



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

**REPORT IN TERMS OF s71 OF THE MFMA FOR THE
MONTH OF APRIL 2023**

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PART 1 – IN-YEAR REPORT

1. Executive Summary

This is a report in terms of Section 71 of the Municipal Finance Management Act No 56 of 2003 which requires that the Accounting officer of a municipality to, 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 implementation.

This is the tenth report of the 2022/23 financial year which comes after the municipality's mid-year adjustment budget process of reprioritising its budget in response to the assessments done for the first six months of the financial year as well as the adoption of the draft budget for the next year and the medium-term forecasts. This is generally a period where activities and programs should generally be approaching their completion as procurement processes are mostly completed and implementation ideally at advanced stages. The performance this year is expected to be better compared to the same period last year where there may have been challenges making it impossible to operate fully in the past two financial years. These results will then be used together with the budget consultation outcomes to revise the baseline used for the draft budget 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 responsibilities within the department as follows: -

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

2. Administration

The municipality has been implementing mSCOA with its annual updates like all municipalities in the country as a business reform since its introduction from 1 July 2017. This was introduced to address

among other things ensuring standardisation of treatment of transactions and reporting across all municipalities, to encourage proper planning and put controls in terms of revenue and expenditure management. Introduction of new and improved versions of the mSCOA chart has proven to present problems that sometimes make it impossible to operate normally requiring some extra effort to be put into the operations of the municipality to fulfil its service delivery mandate.

3. Staff turnover

As part of the reports for the last nine months we have been reporting vacant positions and their status in terms of progress, which we then reported in the previous month that all positions have been filled. There are currently no vacant positions within the Budget and Treasury Office to report on, which we hope will assist the municipality as the financial year nears its end.

4. Implementation of mSCOA

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

a) Challenges Identified

i. Version Changes

On an annual basis, the mSCOA chart is reviewed to address implementation challenges and correct chart related errors. Towards this end, Version 6.7 is released with MFMA circular 122.

Version 6.7 of the chart will be effective from 2023/24 and must be used to compile the 2023/24 MTREF and will be available from 20 December.

Since the introduction of mSCOA, National Treasury has introduced a number of chart versions with the latest version referred to above expected to be used for the draft and final budgets for 2024.

The version introduces a number of improvements from the previous versions 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 may not fully align with GRAP. This challenge seems however, to have been addressed and we continue to analyse the reasonability of the principles these modules are using to check consistency with the financial management and reporting standards.

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 budgets and all other subsequent reporting requirements.

5. Implementation of the Municipal Cost containment regulations

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

Madikizela-Mandela Local municipality developed and adopted a policy on cost containment that is now being implemented.

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

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

The implementation of these regulations has seen a reduction in the amounts spent on traveling and accommodation and catering expenses which we believe will assist the municipality to redirect these funds to other service delivery initiatives in the years to come including the current year.

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 successfully procured a refuse skip bean truck during the 2021 financial year.

The municipality recently completed a process of procuring vehicles for Political Office Bearers together which were confirmed to have been delivered to a dealership in Kokstad on the 18th of November as promised and were registered in the name of the municipality on the 30th of November 2022 with full delivery being on the 3rd of December 2022. The municipality is currently in the process of securing further vehicles as follows:

- Refuse removal bakkie
- Disaster Management bakkie
- Electricity bakkie

These are expected to be delivered between April and May 2023 from the date the orders were issued.

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 were 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. There are challenges which cause delays in the maintenance processes that we believe will need to be addressed with both National Treasury and Wesbank fleet services as the appointed service provider. Meetings are held quarterly with the appointed service provider to raise challenges faced. Some of the challenges are as follows:

- Shoddy work performed by some appointed mechanics

- Delays in assessments conducted by the service provider before approval of the repair work required
- Mechanics taking longer than expected to complete approved maintenance work
- Locations of service providers not confirmed before work is allocated

As part of the meetings with the service provider appointed by National Treasury we have been able to get clarity on some of the issues with their proposed solutions:

- Allocation of work is done according to the contract terms requiring that emerging mechanics and workshops be prioritised
- Mechanics and workshops used are registered in the database of approved workshops with a rotation system required
- More assessors have been recruited to address delays indicated
- The location of the municipality and lack of approved workshops in the area make it difficult to allocate work outside the province
- The municipality to provide a list of workshops that have been used over the years who are quick to respond to our maintenance requirements

We continue to monitor the performance of the contract after these and provide more guidance on ways to improve our maintenance work.

6. Strategic Objectives

The Budget 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. This is done in the form of the Service Delivery and Budget Implementation Plan (SDBIP) which was approved by the mayor within 30 days after the adoption of the annual budget by the municipal council.

The table below gives 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:

KPI NO 4: BUDGET AND TREASURY											
Strategic Objective No.	Strategic Information	Project to be implemented	Output • KPI	KPI Weight	Annual Target	Means of Verification	Budget Source		Q3 measurable performance		Reason for Variance
							Budget	Adjusted Budget	Internal	External	
Revenue management	To achieve collection trends are decreasing posing a threat to the municipality	4.1	Electricity meters are read, recorded and captured manually	4.1	Accurate billing of electricity consumption	Monthly Reading of 52 electricity meters utilizing the Automated system	12 Months Meier reading Report from the AMR System	R 900,000.00	R 900,000.00	Yes	3 Monthly Readings of 92 electricity meters ready for Quarter 3
Revenue collection	Metering of all electric services that are to be billed by June	4.1	Reading of electricity meters	.1	0.5	Reading of electricity meters utilizing the Automated system	Jan, Feb and March	R255 136.83	Achieved	N/A	N/A

KPA NO 4: BUDGET AND TREASURY

Sub-Item	Strategic Objective	Baseline	Project to be Implemented	Output - KPI	KPI Weight	Outcome 9: Objective						Non Financial	Financial	Achieved /	Reason	Reason	Remedial
						Annual Target	Means of	Budget	Adjusted	Budget Source	Q3 measure						
Issue 1: Policy's going concern	Strategic 2022	90% billing on property rates, 80% on electricity and 90% on refuse	Maintain an accurate and complete consumer master database for refuse, electricity and property rates	4.1 .2	0.5	Billing of 100% active accounts for property rates, refuse and electricity by June 2023	12 monthly Billing Report	R -	N/A	0	03 Monthly Billing of 100% active consumer account since Jan, 2023	R0.00	Achieved	N/A	N/A	N/A	
Issue 2: Monthly billing of all consumers for all services	Strategic 2022	Completion of billing processes by the 3rd day of each following month	Billing completed beyond the 3rd day of the following month	4.1 .3	0.5	Billing completed by the 3rd day of each following month	12 Month end closing Reports	R -	N/A	0	Perform 3 month end procedure for consumer debtors, sundry debtors	R0.00	Achieved	N/A	N/A	N/A	
Issue 3: Manual distribution of consumer statements	Strategic 2022	Sending of monthly statement using emails and sms's	Distribution of electrical monthly consumer statements by June 2023	4.1 .4	0.5	Distribution of electrical monthly consumer statements by June 2023	12 Monthly Statements distribution Report	R 7,000.00	R 7,000.00	0	Emailing of 3 monthly consumer statements (January to March)	R0.00	Achieved	N/A	N/A	N/A	

KPA NO 4: BUDGET AND TREASURY

Sl. No.	Issue	Strategic Objective	Strategic Initiatives	Baseline	Project to be implemented	Output - KPI	KPI Weight	Outcome 9 Objective						Achieved /	Financial	Non Financial	Reason	Remark
								Budget	Adjusted	Budget Source	Q3 measure	Q4 measure	Annual Target	Means of	Quarterly			
		Revenue Enhancement Strategy review and implementation of the Revenue enhancement Strategy	Monitoring of the Revenue Enhancement Strategy Action Plan	Improved revenue collection and generalization	Implementation of Revenue enhancement Strategy	4.1 .5	0.5	R	-	N/A	Revenue enhancement	Revenue enhancement	Meeting was held on the 8th March	R0.00	Achieved	N/A	N/A	N/A
		To achieve at least 95% collection of all debt	Long outstanding debtors, which are more than 365 days	Outsourcing of collection services	Handling of all business accounts that are beyond 90 days overdue	4.1 .6	0.5	R	-	N/A	Handing over of all business account s that are beyond 90 days overdu e	Handing over of all business account s that are beyond 90 days overdu e by June 2023	Quarterly report on all business account s that are beyond 90 days overdu e by June 2023	R154,12.92	Achieved	N/A	N/A	N/A
		Accruing with errors	Performing monthly reconciliations	Monthly reconciliation of debtors, rates and investment	Number of monthly reviewed debtors	4.1 .7	0.5	R	-	N/A	12 monthly reviewed debtors	12 monthly investments and rates reconciliation by June 2023	12 monthly signed debtors, 12 monthly investments and rates reconciliation by June 2023	R0.00	Preparation of 3 monthly debtors, 3 monthly investments and 3 monthly rates reconciliation prepared and signed	N/A	N/A	N/A

Sub	Issue	Strategic Objective	Baseline	Project to be Implemented	Output - KPI	KPI Weight	Outcome 3 Objective			Q3 measure	Budget Source	Adjusted	Achieved /	Financial	Non Financial	Reason	Reason	Remaining
							KPI	Annual Target	Means of									
Outdated Policies	Annual Review of sectoral Policies	Reviewing sections of policies that are not reviewed annually	Sectional policies	Review of policies and presentation to the relevant stakeholders	Number of reviewed policies	4.1 .8	0.5	03 Review ed Credit control and debt collecti on Policy, Tariffs Policy, Property Rates Policy and present ation to the relevant stakeholders by June 2023	R -	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Compliance	To ensure proper regulations of the municipal powers and functions	Promulgation of Property Rates policy and credit control policy into by-laws	Revenue by laws that not promulgated on time	Promulgating of property rates policy and credit control policy	Number of gazette d policies	4.1 .9	0.5	02 Gazette d property rates policy and credit control policy by June 2023	R -	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

KPA NO 4: BUDGET AND TREASURY

Sl. No*	Issue	Strategic Objectives	Baseline	KPIs	Outcome 9 Objective									Achieved	Reason	Remedial		
					KPI 1	KPI 2	Output - KPI	Annual Target	Means of	Budget	Adjust	Budget Source	Q3 measur	Non Financi	Financi	Achieved /		
		Promulgation of the approved tariffs (gazetting)	Gazzeting of approved municipal tariffs not performed on time	Promulgation of the approved property rates tariffs (gazetting)	Number of Gazzeted approved property rates tariffs (gazetting)	4.1 .10	0.5	1	Gazetted or proposed for property rates tariffs (gazetting) by 30 June 2023	R	-		N/A	N/A	N/A	N/A	N/A	
		Invoice s not submitted within 30 days in compliance with the MfMA by June 2022	To pay creditors within 30 days in compliance with the MfMA by June 2022	Enforcement of system descriptions and process as per the Account payable policy	Invoice s still taking longer to reach BTO for payment	Age analysis reflecting creditor s within 30 days	4.1 .11	0.5	Payment of all present acceptable invoice s within 30 days from receipt of invoice by June 2023	R	-		N/A	0	Payment of creditor s within 30 days	R0.00	Achieved	N/A
		Datast	To achieve a clean audit as at 30 June 2022 with incomplete information and month end procedures that are not performed on time	Develop sound, strict and effective procedures for reporting	Non implementation of monthly procedures	Implementing of month end procedures for 3 modules(creditor s, cashbook,Gl.)	4.2 .1	4.2 .1	Submitting 12 monthly datast	R	-		N/A	0	Submission of 3 monthly datast	R0.00	Achieved	N/A

KPA NO 4: BUDGET AND TREASURY											
Strategic Objective	Strategic Objectives	Strategic Objectives	Outcome 9 Objective								
			KPI - KPI	KPI - KPI	KPI - KPI	Output - KPI	Project to be Implemented	Baseline	Objectives	Budget	Adjusted
Su b- Issue	Strategic Objective	Strategic Objectives	KPI - KPI	KPI - KPI	KPI - KPI	Output - KPI	Project to be Implemented	Baseline	Objectives	Budget	Adjusted
Inaccuracy and incomplete commitment register	To achieve and grants with errors taking longer to identify and resolve	Commitment register with material missatements	Monthly review of commitment register by the 7th working day of each month	Number of monthly review ed commitment register by June 2023	4.2 .2	0.5	Commitment register by June 2023	12 monthly reviewed	12 signed commitment register	R -	N/A
Creditors	To achieve and grants with errors taking longer to identify and resolve	Performance of monthly Conditional Grants, creditor S., retention and vat reconciliation	Monthly reconciliation not performed by the 7th day of each month	Monthly review of Conditional Grants, creditors, retention and vat reconciliation by the 7th working day of each month	4.2 .3	0.5	Conditional Grants, creditors, monthly retention and monthly vat reconciliation	12 monthly creditor grants, 12 monthly creditor s, 12 monthly retention and 12 monthly vat reconciliation	12 signed conditional grants, 12 monthly creditor grants, 12 monthly retention and 12 monthly vat reconciliation	R -	N/A
Payroll account	Payroll account with errors taking longer to identify and resolve	Monthly reconciliations not performed by the 7th day of each month	Monthly review of payroll reconciliation by the 7th day of each month	Number of monthly review ed payroll reconciliation	4.2 .4	0.5	Payroll reconciliation by June 2023	12 monthly reviewed	12 signed monthly payroll reconciliation	R -	N/A
				Preparation of 3 monthly Commitment register	0			3 monthly commitment register s were prepared and signed	R0.00	Achieved	N/A
				Preparation of 3 monthly creditor retention	0			3 monthly global creditor retention	R0.00	Achieved	N/A
				Preparation of 3 monthly conditional grants and 3 monthly VAT reconciliation	0			3 monthly conditional grants and 3 monthly VAT reconciliation	R0.00	Achieved	N/A
				Preparation of 3 monthly VAT reconciliation	0			3 months monthly payroll reconciliations (January to March) prepared and signed	R0.00	Achieved	N/A

Su b.	Issue	Strategic Objective	Baseline	Strategi es	Output -KPI	KPI Wei	Outcome 9: Objective			Q3 measur	Non Financi al	Financi al	Achie ved /	Reason	Reason	Rem edia	
							Project to be implemented	Output -KPI	Means of								
1	Curdat ed Policies	Annual Review of sectional Policies	Reviewing sectional policies that are not reviewed annually	Review of Accounts Payable policy and presentation to the relevant stakeholders	Number of Reviewed policies	4.2	0.5	R	Review ed Accounts Payables policy and present ation to the relevant stakeholders by 30 June 2023	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2	Inadequate filing space and reliable system for the volume of documents in the Budget and Treasury office	To have an effective and reliable filing system for the volume of documents in the Budget and Treasury office	Conversion of Supply Chain Management	Monitoring of Electronic Filing System and leading of Budget and Treasury Office Documents	Conversion of information into electronic documents	4.3	0.1	R	100 Budget and Treasury documents scanned using Electronic Filing system by June 2023	System printout reflecting the number of documents Scanned	N/A	N/A	N/A	N/A	N/A	N/A	
3	Supply Chain Management		Paper based filing to electronic for old documents already audited														

KRA NO.4: BUDGET AND TREASURY

Sub-obj-	Issue	Strategic Objective	Strategies	Baseline	Project to be implemented	Output •KPI	KPI Weight	Outcome 9 Objective		Budget Source	Adjusted	Achieved	Financial	Non Financial	Reason	Reason	Remaining
								Annual Target	Means of								
No clear monitoring of the procurement plan	To have fully capacitated Supply Chain Management Personnel and effective procurement system	Monitoring of adherence to the procurement plan with no clear monitoring plan	Approved procurement plan with no clear monitoring plan	Monthly monitoring of the procurement plan	Number of monthly reports on the procurement plan	0.5	12	monthly reports on the monitoring of the procurement plan by June 2023	Signed report by the SCM Manager	N/A	R	Achieved	R0.00	3 monthly SCM Reports were prepared	N/A	N/A	N/A
The municipality needs to comply with statutory training requirement		Training of Supply Chain Management Personnel Communication of all updates on SCM matters	Training of SCM Officials	Number of capacitated SCM personnel	0.5	-	-	Capacity of at least 2 SCM person nel on Municip al Financial System release notes or attendance register s (where relevant)	Email confirmation of Municip al Financial System release notes or attendance register s (where relevant)	N/A	R	Yes	-	-	N/A	N/A	

KPI NO 4: BUDGET AND TREASURY

Sub-objective	Strategic Objective	Issue	Outcome 3 Objective										Achieved /	Responsible	Remaining
			KPI	Weight	Output - KPI	Annual Target	Means of delivery	Budget	Source	Q3 measure	Non-financial	Financial			
No scheduled bid committee seating meetings	Supplier Database not updated annually	Supplier database with bidders showing information that expired in the past years	Project to be implemented	0.5	Number of Supplier update information	800	Supplier update information by June 2023	R	-	266	Supplier information updated	R0.00	Achieved	N/A	N/A
No scheduled bid committee seating randomly	Supplier database with bidders showing information that expired in the past years	Schedule of seating of bid committees	Output - KPI	0.5	Schedule of seating of bid committee	12	Signed schedule of bid committee seating ensuring each bid is concluded within 60 days of the tender closing by June 2023	R	N/A	6 seated bid committee and 3 signed schedule of seating	23 Bid committee seated and signed within 60 days from the date of advertisement	R0.00	Achieved	N/A	N/A
Inadequate contract management processes	Effective contracts for travel agency	Appointment of Travel Agency	Panel of travel agencies	0.5	Appointment of municipal travel agency by June 2023	Concept Document, Signed Advert, Appointment Letter and signed SLA by both parties	R10,000.00	R	Yes	The bid went for an re-advert, it was closed on 5 Dec 2022. The service provider provides for the provision of travel service	N/A	N/A	N/A	N/A	N/A

KPA NO 4: BUDGET AND TREASURY

Su- b- Issue	Strate- gic Objec- tive	Strategic Objectives	Baseline	Project to be Implemented	Output - KPI	KPI Wei-	Annual Target	Means of	Budget	Adjust-	Budget Source	Q3 measur-	Non Financi- al	Financi- al	Achieved /	Rea- son	Rea- son	Rem edial
Outcome 9 Objective																		
Procurement documents not uploaded on the website on time	Monitoring of compliance documents with publication of documents	Publication of documents uploaded on the website	Monthly monitoring of documents uploads	Update website with SCM advert	0.5	Uploading of all Adverts	Screen shots of the website showing closing register and awards upload	R	-				All advertised tenders uploaded on E-tender Portal and Municipal Website as at January to March 2023	R0.00	Achieved	N/A	N/A	N/A
Inadequate contract management processes	Contract review	Contract register reviewed monthly	Number of contracts registered reviewed monthly	12	12 monthly signed contracts	R							3 monthly contract registers reviewed January 2023 to March 2023	R0.00	Achieved	N/A	N/A	N/A

KPANO 4: BUDGET AND TREASURY

Su. b.	Strategic Issue	Objec- tive	Strategic Strate- gies	Baseline	Project to Be Implemented*	Output • KPI	KPI Wei-	Outcome & Objective					Non Financi-	Financi-	Achie- ved /	Rea- son	Rem- edial
								Budget	Means of	Annual Target	Q3 measur-	Q3 measur-					
The municipality needs to comply with all statutory training requirements	Curtailed Policies	Annual Review of sectional Policies	Training of Supply Chain Management Personnel	Officials operating outside information relevant to their sections	Training of SCM Officials	Number of trained officials	0.5	R	-	9 of 1	written exam confirm by SCM Manager and 1 SCM officer on CIIPS by June 2023	1	Both SCM Manager and Officer enrolled wrote 1 exam	R0.00	Achieved	N/A	N/A
			Reviewing sectional policies that are not reviewed annually	Sectional policies that are not reviewed annually	Review of existing sectional policies and presentation to the relevant stakeholders	Number of reviewed policies	0.5	R	-	4.3	4 exam confirmations	0	Both SCM Manager and SCM Officer	R0.00	N/A	N/A	N/A
										N/A							

KPI AND BUDGET AND TREASURY

Sub-Objectives	Strategic Objectives	Baseline	Project to be Implemented	Output - KPI	KPI Weight	Outcome 9 Objective						
						Budget	Adjusted	Budget Source	Q3 measure	Non Financial	Financial	Achieved /
Issue	Strategic Objective	Objectives	Project to be Implemented	Output - KPI	KPI Weight	Annual Target	Means of	Budget	Q3 measure	Non Financial	Financial	Reason
Strategic Objective 4.4	To achieve a clean audit statement with non-compliance with laws	Accurate and complete Fixed Assets Register as at 30 June 2021 with no Audit Findings	Performance of monthly reconciliations between FAR and GL within 5 working days after month closure.	Number of reconciliations that are reviewed and approved	4.4 .1	12 monthly review and approved	12 monthly Fixed Assets reconciliations, by June 2023, that are signed for Review and Approval	R -	Preparation of 3 Fixed Assets reconciliations	3 Fixed Assets reconciliations were prepared and signed	R0.00	Achieved
Strategic Objective 4.4	To have an accurate GRAP compliant Asset Register as at 30 June 2021	Review of the GRAP compliant Fixed asset register as at 30 June 2022 by June 2023	GRAP compliant Fixed Asset register as at 30 June 2022 by June 2023	GRAP compliant Fixed Asset register as at 30 June 2022 by June 2023	4.4 .2	4.4 .2	Signed GRAP compliant Fixed Asset register .Proof of submission to AG, RFI and Coast Register	R 1,300.00	Yes	0	N/A	N/A
Strategic Objective 4.4	Service Level Agreement as at 30 June 2021 for the Preparation of GRAP compliant FAR	Appointment of Service provider for GRAP Compliant Fixed Asset Register	Appointed Service provider for GRAP Compliant Fixed Asset Register	Concept Document	4.4 .3	4.4 .3	Appointment of Service provider for GRAP Compliant Fixed Asset Register	R 5,000.00	Yes	N/A	Not Achieved	N/A

KPI NO 4: BUDGET AND TREASURY

Sub-Objectives	Strategic Objectives	Baseline	Project to be implemented	Output -KPI	KPI Weight	Annual Target	Outcomes & Objective		Q3 measure		Financial		Achieved /	Reason	Reason	Remaining
							Means of	Budget	Adjust	Budget Source	Non Financial	Financial	Achieved /			
All assets records in the FAR do exist and validated accurately.	Approved Assets Verification Report at 30 June 2021	Quarterly performance of Assets verification process before the end of the following month after the end of the quarter	Number of signed and approved quarter yearly assets verification reports	4.4 .4	0.5	Signed and approved Quarterly Assets Verification Reports by June 2023	4 Review and signed Assets Verification Reports by June 2023	R	-	N/A	Physical Verification for all Assets in our FAR was done for Quarter 3.	R0.00	Achieved	N/A	N/A	N/A
To ensure completeness of GRAP compliant Asset Register	Council approved assets write-off report as at 30 June 2021	Removing of disposed assets from municipal operational facilities	Fixed Asset Register that is complete	4.4 .5	0.5	Compile GRAP compliance FAR by 30 June 2023	A signed report with a list of all assets removed from municipal premises and thrown away.	R	-	Yes	Removal of all identified assets from municipal premises	R0.00	No disposed assets were identified during this quarter	Not Achieved	N/A	A report will be prepared and submitted to council for approval
Basis and assumptions on which assets are accounted for to be well documented and approved	Audited PPE methodology	Preparation and approval of a PPE (movable assets) Methodology	Approved PPE(movable assets) Methodology	1	0.5	Signed and approved PPE(movable assets) methodology as at 30 June 2023.	Signed and approved PPE(movable assets) methodology as at 30 June 2023.	R	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A

KPI AND 4: BUDGET AND TREASURY

Sub-Item	Strategic Objective	Baseline	Project to be implemented	Output - KPI	KPI Weight	Outcome 9: Objective			Budget Source	Adjusted	Achieved	Financial Result	Non-Financial Measure	Review Period	Response	Recommendation
						Number of review and signed monthly Inventor y reconciliations	Annual Target	Means of Review								
	Monthly update on inventory movements	Inventor y report and listing as at 30 June 2021	Performance of monthly inventory reconciliations within 5 working days after month closure.	4.4 .7	0.5	12 reviewed and signed monthly Inventory reconciliations by June 2023	R	-	N/A	N/A	Achieved	R0.00	3 invento ry reconciliations were prepared and signed	N/A	N/A	N/A
	Inventory updates once every quarter	Approved Inventory Count report as at 30 June 2021	Quarterly performance of Inventory count process before the end of the following month after the end of the quarter	4.4 .8	0.5	4 reviewed Inventory Counts with Reports by June 2023	R	-	N/A	N/A	Achieved	R0.00	1 Invento ry count was performed and reviewed.	N/A	N/A	N/A
All	To ensure that the municipality has an active insurance policy going concern assumption of the municipality	Procurement of Insurance Provisions for 3 years	Appointment of service provider for provision of insurance services for a period of 36 months	4.4 .9	0.5	Appointment for provision of insurance services for a period of 36 months	R 1,900,000.00	1,900,000.00	R	Yes	N/A	N/A	N/A	N/A	N/A	N/A

KPA NO 4: BUDGET AND TREASURY

Sl. No.	Issue Description	Strategic Objective	Baseline	Project to be Implemented	Output - KPI	KPI Weight	Outcome 9: Objective			Q3 measure	Budget Source	Budget Adjusted	Achieved /	Reason	Reason
							Annual Target	Means of	Financial						
1	Municipality that is operating smoothly with enough operational material is not at risk.	To ensure that municipality has stationery available when needed.	Procurement of Provision for Stationery	Appointment of service provider for the supply and delivery of municipal stationery	4.4 .10	0.5	Appointed service provider for the supply and delivery of municipal stationery	Appoint ment of service provider for the supply and delivery of municipal stationery that is signed by both the Municipality and the Service provider by June 2023	An SLA for Stationery that is signed by both the Municipality and the Service provider by June 2023	R 2,600.00	R 2,600.00	Yes	N/A	N/A	N/A
2	Outdated Asset and Inventory Management Policies	Review of Asset and Inventory Management Policies	Annual review of Asset and Inventory Management Policies for 2020/21 financial year.	Review and approve of Asset and Inventory Management Policies for 2020/21 financial year.	4.4 .11	0.5	Number of Asset and Inventory Management Policies reviewed and approved and signed	Review of existing Asset and Inventory Management Policies	Signed Assets and Inventory Management Policies reviewed and approved and signed by June 2023	R -	R -	-	N/A	N/A	N/A

KPI NO 4: BUDGET AND TREASURY

Sub-obj.	Issue	Strategic Objective	Objectives	Strategic Initiatives	Project to be Implemented	Output - KPI	KPI Weight	Outcome 9 Objective												
								Baseline	Amtial Target	Means of	Budget	Adjusted	Budget Source	Q3 measure	Non Financial	Financial	Achieved /	Reason	Remaining	
1. All council assesses need to be well managed effectively.	Compliance with the requirements of MfMA section 63	Development and review of an effective Asset Management Plan	None	Development and review of an Asset Management Plan	Number of Developed and approved Asset Management Plan	4.4 .12	0.5	1	Annual Development Asset Management Plan by 30 June 2023	Develope Asset Management Plan by 30 June 2023	R	-	N/A	N/A	N/A	N/A	N/A	N/A		
2. Financial Reporting	To financial statements with non-compliance with laws	Annual Financial Statement compliances that comply with all requirements as at 30 June 2022	4.5	Develop sound, strict and effective procedures for compilation of AFS	Audited Annual Financial Statements for 2019/20 with compliance findings	Creditble Annual Financial Statements submitted by 31 August 2022	0.5	4.5 .1	AFS, Proof of payment, Interim Financial statements as at 30 June 2022 submitted by 31 August 2022 by June 2023	Annual Financial Statements as at 30 June 2022 submitted by 31 August 2022 by June 2023	R	200,000 .00	R	200,000 .00	Yes	0	Renewal of Casewa Re Licence	R205,845.57	Achieved	N/A
3. To achieve a clean audit as at 30 June 2022		Manage audit and ensure audit readiness		Audited Annual Financial Statements for 2020/21 with compliance findings	Manage the external audit by the office of the Auditor General to ensure smooth running	Manage the external audit and ensure audit readiness to achieve clean audit opinion	0.5	4.5 .2	Proof of submission to AG, COAF register, Audit Action Plan, update d Audit Action Plan	External audit and ensure audit readiness to achieve clean audit opinion	R	5,200,000.00	R	5,200,000.00	Yes	0	Development of Audit Action plan, Implementation and monitoring of Audit Action Plan	R0.00	Achieved	N/A

KPA NO 4: BUDGET AND TREASURY

Sub-issue	Strategic Objective	Baseline	Strategies	Outcome 3 Objective								Non-financial	Financial	Achieved/	Reason	Reason
				KPI 1	KPI 2	Output - KPI	Annual Target	Means of	Budget	Adjusted	Budget Source					
The municipality needs to comply with all statutory budgeting and reporting requirements	Achieve compliance to Municipal budget and reporting requirements		Preparation and submission of all in-year statutory reports	Number of Trained financial management interns and 1 new accountants	Training of financial management interns and finance staff to meet minimum competency requirements by June 2023	4.6 .4	4.6 .4	Proof of registration of 1 intern and finance staff to meet minimum competency requirements by June 2023	R 266,000 .00	R 266,000 .00	Attendance register	Only one intern attended the CPMD Training for Quarter 3	R26.09 0.78	Achieved	N/A	N/A
			Appointment of interns and new accountants	Number of Trained financial management interns and 1 new accountants	Training of financial management interns and finance staff to meet minimum competency requirements by June 2023	0.5	0.5	Attendance register								

Su- b-	Issue	Strate- gic Objec- tive	Strategic	Project to be implemented	Output -KPI	KPI 1	KPI Wei	Annual Target	Means of	Outcome & Objective			Q3 measur	Non Financi	Financi al	Achie ved /	Rea son	Rea son	Rem edial
										Baselini	Adjustm	Budget	Adjustme	Budget	Source				
	To timely produce budgets in line with the National Treasury guidelines and regulations	Adjustments budget approved by 28 February 2022 and draft budget approved by 31 March 2022 of each year, final budget approved by 31 May 2022	Develop and monitor process to ensure timely preparation, adoption and publication of credible municipal budgets	Compile three budgets to be approved by council	Number of Approved budgets	4.6 .5	0.5	3 Approved budget by June 2023	Adjust ment budget 22/23; Draft budget 23/24; Final Budget and Council resolutions	R -	N/A	0	R	Adopted budget adjustment 2022/23 ; Draft budget 2023/24	R0.00	Achieved	N/A	N/A	N/A
	non publications of budgets approved by council	Publication of approved budgets	Publication of 3 approved budgets	Number of Publicised approved budgets	4.6 .5	0.5	3 Advertis	R 62,608. 00	Publica tion of 3 approved budget s June 2023	R	0	Yes	R 62,608. 00	Advertising of Adjustm ent budget	R1,999 .85	Achieved	N/A	N/A	N/A

KPA AND 4: BUDGET AND TREASURY												
Sub.	Issue	Strategic Objective	Strategies	Baseline	Project to be implemented	Output - KPI	Outcome 9 Objective		Budget	Adjusted	Budget Source	Q3 measure
							KPI	Weight				
Outdated Policies	Annual Review of sectional Policies	Reviewing policies that are not reviewed annually	Reviewing sections of policies and annual policy	Sectional	Review of existing sectional policies and presentation to the relevant stakeholders	Number of reviewed IDP and Budget policy and presentation to the relevant stakeholders	0.1	Review of IDP and Budget policy and presentation to the relevant stakeholders by June 2023	N/A	N/A	N/A	Revenue

The above shows that the Budget and Treasury KPA had 34 targets for the quarter where 31 targets were achieved and 3 not achieved. Revenue management and Supply Chain management have been consistent in having at least one target not achieved in each quarter. This performance equates to 91% for the quarter.

7. In-year budget statement tables

a) Budget Statement Summary

EC443 Winnie Madikizela Mandela - Table C1 Monthly Budget Statement Summary - M10 April

Description R thousands	2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2022/23				
					YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	21,163	21,468	21,468	410	19,585	17,890	1,694	9%	21,468
Service charges	42,139	36,680	35,347	2,804	36,421	29,456	6,965	24%	35,347
Investment revenue	10,784	9,760	15,090	2,283	16,765	12,575	4,189	33%	15,090
Transfers and subsidies	295,672	338,352	351,142	1,505	340,636	292,618	48,018	16%	351,142
Other own revenue	19,284	14,189	15,206	1,155	12,737	12,671	66	1%	15,206
Total Revenue (excluding capital transfers and contributions)	389,042	420,449	438,253	8,156	426,143	365,211	60,932	17%	438,253
Employee costs	107,129	124,799	122,284	8,928	88,634	101,903	(13,268)	-13%	122,284
Remuneration of Councillors	24,782	27,047	27,047	2,110	21,289	22,539	(1,250)	-6%	27,047
Depreciation & asset impairment	52,653	49,735	49,735	3,257	33,810	41,446	(7,636)	-18%	49,735
Finance charges	—	100	100	—	—	83	(83)	-100%	100
Inventory consumed and bulk purchases	45,684	47,632	46,950	6,542	35,749	39,125	(3,376)	-9%	46,950
Transfers and subsidies	1,251	3,200	3,349	—	909	2,791	(1,882)	-67%	3,349
Other expenditure	176,312	178,804	222,718	9,160	138,506	185,599	(47,092)	-25%	222,718
Total Expenditure	407,811	431,318	472,184	29,997	318,898	393,486	(74,589)	-19%	472,184
Surplus/(Deficit)	(18,769)	(10,870)	(33,930)	(21,841)	107,246	(28,275)	135,521	-47%	(33,930)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	80,162	82,288	116,094	18,529	51,465	96,745	###	-47%	116,094
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)	79	—	—	—	479	—	479	#DIV/0!	—
Surplus/(Deficit) after capital transfers & contributions	61,472	71,418	82,163	(3,312)	159,190	68,470	90,721	132%	82,163
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	61,472	71,418	82,163	(3,312)	159,190	68,470	90,721	132%	82,163
Capital expenditure & funds sources									
Capital expenditure	165,301	108,048	158,544	18,821	66,968	132,120	(65,152)	-49%	158,544
Capital transfers recognised	64,059	69,945	100,776	15,043	46,100	83,980	(37,879)	-45%	100,776
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	101,241	38,103	57,769	3,778	20,867	48,140	(27,273)	-57%	57,769
Total sources of capital funds	165,301	108,048	158,544	18,821	66,968	132,120	(65,152)	-49%	158,544
Financial position									
Total current assets	381,881	438,634	445,741	—	571,081	—	—	—	445,741
Total non current assets	806,463	797,697	888,936	—	814,516	—	—	—	888,936
Total current liabilities	75,515	64,901	132,240	—	113,579	—	—	—	132,240
Total non current liabilities	22,484	5,246	22,484	—	22,484	—	—	—	22,484
Community wealth/Equity	1,090,344	1,166,184	1,179,953	—	1,249,535	—	—	—	1,179,953
Cash flows									
Net cash from (used) operating	178,760	178,444	237,848	(21,259)	237,039	198,207	(38,832)	-20%	237,848
Net cash from (used) investing	(159,813)	(129,968)	(180,126)	(18,433)	(79,527)	(150,104)	(70,577)	47%	(129,968)
Net cash from (used) financing	—	—	—	—	—	—	—	—	—
Cash/cash equivalents at the month/year end	277,109	385,302	334,832	—	434,621	325,212	(109,409)	-34%	444,707
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	5,302	3,107	5,044	2,569	2,428	2,664	20,641	50,432	92,187
Creditors Age Analysis									
Total Creditors	94	—	—	—	—	—	—	—	94

The table above shows a summary of the municipality's financial performance for the period ended 30 April 2023. The first part of the table shows financial performance which gives information about whether the municipality made a loss or a surplus during the month followed by a summary of the municipality's performance on its capital budget. This is then followed by the municipality's financial position, a summary of the cashflow recalculation and then debtors and creditors age analysis.

b) Financial Performance by functional classification

EC443 Winnie Madikizela Mandela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

Description	Ref	2021/22		Budget Year 2022/23					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
Revenue - Functional									
<i>Governance and administration</i>		339,259	362,794	415,667	17,228	392,279	346,389	45,890	13%
Executive and council		—	—	—	—	—	—	—	—
Finance and administration		339,259	362,794	415,667	17,228	392,279	346,389	45,890	13%
Internal audit		—	—	—	—	—	—	—	—
<i>Community and public safety</i>		3,960	4,966	5,086	129	3,390	4,239	(849)	-20%
Community and social services		193	623	623	16	416	519	(103)	-20%
Sport and recreation		—	—	—	—	—	—	—	—
Public safety		3,768	4,344	4,464	113	2,974	3,720	(746)	-20%
Housing		—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		51,861	78,100	78,050	5,803	35,473	65,042	(29,569)	-45%
Planning and development		838	23,062	23,012	3	1,461	19,177	(17,716)	-92%
Road transport		51,023	55,038	55,038	5,800	34,012	45,865	(11,853)	-26%
Environmental protection		—	—	—	—	—	—	—	—
<i>Trading services</i>		74,203	56,876	55,543	3,526	46,946	46,286	660	1%
Energy sources		66,431	47,325	47,325	3,179	39,562	39,438	124	0%
Water management		—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—
Waste management		7,772	9,550	8,218	346	7,384	6,848	536	8%
<i>Other</i>	4	—	—	—	—	—	—	—	—
Total Revenue - Functional	2	469,283	502,737	554,347	26,685	478,088	461,956	16,132	3%
Expenditure - Functional									
<i>Governance and administration</i>		150,782	201,620	203,164	12,010	129,667	169,303	(39,636)	-23%
Executive and council		54,350	64,094	64,299	4,445	47,168	53,583	(6,415)	-12%
Finance and administration		92,856	132,844	134,483	7,347	79,808	112,069	(32,260)	-29%
Internal audit		3,577	4,682	4,382	218	2,691	3,651	(961)	-26%
<i>Community and public safety</i>		26,754	32,667	31,778	1,804	19,448	26,482	(7,033)	-27%
Community and social services		9,955	12,936	12,826	665	6,654	10,688	(4,035)	-38%
Sport and recreation		2,363	2,729	2,309	161	1,286	1,924	(638)	-33%
Public safety		13,617	15,956	15,579	911	10,838	12,982	(2,144)	-17%
Housing		818	1,046	1,064	67	670	887	(217)	-24%
Health		—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		115,864	102,588	119,478	6,434	80,178	99,565	(19,386)	-19%
Planning and development		24,701	37,697	37,976	1,508	15,850	31,647	(15,797)	-50%
Road transport		89,005	62,240	79,113	4,773	62,748	65,928	(3,180)	-5%
Environmental protection		2,159	2,651	2,388	153	1,580	1,990	(410)	-21%
<i>Trading services</i>		111,390	90,304	113,638	9,544	87,093	94,699	(7,606)	-8%
Energy sources		96,817	63,408	87,437	7,323	69,652	72,864	(3,213)	-4%
Water management		—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—
Waste management		14,573	26,896	26,201	2,222	17,441	21,834	(4,393)	-20%
<i>Other</i>		3,021	4,139	4,126	205	2,512	3,438	(927)	-27%
Total Expenditure - Functional	3	407,811	431,318	472,184	29,997	318,898	393,486	(74,589)	19%
Surplus/ (Deficit) for the year		61,472	71,418	82,163	(3,312)	159,190	68,470	90,721	132%
									82,163

The table above shows the municipality's financial performance for the period ended 30 April 2023 in functional classification which was created by National treasury to assist in reporting financial information per functional area. This information is consolidated at National treasury level to produce the provincial and national financial reports.

c) Revenue by Source

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

Description R thousands	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		21,163	21,468	21,468	410	19,585	17,890	1,694	9%	21,468
Service charges - electricity revenue		37,937	30,845	30,845	2,458	32,724	25,704	7,020	27%	30,845
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		4,202	5,834	4,502	346	3,697	3,752	(55)	-1%	4,502
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		7,511	3,893	4,498	367	3,707	3,749	(42)	-1%	4,498
Interest earned - outstanding debtors		10,784	9,760	15,090	2,283	16,765	12,575	4,189	33%	15,090
Dividends received		4,691	5,378	5,378	631	5,370	4,481	888	20%	5,378
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-
Licences and permits		386	693	593	10	47	494	(447)	-91%	593
Agency services		2,141	2,404	2,404	72	1,762	2,003	(241)	-12%	2,404
Transfers and subsidies		1,202	1,401	1,521	41	1,192	1,267	(75)	-6%	1,521
Other revenue		295,672	338,352	351,142	1,505	340,636	292,618	48,018	16%	351,142
Gains		891	520	812	33	660	677	(17)	-2%	812
Total Revenue (excluding capital transfers and contributions)		389,042	420,449	438,253	8,156	426,143	365,211	60,932	17%	438,253

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 R14.7 million in the 1st month and a decrease to R584 thousand as expected for the following months to the end June 2023. The current revenue recognised on this stream may seem to be above the monthly target by 9% down from 19% in the previous month 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 which are then paid for during the year. The R584 thousand a month for the past 8 months added to the once-off billing of R14.7 as well as the R410 thousand for the current month are expected to be slightly below the projected amount which may affect the budget for the next financial year as this is the baseline unless something changes on the supplementary valuation.
- **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 R2.4 million for the month and a year to date actual of just over R32.7 million for the ten months of the financial year. This is above the projection by about 27% (about R7 million) which may add up to R8.4 million by the end of the year if attempts to better the situation yields positive results. This upward trend may be attributable to the new customers having been connected and adding to the revenue base that were not there at the start of the financial year like the Bizana Walk mall. As previously reported, the municipality has installed an automated meter reading system to assist in reducing losses and detect areas where there might be tampering with the municipal infrastructure. There are however challenges that the municipality has faced with the system:

- Modems damaged by water
- Modems being stolen or damaged

The municipality's electricity section is working on a solution to have lockable boxes where these modems are installed. Continued load shedding continues to pose a threat on the municipality's revenue generating capacity.

It is also with great disappointment to report also that the new customer we have been reporting on in the name of Bizana Walk has since been found to be utilising unmetered electricity which is considered bypassing the necessary controls to monitor consumption and as such the municipality has had to cut supply to the establishment. It is worth reporting though that as this report is presented, the establishment has settled its outstanding debts.

- **Solid Waste Removal:** Collection and disposal of solid waste is one of the services that the municipality provides to the town area and a few sites outside of town including the Wild Coast Sun Casino. The municipality has implemented a new billing approach which ensures that all customers who individually generate waste are billed individually. The exercise was conducted by the refuse section and the billing database has significantly increased and showed us that there are customers we have been providing the service to at no cost at all. This has resulted in the revenue billed for the month to be around R346 thousand which has continued to be less than the revised projection by 1%. An investigation indicated that the decrease is as a result of the correction of

categories from the verification conducted by the user department from the categories previously confirmed for billing purposes. There has been a growing trend of people running small business coming to the municipality requesting their billing for refuse removal to be halted until electricity supply returns to normal because they end up not being able to operate and therefore not generating any revenue and no refuse to be collected, especially those that are service driven.

- **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 R2.2 million worth of interest on investments with a year to date actual that is above the revised projection by 33% which we hope will be maintained as the year progresses to supplement the municipality's funding capacity during the draft budget process.
- **Interest on outstanding debtors:** The municipality charges interest on debtors owing for more than 30 days at a rate of prime plus 2% as per the municipality's credit control and debt collection policy. This has yielded interest of R631 thousand for the period ended 30 April 2023 which has gone above the amount projected for the period by 20%. This requires intense debt collection initiatives. 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 tampering. The municipality has recorded just over R10 thousand worth of revenue generated on fines during the month of April 2023. It is worth noting though that this does not represent cash collected (if related to traffic fines) and measures should be put in place to ensure people pay their fines. Experience has taught us that people generally do not settle traffic fines and, in most cases when they do they do so at lower values than the initial revenue recognised. This is one of the areas where we were forced to adjust down in the previous year to ensure that we end up with realistic revenues.
- **Rental of facilities:** The municipality has properties that it rents out to other businesses and individuals from which it generates revenue. These include properties like the Boxer complex, Spar, Browns, Bargain and others. The revenue generated here also includes rental for billboards and advertising around the town area. The municipality has generated about R367 thousand for the month which has left the actual performance to continue being just below the revised projection by 1% which is a result of other revised contracts that have been concluded as well as the new lease agreement with Cybromax which has also started paying rent.

- **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 R72 thousand worth of revenue for the period. The municipality has collected below the projected collection by 12% which we hope will be improved as winter holidays are approaching.
- **Transfers and subsidies:** The municipality receives grants, both conditional and those without conditions. The report shows that an amount of over R1.5 million has been transferred to revenue for the period ended 30 April 2023 from the operating grants whose conditions have been met. This has resulted in a recorded year to date performance of R340.6 million for the ten months of the financial. 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 months of July, December 2022 and March 2023.

d) Debt Collection

The table below shows a 29% overall collection rate for the month ended 30 April 2023. However, we note a 88% collection rate on leasehold fees, 21% on electricity, 55% on property rates and 41% on refuse removal for the period.

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

YEAR ENDING: 30 June 2023

INCOME TYPE	JULY	NOVEMBER	DECEMBER	2nd QUARTER	JANUARY	FEBRUARY	MARCH	3rd QUARTER	APRIL	4th QUARTER	TOTAL
RATES											
billed	14,903,796	909,190	911,227	2,757,018	918,558	918,830	932,362	2,769,750	932,872	932,872	22,322,709
payment received	1,707,959	9,370,318	374,978	11,412,362	684,385	661,635	750,539	2,096,559	509,922	509,922	18,295,599
% of billing received	11%	1031%	41%	414%	75%	72%	80%	76%	55%	55%	82%
ELECTRICITY											
billed	2,524,531	2,652,689	2,604,130	7,711,633	2,767,434	2,567,509	2,450,882	5,218,317	6,994,289	6,994,289	21,635,149
payment received	3,629,058	2,221,948	1,529,542	11,114,724	2,214,798	2,792,518	1,686,327	3,901,125	1,495,922	1,495,922	22,753,292
% of billing received	144%	84%	59%	144%	80%	109%	69%	75%	21%	21%	105%
LEASEHOLD FEES											
billed	331,596	336,678	538,816	1,212,172	347,338	347,338	367,462	1,062,137	367,462	367,462	3,284,621
payment received	264,563	307,843	332,688	905,514	325,881	516,956	305,132	1,147,969	324,762	324,762	2,874,872
% of billing received	80%	91%	62%	75%	94%	149%	83%	108%	88%	88%	88%
VAT											
billed	484,888	504,658	527,694	1,507,472	523,468	493,807	479,260	1,496,535	1,160,771	1,160,771	4,630,656
payment received	590,594	419,079	298,788	1,904,136	420,004	552,284	344,411	1,316,699	295,151	295,151	4,589,966
% of billing received	122%	83%	57%	126%	80%	112%	72%	88%	25%	25%	99%
INTEREST											
billed	198,178	224,883	283,064	702,330	248,625	248,688	288,495	785,808	281,419	281,419	2,149,366
payment received	364,758	517,237	67,332	1,365,262	124,843	146,022	109,642	380,507	110,552	110,552	2,775,948
% of billing received	184%	230%	24%	194%	50%	59%	38%	48%	39%	39%	128%
REFUSE REMOVAL											
billed	376,459	375,016	375,016	1,126,005	375,016	377,196	376,718	1,128,931	376,718	376,718	3,379,762
payment received	310,608	342,395	217,781	910,992	305,749	326,711	316,523	948,984	152,588	152,588	2,955,228
% of billing received	83%	91%	58%	81%	82%	87%	84%	84%	41%	41%	87%
TOTAL INCOME											
billed	18,819,449	5,003,114	5,239,948	15,016,630	5,180,440	4,953,368	4,895,180	12,461,478	10,113,531	10,113,531	57,402,264
payment received	6,867,539	13,178,821	2,821,109	27,612,990	4,075,660	4,996,127	3,512,575	9,791,844	2,888,897	2,888,897	54,244,904
% of billing received	36%	263%	54%	184%	79%	101%	72%	79%	29%	29%	94%

e) Expenditure by Type

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

Description R thousands	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		107,129	124,799	122,284	8,928	88,634	101,903	(13,268)	-13%	122,284
Remuneration of councillors		24,782	27,047	27,047	2,110	21,289	22,539	(1,250)	-6%	27,047
Debt impairment		822	9,600	9,600	—	—	8,000	(8,000)	-100%	9,600
Depreciation & asset impairment		52,653	49,735	49,735	3,257	33,810	41,446	(7,636)	-18%	49,735
Finance charges		100	100	100	—	—	83	(83)	-100%	100
Bulk purchases - electricity		40,211	40,005	40,005	6,200	32,522	33,338	(815)	-2%	40,005
Inventory consumed		5,473	7,627	6,945	342	3,226	5,787	(2,561)	-44%	6,945
Contracted services		63,499	86,644	100,765	4,545	65,955	83,970	(18,015)	-21%	100,765
Transfers and subsidies		1,251	3,200	3,349	—	909	2,791	(1,882)	-67%	3,349
Other expenditure		65,440	82,560	86,018	4,615	47,270	71,682	(24,412)	-34%	86,018
Losses		46,551	—	26,336	—	25,282	21,947	3,335	15%	26,336
Total Expenditure		407,811	431,318	472,184	29,997	318,898	393,488	(74,589)	-19%	472,184

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 2023 reflects an amount of R8.9 million for employee costs and R2.1 million for the remuneration of councillors. The remuneration of councillors continues to show a 6% saving compared to what is expected at the same period. Employee costs have also continued to record a 13% saving that is always expected considering issues like, annual increment for senior managers, annual and long-term bonuses, resignations, leave provisions and vacant positions.
- **Bulk Purchases:** The municipality purchases electricity in bulk from Eskom for distribution to the town customers. This is the main input cost to the distribution of electricity. The table shows that the municipality recorded expenditure of R6.2 million on electricity purchases for the month due to a change in billing dates from Eskom from mid-month to the start of the new month, with a year to date actual which just below the projected expenditure by 4%. This amount only relates to 23 days of February and 07 days of March as billing by Eskom only took place a few days into the following month.
- **Depreciation and asset impairment:** The depreciation run has previously been performed after the end of each quarter which has since been changed to monthly, resulting in the depreciation for April 2023 being R3.2 million as the asset register has been audited to confirm the reasonability of the figures disclosed and ensure that the assets are correctly accounted for in the municipality's records. This has resulted in the depreciation recorded being below the projection for the period by about 18%.

- **Contracted Services:** This relates to the municipality's general expenses that have been incurred during the month where external service providers were used to render the service or procure goods. This shows that the municipality incurred R4.5 million worth of expenditure during the month. Despite this level of spending the actual performance against the projected spending is still below by over 21% which is a regression from the 19% that was recorded last month which may be attributable to the impact of slow activity during the first months of each financial year which is always experienced and requires better planning in the years to come to ensure spending patterns are improved.
- **Other Expenditure:** This also shows a saving of about 34% which might be as a result of the slow spending during the first months of each financial year which is always experienced. This requires though that departments that are currently underspending be sensitised of the matter.

f) Revenue by Municipal Vote

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

Vote Description R thousands	Ref	2021/22 Audited Outcome	Budget Year 2022/23							
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1	—	—	—	—	—	—	—	—	—
Vote 1 - Executive and Council		—	—	—	—	—	—	—	—	—
Vote 2 - Corporate Services		483	137	453	14	483	377	105	27.9%	164
Vote 3 - Budget and Treasury Office		317,613	341,189	393,746	16,804	372,212	328,122	44,090	13.4%	393,746
Vote 4 - Community Services		11,732	14,517	13,304	475	10,774	11,087	(313)	-2.8%	13,304
Vote 5 - Development Planning		22,001	44,531	44,481	412	21,046	37,067	(16,022)	-43.2%	44,481
Vote 6 - Engineering Services		117,454	102,363	102,363	8,979	73,574	85,303	(11,729)	-13.7%	102,363
Total Revenue by Vote	2	469,283	502,737	554,347	26,685	478,088	461,956	16,132	3.5%	554,058

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 R8.9 million for the month with Budget and Treasury showing generation of over R16.8 million which may be attributable to the grants received, interest received on investments and debtors as well as Development Planning at R419 thousand.

g) Expenditure by Municipal Vote

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

Vote Description R thousands	Ref	2021/22 Audited Outcome	Budget Year 2022/23							
			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	71,138	84,391	84,186	5,948	62,379	70,155	(7,776)	-11.1%	84,186
Vote 2 - Corporate Services		40,512	59,772	58,204	3,185	33,745	48,503	(14,759)	-30.4%	58,204
Vote 3 - Budget and Treasury Office		24,251	41,521	43,771	1,546	19,937	36,476	(16,538)	-45.3%	43,771
Vote 4 - Community Services		59,268	79,012	78,098	5,622	52,933	65,082	(12,148)	-18.7%	78,098
Vote 5 - Development Planning		17,008	36,131	36,533	1,287	13,807	30,444	(16,636)	-54.6%	36,533
Vote 6 - Engineering Services		195,635	130,491	171,392	12,410	136,095	142,827	(6,731)	-4.7%	171,392
Total Expenditure by Vote	2	407,811	431,318	472,184	29,997	318,898	393,486	(74,589)	-19.0%	472,184
Surplus/ (Deficit) for the year	2	61,472	71,418	82,163	(3,312)	159,190	68,470	90,721	132.5%	81,875

The table above shows the expenditure by municipal vote. The total expenditure for the month of April 2023 amounted to above R29.9 million with a year to date of R318.8 million.

h) Municipality's financial performance

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

Description	Ref	2021/22		Budget Year 2022/23					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands									
Revenue By Source									
Property rates		21,163	21,468	21,468	410	19,585	17,890	1,694	9%
Service charges - electricity revenue		37,937	30,845	30,845	2,458	32,724	25,704	7,020	27%
Service charges - water revenue		-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-
Service charges - refuse revenue		4,202	5,834	4,502	346	3,697	3,752	(55)	-1%
Rental of facilities and equipment		7,511	3,893	4,498	367	3,707	3,749	(42)	-1%
Interest earned - external investments		10,784	9,760	15,090	2,283	16,765	12,575	4,189	33%
Interest earned - outstanding debtors		4,691	5,378	5,378	631	5,370	4,481	888	20%
Dividends received		-	-	-	-	-	-	-	-
Fines, penalties and forfeits		386	593	593	10	47	494	(447)	-91%
Licences and permits		2,141	2,404	2,404	72	1,762	2,003	(241)	-12%
Agency services		1,202	1,401	1,521	41	1,192	1,267	(75)	-6%
Transfers and subsidies		295,672	338,352	351,142	1,505	340,636	292,618	48,018	16%
Other revenue		891	520	812	33	660	677	(17)	-2%
Gains		2,461	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		369,042	420,449	438,253	8,156	426,143	365,211	60,932	17%
Expenditure By Type									
Employee related costs		107,129	124,799	122,284	8,928	88,634	101,903	(13,268)	-13%
Remuneration of councillors		24,782	27,047	27,047	2,110	21,289	22,539	(1,250)	-6%
Debt impairment		822	9,600	9,600	-	-	8,000	(8,000)	-100%
Depreciation & asset impairment		52,653	49,735	49,735	3,257	33,810	41,446	(7,636)	-18%
Finance charges		-	100	100	-	-	83	(83)	-100%
Bulk purchases - electricity		40,211	40,005	40,005	6,200	32,522	33,338	(815)	-2%
Inventory consumed		5,473	7,627	6,945	342	3,226	5,787	(2,561)	-44%
Contracted services		63,499	86,644	100,765	4,545	65,955	83,970	(18,015)	-21%
Transfers and subsidies		1,251	3,200	3,349	-	909	2,791	(1,882)	-67%
Other expenditure		65,440	82,560	86,018	4,615	47,270	71,682	(24,412)	-34%
Losses		46,551	-	26,336	-	25,282	21,947	3,335	15%
Total Expenditure		407,811	431,318	472,184	29,897	318,898	393,486	(74,589)	-19%
Surplus/(Deficit)		(18,769)	(10,870)	(33,930)	(21,841)	107,246	(28,275)	135,521	(0)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		80,162	82,288	116,094	18,529	51,465	96,745	(45,280)	(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)		79	-	-	-	479	-	479	#DIV/0!
Surplus/(Deficit) after capital transfers & contributions		61,472	71,418	82,163	(3,312)	159,190	68,470		82,163
Taxation		-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		61,472	71,418	82,163	(3,312)	159,190	68,470		82,163
Attributable to minorities		-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		61,472	71,418	82,163	(3,312)	159,190	68,470		82,163
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		61,472	71,418	82,163	(3,312)	159,190	68,470		82,163

The municipality has so far recorded a surplus of over R159.1 million for the period ended 30 April 2023.

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 Winnie Madikizela Mandela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Capital expenditure on new assets by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		61,748	61,690	57,688	3,915	31,884	46,071	16,188	33.7%	57,686
Roads Infrastructure		35,302	38,090	40,731	3,703	24,732	33,942	9,211	27.1%	40,731
Roads		35,302	38,090	39,426	3,703	24,732	32,855	8,124	24.7%	39,426
Road Structures		–	–	1,304	–	–	1,087	1,087	100.0%	1,304
Electrical Infrastructure		26,289	15,725	15,565	212	7,152	12,971	5,819	44.9%	15,565
MV Networks		25,565	13,940	14,261	212	5,975	11,884	5,909	49.7%	14,261
LV Networks		724	1,785	1,304	–	1,178	1,087	(91)	-8.3%	1,304
Solid Waste Infrastructure		158	8,075	1,390	–	–	1,158	1,158	100.0%	1,390
Landfill Sites		–	8,075	1,390	–	–	1,158	1,158	100.0%	1,390
Waste Drop-off Points		158	–	–	–	–	–	–	–	–
<u>Community Assets</u>		9,910	5,950	4,748	894	2,297	3,957	1,660	41.9%	4,748
Community Facilities		9,910	5,355	4,140	894	2,297	3,450	1,153	33.4%	4,140
Halls		6,168	1,020	846	–	604	705	101	14.4%	846
Crèches		3,743	2,975	435	894	894	362	(532)	-146.8%	435
Markets		–	1,360	2,859	–	799	2,382	1,583	66.5%	2,859
Sport and Recreation Facilities		–	595	609	–	–	507	507	100.0%	609
Outdoor Facilities		–	595	609	–	–	507	507	100.0%	609
<u>Heritage assets</u>		30	–	–	–	–	–	–	–	–
Other Heritage		30	–	–	–	–	–	–	–	–
<u>Other assets</u>		660	11,562	11,828	–	997	9,856	8,859	89.9%	11,828
Operational Buildings		660	11,562	11,828	–	997	9,856	8,859	89.9%	11,828
Yards		63	–	–	–	–	–	–	–	–
Manufacturing Plant		597	11,562	11,828	–	997	9,856	8,859	89.9%	11,828
<u>Computer Equipment</u>		1,834	2,125	4,580	–	238	3,825	3,587	93.8%	4,590
Computer Equipment		1,834	2,125	4,580	–	238	3,825	3,587	93.8%	4,590
<u>Furniture and Office Equipment</u>		84	7,140	3,158	–	1,341	2,632	1,291	49.0%	3,158
Furniture and Office Equipment		84	7,140	3,158	–	1,341	2,632	1,291	49.0%	3,158
<u>Machinery and Equipment</u>		119	128	217	–	0	181	181	100.0%	217
Machinery and Equipment		119	128	217	–	0	181	181	100.0%	217
<u>Transport Assets</u>		–	6,500	5,077	–	1,591	4,231	2,639	62.4%	5,077
Transport Assets		–	6,500	5,077	–	1,591	4,231	2,639	62.4%	5,077
Total Capital Expenditure on new assets	1	74,305	95,294	87,304	4,809	38,348	72,753	34,405	47.3%	87,304

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

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		24,090	3,426	42,527	14,012	19,965	35,440	15,474	43.7%	42,527
Roads Infrastructure		24,090	3,426	42,527	14,012	19,965	35,440	15,474	43.7%	42,527
Roads		24,090	3,426	42,527	14,012	19,965	36,440	15,474	43.7%	42,527
<u>Community Assets</u>		26,700	1,360	5,843	–	4,034	4,870	836	17.2%	5,843
Community Facilities		26,700	1,360	5,843	–	4,034	4,870	836	17.2%	5,843
Taxi Ranks/Bus Terminals		26,700	1,360	5,843	–	4,034	4,870	836	17.2%	5,843
<u>Other assets</u>		(63)	340	173	–	–	144	144	100.0%	173
Operational Buildings		(63)	340	173	–	–	144	144	100.0%	173
Municipal Offices		(63)	340	173	–	–	144	144	100.0%	173
Total Capital Expenditure on renewal of existing assets	1	50,726	5,126	48,544	14,012	23,999	40,453	16,454	40.7%	48,544

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

Description R thousands	Ref 1	2021/22		Budget Year 2022/23						
		Audited Outcome	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>										
Infrastructure		652	—	522	—	—	435	435	100.0%	522
Roads Infrastructure		652	—	522	—	—	435	435	100.0%	522
Roads		652	—	522	—	—	435	435	100.0%	522
Community Assets		39,537	7,628	22,175	—	4,620	18,479	13,859	75.0%	22,175
Community Facilities		19,860	7,628	12,594	—	4,620	10,495	5,875	56.0%	12,584
Halls		19,860	7,628	12,594	—	4,620	10,495	5,875	56.0%	12,584
Sport and Recreation Facilities		19,577	—	9,580	—	—	7,984	7,984	100.0%	9,580
Outdoor Facilities		19,577	—	9,580	—	—	7,984	7,984	100.0%	9,580
Total Capital Expenditure on upgrading of existing assets	1	40,189	7,628	22,697	—	4,620	18,914	14,293	75.6%	22,697

The above tables indicate that the municipality spent R18.8 million for the month from its capital budget for the period ended 30 April 2023. R14 million of this expenditure was made on roads with over R10 million spent on roads that were affected by disasters in April 2022, this is an encouraging picture considering that this was the first month of expenditure since the grant was received last month.

b) Capital Expenditure by municipal vote

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

Vote Description R thousands	Ref	2021/22		Budget Year 2022/23						
		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>	2									
Vote 6 - Engineering Services		66,237	8,988	27,844	—	8,654	23,204	(14,550)	-63%	27,844
Total Capital Multi-year expenditure	4,7	66,237	8,988	27,844	—	8,654	23,204	(14,550)	-63%	27,844
<u>Single Year expenditure appropriation</u>	2									
Vote 1 - Executive and Council		30	—	—	—	—	—	—	—	—
Vote 2 - Corporate Services		1,855	12,900	9,403	—	2,944	7,836	(4,892)	-62%	9,403
Vote 3 - Budget and Treasury Office		—	—	—	—	—	—	—	—	—
Vote 4 - Community Services		306	11,388	5,262	—	830	4,385	(3,555)	-81%	5,262
Vote 5 - Development Planning		597	13,517	15,295	—	1,786	12,746	(10,950)	-86%	15,295
Vote 6 - Engineering Services		96,277	61,256	100,740	18,821	52,744	83,950	(31,206)	-37%	100,740
Total Capital single-year expenditure	4	99,064	99,060	130,700	18,821	58,314	108,917	(50,603)	-46%	130,700
Total Capital Expenditure		165,301	108,048	158,544	18,821	66,968	132,120	(65,152)	-49%	158,544
<u>Capital Expenditure - Functional Classification</u>										
Governance and administration		1,885	13,240	9,778	—	3,115	8,148	(5,033)	-62%	9,778
Executive and council		30	—	—	—	—	—	—	—	—
Finance and administration		1,855	13,240	9,778	—	3,115	8,148	(5,033)	-62%	9,778
Community and public safety		221	1,848	1,895	—	659	1,580	(921)	-58%	1,895
Community and social services		221	1,720	1,710	—	604	1,425	(821)	-58%	1,710
Sport and recreation		—	128	185	—	55	155	(100)	-64%	185
Economic and environmental services		136,787	67,336	127,614	18,609	56,041	106,345	(50,304)	-47%	127,614
Planning and development		76,744	25,820	43,747	884	11,344	36,456	(25,112)	-69%	43,747
Road transport		60,044	41,516	83,867	17,715	44,897	68,889	(25,192)	-36%	83,867
Trading services		26,408	25,625	19,257	212	7,152	16,047	(8,895)	-55%	19,257
Energy sources		26,323	16,425	16,265	212	7,152	13,554	(6,402)	-47%	16,265
Waste management		85	9,200	2,891	—	—	2,493	(2,493)	-100%	2,891
Total Capital Expenditure - Functional Classification	3	165,301	108,048	158,544	18,821	66,968	132,120	(65,152)	-49%	158,544
<u>Funded by:</u>										
National Government		64,059	69,945	100,776	15,043	46,100	83,980	(37,879)	-45%	100,776
Provincial Government		—	—	—	—	—	—	—	—	—
Transfers recognised - capital		64,059	69,945	100,776	15,043	46,100	83,980	(37,879)	-45%	100,776
Borrowing	6	—	—	—	—	—	—	—	—	—
Internally generated funds		101,241	38,103	57,789	3,778	20,867	48,140	(27,273)	-57%	57,769
Total Capital Funding		165,301	108,048	158,544	18,821	66,968	132,120	(65,152)	-49%	158,544

The above table indicates that the municipality spent R18.8 million from its capital budget for the period ended 30 April 2023 which continues to be discouraging considering that we have two major projects that have been allocated the bigger share of the municipality's available resources that have not performed desirably during the past years and continue to do so in the current year as well.

c) Expenditure on repairs and maintenance

EC443 Winnie Madikizela Mandela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M10 April

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		6,845	21,346	37,172	1,368	28,195	30,977	2,782	9.0%	37,172
Roads Infrastructure		3,845	17,582	33,408	1,368	27,802	27,840	39	0.1%	33,408
Roads		191	640	640	—	43	533	491	92.0%	640
Road Structures		3,357	16,421	32,323	1,368	27,515	26,936	(579)	-2.1%	32,323
Road Furniture		297	520	445	—	244	371	126	34.1%	445
Electrical Infrastructure		3,000	3,764	3,764	—	393	3,137	2,743	87.5%	3,764
MV Networks		3,000	3,764	3,764	—	393	3,137	2,743	87.5%	3,764
Community Assets		482	619	819	—	581	682	101	14.8%	819
Community Facilities		482	619	819	—	581	682	101	14.8%	819
Halls		—	250	450	—	426	375	(51)	-13.6%	450
Libraries		69	155	155	—	155	129	(26)	-20.0%	155
Cemeteries/Crematoria		—	100	100	—	—	83	83	100.0%	100
Parks		413	114	114	—	—	95	95	100.0%	114
Other assets		3,472	4,274	3,133	30	1,344	2,611	1,267	48.5%	3,133
Operational Buildings		3,472	4,274	3,133	30	1,344	2,611	1,267	48.5%	3,133
Municipal Offices		3,328	4,125	2,984	30	1,188	2,486	1,299	52.2%	2,984
Yards		143	149	149	—	157	124	(32)	-26.1%	149
Computer Equipment		35	50	50	23	23	42	19	44.8%	50
Computer Equipment		35	50	50	23	23	42	19	44.8%	50
Furniture and Office Equipment		—	210	190	—	39	158	120	75.7%	190
Furniture and Office Equipment		—	210	190	—	39	158	120	75.7%	190
Machinery and Equipment		256	500	620	—	—	517	517	100.0%	620
Machinery and Equipment		256	500	620	—	—	517	517	100.0%	620
Transport Assets		2,753	2,976	5,676	388	3,874	4,730	856	18.1%	5,676
Transport Assets		2,753	2,976	5,676	388	3,874	4,730	856	18.1%	5,676
Total Repairs and Maintenance Expenditure	1	13,841	28,975	47,660	1,809	34,056	39,716	5,661	14.3%	47,660

The table shows that the municipality spent R1.8 million on the maintenance of its assets and infrastructure during the month of April 2023 with a year to date actual of R34 million being below the projected spending by over 14.3% for the same period.

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. Handling of tenders during and Post COVID-19

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

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

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

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

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

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

c. Procurement requests below R2000.00

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

Creditor Name	Function Name	Order Date	Value	Specifications	Segment
Pondoland Times	Core Function:Economic Development/Plan	4/17/20 23	1,800.00	Request For Re-Advertiser For Disposal Of Municipal Sites/Properties As Per Attached Specification	Advertising fees 1505
Pondoland Times	Solid Waste Removal/Solid Waste Removal	4/24/20 23	1,990.00	Request For Re-Advertiser Of Extension Of Waste Management Services	Advertising 5020
Group Two Media Company	Core Function:Project Management Unit	4/28/20 23	1,998.70	Request For Re-Advertiser The Three Years Contract Service Provider For Maintenance And Repairs Of 400 Kva Back-Up Generator.	Advertising fees PMU 5505260540
Group Two Media Company	Core Function:Economic Development/Plan	4/21/20 23	1,998.70	Request For Re-Advertiser For Sourcing Of Qualified Service Provider To De Kubhal/Magusheni Lsdf	Advertising fees 1505
Group Two Media Company	Core Function:Project Management Unit	4/21/20 23	1,998.70	Request To Re-Advertiser The Three Year Panel Of Consultants For 20 Request To Re-Advertise The Traffic Lights	Advertising Fees PMU 5505260540
Group Two Media Company	Core Function:Finance	4/17/20 23	1,998.70	Request Re-Advertisement For Provision Of Insurance And Gap Fixed Ass Register	Advertising Finance
Group Two Media Company	Core Function:Municipal Manager Town Se	4/17/20 23	1,998.70	Advert: Notice Adopted Oversight Report On The Annual Report	Advertising Fees Annual Report 515260554
Group Two Media Company	Core Function:Municipal Manager Town Se	4/17/20 23	1,998.70	Advert: Public Notice For Idp And Budget Roadshows On Draft Idp	Advertising fees Annual Report 515260554
Group Two Media Company	Core Function:Municipal Manager Town Se	4/17/20 23	1,998.70	Advert: Draft Idp	Advertising fees Annual Report 515260554
Pondoland Times	Core Function:Municipal Manager Town Se	4/17/20 23	1,999.00	Advert: Public Notice For Idp And Budget Roadshows On Draft Idp	Advertising fees Annual Report 515260554
Pondoland Times	Core Function:Municipal Manager Town Se	4/17/20 23	2,000.00	Advert: Notice Adopted Oversight Report On The Annual Report	Advertising fees Annual Report 515260554
Pondoland Times	Core Function:Municipal Manager Town Se	4/17/20 23	2,000.00	Advert: Draft Idp	Advertising fees Annual Report 515260554

23,779.90

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

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

Creditor Name	Function Name	Order Date	Value	Specifications	Segment
Laz Investments	Non-Core Function:Libraries And Archives	4/17/2023	8,197.00	Payment For Supply And Delivery Of Periodicals For March 2023	Newspaper Library 2505
Zuko And Lizzy's Trading	Core Function:Economic Development/Plan	4/26/2023	9,000.00	Request For The Provision Of Fruit Packs And Water For 100 People Who Attending Scm Training On The 25/04/2023.Water Should Be Delivered At Event Will Be Held At Reginald & Adelaidé Tambo Auditorium.	LED programme Support hiring 1505
Ningi Mkhwanazi Construction	Core Function:Corporate Wide Strategic P	4/19/2023	9,736.00	Ward 07 Catering For 120 People At Mzamza Community Hall On The 19/04/	Mayoral Imbizo Roadshows-Hire charges
Khoyson Trading	Core Function:Municipal Manager Town Se	4/20/2023	9,800.00	Request For Catering For 120 People At Dudumeni Community Hall In Ward	Mayoral Imbizo Roadshows-Hire charges
Gees And Bullies Trading	Core Function:Economic Development/Plan	4/26/2023	10,000.00	Request For The Hiring Of A Truck To Collect Simme Goods From Mount Ay Mbizana.	LED programme Support hiring 1505
Group Two Media Company	Core Function:Finance	4/13/2023	10,458.00	Advert For Draft Budget 2023/2024	Advertising Finance
Senzwa Civils And Project	Core Function:Corporate Wide Strategic P	4/19/2023	11,200.00	Catering For 120 People In Ward 29 On 19/04/23 At Majola Tshutsha Comm For Isp And Budget Roadshow	IDP catering 515260555
Forward We Go Development	Core Function:Municipal Manager Town Se	4/21/2023	12,300.00	Request For Catering For 120 People At Lundini Community Hall Ward 28	IDP catering 515260555
Bongwas Catering And Project	Core Function:Mayor And Council	4/17/2023	12,500.00	Ward 08 - Request Sound System With 3 Cordless Mics And 2 Table Cloth	Annual Report Consultations hiring costs 505260554
Techseeds Telecommunications	Core Function:Information Technology	4/19/2023	12,790.30	Request For Procurement Of High Surge Protector 8 Way Multi-Plug	RM Computer equipment 1010
Anticcept Trading Enterprise	Core Function:Mayor And Council	4/19/2023	14,950.00	Request For Trophies	Promotional items and Tokens Legacy 505260558
Savage Dynasty	Core Function:Community Parks (Including	4/28/2023	17,100.00	Request For Supply And Delivery Of 25xmylon Cords For Grass Cutting Ac	Finished Goods Acquisitions
Thulani And Mom Trading Enter	Core Function:Corporate Wide Strategic P	4/18/2023	17,460.00	Catering For 170 People Attending Isp Roadshows	IDP catering 515260555
Magholo Trading& Projects	Core Function:Mayor And Council	4/18/2023	18,000.00	Request 4 Taxis (Quantum) For Demarcation Of Outer Boundaries Workshop On The 18 April 2023 At Mzimvubu.	Whippery support transport hire

Creditor Name	Function Name	Order Date	Value	Specifications	Segment
Kwik Fit Bizana	Core Function:Fleet Management	4/13/2023	23,000.00	Request For Supply And Delivery Of Four Tyres For Jrs 361 Ec Isuzu K Size 265/60/18(All Terrain Tyres)	Vehicle maintenance outsourced 1010235115
Tanaii Transport Pty Ltd	Core Function:Mayor And Council	4/26/2023	24,000.00	Request For Transport 4 Taxis From Bizana To Mount Ayliff On The 14.04	Transport
Black Butterfly Construction	Core Function:Mayor And Council	4/20/2023	25,600.00	Request Pads(Awayays)	Promotional Items HivAids 505260440
<u>246,121.30</u>					

e. 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.

Creditor Name	Function Name	Order Date	Value	Specifications	Segment
Wits School Of Governance	Core Function:Finance	4/17/2023	58,000.00	Payment To Wits For Training On Municipal Finance Programme. Sinabini Ziyanda	FMG Minimum Competency Tuition
Wits School Of Governance	Core Function:Finance	4/17/2023	58,000.00	Payment To Wits For Training On Municipal Finance Programme	FMG Receipts
Sebekho Holdings	Core Function:Marketing Customer Relations	4/24/2023	91,500.00	Payment For Branding And Marketing Material Street Banners And Poles And Installation	Branding Marketing customer relations
Amasogini Construction & Projects	Core Function:Solid Waste Removal	4/13/2023	107,446.00	Payment For Rehabilitation Of Dumping Site For 3 Months	Landfill site equipment 5020400510
Laz Investments	Core Function:Finance	4/17/2023	108,000.00	Payment For Supply And Delivery Of Refuse Bags	Finished Goods Acquisitions
The Mane's Pty Ltd	Non-Core Function:Electricity	4/17/2023	148,850.00	Payment For Procurement Of Electricity Protective Clothing	Protective clothing Electricity 6505
Uziz Extended Learning Pty Ltd	Core Function:Economic Development/Planning	4/6/2023	164,593.96	Request For Training For 9 Officials For On Ms Projects Basic And Adua Programme	Hubs/Training
				<u>736,495.96</u>	

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 2023

NO	SUCCESSFUL TENDERER	AMOUNT	PAYMENTS	BALANCE	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
1	EVETHO TRADING 8207	R 46,200.00	R -	R 46,200.00	WMM LM 15/03/23 TH R	TRADITIONAL HORSE RACING	Wednesday, April 26, 2023	MUNICIPAL MANAGER
2	KERVEL GROUP	R 188,570.00	R -	R 188,570.00	WMM LM 31/03/23 S&D EPWP PC	SUPPLY AND DELIVERY OF EPWP PROTECTIVE CLOTHING	Tuesday, May 2, 2023	COMMUNITY SERVICES
Total		R 234,770.00	R 0.00	R 234,770.00				

b) Tenders awarded during the month of April 2023

Competitive Bidding

N O	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
				Apr-23		
1	Mayile Solutions	Rates	WMM LM 06/10/22/03 IAS	PROVISION OF INTERNAL AUDIT SERVICES ELECTRIFICATION OF ZIZITYANE NENI VILLAGE	Monday, April 24, 2023	Municipal Manager's Office
2	ZML Africa Group	R 7,836,167.58	WMM LM 00058E	SUPPLY AND DELIVERY OF FISHING MATERIAL AND EQUIPMENT	Friday, April 28, 2023	Engineering Services Development
3	Masinyane and Son Pty Ltd	R 453,510.00	WMM LM 00101 S&D FE & M	SUPPLY AND DELIVERY OF AGRICULTURAL INPUTS	Friday, April 28, 2023	Planning Development
4	Masinyane and Son Pty Ltd	R 1,194,685.00	WMM LM 06/10/22/02 AGR		Friday, April 28, 2023	Planning
Total		R 9,484,362.58				

c) Status of current tenders

Name Of The Project	Bid Number	Chairperson	Closing Date	Validit y	Validity Period	Status	Department
Multi Discipline Panel Of Consultants	WMM LM 3/05/22/06 Mdp	N/A	Monday, May 22, 2023	90	Sunday, August 20, 2023	On Advert	Engineering Services
Supply And Delivery Of Protective Clothing For Protection Services	WMM 09/06/22 Pccs	N/A	Monday, April 24, 2023	90	Sunday, July 23, 2023	On Advert	Community Services
Maintenance Of Traffic Lights For 3 Years	WMM LM 09/06/22 Mt	N/A	Saturday, April 22, 2023	90	Friday, July 21, 2023	On Advert	Community Services
Preparation Of A Grap Compliant Immovable Asset Register For 2022/23 - 25 Financial Year.	WMM LM 14/06/22 Far	N/A	Monday, May 15, 2023	90	Sunday, August 13, 2023	On Advert	B.T.O
Provision Of Insurance Services (60 Months)	WMM LM 27/10/21/01 Pis	N/A	Friday, April 14, 2023	90	Thursday, July 13, 2023	On Advert	B.T.O
Supply And Delivery Of Cleaning Resources	WMM LM 04/08/22/01 Sdc	N/A	Monday, April 24, 2023	90	Sunday, July 23, 2023	On Advert	Community Services
Rehabilitation And Maintenance Of Dumping Site	WMM LM 04/08/22/02 Rmd	N/A	Monday, April 24, 2023	90	Sunday, July 23, 2023	On Advert	Community Services
Extension Of Waste Management Service	WMM LM 04/08/22/01 Ewm	N/A	Monday, May 22, 2023	90	Sunday, August 20, 2023	On Advert	Community Services
Service Provider To Conduct Mtizana Heritage Research	WMM LM 11/08/22/01 Mhr	Ms. N. Jokweni	Thursday, January 26, 2023	90	Wednesday, April 26, 2023	To be re-advertised	Municipal Manager
Land Survey Services	WMM LM 24/08/22 Lss	N/A	Monday, April 24, 2023	90	Sunday, July 23, 2023	On Advert	Development Planning

Name Of The Project	Bid Number	Chairperson	Closing Date	Validity Period	Status	Department
Development Of Kubha/ Magusheni Lsdf	WMM LM 24/08/22 K/M Lsdf	N/A	Wednesday, April 12, 2023	90	Tuesday, July 11, 2023	On Advert
Revalidation Of A Township Establishment	WMM LM 24/08/22 Re	N/A	Thursday, May 25, 2023	90	Wednesday, August 23, 2023	On Advert
Procurement Of Server Room Infrastructure	WMM 11/02/22/01 Ccr	Ms. Z. Mehlo	Friday, February 3, 2023	90	Thursday, May 4, 2023	To be re-advertised
Design, Manufacturing and erection of the life size Bronze Statue of Winnie	WMM LM 00097 S WMM B	Ms. N. Jokweni	Thursday, January 26, 2023	90	Wednesday, April 26, 2023	To be re-advertised
Reviewal of ICT Disaster Recovery	WMM LM 03/11/22/02	Mrs L. MheleniBana	Friday, April 14, 2023	90	Thursday, July 13, 2023	To be Evaluated
Pre-Capacity Building for GBS Manufacturing Hubs	WMM LM 10/06/22 B GBS C	Ms. Z. Ndzelu	Saturday, January 28, 2023	90	Friday, April 28, 2023	To be re-advertised
Business Incubator for SMMEs	WMM LM 000100 BICB SMMEs	Ms. Z. Ndzelu	Thursday, February 2, 2023	90	Wednesday, May 3, 2023	To be re-advertised
Streetlight Maintenance/ Replacement Of Damaged Streetlight Poles And Cables	WMM LM 00080 Sm/Rds	Ms. N. Jokweni	Friday, December 30, 2022	90	Thursday, March 30, 2023	To be re-advertised
Contractor for Services of Back up Generator	WMM LM-13/04/23/01 BUG	N/A	Monday, May 15, 2023	90	Sunday, August 13, 2023	On Advert
RE-Furnishiment LV Lines in Extension 4	WMM LM 00081 R LV	N/A	Thursday, May 4, 2023	90	Wednesday, August 2, 2023	On Advert
Fencing of Majazi Landfill Site	WMM LM 0015 FMS	N/A	Monday, April 24, 2023	90	Sunday, July 23, 2023	On Advert
Multi 3 year Contract for Supply and Delivery of Electricity Material and Tool	wmm LM 03/11/22/05 EMT	N/A	Tuesday, May 2, 2023	90	Monday, July 31, 2023	On Advert
Supply and Delivery of Laptops	WMM LM 16/03/23/01 SLG	Mrs L. MheleniBana	Thursday, April 6, 2023	90	Wednesday, July 5, 2023	To be Evaluated
Banking Services	WMM LM 00012 BS	N/A	Friday, April 28, 2023	90	Thursday, July 27, 2023	On Advert
General Valuation Roll	WMM LM 00013 GV/R	Mrs Z. Ndzelu	Monday, June 5, 2023	90	Sunday, September 3, 2023	To be Evaluated
Multi Utility Online prepaid Electricity Vending Machine	WMM LM 00088 PVMS	N/A	Saturday, May 13, 2023	90	Friday, August 11, 2023	On Advert
						B.T.O

d) Deviations

No deviations were approved for the month.

e) Fruitless and Wasteful Expenditure

No fruitless and wasteful expenditure was incurred during the month.

f) Irregular Expenditure

No irregular expenditure was identified during the month.

11. Database utilisation

The following table indicates the service providers that have been utilised for the month of April 2023. This is in keeping in line with demonstrating that we are making strides in ensuring that there is rotation of service providers and no single provider is preferred while no provider is excluded:

Creditor Name	Creditor Address	Function Name	Order Date	Value	Specifications	CSIRef Number	Contract No
PONDOLAND TIMES 17 4800	P.O BOX 127 BIZANA WARD	Development Planning	4/17/2023	1,800.00	RE-ADVERT FOR DISPOSAL OF MUNICIPAL SITES/PROPERTIES AS PE ATTACHED SPECIFICATION	MAAA0 570434	Ward 17
PONDOLAND TIMES 17 4800	P.O BOX 127 BIZANA WARD	Solid Waste Removal	4/24/2023	1,990.00	RE-ADVERT OF EXTENSION OF WASTE MANAGEMENT SERVICES	MAAA0 570434	Ward 17
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Project Management Unit	4/28/2023	1,998.70	RE-ADVERTISE THE THREE YEARS -CONTRACT SERVICE PROVIDER FOR MAINTENANCE OF 400 KVA BACK-UP GENERATOR.	MAAA0 943404	Kokstad
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Economic Development/Planning	4/21/2023	1,998.70	RE-ADVERT FOR SOURCING OF QUALIFIED SERVICE PROVIDER TO DE KUBHA/MAGUSHENI LSDF	MAAA0 943404	Kokstad
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Project Management Unit	4/21/2023	1,998.70	RE-ADVERTISE THE THREE YEE YEAR PANEL OF CONSULTANTS FOR 20 REQUEST TO RE-ADVERTISE THE TRAFFIC LIGHTS	MAAA0 943404	Kokstad
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Finance	4/17/2023	1,998.70	request re-advertisement for provision of insurance and GRAP Fixed Ass Register	MAAA0 943404	Kokstad
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Municipal Manager Town Se	4/17/2023	1,998.70	ADVERT: NOTICE ADOPTED OVERSIGHT REPORT ON THE ANNUAL REPORT	MAAA0 943404	Kokstad
GROUP TWO MEDIA	SHOP NO 16 TIAGOS	Municipal	4/17/		ADVERT: PUBLIC NOTICE FOR IDP AND BUDGET ROADSHOWS ON	MAAA0	Kokstad

Creditor Name	Creditor Address	Function Name	Order Date	Value	Specifications	CSRef Number	Contract No
KOKSTAD COMPANY	KOKSTAD 4700	Manager Town Se	2023	1,998.70	DRAFT IDP	943404	
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Municipal Manager Town Se	4/17/2023	1,998.70	ADVERT: DRAFT IDP	MAAAQ 943404	Kokstad
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 17 4800	Municipal Manager Town Se	4/17/2023	1,999.00	ADVERT: PUBLIC NOTICE FOR IDP AND BUDGET ROADSHOW ON DRAFT IDP	MAAAQ 570434	Ward 17
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 17 4800	Municipal Manager Town Se	4/17/2023	2,000.00	ADVERT: NOTICE ADOPTED OVERSIGHT REPORT ON THE ANNUAL REPORT	MAAAQ 570434	Ward 17
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 17 4800	Municipal Manager Town Se	4/17/2023	2,000.00	ADVERT: DRAFT IDP	MAAAQ 570434	Ward 17
LAZ INVESTMENTS	IMIZI/A/A MINYAKA LOCATION 4800	Libraries and Archives	4/17/2023	8,197.00	PAYMENT FOR DURPLY AND DELIVERY OF PERIODICALS FOR MARCH 2023	MAAAI 232148	Ward 18
ZUKO AND LIZZY'S TRADING	P O BOX 12 BIZANA WARD 1 4800	Economic Development/Pl ann	4/26/2023	9,000.00	REQUEST FOR THE PROVISION OF FRUIT PACKS AND WATER FOR 100 PEOPLE	MAAAQ 425061	Ward 1
NINGI MRHWANAZI CONSTRUCTION	P.O.BOX 277 BIZANA 4800	Corporate Wide Strategic P	4/19/2023	9,736.00	WARD 07 CATERING FOR 120 PEOPLE AT MZAMBA COMMUNITY HALL ON THE 19/04/	MAAAQ 087655	Ward 1
KHOYSON TRADING	P O BOX 424 FLAGSTAFF WARD 8 4800	Municipal Manager Town Se	4/20/2023	9,800.00	REQUEST FOR CATERING FOR 120 PEOPLE AT DUDUMENI COMMUNITY HALL IN WARD	MAAAQ 421737	Ward 8
GEE'S AND BULIE'S TRADING	P.O.BOX 134 BIZANA WARD 04 4800	Economic Development/Pl ann	4/26/2023	10,000.00	REQUEST FOR THE HIRING OF A TRUCK TO COLLECT SWIME GOODS FROM MOUNT AY MBIZANA.	MAAAQ 491577	Ward 4
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Finance	4/13/2023	10,488.00	ADVERT FOR DRAFT BUDGET 2023/2024	943404	Kokstad
UMGENI WATER SENZWA CIVILS AND PROJECT	PiETERMARITZBURG 3200 P.O BOX 475 PORT EDWARD WARD 29 4800	Biodiversity and Landscape	2023	11,109.00	PAYMENT FOR WATER SAMPLING	MAAAQ 355D22	Pietermaritzburg
FORWARD WE GO DEVELOPMENT BONGWAS CATERING AND PROJECT	AMADIBA A/A ELITYENI LOCATION BIZANA 4800 25 4800	Corporate Wide Strategic P	4/19/2023	11,200.00	CATERING FOR 120 PEOPLE IN WARD 29 ON 19/04/23 AT MAJOLA TSHUTSHA COMM FOR IDP AND BUDGET ROADSHOW	MAAAQ 105361	Ward 29
TECHSEEDS TELECOMMUNICATIONS	Information Technology	Manager Town Se	4/21/2023	12,300.00	REQUEST FOR CATERING FOR 120 PEOPLE AT LUNDINI COMMUNITY HALL WARD 28	MAAAI 126417	Ward 28
ANFORCEPT TRADING	P.O BOX 512 BIZANA WARD 4800	Mayor and Council	4/17/2023	12,500.00	WARD 08 - REQUEST SOUND SYSTEM WITH 3 CORDLESS MIC'S AND 2 TABLE CLOTH	MAAAQ 365674	Ward 25
			4/19/2023	12,790.30	Request for Procurement of High Surge Protector 8 Way Multi-plug	MAAAQ 916512	Pretoria
			4/19/2023	14,950.00	REQUEST FOR TROPHIES	MAAAQ 202352	Ward 1

Creditor Name	Creditor Address	Function Name	Order Date	Value	Specifications	CSRef Number	Contract No
ENTERPRISE	P O Box 996 Bizana WARD 25 4800	Community Parks (including Corporate Wide Strategic P	4/28/2023	17,100.00	REQUEST FOR SUPPLY AND DELIVERY OF 25X NYLON CORDS FOR GRASS CUTTING AC.	MAAA1	134208 Ward 25
SAVAGE DYNASTY	P O BOX 12 BIZANA 4800		4/18/2023	17,460.00	CATERING FOR 170 PEOPLE ATTENDING IDP ROADSHOWS	MAAA1	135544 Ward 28
THULANI AND MOM TRADING ENTER							
MAGHOLO TRADING& PROJECTS	PO BOX 598 BIZANA WARD 13 4800	Mayor and Council Fleet Management	4/18/2023	18,000.00	REQUEST 4 TAXIS FOR DERMACATION OF CUTTER BOUNDARIES WORKSHOP ON THE 18 APRIL 2023 AT MZIMVUBU.	MAAA0	015080 Ward 13
KWIK-FIT BIZANA	SHOP 221 45 MAIN STREET BIZANA 4800		4/13/2023	23,000.00	REQUEST FOR SUPPLY AND DELIVERY OF FOUR TYRES FOR IRS 361 EC ISUZU K SIZE 265/60R18(TERRAIN TYRES)	MAAA0	408288 Ward 1
TAMATI TRANSPORT PTY LTD	P.O BOX 77 BIZANA WARD 174800	Mayor and Council	4/26/2023	24,000.00	REQUEST FOR TRANSPORT 4 TAXIS FROM BIZANA TO MOUNT AYLIFF ON THE 14.04	MAAA0	369147 Ward 17
BLACK BUTTERFLY CONSTRUCTION	Amasida A/A Ward 24 Bizana 4800	Mayor and Council	4/20/2023	25,600.00	REQUEST PADS(ALWAYS)	MAAA0	933085 Ward 24
DRIVING LICENSE CARD ACCOUNT	P.O. BOX 25223 MONUMENT PARK PRETORIA 0105	Road and Traffic Regul	4/26/2023	26,544.00	PAYMENT TO DRIVING LICENSE CARD ACCOUNT FOR MARCH 2023	MAAA0	357741 Pretoria
				<u>307,554.20</u>			

12. Contract Management

- S116(2) of the MFMA requires that the accounting officer of a municipality must –
- Take all reasonable steps to ensure that a contract or agreement procured through the supply chain management policy of the municipality of the municipality is properly enforced;
 - Monitor on a monthly basis the performance of the contractor under the contract or agreement;
 - Establish capacity in the administration of the municipality –
 - To assist the accounting officer in carrying out the duties set out in the paragraphs above; and
 - To oversee the day-to-day management of the contract or agreement; and
 - Regularly report to the municipal council on the management of the contract or agreement and the performance of the contractor.

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

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Opening Balance 21	23-Apr	Current year Expenditure	Closing Balance
Zama Dunga Business Enterprise	Construction of Mbizana Civic Centre	MBIZ/LM27/02/18/02ENG	R 74,861,072.75	R 31,984,133.12	R -	R 2,815,594.39	R 8,287,930.32	
Sizanane Consulting	General Valuation Roll 2019/2024	Y6	R 1,233,195.00	R 195,510.00	R 195,510.00	R -	R -	
SAGE VIP	Payroll System	None Provided	R -	R -R 283,395.82	R 283,395.82	R -	R 11,389.72	
MUNSOFT PTY (LTD)	Financial and Billing System	MBIZ LM ICT DUE DELIGENTS	R -	R -R 5,318,113.79	R 5,318,113.79	R -	R 3,654,079.55	
Lilitha Projects Managers	GRAP Compliant Fixed Asset Register	MBIZ 0041/FAR	R 5,695,317.06	R 2,743,475.56	R 2,743,475.56	R -	R 1,386,383.65	
Iganyva Design Workshop Architects	Professional Fees for Mbizana Civic Center	MBIZ LM /12/1/2017/ENG	R 11,282,784.41	R 393,938.80	R 393,938.80	R -	R 97,197.04	
IPM Plant Hire Jv Moznas's Trading	Construction of Mphuthumi Matumbatha Stadium	MBIZ LM 18/1/18/ENG	R 64,518,679.57	R 21,173,404.03	R 21,173,404.03	R -	R 393,938.80	
Indwe Risk Services	Provision of Insurance Services	MBIZ LM/02/05/18/TNS/B TO	R 876,543.75	R -	R -	R -	R 4,566,745.39	
First Rand Limited	Provision of Banking Services	MBIZ LM/03/18/LT/B TO	R -	R 7,524,870.94	R 7,524,870.94	R -	R 1,333,520.88	
Dumack and Bright Idea	Construction of Mphuthumi Matumbatha Stadium	MBIZ LM/29/11/03	R 8,094,071.25	R 1,349,390.32	R 1,349,390.32	R -	R 4,502,026.51	
CONLOG	Prepaid electricity agent	Fef/6/1/1/5	R -	R -R 6,727,453.16	R 6,727,453.16	R -	R 14,159,511.11	
West Bank Limited	Fuel	MBIZ LM/06/03/18/LT/B TO	R -	R -	R -	R -	R -R 454,375.70	
Thenjive Business Solutions v/a Umusa	Medical Check-ups	MBIZ LM 00000085	R -	R 1,456,987.00	R 1,456,987.00	R -	R 1,349,390.32	
Mbizana Roadworthy	Leasing of Land For Vehicle Testing Centre	MBIZ LM 00000078	R 2,100,000.00	R -	R -	R -	R -R 5,975,831.29	
Ingayi Design Economic Partnership	MLDP Implementation Project	MBIZ LM 0016DPI DCS	R 598,000.00	R 449,000.00	R 449,000.00	R -	R 449,000.00	
Kamyolz Investments	Debt collection services for 3 years	MBIZ LM 00022	R 0.13	R 0.13	R 0.13	R -	R 841,298.20	
Genbiz Trading 1001 PTY LTD	Procurement of printers/copiers for 3 years	MBIZ LM 0030 P/C	R 782,112.24	R 658,405.76	R 658,405.76	R -	R 278,872.29	
Khanya Africa Networks	Integrated Financial Records and Archiving	MBIZ LM 0035 JFRA	R 5,300,000.00	R 4,55,292.19	R 4,55,292.19	R -	R 340,109.68	
								R 334,499.41

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought Down	Opening Balance 21	23-Apr	Current year Expenditure	Closing Balance
Zimzane Consulting Engineers	Solutions (IFRA) for 3 years							
VHB Associates	Multi Discipline Panel of Consultants-Civil Engineering	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
BMK Consulting Engineering	Multi Discipline Panel of Consultants-Architectural	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
TPA JV Lisa Solutions	Multi Discipline Panel of Consultants-Civil Engineering	MBIZ LM 0055 CON	R -	R -	R -	R 205,123.44	-R 205,123.44	
S Zoko Consulting	Multi Discipline Panel of Consultants-Civil Engineering	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
Mhala Emazweni Trading & projects	Multi Discipline Panel of Consultants-Civil Engineering	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
Ighayira Design Workshop Architects	Multi Discipline Panel of Consultants-Architectural	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
Techseeds Pty Ltd	Procurement of IP-PBX	MBIZ LM 0041 IP-PBX	R 3,292,404.50	R 909,349.82	R 909,349.82	R -	R 720,488.18	R 188,861.64
Vodacom Pty Ltd	Procurement of Mobile Contract	MBIZ LM 0040 PMC	R -	R -R 5,602,000.00	R -R 5,602,000.00	R -	R 2,966,025.36	-R 12,295,295.95
Dibeihle Contract and Projects JV Inventiveness	Supply & Delivery of Refuse Removal Protective Clothing for 36 Months	MBIZ LM 0005 RRPC	R 2,585,777.16	R 896,699.37	R 896,699.37	R -	R -	R 697,848.47
Blue Cycle Services Pty Ltd	Review of Municipal Corporate Governance for ICT Charter and Framework for Two Years	MBIZ LM 002 ICT&FM	R 1,180,000.00	R 10,000.01	R 10,000.01	R -	R -	R 10,000.01
Mhala Emazweni Trading & projects	Professional Fees Mqonjwana to Greenville A/R	MBIZLM0055CON	R 1,202,091.04	R 84,655.89	R 84,655.89	R -	R -	R 84,655.89
Mabozela Trading and Enterprise Jv Boboshe	Electrification of Mabibenguteni Village (Ward 15) 414 Households	MBIZ LM 00057 EMV	R 19,575,046.47	R 8,837,062.99	R 8,837,062.99	R -	R 426,440.70	R 399,698.88
Ndelela Mhlophe Trading	Website Revamp	MBIZ LM 0058 WEB	R 805,000.00	R 168,500.00	R 168,500.00	R -	R -	R 168,500.00
ODG Technologies PTY Ltd	Panel of Electrical Engineering	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Opening Balance 21	23-Apr	Current year Expenditure	Closing Balance
Consultants	Panel of Electrical Engineering Consultants	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	R -
Restsan Engineering PTY Ltd	Panel of Consultants: Mabengueni Electrification	MBIZ LM 0055 CON	R 1,632,385.17	R 423,185.28	R 423,185.28	R -	R -	R -
ODG Technologies PTY Ltd	Supply & Maintenance of Automated Meter Reading System for 3 years	MBIZ LM 0085 AMRS'S	R 2,129,902.23	R 1,800,336.15	R 1,800,336.15	R -	R 659,569.19	-R 558,159.66
Emerald Metering and Utility Management Pty Ltd	Panel of Consultants-Architectural: Temporary Traders Stalls and Civil Works	MBIZ LM 0055 CON	R 956,705.82	R 287,011.75	R 287,011.75	R -	R -	R 287,011.75
Ighayya Design Workshop	Boboshe Trading enterprise	WMMI LM 00059 LV&MV LINES	R 2,603,711.60	R 1,972,982.60	R 1,972,982.60	R -	R -	R 264,681.25
YG Solutions	Maintenance of Bulk Metering and Cables	WMMI LM 0091 MBM&C	R 756,551.68	R 756,551.68	R 756,551.68	R -	R -	R 75,655.16
Ighayya Design and Workshop	Manufacturing Hubs	WMMI-LM(Pane) of Consultants)	R 3,850,372.50	R 3,850,372.50	R 3,850,372.50	R -	R 1,146,544.25	R 2,017,822.13
Thake Electrical	Electrification of Xholobeni Village in Ward 25	WMMI LM 00057E MV	R 28,254,288.46	R 28,254,288.46	R 28,254,288.46	R -	R 3,272,039.19	-R 0.01
ODG Technologies	Electrification of Xholobeni Village in Ward 25	WMMI LM 00057E MV	R 2,362,477.01	R 2,362,477.01	R 2,362,477.01	R -	R 206,716.73	R -
Ngoma IV Dimbane Zikhazi Trading	Ward 20	W20CH	R 3,600,000.00	R 3,600,000.00	R 3,600,000.00	R -	R 179,632.30	R 7,338.19
S. Zoko Consulting	Construction of Siginjani to Marina Access Road	MBIZ LM 0055 CON	R 838,341.08	R 838,341.08	R 838,341.08	R -	R 495,542.32	-R 45,728.44
Zimzame Consulting Engineers	Maphaleni Via Mbutazi	MBIZ LM 0055 CON	R 1,777,614.33	R 1,777,614.33	R 1,777,614.33	R -	R -	R 9,064.44
TPA JV Lisa Solutions	Sixhanxeni Access Road	MBIZ LM 0055 CON	R 1,138,312.20	R 1,138,312.20	R 1,138,312.20	R -	R 331,414.92	R 33,974.01
Vitsha Trading	Refurbishment of Mbizana Taxi rank Phase 2	WMMI LM 01/09/21/02 RTR	R 24,696,034.42	R 24,696,034.42	R 24,696,034.42	R -	R 2,219,496.95	R 1,296,144.06
Bukhobothu Security Services	Provision of Private Security Services	WMMI LM 08/12/20/03 PSC	R 27,820,800.00	R 27,820,800.00	R 27,820,800.00	R 872,400.00	R 9,044,300.00	R 12,180,100.00
Mlaia Emazweni Trading & projects	Mshongweni Access Road	MBIZ LM 0055 CON	R 271,621.81	R 271,621.81	R 271,621.81	R -	R 18,832.45	R 13,688.41
VHB Associates	Professional Fees	MBIZLM0055CON	R R	R R	R R	R R	R R	R R

SUCCEFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balances Brought down	Opening Balance 21	23-Apr		Current year Expenditure	Closing Balance
						-	-		
	Upgrade of Taxi Rank(Phase 2)		3,649,617.06	3,649,617.06	3,649,617.06	-	-	-	0.01
Environmental Vanguard(Pty) Ltd	Reviewal of climate change strategy	WMM LM 11/02/21/01 CCS	R 390,000.00	R 390,000.00	R 390,000.00	-	-	R 52,000.00	R -
MVI Construction and Maintenance	Construction of Mapheleli Via Mbubazi to Dutyini	WMM LM 08/10/21/02 MDA	R 9,502,995.40	R 9,502,995.40	R 9,502,995.40	-	-	R 949,368.87	R 9,311.22
Phahle Construction	Repairs and Maintenance of DLTC	WMM LM 17/09/21/02 RDL	R 860,741.50	R 860,741.50	R 860,741.50	-	-	R -	R 164,991.50
S Zoko Consulting	Leonard to Smakadeni Access Road	MBIZ LM 0055 CON	R 1,261,214.89	R 786,158.01	R 786,158.01	-	-	R -	R 56,683.22
BMK Consulting Engineering	Tshuze To Luphiliswe Access Road	MBIZ LM 0055 CON	R 1,232,705.70	R 1,232,705.70	R 1,232,705.70	-	-	R -	R 205,357.73
Masilo Projects	Supply and Delivery of 2 Sola High Mast	WMM LM 18/08/21 IFF.HM	R 2,187,151.60	R 2,187,151.60	R 2,187,151.60	-	-	R 1,437,513.75	R 0.02
Shite Pot Trading	Disaster Management Plan	WMM LM 29/09/20 DRMP	R 480,000.00	R 480,000.00	R 480,000.00	-	-	R 334,180.00	R 49,820.00
Phahle Construction Dr Sugandhav-Swepersads Attorneys	Maintenance of Recreational Facilities	WMM LM 16/09/20/01	R -	R -	R -	-	-	R 276,879.09	R -R
Z.N Mtshabe	Provision of Legal Services	WMM LM 25/08/21	R -	R -	R -	-	-	R 1,998,270.99	R 2,354,691.77
Techseeds Pty Ltd	Supply and Delivery of Printers	WMM LM 21/12/21/01 PRI	R 6,581,971.41	R 6,581,971.41	R 6,581,971.41	-	-	R 2,285,711.07	R -R 4,528,851.33
Zinzame Consulting Engineers	Sidanga Access Road with a Bridge	MBIZ LM 0055 CON	R 3,256,364.38	R 3,256,364.38	R 3,256,364.38	-	-	R 1,792,712.69	R 742,012.91
Vistha Trading	Signiqni to Marina Access Road	WMM LM 31/05/2022	R 5,594,999.70	R 5,594,999.70	R 5,594,999.70	R 528,114.87	R 4,073,761.18	R 1,521,238.52	R -
Mabozela Trading and Enterprise	Sikhaseni Access Road	WMM LM 000059E MV	R 8,255,733.77	R 8,255,733.77	R 8,255,733.77	-	-	R 7,382,772.09	R 412,961.68
Oracle Energy and Power	Electrification of Nomlanc Village	WMM LM 0001 MS-21	R 5,485,723.24	R 5,485,723.24	R 5,485,723.24	R 127,544.09	R 1,834,422.92	R 3,651,300.32	R -
YG Solutions Pty Ltd	Maintenance of Electricity Infrastructure	WMM LM 31/05/22/01	R 646,225.25	R 646,225.25	R 646,225.25	-	-	R 452,174.73	R 194,056.52
Nikhwe Group	Bizana Mini Market Rehabilitation of Sikhombe Access Road	WMM LM 00091 SKM A/R	R 2,404,750.80	R 2,404,750.80	R 2,404,750.80	-	-	R 918,956.57	R 1,485,794.23
Vitsha Trading	Rehabilitation of Myamneni Access Road and Bridges	WMM LM 00092 M A/R & B	R 1,830,184.94	R 1,830,184.94	R 1,830,184.94	-	-	R 1,646,705.20	R 183,479.74
Stira Construction and Projects (Pty) Ltd	Rehabilitation of Mahozela Training	WMM LM 00095	R -	R -	R -	-	-	R -	R -

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Opening Balance	23-Apr	Current year Expenditure	Closing Balance
and Enterprises	Bazana Access Road	B/A/R & B	3,885,094.57	3,885,094.57	-	-	3,489,411.53	395,683.04
Masilo iv Mshakeni	Rehabilitation of Qobo To Sizindeni Access Road	WMM LM 00090 Q-S A/R	R 1,312,600.69	R 1,312,600.69	R -	R -	R 1,327,425.25	-R 514,824.56
Manyobo Group	Rehabilitation of Kwabulala	WMM LM 00094 KB-M A/R	R 1,822,190.57	R 1,822,190.57	R 1,822,190.57	R 1,051,920.80	R 1,859,360.54	-R 37,169.97
Vishla Trading	Construction of Tshongweni Access Road	WMM LM 31/05/22/03 TAR	R 1,692,588.80	R 1,692,588.80	R R -	R R	R 1,607,959.52	R 84,629.28
Sahdive Contractors	Procurement of Electricity Material and Tools	WMM 000083 PEM&T	R 1,287,700.00	R 1,287,700.00	R R -	R R	R 1,116,913.57	R 170,786.43
EKS Vehicle Tracking	Vehicle Tracking Services	Transversal Contracts(RT-46)	R -	R -	R -	R -	R -	R -
Zimzame Consulting Engineers	Professional Services for Bazana Access Road	WMM LM 00095 B/A/R & B	R 495,180.00	R 495,180.00	R 495,180.00	R R -	R 474,307.50	R 20,872.50
Zimzame Consulting Engineers	Professional Services of Miyameni Access Road and Bridge	WMM LM 00092 M A/R & B	R 274,650.00	R 274,650.00	R 274,650.00	R R -	R 256,450.00	R 18,200.00
Zimzame Consulting Engineers	Professional Services for Sikhombe Access Road	WMM LM 00091 SKM A/R	R 459,199.00	R 459,199.00	R 459,199.00	R R -	R 440,601.61	R 18,597.39
Zimzame Consulting Engineers	Professional Services for Kwayabula Access Road	WMM LM 00094 KB-M A/R	R 341,172.00	R 341,172.00	R 341,172.00	R R -	R -	R 341,172.00
MVI Construction and Maintenance	Rehabilitation of Matshezini Access Road	WMM LM 00093	R 2,829,759.20	R 2,829,759.20	R 2,829,759.20	R R -	R 2,687,943.49	R 141,815.71
Iswuno Estile Construction	Construction of Tshize to Luhlifilisweni Access Road	WMM LM 00097	R 7,534,851.06	R 7,534,851.06	R 7,534,851.06	R 964,934.54	R 3,462,029.47	R 4,072,821.59
YG Solutions	Electrification of Msarhweni Village	WMM LM 0060E	R 8,162,989.79	R 8,162,989.79	R 8,162,989.79	R R -	R 3,147,882.34	R 5,015,107.45
Theens Travelling Agency	Provision of Traveling Agency for 36 months	WMM LM 30/06/22/01 TRA	R -	R -	R R -	R R -	R 173,923.28	-R 173,923.28
Tumaint(PTY)LTD	Provision of Traveling Agency for 36 months	WMM LM 30/06/22/01 TRA	R -	R -	R R -	R R -	R 486,002.26	-R 486,002.26
Bomba Diesel	Supply and Delivery of Stationery for 12 months	WMM LM 18/09/09/101	R -	R -	R R -	R R -	R 283,206.73	-R 283,206.73
Nikhwe Group	Fencing of Mzamba Community Hall &	WMM LM 18/02/20/01 FEN	R 700,000.00	R 700,000.00	R 700,000.00	R R -	R 458,447.50	R 241,552.50

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Opening Balance 21	23-Apr	Current year Expenditure	Closing Balance
	Dudumeni Community Hall							
Thahle iv Ayagu	Construction of Sidanga Access Road with Bridges	WMM1 LM 00098	R 19,990,389.66	R 19,990,389.66	R 19,990,389.66	R 2,077,272.60	R 6,454,131.69	R 13,536,257.97
Mabozela Trading Enterprise JV Boboshe Trading Enterprise	Electrification of Redoubt Village (Ward 20) 180 Households	WMM1 LM 00057E MV	R 4,845,112.10	R 4,845,112.10	R 4,845,112.10	R -	R 486,002.26	R 4,359,109.84
XS Dollarz	Construction of DLTC Guard House	WMM1 LM 08/12/22/01 CGH	R 860,706.00	R 860,706.00	R 860,706.00	R -	R -	R 860,706.00
Nikhwe Group	Repairs and Maintenance of Municipal Main Building	WMM1 LM R&M MB	R 1,557,620.17	R 1,557,620.17	R 1,557,620.17	R -	R 91,882.87	R 645,737.30
XS Dollarz	Construction of Ward 13 ECDC	WMM1 LM 25/05/22/05 ECDC	R 3,494,043.85	R 3,494,043.85	R 3,494,043.85	R -	R -	R 3,494,043.85
Thahle Projects Jv Ayagu Trading	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM1 LM 08/12/22/02 HPC	R 4,297,378.77	R 4,297,378.77	R 4,297,378.77	R 1,533,431.77	R 1,533,431.77	R 2,763,947.00
Mabozela Trading and Enterprise	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM1 LM 08/12/22/02 HPC	R 7,894,646.45	R 7,894,646.45	R 7,894,646.45	R 3,582,935.40	R 3,582,935.40	R 4,311,711.05
Mvi Construction and Maintenance	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM1 LM 08/12/22/02 HPC	R 5,660,152.80	R 5,660,152.80	R 5,660,152.80	R 1,786,177.94	R 1,786,177.94	R 3,873,974.86
Manyobo Group	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM1 LM 08/12/22/02 HPC	R -	R -	R -	R -	R -	R -
LG Construction	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM1 LM 08/12/22/02 HPC	R 5,232,704.10	R 5,232,704.10	R 5,232,704.10	R 1,470,569.40	R 1,470,569.40	R 3,762,134.70
Medstof	CBD Road Maintenance	WMM1 LM 06/10/22/01 CBD	R 1,200,000.00	R 1,200,000.00	R 1,200,000.00	R -	R 995,824.05	R 204,175.97
Abangula ICT Solutions	Re-Cabling of Municipal Main Building	WMM1 LM 03/11/22/01	R 1,700,828.15	R 1,700,828.15	R 1,700,828.15	R -	R 1,269,553.77	R 431,274.38
Zinzame Consulting Engineers	Rehabilitation of Matshezini Access Road	WMM1 LM 00093	R 352,500.00	R 352,500.00	R 352,500.00	R -	R 253,731.25	R 98,768.75
Restream Engineering PTY Ltd	Electrification of Msahlweni Village	MBIZ1 LM 0055 CON	R 607,200.00	R 607,200.00	R 607,200.00	R 102,009.60	R 405,609.60	R 201,590.40

SUCCESSFUL TENDERER	NAME OF THE PROJECT	UNDERTAKING	Contract Amount	Balance Brought down	Operating Balance 21	23-Apr	Current year Expenditure	Closing Balance
Wosa Nawe 16	HIRING OF CONSTRUCTION PLANT AND TRUCKS	WMM ILM 08/12/22/02 HPC	R 1,632,704.82	R 1,632,704.82	R 1,632,704.82	R 570,112.16	R 570,112.16	R 1,062,532.66

R 452,893,580.29 R 288,993,246.32 R 288,993,246.32 R14,320,108.27 R 108,471,786.32 R 25,624,533.08

13. Regulation 17(1) c Procurement

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

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

SECTION 17 TRANSACTION DETAILS							PROCUREMENT PROCESS			
Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Department Responsible	Normal Process	Process Followed	Reason for Section 17
1/8/2022	EF007822-000	South African Cemetric Associates	R 9,000.00	Co-ordination of developmental cemeteries and crematoria services	Chief Financial Officer	Friday, July 29, 2022	Mayor and Council	No	One quotation requested	Sole Provider
2/8/2022	EF007804-001	Leadership Academy	R 23,692.00	Training for Auditors	Chief Financial Officer	Tuesday, August 2, 2022	Corporate Services	No	One quotation requested	Sole Provider
27/07/2022	EF007794-000	The Institute of Directors South Africa	R 3,289.88	Training programmes on corporate governance	Chief Financial Officer	Tuesday, July 26, 2022	Corporate Services	No	One quotation requested	Sole Provider
16/08/22	EF007804-008	Wits School of	R 58,000.00	Study Fees	Chief Financial Officer	Monday, August	Corporate Services	No	One quotation	Sole Provider

SECTION 17 TRANSACTION DETAILS							PROCUREMENT PROCESS			
Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by Officer	Date Approved	Department Responsible	Normal Process	Process Followed	Reason for Section 17 requested
30/08/2022	EF007804-000	UNISA	R 19,490.00	Study Fees	Chief Financial Officer	Monday, August 15, 2022	Corporate Services	No	One quotation requested	Sole Provider
16/08/2022	EF007797-000	DUT	R 25,000.00	Study Fees	Chief Financial Officer	Monday, August 15, 2022	Corporate Services	No	One quotation requested	Sole Provider
N/A	N/A	UKZN	R 25,000.00	Study Fees	Chief Financial Officer	Monday, August 15, 2022	Corporate Services	No	One quotation requested	Sole Provider
30/08/2022	EF007822-000	SBS	R 18,600.00	Study Fees	Chief Financial Officer	Monday, August 15, 2022	Corporate Services	No	One quotation requested	Sole Provider
16/08/2022	EF007804-000	WSU	R 10,558.25	Study Fees	Chief Financial Officer	Monday, August 15, 2022	Corporate Services	No	One quotation requested	Sole Provider
11/29/2022	EF007919-000	MIE	R 5,084.64	Verification and collection of educational qualifications	Chief Financial Officer	Monday, August 29, 2022	Corporate Services	No	One quotation requested	Sole Provider
30/09/2022	EF007871-000	The Assessment Toolbox	R 14,574.73	Assessment of Municipal Managers and Managers	Chief Financial Officer	Monday, November 7, 2022	Corporate Services	No	One quotation requested	Sole Provider
2/11/2022	EF007914-000	Hv Test Academy PTY LTD	R 13,662.00	Training of electricity employees regulated by NERSA	Chief Financial Officer	Thursday, October 27, 2022	Corporate Services	No	One quotation requested	Sole Provider
11.12.2022	MANY	Institute of Directors South Africa NPC	R 3,500.00	Training programmes on corporate governance	Chief Financial Officer	Monday, December 11, 2023	Corporate Services	No	One quotation requested	Sole Provider
12/12/2022	EF007941-000	Hv Test Academy PTY LTD	R 13,662.00	Training of electricity employees regulated by NERSA	Chief Financial Officer	Thursday, December 8, 2022	Corporate Services	No	One quotation requested	Sole Provider

SECTION 17 TRANSACTION DETAILS							PROCUREMENT PROCESS			
Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Department Responsible	Normal Process	Process Followed	Reason for Section 17
12/12/2022	MANY	The Institute of Internal Auditors	R 17,296.00	Training of Auditors	Chief Financial Officer	Friday, December 9, 2022	Corporate Services	No	One quotation requested	Sole Provider
12/12/2022	EF007944-000	Esri South Africa	R 26,846.98	Geographic information system/Annual licence renewal	Chief Financial Officer	Saturday, December 10, 2022	Corporate Services	No	One quotation requested	Sole Provider
2023/02/2023	EF008040-000	University of Pretoria	R 44,520.00	Study Fees	Chief Financial Officer	Tuesday, February 21, 2023	Corporate Services	No	One quotation requested	Sole Provider
3/3/2023	EF008015-000	WSU	R 14,320.00	Study Fees	Chief Financial Officer	Tuesday, February 28, 2023	Corporate Services	No	One quotation requested	Sole Provider
3/3/2023	EF008015-000	Milpark Education	R 10,720.00	Study Fees	Chief Financial Officer	Wednesday, March 1, 2023	Corporate Services	No	One quotation requested	Sole Provider
3/6/2023	EF008015-000	UNISA	R 85,125.00	Study Fees	Chief Financial Officer	Thursday, March 2, 2023	Corporate Services	No	One quotation requested	Sole Provider
3/27/2023	EF008048-000	UNISA	R 21,180.00	Study fees	Chief Financial Officer	Monday, March 27, 2023	Corporate Services	No	One quotation requested	Sole Provider
4/4/2023	EF008061-000	UKZN	R 164,700.00	Study fees	Chief Financial Officer	Tuesday, April 4, 2023	Corporate Services	No	One quotation requested	Sole Provider
N/A	N/A	Synergy	R 54,939.80	SA Tourism	Chief Financial Officer	Wednesday, May 3, 2023	LED	No	One quotation requested	Sole Provider
N/A	N/A	Umgeni Water	R 11,109.00	Laboratory Services	Chief Financial Officer	Thursday, May 4, 2023	Community Services	No	One quotation requested	Sole Provider
TOTAL			R 693,870.28							

PART 2 – SUPPORTING DOCUMENTATION

1. 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 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 had finalised the process of recruiting three additional Financial Management Interns to make the required number of 5.

During the months of January 2023 one of the interns resigned from the municipality and the municipality has also commenced with the recruitment processes. It was also noted that one of the Interns stopped reporting for duty since the 9th of February 2023 and a report had been submitted to Corporate Services to handle the matter and advise on the process to be followed. The contract has been terminated and a process to recruit a new candidate has commenced.

2. 2024 Final Budget Processes

The MFMA requires a municipality to prepare and approve an annual budget before the start of the budget year. This process started with the adoption of a draft budget that was reported on in the previous report that was adopted on the 31st of March 2023 in compliance with the 90 days before the start of the financial year being budgeted for. This budget was therefore taken to communities for comments during the month of April 2023.

The target date for the final approval of this budget is the 31st of May 2023. The following are the processes that have since taken place:

- Benchmarking exercise with provincial treasury where they also presented their findings on the assessment of the municipality's budget against the requirements of the MFMA and the Municipal Budget and Reporting Requirements
- A council strategic planning session that has also considered policy review in line with the budget processes

The Budgeting and Reporting office is working to reconcile the comments from the budget consultations, tariff corrections together with effecting corrections recommended by Provincial Treasury on the assessment presented as well as any revisions that departments may deem necessary before the approval of the final budget.

Below are the expected dates for readiness of each structure to consider the final budget report:

- 19 May 2023 – Management Committee
- 22 May 2023 – Budget Steering Committee
- 25 May 2023 – Executive Committee
- 30/31 May 2023 – Council

The budget will continue to be prepared to ensure that it complies fully with the following requirements of the MFMA:

Section 18 of the MFMA requires that the budget can only be funded from

- h. Realistically anticipated revenues to be collected
- i. Cash-backed accumulated funds from previous years not committed for other purposes
- j. Borrowed funds only for the capital budget

While section 19 requires that a municipality may only spend money on a capital project only if –

- a. The money for the project, excluding the cost of feasibility studies conducted by or on behalf of the municipality, has been appropriated in the capital budget referred to in section 17 (2);
- b. The project including the total cost has been approved by the council;
- c. The sources of funding have been considered, are available and have not been committed for other purposes

3. Grants Re-allocation and adjustment budget processes

From January 2023 the municipality being a beneficiary of the Municipal Infrastructure Grant received communication of the Department of Co-operative Governance and Traditional Affairs informing the municipality of its need to make a representation relating to why a certain portion of the grant may not be taken away from the municipality based on the municipality's failure to make minimum spending percentage of 40% by the end of December. A delegation of the municipality made up of the Municipal Manager, Chief Financial Officer, Senior Manager: Engineering Services as well as the PMU manager represented the municipality in a meeting held at CoGTA head offices in Pretoria. The meeting was then followed up by a written representation from the municipality as requested detailing reasons for the underspending and motivating why the money may not be taken away from the municipality.

On 29 March 2023 a government gazette was published showing amounts that have been re-allocated from certain municipality's for a number of grants and Winnie Madikizela-Mandela Local Municipality was affected in the form of the Municipal Infrastructure Grant where an amount of R4.4 million (rounded up) has been taken away from the municipality reducing the grant allocation. The municipality is therefore by law required to process and adjustments budget when allocations have been confirmed to have changed within 60 days from the date of such confirmation.

The affected department within the municipality has been requested to make submissions in terms of the projects from which these funds must be re-allocated. Below is a table showing the effect of this re-allocation on the municipality's grants this year:

Reconciliation of Winnie Madikizela-Mandela Local Municipality allocations for 22/23 MTREF

	Revised 2021/22	Change	2022/23	Additional Allocation July 2022	Additional Allocation October 2022	Stopping and Re-allocation March 2023	Revised 2022/23	2023/24	2024/25
National Allocations									
<i>Operational</i>	<i>317,560,650</i>	<i>33,892,750</i>	<i>351,453,400</i>	<i>12,790,000</i>	-	<i>-217,800</i>	<i>364,025,600</i>	<i>344,768,650</i>	<i>366,424,200</i>
Equitable Share	289,620,000	30,475,000	320,095,000	-			320,095,000	339,797,000	361,325,000
Financial Management Grant	2,000,000	100,000	2,100,000	-			2,100,000	2,100,000	2,100,000
Expanded Public Works Programme	3,570,000	117,000	3,687,000	-			3,687,000	-	-
Municipal Infrastructure Grant 5%	2,551,150	200,750	2,751,900	-		<i>-217,800</i>	2,534,100	2,871,650	2,999,200
Disaster Management Grant	-	-	-	12,790,000	-		12,790,000	-	-
Government Support Grant	19,819,500	3,000,000	22,819,500				22,819,500	-	-
<i>Capital</i>	<i>76,924,850</i>	<i>-8,238,750</i>	<i>68,686,100</i>	-	<i>33,806,000</i>	<i>-4,138,200</i>	<i>98,353,900</i>	<i>82,561,350</i>	<i>86,241,800</i>
Municipal Infrastructure Grant	48,471,850	3,814,250	52,286,100			<i>-4,138,200</i>	48,147,900	54,561,350	56,984,800
Integrated National Electrification	28,453,000	-12,053,000	16,400,000				16,400,000	28,000,000	29,257,000
Disaster Recovery Grant	-	-	-		<i>33,806,000</i>		<i>33,806,000</i>		
Provincial Allocations									
<i>Operational</i>	<i>500,000</i>	-	<i>500,000</i>	-	-	-	<i>500,000</i>	<i>500,000</i>	<i>522,000</i>
Library Grant	500,000	-	500,000	-			500,000	500,000	522,000
	-	-	-	-			-	-	-
TOTAL ALLOCATIONS	394,985,500	25,654,000	420,639,500	12,790,000	33,806,000	-4,356,000	462,879,500	427,830,000	453,188,000

4. Debtors' analysis

Summary of all Debtors

EC443 Winnie Madikizela Mandela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

R thousands	Description	NT Code	Budget Year 2022/23						Actual Bad Debt Written Off against Debtors	Impairment - Bad Debts i.e. Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Ds-1 Yr	
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3,330	1,730	3,834	1,461	1,387	1,540	6,847	5,166	25,274
Receivables from Non-exchange Transactions - Property Rates	1400	919	412	365	283	258	257	9,828	23,568	35,888
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	34,194
Receivables from Exchange Transactions - Waste Management	1600	2	2	2	2	2	2	8	2,494	2,514
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	429	429
Interest on Arrear Debtor Accounts	1810	631	632	577	566	548	536	2,414	12,587	18,492
Recoverable unauthorised, irregular, fulness and wasteful expenditure	1820	-	-	-	-	-	-	-	-	16,653
Other	1900	421	332	267	257	252	329	1,543	6,189	9,590
Total By Income Source	2000	5,302	3,107	5,044	2,569	2,428	2,664	20,641	50,332	92,187
2021/22 - totals only										
Debtors Age Analysis By Customer Group										
Organs of State	2200	943	370	349	351	346	361	9,990	23,947	36,657
Commercial	2300	4,038	2,444	4,403	1,942	2,037	9,483	13,911	40,071	34,996
Households	2400	322	294	291	276	259	286	1,167	12,574	29,186
Other	2500	-	-	-	-	-	-	-	15,459	14,552
Total By Customer Group	2600	5,302	3,107	5,044	2,569	2,428	2,664	20,641	50,332	92,187

The table above shows municipal debtors for the month of April 2023 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.

5. Creditors' analysis

EC443 Winnie Madikizela Mandela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

Description R thousands	NT Code	Budget Year 2022/23								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	
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	94	-	-	-	-	-	-	-	94
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	94	-	-	-	-	-	-	-	94

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

6. Investment portfolio analysis

EEC443 Winnie Madikizela Mandela - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

L045 - Unmet maturing mandates - 30 September 2019										
Investments by maturity Name of institution & investment ID		Maturity Date			Investment Portfolio					
Municipality	Ref	Period of Investment	Type of Investment	Capital Guarantee Yes/ No	Interest Rate *	Variable or Fixed interest rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Interest to be realised
R thousands		Yrs/Months								
FNB CALL DEPOSIT ACCOUNT (62550717767)		Not fixed	Call Deposit	No	0.00537936	0	n/a	not fixed	23,591	127
FNB CALL DEPOSIT ACCOUNT (62459756078)		Not fixed	Call Deposit	No	0.00511456	0	n/a	not fixed	10,374	(4,004)
FNB CALL DEPOSIT ACCOUNT (62023477982)		Not fixed	Call Deposit	No	0.00517563	0	n/a	not fixed	396,390	(230)
FNB CALL DEPOSIT ACCOUNT (628167569220)		Not fixed	Call Deposit	No	0.00525252	0	n/a	not fixed	359	(24,752)
FNB CALL DEPOSIT ACCOUNT (62816773073)		Not fixed	Call Deposit	No	0.005457943	0	n/a	not fixed	2,806	2
FNB CALL DEPOSIT ACCOUNT (62896110170)		Not fixed	Call Deposit	No	0.005457948	0	n/a	not fixed	2,601	(16)
FNB CALL DEPOSIT ACCOUNT (62852108531)		Not fixed	Call Deposit	No	0.005254752	0	n/a	not fixed	36,198	16
FNB CALL DEPOSIT ACCOUNT (62550715828)		Not fixed	Call Deposit	No	0.005379362	0	n/a	not fixed	929	-
Municipality sub-total									473,248	5
Entities									(41,536)	-
Entities sub-total									-	434,171
TOTAL INVESTMENTS AND INTEREST									(41,536)	-
									473,248	-

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 R41.5 million which lead to a decrease in its investments for the month of April 2023. It should however be noted that this only reflects the difference between what was received and what was spent.

7. Allocation and grant receipts and expenditure

a) Transfers & Grants Receipts

EC443 Winnie Madikizela Mandela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:										
Local Government Equitable Share		295,190	337,852	350,642	(33,806)	338,672	292,201	55,481	19.0%	350,642
Expanded Public Works Programme Integrated Grant		289,620	320,095	320,095	—	320,095	266,746	53,349	20.0%	320,095
Local Government Financial Management Grant		3,570	3,687	3,687	—	3,687	3,073			3,687
Municipal Infrastructure Grant		2,000	2,100	2,100	—	2,100	1,750			2,100
Neighbourhood Development Partnership Grant		—	2,752	2,752	—	—	2,293			2,752
Disaster Relief Grant		—	9,218	9,218	—	—	7,681			9,218
Provincial Government:		—	—	12,790	(33,806)	12,790	10,658	2,132	20.0%	12,790
Capacity Building and Other		500	500	500	—	500	417	83	20.0%	500
District Municipality:		—	—	—	—	—	417	83	20.0%	500
Other grant providers:		—	—	—	—	—	—	—		—
Total Operating Transfers and Grants	5	295,690	338,352	351,142	(33,806)	339,172	292,618	55,564	19.0%	351,142
Capital Transfers and Grants										
National Government:										
Municipal Infrastructure Grant (MIG)		86,447	82,288	116,094	33,806	84,974	96,745	(11,771)	-12.2%	116,094
Neighbourhood Development Partnership Grant		51,023	52,286	52,286	—	41,088	43,572	(2,484)	-5.7%	52,286
Integrated National Electrification Programme Grant		6,971	13,602	13,602	—	—	11,335	(11,335)	-100.0%	13,602
Disaster Recovery Grant		28,453	16,400	16,400	—	10,080	13,667	(3,587)	-26.2%	16,400
Provincial Government:		—	—	33,806	33,806	33,806	28,172	5,634	20.0%	33,806
District Municipality:		—	—	—	—	—	—	—		—
Other grant providers:		—	—	—	—	—	—	—		—
Total Capital Transfers and Grants	5	86,447	82,288	116,094	33,806	84,974	96,745	(11,771)	-12.2%	116,094
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	382,137	420,639	467,235	—	424,146	389,363	43,793	11.2%	467,235

The above table shows grants received during the month of April 2023.

b) Transfers & Grants Expenditure

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

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		220,113	337,852	350,642	16,194	191,825	292,201	(100,376)	-34.4%	
Local Government Equitable Share		214,543	320,095	320,095	14,427	171,068	266,746	(95,678)	-35.9%	
Expanded Public Works Programme Integrated Grant		3,570	3,687	3,687	—	3,687	3,073	615	20.0%	
Local Government Financial Management Grant		2,000	2,100	2,100	85	1,243	1,750	(507)	-29.0%	
Municipal Infrastructure Grant		—	2,752	2,752	129	2,397	2,293	104	4.5%	
Neighbourhood Development Partnership Grant		—	9,218	9,218	—	—	7,681	(7,681)	-100.0%	
Disaster Relief Grant		—	—	—	—	—	—	—	—	
Provincial Government:		144	500	500	16	391	417	(26)	-6.2%	
Capacity Building and Other		144	500	500	16	391	417	(26)	-6.2%	
District Municipality:		—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	
Total operating expenditure of Transfers and Grants:		220,257	338,352	351,142	16,210	192,216	292,618	(100,402)	-34.3%	
Capital expenditure of Transfers and Grants										
National Government:		80,162	82,288	116,094	17,018	51,841	96,745	(44,904)	-46.4%	
Municipal Infrastructure Grant (MIG)		51,023	52,286	52,286	4,209	32,260	43,572	(11,312)	-26.0%	
Neighbourhood Development Partnership Grant		686	13,602	13,602	—	—	11,335	(11,335)	-100.0%	
Integrated National Electrification Programme Grant		28,453	16,400	16,400	242	7,013	13,667	(6,653)	-48.7%	
Disaster Recovery Grant		—	—	33,806	12,567	12,567	28,172	(15,604)	-55.4%	
Provincial Government:		—	—	—	—	—	—	—	—	
District Municipality:		—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	
Total capital expenditure of Transfers and Grants		80,162	82,288	116,094	17,018	51,841	96,745	(44,904)	-46.4%	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		300,419	420,639	467,235	33,228	244,057	389,363	(145,306)	-37.3%	

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

c) Expenditure on approved rollovers

EC443 Winnie Madikizela Mandela - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M10

Description	Ref	Budget Year 2022/23				
		Approved Rollover 2021/22	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	-
Local Government Equitable Share						-
Expanded Public Works Programme Integrated Grant						-
Local Government Financial Management Grant						-
Municipal Infrastructure Grant						-
Neighbourhood Development Partnership Grant						-
Disaster Relief Grant						-
Provincial Government:		-	-	-	-	-
Capacity Building and Other						-
Other transfers and grants [insert description]						-
District Municipality:		-	-	-	-	-
[insert description]						-
Other grant providers:		-	-	-	-	-
[insert description]						-
Total operating expenditure of Approved Roll-overs		-	-	-	-	-
Capital expenditure of Approved Roll-overs						
National Government:		3,569	165	1,553	2,015	56.5%
Municipal Infrastructure Grant (MIG)						-
Neighbourhood Development Partnership Grant		3,569	165	1,553	2,015	56.5%
Disaster Recovery Grant						-
Provincial Government:		--	-	-	-	-
District Municipality:		-	-	-	-	-
Other grant providers:		-	-	-	-	-
Total capital expenditure of Approved Roll-overs		3,569	165	1,553	2,015	56.5%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		3,569	165	1,553	2,015	56.5%

The table above shows spending progress on the approved rollovers for the year being implemented. The municipality has no rollover application that has been approved as application processes are still in taking place.

8. Cash flow Statement

EC443 Winnie Madikizela Mandela - Table C7 Monthly Budget Statement - Cash Flow - M10 April

Description R thousands	Ref 1	2021/22			Budget Year 2022/23					
		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		21,235	34,817	34,817	467	19,086	29,014	(9,927)	-34%	34,817
Service charges		43,512	54,588	54,588	1,882	41,525	45,490	(3,965)	-9%	54,588
Other revenue		7,350	26,570	56,955	636	9,576	47,463	(37,887)	-80%	56,955
Transfers and Subsidies - Operational		298,059	338,352	351,142	(33,806)	339,172	292,618	46,554	16%	351,142
Transfers and Subsidies - Capital		80,162	82,288	116,094	33,806	100,888	96,745	4,143	4%	116,094
Interest		15,474	9,760	15,090	2,283	16,515	12,575	3,940	31%	15,090
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(287,032)	(367,832)	(390,738)	(26,528)	(289,723)	(325,615)	(35,882)	11%	(390,738)
Finance charges		-	(100)	(100)	-	-	(83)	(83)	100%	(100)
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		178,760	178,444	237,848	(21,259)	237,039	198,207	(38,832)	-20%	237,848
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		9	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		(30)	-	-	-	-	-	-	-	-
Payments										
Capital assets		(159,792)	(129,968)	(180,125)	(18,433)	(79,527)	(150,104)	(70,577)	47%	(129,968)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(159,813)	(129,968)	(180,125)	(18,433)	(79,527)	(150,104)	(70,577)	47%	(129,968)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		18,947	48,476	57,724	(39,692)	157,512	48,103			107,880
Cash/cash equivalents at beginning:		258,162	336,827	277,109	475,282	277,109	277,109			336,827
Cash/cash equivalents at month/year end:		277,109	385,302	334,832		434,621	325,212			444,707

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.

9. Statement of Financial Position

EC443 Winnie Madikizela Mandela - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		2,951	19,720	26,608	450	26,608
Call investment deposits		274,157	365,583	308,224	434,171	308,224
Consumer debtors		63,657	19,654	31,739	68,956	31,739
Other debtors		40,665	31,799	78,038	65,871	78,038
Current portion of long-term receivables		—	—	—	—	—
Inventory		450	1,878	1,132	1,634	1,132
Total current assets		381,881	438,634	445,741	571,081	445,741
Non current assets						
Long-term receivables		—	—	—	—	—
Investments		—	—	—	—	—
Investment property		39,090	36,655	39,090	39,090	39,090
Investments in Associate		—	—	—	—	—
Property, plant and equipment		766,069	759,811	848,542	774,122	848,542
Biological		—	—	—	—	—
Intangible		43	—	43	43	43
Other non-current assets		1,261	1,231	1,261	1,261	1,261
Total non current assets		806,463	797,697	888,936	814,516	888,936
TOTAL ASSETS		1,188,344	1,236,331	1,334,676	1,385,598	1,334,676
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Borrowing		—	—	—	—	—
Consumer deposits		506	505	506	448	506
Trade and other payables		54,702	44,406	111,426	98,842	111,426
Provisions		20,308	19,990	20,308	14,289	20,308
Total current liabilities		75,515	64,901	132,240	113,579	132,240
Non current liabilities						
Borrowing		—	—	—	—	—
Provisions		22,484	5,246	22,484	22,484	22,484
Total non current liabilities		22,484	5,246	22,484	22,484	22,484
TOTAL LIABILITIES		97,999	70,147	154,724	136,063	154,724
NET ASSETS	2	1,090,344	1,166,184	1,179,953	1,249,535	1,179,953
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1,090,344	1,166,184	1,179,953	1,249,535	1,179,953
Reserves		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	1,090,344	1,166,184	1,179,953	1,249,535	1,179,953

This is the report for April 2023.

10. Municipal Manager's quality certification

Quality Certificate

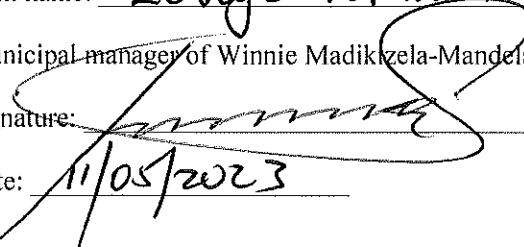
I, Luvuyo Maboko, the municipal manager of Winnie Madikizela-Mandela Local Municipality, hereby certify that –

- The monthly budget statement

for the month of April 2023 has been prepared in accordance with the Municipal Finance Management Act and Regulations made under that Act.

Print name: Luvuyo Maboko

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

Signature: 

Date: 11/05/2023

