



EMALAHLENI LOCAL MUNICIPALITY (EC 136)

SECTION 52 BUDGET MONITORING REPORT

FOR QUARTER 03 OF THE 2022/2023 FY

IN TERMS OF SECTION 52(d) OF THE MFMA

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating expenditure – Spending on the day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned. In Emalahleni Municipality this means votes such as Executive & Council, Financial Services, Corporate Services, and Public Safety etc.

MIG – Municipal Infrastructure grant- Conditional grant capital in nature

INEP – Integrated Electrification (municipal) Programme grant capital in nature

EPWP – Expanded Public Works Programme

FMG – Financial Management Grant

DOT – Department of Transport

1 REPORT OF THE HONOURABLE MAYOR

In accordance with Section 52 of the Municipal Finance Management Act 56 of 2003 (MFMA); the mayor must submit a report to the council within 30 days after the end of each quarter of the 2022/2023 financial year, on the implementation of the budget and financial state of affairs of the Emalahleni Local Municipality.

The submission of this report forms part of the general responsibilities of the mayor of a municipality and is intended to inform and enable the council to fulfil its oversight responsibility.

It must be noted that the figures contained in this report are interim and are unaudited. The use of the figures reported in this report is therefore for the designated audience and any other use of this information for other purposes; the municipality disclaims itself.

MUNICIPAL MANAGER 'S CERTIFICATION

I, **POB Makoma**, the municipal manager of **Emalahleni Municipality, EC 136** hereby certify that: -

(mark as appropriate)

- the monthly budget statement
- quarterly report on the implementation of the budget and financial state of affairs of the municipality
- mid-year budget and performance assessment

for the 3rd quarter – Quarter 03 of 2022/2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: Ms POB Makoma

Municipal Manager of Emalahleni Municipality (EC136)

Signature



Date

--25 April---- 2023-----

3. INTRODUCTION

The quarter 03 budget implementation report covers revenue and expenditure, SCM and assets for quarter 03 of the 2022/2023 financial year.

The budget implementation report assesses the in-year financial performance of the municipality against the budgeted revenue and expenditure. The budget implementation report focuses on the credibility of municipal budget, covering capital and operating budgets as well as sustainability of the municipality that includes debtors, creditors, and cash flow position through compliance with SCM regulations.

4.1 LEGISLATIVE FRAMEWORK

In accordance with Section 52 of the Municipal Finance Management Act 56 of 2003(MFMA); the mayor must submit a report to the council within 30 days after the end of each quarter of the 2022/2023 financial year, on the implementation of the budget and financial affairs of the Emalahleni Local Municipality. In terms of Section 64 of the Municipal Finance Management Act (MFMA) 56 of 2003 the Accounting Officer of a municipality is responsible for the management of the revenue of the municipality.

Chapter 9 of the Municipal Systems Act provide legislative context for the customer care and management (S95) as well as debt collection (S96) in municipalities.

This quarterly report has been prepared as the quarterly Section 52 (d) report for the third quarter of the 2022/23 financial year.

4.2 EXECUTIVE SUMMARY

The executive summary presented is aimed at providing Council with a high-level overview of the trading results for the quarter 03 of 2022/2023 as well as a comprehensive overview of the Municipality's financial management and viability, and the extent to which the Municipality is meeting or exceeding planned performance as contained within the Service Delivery and Budget implementation plan.

STATUS OF THE 2023/2024 DRAFT BUDGET

-The budget section conducted meetings with all the municipal departments and taking inputs of the 2023/2024 Draft Budget departmental needs. The budget projections have been prepared over the MTREF budget.

-The municipal budget versus actual performance can be summarised as follows:

IMPLEMENTATION OF THE APPROVED 2022/23 MUNICIPAL BUDGET

The municipality implemented the approved original budget on time from the 1st July 2022 and commenced with the recording of transactions.

The original budget was adjusted on 27 February 2023 and the budget is still funded. The budget performance at the end of quarter 03 is summarised below:

BUDGET PERFORMANCE

	YTD Budget	Actual	Variance	% Performance
Revenue	163 339 000	198 237 000	34 898 000	121%
Operational Expenditure	-155 538 000	-137 110 000	-18 428 000	88%
<i>Depreciation and impairment</i>	-12 084 000	-13 121 000	-1 037 000	109%
<i>Other Expenditure</i>	-143 454 000	-123 898 000	-17 391 000	86.37%
Capital expenditure	-61 283 000	-26 459 000	-34 824 000	43%
Quarterly profit/(loss:)	7 801 000	61 127 000	16 470 000	783%

- ❖ Revenue including Transfers (Grants) has performed in line with the year-to-date budget at 121% at the end of quarter 03.
- ❖ Operating expenditure has also performed in line with the year-to-date budget at the end of quarter 03 with a 88% performance.
- ❖ Capital expenditure was 57% below budget, which means actual performance was 43% at the end of quarter 03 . This is an indication that spending on capital projects is behind and this may be due to supply chain awards which usually take place during the third quarter. Spending has accelerated during quarter 03 when the majority of contractors have been appointed and work has commenced in the construction sites.
- ❖ Departmental budget performance is at par with quarterly expectations as depicted by the below table:

DEPARTMENT	YTD Budget	YTD ACTUAL	Variance	% SPEND
IDHS	46,378,038	34,309,441	- 12,068,597	74%
CORPORATE SERVICES	27,270,187	15,541,289	- 11,728,898	57%
PEDTA	10,548,863	6,920,035	- 3,628,828	66%
COMMUNITY SERVICES	26,236,749	32,756,752	6,520,003	125%
BUDGET & TREASURY OFFICE	21,009,956	24,214,101	3,204,145	115%
EXECUTIVE & COUNCIL	24 094 002	23 368 656	- 725,346	97%
TOTAL	131,443,793	113,741,618	- 18,427,521	86.53%

5. CREDIBILITY OF MUNICIPAL BUDGET

5.1 CAPITAL BUDGET VERSUS ACTUAL

Table C5 below reflects the capital expenditure at the end of quarter 03 of the 2022/2023 financial year by "municipal vote". The capital expenditure at the end of at the end of quarter 03 of 2022/2023 is R 26.459 million at the end of Quarter 03 with a variance of 57% compared to the quarter 03 projection of R61.283 million.

Table C5 has been included below for illustrative purposes.

Capital Expenditure - Functional Classification										
Governance and administration		369	4,588	5,708	515	1,990	4,281	(2,291)	-54%	5,708
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		369	4,588	5,708	515	1,990	4,281	(2,291)	-54%	5,708
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		3,400	5,731	140	-	-	105	(105)	-100%	140
Community and social services		4,348	5,731	140	-	-	105	(105)	-100%	140
Sport and recreation		(948)	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		39,117	47,244	47,129	3,228	20,573	36,122	(15,549)	-43%	47,129
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		39,117	47,244	47,129	3,228	20,573	36,122	(15,549)	-43%	47,129
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		601	28,200	27,700	1,412	3,896	20,775	(16,879)	-81%	27,700
Energy sources		18	28,200	27,700	1,412	3,896	20,775	(16,879)	-81%	27,700
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		583	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	43,486	85,763	80,678	5,155	26,459	61,283	(34,824)	-57%	80,678
Funded by:										
National Government		36,212	73,220	72,720	4,639	24,469	55,315	(30,846)	-56%	72,720
Provincial Government		5,432	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Companies, Higher Education)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		41,644	73,220	72,720	4,639	24,469	55,315	(30,846)	-56%	72,720
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		901	12,423	7,837	515	1,990	5,878	(3,888)	-66%	7,837
Total Capital Funding		42,545	85,643	80,558	5,155	26,459	61,193	(34,734)	-57%	80,558

5.1.1. CAPITAL EXPENDITURE SOURCES OF FUNDING

- The capital expenditure funded from National grant funding amounted to R24.469 million compared to the projected budget at the end of quarter 03 of R55.315 million, resulting in a -56% (R30.846 million) under performance.
- There was no capital expenditure funded from provincial government funding.
- The capital expenditure funded from internally generated funding amounted to R1.990 million compared to the projected budget for the quarter of R5.878 million, resulting in a -66% (R3.888 million) under performance.

5.2 OPERATING BUDGET

5.2.1 Operating Revenue

The following table shows budgeted revenue projections vs. Actual revenue recognised:

Table C4 below, is a breakdown of the Actual revenue per revenue source, as well as “other” actual revenue collected, compared to the Actual projections at the end of at the end of quarter 03 of 2022/2023 financial year. See table C4 below together with a discussion analysis below.

EC136 Emalahleni (Ec) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

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										
Revenue By Source										
Property rates		10,978	15,120	15,120	687	10,229	11,340	(1,111)	-10%	15,120
Service charges - electricity revenue		14,662	17,615	17,615	1,021	11,489	13,211	(1,722)	-13%	17,615
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		9,405	5,160	5,160	1,041	9,443	3,870	5,573	144%	5,160
Rental of facilities and equipment		874	510	510	42	344	383	(39)	-10%	510
Interest earned - external investments		3,982	4,108	4,108	1,065	4,510	3,081	1,429	46%	4,108
Interest earned - outstanding debtors		4,839	2,010	5,224	757	5,731	3,918	1,813	46%	5,224
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		138	200	200	20	131	150	(19)	-13%	200
Licences and permits		1,144	3,500	3,500	40	400	2,625	(2,225)	-85%	3,500
Agency services		2,090	1,591	1,591	122	1,393	1,193	200	17%	1,591
Transfers and subsidies		145,637	153,909	155,059	42,101	153,384	116,294	37,089	32%	155,059
Other revenue		7,253	2,699	9,699	15	1,184	7,274	(6,090)	-84%	9,699
Gains		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		201,001	206,421	217,785	46,912	198,237	163,339	34,898	21%	217,785

- Property Rates: actual revenue billed by the end of quarter 03 amounts to R10.229 million, which results to a negative variance of -10% (R1.111 million) compared to the year-to-date Quarter 03 projection of R11.340 million.
- Electricity revenue amounts to R11.489 million at the end of quarter 03, resulting in an -13% (R1.722 million) under-collection variance versus the projected year to date quarter 03 budget of R13.211 million, which is deemed to be an acceptable variance.

- Refuse removal: actual billing at the end of quarter 03 amounts to R9.443 million, resulting in a 144% (R5.573 million) over collection variance compared to the year-to-date quarter 03 projection of R3.870 million, this is because the budget is based on realistically collectable revenue rather than the billing which populates the revenue amounts.

- Rental of facilities: actual billing at the end of quarter 03 reflects R344 000, resulting in a -10% (R39 000) under-collection variance compared to the year-to-date quarter 03 projection of R383 000. This is because the budget is based on realistically collectable revenue rather than the billing which populates the revenue amounts.

- Interest earned from external investments amounts to R4.510 million at the end of quarter 03, resulting in a variance of 46% (R1.429 million) over-collection compared to the year-to-date quarter 03 projection of R3.081 million.

-Interest billed on debtors amounts to R5.731 million at the end of quarter 03, resulting in a variance of 46% (R1.813 million) over-collection compared to the year-to-date quarter 03 projection of R3.918 million. This is because the budget is based on realistically collectable revenue rather than the billing which populates the revenue amounts.

-Fines, penalties, and forfeits: actual revenue received and recognized amounts to R131 000 at the end of quarter 03 versus a year-to-date budget of R150 000 which is a -13% (R19 000) under collection.

- Licenses and permits: actual revenue received and recognized amounts to R400 000 at the end of quarter 03 versus a year-to-date budget of R2.625 million which is a -85% (R2.225 million) under collection.

- Agency services: actual revenue received and recognized amounts to R1.393 million at the end of quarter 03 versus a year-to-date budget of R1.193 million which is a 17% (R200 000) over collection.

- Transfers and subsidies: actual operational revenue received and recognized amounts to R153.384 million at the end of quarter 03 versus a year-to-date budget of R116.294 million which is a 32% (R37.089 million) over collection. The variance will improve as more operational conditional grants are spent and recognised to revenue.
- Other revenue: actual revenue amounts to R1.184 million, resulting in a variance of -84% (R6.090 million) compared to the year-to-date quarter 03 projection of R7.274 million.
- The overall revenue collection at the end of quarter 03 is showing collection of R198.237 million, resulting in a variance of 21% (R34.898 million) compared to the year-to-date quarter 03 projection of R163.339 million, thereby showing that the municipality is largely on par with the revenue generation targets set out for the quarter.

5.2.2 Operating Expenditure by type:

Table C4 reflects operating expenditure by type for quarter 03 of 2022/2023 of the operating expenditure.

Table C4: EXPENDITURE

Expenditure By Type										
Employee related costs	89,770	99,426	90,092	7,454	64,282	67,604	(3,321)	-5%	90,092	
Remuneration of councillors	13,389	13,600	13,872	1,156	10,750	10,404	346	3%	13,872	
Debt impairment	4,481	2,000	2,000	-	-	1,500	(1,500)	-100%	2,000	
Depreciation & asset impairment	15,211	16,054	14,054	1,495	13,121	10,541	2,580	24%	14,054	
Finance charges	14	80	90	1	163	67	96	143%	90	
Bulk purchases - electricity	15,030	14,000	17,000	957	11,061	12,750	(1,689)	-13%	17,000	
Inventory consumed	2,234	1,489	893	121	328	673	(345)	-51%	893	
Contracted services	24,198	19,221	32,713	3,601	15,642	24,424	(8,781)	-36%	32,713	
Transfers and subsidies	3,696	1,315	1,683	10	838	1,223	(386)	-32%	1,683	
Other expenditure	29,455	27,388	34,947	2,055	20,926	26,352	(5,427)	-21%	34,947	
Losses	11,067	-	-	-	-	-	-	-	-	
Total Expenditure	208,546	194,573	207,344	16,850	137,110	155,538	(18,428)	-12%	207,344	

Expenditure projected, original budget against actuals: -

Employee related costs amounts to R64.282 million at the end of quarter 03, with an under expenditure of -5% (R3.321 million) under-expenditure based on the year-to-date quarter 03 budgeted expenditure of R67.604 million. This is due to vacancies which are vacant in the organogram but have been budgeted for in the projections.

Remuneration of Councillors amounts to R10.750 million which results in a variance of 3% (R346 000) over-expenditure. This variance and is due to a misallocation of ward committee stipends which have been erroneously expensed to councillors' remuneration and the payment which was made by the municipality to MTN for Councillors contracts.

Debt impairment has not yet been processed during the end of quarter 03 as the assessment of impaired debtors is usually performed at reporting date.

Depreciation and asset impairment Expenditure for quarter 03 is R13.121 million, resulting in a 24% (R2.580 million) over-expenditure variance compared to the year-to-date budget of R10.541 million for the year showing that expenditure is not on par with budget expectations.

Bulk Purchases bulk purchases has a year-to-date actual amount of R11.061 million compared to the year-to-date budget of R 12.750 million. This is a variance showing an under expenditure of 13% (R1,689 million). This is due to a huge demand for electricity due to a very cold winter this year. Electricity demand is expected to decrease over the summer.

Finance Costs – The municipality does not have financial liabilities with third party institutions. The finance costs were budgeted in anticipation for the finance lease for office equipment which has not yet been finalised. Finance costs has a year-to-date actual amount of R163 000 compared to the year-to-date budget of R 67 000. This is a variance showing an over expenditure of 143% (R96 000). This is due to finance costs that the municipality incurred in the arbitration award to Dr Vatala which was paid by the municipality during the quarter.

Inventory consumed shows an actual expenditure of R328 000 at the end of quarter 03. This is an under-expenditure of -51% (R345 000) compared to the that the Quarter 03 year-to date budget estimate of R673 000. This is due to the municipalities efforts to curb spending that can be avoided without compromising the delivery of services to the municipal clientele.

Contracted services shows an actual expenditure of R15.642 million at the end of quarter 03. This is an under-expenditure of -36% (R8.781 million) compared to the Quarter 03 year-to date budget estimate of R24.424 million.

Other Expenditure shows an actual expenditure of R20.926 million at the end of Quarter 03. This is an under-expenditure of -21% (R5.427 million) compared to the that the Quarter 03 year-to date budget estimate of R26.352 million.

Other Expenditure: -

- Training services
- Audit fees
- Advertising
- Stationery
- Internships
- Ward committees and traditional leaders
- Municipal running costs
- Water and Electricity services
- Conference fees
- Travel and accommodation

THERE IS NO UNAUTHORISED EXPENDITURE FOR THE PERIOD UNDER REVIEW

5.3 Allocations and Grants

Conditional grants expenditure

GRANT	ALLOCATION	AMOUNT RECEIVED	AMOUNT SPENT	EXPENDITURE AS % RECEIPT
EPWP	1,692,000.00	1,692,000.00	1,339,319.00	79.16%
FMG	3,100,000.00	3,100,000.00	2,821,651.65	91.02%
MIG	47,916,000.00	47,916,000.00	25,132,541.50	52.45%
LIBRARY	950,000.00	950,000.00	563,908.44	59.36%
INEP	27,200,000.00	27,200,000.00	5,402,592.17	19.86%
DEDEAT	324,301.00	324,301.00	324,301.00	100.00%
TOTALS	81,182,301.00	81,182,301.00	35,584,313.76	43.83%

municipality's performance on grants overall is at 43.83% as at the end of Quarter 03. Grants expenditure for Quarter 03 is as follows:

- MIG (Road Infrastructure) spending is at 52.45% of the transferred amount to date.
- EPWP (Expanded Public Works Programme) – spending is at 79.16% of the transferred amount to date.
- FMG (Financial Management Grant) – spending is at 91.02% of the transferred amount to date.
- Library grant – spending is at 59.36% of the transferred amount to date.
- DEDEAT - spending is at 100% of the remaining amount which was unspent in the prior year.
- INEP – spending is at 19.86% of the transferred amount to date.
- Overall conditional grant spending is sitting at **43.83%**

The total amount that is unspent at the end of Quarter 03 is **R45.598** million.

5.4 WITHDRAWALS REPORT FOR QUARTER 03

Background for completing the Withdrawals report:


The Accounting Officer must include information motivating the non-budgeted withdrawals, action taken to rectify the breach and identify how funding will be sourced through an Adjustments Budget. This motivation can be an additional report to council or incorporated into the table above by inserting additional space.

This report must be tabled in Council within 30 days after the end of each quarter where a withdrawal occurs.

Withdrawals that must be reported each quarter:

1. Section 11(b) - Expenditure authorised by the MEC for finance in terms of section 26 (4) when a municipality has failed to approve a budget by 30 June;
2. Section 11(c) - Unforeseeable and unavoidable expenditure authorised by the mayor in terms of section 29 (1);
3. Section 11(d) - Payments from a trust, charitable or relief fund without budget appropriation in terms of section 12(4);
4. Section 11(e) - Payments to a person or organ of state of money received by the municipality on behalf of that person or organ of state, including
 - (i) money collected by the municipality on behalf of that person or organ of state by agreement; or
 - (ii) any insurance or other payments received by the municipality for that person or organ of state;
5. Section 11(f) - Refund money incorrectly paid into a bank account;
6. Section 11(g) - Refund guarantees, sureties and security deposits;
7. Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;

8. Section 11(i) - To defray increased expenditure on a multi-year capital project in terms of section 31;
9. Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.

BANK ACCOUNT WITHDRAWALS NOT IN TERMS OF AN APPROVED BUDGET					
		Municipal Finance Management Act, section 11(4) <i>Consolidated Quarterly Report for period 01/01/2023 to 31/03/2023 (complete relevant period)</i>			D
Date	Payee	Amount in R	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)	
13-01-2023	Emalahleni Local Municipality	5,000,000	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
27-01-2023	Emalahleni Local Municipality	5,000,000	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
10-02-2023	Emalahleni Local Municipality	5,000,000	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
20-02-2023	Emalahleni Local Municipality	15,796,242.43	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;	Mr. X Sikobi	
20-02-2023	Emalahleni Local Municipality	21,069,716.66	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;	Mr. X Sikobi	
17-03-2023	Emalahleni Local Municipality	4,000,000	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
17-03-2023	Emalahleni Local Municipality	20,271,575.34	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
17-03-2023	Emalahleni Local Municipality	20,405,986.30	Transfer from municipal fixed investment account held with STD Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	
23-03-2023	Emalahleni Local Municipality	10,014,575.34	Transfer from municipal fixed investment account held with FNB Bank to Primary account in accordance with Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.	Mr. X Sikobi	

For the third quarter ended 31 March 2023 the withdrawals made that were not in terms of an approved budget amounted to R106.558 million. The funds were withdrawn from an investment account for cash management purposes, such as the payment of suppliers and employee salaries and for investment purposes (transferring funds from one investment account to another when an investment matures).

6.1 Creditors Age Report

EC136 Emalaheni (Ec) - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q3 Third Quarter

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	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	17	-	-	-	-	-	0	-	17	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	2,929	1	-	-	-	-	-	(479)	2,451	792
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	23	-	-	-	-	-	-	-	23	-
Total By Customer Type	1000	2,968	1	-	-	-	-	0	(479)	2,490	792

The municipality is required within 30 days after receipt of the invoice from the suppliers as required by section 65 of the MFMA. The Creditors at the end of Quarter 03 amount to R2.968 million sitting under 30 days.

6 SUSTAINABILITY OF THE BUDGET

6.2.1 CASHFLOW STATEMENT

EC136 Emalaheni (Ec) - Table C7 Monthly Budget Statement - Cash Flow - Q3 Third Quarter

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		12,495	5,487	5,487	336	6,281	4,115	2,166	53%	5,487
Service charges		18,130	9,294	9,294	1,372	13,141	6,970	6,171	89%	9,294
Other revenue		12,241	6,550	6,550	228	3,775	4,912	(1,137)	-23%	6,550
Transfers and Subsidies - Operational		142,852	145,693	145,887	42,332	154,324	109,415	44,909	41%	145,887
Transfers and Subsidies - Capital		52,951	46,020	600	27,005	72,720	450	72,270	16060%	600
Interest		4,870	3,130	3,130	757	5,731	2,347	3,384	144%	3,130
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(114,138)	-	-	(13,111)	(100,850)	-	100,850	#DIV/0!	-
Finance charges		(14)	-	-	(1)	(163)	-	163	#DIV/0!	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		129,388	216,173	170,947	58,919	154,959	128,210	(26,749)	-21%	170,947
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(54,513)	-	-	(5,776)	(28,723)	-	28,723	#DIV/0!	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(54,513)	-	-	(5,776)	(28,723)	-	28,723	#DIV/0!	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	(50)	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(50)	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		74,874	216,123	170,947	53,142	126,236	128,210			170,947
Cash/cash equivalents at beginning:		63,851	-	-	-	76,073	-			76,073
Cash/cash equivalents at month/year end:		138,725	216,123	170,947	-	202,310	128,210			247,020

6.2.2 CASH AND CASH EQUIVALENTS

Below table is the investment balances of the municipality at the end of Quarter 03 of 2022/23.

Investment ID	Description	Account Number	Institution	Opening Balance	Investment Made	Investment Withdraw	Investment Interest	Bank Charges	BALANCE
FUNDS									
1	SUFFIX 530	1100-465258-530	INVESTEC	1,123,545.57	0.00	0.00	7,150.98	0.00	1,130,696.55
2	INVESTMENT 001	08 8799 697- 001	STANDARD BANK	202,056.70	0.00	1,209.85	1,209.85	0.00	202,056.70
3	INVESTMENT 012	08 8799 697-012	STANDARD BANK	11,702.60	0.00	0.00	37.77	0.00	11,740.37
4	INVESTEMNT 020	08 8799 697-020	STANDARD BANK	0.00	40,677,561.64	0.00	0.00	0.00	40,677,561.64
19	INVESTEMNT 021	08 8799 697-021	STANDARD BANK	20,002,000.00	0.00	2,000.00	142,496.48	0.00	20,142,496.48
23	INVESTEMNT 022	08 8799 697-022	STANDARD BANK	32,653.31	0.00	32,667.62	14.31	0.00	0.00
24	INVESTEMNT 023	08 8799 697-023	STANDARD BANK	15,617,177.44	32,667.62	0.00	74,348.26	0.00	15,724,193.32
26	INVESTEMNT 024	08 8799 697-024	STANDARD BANK	(0.00)	0.00	0.00	0.00	0.00	-0.00
32	INVESTEMNT 025	08 8799 697-025	STANDARD BANK	5,930,068.54	20,000,000.00	4,000,000.00	92,766.42	0.00	22,022,834.96
33	INVESTEMNT 026	08 8799 697-026	STANDARD BANK	0.00	20,000,000.00	0.00	0.00	0.00	20,000,000.00
27	FIXED DEPOSIT	93 5890 7006	ABSA BANK	10,262,946.22	0.00	0.00	62,196.27	160.00	10,324,982.49
29	FIXED DEPOSIT	93-6256-7503	ABSA BANK	66,053.72	0.00	0.00	400.30	160.00	66,294.02
34	INVESTEMNT 027	08 8799 697-027	STANDARD BANK	20,000,000.00	0.00	0.00	0.00	0.00	20,000,000.00
35	INVESTEMNT 028	08 8799 697-028	STANDARD BANK	20,000,000.00	0.00	20,271,575.34	271,575.34	0.00	0.00
36	INVESTEMNT 029	08 8799 697-029	STANDARD BANK	20,000,000.00	0.00	20,405,986.30	405,986.30	0.00	-0.00
	FIXED DEPOSIT	76202443116	FNB	10,000,000.00	0.00	10,014,575.34	14,575.34	0.00	0.00
				123,248,204.10	80,710,229.26	54,728,014.45	1,072,757.62	320.00	150,302,856.53

Cash and cash equivalents Quarter 03 of 2022/2023 FY

Municipal Account	Closing balance
Investments (less Unspent grants)	R104.705 million R45.598 million
Main bank accounts	R31.720 million

R136.425 million

At the end of Quarter 03 of 2022/2023 financial year, the municipality is sitting at a balance of R150.302 million for cash and cash equivalents Excluding Bank Balances for the Main Bank Accounts.

6.3 REPORT ON ASSET MANAGEMENT FOR QUARTER 03

Main points of discussion are as follows:

ADDRESSING OF AUDIT QUERIES

The section in month of January - March has been focusing on addressing the issues raised by AG during audit.

- Verification

During the kick-off meeting the section had the plan was to work on the prior year adjustments and have the Fixed Asset Register (FAR) rolled over the current year. That was achieved and the corrected journals were considered which then allowed for month end runs to be processed and depreciation to be systematically calculated. The FAR and trial balance has been corrected to adjust for PPE findings that lead to a qualified audit opinion on assets. Please see below the summary of the updated FAR

Asset Register Summary				
	Sum of Carrying Value Opening Balance	Sum of Correction of Error Prior Periods	Sum of Carrying Value Disposal	Sum of Closing Balance Carrying Value
⊕ (blank)				
⊖ Property Plant And Equipment	R367,647,348.01	-R48,877.92	R0.00	R360,297,303.57
⊖ Cost Model	R367,647,348.01	-R48,877.92	R0.00	R360,297,303.57
⊕ Furniture And Office Equipment	R2,795,346.27	R0.00	R0.00	R2,501,576.24
⊕ Computer Equipment	R1,753,426.25	R0.00	R0.00	R1,951,755.95
⊕ Machinery And Equipment	R901,382.37	R0.00	R0.00	R827,407.93
⊕ Transport Assets	R7,643,788.75	R0.00	R0.00	R8,039,693.21
⊕ Other Assets	R28,725,402.10	R0.00	R0.00	R28,373,739.71
⊕ Land	R31,314,592.60	R0.00	R0.00	R31,314,592.60
⊕ Community Assets	R97,131,248.80	-R48,877.92	R0.00	R95,575,662.78
⊕ Solid Waste Infrastructure	R438,588.37	R0.00	R0.00	R433,982.19
⊕ Electrical Infrastructure	R11,026,856.78	R0.00	R0.00	R10,855,868.29
⊕ Roads Infrastructure	R178,052,049.04	R0.00	R0.00	R172,638,334.81
⊕ Storm Water Infrastructure	R7,864,666.68	R0.00	R0.00	R7,784,689.86
⊕ Leased Assets	R0.00	R0.00	R0.00	R0.00
⊕ Intangible Assets	R541,592.44	R0.00	R0.00	R459,239.26
⊕ Investment Property	R1,222,400.00	R0.00	R0.00	R1,222,400.00
⊕ Heritage Assets	R182,535.96	R0.00	R0.00	R182,535.96
Grand Total	R369,593,876.41	-R48,877.92	R0.00	R362,161,478.79

PHYSICAL ASSET VERIFICATION

As part of the meeting outcomes in addressing the finding of unverified assets, asset verification plans were drafted and the verification for movable assets is in progress and is seating at 90%. **See attached excel spreadsheet as an annexure.** This exercise had forced us to update user information and room allocation on the system so that assets be recorded to the correct user and enable a better process of tracking missing or unallocated during verification. This process will end have a result of each room having a signed inventory list with assets allocated per room. The coordinates and correct project naming as well be used. CCG Team is also onsite, they have started with land and investment assets verification (issues of identifying investment assets is being addressed and also the land audit that is being done by consultant from Town Planning is helping the CCG Team on identifying our own land) This week CCG will be doing roads verification with PMU Team.

CHALLENGES

It is important to note that the unavailability of network coverage has been a major delaying factor. The use of one scanner, meaning only one person can scan during verification. The second scanner has malfunctioned and is unable to take pictures which were noted to be critical in the exercise.

4. UPDATE ON ASSET DISPOSAL

A listing of municipal asset identified for disposal has compiled and was taken to council for approval on 27 October 2022. The asset management section is currently communicating with the Auction company to do the auction before the financial year end.

INSURANCE REPORT – QUARTER 03

The municipality have lodged 11 claims with the insurance with regards to the incidents reported. Out of the 11 claims, 4 have been finalised and approved by the insurance. However, 6 claims are still pending whereas one claim only one claim was unsuccessful or was repudiated.

DISCRIPTION	CUSTODIAN	CLAIM NUMBER	REASON FOR LOSS	DATE OF LOSS	STATUS	EXCESSPAID	REFUND AMOUNT
INSURANCE CLAIMS APPROVED							
UD Waste truck	Fleet	EMA00026	Collided with another truck	2022/09/15	Claim approved	10% of repair cost R60 551.04	Claim settled with H&M Bodies
Hp ProBook Laptop	Ms Sehoshe	EMA00030	Burglary at custodians' residents	24/12/2022	Claim approved; we are waiting for a replacement laptop	-	-
Hp ProBook Laptop	Mr Boniwe	EMA00031	Liquid spill on laptop keyboard	31/01/2023	Claim approved and laptop written off and an AOL has been issued	R 2 500	R15 869.66
Isuzu Bakkie JCG 193 EC	Fleet	EMA00029	accidentally drove into the electricity pole. The bakkie is damaged on the right hand-side front suspension, front bumper, windscreen, right headlight, right fender, and right front wheel.	19/12/2022	Bakkie approved to Image panel beaters in Queenstown	-	-
INSURANCE CLAIMS PENDING							
Third party claim	Fleet	EMA00026-2	Third party liability claim	2022/09/15	Claim pending	-	-
Hp Probook 450 G8	Ms Manakaza	EMA00034	Laptop reported with a non-functional lan port	03/03/2023	Claim still pending	-	-
Hp Probook 450 G8	Mr Tikana	EMA00035	Laptop reported with damaged charging port	23/03/2023	Claim still pending	-	-
Tipper Truck HFT 991 EC	Fleet	EMA00028	Tipper truck while tipping gravel on site fell on its side resulting from wet and unstable ground.	2022/12/14	Claim is pending and an investigator has been appointed	-	-
Electrical infrastructure	Mr Petse	EMA00036	Damage to electrical infrastructure. Poles, cabling and street lights	30/03/2023	Claim still pending	-	-

Toyota Fortuner	Mr Jongile	EMA00033	Vehicle reversed into a pole and broke the tale light	05/01/2023	Claim is still pending, and no update has been received	-	-
INSURANCE CLAIMS UNSUCCESSFUL OR REPUDIATED							
Mtsheko community hall	Mr Qaba	EMA00027	Roof blown away by High winds	2022/12/02	Claim repudiated due to poor construction	-	-

6.4 REPORT ON EXPENDITURE & PAYROLL MANAGEMENT FOR QUARTER 03

At the end of Quarter 03 amounts to R **20 104** million for the net earnings component.

Breakdown of the earnings:

Salary Type	January 2023	February 2023	March 2023	Total
Salaries - staff	R 4 429 773.14	R 4 506 022.56	R 4 529 896.83	R 13 465 692.53
Councillors Remuneration	R 986 198,44	R 986 198.44	R 986 198.44	R 2 958 595.32
Allowances	R 833 878.85	R 805 949.03	R 826 301.14	R 2 466 129.02
Benefits	R 154 874,05	R 157 814.71	R 157 814.71	R 470 503.47
Subsistence & Travel	R 260 813.99	R 211 020.02	R 272 174.04	R 744 008.05
Total Net				R 20 104 928.39

Allowances Breakdown

COUNCILLORS							
Description	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	TOTALS
TRAVELLING ALLOWANCE	R 44 000,00	R 44 000,00	R 44 000,00				R132 000,00
CELLPHONE ALLOWANCE	R 115 600,00	R115 600,00	R 115 600,00				R 346 800,00
TOTAL EARNINGS	R 159 600,00	R 159 600,00	R 159 600,00				R 478 800,00

MAIN PAYROLL							
Description	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	TOTALS
3G ALLOWANCE	R 33 970,00	R 34 922,50	R 36 068,00				R 104 960,50
ACTING ALLOWANCE	R 93 636,29	R 45 088,03	R 55 175,60				R 193 899,92
TELEPHONE ALLOWANCE	R 63 597,54	R 66 355,08	R 68 032,30				R 197 984,92
TRANSPORT ALLOWANCE	R 398 278,01	R 415 186,41	R 423 640,61				R 1 237 105,03
HOUSING ALLOWANCE	R 84 797,01	R 84 797,01	R 83 785,24				R 253 379,26
GROSS EARNINGS	R 674 278,85	R 646 349,03	R 666 701,75	-	-	-	R 1 987 329,63

The total year-to-date expenditure is **R73 022 million** which is Q1(R26 376 million) +Q2 (R26 542 million) +Q3 (R 20 104 million) as compared to the annual budget of R113.026 million, this equates to 64.6% spending. The spending is within an acceptable level as we should have been at 75% as at end of 3rd quarter.

The total deductions for the 3rd quarter amounted to Q1 (R7 058 million) + Q2 (R7 313 million) +Q3 (R6 903 million) which gives the gross earnings amounting to **R 21 274 million** as at end of 3rd quarter.

There has been a challenge of non-adherence to the submission of payroll amendments by HR. This has a negative impact as it delays the finalization of payroll, thus resulting in inability to detect potential errors, which are minimised through the issuing of salary advice. The payroll office has however minimised the number of payroll queries as a result of quality checks controls.

PAYMENT OF CREDITORS

The municipality is required within 30 days after receipt of the invoice from the suppliers, we have achieved this importance compliance requirement for the quarter under review. This has a direct impact in stimulating the local economic of Emalahleni. The total balance outstanding amounted to **R 2 969 481.55** which was within 30 days old.

The balance of creditors per month is as follows:

Month	Balance	% Movement
January 2023	R 5 554 809.71	
February 2023	R 1 634 819.44	89% downwards
Quarter 03	R 2 969 481.55	55% upwards

The municipality is striving to pay all its creditors within 30 days.

Below is the breakdown of the Top 10 Creditors outstanding as at **31 Quarter 03**.

Creditor	Balance Due
SOV SECURITY SERVICES	R 752 087.72
CHIPPA	R 592 769.00
SEBATA	R 456 782.26
AFRICAN LIFE	R 147 754.80
SAMWU PROVIDENT FUND	R 131 928.57
SAMWU MEDICAL AID	R 85 211.00
AVBOB	R 73 479.36
MARK WILSON	R 76 917.84
METROPOLITAN	R 60 418.99
MAFORI	R 56 492.11

6.5 DEBTORS' COLLECTION RATE REPORT AT THE END OF QUARTER 03

Billable Outstanding Debt as at end of Quarter 03:

Totals per Account Group	Total Balance	Current Amount	30 - 60 Days Amount	Greater Than 90 Days	Total Interest Charged
Blue Crane Minerals & Resources (PTY) Ltd	R 34 392.47	R 879.70	R 1 701.36	R 28 656.81	R 3 154.60
Business	R11 218 105.54	R 149 716.33	R 450 113.19	R7 785 958.86	R2 832 317.16
Chris Hani District Municipality	R7 258 675.47	R 48 477.73	R 167 132.21	R4 961 395.39	R2 081 670.14
Churches	(R 12 480.72)	(R 15 849.01)	R 1 643.32	R 1 643.32	R 81.65
CORNISH TRUST AND HW STAPELBERG	R 150 466.29	R 15 643.01	R 14 134.73	R 106 627.17	R 14 061.38
Councillors Accounts	R 31 943.76	R 701.87	R 1 403.74	R 19 172.55	R 10 665.60
Dept of Rural Development and Land Reform	(R 556 901.28)	(R1 057 425.36)	R 43 404.56	R 423 380.03	R 33 739.49
Dept Social Development	R 138 012.47	R 10 892.47	R 21 790.03	R 92 206.84	R 13 123.13

Dordrecht High School	R 0.00	(R 0.01)	R 0.00	R 0.01	R 0.00
DR S XHOMA	R 286 074.22	R 6 553.68	R 13 377.74	R 222 304.51	R 43 838.29
Eastern Cape Development Corp	(R 354.89)	(R 354.89)	R 0.00	R 0.00	R 0.00
Education	R 6 682.86	(R 45 487.11)	R 10 002.42	R 39 588.12	R 2 579.43
Farms	R6 468 229.57	(R 49 351.05)	R 13 241.34	R4 434 684.43	R2 069 654.85
Health	R1 562 710.23	R 57 862.81	R 276 134.98	R1 143 331.37	R 85 381.07
Indwe High School	R 41 702.84	R 3 334.14	R 6 668.28	R 29 325.77	R 2 374.65
Joe Gqabi Municipality	R 27 200.16	R 6 954.86	R 5 459.49	R 13 725.21	R 1 060.60
Mr Mvambo	R 544 519.56	R 9 744.55	R 22 680.28	R 403 241.53	R 108 853.20
Municipal Accounts	R 2 523.64	R 2 523.64	R 0.00	R 0.00	R 0.00
National Public Works	R 6 809.03	(R1 187 542.52)	R 277 899.16	R 822 720.68	R 93 731.71
OSBORNE FAMILY TRUST AND NUMBER TWO PIGGERIES	R 146 104.88	(R 4 975.96)	R 0.00	R 107 338.37	R 43 742.47
Provincial Pub Lic Works	R5 892 651.21	R 316 173.39	R 620 220.01	R4 291 465.67	R 664 792.14
Residents	R64 666 927.29	R 614 624.23	R1 854 666.26	R43 971 834.35	R18 225 802.45
South African Post Office	R 69 921.23	R 19 327.52	R 48 584.80	R 0.00	R 2 008.91
Staff Accounts	R 59 587.58	(R 2 296.63)	R 5 329.67	R 43 932.15	R 12 622.39
VAN NIEKERK	R 92 849.66	(R 15 229.68)	R 13 849.02	R 86 215.88	R 8 014.44
Total	R98 136 353.07	(R1 115 102.29)	R3 869 436.59	R69 028 749.02	R26 353 269.75

- The total debt owed to the municipality as at 31 Quarter 03 amounts to R98 136 353.07
- The total debt above can be broken down as follows:

Non -Billable Collection as at end of Quarter 03:

- The Municipality adopted a budget of R252 901 181.00 for Non-Billable revenue items of which a Total R196 205 674.83 collected or received as at end of 3rd quarter , that equates to 77.58%.
- From the actual receipts of 3rd quarter, BTO is at 96.35% as indicated in the summary table per departments performance indicators.
- The positive reported performance is due to the fact that most grants allocations have been received in Quarter 03.

4.1 Balance per Debtor:

4.2. Balance per service type:

Totals per Service Type	Total Balance	Current Amount	30 - 60 Days Amount	Greater Than 90 Days	Total Interest Charged
Advance Payment	(R3 101 553.09)	(R3 101 553.09)	R 0.00	R 0.00	R 0.00
Adv-Pay Reverse	R 16 768.66	R 0.00	R 0.00	R 16 768.66	R 0.00
Electricity Basic	R 452 031.67	R 41 744.59	R 75 310.64	R 295 814.61	R 39 161.83
Electricity Metered	R9 615 258.35	R 162 350.68	R 652 249.54	R6 587 897.94	R2 212 760.19

Property Rates	R36 218 240.37	R 620 839.00	R1 020 915.58	R24 659 261.85	R9 917 223.94
Rental(H003)	R 810 213.75	R 24 484.52	R 48 969.04	R 611 845.71	R 124 914.48
Repay: Property Rates	R 46 544.79	R 0.00	R 0.00	R 46 544.79	R 0.00
Repay: Waste Disposal	R 63 432.45	R 0.00	R 0.00	R 63 432.45	R 0.00
Waste Disposal	R54 015 416.12	R1 137 032.01	R2 071 991.79	R36 807 738.17	R14 059 209.31
Total	R98 136 353.07	(R1 115 102.29)	R3 869 436.59	R69 089 304.18	R26 353 269.75

4.3. Councillors Accounts

Name	Total Balance	Current Amount	30 - 60 Days Amount	Greater Than 90 Days Amount	Total Interest Charged
THANDEKA GLORIA/THEMBINKO SI GABRIEL KULASHE	R 18 738.84	R183.11	R 366.22	R 9 567.13	R 8 622.38
MXOLISI PATRICK MASIZA	R 5 793.96	R 164.01	R 328.02	R 4 111.54	R 1 190.39
SYDNEY QOMOYI	R 3 618.72	R 178.52	R 357.04	R 2 685.46	R 397.70
SIMON TORONTO/ VUYOKAZI MNYUKO	3792.24	176.23	352.46	2808.42	455.13
TOTAL	R 31 943.76	R 701.87	R 1 403.74	R 19 172.55	R 10 665.60

4.4. Staff Accounts

Name	Total	Current Amount	30 - 60 Days Amount	Greater Than 90 Days	Total Interest Charged
TINUS BEKKER	(R 4 975.49)	(R 4 975.49)	R 0.00	R 0.00	R 0.00
MABHUTI HEADMAN NTSHINGANA	R 1 153.31	R 390.05	R 752.05	R 0.00	R 11.21
THOBEKA HAZEL SIZANI	R 1 917.11	R 181.58	R 363.16	R 1 228.02	R 144.35
SPITI MBULELO ELEFU	R 2 440.97	R 178.52	R 357.04	R 1 573.08	R 332.33
TEKA	R 10 260.15	R 178.52	R 357.04	R 6 698.07	R 3 026.52
THAMSANQA MAYEKISO	R 9 399.34	R 178.52	R 357.04	R 5 998.17	R 2 865.61
MALIBONGWE ADVOCATE NZIWENI	R 36 509.51	R 1 327.47	R 2 654.94	R 26 569.62	R 5 957.48
PHUMZILE ERIC JACOBS	R 2 882.68	R 244.20	R 488.40	R 1 865.19	R 284.89
TOTAL	R 59 587.58	(R 2 296.63)	R 5 329.67	R 43 932.15	R 12 622.39

4.5. Other Debtors – SARS

SARS				
MONTH	RETURN SUBMITTED	REFUND RECEIVED	TOTAL RECEIVABLE	% RECEIVED
Jul-22	-R604 731.52	R604 731.52	R0.00	100.00%
Aug-22	-R1 216 271.88	R1 216 271.88	R0.00	100.00%
Sep-22	-R648 200.68	R648 200.68	R0.00	100.00%
Oct-22	-R1 297 800.54	R1 297 800.54	R0.00	100.00%
Nov-22	-R445 358.65	R414 016.89	-R31 341.76	92.96%
Dec-22	-R1 330 620.99	R1 330 620.99	R0.00	100.00%
Jan-22	-R302 681.35	R302 681.35	R0.00	100.00%
Feb-22	-R441 914.67	R441 914.67	R0.00	100.00%
TOTAL	-R6 287 580.28	R6 256 238.52	-R31 341.76	99.50%

Debtors Collection Levels as at 31 Quarter 03

The collection rate for the month of Quarter 03 is 29.65 %. This gives us the average collection rate of 20.64 % at the end of Quarter 03.

MONTH	JAN			FEB			MARCH			TOTAL		
	BILLIN G	COLLE CTION	%	BILLIN G	COLLE CTION	%	BILLIN G	COLLE CTION	%	BILLIN G	COLLE CTION	%
ADVANCED PAYMENTS		-R22 802.80			-R122 900.02			-R63 996.17			-R186 896.19	
RATES	R934 996.11	-R141 389.72	15.12%	R900 125.14	-R516 562.74	57.39%	R949 259.96	-R280 628.05	29.56%	R2 784 381.21	-R938 580.51	33.71%
REFUSE REMOVAL	R1 562 147.30	-R75 981.04	4.86%	R1 636 331.13	-R79 661.79	4.87%	R1 601 736.49	-R108 813.59	6.79%	R4 800 214.92	-R264 456.42	5.51%
RENTAL	R36 646.77	-R18 294.03	49.92%	R38 216.02	-R9 039.13	23.65%	R38 659.23	-R7 901.26	20.44%	R113 522.02	-R35 234.42	31.04%
ELECTRICITY	R607 103.66	-R23 991.04	3.95%	R389 896.31	-R5 849.33	1.50%	R365 063.15	-R414 730.20	113.61%	R1 362 063.12	-R444 570.57	64.06%
TOTALS	R3 140 893.84	-R259 655.83	8.27%	R2 964 568.60	-R734 013.01	24.76%	R2 954 718.83	-R876 069.27	29.65%	R9 060 181.27	-R1 869 738.11	20.64%

Debtors Collection Levels from July 2022 –the end of Quarter 03

Service Type	Jul-22			Aug-22			Sep-22			Oct-22		
	BILLIN G	COLLE CTION	COL L %	BILLIN G	COLLE CTION	COL L %	BILLIN G	COLLE CTION	COL L %	BILLIN G	COLLE CTION	COL L %
PROPERTY RATES	R4,195,896.03	-	11.8%	R872,901.85	-	30.9%	R902,497.60	-	17.1%	R915,229.58	-	23.3%
WASTE DISPOSAL	R1,245,202.13	R495,203.38	0%	R1,491,870.43	R269,967.53	3%	R1,459,196.25	R154,955.57	7%	R1,564,207.83	R213,787.46	6%
METERED ELECTRICITY	R515,957.28	-	21.3%	R381,107.84	-	25.6%	R398,549.59	-	31.6%	R584,285.36	-	23.7%
RENTAL	R35,308.46	R110,292.19	8%	R35,415.25	R97,821.29	7%	R22,754.35	R126,020.16	2%	R34,166.58	R138,590.42	2%
TOTALS	R5,992,363.90	R701,906.45	11.71%	R2,781,295.37	R479,018.53	17.22%	R2,782,997.79	R624,174.35	22.43%	R3 097 889.35	-R488 185.47	15.76%

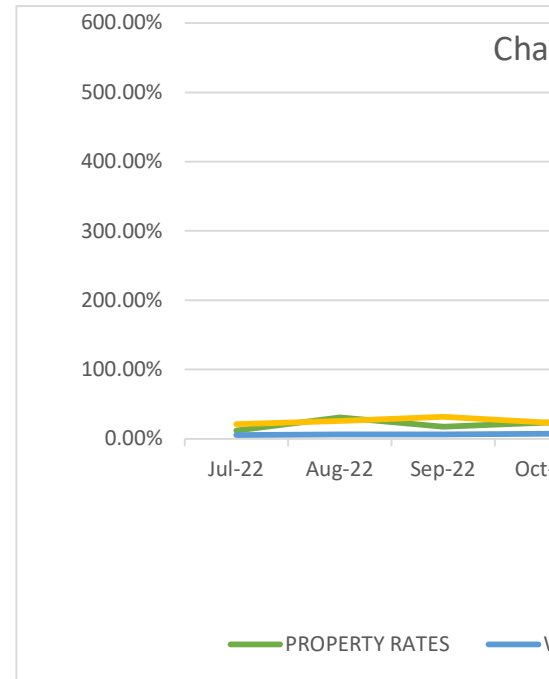
Service Type	Nov-22			Dec-22			Jan-23			Feb-23			Mar-23		
	BILLING	COLLECTION	COLL %	BILLING	COLLECTION	COLL %	BILLING	COLLECTION	COLL %	BILLING	COLLECTION	COLL %	BILLING	COLLECTION	COLL %
PROPERTY RATES	R93 2,46 8.54	- R16 4,16 8.45	17 .6 %	882, 712. 66	R3,8 61,6 53.8	43 7. 48 %	R93 4,99 6.11	- R14 1,38 9.72	15 .1 2 %	R900, 125.1 4	- R63 9,46 2.76	71.0 4%	R94 9,25 9.96	- R34 4,62 4.22	29 .5 6 %
WASTE DISPOSAL	R1, 534, 789. 61	- R77 ,387 .77	5. 04 %	1,54 2,46 6.89	R37 9,82 7.90	24 .6 2 %	R1, 562, 147. 30	- R98 ,783 .84	6. 32 %	R1,63 6,331. 13	- R79 ,661 .79	4.87 %	R1 601, 736. 49	- R10 8,81 3.59	6. 79 %
METERED ELECTRICITY	R52 3,42 3.92	- R18 2,37 4.09	34 .8 4 %	316, 437. 74	R1,7 74,0 52.9	56 0. 63 %	R60 7,10 3.66	- R23 ,991 .04	3. 95 %	R389, 896.3 1	- R5, 849. 33	1.50 %	R36 5,06 3.15	- R41 4,73 0.20	11 3. 61 %
RENTAL	R37 ,681 .66	- R14 ,352 .50	38 .0 9 %	36,4 42.6 2	R10, 016. 062	27 .4 9 %	R36 ,646 .77	- R18 ,294 .03	49 .9 2 %	R38,2 16.02	- R9, 039. 13	23.6 5%	R38 659 .23	- R7 901. 26	20 .4 4 %
TOTALS	R3 028 363. 73	- R43 8 282. 81	14 .4 7 %	R2, 778, 059. 91	- R6,0 25,5 51.3 6	21 6. 90 %	R3 140 893. 84	- R28 2 458. 63	8. 99 %	R2 96 4 568.6	- R73 4 013. 01	24.7 6%	R2, 954, 718. 83	- R87 6 069. 27	29 .6 5 %

Debtors Collection Averages from July 2022 – the end of Quarter 03

MONTH	BILLING (R)	COLLECTION (R)	COLL%
JULY	5,992,363.90	-701,906.45	11.71%
AUG	2,781,295.37	-479,018.53	17.22%
SEP	2,782,997.79	-624,174.35	22.43%
OCT	3,097,889.35	-488,185.47	15.76%
NOV	3,028,363.73	-438,282.81	14.47%
DEC	2,778,059.91	-6,025,551.36	216.90%
JAN	3,140,893.84	-282,458.63	8.99%
FEB	2,964,568.60	-734,013.01	24.76%
MAR	2,954,718.83	-876,069.27	29.65%
TOTAL	29,521,151.32	-10,649,659.88	36.07%

Summary per service type from July 2022 – the end of Quarter 03

<u>MONTH</u>	<u>PROPERTY RATES</u>	<u>WASTE DISPOSAL</u>	<u>ELECTRICITY</u>
Jul-22	11.80%	5.61%	21.38%
Aug-22	30.93%	6.29%	25.67%
Sep-22	17.17%	6.46%	31.62%
Oct-22	23.36%	7.31%	23.72%
Nov-22	17.61%	5.04%	34.84%
Dec-22	437.48%	24.62%	560.63%
Jan-23	15.12%	6.32%	3.95%
Feb-23	57.39%	4.87%	1.50%
Mar-23	36.30%	6.79%	113.61%



5.1 Collection Efforts

Totals per Account Group	Total Balance as 31 December 2023	Total Balance as 31 Quarter 03	Amount Received in March	Collection Efforts

Blue Crane Minerals & Resources (PTY) Ltd	R 41 878.00	R 34 392.4 7	R87.91	Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Business	R10 591 863.99	R11 218 105.5 4	R178 720.30	Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Chris Hani District Municipality	R7 073 397.72	R7 258 675.4 7	R246 361.60	Payment received. We are sending monthly statements as a reminder for monthly payments.
Churches	(R 14 506.48)	(R 12 480.7 2)		Churches are exempted from rate payments.
CORNISH TRUST AND HW STAPELBERG	R 161 139.68	R 150 466.2 9	R75 448.89	Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Councillors Accounts	R 49 019.82	R 31 943.7 6	R10 015.50	Deducted from the salaries as per section 12A, schedule 1 of the MSA.
Dept of Rural Development and Land Reform	(R 635 293.33)	(R 556 901.2 8)		Credit Balance
Dept Social Development	R 102 253.88	R 138 012.4 7	R21 750.04	Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Dordrecht High School	(R 21 605.14)	R 0.00		
DR S XHOMA	R 278 702.66	R 286 074.2 2	R10 000.00	The client has been honoring his arrangement of paying R10 000 every month. Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Eastern Cape Development Corp	(R 8 849.42)	(R 354.8 9)		Credit Balance
Education	(R 9 651.24)	R 6 682.8 6		Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Farms	R6 396 133.97	R6 468 229.5 7	R77 475.04	Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Health	R1 190 287.86	R1 562 710.2 3		Statements have been sent. They made a commitment to pay by March. The commitment was not honored.
Indwe High School	R 30 726.03	R 41 702.8 4		Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Joe Gqabi Municipality	R 22 618.24	R 27 200.1 6	R3 056.59	Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Mr Mvambo	R 497 415.36	R 544 519.5 6		Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Municipal Accounts	(R 1 232.57)	R 2 523.6 4		

National Public Works	(R 105 483.82)	R 6 809.03	R53 939.58	Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
OSBORNE FAMILY TRUST AND NUMBER TWO PIGGERIES	R 145 602.17	R 146 104.88	R2 695.04	Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Provincial Pub Lic Works	R4 526 971.77	R5 892 651.21		Statements of accounts are emailed and reminders communicated through sending emails to contact persons.
Residents	R60 630 316.72	R64 666 927.29	R78 457.04	We will continue with disconnection letters and demand letters to those who do not pay their accounts.
South African Post Office	R 62 952.74	R 69 921.23	R62 952.74	Payment received in Quarter 03.
Staff Accounts	R 81 521.27	R 59 587.58	R11 078.55	Deducted from the salaries as per section 10, schedule 2 of the MSA.
VAN NIEKERK	R 74 711.66	R 92 849.66	R16 150.62	Statements of accounts were hand delivered and others were sent via email to those customers with email accounts
Total	R91 160 891.54	R98 136 353.07	R 848 189.44	

Payment Arrangements Made:

Name	Account Number	Initial Application Debt	Down Payment	Instalment Amount	Remaining Holding Amount
Jackson Phakathi Matwa	00000000217	R 59 190.90	R 3 015.00	R 3 144.22	R 42 750.33
Nomakorinte Velencia Mpolweni	000000001701	R 40 381.59	R 10 000.00	R 2 523.85	R 31 562.63
Albertus Hercules Van De Venter	000000001803	R 17 198.61	R 600.00	R 747.77	R 19 085.86
Albertus Hercules Van De Venter	000000002107	R 14 514.00	R 600.00	R 500.48	R 17 096.45
Veronica Breed	000000002019	R 2 428.78	R 1 200.00	R 607.20	R 366.82
Michael Makhambi	000000006564	R 7 958.33	R 530.00	R 497.39	R 7 397.57
Coetzer Hester Francina Sophia	000000001844	R 14 305.80	R 800.00	R 794.77	R 16 629.52
Atwell Mbuzeli Ngqongwa	000000002035	R 8 289.05	R 500.00	R 518.07	R 9 799.81
Nomampondomise Cekiso	000000002041	R 4 404.57	R 1 000.00	R 880.91	R 4 621.41
Martin Johannes Marais	000000001787	R 10 340.43	R 2 000.00	R 492.40	R 11 363.15

Vuyisile Maseti	000000001733	R 13 127.01	R 1 200.00	R 596.68	R 11 398.62
Lisa Mealies	000000002183	R 33 625.11	R 800.00	R 1 401.05	R 40 488.66
Marianna Schmidt	000000002123	R 11 851.45	R 1 050.00	R 987.62	R 8 336.84
Yalezwa Mntwana	000000001656	R 6 616.11	R 300.00	R 275.67	R 6 616.11
Mongezi Mntwana	000000001657	R 14 721.31	R 600.00	R 300.43	R 14 721.31
Diane Van De Venter	000000001740	R 11 948.71	R 150.00	R 306.38	R 11 048.11
Christoffel Marthinis Oosthuizen	000000001858	R 15 344.61	R 4 413.60	R 902.62	R 16 986.14
		R 702 707.95	R 105 718.71	R 32 716.36	R 270 269.34

Description	Department	Original Budget	Adjusted Budget	Actual Collection	%
Insurance Refund	BTO	-1 415 986.00	-1 415 986.00	-985 889.84	69.63 %
Clearance Certificates	BTO	0.00	-1.00	-5 585.36	55853 6.00%
Interest: Short Term Investments and Call Accounts	BTO	-4 108 000.00	-4 108 000.00	-4 122 009.81	100.34 %
Electricity Sales: Commercial Prepaid	BTO	-12 500 000.00	-12 500 000.00	-7 338 227.98	58.71 %
Commission Fees - Payroll	BTO	-281 857.00	-281 857.00	-71 066.93	25.21 %
Electricity: Prepaid	BTO	-50 000.00	-50 000.00		0.00%
Local Government: Financial Management Grant	BTO	-3 100 000.00	-3 100 000.00	-2 821 651.64	91.02 %
Equitable Share	BTO	-146 186 000.00	-146 186 000.00	-146 186 000.00	100.00 %
Cemetery and Burial	Comm Serv	0.00	-1.00	-32 331.38	32331 38.00 %
Fines, Penalties and Forfeits:Fines:Traffic:Municipal	Comm Serv	-100 000.00	-100 000.00	-55 928.50	55.93 %
Vehicle Registrations	Comm Serv	-1 590 637.00	-1 590 637.00	-1 393 134.57	87.58 %
Rental From Community Assets	Comm Serv	-10 000.00	-10 000.00	-53 493.58	534.94 %
Fines, Penalties and Forfeits:Fines:Pound Fees	Comm Serv	-100 000.00	-100 000.00	-24 788.50	24.79 %
Drivers Licence Application/Duplicate Drivers Licences	Comm Serv	-1 000 000.00	-1 000 000.00	-214 770.00	21.48 %
Learner Licence Application	Comm Serv	-1 000 000.00	-1 000 000.00	-36 498.00	3.65%
Motor Vehicle Licence	Comm Serv	-1 000 000.00	-1 000 000.00		0.00%
Library grant	Comm Serv	-950 000.00	-950 000.00	-563 908.44	59.36 %
LGSETA	Corp Serv	-1 035 000.00	-1 035 000.00	-76 881.84	7.43%

					80944
Building Plan Approval	IDHS	0.00	-1.00	-80 944.39	39.00 %
Electricity: Connection/Reconnection Fees	IDHS	-1 164 696.00	-1 164 696.00	-61 900.09	5.31%
Fines, Penalties and Forfeits:Fines:Illegal Connections	IDHS	-1.00	-1.00	-50 000.00	50000 00.00 %
Intergrated National Electrification Programme Grant	IDHS	-27 200 000.00	-27 200 000.00	-5 402 592.17	19.86 %
Municipal Infrastructure Grant	IDHS	-46 020 200.00	-46 020 200.00	-22 736 741.49	49.41 %
Expanded Public Works Programme Intergrated Grant	IDHS	-1 692 000.00	-1 692 000.00	-1 339 319.00	79.16 %
Municipal Infrastructure Grant - PMU Admin Costs	IDHS	-1 895 800.00	-1 895 800.00	-2 395 800.00	126.37 %
Licences or Permits: Trading (Business)	PEDT A	-500 000.00	-500 000.00	-148 263.48	29.65 %
Grazing Fees	PEDT A	0.00	-1.00	-5 217.40	52174 0.00%
Agricultural Activities (Branding)	PEDT A	-1 000.00	-1 000.00	-2 730.44	273.04 %
		-252 901 177.00	-252 901 181.00	-196 205 674.83	77.58 %

Performance Per Department

		Budget (adjusted)	Actual		%
BTO		-167 641 844.00	-161 530 431.56		96.35 %
Community Services		-5 750 638.00	-2 374 852.97		41.30 %
Corporate Services		-1 035 000.00	-76 881.84		7.43%
IDHS		-77 972 698.00	-60 077 199.84		77.049 %

PEDTA		-501 001.00	-156 211.32		31.18 %
TOTAL		-252 901 181.00	-205 103 674 .83		81.10 %

NON-BILLABLE REVENUE

Description	Department	Original Budget	Adjusted Budget	Actual Collection	%
Insurance Refund	BTO	-1 415 986.00	-1 415 986.00	-985 889.84	69.63 %
Clearance Certificates	BTO	0.00	-1.00	-5 585.36	55853 6.00%
Interest: Short Term Investments and Call Accounts	BTO	-4 108 000.00	-4 108 000.00	-4 122 009.81	100.3 4%
Electricity Sales: Commercial Prepaid	BTO	-12 500 000.00	-12 500 000.00	-7 338 227.98	58.71 %
Commission Fees - Payroll	BTO	-281 857.00	-281 857.00	-71 066.93	25.21 %
Electricity: Prepaid	BTO	-50 000.00	-50 000.00		0.00%
Local Government: Financial Management Grant	BTO	-3 100 000.00	-3 100 000.00	-2 821 651.64	91.02 %
Equitable Share	BTO	-146 186 000.00	-146 186 000.00	-146 186 000.00	100.0 0%
Cemetery and Burial	Com m Serv	0.00	-1.00	-32 331.38	32331 38.00 %
Fines, Penalties and Forfeits:Fines:Traffic:Municipal	Com m Serv	-100 000.00	-100 000.00	-55 928.50	55.93 %
Vehicle Registrations	Com m Serv	-1 590 637.00	-1 590 637.00	-1 393 134.57	87.58 %
Rental From Community Assets	Com m Serv	-10 000.00	-10 000.00	-53 493.58	534.9 4%

Fines, Penalties and Forfeits:Fines:Pound Fees	Com m Serv	-100 000.00	-100 000.00	-24 788.50	24.79 %
Drivers Licence Application/Duplicate Drivers Licences	Com m Serv	-1 000 000.00	-1 000 000.00	-214 770.00	21.48 %
Learner Licence Application	Com m Serv	-1 000 000.00	-1 000 000.00	-36 498.00	3.65%
Motor Vehicle Licence	Com m Serv	-1 000 000.00	-1 000 000.00		0.00%
Library grant	Com m Serv	-950 000.00	-950 000.00	-563 908.44	59.36 %
LGSETA	Corp Serv	-1 035 000.00	-1 035 000.00	-76 881.84	7.43%
Building Plan Approval	IDHS	0.00	-1.00	-80 944.39	80944 39.00 %
Electricity: Connection/Reconnection Fees	IDHS	-1 164 696.00	-1 164 696.00	-61 900.09	5.31%
Fines, Penalties and Forfeits:Fines:Illegal Connections	IDHS	-1.00	-1.00	-50 000.00	50000 00.00 %
Intergrated National Electrification Programme Grant	IDHS	-27 200 000.00	-27 200 000.00	-5 402 592.17	19.86 %
Municipal Infrastructure Grant	IDHS	-46 020 200.00	-46 020 200.00	-22 736 741.49	49.41 %
Expanded Public Works Programme Intergrated Grant	IDHS	-1 692 000.00	-1 692 000.00	-1 339 319.00	79.16 %
Municipal Infrastructure Grant - PMU Admin Costs	IDHS	-1 895 800.00	-1 895 800.00	-2 395 800.00	126.3 7%
Licences or Permits: Trading (Business)	PEDT A	-500 000.00	-500 000.00	-148 263.48	29.65 %
Grazing Fees	PEDT A	0.00	-1.00	-5 217.40	52174 0.00%
Agricultural Activities (Branding)	PEDT A	-1 000.00	-1 000.00	-2 730.44	273.0 4%
		-252 901 177.00	-252 901 181.00	-205 103 674.83	81.10 %

Performance Per Department

		Budget (adjusted)	Actual		%
BTO		-167 641 844.00	-161 530 431.56		96.35 %
Community Services		-5 750 638.00	-2 374 852.97		41.30 %
Corporate Services		-1 035 000.00	-76 881.84		7.43%
IDHS		-77 972 698.00	-60 077 199.84		77.04 9%
PEDTA		-501 001.00	-156 211.32		31.18 %
TOTAL		-252 901 181.00	-205 103 674 .83		81.10 %

6.6 INDIGENT MANAGEMENT & FREE BASIC SERVICES REPORT FOR QUARTER 03

The application process started in the 2022/23 financial year was finally completed, even though the whole list is not complete, this was due to the wards not submitting information at the same time. Below is the summary of the application vs verified list per ward:

Ward	Number of applicants under verification after Q2 of 2022/23	Total number Verified as at 3 rd quarter of 2022/23	Qualified Applicants	Applicants with Business – further verification needed	Disqualified Applicants – Deceased, etc
2	563	185	185	40	46
3	16	16	7	3	1
4	607	0	Pending	Pending	
5	1052	0	Pending	Pending	

6	678	599	490	61	48
7	724	623	553	36	34
8	407	84	65	18	1
9	332	330	Pending	Pending	Pending
10	540	366	298	30	38
11	637	531	432	45	54
12	472	472	Pending	Pending	Pending
13	533	533	Pending	Pending	Pending
14	281	279	226	24	29
15	826	633	510	70	53
16	213	212	181	17	14
17	518	470	375	51	44
Totals	8399	6992	3321	395	362

- The FBS Office submitted a register with 2874 approved indigents to Eskom to add on Emalahleni list.
- 1 630 configured indigents are collecting their tokens, and the number is expected to increase in April 2023.
- Below is the split of the Eskom and Ontec beneficiaries.

2022/23 Expenditure Incurred

FBE service	JANUARY	FEBRUARY	MARCH	Total
Municipal Electricity	R67 734.98	R68 304 .78	R67 877.43	R 203 917.19
No of Customers	957	959	953	2869
Eskom	R147 500.66	R128 978.39	R152 642.49	R429 121.54
No of Customers	1622	1428	1690	4740

Observations

- The office noted that most of our indigent applicants are not the owners of the properties according to the Municipal valuation roll,

- This is clear that change of ownership needs to be done, the municipality to assist our indigent applicants with the change of ownership procedure.

6.7 REPORT ON IMPLEMENTATION OF SUPPLY CHAIN MANAGEMENT POLICY FOR QUARTER 03

BID AWARDS REPORT

TABLE 1: BIDS AWARDED FOR AN AMOUNT ABOVE R200 000.00 FOR QUARTER 03 OF 2022/2023 FINANCIAL YEAR

COMPETITIVE BIDDING 2021/2022						
No.	BID NO	PROJECT NAME	BIDDERS NAME	Locality	Awarded Amount	Month
1	ELM/2/08/2022T	Provision of additional travel agency services for a period of three years	Lithaba Travels	East London	10% commission based	11-01-2023
2	ELM/4/01/2023T	Lease of Three Specialised Waste Collection Vehicles for Emalahleni Local Municipality for a period of 6 months	Chippa Training Academy (Pty)Ltd	East London	Rates contract	17-02-2023
						0% Emalahleni
						100% Eastern Cape Excl Emalahleni

TABLE 2: SUB-CONTRACTORS FOR QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

- Installation of clearvu fencing for 30 days Sibhozana Trading R349 000.00 – Cacadu Public Toilets

TABLE 3: BIDS AWARDED FOR AN AMOUNT BETWEEN R30 000-R200 000.00 FOR QUARTER 03 OF 2022/2023 FINANCIAL YEAR

Quarter	No	Order Date	Bid Number	Order Number	Supplier name, Winning bidder	Locality	Amount	Description	Directorship
3 rd Quarter	1	25/01/2023	ELM/3/11/2022Q	7646	Boss Robes	Queenstown	R 49 500.60	Appointment of a Service Provider to Supply, deliver and install electrical fittings and wirings at Guguledu (Cacadu)	Awarded
	2	10/02/2023	ELM/4/11/2022Q	7701	Kwa Majuba Garden Boutique	Queenstown	R148 289.00	Supply, Service and Recharge Existing portable Fire Extinguishers Service and Rest Fire Alarm Panels	Awarded
	3	19/02/2023	ELM/2/11/2022Q	7732	Nazah Development Enterprise	Emalahleni	R153 792.00	Supply and delivery of Material for Maintenance Office	Awarded
	4	10/02/2023	ELM/4/09/2022Q	7702	Ebusha	King Williams town	R100 043.87	Supply and Delivery of tools and equipment for Waste Management	Awarded
	5	27/02/2023	ELM/3/11/2022Q	7760	Agikile Faku projects	Emalahleni	R69 001.02	Supply and delivery of Material for Community Halls	Awarded
	6	20/03/2023	ELM/1/01/2023Q	7861	NSQ Investments	Emalahleni	R191 165.00	Supply and Delivery electric gas appliance for emerging restaurants and BnBs	Awarded
	7	16/03/2023	ELM/	7848	Ntsimasohle	Emalahleni	R133 760.00	Supply and delivery of Tools and Equipment for Facilities Management	Awarded
	8	15/03/2023	ELM/	7836	NSQ Investments	Emalahleni	R68 974.60	Tools Equipment - Supply and delivery of Tools and Equipment	Awarded
							R914 525.49		62.5 Emalahleni 37.5% within EC

TABLE 4: BIDS AWARDED FOR AN AMOUNT ABOVE R2 000- R30 000 FOR QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

Quarter	No	Order Date	Order Number	Supplier name, Winning bidder	Locality	Amount	Description	Directorship
3 rd Quarter	1	06/02/2023	7667	MTM electronics 77 and Comm	Lady Grey	R15 260.00	Request for the procurement of supply and delivery of: Large water pump for irrigation and draining.	1. Ezra Mdlalo
	2	06/02/2023	7683	Set Up Technology	Queenstown	R7116.20	Stationery for BTO	1. Babalwa Mpala
	3	08/02/2023	7699	Mzukisi Phendu Trans and Trading	Emalahleni	R2 700.00	Transport for Public Participation_ Mayor and Council	1. Mzukisi Phendu
	4	15/03/2023	7837	Ntanyana Projects	Emalahleni	R29 610.00	Supply and Delivery of Traffic Services Toners	1.Siphosakhe Ntanyana
	5	16/03/2023	7852	ZPK Construction and Projects	Queenstown	R4 800.00	PA System for Premier's Visit at Indwe	1.Mhleleli Gceba
	6	16/03/2023	7851	ZPK Construction and Projects	Queenstown	R8 000.00	Big Tent for Premier's Viisit at Indwe	1.Mhleleli Gceba
3 rd Quarter	7	16/03/2023	7850	Cvu Hiring and Transport	Emalahleni	R16 900.00	Supply and Deliver Crusher dust	1.Sivuyile Mrwebi
	8	23/03/2023	7868	Spectra Upfront	Queenstown	R10 796.96	Stationery for Capacity building of Ward Committees	1. Johannes Hermanus 2. Bouwer Smith
	9	23/03/2023	7875	Siyosile Multi -Services	Emalahleni	R4 500.00	Mayoral Imbizo – 15 seater for ward 11 and 14 to Tshatshu to attend Mayoral Imbizo.	1. Xola Mbengo
	10	23/03/2023	7874	LW Mbengo Transport and Traders	Emalahleni	R6 150.00	Mayoral Imbizo - 1x15 Seater Transport For Ward 9,6 7 To Tshatshu Attending Imbizo	1. Phumza Bhushula
	11	22/03/2023	7897	Blangwe Trading Enterprise	Emalahleni	R5 500.00	Transport ward committee meeting from Dordrecht to Cacadu Town Hall	1. Monde Mayeki

Quarter	No	Order Date	Order Number	Supplier name, Winning bidder	Locality	Amount	Description	Directorship
	12	22/03/2023	7895	Siyosile Multi -Services	Emalahleni	R6 600.00	Transport ward committee meeting from ward 11 & 14 to Cacadu Town Hall	1. Xola Mbengo
	13	22/03/2023	7894	Ogeez Transport and Trading	Emalahleni	R4 400.00	Transport ward committee meeting from ward 15 & 16 to Cacadu Town Hall	1.Luveni Mvambo
	14	22/03/2023	7893	AOS Enterprise and Projects	Emalahleni	R2 100.00	Transport for Ward Committee Meeting from ward 4,5, and 5 to Cacadu.	1.Kayeni Zoliswa 2. Kayeni Mandisi
	15	22/03/2023	7892	Ezozuko Enterprise	Emalahleni	5 720.00	Transport for Ward Committee Meeting from ward 8 and 10 to Cacadu	1. Thokozile Mboxo
	16	31/03/2023	7905	Lilliandennis Creatives	Emalahleni	R28 900.00	Supply and delivery of Road Marking Material	1. Asanda Sikwebu
						R159 053.16		68.75% Emalahleni 31.25% within EC excl Emalahleni

TABLE 5: BIDS AWARDED FOR AN AMOUNT ABOVE R0- R2000 FOR QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

Quarter	No	Order Date	Order Number	Supplier name, Winning bidder	Locality	Amount	Description	Directorship
3 rd Quarter	1	12/02/2023	7712	LILLIANDENNIS CREATIVES	Emalahleni	R2 000.00	PA System for Amakwala return to society ceremony	1. Asanda Sikwebu
	2	27/02/2023	7762	The Reporter	Barkley	R1 923.95	Manual order books	1.Lesley Meise 2. Brenda Mollentze
	3	22/03/2023	7896	Umalusi Catering and Transport	Emalahleni	R1 800.00	Transport for ward Committee Meeting in Cacadu	1.Thonelwa Qaba 1. Thonelwa Qaba
						R5 723.95		66.66% Emalahleni 33.33% within EC excl Emalahleni

TABLE 6: DEVIATIONS REGISTER FOR QUARTER 03 OF 2022/2023 FINANCIAL YEAR

- There were no deviations in Quarter 03 of 2022/23 financial year.

Irregular expenditure

-Cyber Boss of R13 995.00

Contract Register

On Progress (Technical)

N	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIANCE AMOUNT	CONTRACT AMOUNT	EXPENDITURE INCURRED TO	RETENTION	adjustment	COMMITMENT
1	Construction of Municipal Offices Phase 1	Nubhana Jv Leshole	ELM/5/9/2016T	2017-01-16	2019/06/30	18 Months	R34 995 000.00	R 0.00	R 34 995 000.00	R 9 004 113.23	R 146 257.13	R 0.00	R 25 990 886.77
2	Paving of Sinakho Location (Professional Services)	Nemorango Consulting Engineers	Elm/6/07/2019T	2019/09/19	2020/05/31	9 months	R1 293 043.99	R 0.00	R 1 293 043.99	R 1 293 043.99	R 0.00	R 0.00	R 0.00
3	Professional Service of DDX Sport Field Phase 2	BVI Boarder (PTY) LTD	ELM/1/6/2019T	31-Oct-19	30 Aprl 2020	6 months	R962 090.00	R 182 000.00	R 1 144 090.00	R 1 124 941.81	R 0.00	R 0.00	R 19 148.19
4	Paving of Sinakho Location in ward 11 & 14	Tshiya Infrastructure Development (Pty) L	ELM/5/10/2019T	28/11/2022	27/10/2021	11 months	R8 762 624.64	R 1 165 322.93	R 9 927 947.57	R 9 781 356.11	R 145 550.12	R 0.00	R 1 041.34
5	Electrification of ward 7,8 and 9 in Emalahleni LM	Akal Genesis (Pty) Ltd	ELM/2/7/2020T	07/09/2020	31/08/2021	12 months	R 3 582 057.50	R 225 090.47	R 3 807 147.98	R 3 671 373.00	R 135 774.97	R 0.00	R 0.00
6	Electrification of ward 7,8 and 9 in Emalahleni LM (Change Control)	Akal Genesis (Pty) Ltd	ELM/2/7/2020T	07/09/2020	31/08/2021	12 months	R8 626 484.66	R 0.00	R 8 626 484.66	R 7 810 971.00	R 714 324.06	R 0.00	R 101 189.60
7	UPGRADING OF DR08563 FROM GRAVEL TO SURFACED ROAD BETWEEN CACACDU & MACHUBENI THROUGH TURNKEY CONTRACT	Masilakhe Consulting	ELM/1/11/2020T	15-Jan-21	30-Jun-22	15 Months	R9 000 000.00	R 4 185 331.76	R 13 185 331.76	R 13 167 208.22	R 1 157 778.45	R 0.00	-R 1 139 654.91
8	UPGRADING OF DR08563 FROM GRAVEL TO SURFACED ROAD BETWEEN INDWE & MACHUBENI THROUGH TURNKEY CONTRACT.	Masilakhe Consulting	ELM/2/11/2020T	15-Jan-21	01-Jun-22	15 Months	R9 000 000.00	R 4 314 412.32	R 13 314 412.32	R 9 921 580.03	R 985 022.54	R 0.00	R 2 407 809.75
9	Construction of DDX Sports Field	Vitsha Trading	ELM/1/7/2021T	20/09/2021	30/06/2022	9 months	R6 366 660.25	R 960 000.00	R 7 326 660.25	R 6 960 325.58	R 204 920.19	R 0.00	R 161 414.48
11	Construction of Wisile Access Road at Mhlanga	Engineering Aces	ELM/1/02/2021T	23/09/2021	20-May-22	9 months	R 873 281.29	R 0.00	R 873 281.29	R 1 200 025.89	R 0.00	R 0.00	-R 326 744.60
12	Panel of Consultants Civil- Gqebenva	Engineering Aces	ELM/1/02/2021T							R485 137.21			
13	Construction of Gadlume Access Road (Consultant)	Ibhotwe Lezizwe Consulting JV	ELM/1/02/2021T	05/07/2021	17/04/2022	10 months	R1 565 458.72	R 0.00	R 1 565 458.72	R 1 528 781.86	R 0.00	R 0.00	R 36 676.86
14	Construction of Dlamini Access Road ward 5, 6 & 7	Ibhotwe Lezizwe Consulting JV	ELM/1/02/2021T	05/07/2021	17/04/2022	10 months	R1 597 479.41	R 0.00	R 1 597 479.41	R 1 208 224.26	R 0.00	R 0.00	R 389 255.15
24	DOT Handling Fee 8% (Emalahleni LM)	Emalahleni Local Municipality	ELM/1/11/2020T	N/A	N/A	N/A	R2 240 000.00	R 0.00	R 2 240 000.00	R 2 240 000.00	R 0.00	R 0.00	R 0.00
25	Construction of Cocadu Public Ablution Facilities	NNW Sibhoma Construction & Suppliers	ELM/1/12/2022T	01/09/2022	31/01/2023	5 months	R2 841 042.63	R 0.00	R 2 841 042.63	R 1 095 618.71	R94 095.48	R 0.00	R1 651 328.44
26	Construction of Wisile Access Road at Mhlanga	Amlo Trading (Pty) Ltd	ELM/4/10/2021T	01/09/2022	31/05/2023	9 Months	R9 595 518.35	R 0.00	R 9 595 518.35	R4 326 772.12	R 1 015 541.73	R 0.00	R4 360 811.60
27	Electrification of Ngonyama Village	Igoda Projects (Pty) Ltd	ELM/1/02/2021T	01/07/2022	30/06/2023	12 Months	Rates contract	R 0.00	Rates contract	R 239 565.70	R 0.00	R 0.00	Rates contract
28	Electrification of Zinqxando Village	Igoda Projects (Pty) Ltd	ELM/1/02/2021T	01/07/2023	30/06/2023	12 Months	Rates contract	R 0.00	Rates contract	R 228 035.80	R 0.00	R 0.00	Rates contract
29	Rehabilitation of Indwe Sport Field Phase 1	Mvi Construction	ELM/1/08/2022T	07/12/2022	30/06/2023	12 Months	R14 794 117.62	R 0.00	R 14 794 117.62	R 1 516 539.22	R 379 134.80	R 0.00	R 12 898 443.60
30	Construction of Indwe Public Ablution Toilets	Tati Group (Pty) Ltd	ELM/2/06/2022T	07/12/2022	30/06/2023	5 Months	R2 579 760.55	R 0.00	R2 579 760.55	R 912 987.39	R 0.00	R 0.00	R2 579 760.55
31	Construction of Dordrecht Public Ablution Toilets	Tati Group (Pty) Ltd	ELM/3/06/2022T	07/12/2023	30/06/2023	5 Months	R2 579 760.56	R 0.00	R2 579 760.56	R 954 387.39	R 0.00	R 0.00	R2 579 760.55
32	Design, Costing & Monitoring of Paving of Indwe Internal St	Nemorango Consulting Engineers	ELM/1/02/2021T	24/08/2022	30/06/2023	10 months	Rates contract	R 0.00	Rates contract	R 971 856.72	R 0.00	R 0.00	Rates contract
33	Design, Costing & Monitoring of Paving of Indwe Internal St	Nemorango Consulting Engineers	ELM/1/02/2021T	24/08/2022	30/06/2023	10 months	Rates contract	R 0.00	Rates contract	R 634 345.12	R 0.00	R 0.00	Rates contract
34	Framework Contract for a panel of two to three contractors	Komanim Trading	ELM/1/10/2022T	22/12/2022	30/06/2024	3 years	Rates contract	R 0.00	Rates contract	R 0.00	R 0.00	R 0.00	Rates contract
35	Framework Contract for a panel of two to three contractors	NSK Electrical & Construction Managers	ELM/1/10/2022T	22/12/2022	30/06/2024	3 years	Rates contract	R 0.00	Rates contract	R 0.00	R 0.00	R 0.00	Rates contract
36	Construction of Gqebenyana (Ikhal) Paved Roads	Masiyabu General Trading	ELM/1/06/2022T	11/01/2023	11/04/2023	4 months	R6 432 189.78	R 0.00	R6 432 189.78	R353 280.00	R 88 320.00	R 0.00	R 5 990 589.78
										##### R 64 739 867.43	R 4 954 642.36		R 27 355 193.43

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR TECHNICAL PROJECTS

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SER VICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
1	Construction of Municipal Offices Phase 1	ELM/5/9/2016T	Nubhana Trading JV Leshole Trading	R34 995 000,00	R9 004 113.23	Project being halted, further implementation will be based on budget.
2	Paving of Sinakho Location (Professional Services)	Elm/6/07/2019T	Nemorango Consulting Engineers	R1 293 043.99	R1 293 043.99	Performance unsatisfactory, the consulting engineers have dropped their efforts in trying to complete the project due to uncontrolled matters that are beyond their control such as sourcing of material.
3	Construction of DDX Sport Field Phase 2	ELM/1/6/2019T	BVI Border (PTY) LTD	R1 144 090.00	R1 124 941.81	Performance Satisfactory. The Consultant administration to date is satisfactory.
4	Paving of Sinakho Location in ward 11 & 14	ELM/5/10/2019T	Helushe Trading	R9 927 947.57	R9 781 356.11	Performance unsatisfactory, the consulting engineers have dropped their efforts in trying to complete the project due to uncontrolled matters that are beyond their control such as sourcing of material.
5	Professional Services and Construction Of Mavuya Paving At Emalahleni Local Municipality Area Through Turnkey	ELM/2/9/2020T	MBSA JV Thubalam	R13 856 630.53	R13 373 185.54	Contractors performance satisfactory. The project has reached practical completion stage.

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SER VICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
6	DR08563 Cacadu to Machubeni	ELM/1/11/2020T	Masilakhe Consulting	R 13 185 331.76	R 13 167 208.22	Performance unsatisfactory, the contractor has returned on site but no work has commenced since their return
7	DR08563 Indwe to Machubeni	ELM,2/11/2020T	Masilakhe Consulting	R 13 314 412.32	R9 921 580.03	Performance unsatisfactory, the contractor has returned on site but no work has commenced since their return
8	Panel of Professional Services- Civil (Construction of Gadlume Access Road)	ELM/1/02/2021T	Ibhotwe Lezizwe Consulting JV	R1 565 458.72	R1 528 781.80	Performance unsatisfactory. Lacking sense of urgency. Takes time to respond to management of the contract.
9	Panel of Professional Services- Civil (Construction of Dlamini Access Road ward 5, 6 & 7)	ELM/1/02/2021T	Ibhotwe Lezizwe Consulting JV	R1 597 479.41	R1 208 224.26	Performance unsatisfactory. Lacking sense of urgency. Takes time to respond to management of the contract.
10	Construction of DDX Sports Field	ELM/1/7/2021T	Vitsha Trading	R7 326 660.25	R6 960 325.58	Performance satisfactory, Project has reached practical completion stage.
11	Construction of Gadlume Access Road	ELM/3/7/2021T	Mvi Construction	R9 767 340.93	R9 325 444.26	Performance unsatisfactory. The Contractor has not completed the snag list identified and 14 days period has lapsed. Also, there are flood damages that took place which needed the contractor's attention, and they are not completed. Therefore, the contractor has underperformed.

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SER VICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
12	Construction of Dlamini Access Road	ELM/2/7/2021T	Dintwa	R9 703 125.45	R9 322 177.255t	Performance unsatisfactory The project has stopped, and the contractor is citing cash flow problems and promised to come back and finished the works.
13	Panel of Professional Services- Civil (Construction of Wisile Access Road at Mhlanga)	ELM/1/02/2021T	Engineering Aces	R873 281.29	R1 200 025.89	Performance satisfactory. There are no issues.
14	Electrification of ward 10 through turnkey	ELM/1/02/2021T	Hamsa	R3 240 000.00	R3 022 180.48	Performance satisfactory, no issues project completed within three months. Outages postponed by Eskom date provided was the 08/12/2022. Municipality is still waiting for Eskom and engaging on the future date.
15	Electrification of ward 14 & 15 through turnkey	ELM/1/02/2021T	Igoda	R6 510 164.85	R5 947 728.74	Performance satisfactory, project completed within three months. Eskom issued defect list which have been declared and the service provider is awaiting on the outage day from Eskom to energise.
16	Change Control	ELM/7/2/202T	Akal Genesis	R8 626 484.66	R8 178 712.44	Project at retention stage., SLDs submitted to Eskom for the ready transformers.

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SER VICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
17	Panel of Professional Services- Civil (Design and monitoring of Public toilets)	ELM/1/02/2021T	Black Mountain Consulting Engineers (Pty) Ltd Jv Ziinzame Ltd	R3 140 398.58	R1 671 261.65	Performance satisfactory.
18	Rehabilitation of Indwe Sports Field Phase 2	ELM/1/02/2021T	Masilakhe Consulting	R2 078 473.11	R2 100 064.73	Performance satisfactory, no issues.
19	Paving of Gqebenya	ELM/1/02/2021T	Engineering Aces	R998 279.00	R998 279.00	Performance satisfactory, no issues.
20	The Construction of Cacadu Public Ablution Facilities	ELM/1/12/2021T	NNW Sibhoma Construction and Supplies	R2 841 042.63	R1 095 618.71	The performance is unsatisfactory. The contractor has not paid the wage bill and they are behind the schedule of works.
21	Construction of Wisile Access Road at Umhlanga	ELM/4/10/2021T	Amlo Trading	R9 595 518.35	R4 610 374.54	
22	<i>Electrification of Ngonyama Village</i>	ELM/1/02/2021T	<i>Igoda Projects (Pty) Ltd</i>	Rates Contract	R239 565.70	Performance satisfactory.
23	<i>Electrification of Zingxondo Village</i>	ELM/1/02/2021T	<i>Igoda Projects (Pty) Ltd</i>	Rates Contract	R228 035.80	Performance satisfactory.
24	Rehabilitation of Indwe Sport Field Phase 1	ELM/1/08/2022T	Mvi Construction	R14 794 117.62	R1 516 539.22	Performance satisfactory.
25	Professional services for paving of Indwe internal streets: Barkley	ELM/1/02/2021T	Nemorango Consulting Engineers	Rates contract	R971 856.72	Performance satisfactory, no issues

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SER VICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
26	Professional services for paving of Indwe internal streets: Woodhouse	ELM/1/02/2021T	Nemorango Consulting Engineers	Rates contract	R634 345.12	Performance satisfactory, no issues.
27	Construction of Indwe Public Ablution Toilets	ELM/2/06/2022T	Tati Group (Pty) Ltd	R2 579 760.55	R954 387.39	Performance satisfactory.
28	Construction of Dordrecht Public Ablution Toilets	ELM/3/06/2022T	Tati Group (Pty) Ltd	R2 579 760.55	R912 987.39	Performance satisfactory.
29	Electrification Of 181 Households in ward 5,6,8	ELM/1/10/2022T	KomaniM Trading	Rates contract	R377 878.50	Performance satisfactory, has recently started on site, so it's still too early to rate them
30	Framework Contract for a panel of two to three contractors for the construction of Emalahleni Municipality rural electrification projects from the date of appointment until 30 June 2024	ELM/1/10/2022T	NSK	Rates contract	R0	Performance satisfactory, has recently started on site, so it's still too early to rate them
31	Framework Contract for a panel of two to three contractors for the construction of Emalahleni Municipality rural electrification projects from the date of appointment until 30 June 2024	ELM/1/10/2022T	Siya and Aya Engineering (Pty) Ltd	Rates contract	R0	Performance satisfactory, has recently started on site, so it's still too early to rate them.
32	Gqebenya Paving	ELM/1/06/2022T	Masiyabu General Trading	R6 432 189.78	R353 280.00	Performance satisfactory.

NON- TECHNICAL PROJECTS

ON PROGRESS CONTRACTS -NON-TECHNICAL PROJECTS											
	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE APPOINTMENT LETTER SIGNED	DATE CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	COMMITMENT
1	Procurement of Valuers for Property Rates	Penny Lindstrom Valuations	ELM/01/03/2017T	26 June 2013	30 June 2017	01 July 2017	30 June 2022	5 years	Rates only contract	R 1,174,762.36	R 0.00
2	Leasing of Printers for a Period of Three Years	Aloe Office/ Genbiz t/a Xerox	ELM/3/3/2021T	2021/11/15	23-Nov-21	01-Dec-21	30 November 2024	36 Months	Rates only contract	R 405,121.52	R 0.00
3	Provision of Security Services.	Quick Save Security	ELM/10/5/2018T	2018/09/27	28-Sep-18	01-Oct-18	30 November 2022	36 Months	Rates contract	R 23,677,371.78	R 0.00
4	Panel of Attorneys for a Period of Three years	Taleni Godi Kupiso	ELM/1/9/2020T	20-05-2021	27-05-2021	01-07-2021	30 June 2024	36 Months	Rates Contract	R 5,835,408.28	R 0.00
5	Panel of Attorneys for a Period of Three years	Tonise Attorneys	ELM/1/9/2020T	19-08-2021	24-08-2021	01-07-2021	30 June 2024	36 Months	Rates Contract	R 241,514.00	R 0.00
6	Provision of Travel Agent and Events Management.	Tunimart Travel Agency	ELM/7/12/2018T	28-03-2019	29-Mar-19	19-Apr-01	30 March 2022	36 Months	Rates only contract	R 7,513,778.14	R 0.00
7	Provision of Fuel for Indwe Unit.	Indwe Vulstasie 2	ELM/3/11/2019T	16-01-2020	21-Jan-20	21-Jan-20	31 January 2023	36 Months	Rates contract	R 507,635.88	R 0.00
8	Supply, Delivery, Installation and Commissioning of a prepaid Electricity Vending System	Ontec Systems (Pty) Ltd	ELM/2/09/2019T	18/11/2019	28-Feb-20	02-Mar-20	23 February 2023	36 months	Rates only contract	R 1,439,186.18	R 0.00
9	Provision of Short -term Insurance for a period of three years	Lateral Unison Insurance Brokers	ELM/1/3/2020T	25/06/2020	29/06/2020	01/07/2020	30 June 2023	36 Months	Rates Contract	R 4,265,438.30	R 0.00
10	Provision of Cibecs annual licenses for backup and protection of user computers into local cibecs server for a period of three years	ICT Choice	ELM/3/9/2020T	28/10/2020	29/10/2020	02/11/2020	31 October 2023	36 Months	R1,067,209.20	R 718,980.00	R1,067,209.20
11	Panel of three Suppliers for Supply and Delivery of Personal Protective Clothing for a Period Of Three Years	Amended Recline	ELM/1/01/2022T	31-05-2022	02-06-2022	01-06-2022	31-05-2025	36 Months	Rates Contract	R 308,993.50	R0.00
12	Appointment of a Service Provider for Provision of	Five Star Trading Enterprise	ELM/3/6/2021T	01-02-2022	04-02-2022	07-02-2022	06-01-2025	36 months	Rates Contract	R 0.00	R0.00
13	Compilation and Maintenance of Movable and Im	CCG Systems	ELM/2/6/2021T	22 July 2021	23/07/2021	01-08-2021	30-07-2024	36 months	Rates contract	R 4,637,823.69	R 0.00
14	Appointment of a Service Provider to Provide Vett	Ficra	ELM/4/6/2021T	12-08-2021	27/08/2021	01-09-2021	31/08/2024	36 months	Rate Based	R 699,674.61	R 0.00
15	Provision of Security Services.	SOV Security Services	ELM/1/9/2021T	22/11/2022	23/11/2022	01/12/2022	30/11/2025	36 months	Rates contract	R 2,196,374.67	R 0.00
16	Provision of Additional Travel Agency Services for	Lithaba Travels	ELM2/08/2022T	11 January 2023	12/01/2023	13/01/2023	12/01/2024	36 months	Rates contract	R 223,576.47	R 0.00
17	Lease of three Specialised waste collection vehicles for ELM for a period of 6 Months	Chippa Training Academy (Pty) Ltd	ELM/4/01/2023T	17 February 2023	24 February 2023	01 March 2023	2023-08-31	6 Months	Rates contract	R 0.00	R 0.00
										R 1,078,243.29	

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR NON-TECHNICAL PROJECTS

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
1.	Procurement of Valuers for Property Rates	ELM/01/03/2017T	Penny Lindstrom Valuations	Rates contract	R1 174 762.36	Performance satisfactory, no issues.
2.	Leasing of Printers for a Period of Three Years	ELM/3/3/2021T	Aloe Office	Rates contract	R405 121.52	Performance satisfactory, no issue so far.
3.	Provision of Fuel for Municipal Vehicles	ELM/3/11/2019T	Indwe Vulstasie 2	Rates contract	R507 635.88	Performance satisfactory, no issues.
4.	Supply, Delivery, Installation and Commissioning of a prepaid Electricity Vending System	ELM/2/09/2019T	Ontec Systems (Pty) Ltd	Rates contract	R1 439 186.19	Performance satisfactory.
5.	Provision of Short -term insurance for a period of three years	ELM/1/6/2020T	Lateral Unison	R2 820 143.41	R4 265 438.30	Performance satisfactory.
8.	Provision of Cibecs annual licenses for backup and protection of user computers into local cibecs server for a period of three years	ELM/3/9/2020T	ICT Choice	R1 067 209.20	R718 980.00	Performance satisfactory.
9.	Compilation and Maintenance of Movable and Immovable Asset register & Provision of asset management system for a period of three years	ELM/2/6/2021T	CCG Systems	Rates contract	R4 637 823.69	Performance unsatisfactory, takes longer to finalise claims.
10.	Appointment of a Service Provider to Provide Vetting and Due diligence for a period of three years.	ELM/4/6/2021T	Ficra	Rates contract	R699 674.61	Performance satisfactory.

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
11	Appointment of panel of attorneys for a period of three years	ELM/1/9/2020T	Taleni Godi Kupiso	Rates contract	R5 835 408.28	Performance satisfactory.
12	Appointment of panel of attorneys for a period of three years	ELM/1/9/2020T	Tonise Attorneys	Rates contract	R241 514.00	Performance Fair.
13	Panel of three Suppliers for Supply and Delivery of Personal Protective Clothing for a Period of three years	ELM/1/01/2022T	Amended Recline Trading & Projects	Rates contract	R308 993.50	Performance satisfactory.
14	Appointment of a Service Provider for Provision of Auction Services for a period of three years	ELM/3/6/2021T	Five Star Trading Enterprise	Rates contract	R0	Services have not yet been utilised .
15	Provision of Security Services	ELM/1/9/2021T	World Focus Trading 1818 t/a SOV Security Services	Rates contract	R2 196 9374.67	Performance satisfactory.
16	Provision of additional travel agency services for a period of three years	ELM/2/08/2022T	Lithaba Travels	Rates contract	R223 576.47	Performance satisfactory.
17	Lease of three Specialised waste collection vehicles for ELM for a period of 6 Months	ELM/4/01/2023T	Chippa Training Academy (Pty) Ltd	Rates contract	R592 769.06	Performance satisfactory.

PROGRESS ON PROCUREMENT PLAN DURING AT THE END OF QUARTER 03 OF THE 2022/2023 FINANIAL YEAR.

PROCUREMENT PLAN 2022/2023										
No.	Description of goods / services / Infrastructure project	Registered Budget	Quarter Due	Date of Submission of Specification	Envisaged date of accounting officers approval date	Procurement Strategy	Responsible office	Date Specification Received	Date advertised	Process to date.
					CORPORATE SERVICES					
12	Monitoring and Maintenance of Fleet management	3,670,000.00	Q1	Monday, 01 August 2022	Tuesday, 20 September 2022	Advertised Competitive Bidding	Director _Corporate Services	N/A	End user submitted the specification on the 12 Dec 2022, BSC to sit	Awaiting BSC

- All other 2022/23 projects have been awarded in the 2nd quarter.

Implementation of SCM Turnaround Policy during March of 2023

BIDS AWARDED FOR AN AMOUNT ABOVE R0- R2000 AT THE END OF QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

Verbal or Written Quotations need to be finalised within 10 days from the receipt of the correct specification

No	Project Name	Date requisition was received	Order Date	No of days as per Turnaround Policy	Compliant with Policy (Y/N)
1	PA System for Amakrwala return to society ceremony	07/02/2023	12/02/2023	03 days	Y
2	Manual order books	22/02/2023	27/02/2023	03 days	Y
3	Transport for ward Committee Meeting in Cacadu	20/03/2023	22/03/2023	01 day	Y

BIDS AWARDED FOR AN AMOUNT ABOVE R2 000- R30 000 AT THE END OF QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

No	Project Name	Date requisition was received	Order Date	No of days as per Turnaround Policy	Compliant with Policy (Y/N)
1	Request for the procurement of supply and delivery of: Large water pump for irrigation and draining. 01	09/01/2023	06/02/2023	20 days	N
2	Stationery for BTO	28/11/2023	06/02/2023	41 days	N
3	Transport for Public Participation	07/02/2023	08/02/2023	01 day	Y
4	Supply and Delivery of Traffic Services Toners	13/03/2023	15/03/2023	01 day	Y
5	PA System for Premier's Visit at Indwe	02/03/2023	16/03/2023	01 day	Y
6	Big Tent for Premier's Viisit at Indwe	02/03/2023	16/03/2023	01 day	Y
7	Supply and Delivery of Crusher dust	21/02/2023	16/03/2023	17 days	N
8	Stationery for Capacity building of Ward Committees	10/03/2023	23/03/2023	10 days	Y
9	Mayoral Imbizo – 15 seater for ward 11 and 14 to Tshatshu to attend Mayoral Imbizo.	20/03/2023	23/03/2023	01 day	Y
10	Mayoral Imbizo - 1x15 Seater Transport For Ward 9,6 7 To Tshatshu Attending Imbizo	20/03/2023	23/03/2023	01 day	Y
11	Transport ward committee meeting from Dordrecht to Cacadu Town Hall	20/03/2023	22/03/2023	01 day	Y

12	Transport ward committee meeting from ward 11 & 14 to Cacadu Town Hall	20/03/2023	22/03/2023	01 day	Y
13	Transport ward committee meeting from ward 15 & 16 to Cacadu Town Hall	20/03/2023	22/03/2023	01 day	Y
14	Transport for Ward Committee Meeting from ward 4,5, and 5 to Cacadu	20/03/2023	22/03/2023	01 day	Y
15	Transport for Ward Committee Meeting from ward 8 and 10 to Cacadu	20/03/2023	22/03/2023	01 day	Y
16	Supply and delivery of Road Marking Material	27/03/2023	31/03/2023	04 days	Y

BIDS AWARDED FOR AN AMOUNT BETWEEN R30 000-R200 000.00 AT THE END OF QUARTER 03 OF THE 2022/2023 FINANCIAL YEAR

Informal Written Quotations need to be finalised within 21 days from the receipt of the correct specification

Bid Name	Date of Specification Received	Date on the Order	No of days as per Turnaround Policy	Compliant with Policy (Y/N)
Appointment of a service provider to supply, deliver and install electrical fittings and wirings at Guguledu (Cacadu)	18/11/2022	25/01/2023	46 days	N
Supply, Service and Recharge Existing portable Fire Extinguishers Service and Rest Fire Alarm Panels	17/11/2022	10/02/2023	53 days	N
Supply and delivery of Material for Maintenance Office	10/11/2022	19/02/2023	41 days	N
Supply and Delivery of tools and equipment for Waste Management	18/11/2022	10/02/2023	42 days	N
Supply and delivery of Material for Community Halls	27/10/2022	27/02/2023	88 days	N

Supply and Delivery electric gas appliance for emerging restaurants and BnBs	06/12/2022	20/03/2023	65 days	N
Supply and delivery of Tools and Equipment for Facilities Management	31/01/2023	16/03/2023	32 days	N
Tools Equipment - Supply and delivery of Tools and Equipment	18/11/2022	15/03/2023	42 days	N

*Bid Committee awards need to be finalised within **80 days** of the receipt of the correct specification*

Bid Name	Date on the Specification letter	Date of Specification	Date of Award	No of days as per Turnaround Policy	Compliant with Policy (Y/N)
Provision of additional travel agency services for a period of three years	22 June 2022	04 August 2022	11 January 2023	107 days	N
Lease of Three Specialised Waste Collection Vehicles for Emalahleni Local Municipality for a period of 6 months	12/01/2023	13/01/2023	17/02/2023	27 days	Y

Controls on combating the abuse of Supply Chain Management Processes.

- The supply chain Management policy provides controls to prevent the abuse of supply Chain Management system.
- The Standing Committee has put in structures to investigate any allegations against an official or other role player of Fraud corruption, favouritism, unfair or irregular practices or failure to comply with this Policy.
- The Supply Chain Management Unit prior to awarding any contract ensures that no recommended bidder, or any of its directors, is listed as a person prohibited from doing business with the public sector this is done by checking the National Treasury database (CSD).

- **The municipality rejects any bid from:**
 - a) A bidder or its directors who owe municipality or any other municipality or municipal entity rates and taxes or municipal service charges for more than 90 days.
 - b) reject a recommendation for the award of a contract if the recommended bidder, or any of its directors, has committed a corrupt or fraudulent act in competing for the particular contract
 - c) has abused the supply chain management system of the municipality or has committed any improper conduct in relation to such system;
 - d) has been convicted for fraud or corruption during the past five years;
 - e) has wilfully neglected, reneged on or failed to comply with any government, municipal or other public-sector contract during the past five years; or
 - f) has been listed in the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004).

The municipality cancels a contract awarded to a person if:

- g) the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract; or
- h) an official or other role player committed any corrupt or fraudulent act during the bidding process or the execution of the contract that benefited that person

Report on the effectiveness/sitting of the bid committees.

The sitting of bid committees during Quarter 03 was efficient.

Report on awards made to person or supplier that are in service of the state and close family members

No	Suppliers	Contract Amount	Reason	Amount for the month of January 2023
1	VGS	Base on fuel Consumption	Director for this company works for the state as stated on CSD. The supplier is a Sole Provider and was awarded through deviation	R70 909.01
2	Ficra	Rates Contract	The Spouse of the director works for the state.	R73 703.53

In Summary :

- (a)** There were bids awarded between R0-R 2000.00 at the end of Quarter 03 of the 2022/2023 financial year amounted to **R5 723.95**.
- (b)** Bids awarded above R2000- R 30 000.00 at the end of Quarter 03 of the 2022/2023 financial year amounted to **R159 053.16**.
- (c)** There were bids awarded between R 30 000-R 200 000 at the end of Quarter 03 of the 2022/2023 financial year amounted to **R914 525.49**.
- (d)** There were bids awarded above R 200 00.00 at the end of Quarter 03 of the 2022/2023 financial year which are rates contracts.
- (e)** The procurement target within the Emalaheni Municipality was 65.52% which overall procurement within Eastern Cape Province was 100% at the end of Quarter 03 of the 2022/2023 financial year.
- (f)** There was no deviations at the end of Quarter 03 of the 2022/2023 financial year.
- (g)** There was irregular expenditure at the end of Quarter 03 of the 2022/2023 financial year which amounted to R13 995.00.
- (h)** There was no limited bidding at the end of Quarter 03 of the 2022/2023 financial year.
- (i)** The progress made in the implementation of the procurement plan at the end of Quarter 03 of the 2022/2023 financial year.