



**WINNIE MADIKIZELA-MANDELA
LOCAL MUNICIPALITY
MONTHLY REPORT**

**REPORT IN TERMS OF s71 OF THE MFMA FOR THE
MONTH OF APRIL 2021**

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PART 1 – IN-YEAR REPORT

1. Executive Summary

Section 71 of the Municipal Finance Management Act No 56 of 2003 requires that the Accounting officer of a municipality must, within 10 working days after the end of each month submit to the Mayor of the municipality and relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget.

This is the tenth report of the 2020/21 financial year which should give an indication of how the municipality has performed during the period of operation in the indicated year. This is normally the period where a number of programs would normally have began to take shape and expenditure began to pick up from the performance of the first half of the financial year that coincided with the year-end, preparation of the annual financial statements and the external audit by the Auditor-General which were all extended by a sixty day period. It is expected though that things may not be as anticipated this year considering that the country is operating under lockdown regulations that make it impossible to operate optimally. This information will continue to be analysed for the purposes of being used as a baseline for the 2021/22 budget that should be passed before the end of May 2021 and hopefully the contents of each report will help 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 Budget and Treasury Office standing committee is composed of the honourable councillors indicated below with their respective allocated oversight desks within the department as follows:-

| | |
|----------------------------|-------------------------|
| • Cllr L. Makholosa | Chairperson |
| • Cllr M. Qumba | Supply Chain Management |
| • Cllr. N Madikizela | Budgeting & Reporting |
| • Cllr. N. Giyama-Bongwana | Budgeting & Reporting |
| • Cllr N. Sipatala | Supply Chain Management |
| • Cllr M. Dlamini | Asset 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 movement

We reported in the previous reports that the Accountant: Reporting position had been advertised and the advert closed. We can now confirm that the recruitment processes including shortlisting, interviews and recommendation to the Accounting Officer for approval have been concluded. It is expected that the successful candidate will commence duties before the end of May 2021 should there be a need to wait for the notice period to be served. During the 2020/21 budget processes, the council approved creation and funding of the Assets and Stores Manager position which was then added to the approved organisational structure of the institution. Job descriptions and requests to start recruitment processes have been submitted to the office of the Municipal Manager for approval. The advertising process was concluded during the month of March 2021 as expected. Shortlisting and interviews were expected to be concluded by 30 April 2021 to allow the department an opportunity to have this manager commence with duties before the end of the financial year. This unfortunately was not the case as the shortlisting did not take place during the month. We continue to be hopeful that these processes will be concluded before the end of May 2021.

Below is a summary of the remaining vacant positions within the department:

- Manager: Assets and Stores Management – awaiting shortlisting processes
- Accountant: Reporting – qualification verification process

4. Implementation of mSCOA

As mentioned in the executive summary of the report, the municipality is implementing mSCOA as required from 1 July 2017. Following are some of the challenges that the implementation has posed to the municipality over the years since implementation:

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 6.5 has been released and introduced with MFMA Circular 107.

Since the introduction of mSCOA, National Treasury has introduced a number of chart versions with the latest version referred to above which has been used for the draft and will be used for the final budgets for 2022 and corrections made to the draft budget as per the budget engagements that will be held with Provincial Treasury during the month of April 2021.

The version has introduced a number of changes which are expected to pose new challenges to the way the municipality does business and records transactions. We, however continue to examine the new chart to understand the full extent of the changes and their anticipated impact thereof.

History has taught us that there does not seem to be any agreed upon plan on the side of the system vendors and Treasury themselves to ensure that the information gets transferred in a uniform manner as we find that some municipalities do not face the same challenges as others while others only realise when issues are being raised that they have similar challenges.

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. The utilisation of these two systems does however require some work and setting up to ensure they fully integrate, which was successfully addressed. Parts of this report have been prepared using the system even though there are parts that require manual population which is how the reporting templates are setup.

iv. Budget and reporting module functionality

The budget module of the system that the municipality uses 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 are incorrect. This challenge seems however, to have been addressed from the adjustment budget processes and we continue to analyse the reasonability of the principles these modules are using to check consistency with the financial management standards.

Even though attempts are being made to ensure that all system vendors get their systems working as required when it comes to the balance sheet and cashflow budget, there is however consensus that the principles and information required to produce these are currently subject to discussions and revisions are required.

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 adjustments budget and all other subsequent budgets.

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 Mbizana 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.

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

The municipality made a request for procurement of a refuse removal truck which was confirmed to be delivered on the 3rd of March 2021.

b) Provision of vehicle fleet management services for the period 1 April 2021 to 31 March 2026

As part of both cost containment and operational needs of the municipality, the municipality has been approved to be a participant of RT-46 2020 arranged by National Treasury. The contract covers 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

We are hoping the approval in this contact will greatly assist the municipality in addressing the delays in procurement processes in cases where vehicles are required to be available for use in the short space of time.

6. Strategic Objectives

The Budget and Treasury Office was part of the development of strategies for the municipality for the next five years from which short-term operational plans and targets relating to at least a period of one financial year which 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 and the revised one approved by the Mayor within 30 days after the adjusted budget was approved by council. The table below gives the details of the SDBIP with the targets that the department will be working to achieve on a quarterly basis. The table shows the department's performance per quarter to ensure they are monitored and achieved at the end of the financial year:

| KPA N0 4: Budget & Treasury | | | | | | | | | | | |
|-----------------------------|--|---|-----------------|---|--|--------------------------------|------------------------------|-------------|---------|---|--|
| Sub-Result Area | Issue | Strategic Objective | Obj ecti ve No. | Strategi c Resou res | Baseline Informati on | Project to be Implement ed | Output - KPI | KPI Wei ght | KPI No. | Means of Verification | Budget |
| | | | | | | | | | | | |
| Revenue Management | Revenue collection trends are decreasing posing a threat to the municipality's going concern | To achieve 100% billing for all services that are to be billed by June 2020 | 4.1 | Measuring fall electricity consumption pilots | Electricity meters are read, recorded, and captured manually | Automated Meter Reading System | Increased revenue collection | 4.1.1 | | Automated meter reading system by June 2021 | R 500,000.00 |
| | | | | | | | | | | | yes |
| | | | | | | | | | | | Develop terms of reference and Publication |
| | | | | | | | | | | | Sourcing of suitable service provider |
| | | | | | | | | | | | N/A |
| | | | | | | | | | | | Linking of electricity meters to automated metering reading system |
| | | | | | | | | | | | Ward 1 |
| | | | | | | | | | | | Revenue |
| | | | | | | | | | | | Manager: Revenue and Expenditure |

| KPA N0 4: Budget & Treasury | | | | | | | | | | |
|--|-------|--|--|--------------|--|---------------|------------------------------|-------------------------|--------------|--|
| Outcome 9 Objective | | | | | | | | | | |
| Sub-Result | Issue | Strategic Objective | Object | Strategic Is | Baseline informati | Project to be | Output - KPI | KPI No. | KPI Wei | Annual Target |
| | | Consumer Awareness - Catering and promotion at items | | | | 4.1.4 | | | | Sample of 5 monthly redesigned consumer statements |
| Derevolvement and implementation of the Revenue Enhancement Strategy reviewed in 2019/20 | | Revenue Enhancement Strategy | Developmen | Developmen | Development and implementation of the Revenue enhancement Strategy | 4.1.5 | Revenue Enhancement Strategy | - | R 100 000.00 | R 100 000.00 |
| Implementation of credit control measures | | Long outstanding debts, which are more than 365 days | Debtors age analysis reflecting debtors within 90 days | Outsourcin | Debtors age analysis reflecting debtors within 90 days | 4.1.6 | Data cleansing report | 2 Data cleansing report | R 500 000. | N/A |

| KPA No 4: Budget & Treasury | | | | | | | | | | |
|-----------------------------|--|---|----------|---|--|---|--|---------|------------|--|
| Outcome 9 Objective | | | | | | | | | | |
| Sub-Result | Issue | Strategic Objective | Obj esti | Strateg iEs | Baseline informati | Project to be | Output - KPI | KPI No. | KPI Wei | Annual Target |
| Expenditure Management | Invoices not submitted within 30 days of receipt for payment | To pay creditors within 30 days in compliance with the MfMA by June 2020 | 4.2 | Enforcement of system descriptions and processes as per the Account payable policy | Invoices still taking longer to reach BTO for payment | Centralisation of submission of invoices per department | Age analysis reflecting creditors within 30 days | 4.2.1 | 0.52 | Payment of all presented acceptable invoices within 30 days from receipt of invoice by June 2021 |
| Supply Chain Management | Inadequate filing space and system for the volume of documents in the Budget and Treasury office | To have an effective and reliable filing system for SCM and all awarded tender documents and payment vouchers | 4.3 | Conversion of information into electronic documents | Paper based and physical filing | Electronic filing for Budget and Treasury documents | 4.3.1 | 0.55 | R2 000.00 | Invoice register and age analysis report |
| Asset Management | All assets of the municipality to be accounted for in terms of their value, status and location | To accurately account for the value and location of all municipal assets by 30 June 2020 | 4.4 | Annual review of the asset management policy and update of the fixed asset register | GRAP compliant Asset register at 30 June 2020 | Signed GRAP compliant asset register | 4.4.1 | 1.25 | R1 300 000 | Payment of creditors within 30 days |
| | | | | | Review of the GRAP compliant asset register as at 30 June 2020 | GRAP compliant Asset register as at 30 June 2020 by June 2021 | | | N/A | Payment of creditors within 30 days |
| Measurable Performance | | | | | | | | | | |
| Budget Source | Adjusted | Budget get. | Ward | Responsible Section | Responsible Manager | | | | | |
| | | | | | | | | | | |

| Outcome 9 Objective | | | | | | | | | | | Measurable Performance | | | | Ward | | Responsible Section | | Responsible Manager |
|---|----------------------|--|--------|---------------|---|----------|---|---------------|-----|------------|------------------------|-----------------------|-----|--|--------|-----------|----------------------------------|--|---------------------|
| Sub-Result | | Strategic Objective | | Objectives | | KPIs | | Project to be | | Output-KPI | | Means of Verification | | Budget Source | | | | | |
| Issue | Baseline Information | KPI No. | Weight | Annual Target | Budget | Adjusted | | | | | | | | | | | | | |
| To timely produce budgets in line with the National Treasury guidelines and regulations | 4.7 | Develop and monitor process to ensure timely preparation, adoption and publication of credible municipal budgets | 4.7.1 | 1.5 | Approved budgets by June 2021 | 3 | Adjustment budget 2021; Draft budget 2/22; Approved 2/22 Final Budget and Council resolutions | N/A | N/A | N/A | N/A | N/A | N/A | Approved 2021/22 Budget | Ward 1 | Budgeting | Manager: Budgeting and Reporting | | |
| | | Adjustments budget approved by 27 February 2019 and draft budget approved by 31 March 2019 of each year, final budget approved 31 May 2019 | 4.7.2 | 1.5 | Publication of approved budgets and tariffs | 3 | Publication of at least three approved budgets by June 2021 | R 57 940 | N/A | Yes | N/A | N/A | N/A | Draft budget advert; Adopted final budget advert | Ward 1 | Budgeting | Manager: Budgeting and Reporting | | |

The above information has been revised to reflect changes necessitated by both Covid-19, the special adjustments budget that was passed at the end of September 2020 as well as the adjustment budget passed on 26 February 2021. The process was finalised within 30 days from the date of approval of the adjusted budget.

7. In-year budget statement tables

a) Budget Statement Summary

EC443 Mbizana - Table C1 Monthly Budget Statement Summary - M10 April

| Description R thousands | 2019/20 Audited Outcome | Budget Year 2020/21 | | | | | | | | |
|--|-------------------------------|---------------------|--------------------|--------------------|--------------------|--------------------|---------------------|-------------------|-----------------------|--|
| | | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast | |
| Financial Performance | | | | | | | | | | |
| Property rates | 21 251 | 25 189 | 25 189 | 991 | 23 900 | 20 991 | 2 909 | 14% | 25 189 | |
| Service charges | 38 374 | 37 015 | 37 144 | 2 561 | 30 355 | 30 953 | (598) | -2% | 37 144 | |
| Investment revenue | 9 660 | 10 364 | 10 364 | 724 | 6 171 | 8 636 | (2 465) | -29% | 10 364 | |
| Transfers and subsidies | 268 843 | 282 528 | 355 440 | 1 334 | 336 666 | 296 200 | 40 466 | 14% | 355 440 | |
| Other own revenue | 23 818 | 13 646 | 13 476 | 1 053 | 10 630 | 11 230 | (600) | -5% | 13 476 | |
| | 361 946 | 368 742 | 441 612 | 6 663 | 407 721 | 368 010 | 39 711 | 11% | 441 612 | |
| Total Revenue (excluding capital transfers and contributions) | | | | | | | | | | |
| Employee costs | 104 852 | 119 133 | 119 194 | 8 261 | 87 388 | 99 328 | (11 941) | -12% | 119 194 | |
| Remuneration of Councillors | 23 970 | 25 036 | 25 036 | 2 008 | 19 983 | 20 863 | (880) | -4% | 25 036 | |
| Depreciation & asset impairment | 39 437 | 52 581 | 52 681 | 3 457 | 35 215 | 43 901 | (8 685) | -20% | 52 681 | |
| Finance charges | 11 | 150 | 150 | 0 | 1 | 125 | (124) | -99% | 150 | |
| Materials and bulk purchases | 41 417 | 39 573 | 42 314 | 2 842 | 29 078 | 35 262 | (6 185) | -18% | 42 314 | |
| Transfers and subsidies | 1 418 | 1 635 | 7 018 | 500 | 2 257 | 5 848 | (3 591) | -61% | 7 018 | |
| Other expenditure | 159 372 | 184 883 | 202 410 | 11 856 | 78 894 | 168 675 | (89 780) | -53% | 202 410 | |
| Total Expenditure | 370 477 | 423 190 | 448 803 | 28 924 | 252 817 | 374 002 | (121 186) | -32% | 448 803 | |
| Surplus/(Deficit) | | | | | | | | | | |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | (8 531) | (54 449) | (7 191) | (22 261) | 154 904 | (5 992) | 160 897 | -2685% | (7 191) | |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all) | 78 881 | 77 335 | 77 967 | 10 689 | 55 841 | 64 972 | (9 132) | -14% | 77 967 | |
| | -- | -- | -- | -- | -- | -- | -- | | -- | |
| | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | 151 765 | 257% | 70 776 | |
| Surplus/(Deficit) after capital transfers & contributions | | | | | | | | | | |
| Share of surplus/ (deficit) of associate | -- | -- | -- | -- | -- | -- | -- | | -- | |
| Surplus/ (Deficit) for the year | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | 151 765 | 257% | 70 776 | |
| Capital expenditure & funds sources | | | | | | | | | | |
| Capital expenditure | 87 590 | 75 808 | 159 390 | 8 817 | 76 031 | 132 825 | (56 794) | -43% | 159 390 | |
| Capital transfers recognised | 60 016 | 45 647 | 70 336 | 4 319 | 43 775 | 58 614 | (14 839) | -25% | 70 336 | |
| Borrowing | -- | -- | -- | -- | -- | -- | -- | | -- | |
| Internally generated funds | 27 575 | 30 162 | 89 054 | 4 498 | 32 256 | 74 211 | (41 955) | -57% | 89 054 | |
| Total sources of capital funds | 87 590 | 75 808 | 159 390 | 8 817 | 76 031 | 132 825 | (56 794) | -43% | 159 390 | |
| Financial position | | | | | | | | | | |
| Total current assets | 279 015 | 288 379 | 301 674 | | 489 812 | | | | 301 674 | |
| Total non current assets | 679 499 | 708 556 | 749 931 | | 708 654 | | | | 749 931 | |
| Total current liabilities | 58 261 | 36 636 | 80 577 | | 87 469 | | | | 80 577 | |
| Total non current liabilities | 5 495 | 3 920 | 5 495 | | 5 495 | | | | 5 495 | |
| Community wealth/Equity | 894 758 | 956 378 | 965 533 | | 1 105 502 | | | | 965 533 | |
| Cash flows | | | | | | | | | | |
| Net cash from (used) operating | 136 178 | 65 440 | 146 046 | (17 574) | 251 588 | 121 705 | (129 883) | -107% | 146 046 | |
| Net cash from (used) investing | (85 096) | (70 114) | (120 843) | (10 869) | (87 358) | (100 703) | (13 344) | 13% | (120 843) | |
| Net cash from (used) financing | -- | -- | 43 | 1 | -- | 36 | 36 | 100% | 43 | |
| Cash/cash equivalents at the monthly/year end | 173 644 | 210 467 | 198 890 | -- | 343 186 | 194 682 | (148 504) | -76% | 204 202 | |
| 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 | 4 532 | 3 011 | 3 289 | 3 071 | 2 917 | 71 405 | -- | -- | 88 225 | |
| Creditors Age Analysis | | | | | | | | | | |
| Total Creditors | 471 | -- | -- | -- | -- | -- | -- | -- | 471 | |

The table above shows a summary of the municipality's financial performance for the period ended 30 April 2021. 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 Mbizana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

| Description | Ref | 2019/20 | | Budget Year 2020/21 | | | | | | |
|--|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | 1 | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | |
| Governance and administration | | 311 887 | 321 684 | 375 849 | 3 902 | 370 816 | 313 207 | 57 609 | 18% | 375 849 |
| Executive and council | | - | - | - | - | - | - | - | - | - |
| Finance and administration | | 311 887 | 321 684 | 375 849 | 3 902 | 370 816 | 313 207 | 57 609 | 18% | 375 849 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 5 779 | 4 942 | 6 046 | 177 | 3 600 | 5 039 | (1 439) | -29% | 6 046 |
| Community and social services | | 328 | 181 | 1 383 | 11 | 35 | 1 153 | (1 118) | -97% | 1 383 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 5 451 | 4 761 | 4 663 | 166 | 3 565 | 3 886 | (320) | -8% | 4 663 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 54 440 | 48 612 | 63 107 | 4 858 | 26 853 | 52 589 | (25 736) | -49% | 63 107 |
| Planning and development | | 307 | 563 | 17 648 | 15 | 94 | 14 707 | (14 612) | -99% | 17 648 |
| Road transport | | 54 133 | 48 049 | 45 459 | 4 842 | 26 759 | 37 882 | (11 124) | -29% | 45 459 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 68 722 | 70 839 | 74 577 | 8 416 | 62 292 | 62 147 | 145 | 0% | 74 577 |
| Energy sources | | 58 896 | 63 969 | 67 191 | 8 036 | 55 723 | 55 992 | (269) | 0% | 67 191 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 9 826 | 6 870 | 7 386 | 379 | 6 569 | 6 155 | 414 | 7% | 7 386 |
| Other | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Functional | 2 | 440 828 | 446 077 | 519 579 | 17 352 | 463 562 | 432 982 | 30 579 | 7% | 519 579 |
| Expenditure - Functional | | | | | | | | | | |
| Governance and administration | | 154 836 | 184 624 | 186 635 | 11 428 | 111 458 | 155 529 | (44 071) | -26% | 186 635 |
| Executive and council | | 54 286 | 63 018 | 60 829 | 4 453 | 41 867 | 50 691 | (8 824) | -17% | 60 829 |
| Finance and administration | | 97 700 | 116 150 | 119 884 | 6 415 | 67 039 | 99 904 | (32 884) | -33% | 119 884 |
| Internal audit | | 2 841 | 5 457 | 5 921 | 560 | 2 551 | 4 934 | (2 383) | -49% | 5 921 |
| Community and public safety | | 29 327 | 30 879 | 30 735 | 2 308 | 17 703 | 25 612 | (7 909) | -31% | 30 735 |
| Community and social services | | 8 044 | 12 117 | 11 494 | 495 | 5 562 | 9 578 | (4 016) | -42% | 11 494 |
| Sport and recreation | | 7 497 | 2 769 | 3 039 | 144 | 1 848 | 2 532 | (684) | -27% | 3 039 |
| Public safety | | 13 777 | 15 014 | 15 222 | 1 497 | 9 598 | 12 685 | (3 087) | -24% | 15 222 |
| Housing | | 9 | 980 | 980 | 173 | 696 | 817 | (121) | -15% | 980 |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 68 983 | 100 216 | 108 211 | 7 325 | 55 981 | 90 176 | (34 195) | -38% | 108 211 |
| Planning and development | | 19 309 | 28 221 | 34 695 | 1 301 | 14 411 | 28 913 | (14 502) | -50% | 34 695 |
| Road transport | | 47 085 | 69 641 | 71 202 | 5 914 | 40 310 | 59 335 | (19 025) | -32% | 71 202 |
| Environmental protection | | 2 589 | 2 353 | 2 315 | 110 | 1 261 | 1 929 | (666) | -35% | 2 315 |
| Trading services | | 115 111 | 103 891 | 119 886 | 7 699 | 65 781 | 99 905 | (34 124) | -34% | 119 886 |
| Energy sources | | 96 839 | 77 927 | 93 174 | 4 631 | 46 480 | 77 645 | (31 165) | -40% | 93 174 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 18 271 | 25 964 | 26 712 | 3 067 | 19 301 | 22 260 | (2 959) | -13% | 26 712 |
| Other | | 2 220 | 3 580 | 3 336 | 165 | 1 893 | 2 780 | (887) | -32% | 3 336 |
| Total Expenditure - Functional | 3 | 370 477 | 423 190 | 448 803 | 28 924 | 252 817 | 374 002 | (121 186) | -32% | 448 803 |
| Surplus/ (Deficit) for the year | | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | 151 765 | 257% | 70 776 |

The table above shows the municipality's financial performance for the period ended 30 April 2021 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 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

| Description R thousands | Ref | 2019/20 | | Budget Year 2020/21 | | | | | | |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| Revenue By Source | | | | | | | | | | |
| Property rates | | 21 251 | 25 189 | 25 189 | 991 | 23 900 | 20 991 | 2 909 | 14% | 25 189 |
| Service charges - electricity revenue | | 33 884 | 32 578 | 32 578 | 2 182 | 26 576 | 27 148 | (572) | -2% | 32 578 |
| Service charges - water revenue | | - | - | - | - | - | - | - | - | - |
| Service charges - sanitation revenue | | - | - | - | - | - | - | - | - | - |
| Service charges - refuse revenue | | 4 490 | 4 437 | 4 566 | 379 | 3 778 | 3 805 | (27) | -1% | 4 566 |
| Rental of facilities and equipment | | 5 097 | 2 851 | 2 851 | 244 | 2 316 | 2 376 | (59) | -2% | 2 851 |
| Interest earned - external investments | | 9 660 | 10 364 | 10 364 | 724 | 6 171 | 8 636 | (2 465) | -29% | 10 364 |
| Interest earned - outstanding debtors | | 4 912 | 4 404 | 4 404 | 426 | 4 157 | 3 670 | 488 | 13% | 4 404 |
| Dividends received | | - | - | - | - | - | - | - | - | - |
| Fines, penalties and forfeits | | 2 066 | 948 | 850 | (85) | 340 | 709 | (369) | -52% | 850 |
| Licences and permits | | 2 237 | 2 756 | 2 756 | 171 | 2 023 | 2 297 | (273) | -12% | 2 756 |
| Agency services | | 1 021 | 1 218 | 1 218 | 81 | 1 239 | 1 015 | 224 | 22% | 1 218 |
| Transfers and subsidies | | 268 843 | 282 528 | 355 440 | 1 334 | 336 666 | 296 200 | 40 466 | 14% | 355 440 |
| Other revenue | | 960 | 1 470 | 1 398 | 217 | 554 | 1 165 | (610) | -52% | 1 398 |
| Gains | | 7 526 | - | - | - | - | - | - | - | - |
| Total Revenue (excluding capital transfers and contributions) | | 361 946 | 368 742 | 441 612 | 6 663 | 407 721 | 368 010 | 39 711 | 11% | 441 612 |

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 the Department of Public Works which are levied once at the beginning of the financial year which lead to the revenue generated for the month to be R14.9 million in the 1st month and a decrease for the following months to R991 thousand up to the end 30 June 2021. The current revenue recognised on this stream may seem to be 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 year for the whole year.
- 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 R2.1 million for the month and a year to date actual of R26.5 million. This is below the revised projection by 2% which is an improvement from the 8% deficit recorded in the prior months. Even though new bulk meters have been installed for identified large power users that we expect will begin to show results once the billing is made from them. There are however some disturbing observations that have been made by the professional service provider contacted by the municipality to install the meters and assess performance of some meters. Two of the large power users in town that are owned by the same person seem to have a way to lower the way in which our meters read consumption leading to less billing and more consumption from their side. The municipality has made some research and learnt that a solution might be installing a automated meter reading system that is able to identify when a meter changes its reading patterns in real time. In response to this, the municipality is in the processes of procuring services of a professional service provider to install and operate the system. During the month of January, it was identified that there is a need to conduct a professional re-assessment of the existing credit meters to ensure they have not been tempered with and are still reading correctly. The process was concluded during the month of March with a report indicating some areas of concern including installation of meters that do not meet the minimum requirements in some properties by the municipal staff and other providers.

- **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 over R379 thousand which is below the revised projection by 1% which is because of the recently approved adjustment budget that adjusted the revenue upwards. There is however an expectation that revenue collection will decline this year due the economic effects of Covid-19 on both the consumers and businesses as we have seen a number of businesses closing down and some downscaling.

- **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 R6.1 million worth of interest on investments with a year to date actual that is below the projection by 29%. This is a slight improvement from the 30% underperformance that was recorded in the previous month. This underperformance may be due to interest rates cuts that have been implemented by the South African Reserve Bank since the outbreak of Covid-19. This may also be attributable to the decrease in revenue collection since the outbreak of COVID-19 which has meant the municipality continues to spend without making any significant money coming in.
- **Interest on outstanding debtors:** The municipality charges interest on debtors owing for more than 30 days at a rate of prime plus 1% as per the municipality's credit control and debt collection policy. This has yielded interest of R426 thousand for the period ended 30 April 2021 which is more than the amount projected for the period by 13%. This should be a cause for concern considering that it continues to grow which can only mean that more debts continue to be unpaid and will eventually lead to these being uncollectible. This requires intense debt collection initiatives and consumer education of alternative ways to manage debt. A higher interest generation means 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 current month's collection looks to be a reversal that is as a result of the fines that were found to have been

duplicated during the month of March 2021. This resulted in a 52% less than projected amount performance for the period ended. It is worth noting though that this does 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 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 R244 thousand for the month which has left the actual performance to a level below the projection by 2% which is expected to improve as other revised contracts are concluded. The municipality is in the process of renegotiating the Browns and Spar lease agreements as they have reached the end of their terms. This renegotiation is expected to increase the amounts to be generated by the municipality from these rentals based on the independent valuations performed on the leased properties.
- **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 R171 thousand worth of revenue for the period due to the National lockdown that directed that all licensing services be suspended until further guidance from National Government is provided. As this report is being prepared the licensing services has since commenced which is expected to lead to an improvement from a number of financial challenges for the municipality that might have been experienced during the lockdown period. The municipality has collected below the projected collection by 12% which is a regression from 10% recorded in the previous month and the situation is expected to improve as the testing center begins operating fully and the lockdown restrictions are further eased.

- **Transfers and subsidies:** The municipality receives grants, both conditional and those without conditions. The report shows a year to date performance of R336.6 million as this is the ninth month of the financial year. This happens when the municipality has spent the grants according to the requirements of the funders or DORA. The biggest chunk of these transfers is the equitable share that was received during the month of July 2020, December 2020 and March 2021. The R590 that was reported to have been deducted from the equitable share relating to unspent grants not approved for rollovers has been reallocated from those unspent accounts.

d) Debt Collection

The table below shows a 140% overall collection rate for the month ended 30 April 2021. However, we note a 87% collection rate on leasehold fees, 153% on electricity and 63% on refuse removal for the period. This kind of performance has resulted in an increase from just over 23% at the end of the first quarter to 69% overall collection since the start of the financial year.

MBIZANA L M : MONTHLY BILLING & RECEIPTS (including VAT)

YEAR ENDING: 30 June 2021

| INCOME TYPE | SEP | 1st QUARTER | OCT | NOV | DEC | 2nd QUARTER | Jan-21 | Feb-21 | Mar-21 | 3rd QUARTER | Apr-21 | TOTALS |
|--------------------------|-----------|-------------|------------|-----------|-----------|-------------|-----------|-----------|-----------|-------------|-----------|---------------|
| RATES | | | | | | | | | | | | |
| billed | 990 906 | 16 963 532 | 990 906 | 990 906 | 990 906 | 2 972 719 | 990 906 | 990 906 | 990 906 | 2 972 719 | 990 906 | 23 899 877.15 |
| payment received | 284 292 | 972 433 | 9 528 781 | 249 991 | 537 087 | 10 315 858 | 389 989 | 426 784 | 353 172 | 1 169 945 | 1 812 857 | 14 271 092.53 |
| % of billing received | 29% | 6% | 962% | 25% | 54% | 347% | 39% | 43% | 36% | 39% | 183% | 60% |
| ELECTRICITY | | | | | | | | | | | | |
| billed | 2 288 848 | 6 790 291 | 3 225 859 | 2 247 534 | 2 242 143 | 7 715 536 | 2 349 708 | 2 159 951 | 2 204 732 | 6 714 390 | 2 157 320 | 23 377 536.60 |
| payment received | 1 235 004 | 3 495 575 | 2 151 617 | 1 566 753 | 2 008 519 | 5 726 890 | 1 310 804 | 2 254 279 | 1 685 770 | 5 250 853 | 3 295 791 | 17 769 109.44 |
| % of billing received | 54% | 51% | 67% | 70% | 90% | 74% | 56% | 104% | 76% | 78% | 153% | 76% |
| LEASEHOLD FEES | | | | | | | | | | | | |
| billed | 224 507 | 673 520 | 225 908 | 225 908 | 228 635 | 680 451 | 228 635 | 228 937 | 240 172 | 697 744 | 240 172 | 2 291 886.50 |
| payment received | 194 594 | 584 567 | 1 069 773 | 194 594 | 194 594 | 1 458 961 | 197 322 | 197 322 | 197 322 | 591 965 | 208 557 | 2 844 049.38 |
| % of billing received | 87% | 87% | 474% | 86% | 85% | 214% | 86% | 86% | 82% | 85% | 87% | 124% |
| VAT | | | | | | | | | | | | |
| billed | 434 998 | 1 293 838 | 573 358 | 428 859 | 428 460 | 1 430 676 | 434 500 | 415 201 | 423 603 | 1 273 304 | 416 492 | 4 414 310.45 |
| payment received | 251 794 | 699 716 | 530 101 | 338 070 | 373 647 | 1 241 817 | 256 184 | 417 118 | 393 561 | 1 066 864 | 575 009 | 3 583 406.07 |
| % of billing received | 58% | 54% | 92% | 79% | 87% | 87% | 59% | 100% | 93% | 84% | 138% | 81% |
| INTEREST | | | | | | | | | | | | |
| billed | 451 698 | 1 225 603 | 395 574 | 406 039 | 412 584 | 1 214 197 | 424 797 | 429 122 | 437 833 | 1 291 752 | 158 620 | 3 890 171.42 |
| interest billed on rates | | | | | | | | | | | 267 297 | 267 297.27 |
| payment received | 22 156 | 86 469 | 1 160 261 | 51 350 | 98 741 | 1 310 353 | 35 920 | 200 034 | 79 856 | 315 810 | 318 811 | 2 031 442.55 |
| % of billing received | 5% | 7% | 293% | 13% | 24% | 108% | 8% | 47% | 18% | 24% | 75% | 52% |
| REFUSE REMOVAL | | | | | | | | | | | | |
| billed | 386 639 | 1 161 800 | 385 626 | 385 626 | 385 626 | 1 156 877 | 385 626 | 379 126 | 379 126 | 1 143 877 | 379 126 | 3 841 680.53 |
| payment received | 199 828 | 512 077 | 305 256 | 278 869 | 248 948 | 833 073 | 162 231 | 326 894 | 229 128 | 718 254 | 239 307 | 2 302 710.46 |
| % of billing received | 52% | 44% | 79% | 72% | 65% | 72% | 42% | 86% | 60% | 63% | 63% | 60% |
| TOTAL INCOME | | | | | | | | | | | | |
| billed | 4 777 596 | 28 108 583 | 5 797 230 | 4 684 871 | 4 688 355 | 15 170 457 | 4 814 173 | 4 603 242 | 4 676 372 | 14 093 787 | 4 609 933 | 61 982 760 |
| payment received | 2 187 669 | 6 350 837 | 14 745 789 | 2 679 627 | 3 461 536 | 20 886 953 | 2 352 450 | 3 822 431 | 2 938 809 | 9 113 689 | 6 450 332 | 42 801 810 |
| % of billing received | 46% | 23% | 254% | 57% | 74% | 138% | 49% | 83% | 63% | 65% | 140% | 69% |

e) Review of the Revenue enhancement strategy implementation

The municipality developed and implemented a revenue enhancement strategy in 2014. The strategy was based on available information at the time to the municipality, however, a need to review the relevance of the strategy in 2020 was identified. This was based on a number of developments that have taken place in Bizana since the strategy was developed.

A service provider was contracted during the 2019/20 financial to review the strategy and develop an implementation plan for council approval. This was meant to be completed before the start of the year to allow implementation but Covid-19 delayed some of the processes as they require human interaction. Work has since began again at the start of 2020 and a draft strategy has undergone reviews by all departments affected by the recommendations to ensure accuracy and implementability.

A presentation of the draft strategy was made to the Budget and Treasury standing as a structure of council and to the Executive committee of the municipality as a recommendation from the standing committee. The report of the executive committee on the strategy was also presented in the council meeting held of the 7th of December 2020.

The municipality has finalised the process of formulating the proposed structures to implement and monitor the implementation of the strategy and the first meeting of the structure is expected before the end May 2021.

f) Expenditure by Type

EC443 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

| Description R thousands | Ref | 2019/20 | | Budget Year 2020/21 | | | | | |
|---------------------------------|-----|-----------------|-----------------|---------------------|----------------|----------------|----------------|------------------|----------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| Expenditure By Type | | | | | | | | | |
| Employee related costs | | 104 852 | 119 133 | 119 194 | 8 261 | 87 388 | 99 328 | (11 941) | -12% |
| Remuneration of councillors | | 23 970 | 25 036 | 25 036 | 2 008 | 19 983 | 20 863 | (880) | -4% |
| Debt impairment | | 8 570 | 4 500 | 8 600 | — | 7 167 | (7 167) | -100% | 8 600 |
| Depreciation & asset impairment | | 39 437 | 52 581 | 52 681 | 3 457 | 35 215 | 43 901 | (8 685) | -20% |
| Finance charges | | 11 | 150 | 150 | 0 | 1 | 125 | (124) | -99% |
| Bulk purchases | | 33 255 | 31 896 | 34 616 | 2 598 | 26 460 | 28 846 | (2 386) | -8% |
| Other materials | | 8 162 | 7 677 | 7 699 | 245 | 2 618 | 6 416 | (3 798) | -59% |
| Contracted services | | 50 929 | 110 404 | 93 388 | 8 208 | 39 664 | 77 823 | (38 158) | -49% |
| Transfers and subsidies | | 1 418 | 1 835 | 7 018 | 500 | 2 257 | 5 848 | (3 591) | -61% |
| Other expenditure | | 44 470 | 69 979 | 64 146 | 3 648 | 27 441 | 53 455 | (26 014) | -49% |
| Losses | | 55 402 | — | 36 277 | — | 11 789 | 30 230 | (18 442) | -61% |
| Total Expenditure | | 370 477 | 423 190 | 448 803 | 28 924 | 252 817 | 374 002 | (121 186) | -32% |
| | | | | | | | | | 448 803 |

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 April 2021 reflects an amount of R8.2 million for employee costs and R2 million for the remuneration of councillors. The remuneration of councillors shows a 4% underspending compared to what is expected at the same period. Employee costs have continued to record a 12% saving that is always expected considering issues like annual bonuses, resignations 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 R2.5 million on electricity purchases for the period ended 30 April 2021 and a year to date actual of R26.4 million which is below the revised projected expenditure by 8%. This amount only relates to the last 21 days of July up to the first 10 days of April 2021 as the billing by Eskom only takes place on the 10th of each month.
- Depreciation and asset impairment:** The depreciation run used to be performed after the end of each quarter, but we have since moved to monthly runs, however, this could not be done for July as the asset register was still in the process of being reviewed to ensure that the assets are correctly accounted for in the annual financial statements. More accurate and complete information will be reported once an updated asset register has been loaded on the system. The table shows that depreciation was recorded for at R3.4

million the period ended 30 April 2021 with a year to date actual of R35.2 million which is below the projected amount by 20% for the same period.

- **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 about R8.2 million for the month. This has resulted in a recorded saving of over R39.6 million which translates to 51% of the budget for contracted services for the same period. This is as a result of slow spending during the first months of each financial year which is always experienced and the national lockdown which has meant that no activity was recorded for the municipality and some events being cancelled.
- **Other Expenditure:** This also shows a saving of about 49%, which is a slight improvement compared with last month's performance which might be as a result of the slow spending during the first months of each financial year which is always experienced and the national lockdown which has meant that no activity was recorded for the municipality and some events being cancelled. This requires though that departments that are currently underspending be sensitised of the matter.

g) Revenue by Municipal Vote

EC443 Mbizana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

| Vote Description R thousands | Ref | 2019/20 | Budget Year 2020/21 | | | | | | | |
|---------------------------------|----------|--------------------|---------------------|--------------------|-------------------|------------------|------------------|---------------|-------------------|-----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| <u>Revenue by Vote</u> | 1 | - | - | - | - | - | - | - | - | - |
| Vote 1 - Executive and Council | | 311 534 | 296 215 | 350 379 | 3 715 | 347 525 | 291 983 | 55 542 | 19.0% | 350 379 |
| Vote 2 - Budget and Treasury | | 352 | 280 | 280 | 187 | 382 | 234 | 149 | 63.6% | 280 |
| Vote 3 - Corporate Services | | 15 605 | 11 811 | 13 432 | 556 | 10 169 | 11 194 | (1 024) | -9.2% | 13 432 |
| Vote 4 - Community Services | | 111 | 25 621 | 42 680 | 15 | 22 990 | 35 567 | (12 577) | -35.4% | 42 680 |
| Vote 5 - Development Planning | | 113 226 | 112 149 | 112 806 | 12 879 | 82 495 | 94 005 | (11 510) | -12.2% | 112 806 |
| Total Revenue by Vote | 2 | 440 828 | 446 077 | 519 579 | 17 352 | 463 562 | 432 982 | 30 579 | 7.1% | 519 579 |

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 R12.8 million for the month with Budget and Treasury showing generation of over R3.7 million which is attributable to the last trench of the equitable share that was received during the month, Community and Social services at over R556 thousand as well as Development planning at R15 thousand.

h) Expenditure by Municipal Vote

EC443 Mbizana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

| Vote Description R thousands | Ref | 2019/20 | | Budget Year 2020/21 | | | | | | |
|--|----------|-----------------|-----------------|---------------------|-----------------|----------------|----------------|------------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| Expenditure by Vote | | | | | | | | | | |
| Vote 1 - Executive and Council | 1 | 69 497 | 83 121 | 81 598 | 5 774 | 54 912 | 67 999 | (13 087) | -19.2% | 81 598 |
| Vote 2 - Budget and Treasury | | 26 759 | 30 707 | 34 797 | 1 354 | 14 538 | 28 997 | (14 459) | -49.9% | 34 797 |
| Vote 3 - Corporate Services | | 48 181 | 57 123 | 56 612 | 2 999 | 31 681 | 47 176 | (15 495) | -32.8% | 56 612 |
| Vote 4 - Community Services | | 62 453 | 74 211 | 74 925 | 6 538 | 49 586 | 62 438 | (12 851) | -20.6% | 74 925 |
| Vote 5 - Development Planning | | 16 060 | 25 425 | 31 488 | 1 419 | 11 499 | 26 240 | (14 741) | -56.2% | 31 488 |
| Vote 6 - Engineering Services | | 147 526 | 152 604 | 169 383 | 10 840 | 90 600 | 141 152 | (50 553) | -35.8% | 169 383 |
| Total Expenditure by Vote | 2 | 370 476 | 423 190 | 448 803 | 28 924 | 252 817 | 374 002 | (121 186) | -32.4% | 448 803 |
| Surplus/ (Deficit) for the year | 2 | 70 352 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | 151 765 | 257.3% | 70 776 |

The table above shows the municipal expenditure by municipal vote. The total expenditure for the month of April 2021 amounted to just above R28.9 million.

i) Municipality's financial performance

EC443 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

| Description | Ref | 2019/20 | Budget Year 2020/21 | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| R thousands | | | | | | | | | |
| Revenue By Source | | | | | | | | | |
| Property rates | | 21 251 | 25 189 | 25 189 | 991 | 23 900 | 20 991 | 2 909 | 14% |
| Service charges - electricity revenue | | 33 884 | 32 578 | 32 578 | 2 182 | 26 576 | 27 148 | (572) | -2% |
| Service charges - water revenue | | - | - | - | - | - | - | - | - |
| Service charges - sanitation revenue | | - | - | - | - | - | - | - | - |
| Service charges - refuse revenue | | 4 490 | 4 437 | 4 566 | 379 | 3 778 | 3 805 | (27) | -1% |
| Rental of facilities and equipment | | 5 097 | 2 851 | 2 851 | 244 | 2 316 | 2 376 | (59) | -2% |
| Interest earned - external investments | | 9 660 | 10 364 | 10 364 | 724 | 6 171 | 8 636 | (2 465) | -29% |
| Interest earned - outstanding debtors | | 4 912 | 4 404 | 4 404 | 426 | 4 157 | 3 670 | 488 | 13% |
| Dividends received | | - | - | - | - | - | - | - | - |
| Fines, penalties and forfeits | | 2 066 | 948 | 850 | (85) | 340 | 709 | (369) | -52% |
| Licences and permits | | 2 237 | 2 756 | 2 756 | 171 | 2 023 | 2 297 | (273) | -12% |
| Agency services | | 1 021 | 1 218 | 1 218 | 81 | 1 239 | 1 015 | 224 | 22% |
| Transfers and subsidies | | 268 843 | 282 528 | 355 440 | 1 334 | 336 666 | 296 200 | 40 466 | 14% |
| Other revenue | | 960 | 1 470 | 1 398 | 217 | 554 | 1 165 | (610) | -52% |
| Gains | | 7 526 | - | - | - | - | - | - | - |
| Total Revenue (excluding capital transfers and contributions) | | 361 946 | 368 742 | 441 612 | 6 663 | 407 721 | 368 010 | 39 711 | 11% |
| Expenditure By Type | | | | | | | | | |
| Employee related costs | | 104 852 | 119 133 | 119 194 | 8 261 | 87 388 | 99 328 | (11 941) | -12% |
| Remuneration of councillors | | 23 970 | 25 036 | 25 036 | 2 008 | 19 983 | 20 863 | (880) | -4% |
| Debt impairment | | 8 570 | 4 500 | 8 600 | - | 7 167 | (7 167) | -100% | 8 600 |
| Depreciation & asset impairment | | 39 437 | 52 581 | 52 681 | 3 457 | 35 215 | 43 901 | (8 685) | -20% |
| Finance charges | | 11 | 150 | 150 | 0 | 1 | 125 | (124) | -99% |
| Bulk purchases | | 33 255 | 31 896 | 34 616 | 2 598 | 26 460 | 28 846 | (2 386) | -8% |
| Other materials | | 8 162 | 7 677 | 7 699 | 245 | 2 618 | 6 416 | (3 798) | -59% |
| Contracted services | | 50 929 | 110 404 | 93 388 | 8 208 | 39 664 | 77 823 | (38 158) | -49% |
| Transfers and subsidies | | 1 418 | 1 835 | 7 018 | 500 | 2 257 | 5 848 | (3 591) | -61% |
| Other expenditure | | 44 470 | 69 979 | 64 146 | 3 648 | 27 441 | 53 455 | (26 014) | -49% |
| Losses | | 55 402 | - | 36 277 | - | 11 789 | 30 230 | (18 442) | -61% |
| Total Expenditure | | 370 477 | 423 190 | 448 803 | 28 924 | 252 817 | 374 002 | (121 186) | -32% |
| Surplus/(Deficit) | | (8 531) | (54 449) | (7 191) | (22 261) | 154 904 | (5 992) | 160 897 | (0) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | | 78 881 | 77 335 | 77 967 | 10 689 | 55 841 | 64 972 | (9 132) | (0) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) | | - | - | - | - | - | - | - | - |
| Transfers and subsidies - capital (in-kind - all) | | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | | 70 776 |
| Taxation | | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after taxation | | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | | 70 776 |
| Attributable to minorities | | - | - | - | - | - | - | | - |
| Surplus/(Deficit) attributable to municipality | | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | | 70 776 |
| Share of surplus/ (deficit) of associate | | - | - | - | - | - | - | | - |
| Surplus/ (Deficit) for the year | | 70 350 | 22 886 | 70 776 | (11 572) | 210 745 | 58 980 | | 70 776 |

The municipality has so far recorded a deficit of over R11.5 million for the period ended 30 April 2021. 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.

8. Capital programme performance

a) Capital expenditure by asset class and sub-class

EC443 Mbizana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

| Description R thousands | Ref 1 | 2019/20 | | Budget Year 2020/21 | | | | | | |
|---|----------|--------------------|--------------------|---------------------|-------------------|------------------|------------------|--------------|-------------------|-----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| <u>Capital expenditure on new assets by Asset Class/Sub-class</u> | | | | | | | | | | |
| <u>Infrastructure</u> | | 50 758 | 30 775 | 74 891 | 4 346 | 43 267 | 62 409 | 19 142 | 30.7% | 74 891 |
| Roads Infrastructure | | 31 165 | 28 475 | 45 940 | 2 507 | 18 779 | 38 283 | 19 505 | 50.9% | 45 940 |
| Roads | | 31 165 | 28 475 | 45 940 | 2 507 | 18 779 | 38 283 | 19 505 | 50.9% | 45 940 |
| Electrical Infrastructure | | 19 592 | 2 300 | 28 950 | 1 839 | 24 489 | 24 125 | (363) | -1.5% | 28 950 |
| MV Networks | | 19 592 | — | 26 950 | 1 839 | 23 175 | 22 459 | (717) | -3.2% | 26 950 |
| LV Networks | | — | 2 300 | 2 000 | — | 1 313 | 1 667 | 353 | 21.2% | 2 000 |
| Community Assets | | 4 003 | 1 100 | 2 383 | — | 1 525 | 1 986 | 462 | 23.2% | 2 383 |
| Community Facilities | | 4 003 | 1 100 | 2 383 | — | 1 525 | 1 986 | 462 | 23.2% | 2 383 |
| Halls | | 4 003 | — | 783 | — | 660 | 653 | (7) | -1.0% | 783 |
| Markets | | — | 1 100 | 1 600 | — | 865 | 1 333 | 468 | 35.1% | 1 600 |
| Heritage assets | | — | 50 | 110 | — | — | 92 | 92 | 100.0% | 110 |
| Other Heritage | | — | 50 | 110 | — | — | 92 | 92 | 100.0% | 110 |
| Other assets | | 1 289 | 2 500 | 3 000 | — | 697 | 2 500 | 1 803 | 72.1% | 3 000 |
| Operational Buildings | | 1 289 | 2 500 | 3 000 | — | 697 | 2 500 | 1 803 | 72.1% | 3 000 |
| Yards | | 1 289 | 2 500 | 3 000 | — | 697 | 2 500 | 1 803 | 72.1% | 3 000 |
| Computer Equipment | | 3 400 | 6 800 | 8 400 | — | 3 562 | 7 000 | 3 438 | 49.1% | 8 400 |
| Computer Equipment | | 3 400 | 6 800 | 8 400 | — | 3 562 | 7 000 | 3 438 | 49.1% | 8 400 |
| Furniture and Office Equipment | | 1 101 | 1 650 | 1 910 | — | 439 | 1 592 | 1 152 | 72.4% | 1 910 |
| Furniture and Office Equipment | | 1 101 | 1 650 | 1 910 | — | 439 | 1 592 | 1 152 | 72.4% | 1 910 |
| Machinery and Equipment | | 2 537 | 2 101 | 2 482 | (162) | 1 054 | 2 069 | 1 015 | 49.0% | 2 482 |
| Machinery and Equipment | | 2 537 | 2 101 | 2 482 | (162) | 1 054 | 2 069 | 1 015 | 49.0% | 2 482 |
| Transport Assets | | 1 772 | 2 660 | 2 218 | — | 1 718 | 1 849 | 130 | 7.0% | 2 218 |
| Transport Assets | | 1 772 | 2 660 | 2 218 | — | 1 718 | 1 849 | 130 | 7.0% | 2 218 |
| Total Capital Expenditure on new assets | 1 | 64 860 | 47 637 | 95 395 | 4 184 | 52 262 | 79 496 | 27 234 | 34.3% | 95 395 |

EC443 Mbizana - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M10 April

| Description R thousands | Ref 1 | 2019/20 | | Budget Year 2020/21 | | | | | | |
|---|----------|--------------------|--------------------|---------------------|-------------------|------------------|------------------|--------------|-------------------|-----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| <u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u> | | | | | | | | | | |
| <u>Infrastructure</u> | | 248 | — | — | — | — | — | — | — | — |
| Roads Infrastructure | | 248 | — | — | — | — | — | — | — | — |
| Roads | | 248 | — | — | — | — | — | — | — | — |
| Community Assets | | 541 | 6 000 | 8 614 | 1 019 | 5 844 | 7 178 | 1 335 | 18.6% | 8 614 |
| Community Facilities | | 541 | 6 000 | 8 614 | 1 019 | 5 844 | 7 178 | 1 335 | 18.6% | 8 614 |
| Taxi Ranks/Bus Terminals | | 541 | 6 000 | 8 614 | 1 019 | 5 844 | 7 178 | 1 335 | 18.6% | 8 614 |
| Total Capital Expenditure on renewal of existing assets | 1 | 789 | 6 000 | 8 614 | 1 019 | 5 844 | 7 178 | 1 335 | 18.6% | 8 614 |

EC443 Mbizana - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M10 April

| Description R thousands | Ref 1 | 2019/20 Audited Outcome | Budget Year 2020/21 | | | | | | | |
|---|----------|-------------------------------|---------------------|--------------------|-------------------|------------------|------------------|--------------|-------------------|-----------------------|
| | | | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| <u>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</u> | | | | | | | | | | |
| <u>Infrastructure</u> | | - | 2 000 | 4 800 | - | - | 4 000 | 4 000 | 100.0% | 4 800 |
| Roads Infrastructure | | - | 2 000 | 4 800 | - | - | 4 000 | 4 000 | 100.0% | 4 800 |
| Roads | | - | 2 000 | 4 800 | - | - | 4 000 | 4 000 | 100.0% | 4 800 |
| <u>Community Assets</u> | | 21 941 | 20 172 | 50 581 | 3 614 | 17 926 | 42 151 | 24 225 | 57.5% | 50 581 |
| Community Facilities | | 16 058 | 11 251 | 25 557 | 3 614 | 12 253 | 21 298 | 9 045 | 42.5% | 25 557 |
| Halls | | 16 058 | 11 251 | 25 557 | 3 614 | 12 253 | 21 298 | 9 045 | 42.5% | 25 557 |
| Sport and Recreation Facilities | | 5 884 | 8 921 | 25 024 | - | 5 673 | 20 853 | 15 180 | 72.8% | 25 024 |
| Outdoor Facilities | | 5 884 | 8 921 | 25 024 | - | 5 673 | 20 853 | 15 180 | 72.8% | 25 024 |
| Total Capital Expenditure on upgrading of existing assets | 1 | 21 941 | 22 172 | 55 381 | 3 614 | 17 926 | 46 151 | 28 225 | 61.2% | 55 381 |

The above tables indicate that the municipality spent R8.8 million for the month of its capital budget for the period ended 30 April 2021. The two major projects continue to underperform due to a number of reasons ranging from accidents and delays in agreeing on the correct designs between the contractor and the consultants. There is a positive side though as electrification projects have began picking up the pace and expenditure to at least make sure the rollovers are spent.

b) Capital Expenditure by municipal vote

EC443 Mbizana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

| Vote Description R thousands | Ref 1 | 2019/20 | | Budget Year 2020/21 | | | | | | |
|--|----------|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| <u>Multi-Year expenditure appropriation</u> | | | | | | | | | | |
| Vote 2 - Budget and Treasury | 2 | 2 304 | 2 100 | 2 000 | - | 1 258 | 1 667 | (409) | -25% | 2 000 |
| Vote 6 - Engineering Services | | 21 941 | 18 172 | 48 581 | 3 614 | 17 926 | 40 484 | (22 559) | -56% | 48 581 |
| Total Capital Multi-year expenditure | 4,7 | 24 245 | 20 272 | 50 581 | 3 614 | 19 183 | 42 151 | (22 968) | -54% | 50 581 |
| <u>Single Year expenditure appropriation</u> | | | | | | | | | | |
| Vote 1 - Executive and Council | 2 | - | 50 | 110 | - | - | 92 | (92) | -100% | 110 |
| Vote 2 - Budget and Treasury | | - | - | 200 | - | - | 167 | (167) | -100% | 200 |
| Vote 3 - Corporate Services | | 2 630 | 10 210 | 10 768 | (160) | 4 218 | 8 974 | (4 755) | -53% | 10 768 |
| Vote 4 - Community Services | | 5 164 | 5 401 | 5 970 | (2) | 1 994 | 4 975 | (2 981) | -60% | 5 970 |
| Vote 5 - Development Planning | | - | 1 100 | 1 600 | - | 865 | 1 333 | (468) | -35% | 1 600 |
| Vote 6 - Engineering Services | | 55 550 | 38 775 | 90 160 | 5 365 | 49 770 | 75 134 | (25 363) | -34% | 90 160 |
| Total Capital single-year expenditure | 4 | 63 345 | 55 537 | 108 809 | 5 203 | 56 848 | 90 674 | (33 826) | -37% | 108 809 |
| Total Capital Expenditure | | 87 590 | 75 808 | 159 390 | 8 817 | 76 031 | 132 825 | (56 794) | -43% | 159 390 |
| <u>Capital Expenditure - Functional Classification</u> | | | | | | | | | | |
| <i>Governance and administration</i> | | 5 265 | 12 760 | 13 479 | (160) | 5 476 | 11 232 | (5 756) | -51% | 13 479 |
| Executive and council | | - | 50 | 110 | - | - | 92 | (92) | -100% | 110 |
| Finance and administration | | 5 265 | 12 710 | 13 369 | (160) | 5 476 | 11 140 | (5 664) | -51% | 13 369 |
| <i>Community and public safety</i> | | 1 902 | 3 191 | 3 660 | 160 | 940 | 3 050 | (2 110) | -69% | 3 660 |
| Community and social services | | 160 | 1 300 | 1 900 | - | 780 | 1 583 | (804) | -51% | 1 900 |
| Public safety | | 1 742 | 1 891 | 1 760 | 160 | 160 | 1 467 | (1 307) | -89% | 1 760 |
| <i>Economic and environmental services</i> | | 57 899 | 55 747 | 110 319 | 7 140 | 44 072 | 91 932 | (47 860) | -52% | 110 319 |
| Planning and development | | 26 486 | 25 272 | 59 579 | 4 634 | 25 294 | 49 649 | (24 355) | -49% | 59 579 |
| Road transport | | 31 413 | 30 475 | 50 740 | 2 507 | 18 779 | 42 283 | (23 505) | -56% | 50 740 |
| <i>Trading services</i> | | 22 524 | 4 110 | 31 933 | 1 677 | 25 543 | 26 611 | (1 068) | -4% | 79 918 |
| Energy sources | | 19 592 | 2 300 | 30 023 | 1 839 | 24 489 | 25 019 | (530) | -2% | 2 300 |
| Waste management | | 2 932 | 1 810 | 1 910 | (162) | 1 054 | 1 592 | (538) | -34% | 1 810 |
| Total Capital Expenditure - Functional Classification | 3 | 87 590 | 75 808 | 159 390 | 8 817 | 76 031 | 132 825 | (56 794) | -43% | 207 376 |
| <u>Funded by:</u> | | | | | | | | | | |
| National Government | | 60 016 | 45 647 | 70 136 | 4 319 | 43 775 | 58 447 | (14 672) | -25% | 70 136 |
| Provincial Government | | - | - | 200 | - | - | 167 | (167) | -100% | 200 |
| Transfers recognised - capital | | 60 016 | 45 647 | 70 336 | 4 319 | 43 775 | 58 614 | (14 839) | -25% | 70 336 |
| Internally generated funds | | 27 575 | 30 162 | 89 054 | 4 498 | 32 256 | 74 211 | (41 955) | -57% | 89 054 |
| Total Capital Funding | | 87 590 | 75 808 | 159 390 | 8 817 | 76 031 | 132 825 | (56 794) | -43% | 159 390 |

The above table indicates that the municipality spent R8.8 million of its capital budget for the period ended 30 April 2021 which is still discouraging considering that we have two major projects that have been allocated the bigger slice of the municipality's available resources that have not performed desirably during the past years. Procurement processes have been finalised for outstanding infrastructure projects to ensure that current year projects start being implemented so that our expenditure improves and services delivered to the communities of Mbizana.

9. 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) 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.

| N o. | Creditorname | Date | Amount | Specification | Function |
|---------|---------------------------------|----------------|----------|--|--|
| 11 | Pondoland Times | 2021/04/ 30 | 1 800,00 | Request To Advertise Maintenance Of Bulk Metering And Cables | Core Management Unit |
| 12 6 | Pondoland Times | 2021/04/ 07 | 2 000,00 | Public Notice For Draft Idp For 2021/2022 & Draft Budget For 2021/2022 On Two Local News Papers | Core Function: Corporate Wide Strategic P |
| 12 7 | South African Qualifications | 2021/04/ 21 | 810,00 | Studies | Core Human Resources |
| | | | | | <u>4 610,00</u> |

c) Procurement requests above R2, 000,00 but below R30, 000,00

Procurement of goods and services above R20000.00 but below R30 000.00 is done through a three quotation system

| N.o. | Creditorname | Date | Amount | Specification | Function |
|------|--------------------------------|------------|----------|--|---|
| 1 | Pondoland Times | 2021/04/29 | 2 668,00 | Request Advertisement for Customer Care Satisfaction Survey | Core Function: Municipal Manager Town Sec |
| 7 | Pondoland Times | 2021/04/23 | 2 668,00 | Request for The Advertisement of Septic Tank Replacement at Dltc | Core Function: Project Management Unit |
| 5 | Pondoland Times | 2021/04/30 | 2 832,00 | Request for Two Advert Finance Interns for Budget & Treasury Office | Core Function: Human Resources |
| 6 | Pondoland Times | 2021/04/30 | 3 300,00 | Catering Lunch Packs For 50 People in Ward 15 For ldp & Budget Road Sh Makhosonke Community Hall On 28/04/2021 | Core Function: Corporate Wide Strategic P |
| 8 | Cujana | 2021/04/29 | 3 357,00 | Request for Advert (Traffic Warden 1 Post) Under Community Services | Core Function: Human Resources |
| 9 | Pondoland Times | 2021/04/16 | 3 420,00 | Request Lunch Packs for Mpac Sites Verification (12 Lunch Packs Per 3 Days | Core Function: Mayor And Council |
| 1 | Meyife Construction And Projec | 2021/04/09 | 3 550,00 | Catering Lunch Packs For 50 People In Ward 01 For ldp & Budget Road Sh At Multi Purpose Youth Centre On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 9 | Dagaya's Contruction Pty Ltd | 2021/04/23 | 3 700,00 | 3 Pole Tent With 100 Chairs, 2 Tables With Cloths | Core Function:Corporate Wide Strategic P |
| 6 | Zamantambo Construction | 2021/04/26 | 3 745,00 | Catering Lunch Packs For 50 People In Ward 07 For ldp & Budget Road Sh Mzamba Community Hall On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 8 | Danger Free Projects | 2021/04/26 | 3 745,00 | Catering Lunch Packs For 50 People In Ward 07 For ldp & Budget Road Sh Mzamba Community Hall On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 4 | Danger Free Projects | 2021/04/26 | 3 800,00 | Request 40 X 500ml Still Water For Provincial Women Caucus Meeting | Core Function:Mayor And Council |
| 2 | Thanks To Give Trading And Pro | 2021/04/07 | 3 825,00 | Request Lunch Packs For ldp And Budget Road Shows On The 03 May 2021 A Community Hall At 10h00 | Core Function:Corporate Wide Strategic P |
| 7 | Timeless T Pty Ltd | 2021/04/28 | 4 050,00 | Catering Lunch Packs For 50 People In Ward 21 For ldp & Budget Road Sh Elityeni Community Hall On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 3 | Green Mncciva Trading | 2021/04/22 | 4 050,00 | Catering Lunch Packs For 50 People In Ward 21 For ldp & Budget Road Sh Elityeni Community Hall On 22/04/21 | Core Function:Corporate Wide Strategic P |
| 4 | Green Mncciva Trading | 2021/04/22 | 4 075,00 | Request Lunch Packs For ldp And Budget Road Shows On The 03 May 2021 A Community Hall At 10h00 | Core Function:Corporate Wide Strategic P |
| 5 | Timeless T Pty Ltd | 2021/04/28 | | | |

| No. | Creditoname | Date | Amount | Specification | Function |
|-----|----------------------------------|------------|----------|---|--|
| 9 | Tamkiez General 0 Trading(Pty)Lt | 2021/04/21 | 4 160,00 | Catering Lunch Packs For 50 People In Ward 29 For Idp & Budget Roadsho Majiola Tshutsha Community Hall On 21/04/21 | Core Function:Corporate Wide Strategic P |
| 5 | Truth Supreme 7 | 2021/04/23 | 4 290,00 | Catering Lunch Packs For 50 People In Ward 20 For Idp & Budget Roadsho On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 8 | Ku-Bha Service Station 5 | 2021/04/21 | 4 290,00 | Fuel Request For New Skip Loader Truck | Core Function:Solid Waste Removal |
| 6 | Imidihlume General 6 Trading (Pt | 2021/04/23 | 4 410,00 | Catering Lunch Packs For 50 People In Ward 30 For Idp & Budget Roadsho Gwebityala Gobolemamba Community Hall On 21/04/21 | Core Function:Corporate Wide Strategic P |
| 6 | Philakona Private Company 7 | 2021/04/23 | 4 500,00 | Catering Lunch Packs For 50 People In Ward 01 For Idp & Budget Road Sh Multi Purpose Youth Centre On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 1 | Gees And Bulie's 2 Trading | 2021/04/30 | 4 550,00 | Lunch Packs For 50 People In Ward 04 For Idp And Budget Road Show | Core Function:Corporate Wide Strategic P |
| 1 | Mphunyeywa 5 Holdings | 2021/04/29 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 15 For Idp & Budget Road Sh Makhosonke Community Hall On 28/04/2021 | Core Function:Corporate Wide Strategic P |
| 2 | Smbabude Empire 3 Trading | 2021/04/29 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 26 For Idp & Budget Road Sh Wawa A. Hlangabezo Community Hall On 29/04/21 | Core Function:Corporate Wide Strategic P |
| 3 | Gees And Bulie's 0 Trading | 2021/04/28 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 04 For Idp & Budget Road Sh Ludeke Village On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 6 | Celly And Sbo 4 Trading (Pty)Ltd | 2021/04/23 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 27 For Idp & Budget Roadsho Qobo Jss On 23/04/21 | Core Function:Corporate Wide Strategic P |
| 6 | Sinozinto 5 Multipurpose Primary | 2021/04/23 | 4 550,00 | Catering Luanch Packs For 50 People In Ward 27 For Idp & Budget Road S Qobo Jss On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Imanathi General 0 Traders 3 Pty | 2021/04/23 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 23 For Idp & Budget Road Sh Zikhuba Community Hall On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Bhekli Mfo (Pty) Ltd 2 | 2021/04/23 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 20 For Idp & Budget Roadsho On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Sne Jay Construction 6 (Pty) Ltd | 2021/04/22 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 30 For Idp & Budget Roadsho At Gwebityala Gobolemamba Community Hall On 21/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Zizentle Trading 7 Enterprise | 2021/04/22 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 24 For Idp & Budget Road Sh At Ebenezer Community Hall On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 8 | Thanks To Give 6 Trading And Pro | 2021/04/21 | 4 550,00 | Catering Lunch Packs For 50 People In Ward 17 For Idp & Budget Roadsho Sicelo Bhani Community Hall On 21/04/21 | Core Function:Corporate Wide Strategic P |
| 8 | Tamatyi Transport Pty 9 Ltd | 2021/04/21 | 4 550,00 | Catering Lunch Packs For 50 Peopl E In Ward 17 For Idp & Budget Roadsho Sicelo Bhani Community Hall On 21/04/2021 | Core Function:Corporate Wide Strategic P |

| N o. | Creditornoame | Date | Amount | Specification | Function |
|---------|--------------------------------|------------|----------|--|--|
| 9 | Athayanda Mashabane Enterprise | 2021/04/21 | 4 799,45 | Catering Lunch Packs For 50 People In Ward 18 For Idp& Budget Roadshow /Nomangesi Malunga-Mlomo Community Hall On 21/04/2021 | Core Function:Corporate Wide Strategic P |
| 2 | Sigwaiza Construction & Projec | 2021/05/03 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 25 For Idp & Budget Road Sh Theophilus Tshangela Community Hall On 28/04/2021 | Core Function:Corporate Wide Strategic P |
| 4 | Yoyobahle (Pty)Ltd | 2021/04/30 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 25 For Idp & Budget Road Sh Theophilus Tshangela Community Hall On 28/04/2021 | Core Function:Corporate Wide Strategic P |
| 9 | Gumla Construction Pty Ltd | 2021/04/30 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 16 For Idp & Budget Road Sh Afm Church Hall On 28/04/2021 | Core Function:Corporate Wide Strategic P |
| 2 | Aquostic Elements | 2021/04/29 | 4 800,00 | 3 Pole Tent With 100 Chairs; 2 Tables Cloths For Idp & Bud Shows In Ward 04 Ludeke Village On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 2 | Olew Trading Projects | 2021/04/29 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 26 For Idp & Budget Road Sh Wawa A. Hlangabezo Community Hall On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 5 | Fadane Trading Enterprise | 2021/04/26 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 08 For Idp & Budget Road Sh Monwabisi Mfingwana Community Hall On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Mr Fabulous Holdings | 2021/04/23 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 23 For Idp & Budget Road Sh At Zikhuba Community Hall On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Cabhani Construction(Pty) Ltd | 2021/04/23 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 13 For Idp & Budget Road Sh Ncingo Cmmunity Hall On 29/04/2021 | Core Function:Corporate Wide Strategic P |
| 8 | Ludwala Investment Services | 2021/04/21 | 4 800,00 | Catering Lunch Packs For 50 People In Ward 18 For Idp & Budget Roadsho Nomangesi Malunga-Mlomo Community Hall On 21/04/2021 | Core Function:Corporate Wide Strategic P |
| 1 | Pondo News | 2021/04/09 | 4 899,00 | Request Advertisement For Draft Annual Report For 2019/2020 Financial Y | Core Function:Municipal Manager Town Sec |
| 5 | Nojizo Construction Pty Ltd | 2021/04/26 | 4 910,00 | Catering Lunch Packs For 50 People In Ward 08 For Idp & Budget Road Sh Monwabisi Mfingwana Community Hall On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 7 | Bhukwani Farming | 2021/04/30 | 4 950,00 | Catering Lunch Packs For 50 People In Ward 16 For Idp & Budget Road Sh Church Hall On 28/04/2021 | Core Function:Corporate Wide Strategic P |
| 6 | Mbubhela General Trading Cc | 2021/04/30 | 5 050,00 | Catering Lunch Packs For 50 People In Ward 28 For Idp & Budget Road Sh Lundini Community Hall On 30/04/2021 | Core Function:Corporate Wide Strategic P |
| 4 | Ta -Mora's Trading & | 2021/0 | 5 050,00 | Catering Lunch Packs For 50 People In Ward 13 For Idp & | Core Function:Corporate |

| No. | Creditorname | Date | Amount | Specification | Function |
|-----|--------------------------------|------------|-----------|---|--|
| 7 | Projects | 4/26 | | Budget Road Sh Ngcingo Community Hall On 29/04/2021 | Wide Strategic P |
| 5 | Maphalala Trading | 2021/04/30 | 5 300,00 | Catering Lunch Packs For 50 People In Ward 28 For ldp & Budget Road Sh Lundini Community Hall On 30/04/2021 | Core Function:Corporate Wide Strategic P |
| 6 | Femotlatsi Construction Pty Lt | 2021/04/23 | 5 300,00 | Catering Lunch Packs For 50 People In Ward 10 For ldp & Budget Road Sh Mgodini Village On 23/04/2021 | Core Function:Corporate Wide Strategic P |
| 6 | G-U Trading And Projects | 2021/04/23 | 5 300,00 | Catering Lunch Packs For 50 People In Ward 10 For ldp & Budget Road Sh Mgodini Village On 23/04/21 | Core Function:Corporate Wide Strategic P |
| 5 | Pondoland Times | 2021/04/26 | 5 400,00 | 3 Pole Tent With 100 Chairs; 2 Tables With Cloths | Core Function:Corporate Wide Strategic P |
| 4 | The Middle Man | 2021/04/26 | 5 500,00 | 3 Pole Tent With 100 Chairs And 2 Tables With Cloths In Ward 20 For ldp Shows On 22/04/2021 | Core Function:Corporate Wide Strategic P |
| 8 | Enterprise 485 | | | Catering Lunch Packs For Ward 24 ldp Road Shows On 22/04/2022 | Core Function:Corporate Wide Strategic P |
| 5 | Zizentle Trading | 2021/04/23 | 5 575,00 | | |
| 9 | Enterprise | | | | |
| 1 | Pondoland Times | 2021/04/13 | 5 697,64 | Request For Advertisement Of 2 Public Notices For Inspection And Commen | Core Function:Economic Development/Plann |
| 6 | Iso News (Pty) Ltd | 2021/04/23 | 5 740,00 | Request For Advertising Of Unclaimed Impounded Stock From Pound | Licensing And Control Of Animals:Licensi |
| 8 | Guyana Trading | 2021/04/30 | 6 100,00 | Catering Lunch Packs For 50 People In Ward 05 For ldp & Budget Road Sh Nonquiana Community Hall | Core Function:Corporate Wide Strategic P |
| 3 | Vukani Mancube Pty Ltd | 2021/04/21 | 6 215,00 | Catering Lunch Packs For 50 People In Ward 29 For ldp & Budget Road Sh Majola Tshutsha Community Hall On 21/04/2021 | Core Function:Corporate Wide Strategic P |
| 5 | Kenvel Group | 2021/04/23 | 7 000,00 | 3 Pole Tent With 100 Chairs And 2 Tables For ldp & Budget Road Shows I | Core Function:Corporate Wide Strategic P |
| 1 | Pondo News | 2021/04/09 | 7 981,00 | Public Notice For ldp & Budget Road Shows For 2021/2022 | Core Function:Corporate Wide Strategic P |
| 0 | Magnholo Trading& Projects | 2021/04/26 | 8 070,00 | Request 2x 10kg Rice For The Funeral Of Mr. Mduduzi Madikizela In Ward 27/04/2021 | Core Function:Mayor And Council |
| 8 | Anabanjwa Co-Op | 2021/04/21 | 9 100,00 | Catering Lunch Packs For 100 People For ldp & Budget Road Shows In War Sithukuthezi Community Hall On 20/04/21 | Core Function:Corporate Wide Strategic P |
| 4 | Why Not Trading J1 | 2021/04/21 | 9 890,00 | Catering Lunch Packs For 100 People In Ward 02 For ldp & Budget Road S Mbuthweni Community Hall On 20/04/21 | Core Function:Corporate Wide Strategic P |
| 3 | Qobo And Partners | 2021/04/15 | 10 000,00 | Payment For Supply And Delivery Of Library Periodicals For The Month O March 2021 | Non-Core Function:Libraries And Archives |
| 7 | | | | | |

| N o. | Creditorname | Date | Amount | Specification | Function |
|---------|-----------------------------------|----------------|-----------|--|--|
| 7 | African Compass Trading 37cc | 2021/0 4/21 | 10 050,00 | Request Fruit Pre Packed ('Transparent Container/ Cling Wrap For Spec Council Meeting On The 21 April 2021 At Youth Centre | Core Function:Mayor And Council |
| 7 | Lizozo's Construction & Projec | 2021/0 4/21 | 10 100,00 | Catering Lunch Packs For 100 People In Ward 31 For Idp & Budget Road S Skhumba Sika Msitshana Community Hall On 20/04/2021 | Core Function:Corporate Wide Strategic P |
| 5 | Meyife Construction And Projec | 2021/0 4/26 | 10 220,00 | Catering Lunch Packs For 100 People In Ward 09 For Idp & Budget Road S Nkosi Gcinisizwe Community Hall On 20/04/2021 | Core Function:Corporate Wide Strategic P |
| 9 | Thanks To Give Trading And Pro | 2021/0 4/16 | 10 800,00 | Request Lunch Packs For Constituency Work Programme On The 16 April 200 At Multi Purpose Youth Centre At 10h00 | Core Function:Mayor And Council |
| 4 | African Compass Trading 37cc | 2021/0 4/26 | 11 280,00 | Request Lunch Packs For Support Functioning Of Wome's Forum On The 24 April 2021at Youth Centre At 10h00 | Core Function:Mayor And Council |
| 1 | Bheki Mfo (Pty) L:d | 2021/0 4/15 | 12 000,00 | Payment To Bheki Mfo Fo Supply Of Still Water For Traffic Awareness | Core Function:Police Forces Traffic And |
| 9 | Masinyane And Son (Pty) Ltd | 2021/0 4/26 | 12 100,00 | Request 100 X Lunch Packs For Idp Roadshow In Ward 11 On The 23/04/202 At 10:00 In Ngqindili Community Hall | Core Function:Corporate Wide Strategic P |
| 1 | Meyife Construction And Projec | 2021/0 4/30 | 12 545,00 | Request Breakfast For Special Council Meeting On The 30 April 2021 At Adelaide Tambo Regional Hospital Hall At 08h00 | Core Function:Mayor And Council |
| 3 | African Compass Trading 37cc | 2021/0 4/28 | 15 800,00 | Request Lunch Packs For Traditional Surgeons And Nurses On The 28 April 2021 At Bizana Cultural Village | Core Function:Mayor And Council |
| 8 | Isanga Business Solutions | 2021/0 4/21 | 17 000,00 | Request 2 Projector Screens For Special Council Meeting On The 21 Apri Youth Centre At 09h00 | Core Function:Mayor And Council |
| 1 | African Compass Trading 37cc | 2021/0 4/15 | 21 500,00 | Request Lunch Packs For Inkciyo Support On The 16 April 2021 | Core Function:Mayor And Council |
| 6 | Lions Den Projects | 2021/0 4/23 | 21 988,00 | Request 10 Boxes Of Rotatrim Papers 80g,A4,210 X297mm For Pwd Support | Core Function:Mayor And Council |
| 1 | Mancosa | 2021/0 4/16 | 23 070,00 | Payment To Mancosa For Study Assistant For Abongile Madikizela | Core Function:Human Resources |
| 9 | Institute Of Management Acciou | 2021/0 4/16 | 25 000,00 | Payment To Institute Of Management Accounting And Strategy | Core Function:Human Resources |
| 1 | Pondoland Times | 2021/0 4/07 | 27 532,96 | Request For Advertising Of The Draft Annual Budget 2021/22 On The Loca Paper | Core Function:Finance |
| 9 | | | | | |

| No. | Creditorname | Date | Amount | Specification | Function |
|-----|--|----------------|-----------|--|---|
| 1 | Gclekweane Trading 1 And Projects 5 | 2021/0 4/13 | 28 200,00 | Catering Lunch Packs For 100 People For Idp Rep Forum On The 14th Of A | Core Function:Corporate Wide Strategic P |
| 1 | Thahle Ka-Ndayini 2 Trading 8 | 2021/0 4/07 | 29 500,00 | Request Services Provider For Fixing And Repairs Of Municipal Toilets Guard House X1 ;Mm's Passenge X2;Council Support X1 | Core Function:Roads |
| 8 | Wandile And Sons 7 Trading | 2021/0 4/21 | 29 750,00 | Procurement Of Lenovo All In One Desktop Charger | Core Function:Information Technology |
| | | | | 638 498,05 | |

d) Procurement above R30 000 but below R200 000

Procurement of goods and services above R30 000.00 but below R200 000.00 is done through a system of advertising on website and the tender notice board and reports to be evaluated using PPPFA.

| No . | Creditor name | Date | Amount | Specification | Function |
|------|------------------------------|------------|------------|---|---|
| 97 | Vava Consulting (Pty)Ltd | 2021/04/16 | 54 850,03 | 2021 Diaries With Logo | Core Function:Mayor And Council |
| 10 | Vava Consulting (Pty)Ltd | 2021/04/15 | 74 700,00 | 500ml Antiseptic Liquid | Core Function:Mayor And Council |
| 8 | Mm Diya Projects (Pty)Ltd | 2021/04/16 | 97 000,00 | Pre-School Chair With No Arm Rest | Core Function:Mayor And Council |
| 10 | Masinyane And Scn (Pty) Ltd | 2021/04/15 | 170 500,00 | 3*3 Pole Tent- Marque | Core Function:Mayor And Council |
| 5 | Ncaiana Trading And Projects | 2021/04/13 | 180 020,00 | Supply And Delivery Of Road Marking Paint & Road Sings - 20l White Paint | Core Function:Police Forces Traffic And |
| 10 | The Dream Girls Enterprise | 2021/04/15 | 187 500,00 | Dream Girls For Tlb | Core Function:Solid Waste Removal |
| 11 | Sebekho Holdings | 2021/04/13 | 197 860,00 | Sebekho Holdingsfor supply And Delivery Of Protective Clothing - 65% Reflective Jackets | Core Function:Police Forces Traffic And |
| | | | | | 962 430,03 |

10. 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 April 2021

| N O | SUCCESSFUL TENDERER | AMOUNT | PAYMENT \$ | BALANC E | TENDER NO | DESCRIPTION | DATE AWARDE D | END USER DEPARTMENT |
|--------------|----------------------------|---------------------|---------------|---------------|--------------------------|--|---------------------|-------------------------|
| 1 | Imidihlume General Trading | R 147 165,00 | R 0,00 | R 0,00 | MBIZLM 09/04/21/S&D DLTC | SUPPLY AND DELIVERY OF DLTC STATIONERY | 26/04/2022 | COMMUNITY SERVICES |
| 2 | Imidihlume General Trading | R 51 230,00 | R 0,00 | R 0,00 | MBIZLM/08/04/21 B ASPH | SUPPLY AND DELIVERY OF 400 BAGS OF COLD ASPHALT | 26/04/2022 | ENGINEERING SERVICES |
| 3 | Imidihlume General Trading | R 64 770,00 | R 0,00 | R 0,00 | MBIZLM/01/02/21ESE &M | ELEDERLY SUPPORT EQUIPMENT AND MATERIAL | 26/04/2022 | EXECUTIVE AND MAYORALTY |
| 4 | Masinyane and Sons Pty Ltd | R 133 470,00 | R 0,00 | R 0,00 | MBIZLM 01/02/21/01 W20 | REPAIRS OF WARD 20 ECDC | 26/04/2022 | ENGINEERING SERVICES |
| 5 | Moya Training and Projects | R 161 000,00 | R 0,00 | R 0,00 | MBIZLM25/02/21/01PC M | PROCUREMENT OF CLEANING MATERIAL | 26/04/2022 | COMMUNITY SERVICES |
| 6 | Imidihlume General Trading | R 111 100,00 | R 0,00 | R 0,00 | MBIZLM/09/04/21RCLR M | REPANTING OF CENTRE LINE ROAD MARKING IN MBIZANA | 28/04/2022 | COMMUNITY SERVICES |
| Total | | R 688 735,00 | R 0,00 | R 0,00 | | | | |

b) Tenders awarded during the month of April 2021

Competitive Bidding

| | | Apr-21 | | | | |
|----|----------------------------------|-----------------------|-------------------------|---|--------------------------|----------------------------|
| | SUCCESSFUL TENDERER | AWARDED AMOUNT | TENDER NO | DESCRIPTION | DATE AWARDED | END USER DEPARTMENT |
| 32 | ATS Civils and Trading PTY LTD | R 585 000,00 | MBIZ LM/20/05/20/02 FSH | Supply and delivery of equipment and material to capacitate fisheries | Thursday, 22 April 2021 | Economic development |
| 33 | Bern and Willie Projects PTY LTD | R 290 000,00 | MBIZ LM 00072 IRMP | Implementation of records management programme | Wednesday, 14 April 2021 | Corporate services |
| | TOTAL | R 875 000,00 | | | | |

c) Status of current closed tenders

| Name of the Project Bid Number | Chairperson | Closing Date | Appointment Date | Validity | Validity Period | Status |
|---|-----------------------------------|----------------------------|----------------------------|-----------------|----------------------------|---------------------|
| Customer Satisfactory Survey CSS | MBIZ LM 00072 Not yet Appointment | Monday, 05 October 2020 | Tuesday, 13 October 2020 | 91 | Monday, 04 January 2021 | To be re-advertised |
| Disposal of Municipal Site DMP | MBIZ LM 00060 Ms. N. Matumbatha | Tuesday, 22 September 2020 | Wednesday, 14 October 2020 | 90 | Monday, 21 December 2020 | To be awarded |
| Review Disaster Recovery Plan DRP | MBIZ LM 00069 R Nqwazi | Friday, 20 November 2020 | Wednesday, 28 April 2021 | 90 | Thursday, 18 February 2021 | To be appointed |
| Fencing of Mzambara Community Hall & Extension of Dudumeni Hall | MBIZ LM /02/02/01 FEW da | Tuesday, 02 March 2021 | Tuesday, 20 April 2021 | 90 | Monday, 31 May 2021 | On Evaluation |
| Review of Disaster Management plan | MBIZ LM 29/09/20/ R DRMP | Thursday, 04 March 2021 | Thursday, 11 March 2021 | 90 | Wednesday, 02 June 2021 | On Evaluation |
| Minor Maintenance of Recreational Facilities (1GB) | MBIZ LM 16/09/20/01 MRF | Thursday, 04 March 2021 | Thursday, 11 March 2021 | 90 | Wednesday, 02 June 2021 | On Evaluation |
| Maintenance of 4 Mbizana Libraries(1GB) | MBIZ LM 0009 Ms. N. Xoko | Thursday, 04 | Thursday, 11 | 90 | Wednesday, 02 | On |

| Name of the Project Bid Number | Chairperson | Closing Date | Appointment Date | Validity | Validity Period | Status |
|-------------------------------------|----------------------------|---|----------------------------|------------|---------------------------|-----------------|
| Online Web Services | MLF MBIZ LM 0084 OWS | Mr. V. Mqina Tuesday, 09 March 2021 | Tuesday, 20 April 2021 | March 2021 | June 2021 | Evaluation |
| Provision of car wash for 36 months | PCWS MBIZ LM 0089 | Ms. N. Rabie Wednesday, 10 March 2021 | Thursday, 11 March 2021 | 90 | Monday, 07 June 2021 | On Evaluation |
| Private Security Company | MBIZ LM 08/12/20/03/PSC | Mr. D. luphoko January 2021 | Thursday, 11 March 2021 | 90 | Tuesday, 08 June 2021 | To be Appointed |
| DLTC Palisade Fencing | MBIZ LM 03/02/21/03 FEN | Mr. V. Nontanda March 2021 | Thursday, 04 March 2021 | 91 | Monday, 26 April 2021 | On Evaluation |
| Agricultural inputs | MBIZ LM 03/04/21/04 AGR | Mr. V. Nontanda Friday, 26 February 2021 | Tuesday, 20 April 2021 | 90 | Thursday, 03 June 2021 | On Evaluation |
| Municipal Backup Generator | MBIZ LM 0090 PMBG | Mr. V. Mqina Tuesday, 08 April 2021 | Tuesday, 20 April 2021 | 90 | Tuesday, 25 May 2021 | On Evaluation |
| Feasibility Study | MBIZ LM 00095 MHFS | Mr. V. Mqina Friday, 26 March 2021 | Tuesday, 20 April 2021 | 90 | Friday, 25 June 2021 | On Evaluation |

d) Deviations

No deviations were recorded during the month of April 2021.

11. Database rotation

The following table indicates the service providers that have been utilised for the month of April 2021. This is in keeping with demonstrating that we are making strides in ensuring that there is rotation of service providers and no single provider is preferred.

| Creditor Name | Creditor Address | Function Name | Order Date | Value | Status | Ward no. |
|--------------------------------|--|--|------------|----------|-----------|----------|
| SOUTH AFRICAN QUALIFICATIONS A | PRIVATE BAG X06 WATERKLOOF 014 HATHFIELD WARD 92 PRETORIA 0145 | Core Function:Human Resources | 2021/04/21 | 810,00 | OPEN | Pretoria |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Project Management Unit | 2021/04/30 | 1 800,00 | OPEN | Ward 17 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Corporate Wide Strategic P | 2021/04/07 | 2 000,00 | RECEI VED | Ward 17 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Municipal Manager Town Sec | 2021/04/29 | 2 668,00 | OPEN | Ward 17 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Project Management Unit | 2021/04/23 | 2 668,00 | RECEI VED | Ward 17 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Human Resources | 2021/04/30 | 2 832,00 | OPEN | Ward 17 |
| CUJANA | P O BOX534 BIZANA ward 15 4800 | Core Function:Corporate Wide Strategic P | 2021/04/29 | 3 300,00 | OPEN | Ward 15 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Human Resources | 2021/04/16 | 3 357,00 | RECEI VED | Ward 17 |
| MEYFFE CONSTRUCTION AND PROJEC | P O BOX 210168 WARD 9 BIZANA 4800 | Core Function:Mayor and Council | 2021/04/09 | 3 420,00 | RECEI VED | Ward 9 |
| DAGAYA'S CONTRUCTION PTY LTD | P.O BOX 123 BIZANA WARD 1 4800 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 3 550,00 | OPEN | Ward 1 |
| ZAMANTAMBO CONSTRUCTION | P.O.BOX 296 BIZANA WARD 1 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 3 700,00 | RECEI VED | Ward 1 |
| DANGER FREE PROJECTS | P O BOX 2775 EASTERN CAPE BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 3 745,00 | OPEN | Ward 7 |
| DANGER FREE PROJECTS | P O BOX 2775 EASTERN CAPE BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 3 745,00 | OPEN | Ward 7 |
| THANKS TO GIVE TRADING AND PRO | P.O BOX 12 WARD 17 BIZANA 4800 | Core Function:Mayor and Council | 2021/04/07 | 3 800,00 | RECEI VED | Ward 17 |
| TIMELESS T PTY LTD | 11 JOHN RALPH CRESCENT MARGATE KWAZULU-NATAL 4275 | Core Function:Corporate Wide Strategic P | 2021/04/28 | 3 825,00 | OPEN | Ward 14 |
| GREEN MNICIVA TRADING | P O BOX09 WARD 21 BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/22 | 4 050,00 | RECEI VED | Ward 21 |
| GREEN MNICIVA TRADING | P O BOX09 WARD 21 BIZANA 4800 | Core Function:Corporate Wide | 2021/04/22 | 4 050,00 | RECEI | Ward 21 |

| Creditor Name | Creditor Address | Function Name | Order Date | Value | Status | Ward no. |
|---|---|---|------------|----------|--------|----------|
| | 11 JOHN RALPH CRESCENT MARGATE KWAZULU-NATAL 4275 | Strategic P Core FunctionCorporate Wide Strategic P | 2021/04/28 | 4 075,00 | OPEN | Ward 14 |
| TIMLESS T PTY LTD | P.O BOX 395 REDOUBT 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/21 | 4 160,00 | VED | Ward 18 |
| TAMKIEZ GENERAL TRADING(PTY)LIT | | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 290,00 | VED | RECEI |
| TRUTH SUPREME IMIZILE A/A REDOUBT BIZANA 4800 | | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 410,00 | OPEN | ward 30 |
| IMIDHLUME GENERAL TRADING (PT | P.O BOX 156 BIZANA WARD 30 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 500,00 | OPEN | Ward 1 |
| PHILAKONA PRIVATE COMPANY | P.O BOX 220 BIZANA WARD 01 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 550,00 | OPEN | RECEI |
| BHEKI MFO (PTY) LTD | P.O BOX 600 REDOUBT WARD 20 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 550,00 | OPEN | Ward 20 |
| CELLY AND SBO TRADING (PTY)\LTD | PRIVATE BAG X530 NKANTOLO A/A WARD 27 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 550,00 | VED | Ward 27 |
| GEE'S AND BULIE'S TRADING | P.O.BOX 134 BIZANA WARD 04 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/30 | 4 550,00 | OPEN | Ward 04 |
| GEE'S AND BULIE'S TRADING | P.O.BOX 134 BIZANA WARD 04 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/28 | 4 550,00 | OPEN | Ward 04 |
| IMANATHI GENERAL TRADERS 3 PTY | MSIZAZWE LOCATION WARD 23 BIZANA 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 550,00 | VED | Ward 23 |
| MPPHUNYEZWA HOLDINGS | P O BOX 33 BIZANA | Core FunctionCorporate Wide Strategic P | 2021/04/29 | 4 550,00 | OPEN | Ward 15 |
| SINOZINTO MULTIPURPOSE PR MARY | P O BOX 210381 BIZANA WARD 27 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/23 | 4 550,00 | VED | Ward 27 |
| SMABUDE EMPIRE TRADING | MACALA CAFE P O BOX 281 WARD 26 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/29 | 4 550,00 | OPEN | Ward 26 |
| SNE JAY CONSTRUCTION (PTY) LTD | P O BOX 228 BIZANA WARD 30 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/22 | 4 550,00 | OPEN | Ward 30 |
| TAMATI TRANSPORT PTY LTD | P.O BOX 77 BIZANA WARD 17 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/21 | 4 550,00 | VED | Ward 17 |
| THANKS TO GIVE TRADING AND PRO | P.O BOX 12 WARD 17 BIZANA 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/21 | 4 550,00 | VED | Ward 17 |
| ZIZENTLE TRADING ENTERPRISE | AMADIBA A/A CINGWENI LOCATION BIZANA WARD 24 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/22 | 4 550,00 | VED | RECEI |
| ATHAYANDA MASHABANE ENTERPRISE | P.O BOX 299 REDOUBT WARD 18 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/21 | 4 799,45 | VED | Ward 18 |
| AQUOSTIC ELEMENTS | PO BOX 21028 BIZANA WARD 17 4800 | Core FunctionCorporate Wide Strategic P | 2021/04/29 | 4 800,00 | OPEN | Ward 17 |

| Creditor Name | Creditor Address | Function Name | Order Date | Value | Status | Ward no. |
|---|--|--|------------|----------|----------|----------|
| CABHANI CONSTRUCTION(PTY)LTD | P.O BOX 210570 BIZANA WARD 13 4800 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 4 800,00 | OPEN | Ward 13 |
| FADANE TRADING ENTERPRISE | P.O.BOX. 290 FLAGSTAFF 4810 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 4 800,00 | RECEIVED | Ward 8 |
| GUMILA CONSTRUCTION PTY LTD | P.O BOX 124 WARD 16 BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/30 | 4 800,00 | OPEN | Ward 16 |
| LUDWALA INVESTMENT SERVICES | NYAKA LOCATION WARD 18 BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/21 | 4 800,00 | OPEN | Ward 18 |
| MR FABULOUS HOLDINGS | PO BOX 495 PORT EDWARD 4295 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 4 800,00 | RECEIVED | Ward 23 |
| OLEW TRADING PROJECTS | PO BOX 210613 BIZANA WARD 26 4800 | Core Function:Corporate Wide Strategic P | 2021/04/29 | 4 800,00 | OPEN | Ward 26 |
| SIGWAIZA CONSTRUCTION & PROJECT | P.O.BOX 12 BIZANA WARD 17 4800 | Core Function:Corporate Wide Strategic P | 2021/05/03 | 4 800,00 | OPEN | Ward 7 |
| YOYOBALIE (PTY)LTD | P.O.BOX 1 BIZANA WARD 25 4800 | Core Function:Corporate Wide Strategic P | 2021/04/30 | 4 800,00 | OPEN | Ward 25 |
| PONDO NEWS | BOX 1275 KOKSTAD | Core Function:Municipal Manager Town Sec | 2021/04/09 | 4 899,00 | RECEIVED | Kokstad |
| NOIZO CONSTRUCTION PTY LTD | P.O BOX 123 FKAGSTAFF 4810 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 4 910,00 | RECEIVED | Ward 8 |
| BHUKWANI FARMING | P.O BOX 575 BIZANA WARD 16 4800 | Core Function:Corporate Wide Strategic P | 2021/04/30 | 4 950,00 | OPEN | Ward 16 |
| MBUBHELA GENERAL TRADING CC | PO BOX 939 BIZANA WARD 28 4800 | Core Function:Corporate Wide Strategic P | 2021/04/30 | 5 050,00 | OPEN | Ward 28 |
| TA-MORA'S TRADING & PROJECTS | P.O.BOX 536 WARD 13 REDDOUBT 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 5 050,00 | OPEN | Ward 13 |
| FEMOTLATSI CONSTRUCTION PTY LT G-U TRADING AND PROJECTS | PO BOX 72 BIZANA WARD 10 4800 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 5 300,00 | RECEIVED | Ward 10 |
| MAPHALALA TRADING | P O BOX 411 FLAGSTAFF 4810 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 5 300,00 | RECEIVED | Ward 10 |
| PONDOLAND TIMES | MNGUNGU VILLAGE P.O BOX 210003 WARD 28 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 5 400,00 | OPEN | Ward 17 |
| THE MIDDLE MAN ENTERPRISE 485 | P.O. BOX 14 BIZANA WARD 01 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 5 500,00 | OPEN | Ward 01 |
| ZIDENTLE TRADING ENTERPRISE | AMADIBAA/A CINGWENI LOCATION BIZANA WARD 24 4800 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 5 575,00 | RECEIVED | Ward 24 |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Economic | 2021/04/13 | 5 697,64 | RECEIVED | Ward 17 |

| Creditor Name | Creditor Address | Function Name | Order Date | Value | Status | Ward no. |
|---------------------------------|---|---|------------|-----------|---------------------|----------|
| ISO NEWS (PTY) LTD | P.O BOX 257 KOKSTAD WARD 1 4700 | Development/Planning Licensing and Control of Animals:Licensing | 2021/04/23 | 5 740,00 | VED RECEI VED | Kokstad |
| GUYANA TRADING | ISIKELO A/A BIZANA WARD 5 4800 | Core Function:Corporate Wide Strategic P | 2021/04/30 | 6 100,00 | OPEN | Ward 5 |
| VUKANI MANCUBE PTY LTD | 90 FIRST STREET REUNION WARD 29 4110 | Core Function:Corporate Wide Strategic P | 2021/04/21 | 6 215,00 | OPEN | Ward 29 |
| KERVEL GROUP | P O BOX 204 BIZANA WARD 20 4800 | Core Function:Corporate Wide Strategic P | 2021/04/23 | 7 000,00 | VED RECEI VED | Ward 20 |
| PONDO NEWS | BOX 1275 KOKSTAD | Core Function:Corporate Wide Strategic P | 2021/04/09 | 7 981,00 | VED RECEI VED | Kokstad |
| MAGHOLO TRADING & PROJECTS | PO BOX 698 BIZANA WARD 13 4800 | Core Function:Mayor and Council Core Function:Corporate Wide Strategic P | 2021/04/26 | 8 070,00 | VED RECEI VED | Ward 13 |
| AMABANIWA CO-OP | P O BOX 58 FLAGSTAFF WARD 3 4810 | Core Function:Corporate Wide Strategic P | 2021/04/21 | 9 100,00 | VED RECEI VED | Ward 3 |
| WHY NOT TRADING 01 | P O BOX 210036 BIZANA WARD 02 4800 | Non-core Function:Libraries and Archives | 2021/04/21 | 9 890,00 | VED RECEI VED | Ward 2 |
| QOBO AND PARTNERS | SKHUMBENI BIZANA WARD 7 4800 | Core Function:Mayor and Council Core Function:Corporate Wide Strategic P | 2021/04/15 | 10 000,00 | VED RECEI VED | Ward 7 |
| AFRICAN COMPASS TRADING 37CC | BOX 555 BIZANA WARD 31 4800 | Core Function:Corporate Wide Strategic P | 2021/04/21 | 10 050,00 | VED RECEI VED | Ward 31 |
| LIZZOZO'S CONSTRUCTION & PROJEC | P.O.BOX 253 BIZANA WARD 31 4800 | Core Function:Corporate Wide Strategic P | 2021/04/21 | 10 100,00 | VED RECEI VED | Ward 31 |
| MEYIFE CONSTRUCTION AND PROJEC | P O BOX 210168 WARD 9 BIZANA 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 10 220,00 | VED RECEI VED | Ward 9 |
| THANKS TO GIVE TRADING AND PRO | P.O BOX 12 WARD 17 BIZANA 4800 | Core Function:Mayor and Council Core Function:Police Forces Traffic and | 2021/04/16 | 10 800,00 | VED RECEI VED | Ward 17 |
| AFRICAN COMPASS TRADING 37CC | BOX 555 BIZANA WARD 31 4800 | Core Function:Mayor and Council Core Function:Police Forces Traffic Strategic P | 2021/04/26 | 11 280,00 | VED RECEI VED | Ward 31 |
| BHEKI MFO (PTY) LTD | P.O BOX 600 REDoubt WARD 20 4800 | Core Function:Corporate Wide Strategic P | 2021/04/15 | 12 000,00 | VED RECEI VED | Ward 20 |
| MASINYANE AND SON (PTY) LTD | P O BOX 229 BIZANA 4800 4800 | Core Function:Corporate Wide Strategic P | 2021/04/26 | 12 100,00 | VED RECEI VED | Ward 17 |
| MEYIFE CONSTRUCTION AND PROJEC | P O BOX 210168 WARD 9 BIZANA 4800 | Core Function:Mayor and Council Core Function:Police Forces Traffic and | 2021/04/30 | 12 545,00 | OPEN | Ward 9 |
| AFRICAN COMPASS TRADING 37CC | BOX 555 BIZANA WARD 31 4800 | Core Function:Mayor and Council Core Function:Police Forces Traffic and | 2021/04/28 | 15 800,00 | VED RECEI VED | Ward 31 |
| ISANGA BUSINESS SOLUTIONS | P.O BOX 84 BIZANA WARD 4800 | Core Function:Mayor and Council Core Function:Police Forces Traffic and | 2021/04/21 | 17 000,00 | VED RECEI VED | Ward 30 |

| Creditor Name | Creditor Address | Function Name | Order Date | Value | Status | Ward no. |
|---------------------------------|---|--|------------|-------------------|-----------|--------------|
| AFRICAN COMPASS TRADING 37CC | BOX 555 BIZANA WARD 31 4800 | Core Function:Mayor and Council | 2021/04/15 | 21 500,00 | RECEI VED | Ward 31 |
| LIONS DEN PROJECTS | BOX 51 BIZANA WARD 4 4800 | Core Function:Mayor and Council | 2021/04/23 | 21 988,00 | RECEI VED | Ward 4 |
| MANCOSA | P.O.BOX 49494 DURBAN 3100 | Core Function:Human Resources | 2021/04/16 | 23 070,00 | RECEI VED | Durban |
| INSTITUTE OF MANAGEMENT ACCOUNT | 11 Thomhill Estates Rhinoceros Weltevreden Park Gauteng city of Johannesburg 1709 | Core Function:Human Resources | 2021/04/16 | 25 000,00 | RECEI VED | Johannesburg |
| PONDOLAND TIMES | P.O BOX 127 BIZANA WARD 17 4800 | Core Function:Finance | 2021/04/07 | 27 532,96 | RECEI VED | Ward 17 |
| GCEKWANE TRADING AND PROJECTS | P.O. BOX 1440 KOKSTAD KOKSTAD 4735 | Core Function:Corporate Wide Strategic P | 2021/04/13 | 28 200,00 | RECEI VED | Kokstad |
| THAHLE KA-NDAYINI TRADING | P.O.BOX 785 LUSIKISIKI WARD 15 4820 | Core Function:Roads | 2021/04/07 | 29 500,00 | RECEI VED | Lusikisiki |
| WANDILE AND SONS TRADING | P.O BOX 39274 HARDING WARD 4800 | Core Function:Information Technology | 2021/04/21 | 29 750,00 | OPEN | Ward 17 |
| Total | | | | 638 818,05 | | |

Total

PART 2 – SUPPORTING DOCUMENTATION

12. The impact of COVID-19 to the municipality

The President of South Africa declared a nationwide lockdown, where all citizens, except those that form part of essential services, were ordered to stay home for a period of 21 days. Those working in essential services, as defined in the latter announcement, were exempted from the nationwide lockdown declaration. The nationwide lockdown commenced at midnight on Thursday, 26 March 2020. This was eventually extended to the end of April 2020. The president then announced that the country will continue being on a risk adjusted lockdown with level 4 alert expected to take until the end of May 2020. This announcement has broadly affected how municipalities and municipal entities undertake their financial management responsibilities for the remainder of the 2019/20 financial year in terms of the MFMA and the 2020/21 MTREF budget preparation process.

As a result, the Minister of Finance issued a conditional Exemption Notice in terms of section 177(1)(b) of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) on 30 March 2020 to facilitate and enable the performance of legislative responsibilities by municipalities and municipal entities during the national state of disaster.

During the month of December 2020, the president of the Republic announced government's decision to place the country back to adjusted level as a result of the rising numbers of infections and deaths due to Covid-19.

Below are some of the areas that have been greatly affected and will continue to be affected as long COVID-19 is still within our shores.

a) Financial Performance

The municipality generates its revenues from a number of sources including provision of services. With the lockdown in full force, it meant that the municipality will not be generating any revenues from some services. The most affected areas are as follows:

- i. Refuse removal

Due to the number of businesses that were closed during the lockdown, it meant the municipality was not providing any service to those as they did not generate any refuse. This required the municipality to exempt those from paying during the period of the lockdown. There has been a trend of businesses closing down and offices spaces that were occupied currently being empty. This will mean less revenue for the municipality as the impact continues show its full might.

ii. Electricity distribution

The municipality provides electricity in the town area with businesses forming the bigger part of the municipality's revenue generation capacity. With most of these businesses closed during the hard lockdown, it meant less electricity was consumed and therefore less revenue generated. There is however a risk that due to financial difficulties that will be experienced by the people, there will be more illegal connections in an attempt to keep the lights on despite the financial difficulties.

iii. Licences and permits

The municipality as indicated earlier in the report runs a drivers license testing center which was unfortunately not operating during the lockdown and sometimes continues not operating for the duration required should any positive case be detected. This means loss of income to the municipality that has continued to show its effects in the current financial year.

iv. Spending on conditional grants

The municipality receives a number of conditional grants that must be fully spent by the end of the financial year. The COVID-19 enforced national lockdown could not have come at a worse period for the municipality in this respect. The following grants were affected by the lockdown and therefore a rollover application was submitted to National Treasury to request approval to spend these funds in the current year.

A response on the outcome of the application was received before the end of October for inclusion in the municipal budget through an adjustment budget which must be approved within 30 days from the approval of the rollovers or pay the amounts not approved to the National Revenue Fund within 30 days. Those have since been deducted from the municipality's equitable share transferred in March 2021.

13. Audit action plan

The municipality submitted Annual Financial Statements to the Auditor General for audit on the 30th October 2020 as required by the revised government gazette. The audit then commenced in November 2020 and the outcome was issued by the 26th February 2020.

The municipality received and responded to the following:

- 34 Requests for information
- 16 Communications of audit findings
 - a) Areas of findings

Errors in the valuation of investment properties,

Non-cash items included in the presentation of the cashflow statement,

Prevention of irregular and fruitless expenditure

Understatement of commitments

Inconsistency in the comparative reporting of the notes on Employee costs

Appropriation statement included in the financial statements

Comparative contingent liabilities understatement

The overall audit outcome was confirmed to be an unqualified audit opinion that has been maintained for the past five years. The only area that resulted in the opinion not changing was confirmed to be prevention of irregular expenditure.

The municipality developed an audit action plan to address issues raised above to assist the municipality to get closer to clean governance. The audit action plan has been presented to the municipal council for approval on the 30th of March 2021.

The implementation of the action plan has already commenced with one of the items relating to ~~commitments already included in the 2022 Draft SDBIP to ensure it is monitored at least quarterly.~~

14. 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

The municipality currently has one intern enrolled in the programme with the four currently being recruited.

We have noted with concern that the municipality has not been following the guidelines in full when these are being recruited which may resulting in funding being withheld should this be picked up by the funder. Some of the candidates that get shortlisted do not meet the minimum requirements and no proscribed process is followed as prescribed when the municipality decides not to follow the guidelines.

A meeting has been held with Corporate Services to assist each other in understanding and correctly implementing the programme.

The municipality has since enrolled two financial management interns on the programme who have will start attending classes during the month of May 2021.

The municipality is also in the process of recruiting two additional Financial Management Interns to make the required number of 5. This is anticipated that it will be concluded by 30 June 2021.

15. Debtors' analysis

Summary of all Debtors

EC443 Mbizana - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

| R thousands | Description | NT Code | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Days | 151-180 Days | 181 Ds-1 Yr | Over 1Yr | Total | Total over 90 days | Actual Bad Debt Written Off against Debtors | Budget Year 2020/21 | |
|---|-------------|--------------|--------------|--------------|--------------|--------------|---------------|--------------|----------------|----------|----------|--------------------------|--|---------------------|----------|
| | | | | | | | | | | | | | | | |
| Debtors Age Analysis By Income Source | | | | | | | | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Water | 1200 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | 2 157 | 1 306 | 1 476 | 1 299 | 1 221 | 10 195 | - | - | - | - | 17 654 | 12 715 | - | - |
| Trade and Other Receivables from Non-exchange Transactions - Property Rates | 1400 | 1 258 | 828 | 821 | 804 | 821 | 37 476 | - | - | - | - | 42 008 | 39 101 | - | - |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Receivables from Exchange Transactions - Waste Management | 1600 | 379 | 272 | 291 | 288 | 278 | 7 380 | - | - | - | - | 8 888 | 7 947 | - | - |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | 240 | 19 | 19 | 19 | 19 | 360 | - | - | - | - | 676 | 398 | - | - |
| Interest on Arrear Debtor Accounts | 1810 | 159 | 437 | 427 | 421 | 409 | 13 407 | - | - | - | - | 15 260 | 14 238 | - | - |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other | 1900 | 339 | 149 | 256 | 223 | 185 | 2 587 | - | - | - | - | 3 739 | 2 995 | - | - |
| Total By Income Source | 2000 | 4 532 | 3 011 | 3 289 | 3 071 | 2 917 | 71 405 | - | - | - | - | 88 225 | 77 393 | - | - |
| 2019/20 - totals only | | | | | | | | | | | | | | | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | | | | |
| Organs of State | 2200 | 717 | 723 | 700 | 693 | 677 | 30 635 | - | - | - | - | 34 145 | 32 006 | - | - |
| Commercial | 2300 | 3 528 | 2 051 | 2 359 | 2 153 | 2 016 | 28 039 | - | - | - | - | 40 146 | 32 208 | - | - |
| Households | 2400 | - | 288 | 236 | 229 | 225 | 224 | 12 731 | - | - | - | 13 934 | 13 180 | - | - |
| Other | 2500 | - | (0) | (0) | 0 | (0) | - | - | - | - | - | (0) | - | - | - |
| Total By Customer Group | 2600 | 4 532 | 3 011 | 3 289 | 3 071 | 2 917 | 71 405 | - | - | - | - | 88 225 | 77 393 | - | - |

The table above shows municipal debtors for the month of April 2021 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.

16. Creditors' analysis

EC443 Mbizana - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

| Description R thousands | NT Code | Budget Year 2020/21 | | | | | | | | | Prior year totals for chart (same period) |
|--|-------------|---------------------|-----------------|-----------------|------------------|-------------------|-------------------|----------------------|----------------|------------|---|
| | | 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 | 471 | | | | | | | | 471 | |
| Auditor General | 0800 | | | | | | | | | - | |
| Other | 0900 | | | | | | | | | - | |
| Total By Customer Type | 1000 | 471 | - | - | - | - | - | - | - | 471 | - |

The above table shows the municipality's creditors and their ageing. The report shows that the municipality managed to settle all creditors within 30 days of receipt of a valid invoice. The municipality continues to find ways to ensure that all creditors are settled within the stipulated times and ensure that invoices that do not fully comply are not accepted until they are certified to be fully compliant.

17. Investment portfolio analysis

EC443 Mbizana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

| Investments by maturity Name of institution & investment ID R thousands | Ref | Period of Investment Yrs/Months | Type of Investment | Capital Guarantee (Yes/ No) | Variable or Fixed interest rate | Interest Rate * | Commissio n Paid (Rands) | Commissio n Recipient | Expiry date of investment | Opening balance | Interest to be realised | Partial / Premature Withdrawal (4) | Investment Top Up | Closing Balance | |
|---|-----|---------------------------------------|-----------------------|-----------------------------------|---------------------------------------|--------------------|--------------------------------|--------------------------|---------------------------------|--------------------|----------------------------|---|----------------------|--------------------|---------|
| | | | | | | | | | | | | | | | |
| Municipality | | | | | | | | | | | | | | | |
| FNB CALL DEPOSIT ACCOUNT (62550717767) | | | Not fixed | Call Deposit | No | Variable | 0.002580664 | 0 | N/A | not fixed | 17 505 | 45 | (3 962) | 6 438 | 20 026 |
| FNB CALL DEPOSIT ACCOUNT (62459758078) | | | Not fixed | Call Deposit | No | Variable | 0.002354608 | 0 | N/A | not fixed | 6 727 | 16 | (3 653) | - | 3 090 |
| FNB CALL DEPOSIT ACCOUNT (62028477992) | | | Not fixed | Call Deposit | No | Variable | 0.002038763 | 0 | N/A | not fixed | 337 906 | 689 | (26 127) | - | 312 467 |
| FNB CALL DEPOSIT ACCOUNT (62816769220) | | | Not fixed | Call Deposit | No | Variable | 0.002054787 | 0 | N/A | not fixed | 791 | 2 | - | - | 793 |
| FNB CALL DEPOSIT ACCOUNT (62816773073) | | | Not fixed | Call Deposit | No | Variable | 0.002057327 | 0 | N/A | not fixed | 2 | 0 | - | - | 2 |
| FNB CALL DEPOSIT ACCOUNT (62550715828) | | | Not fixed | Call Deposit | No | Variable | 0.001984539 | 0 | N/A | not fixed | 1 457 | 3 | (154) | - | 1 306 |
| FNB CALL DEPOSIT ACCOUNT (62825108531) | | | Not fixed | Call Deposit | No | Variable | 0.001246378 | 0 | N/A | not fixed | 4 317 | 5 | - | - | 4 322 |
| Municipality sub-total | | | | | | | | | | | 368 705 | | (33 895) | 6 438 | 342 007 |
| Entities | | | | | | | | | | | | | | | - |
| Entities sub-total | | | | | | | | | | | | | | | - |
| TOTAL INVESTMENTS AND INTEREST | 2 | | | | | | | | | | - | | | | - |
| | | | | | | | | | | | 368 705 | | (33 895) | 6 438 | 342 007 |

The table above shows the municipality's investments performance. The table shows that the municipality's cash and cash equivalents decreased during the month by over R26.6 million which lead to an decrease in its investments for the month of April 2021. It should however be noted that this only reflects the difference between what was received (R6.4 million) and what was spent (R33.8 million).

18. Allocation and grant receipts and expenditure

a) Transfers & Grants Receipts

EC443 Mbizana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

| Description | Ref | 2019/20 | | Budget Year 2020/21 | | | | | | |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | | | |
| RECEIPTS: | | | | | | | | | | |
| Operating Transfers and Grants | 1,2 | | | | | | | | | |
| National Government: | | | | | | | | | | |
| Local Government Equitable Share | | 297 006 | 311 814 | 380 032 | 589 | 367 267 | 285 024 | 82 243 | 28.9% | 380 032 |
| Finance Management | | 260 384 | 278 139 | 332 422 | 589 | 332 421 | 249 317 | 83 105 | 33.3% | 332 422 |
| EPWP Incentive | | 2 215 | 2 000 | 2 000 | — | 2 000 | 1 500 | 500 | 33.3% | 2 000 |
| Integrated National Electrification Programme | | 2 452 | 2 389 | 2 389 | — | 2 389 | 1 792 | 597 | 33.3% | 2 389 |
| Disaster Grant | | 31 240 | 29 286 | 26 202 | — | 26 202 | 19 652 | 6 551 | 33.3% | 26 202 |
| Neighborhood Grants | | — | — | — | — | — | — | — | — | — |
| Provincial Government: | | | | | | | | | | |
| Sport and Recreation | | 715 | — | — | — | — | — | — | — | — |
| Greenest Municipality | | — | — | — | — | — | — | — | — | — |
| Other transfers and grants [insert description] | | — | — | — | — | — | — | — | — | — |
| District Municipality: | | | | | | | | | | |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| Other grant providers: | | | | | | | | | | |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| Total Operating Transfers and Grants | 5 | 300 792 | 311 814 | 380 032 | 589 | 367 267 | 285 024 | 82 243 | 28.9% | 380 032 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | | | | | | | | | |
| Municipal Infrastructure Grant (MIG) | | 54 489 | 48 049 | 45 459 | — | 45 459 | 34 094 | 11 365 | 33.3% | 45 459 |
| Other capital transfers [insert description] | | 54 489 | 48 049 | 45 459 | — | 45 459 | 34 094 | 11 365 | 33.3% | 45 459 |
| Provincial Government: | | | | | | | | | | |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| District Municipality: | | | | | | | | | | |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| Other grant providers: | | | | | | | | | | |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| Total Capital Transfers and Grants | 5 | 54 489 | 48 049 | 45 459 | — | 45 459 | 34 094 | 11 365 | 33.3% | 45 459 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 355 281 | 359 863 | 425 491 | 589 | 412 726 | 319 118 | 93 608 | 29.3% | 425 491 |

The above table shows grants received during the month of April 2021.

b) Transfers & Grants Expenditure

EC443 Mbizana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

| Supporting Table 007(1) Monthly Budget Statement - transfers and grant expenditure - M10 April | | | | | | | | | | |
|--|-----|-----------------|-----------------|-----------------|---------------------|---------------|---------------|--------------|----------------|--------------------|
| Description | Ref | 2019/20 | | | Budget Year 2020/21 | | | | | |
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | | | |
| EXPENDITURE | | | | | | | | | | |
| Operating expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 30 263 | 311 814 | 380 032 | 29 431 | 218 251 | 316 693 | (98 442) | -31.1% | 380 032 |
| Local Government Equitable Share | | — | 278 139 | 332 422 | 22 835 | 185 328 | 277 018 | (91 690) | -33.1% | 332 422 |
| Finance Management | | 2 167 | 2 000 | 2 000 | 745 | 1 448 | 1 667 | (219) | -13.1% | 2 000 |
| EPWP Incentive | | 2 452 | 2 389 | 2 389 | — | 2 389 | 1 991 | 398 | 20.0% | 2 389 |
| Integrated National Electrification Programme | | 24 934 | 29 286 | 26 202 | 5 850 | 29 086 | 21 835 | 7 251 | 33.2% | 26 202 |
| Disaster Grant | | — | — | — | — | — | — | — | — | — |
| Neighborhood Grants | | 710 | — | — | — | — | — | — | — | — |
| Provincial Government: | | — | — | 17 019 | — | — | 14 182 | (14 182) | -100.0% | 17 019 |
| Sport and Recreation | | 3 130 | — | — | — | — | — | — | — | — |
| District Municipality: | | — | 246 | — | — | — | — | — | — | — |
| [insert description] | | — | — | — | — | — | — | — | — | — |
| Other grant providers: | | — | 2 884 | — | — | — | — | — | — | — |
| Disaster Grant | | — | — | — | — | — | — | — | — | — |
| Total operating expenditure of Transfers and Grants: | | 33 393 | 311 814 | 380 032 | 29 431 | 218 251 | 316 693 | (98 442) | -31.1% | 380 032 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 53 947 | 48 049 | 45 459 | 4 842 | 26 759 | 37 882 | (11 124) | -29.4% | 45 459 |
| Municipal Infrastructure Grant (MIG) | | 53 947 | 48 049 | 45 459 | 4 842 | 26 759 | 37 882 | (11 124) | -29.4% | 45 459 |
| Other capital transfers [insert description] | | — | — | — | — | — | — | — | — | — |
| Provincial Government: | | — | — | — | — | — | — | — | — | — |
| District Municipality: | | — | — | — | — | — | — | — | — | — |
| Other grant providers: | | — | — | — | — | — | — | — | — | — |
| Total capital expenditure of Transfers and Grants | | — | — | — | — | — | — | — | — | — |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 53 947 | 48 049 | 45 459 | 4 842 | 26 759 | 37 882 | (11 124) | -29.4% | 45 459 |

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

c) Expenditure on approved rollovers

EC443 Mbizana - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M10 April

| Description | Ref | Budget Year 2020/21 | | | | |
|---|-----|---------------------------|----------------|---------------|--------------|----------------|
| | | Approved Rollover 2019/20 | Monthly actual | YearTD actual | YTD variance | YTD variance % |
| R thousands | | | | | | |
| EXPENDITURE | | | | | | |
| Operating expenditure of Approved Roll-overs | | | | | | |
| National Government: | | 6 311 | 1 268 | 6 311 | - | |
| Local Government Equitable Share | | | | | - | |
| Finance Management | | | | | - | |
| EPWP Incentive | | | | | - | |
| Integrated National Electrification Programme | | | | | - | |
| Disaster Grant | | | | | - | |
| Neighborhood Grants | | | | | - | |
| Provincial Government: | | 1 104 | - | 402 | 703 | 63.6% |
| Sport and Recreation | | | | | 703 | 100.0% |
| Greenest Municipality | | | | | - | |
| Other transfers and grants [insert description] | | | | | - | |
| District Municipality: | | - | - | - | - | |
| [insert description] | | | | | - | |
| Other grant providers: | | - | - | - | - | |
| [insert description] | | | | | - | |
| Total operating expenditure of Approved Roll-overs | | 7 416 | 1 268 | 6 713 | 703 | 9.5% |
| Capital expenditure of Approved Roll-overs | | | | | | |
| National Government: | | - | - | - | - | |
| Municipal Infrastructure Grant (MIG) | | | | | - | |
| Other capital transfers [insert description] | | | | | - | |
| Provincial Government: | | - | - | - | - | |
| District Municipality: | | - | - | - | - | |
| Other grant providers: | | - | - | - | - | |
| Total capital expenditure of Approved Roll-overs | | - | - | - | - | |
| TOTAL EXPENDITURE OF APPROVED ROLL-OVERS | | 7 416 | 1 268 | 6 713 | 703 | 9.5% |

The table above shows spending progress on the approved rollovers for the year being implemented.

19. Cash flow Statement

EC443 Mbizana - Table C7 Monthly Budget Statement - Cash Flow - M10 April

| Description R thousands | Ref 1 | 2019/20 | | Budget Year 2020/21 | | | | | | | |
|--|----------|--------------------|--------------------|---------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|--|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Property rates | | 12 522 | 26 341 | 22 853 | 1 843 | 14 278 | 19 044 | (4 766) | -25% | 22 853 | |
| Service charges | | 19 124 | 36 579 | 34 838 | 4 344 | 28 669 | 29 032 | (363) | -1% | 34 838 | |
| Other revenue | | 2 142 | 11 515 | 11 443 | 867 | 7 672 | 9 536 | (1 864) | -20% | 11 443 | |
| Transfers and Subsidies - Operational | | 270 716 | 282 528 | 355 038 | 500 | 341 006 | 295 865 | 45 142 | 15% | 355 038 | |
| Transfers and Subsidies - Capital | | 78 660 | 77 335 | 77 967 | — | 71 661 | 64 972 | 6 689 | 10% | 77 967 | |
| Interest | | 14 572 | 10 364 | 10 364 | 758 | 6 171 | 8 636 | (2 465) | -29% | 10 364 | |
| Dividends | | — | — | — | — | — | — | — | — | — | |
| Payments | | | | | | | | | | | |
| Suppliers and employees | | (261 547) | (379 171) | (366 406) | (25 887) | (217 869) | (305 339) | (87 470) | 29% | (366 406) | |
| Finance charges | | (11) | (50) | (50) | — | — | (42) | (42) | 100% | (50) | |
| Transfers and Grants | | — | — | — | — | — | — | — | — | — | |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 136 178 | 65 440 | 146 046 | (17 574) | 251 588 | 121 705 | ##### | -107% | 146 046 | |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Proceeds on disposal of PPE | | 196 | — | — | — | — | — | — | — | — | |
| Decrease (increase) in non-current receivables | | — | — | — | — | — | — | — | — | — | |
| Decrease (increase) in non-current investments | | — | — | — | — | — | — | — | — | — | |
| Payments | | | | | | | | | | | |
| Capital assets | | (86 192) | (70 114) | (120 843) | (10 869) | (87 358) | (100 703) | (13 344) | 13% | (120 843) | |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (85 996) | (70 114) | (120 843) | (10 869) | (87 358) | (100 703) | (13 344) | 13% | (120 843) | |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Short term loans | | — | — | — | — | — | — | — | — | — | |
| Borrowing long term/refinancing | | — | — | — | — | — | — | — | — | — | |
| Increase (decrease) in consumer deposits | | — | — | 43 | 1 | — | 36 | (36) | -100% | 43 | |
| Payments | | | | | | | | | | | |
| Repayment of borrowing | | — | — | — | — | — | — | — | — | — | |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | — | — | 43 | 1 | — | 36 | 36 | 100% | 43 | |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 50 182 | (4 674) | 25 245 | (28 442) | 164 229 | 21 038 | | | 25 245 | |
| Cash/cash equivalents at beginning: | | 123 463 | 215 140 | 173 644 | | 178 957 | 173 644 | | | 178 957 | |
| Cash/cash equivalents at month/year end: | | 173 644 | 210 467 | 198 890 | | 343 186 | 194 682 | | | 204 202 | |

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.

20. Statement of Financial Position

EC443 Mbizana - Table C6 Monthly Budget Statement - Financial Position - M10 April

| Description | Ref | 2019/20 | Budget Year 2020/21 | | | |
|--|-----|-----------------|---------------------|------------------|------------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | 3 611 | 3 476 | 28 856 | 1 179 | 28 856 |
| Call investment deposits | | 170 033 | 206 991 | 170 033 | 342 007 | 170 033 |
| Consumer debtors | | 35 526 | 32 970 | 33 517 | 81 868 | 33 517 |
| Other debtors | | 67 802 | 43 763 | 67 886 | 62 872 | 67 886 |
| Current portion of long-term receivables | | — | — | — | — | — |
| Inventory | | 2 042 | 1 179 | 1 381 | 1 887 | 1 381 |
| Total current assets | | 279 015 | 288 379 | 301 674 | 489 812 | 301 674 |
| Non current assets | | | | | | |
| Long-term receivables | | — | — | — | — | — |
| Investments | | — | — | — | — | — |
| Investment property | | 32 436 | 25 097 | 32 436 | 32 436 | 32 436 |
| Investments in Associate | | — | — | — | — | — |
| Property, plant and equipment | | 645 633 | 682 178 | 716 056 | 674 810 | 716 056 |
| Biological | | — | — | — | — | — |
| Intangible | | 198 | — | 98 | 177 | 98 |
| Other non-current assets | | 1 231 | 1 281 | 1 341 | 1 231 | 1 341 |
| Total non current assets | | 679 499 | 708 556 | 749 931 | 708 654 | 749 931 |
| TOTAL ASSETS | | 958 514 | 996 934 | 1 051 605 | 1 198 466 | 1 051 605 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | — | — | — | — | — |
| Borrowing | | — | — | — | — | — |
| Consumer deposits | | 503 | 460 | 503 | 456 | 503 |
| Trade and other payables | | 37 805 | 17 705 | 60 120 | 67 365 | 60 120 |
| Provisions | | 19 953 | 18 471 | 19 953 | 19 648 | 19 953 |
| Total current liabilities | | 58 261 | 36 636 | 80 577 | 87 469 | 80 577 |
| Non current liabilities | | | | | | |
| Borrowing | | — | — | — | — | — |
| Provisions | | 5 495 | 3 920 | 5 495 | 5 495 | 5 495 |
| Total non current liabilities | | 5 495 | 3 920 | 5 495 | 5 495 | 5 495 |
| TOTAL LIABILITIES | | 63 756 | 40 556 | 86 072 | 92 964 | 86 072 |
| NET ASSETS | 2 | 894 758 | 956 378 | 965 533 | 1 105 502 | 965 533 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 894 758 | 956 378 | 965 533 | 1 105 502 | 965 533 |
| Reserves | | — | — | — | — | — |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 894 758 | 956 378 | 965 533 | 1 105 502 | 965 533 |

This is the report for April 2021 and we would like the Committee to consider its contents.

21. Municipal Manager's quality certification

Quality Certificate

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

- The monthly budget statement

for the month of April 2021 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 (Mbizana) Local Municipality (EC443)

Signature: Luvuyo Mahlaka

Date: 10 May 2021

