	109			437
			–		–	–	–			–
Total Monetary Allocations		-	437	437	-	-	109			437
Total Capital/Provincial Government		-	437	437	-	-	109			437
Total Capital	5	-	57 701	62 701	1 986	19 069	15 675			62 701
TOTAL RECEIPTS OF TRANSFERS AND GRANTS		-	416 749	422 805	5 000	170 974	105 701			422 805

The above table shows grants received for the period ended 30 September 2026.

b) Transfers & Grants Expenditure

EC443 Winnie Madikizela-Mandela - Supporting Schedule SC19 Monthly Budget Statement - Expenditure on Transfers and Grants - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE	1									
Operating										
National Government										
Monetary Allocations										
Equitable Share			368 714	369 856	23 069	64 707	92 464	(27 757)	-30,0%	369 856
Expanded Public Works Programme Integrated Grant			2 944	2 944	897	1 843	736	1 107	150,4%	2 944
Integrated National Electrification Programme [Schedule 5B]			–	–	–	–	–	–		–
Local Government Financial Management Grant			2 098	2 098	977	1 044	524	519	99,0%	2 098
Municipal Disaster Recovery Grant			–	–	–	–	–	–		–
Municipal Infrastructure Grant			3 014	3 014	245	925	753	171	22,7%	3 014
Neighbourhood Development Partnership Grant			–	–	–	–	–	–		–
Total Monetary Allocations		-	**376 769**	**377 911**	**25 188**	**68 518**	**94 478**	**(25 960)**	-27,5%	**377 911**
Total National Government		-	**376 769**	**377 911**	**25 188**	**68 518**	**94 478**	**(25 960)**	-27,5%	**377 911**
Provincial Government								–		
Monetary Allocations								–		
Capacity Building and Other- Library Grant			1 299	1 299	413	462	325	137	42,2%	1 299
					–	–	–	–		–
Total Monetary Allocations		-	**1 299**	**1 299**	**413**	**462**	**325**	137	42,2%	**1 299**
Total Provincial Government		-	**1 299**	**1 299**	**413**	**462**	**325**	**137**	**42,2%**	**1 299**
Total operating expenditure of Transfers and Grants		-	**378 068**	**379 210**	**25 601**	**68 980**	**94 803**	**(25 823)**	**(0)**	**379 210**
Capital										
National Government										
Monetary Allocations										
Integrated National Electrification Programme (Municipal Grant)			–	–	–	–	–	–		–
Local Government Financial Management Grant			–	–	–	–	–	–		–
Municipal Disaster Recovery Grant			–	4 348	–	–	1 087	(1 087)	-100,0%	4 348
Municipal Disaster Relief Grant			–	–	–	–	–	–		–
Municipal Infrastructure Grant			49 795	49 795	2 348	12 342	12 449	(106)	-0,9%	49 795
Neighbourhood Development Partnership Grant			–	–	–	–	–	–		–
Total Monetary Allocations		-	**49 795**	**54 143**	**2 348**	**12 342**	**13 536**	**(1 193)**		**54 143**
Total National Government		-	**49 795**	**54 143**	**2 348**	**12 342**	**13 536**	**(1 193)**		**54 143**
Provincial Government										
Monetary Allocations										
Capacity Building and Other- Librart Grant			380	380	–	–	95	(95)	-100,0%	380
					–	–	–	–		–
Total Monetary Allocations		-	**380**	**380**	**-**	**-**	**95**	**(95)**		**380**
Total Provincial Government		-	**380**	**380**	**-**	**-**	**95**	**(95)**		**380**
Total capital expenditure of Transfers and Grants		-	**50 175**	**54 523**	**2 348**	**12 342**	**13 631**	**(1 288)**		**54 523**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	**428 243**	**433 733**	**27 949**	**81 322**	**108 433**	**(27 111)**		**433 733**

The above table shows expenditure on grants that have been allocated to the municipality.

c) Actuals and revised targets for cash receipts and payments

EC443 Winnie Madikizela-Mandela - Supporting Table SC30 Monthly Budget Statement - Actuals Monthly Cashflows (All) - Q1 First Quarter

Description	Ref	Budget Year 2026/27												2026/27 Medium Term Revenue & Expenditure Framework		
R thousands	1	July Outcome	August Outcome	Sept Outcome	October Budget	Nov Budget	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
Cash Receipts By Source																
Property rates		577	12 408	650	3 381	3 381	3 381	3 381	3 381	3 381	3 381	3 381	3 381	30 425	27 719	28 411
Service charges - Electricity revenue		613	3 156	3 951	6 388	6 388	6 388	6 388	6 388	6 388	6 388	6 388	6 388	57 489	58 716	59 944
Service charges - Water revenue		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Water Management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Mangement		378	519	231	678	678	678	678	678	678	678	678	678	6 103	6 256	6 414
					–	–	–	–	–	–	–	–	–			
Rental of facilities and equipment		598	572	538	697	697	697	697	697	697	697	697	697	6 272	6 434	6 728
Interest earned - external investments		2 711	3 182	3 262	4 553	4 553	4 553	4 553	4 553	4 553	4 553	4 553	4 553	40 977	42 329	43 683
Interest earned - outstanding debtors		39	245	191	297	297	297	297	297	297	297	297	297	2 669	2 757	2 845
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		24	19	6	42	42	42	42	42	42	42	42	42	375	578	596
Licences and permits		1	24	3	276	276	276	276	276	276	276	276	276	2 486	2 568	2 651
Agency services		891	824	1 067	173	173	173	173	173	173	173	173	173	1 554	2 000	2 064
Transfers and Subsidies - Operational		27	150 998	5 907	40 012	40 012	40 012	40 012	40 012	40 012	40 012	40 012	40 012	360 104	353 496	379 203
Other revenue		5	52	182	1 040	1 040	1 040	1 040	1 040	1 040	1 040	1 040	1 040	9 364	14 385	15 025
Cash Receipts by Source		**5 866**	**171 999**	**15 987**	**57 535**	**57 535**	**57 535**	**57 535**	**57 535**	**57 535**	**57 535**	**57 535**	**57 535**	**517 819**	**517 237**	**547 565**
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	21 056	(3 014)	7 072	4 008	7 444	5 726	4 581	12 813	–	–	–	62 701	63 935	65 927
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)														–	–	–
Proceeds on Disposal of Fixed and Intangible Assets														–	–	–
Short term loans														–	–	–
Borrowing long term/refinancing														–	–	–
Increase (decrease) in consumer deposits														–	–	–
VAT Control (receipts)		–	–	–	3 042	3 042	3 042	3 042	3 042	3 042	3 042	3 042	3 042	57 790	48 320	47 529
Decrease (increase) in non-current receivables		–	–	–										–	–	–
Decrease (increase) in non-current investments		–	–	–										–	–	–
Insurance Refund - Capital		–	–	–	200	–	–	–	–	–	–	–	–	200	206	213
Interest on Short Term Investment (Greater then 90 days) and Long Term Investments		–	–	–										–	–	–
Total Cash Receipts by Source		**5 866**	**193 055**	**12 973**	**67 649**	**64 585**	**68 021**	**66 303**	**65 158**	**73 390**	**60 577**	**60 577**	**60 577**	**638 510**	**629 698**	**661 233**
Cash Payments by Type													–			
Employee related costs		(13 451)	(13 764)	(13 653)	(18 008)	(18 008)	(18 008)	(18 008)	(18 008)	(18 008)	(18 008)	(18 008)	(18 008)	(162 073)	(170 267)	(178 115)
Remuneration of councillors		(1 569)	(1 553)	(1 562)	(3 625)	(3 625)	(3 625)	(3 625)	(3 625)	(3 625)	(3 625)	(3 625)	(3 625)	(32 625)	(33 701)	(34 780)
Finance Charges		–	–	–	(11)	(11)	(11)	(11)	(11)	(11)	(11)	(11)	(11)	(100)	(103)	(107)
Bulk purchases - Electricity		(6 404)	(8 158)	(6 968)	(8 141)	(8 141)	(8 141)	(8 141)	(8 141)	(8 141)	(8 141)	(8 141)	(8 141)	(73 272)	(79 029)	(82 294)
Acquisitions - water & other inventory		–	(770)	(307)	(1 147)	(1 147)	(1 147)	(1 147)	(1 147)	(1 147)	(1 147)	(1 147)	(1 147)	(10 323)	(10 003)	(10 323)
					–	–	–	–	–	–	–	–	–			
Contracted services		(2 105)	(6 941)	(4 664)	(19 806)	(19 806)	(19 806)	(19 806)	(19 806)	(19 806)	(19 806)	(19 806)	(19 806)	(178 253)	(138 428)	(119 432)
Transfers and subsidies - other municipalities		–	–		–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - other		–	–		–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure		(24 365)	(11 955)	(7 960)	(12 103)	(12 103)	(12 103)	(12 103)	(12 103)	(12 103)	(12 103)	(12 103)	(12 103)	(108 927)	(112 610)	(112 631)
Cash Payments by Type		**(47 894)**	**(43 141)**	**(35 115)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(62 841)**	**(565 573)**	**(544 142)**	**(537 681)**
Other Cash Flows/Payments by Type																
Capital assets		(7 146)	(12 661)	(5 905)	(18 831)	(16 239)	(19 558)	(18 504)	(14 602)	(14 850)	(10 568)	(10 949)	(23 301)	(177 788)	(134 910)	141 547
Retention (Capital)		–	–	–	–	–	–	–	–	–	–	–	–			
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type		**(55 040)**	**(55 803)**	**(41 020)**	**(81 672)**	**(79 080)**	**(82 399)**	**(81 346)**	**(77 444)**	**(77 692)**	**(73 409)**	**(73 790)**	**(86 142)**	**(743 361)**	**(679 052)**	**(396 134)**
NET INCREASE/(DECREASE) IN CASH HELD		**(49 174)**	**137 252**	**(28 048)**	**(14 024)**	**(14 495)**	**(14 378)**	**(15 042)**	**(12 285)**	**(4 302)**	**(12 832)**	**(13 213)**	**(25 565)**	**(104 851)**	**(49 354)**	**265 099**
Cash/cash equivalents at the month/year beginning:		502 245	453 071	590 323	562 275	548 252	533 757	519 379	504 337	492 051	487 749	474 917	461 703	502 245	397 394	348 040
Cash/cash equivalents at the month/year end:		453 071	590 323	562 275	548 252	533 757	519 379	504 337	492 051	487 749	474 917	461 703	436 138	397 394	348 040	613 140

d) Compliance with DORA requirements

The municipality has the following main conditional grants allocated to it for the year:

- **Municipal Infrastructure Grant:** The grant is mainly for constructions of municipal infrastructure such as Access roads, Community facilities (Halls, Sport fields, ECDCs and more). 5% of the allocation is allocated for the operations of the Project management unit. The grant is disbursed in tranches informed by the projections submitted by the municipality before the start of the financial year. This was normally disbursed in three trenches a year 60% in July, 20% in December and 20% in March. From the 2020/21 financial year a new system introduced where 30% is transferred in July and requiring that at least 60% of that must be spent by the end of September to qualify for the next trench. It is with great disappointment to report that the municipality did not qualify for the send trench until the end of November this year because the amount spent did not meet the minimum spending requirements. The fund also has a spending requirement of 40% of the allocation by December to qualify for consideration of additional funds during the adjustments period with anything less than that qualifying for a reduction in the amount allocated to other municipalities that have spent as required.
- **Integrated National Electrification Program:** The grant is mainly used to supplement the work being done by Eskom to address electrification backlogs in rural communities. The grant's conditions do not include any operating portion like the Municipal Infrastructure grant even though they are both capital in nature. The table above shows that the municipality has already spent over 100% of the allocation for the year.
- **Municipal Finance Management Grant:** The grant was introduced and is allocated to assist municipalities build and sustain financial management capacity. The grant is mainly for Budget and Treasury operations and focuses on the following areas:
    - Recruitment and training of five tertiary institution graduates within the accounting field including audit and risk management at a time
    - Strengthen capacity and upskill officials in the Budget and Treasury Office (BTO), Internal Audit and Audit Committees
    - Acquisition, upgrade and maintenance of financial management systems to produce multi- year budgets, in-year reports, Service Delivery and Budget Implementation Plans, Annual Financial Statements, annual reports and automated financial management practices including mSCOA
    - Support the training of municipal officials in financial management towards attaining the minimum competencies

- Support the preparation and timely submission of quality annual financial statements for audits. Technical support to municipalities must include the transfer of skills to municipal officials
- Support implementation of corrective actions to address root causes/audit findings in municipalities
- Implementation of financial management reforms and address shortcomings identified in the Financial Management Capability Maturity Model (FMCMM) Assessment report
- Support the implementation of the financial misconduct regulations and promote consequence management to reduce UIF&W incurred by municipalities
- Support to strengthen financial governance and oversight, as well as functioning of Municipal Public Accounts Committees
- Support the training of municipal officials that are members of the BID committees

11. Cash flow Statement

EC443 Winnie Madikizela-Mandela - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates			26 525	30 425	650	13 636	7 606	6 030	79%	30 425
Service charges			63 592	63 592	4 181	8 847	15 898	(7 051)	-44%	63 592
Other revenue			77 737	77 843	1 796	4 806	19 461	(14 654)	-75%	77 843
Transfers and Subsidies - Operational			359 774	360 104	5 907	156 932	90 026	66 906	74%	360 104
Transfers and Subsidies - Capital			57 701	62 701	(3 014)	18 042	15 675	2 367	15%	62 701
Interest			43 646	43 646	3 453	9 630	10 911	(1 281)	-12%	43 646
Dividends			–	–	–	–	–	–		–
Payments										
Suppliers and employees			(573 220)	(565 473)	(35 115)	(126 151)	(141 368)	(15 217)	11%	(565 473)
Finance charges			(100)	(100)	–	–	(25)	(25)	100%	(100)
Transfers and Subsidies			–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**–**	**55 654**	**72 737**	**(22 142)**	**85 743**	**18 184**	**(67 559)**	**-372%**	**72 737**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE			–	–	–	–	–	–		–
					–	–	–			–
Decrease (increase) in non-current receivables			–	–	–	–	–	–		–
Decrease (increase) in non-current investments			–	–	–	–	–	–		–
Insurance Refund - Capital			200	200	–	–	50	(50)		200
Interest on Short Term Investment (Greater then 90 days) and Long Term Investments			–	–	–	–	–	–		–
Payments										
Capital assets			(164 305)	(177 788)	(5 905)	(25 713)	(44 447)	(18 734)	42%	(177 788)
Retention (Capital)			–	–	–	–	–	–		–
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(164 105)**	**(177 588)**	**(5 905)**	**(25 713)**	**(44 397)**	**(18 784)**	**0**	**(177 588)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			–		–	–	–	–		–
Borrowing long term/refinancing			–		–	–	–	–		–
Increase (decrease) in consumer deposits			–		–	–	–	–		–
Payments										
Repayment of borrowing			–		–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**–**	**(108 451)**	**(104 851)**	**(28 048)**	**60 030**	**(26 213)**			**(104 851)**
Cash/cash equivalents at beginning:			463 247	502 245	590 234	502 156	502 245			502 156
Cash/cash equivalents at month/year end:		–	354 796	397 394	562 186	562 186	476 032			397 305

The above table shows how the municipality's cash was applied during the month to account for the movement in actual cash at the bank.

12. Statement of Financial Position

EC443 Winnie Madikizela-Mandela - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents			354 796	397 394	562 275	397 394
Short term Investments			–	–	–	–
Trade and other receivables from exchange transactions			47 764	47 764	26 322	47 764
Receivables from non-exchange transactions			66 743	68 843	100 349	68 843
Current portion of non-current receivables			–	–		–
Inventory			1 418	1 518	1 341	1 518
VAT Receivable			11 668	11 668	4 638	11 668
Other current assets			21 861	21 861	26 342	21 861
Total current assets		**–**	**504 250**	**549 047**	**721 268**	**549 047**
Non current assets						
Investments			–	–		–
Investment property			58 323	58 323	57 758	58 323
Property, plant and equipment			1 004 886	1 017 927	1 014 980	1 017 927
Biological assets			–	–	–	–
Living resources			–	–	–	–
Heritage assets			1 260	1 260	1 261	1 260
Intangible assets			402	402	363	402
Trade and other receivables from exchange transactions			–	–		–
Non-current receivables from non-exchange transactions			5 282	5 282	5 282	5 282
Other non-current assets			–	–		–
Total non current assets		**–**	**1 070 153**	**1 083 194**	**1 079 643**	**1 083 194**
TOTAL ASSETS		**–**	**1 574 403**	**1 632 241**	**1 800 911**	**1 632 241**
LIABILITIES						
Current liabilities						
Bank overdraft			–	–	–	–
Financial liabilities			–	–	–	–
Consumer deposits			525	525	497	525
Trade and other payables from exchange transactions			103 207	103 980	59 617	103 980
Trade and other payables from non-exchange transactions			721	649	15 487	649
Provision			1 305	1 305	1 497	1 305
VAT Payable			7 514	7 514	(10 428)	7 514
Other current liabilities			–	–		–
Total current liabilities		**–**	**113 272**	**113 974**	**66 669**	**113 974**
Non current liabilities						
Financial liabilities			–	–	–	–
Provision			11 950	11 950	16 221	11 950
Long term portion of trade payables			–	–	–	–
Other non-current liabilities			–	–	–	–
Total non current liabilities		**–**	**11 950**	**11 950**	**16 221**	**11 950**
TOTAL LIABILITIES		**–**	**125 222**	**125 924**	**82 890**	**125 924**
NET ASSETS	2	**–**	**1 449 181**	**1 506 317**	**1 718 021**	**1 506 317**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)			1 449 181	1 506 317	1 718 021	1 506 317
Reserves and funds			–	–		–
Other			–	–		–
TOTAL COMMUNITY WEALTH/EQUITY	2	**–**	**1 449 181**	**1 506 317**	**1 718 021**	**1 506 317**

13. Municipal Manager's quality certification

Quality Certificate

I, Luvuyo Mahlaka, the municipal manager of Winnie Madikizela-Mandela Local Municipality, hereby certify that –

☑ Quarterly budget statement

for the quarter ended 30 September 2026 has been prepared in accordance with the Municipal Finance Management Act and Regulations made under that Act.

Print name: Luvuyo Mahlaka

Municipal manager of Winnie Madikizela-Mandela Local Municipality (EC443)

Signature:

Date: 27/10/2026