

ANNEXURE A

FINANCE: IN YEAR MONITORING AND REPORTING: 1ST QUARTER: 2020/2021 FINANCIAL YEAR (MONTH ENDING 30 SEPTEMBER 2020) (6/1/1(2020/21))

1. QUARTER ONE SDBIP 30 SEPTEMBER 2020

MUNICIPAL FINANCIAL MANAGEMENT AND VIABILITY			
Summary of First quarter SDBIP (July , Aug and Sept 2020) Municipal financial management and viability			
Key Performance Indicators	Performance Remarks	Quarter Target	Actual achieved
Number of Household earning less than per month with access to free electricity	Not Achieved	7 495	3 054
Prepared and Submitted Annual financial statements for 2019/2020 Financial year	Not Achieved	Developed and submitted 2019/20 AFS by 31 August 2020	AFS was developed and submitted by 31 August 2020, Due date for submission of AFS was changed to 31 October 2020 by National treasury as a results of Covid-19 pandemic
Approved budget process plan by 31 August 2020	Target Achieved	Process plan approved by Council	Process plan approved by Council on before 31 August 2020
Number of section 71 reports submitted to Treasury within 10 days after the end of the month by 30 September 2020	Achieved	3	3
Percentage Expenditure on MIG by 30 September 2020	Achieved	10%	29%
Percentage Expenditure of Financial Management Grant by 30 September 2019	Achieved	25%	28%
Percentage Expenditure on INEP Grant by 30 September 2020	Not Achieved	10%	0%
Percentage of Tenders processed within 90 days by 30 September 2020 (From closing date in the advert)	Not Achieved	95%	45%

Percentage of Electricity Distribution loss by 30 September 2020	Not Achieved	10%	13%
Percentage of Invoices Paid within 30 days of receipt by 30 September 2020	Achieved	100%	100%
Percentage of Billed revenue collected per month during 2020/21 (30 September 2020 Financial Year	Achieved	85%	78%

Figure 1: Summary of 1st quarter ending 30 September 2020 SDBIP

2. ANALYSIS OF THIRD QUARTER SDBIP KEY PERFORMANCE INDICATORS AND ACHIEVEMENT ENDING 30 SEPTEMBER 2020.

1. Number of Household earning less than per month with access to free electricity

- The target was for the municipality to register 7495 by the end of first quarter. The municipality did not achieved the target by registering 3054 by the end of September 2020.

2. Prepared and Submitted Annual financial statements for 2019/2020 Financial year by 31 August 2020.

The target was for the municipality to prepare and submit annual financial statements for 2019/20 financial year by 31 August 2020. The target was not achieved due to changes on the date of submitting AFS to be the 31 October 2020 by national treasury.

3. Approved budget process plan by 31 August 2020

The target was for the council to approve budget process plan by 31 August 2020 .The budget process plan for 2020/21 was adopted on the 31 August 2020 and the target was achieved .

4. Number of section 71 reports submitted to Treasury within 10 days after the end of the month by 30 September 2020

- The target was for the municipality to submit section 71 reports to provincial and national treasury within ten working days after the end of each month. The target was achieved and three section 71 reports were submitted to both national and provincial Treasury during first quarter.

5. Percentage Expenditure of Financial Management Grant by 30 September 2020.

- The target was to spend 25% of financial management grant by 30 September 2020 .The municipality achieved by this target by spending 29% of the budget.

6. Percentage of Tenders processed within 90 days by 30 September 2020 (From closing date in the advert). The target was not achieved 95% and only 45% was achieved. The reasons for the delay in processing of bids.

7. Percentage of Electricity Distribution loss by 30 September 2020.

The target for the municipality was to achieve less than 10% on distribution loss by 13% at the end of the quarter ending 30 September 2020.

8. Percentage of invoice processed within 30 days from the date of receipts of the invoice. The target was achieved and 100% of the invoice was paid within 30 days from the date of receipt of the invoice.

9. Percentage of Billed revenue collected per month during 2020/21 as at 30 Septemebr 2020 Financial Year.

- The target was for the municipality to achieved 85% collection rate at the end of the quarter ending 30 September 2020. The target was not achieved by 78% due to Covid-19 Pandemic

3. ANALYSIS FROM REPORTS FROM INCOME AND EXPENDITURE QUARTER ONE ENDING 30 SEPTEMBER 2020
SUMMARY: INCOME AND EXPENDITURE REPORT PERFORMANCE

The actual operational income for first quarter is R 277.135 million and actual to date is R 277.135 million. The operational expenditure for the same period is R 218.670 million and actual to date is R 218.670 million.

Summary overall budgeted and actual expenditure

Types of Budget	Approved Budget	Budget Spent	Variance	% Spent
Operational	R 998 million	R 219 million	R 779 million	22%
Capital	R 305 million	R 17 million	R 291 million	6%
Total	R 1.302 billion	R 236 million	R 1.058 million	18%

4. APPROVED CONDITIONAL GRANT AS AT 30 SEPTEMBER 2020

Details of Grants allocated ,Grants Performance as at 30 SEPTEMBER 2020								
Description	Budget Year 2020/21							
	Original Budget	Q1 Grants Received YTD R '000	Actual Received Q1 R '000	Expenditure YTD	Actual Q1 Expenditure	% Spent on received	BUDGET VS ACTUAL %	Full Year Forecast
APPROVED CONDITIONAL GRANT								
Funded by:								
MIG	88,868	42,000	42,000	25,968	25,968	62%	29%	88,868
INEP	10,340	–	–	–	–	0%	0%	10,340
FMG	1,700	1,700	1,700	476	476	28%	28%	1,700
EPWP	2,270	568	568	568	568	100%	25%	2,270
Total Grants	103,178	44,268	44,268	27,012	27,012	61%	26%	103,178

1. Municipal infrastructure Grant (MIG)

The actual amount received for the First quarter is R 42 000 million and to date is R 42 000 million and actual expenditure for the first quarter is R 25 968 million and to date is R 25 968 million that represent 29% of expenditure against approved allocation of R 88 868 million.

2. Integrated National Electricity Programme (INEP)

The actual amount received for the first quarter zero and to date zero and actual expenditure for the first quarter is zero that represents 0% of expenditure against approved allocation of R 10 340 million.

3. Financial Management Grant (FMG)

The actual amount received for the first quarter is R 1 700 and to date is R 1 700 million and actual expenditure for the first quarter is R 476 thousands and to date is R 476 thousands that represents 28% against the approved allocation of R 1 700 million.

4. Expanded Public Works Programme (EPWP)

The actual amount received for the first quarter is R 568 thousands and to date is R 568 thousands and actual expenditure for the first quarter is R 568 thousands and to date is R 568 thousands that represent 25% against the approved allocation of R 2 270 million.

5. SUMMARY OF PERFORMANCE OF INCOME AND EXPENDITURE 30 SEPTEMBER 2020

Description	Budget Year 2020/21								
	Adjusted original Budget	First quarter Projections	Q1 Sept Actual	YTD Actual	YTD Variance	YTD variance	YTD Actual Budget/Budget %	Actual vs Projected%	Full Year Forecast
R thousands									
<u>Revenue By Source</u>									
Property rates	83,069,688.00	20,767,422.00	21,896,988.00	21,896,988.00	1,129,566.00	5%	26%	105%	83,069,688.00
Service charges - electricity revenue	364,209,540.00	91,052,385.00	66,972,440.05	66,972,440.05	-24,079,944.95	-26%	18%	74%	364,209,540.00
Service charges - refuse revenue	11,610,600.00	2,902,650.00	3,258,629.00	3,258,629.00	355,979.00	12%	28%	112%	11,610,600.00
Rental of facilities and equipment	361,044.00	90,261.00	70,014.95	70,014.95	-20,246.05	-22%	19%	78%	361,044.00
Interest earned - external investments	6,695,448.00	1,673,862.00	1,198,465.00	1,198,465.00	-475,397.00	-28%	18%	72%	6,695,448.00
Interest earned - outstanding debtors	22,689,984.00	5,672,496.00	6,535,700.00	6,535,700.00	863,204.00	15%	29%	115%	22,689,984.00
Fines, penalties and forfeits	2,794,992.00	698,748.00	172,604.00	172,604.00	-526,144.00	-75%	6%	25%	2,794,992.00
Licences and permits	7,519,992.00	1,879,998.00	1,071,610.00	1,071,610.00	-808,388.00	-43%	14%	57%	7,519,992.00
Transfers and subsidies	519,370,196.00	129,842,549.00	174,301,527.00	174,301,527.00	44,458,978.00	34%	34%	134%	519,370,196.00
Other revenue	37,250,008.00	9,312,502.00	1,656,599.00	1,656,599.00	-7,655,903.00	-82%	4%	18%	37,250,008.00
Total Revenue	1,055,571,492.00	263,892,873.00	277,134,577.00	277,134,577.00	13,241,704.00	5%	17%	17%	1,055,571,492.00

Description	Budget Year 2020/21								
	Adjusted original Budget	First quarter Projections	Q1 Sept Actual	YTD Actual	YTD Variance	YTD variance	YTD Actual Budget/Budget %	Actual vs Projected%	Full Year Forecast
Expenditure By Source									
Employee related costs	295,607,431.00	73,901,857.75	63,963,547.00	63,963,547.00	-9,938,310.75	-13%	22%	87%	295,607,431.00
Remuneration of councillors	30,410,032.00	7,602,508.00	6,611,678.00	6,611,678.00	-990,830.00	-13%	22%	87%	30,410,032.00
Debt impairment	51,134,752.00	12,783,688.00	1,134,616.00	1,134,616.00	-11,649,072.00	-91%	2%	9%	51,134,752.00
Depreciation & asset impairment	120,088,776.00	30,022,194.00	30,728,224.71	30,728,224.71	706,030.71	2%	26%	102%	120,088,776.00
Finance charges	8,170,308.00	2,042,577.00	-	-	-2,042,577.00	-100%	0%	0%	8,170,308.00
Bulk purchases	269,822,016.00	67,455,504.00	67,476,729.00	67,476,729.00	21,225.00	0%	25%	100%	269,822,016.00
Other materials	29,319,136.00	7,329,784.00	4,610,082.00	4,610,082.00	-2,719,702.00	-37%	16%	63%	29,319,136.00
Contracted services	99,764,762.00	24,941,190.50	23,285,866.00	23,285,866.00	-1,655,324.50	-7%	23%	93%	99,764,762.00
Other expenditure	93,970,963.00	23,492,740.75	20,859,472.00	20,859,472.00	-2,633,268.75	-11%	22%	89%	93,970,963.00
Total Expenditure	998,288,176.00	249,572,044.00	218,670,214.71	218,670,214.71	-30,901,829.29	-2%	27%	36%	998,288,176.00

6. SIGNIFICANT VARIANCES ANALYSIS OF REVENUE AND EXPENDITURE PERFORMANCE

1. Revenue

1.1.1 Licenses and Permits

- The actual licenses and permits collected for the first quarter is R 1 072 million and to date is R 1 072 million compared with the R 1 879 million projections which results to under collected by 43%. This is a direct income which is collected as and when customer requires the service.

Expenditure

2.1.1 Debt Impairment

This is non- cash item and expenditure for the first quarter is R 1 135 million and to date is R 1 135 million compared to the projection of R 12 783 million. Debtors were assessed for impairment during the first quarter.

2.1. 2 Depreciation & asset impairment

This is non- cash item and expenditure for the first quarter is R 30 728 million and to date is R 30 728 million compared to the projection of R 30 022 million .

7. CAPITAL EXPENDITURE.

The Actual Capital expenditure for the first quarter 2020 is R 17 200 million and to date is R17 200 million which result to 6% spending against the approved budget of R 304 979 million.

CODE	DEPARTMENT	BUDGET	EXPENDITURE	VARIANCE	PERCEN-TAGE
SC	Technical Services	R 202 253 815.02	R 16 028 380.95	R 186 225 434.07	8%
SC	Community Services	R 13 570 000.00	R 0	R 13 570 000.00	0%
SC	Budget and Treasury	R 69 329 000.00	R 1 171 895.36	R 68 157 104.64	2%
SC	Corporate Services	R 15 311 000.00	R 0	R 15 311 000.00	0%
SC	Regional Offices	R 4 515 000.00	R 0	R 4 515 000.00	0%
	TOTAL	R 304 978 815.02	R 17 200 276.31	R 287 778 538.71	6%

Analysis of Capital budget expending per department
Department of Budget and Treasury office

The actual expenditure for the first quarter is R 1 172 million and to date is R 1 172 million compared with the projection of R 17 332 million which result to under spending by 93%.The expenditure incurred for the first quarter represent 2% of approved budget of R 69 329 million for 2020/21 financial year. .

**CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR THE MONTH 30 SEPTEMBER 2020
BUDGET & TREASURY OFFICE**

ASSETS MANAGEMENT SECTION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Half Truck for Road department x Waterval n	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	24 seaters min- bus speakers office	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	14 seaters mini-bus mayor office	INCOME	600,000.00		600,000.00		600,000.00	0%
SC	Office furniture for the whole municipality	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	Furniture - High back desk chairs x 3 (Dzanani Regional office)	INCOME	30,000.00		30,000.00		30,000.00	0%
SC	Purchase of 2x Tractor Lawnmower (Community services)	INCOME	100,000.00		100,000.00		100,000.00	0%
SC	Desk with lockable drawer - Call Centre work stations x 2	INCOME	12,000.00		12,000.00		12,000.00	0%
SC	High back chair for Call Centre work stations x 2	INCOME	10,000.00		10,000.00		10,000.00	0%
SC	Furniture - Desk x 1, Visitors chairs x 2 (Manager's Office) speaker	INCOME	15,000.00		15,000.00		15,000.00	0%
SC	Grader x 1	INCOME	3,700,000.00		3,700,000.00		3,700,000.00	0%
SC	Refuse removal compactor truck x 1	INCOME	2,500,000.00		2,500,000.00		2,500,000.00	0%
SC	Purchasing of 16 ton Skip Loader truck (Community services)	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Pole truck 1x7 Ton truck (half canopy+pole carrier) (Electrical division)	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Vehicle Finance (Double cab and Polo)	INCOME	623,000.00		623,000.00		623,000.00	0%
SC	Community Vehicles (Polo)	INCOME	239,000.00		239,000.00		239,000.00	0%
SC	Tipper trucks, Grader and Water Tanker	INCOME	9,600,000.00		9,600,000.00		9,600,000.00	0%
SC	Goosneck lowbed Semi trailer	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Forklift (Road and storm water)	INCOME	600,000.00		600,000.00		600,000.00	0%
SC	3Ton diesel truck (Electrical division)	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	Water Tankers	INCOME	1,400,000.00		1,400,000.00	1,171,895.36	228,104.64	84%
SC	LDV Bakkie 1 ton	INCOME	600,000.00		600,000.00		600,000.00	0%
SC	2 X LDV Bakkie 1 ton	INCOME	600,000.00		600,000.00		600,000.00	0%
SC	Refuse removal truck x 1	INCOME	1,600,000.00		1,600,000.00		1,600,000.00	0%
SC	5 x skip loader trucks (two makhado,one dzanani,one waterval and one luvuvhu)	ADDITIONAL ALLOCATION	12,500,000.00		12,500,000.00		12,500,000.00	0%
SC	5 x 22m3 refuse removal trucks with 240L bin carrier (lifting equipment) one per region and two head office)	ADDITIONAL ALLOCATION	10,000,000.00		10,000,000.00		10,000,000.00	0%
SC	Chain dozers	ADDITIONAL ALLOCATION	5,000,000.00		5,000,000.00		5,000,000.00	0%
SC	2 x Water tankers	ADDITIONAL ALLOCATION	5,000,000.00		5,000,000.00		5,000,000.00	0%
SC	2 xTipper Trucker	ADDITIONAL ALLOCATION	5,000,000.00		5,000,000.00		5,000,000.00	0%
SC	21 seats Mini bus	ADDITIONAL ALLOCATION	700,000.00		700,000.00		700,000.00	0%
TOTAL BUDGET AND TREASURY BUDGET			69,329,000.00	-	69,329,000.00	1,171,895.36	68,157,104.64	2%

Technical Services Department

The actual expenditure for the first quarter is R 16 028 million and to date is R 16 028 million compared with the projection of R 50 563 million which result to under spending by 68 %.The expenditure incurred for the first quarter represent 8% of approved budget of R 202 254 million for 2020/2021 financial year.

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR THE MONTH 30 SEPTEMBER 2020								
TECHNICAL SERVICES DEPARTMENT								
ELECTRICAL ENGINEERING								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Air conditioners	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	CT VT Units 11kv & 22kV various sub stations	INCOME	180,000.00		180,000.00		180,000.00	0%
SC	Mini Subs	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	MV Cable 70mm ² 22kV - urban network	INCOME	600,000.00		600,000.00		600,000.00	0%
SC	Transformers 2x10MVA 22/11(Stubb)	INCOME	2,800,000.00		2,800,000.00	1,850,000.00	950,000.00	66%
SC	Emerentia substation refurbishment - building.	INCOME	250,000.00		250,000.00		250,000.00	0%
SC	Upgrade Lev1	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Upgrade Levubu 2 line (Beja branch line)	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Upgrade Mara Line	INCOME	650,000.00		650,000.00		650,000.00	0%
SC	Upgrade Levubu East line	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Upgrade Shefeera Line	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	Standby quarters furniture for two new rooms	INCOME	50,000.00		50,000.00		50,000.00	0%
SC	Incomer intake point Eskom Substation	INCOME	6,200,000.00		6,200,000.00		6,200,000.00	0%
SC	Ring Main Units 11kV (RMU)	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Electrification of villages top up to INEP grant	INCOME	12,000,000.00		12,000,000.00	2,097,802.40	9,902,197.60	17%
SC	Post connections Munic area	INCOME	2,500,000.00		2,500,000.00		2,500,000.00	0%
SC	Pre-Paid Meters Conventional Single phase	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Minor Extensions	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Led street lights system design - all areas	INCOME	1,300,000.00		1,300,000.00		1,300,000.00	0%
SC	Electrical Network System GIS inventory	INCOME	1,960,000.00		1,960,000.00		1,960,000.00	0%
SC	Upgrade wooden plove line to Emma substation	INCOME	240,000.00		240,000.00		240,000.00	0%
SC	Hand and car radio	INCOME	80,000.00		80,000.00		80,000.00	0%
SC	Electric fence - Main, Laevubu Beufort substations	INCOME	140,000.00		140,000.00		140,000.00	0%
SC	Mara - Makhitha ringfeed line	INCOME	400,000.00		400,000.00		400,000.00	0%
SC	Designs for High masts all villages	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Designs for villages to be electrified(21/22)	INCOME	900,000.00		900,000.00		900,000.00	0%
TOTAL			44,050,000.00	-	44,050,000.00	3,947,802.40	40,102,197.60	9%

ELECTRIFICATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Muananzhele Feeder Line	INEP	6,200,000.00		6,200,000.00		6,200,000.00	0%
SC	Muananzhele Phase3 Kanana	INEP	4,140,000.00		4,140,000.00		4,140,000.00	0%
TOTAL			10,340,000.00	-	10,340,000.00	-	10,340,000.00	0%
CIVIL ENGINEERING SECTION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Waterval Sports Facility Phase 3	MIG Capex	15,445,376.66		15,445,376.66	6,022,444.44	9,422,932.22	39%
SC	Fencing of Makhado municipality cemetry	MIG Capex	4,800,000.00		4,800,000.00		4,800,000.00	0%
SC	Valdezia Xitacini to Jiweni access road phase 3	MIG Capex	12,546,888.16		12,546,888.16	2,770,198.09	9,776,690.07	22%
SC	Lutanandwa Acces Road & Bridge	MIG Capex	2,381,550.20		2,381,550.20	2,381,550.20	-	100%
SC	Rivoni to Xihobyeni Access road	MIG Capex	5,000,000.00		5,000,000.00		5,000,000.00	0%
SC	Sane to Natalie Bridge	MIG Capex	2,500,000.00		2,500,000.00		2,500,000.00	0%
TOTAL			42,673,815.02	-	42,673,815.02	11,174,192.73	31,499,622.29	26%
CIVIL ENGINEERING SECTION - OWN FUNDING								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Stormwater Infrastructure and resurfacing of roads within Makhado Municip	INCOME	6,000,000.00		6,000,000.00		6,000,000.00	0%
SC	Erf 210 Burger Street market revitalization project	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	ERF 10 Burger street Market stalls	Additional allocated funds	7,000,000.00		7,000,000.00		7,000,000.00	0%
SC	GPRS and plota system	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	New Council chamber and offices	INCOME	10,750,000.00		10,750,000.00		10,750,000.00	0%
SC	Refurbishment of Information Centre	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Construction of Admin Block at Testing Ground	INCOME	10,750,000.00	-	10,750,000.00		10,750,000.00	0%
SC	Rathidili Incubation Centre	INCOME	4,000,000.00		4,000,000.00		4,000,000.00	0%
SC	Tshakhuma fruit market	INCOME	15,000,000.00	-	15,000,000.00	179,945.20	14,820,054.80	1%
SC	Rehabilitation of Dzanani Streets (Biaba)	INCOME	10,000,000.00		10,000,000.00		10,000,000.00	0%
SC	N1 Tourism Park Inclusive of Arts and Craft Centre	INCOME	3,500,000.00		3,500,000.00		3,500,000.00	0%
SC	Waterval Sports Facility Phase 3	INCOME	6,000,000.00		6,000,000.00		6,000,000.00	0%
SC	Kutama / Sinthumule Sports Facility	INCOME	2,500,000.00		2,500,000.00	439,044.02	2,060,955.98	18%
SC	Waterval Clinic road to Waterval ring road for proper design	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Rehabilitation of Djunane street at Waterval Township for proper design	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Rehabilitation of Joe Slovo street at Vliefontein proper design	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Ablution Blocks / Changing Room	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Tshikwarani to Zamkomste Road Phase 3	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Renovation Dzanani Regional Office building	INCOME	600,000.00		600,000.00		600,000.00	0%
TOTAL			86,300,000.00	-	86,300,000.00	618,989.22	85,681,010.78	1%

ROADS AND STORM WATER								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	3X Pedestrian Roller as per Region	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	3X Jump stamper as per Region/compactor	INCOME	50,000.00		50,000.00		50,000.00	0%
SC	Four ways stop paving of road at Baobab street 250m x 8m	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Culvert pipe	INCOME	800,000.00		800,000.00	287,396.60	512,603.40	36%
SC	Rehabitation of Kruger street 300m x 7m	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	1x Hydraulic Lifting Jacks	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	1X10 Ton Gearbox Jack	INCOME	20,000.00		20,000.00		20,000.00	0%
SC	2X10 Ton Trolley Jack	INCOME	20,000.00		20,000.00		20,000.00	0%
TOTAL			3,690,000.00	-	3,690,000.00	287,396.60	3,402,603.40	8%
BUILDING MAINTANANCE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Refurbishment of old age home	INCOME	800,000.00		800,000.00		800,000.00	0%
SC	Refurbishment of Electrical Store and Warehouse	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	Fencing of Ha Mutsha Community hall	INCOME	2,400,000.00		2,400,000.00		2,400,000.00	0%
SC	Re-painting of Dzanani Traffic Station office	INCOME	300,000.00		300,000.00		300,000.00	0%
SC	Refurbishment of Eltivilas swimming pool(buildings) and installation of pal	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Refurbishment of Waterval regional office	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Pay-point Cargo Container and Fencing of Madodonga and zamenkomste	INCOME	400,000.00		400,000.00		400,000.00	0%
SC	Refurbishment of all taxi rank public Toilets	INCOME	1,000,000.00		1,000,000.00		1,000,000.00	0%
SC	Refurbishment of Vleifontein Stadium ablutions and fencing	INCOME	2,500,000.00		2,500,000.00		2,500,000.00	0%
SC	Roofing and tilling of veranda of DDP Office	INCOME	200,000.00		200,000.00		200,000.00	0%
SC	Borehole and equipping Madodonga and Zamekomste	Additional allocated funds	400,000.00		400,000.00		400,000.00	0%
SC	Borehole and equipping Ha Mutsha		200,000.00		200,000.00		200,000.00	0%
SC	Library water connection system and water tank	Additional allocated funds	100,000.00		100,000.00		100,000.00	0%
SC	Borehole and equipping Muduluni community hall	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	Additional borehole and equipping at civic centre	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	Refurbishment of 5 ablution block facilities in tax ranks (Biaba,siloam , elim	Additional allocated funds	2,000,000.00		2,000,000.00		2,000,000.00	0%
TOTAL			15,200,000.00	-	15,200,000.00	-	15,200,000.00	0%
TOTAL TECHNICAL SERVICES BUDGET			202,253,815.02	-	202,253,815.02	16,028,380.95	186,225,434.07	8%

Department of Community services

The actual expenditure for the first quarter is zero and to date is zero compared with the projection of R 3 393 million which result to under spending by 100%.The expenditure incurred for the first quarter represent 0% of approved budget of R13 570 million for 2020/21 financial year.

**CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR THE MONTH 30 SEPTEMBER 2020
COMMUNITY SERVICES DEPARTMENT**

LIBRARY SERVICES								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Extension of Circulation Area	INCOME	200,000.00	-	200,000.00		200,000.00	0%
SC	Stock taking portable scanner	INCOME	40,000.00	-	40,000.00		40,000.00	0%
TOTAL			240,000.00	-	240,000.00	-	240,000.00	0%

PARKS AND RECREATION SECTION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Development of Dzanani Park Phase 2 (Installation of outdoor gym, playing equipment and swimming pool)	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Feicibility Study of Information Centre and Potgiters Park	INCOME	500,000.00		500,000.00		500,000.00	0%
TOTAL			2,000,000.00	-	2,000,000.00	-	2,000,000.00	0%

MAKHADO REGION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Carpot and washing bay (Landfil site)	INCOME	200,000.00	-	200,000.00	-	200,000.00	0%
SC	20 Skip Bins	INCOME	700,000.00	-	700,000.00		700,000.00	0%
SC	1x New borehole at Makhado New Landfill Site	INCOME	150,000.00	-	150,000.00		150,000.00	0%
SC	2 X High mast light at Makhado Landfill site	INCOME	700,000.00		700,000.00		700,000.00	0%
SC	10 X Grass cutter Machine	INCOME	120,000.00		120,000.00		120,000.00	0%
SC	Rehabilitation of old landfill site (Vondeling) Phase 2 (Construction of evaporation pond, abluision facilities, planting vegetation, drainage and storm water systems)	INCOME	2,000,000.00		2,000,000.00		2,000,000.00	0%
SC	25 Skips bins additional (Tshikota ,mavhunga,bungeni,tshakhuma.biaba,siloam and luvuvhu and elim)	Additional allocated funds	1,300,000.00		1,300,000.00		1,300,000.00	0%
TOTAL			5,170,000.00	-	5,170,000.00	-	5,170,000.00	0%

DZANANI TRAFFIC STATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Upgrading of Vehicle Testing station (Grade B to A) Dzanani	INCOME	3,500,000.00	-	3,500,000.00	-	3,500,000.00	0%
TOTAL			3,500,000.00	-	3,500,000.00	-	3,500,000.00	0%

MAKHADO TRAFFIC STATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Purchase of 20 X portable radios and 2 X Base radios	INCOME	150,000.00	-	150,000.00	-	150,000.00	0%
SC	Water Borehole	INCOME	150,000.00	-	150,000.00		150,000.00	0%
SC	Grass Bailing machine for cattle fodder	INCOME	500,000.00	-	500,000.00		500,000.00	0%
SC	Construction of cattle pound storage room	INCOME	160,000.00		160,000.00		160,000.00	0%
SC	Refurbishment of the existing cattle pound Structure	INCOME	1,200,000.00		1,200,000.00		1,200,000.00	0%
TOTAL			2,160,000.00	-	2,160,000.00	-	2,160,000.00	0%

WATERVAL TRAFFIC STATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Refurbishment of the roof structure at Watervaal Office	INCOME	500,000.00	-	500,000.00	-	500,000.00	0%
TOTAL			500,000.00	-	500,000.00	-	500,000.00	0%

TOTAL COMMUNITY SERVICES BUDGET			13,570,000.00	-	13,570,000.00	-	13,570,000.00	0%
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Department of Corporate Services

The actual expenditure for the first quarter is zero and to date is zero compared with the projection of R3 828 million which result to under spending by 100%.The expenditure incurred for the first quarter represent 0% of approved budget of R 15 311 million for 2020/21 financial year.

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR THE MONTH 30 SEPTEMBER 2020 CORPORATE SERVICES DEPARTMENT

UPGRADE AND ACQUISITION OF NETWORK AND COMMUNICATION SYSTEMS - ICT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Upgrade software MS 2010 to MS2019 (Complete 2019/20 project)	INCOME	2,500,000.00		2,500,000.00		2,500,000.00	0%
SC	Office 365 E1 Licencing	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	Upgrade Server Infrastructure Hardware and software phase 1 and 2	INCOME	1,500,000.00	-	1,500,000.00		1,500,000.00	0%
SC	Enhance Call Centre software into one system (call , ticketing & sms)	INCOME	300,000.00		300,000.00		300,000.00	0%
SC	Disaster Recovery - Replicate infrastructure for ICT Continuity	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Mimecast Cyber Resilience Upgrade from G1 to M2R	INCOME	312,000.00		312,000.00		312,000.00	0%
SC	Connectivity - HR Mobile Offices & Levubu Regional Office	INCOME	250,000.00		250,000.00		250,000.00	0%
TOTAL			6,862,000.00	-	6,862,000.00	-	6,862,000.00	0%
ICT EQUIPMENT FOR ALL DEPARTMENT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Computer and IT related office equipment all departments	INCOME	2,500,000.00	-	2,500,000.00	-	2,500,000.00	0%
SC	Desktop computer x 1 (Dzanani regional office)	INCOME	15,000.00		15,000.00		15,000.00	0%
SC	Computer and IT related office equipment for PMU	INCOME	500,000.00		500,000.00		500,000.00	0%
SC	Roads Management System	INCOME	1,300,000.00		1,300,000.00		1,300,000.00	0%
SC	Traffic Contravention Management Sytem	INCOME	1,300,000.00		1,300,000.00		1,300,000.00	0%
TOTAL			5,615,000.00	-	5,615,000.00	-	5,615,000.00	-

SPEAKER'S OFFICE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Equipment - Fixed sound & recording system for Council Chamber	INCOME	1,300,000.00	-	1,300,000.00		1,300,000.00	0%
TOTAL			1,300,000.00	-	1,300,000.00	-	1,300,000.00	0%
COMMUNICATION DIVISION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Speakers for existing sound system x 2	INCOME	15,000.00	-	15,000.00		15,000.00	0%
SC	National flags to hoist at all office premises x 8	INCOME	50,000.00		50,000.00		50,000.00	0%
TOTAL			65,000.00	-	65,000.00	-	65,000.00	0%
HUMAN RESOURCE DIVISION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	One Digital Camera (Occupational Health Safety)	INCOME	27,000.00	-	27,000.00		27,000.00	0%
SC	HR Mobile Offices & Levubu Regional mobile Office	INCOME	1,400,000.00		1,400,000.00		1,400,000.00	0%
SC	Desks x 8 HR and Levubu office	INCOME	42,000.00		42,000.00		42,000.00	0%
TOTAL			1,469,000.00	-	1,469,000.00	-	1,469,000.00	0%
TOTAL CORPORATE SERVICES BUDGET			15,311,000.00	-	15,311,000.00	-	15,311,000.00	0%

Regional Offices

The actual expenditure for the first quarter is zero and to date is zero compared with the projection of R 1 129 million which result to under spending by 100%.The expenditure incurred for first quarter represent of approved budget of R 4 515 million for 2020/21 financial year.

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR THE MONTH 30 SEPTEMBER 2020								
REGIONAL OFFICES								
WATERVAL REGIONAL OFFICE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Nameboards for Dzanani Community Hall Premises	INCOME	30,000.00		30,000.00		30,000.00	0%
SC	Nameboards for Musekwa Thusong Centre Premises	INCOME	30,000.00		30,000.00		30,000.00	0%
SC	Carports at Regional Office	INCOME	150,000.00		150,000.00		150,000.00	0%
SC	Paving Regional Office premises (yard)	INCOME	1,500,000.00		1,500,000.00		1,500,000.00	0%
SC	Boreholes and equipping Tshitale office	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
TOTAL			1,910,000.00	-	1,910,000.00	-	1,910,000.00	0%
DZANANI REGIONAL OFFICE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Carport for Waterval Regional Offices and Vleinfointein	INCOME	550,000.00		550,000.00		550,000.00	0%
SC	Lawn mower machine for parks	INCOME	100,000.00		100,000.00		100,000.00	0%
SC	Palisade Fence for Waterval Regional Office	INCOME	700,000.00		700,000.00		700,000.00	0%
SC	Window Blinder	INCOME	60,000.00		60,000.00		60,000.00	0%
SC	Fridge (vleinfointein and stores)	INCOME	20,000.00		20,000.00		20,000.00	0%
SC	Borehole Mutsha community and Tank	INCOME	150,000.00		150,000.00		150,000.00	0%
SC	Ablution facility at Waterval cemetery	INCOME	80,000.00		80,000.00		80,000.00	0%
SC	Registry Counter	INCOME	35,000.00		35,000.00		35,000.00	0%
SC	Shredding Machine	INCOME	10,000.00		10,000.00		10,000.00	0%
SC	Steel cabinet for Staff	INCOME	45,000.00		45,000.00		45,000.00	0%
SC	3X Floor Polisher Machine	INCOME	55,000.00		55,000.00		55,000.00	0%
SC	Boreholes and equipping Mudimeli	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	Boreholes and equipping khomele	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	Borehole and equipping Matshavhawe	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
SC	Boreholes and equipping Ha mutsha office	Additional allocated funds	200,000.00		200,000.00		200,000.00	0%
TOTAL			2,605,000.00	-	2,605,000.00	-	1,805,000.00	0%
TOTAL REGIONAL OFFICES BUDGET			4,515,000.00	-	4,515,000.00	-	4,515,000.00	0%

SOURCES OF FINANCE - CAPITAL REVENUE

It should be noted that Capital Revenue represents the sources of finances of capital expenditure Section 71 Report in terms of the MFMA.

SOURCE CAPITAL FUNDING									
Budget Year 2020/21									
R thousands	Adjusted Original Budget	First quarter Projections	Q1 Sept Actual	YTD Actual	YTD Variance	YTD variance	YTD Actual Budget/Budget %	Actual vs Projected%	Full Year Forecast
CAPITAL EXPENDITURE -STANDARD									
Funded by:									
National Government	53,014	13,254	11,174	11,174	2,079	16%	21%	84%	53,014
Provincial Government	-								
District Municipality	-								
Other transfers and grants	-								
Transfers recognised - capital	53,014	13,254	11,174	11,174	2,079	16%	21%	84%	53,014
Public contributions & donations	-								
Borrowing	-								
Internally generated funds	251,965	62,991	6,026	6,026	56,965	90%	2%	10%	251,965
Total Capital Funding	304,979	76,245	17,200	17,200	59,045	77%	6%	23%	304,979

The above table show how the capital contribution has been financed and recognised during the quarter. The municipality projected to R 76 245 million during the quarter and only R 17 200 Million was spent. An amount of R 11 174 million has been recognised from transfer and R 6 026 million was recognised from internally generated revenue. This represent 6% of the approved capital budget amount of R 304 979 million for 2020/21 financial year

DEBTORS AGE ANALYSIS The amount outstanding from debtors as at 30 September 2020 is R 305 994 000.00

LIM344 Makhado - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 SEPTEMBER									
Description	Budget Year 2020/21								Total
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Total	
R thousands									Total
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	16 761	5 559	3 028	3 168	3 128	8 246	8 803	48 695	23 346
Receivables from Non-exchange Transactions - Property Rates	6 217	3 909	3 288	2 947	2 823	15 017	77 157	111 358	97 944
Receivables from Exchange Transactions - Waste Water Management	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	932	725	478	626	476	2 411	14 864	20 511	18 377
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	2 235	2 142	2 062	1 988	1 914	10 083	51 798	72 224	65 784
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–
Other	4 528	1 850	365	1 263	11 199	4 620	29 381	53 206	46 463
Total By Income Source	30 673	14 185	9 221	9 992	19 541	40 378	182 004	305 994	251 914
Debtors Age Analysis By Customer Group									
Organs of State	3 112	3 219	3 000	2 719	2 977	7 603	24 492	47 121	37 791
Commercial	14 819	3 477	1 476	1 965	11 605	6 585	20 578	60 503	40 732
Households	6 708	4 898	3 041	3 480	3 252	18 142	102 033	141 554	126 907
Other	6 034	2 592	1 705	1 828	1 707	8 047	34 902	56 816	46 485
Total By Customer Group	30 673	14 185	9 221	9 992	19 541	40 378	182 004	305 994	251 914

Debt Impairment

Debtors Age Analysis By Customer Group

Customer Group	Total Debt per Customer Group – R000	Impairment Provided R000	Net Debt per Customer Group R000
Organs of State	R 47 121	(R 39 359)	R 7 359
Commercials	R 60 503	(R 51 055)	R 9 448
Households	R141 554	(R119 448)	R22 106
Others	R 56 816	(R 47 944)	R 8 872
Total By Customer Group	R 305 994	(R258 209)	R47 785

Summary of Debt Impairment Narration

Allowance for debt impairment for the Month of September 2020 equals R258 209 million.

The Total Consumer Debtors as at the 30th of September 2020 equals R 305 994

The Net Debt Collectible equals R 47 785

COLLECTION REPORT

- The non-existent of electricity in R293 Towns such as Dzanani, Waterval, Vleifontein, excluding Tshikota still exists.
- Vhembe District Municipality still owes **R87m** as at 30 September 2020.
- Distribution losses for the month ending September 2020 amounted to 19%.
- The overall Distribution Losses for the first quarter = 13%
- The municipality achieved 98% collection rate in August 2020.
- The overall Collection Rate for the first quarter = 78%
- The reason for the non-achievement of the 90% targeted collection rate is still based on the COVID – 19 pandemic.

COLLECTION REPORT FOR THE FIRST QUARTER OF 2020/ 2021

MONTHS	COLLECTION RATE
July - 2020	68%
August - 2020	69%
September - 2020	98%
Total	78%

CHALLENGES THAT IMPACT ON COLLECTION

- The non-existent of electricity in R293 Towns such as Dzanani, Waterval, Vleifontein, excluding Tshikota.
- Illegal connections
- Government entities who are not paying the Municipality

STRATEGIES TO IMPROVE COLLECTION

- We will embark on a campaign to physically check meters that are not buying or buying electricity that is unreasonably too low because they raise a suspicion of illegal connection. This exercise can be executed with the assistance of Technical Department.
- All accounts with meters inside the yards will be identified and a request sent to Technical Department to have those meters removed and allocated to a point where they can be accessible.
- Credit Control will be applied to Government and business to be implemented without compromise.
- Enter into payment arrangement with VDM with on 96 million outstanding for water debt
- Installation of prepaid meter
- Handing over debts older than 90 days for debt collection
- Billing exception report were sent to the Department of Technical Services (Electrical Engineering) during the quarter, and that include reports such as the following:

7. SCM PROCESS

COMPETITIVE BIDDING PROCESSES ACTIVITY

01	68 of 2019	Panel of service providers to supply and delivery of cleaning materials for the period of three years	20 January 2020 at 12:00
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02	69 of 2019	Panel of service providers to supply and delivery of hardware materials for the period of three years	In evaluation	20 January 2020 at 12:00
03	70 of 2019	Panel of service provider to supply and delivery of paints for the period of three years	In evaluation	20 January 2020 at 12:00
04	74 of 2019	Provision of prepaid electricity vending system for the period of three years	In evaluation	31 January 2020 at 12:00
05	02 of 2020	Electrical Consulting Engineer for high masts in all regions	In evaluation	18 February 2020 at 12:00
06	03 of 2020	Rehabilitation of closed vondeling landfill site phase 1	In evaluation	24 February 2020 at 12:00
07	06 of 2020	Supply and deliver of spares for repairs and maintenance for Municipal fleet	In evaluation	13 March 2020 at 12:00
08	09 of 2020	Repair of small equipment for a period of two years	In evaluation	13 March 2020 at 12:00
09	18 of 2020	Construction of fence at Pfananani graveyard	In evaluation	21 August 2020 at 12:00
10	19 of 2020	Construction of fence at Raliphaswa graveyard	In evaluation	21 August 2020 at 12:00
11	20 of 2020	Construction of fence at Tshivhade graveyard	In evaluation	21 August 2020 at 12:00
12	21 of 2020	Construction of fence at Dzumbathoho Phadzima graveyard	In evaluation	21 August 2020 at 12:00
13	22 of 2020	Construction of fence at Vleivontein graveyard	In evaluation	21 August 2020 at 12:00
14	23 of 2020	Construction of fence at Gogobole graveyard	In evaluation	21 August 2020 at 12:00
15	25 of 2020	Provision of asset management in compliance with MFMA and GRAP compliance for a period of three (03) years	In evaluation	21 August 2020 at 12:00

16	26 of 2020	Supply and delivery of Goosenck trailer	In evaluation	21 August 2020 at 12:00
17	28 of 2020	Upgrade of Tshakhuma community	In evaluation	31 August 2020 at 12:00
18	29 of 2020	Rehabilitation of streets Rammano,Tshitotolwe and Denzhe	In evaluation	31 August 2020 at 12:00
19	30 of 2020	Construction of fencing N1 Tourism park inclusive of art and craft centre project	In evaluation	31 August 2020 at 12:00
20	31 of 2020	Appointment of contractor to main substation upgrade (Construction of additional income bay)	In evaluation	31 August 2020 at 12:00
21	32 of 2020	Provision of pest control disinfection for a period of 12 months	In evaluation	21 September 2020 at 12:00
22	33 of 2020	Panel for legal services for a period three (03) years	In evaluation	21 September 2020 at 12:00
23	34 of 2020	Supply and delivery of pedestraian roller	In evaluation	21 September 2020 at 12:00
24	35 of 2020	Supply and delivery of culvert pipes	In evaluation	21 September 2020 at 12:00
25	36 of 2020	Supply,delivery of materials and labour of construction	In evaluation	21 September 2020 at 12:00
26	37 of 2020	Supply,delivery,design and printing of diaries and calenders for 2021	In evaluation	21 September 2020 at 12:00
27	10 of 2020	Appointment of a service provider for review and consolidation of Makhado Local Municipality registry	In evaluation	30 September 2020 at 12:00
28	46 of 2020	Re-advertisement:Supply,delivery of materials ,labour and construction of fencing at Ha-Mutsha community hall	In evaluation	12 October 2020 at 12:00
29	47 of 2020	Re-advertisement :Air travel and accomodation for a period of 3 years	In evaluation	12 October 2020 at 12:00

FORMAL WRITTEN QUOTATION AS AT FIRST QUARTER OF 2020-2021

ACTIVITY	Quotations Advertised	Quotations Evaluated	Quotations Awarded
1st Quarter	09	16	16
ANNEXURE	F	G	H

At the end of September 2020, the following 05 quotations were not awarded:

NO	BID NUMBER	BID DESCRIPTION	STATUS	CLOSING DATE
1	46 of 2020	Re-advertisement Supply and delivery of baking resources at songozwi bakery at siloam	In evaluation	26 June 2020
2	37 of 2020	Supply and delivery of brush cutter and lawnmower	In evaluation	26 June 2020
3	55 of 2020	Supply and delivery of materials ,labour and construction of fence at Zameskomste	In evaluation	07 August 2020
4	53 of 2020	Supply,delivery and construction of workshop waterproof net carports	In evaluation	17 August 2020
5	54 of 2020	Supply and delivery of cartridges	In evaluation	15 September 2020

STATUS OF RECONCILIATIONS AS AT 30 SEPTEMBER 2020

Bank reconciliations is up to date
 Grant Reconciliation is up to date
 Investment Reconciliations is up to date
 Assets Reconciliation is up to date
 Petty Cash reconciliation is up to date
 Retention reconciliation is up to date
 Inventory Reconciliation is up to date
 Debtors Reconciliations is up to date
 Salary Reconciliation is up to date
 Vat Reconciliation is done up to Month of August 2020

8. A CASH FLOW FORECAST

This statement indicates the financial position as at 30 September 2020 is R 166 564 960.50. The municipality continues to keep a favorable balance on the monthly basis and this cash flow statement reflects a positive balance of R 166 564 960.50 at the end of the first quarter 30 September 2020.

Primary Account	R 166 564 960.50
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Closing balance as at 30 September 2020	R 166 564 960.50
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LIM344 Makhado - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Budget Year 2020/21							Full Year Forecast
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								
Revenue By Source								
Property rates	83,070	83,070	7,438	21,897	20,767	1,130	5%	83,070
Service charges - electricity revenue	364,210	364,210	24,280	66,972	91,052	(24,080)	-26%	364,210
Service charges - water revenue	—	—	—	—	—	—	—	—
Service charges - sanitation revenue	—	—	—	—	—	—	—	—
Service charges - refuse revenue	11,611	11,611	1,073	3,259	2,903	356	12%	11,611
Rental of facilities and equipment	361	361	23	70	90	(20)	-22%	361
Interest earned - external investments	6,695	6,695	324	1,198	1,674	(475)	-28%	6,695
Interest earned - outstanding debtors	22,690	22,690	2,243	6,536	5,672	863	15%	22,690
Dividends received	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	2,795	2,795	25	173	699	(526)	-75%	2,795
Licences and permits	7,520	7,520	301	1,072	1,880	(808)	-43%	7,520
Agency services	—	—	—	—	—	—	—	—
Transfers and subsidies	439,298	519,370	1,037	174,302	109,825	64,477	59%	519,370
Other revenue	33,250	37,250	552	1,657	8,313	(6,656)	-80%	37,250
Gains	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)	971,499	1,055,571	37,294	277,135	242,875	34,260	14%	1,055,571
Expenditure By Type								
Employee related costs	287,567	295,607	21,326	63,964	71,892	(7,928)	-11%	295,607
Remuneration of councillors	30,410	30,410	2,207	6,612	7,603	(991)	-13%	30,410
Debt impairment	41,135	51,135	1,135	1,135	10,284	(9,149)	-89%	51,135
Depreciation & asset impairment	120,089	120,089	10,354	30,728	30,022	706	2%	120,089
Finance charges	8,170	8,170	—	—	2,043	(2,043)	-100%	8,170
Bulk purchases	269,822	269,822	32,144	67,477	67,456	21	0%	269,822
Other materials	29,319	29,319	1,938	4,610	7,330	(2,720)	-37%	29,319
Contracted services	85,115	99,765	8,014	23,286	21,279	2,007	9%	99,765
Transfers and subsidies	—	—	—	—	—	—	—	—
Other expenditure	93,971	93,971	7,114	20,859	23,493	(2,633)	-11%	93,971
Losses	—	—	—	—	—	—	—	—
Total Expenditure	965,598	998,288	84,232	218,670	241,400	(22,729)	-9%	998,288
Surplus/(Deficit)	5,901	57,283	(46,938)	58,464	1,475	56,989	0	57,283
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	54,014	53,014	24,024	24,024	13,503	10,520	0	53,014
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	—	—	—	—	—	—	—	—
Transfers and subsidies - capital (in-kind - all)	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	59,915	110,297	(22,914)	82,488	14,979			110,297
Taxation	—	—	—	—	—	—	—	—
Surplus/(Deficit) after taxation	59,915	110,297	(22,914)	82,488	14,979			110,297
Attributable to minorities	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality	59,915	110,297	(22,914)	82,488	14,979			110,297
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	59,915	110,297	(22,914)	82,488	14,979			110,297

