

2020

Makhado Local Municipality (LIM344)

Chief Financial Officer



Section 71 report for Month Ending 30 November 2019

ITEM

FINANCES: IN YEAR MONITORING AND REPORTING: MONTH ENDING 30 NOVEMBER 2019 (6/1/1(2019/2020))

Report of Chief Financial Officer

STRATEGIC OBJECTIVE

The strategic objective of this matter is under sound financial management and viability.

SUMMARY

The purpose of submitting the above mentioned report to management committee for consideration.

BACKGROUND

In terms of the MFMA act 56 of 2003 section 71(1) - requires the accounting officer by no later than 10 working days after the end of each month submit to the Mayor of the Municipality and the relevant provincial treasury a statement of the municipalities budget performance performance).The accounting officer of the Makhado municipality had prepared a statement of report actual revenue, actual expenditure, actual capital expenditure and projection of income and expenditure of the municipality on a monthly basis.

1. ANALYSIS FROM REPORTS FROM INCOME AND EXPENDITURE FOR THE MONTH ENDING 30 NOVEMBER 2019

SUMMARY: INCOME AND EXPENDITURE REPORT PERFORMANCE

The actual operational income for Month of November 2019 is R 48 883 million and actual to date is R 360 133 million. The operational expenditure for the same period is R 72 418 million and actual to date is R 384 310 million.

Summary overall budgeted and actual expenditure

Types of Budget	Budget	Budget Spent	% Spent	Variance
Operational	R 958 million	R 384 million	40%	R 574million
Capital	R 203 million	R 35 million	17%	R 168 million
Total	R 1.161 billion	R 419 million	36%	R 742 million

Figure 1: Summary Budget and overall current expenditure

The municipality's annual operational budget is R 958 million and capital budget is R 203 million and the amount of R 384 million and R 35 million was spent respectively. This represents 40% spending on operational budget as well as 17% spending on capital budget. Overall spending is R 419 million against the approved annual budget of R 1 billion and this represent 36% spending of the budget.

2. APPROVED CONDITIONAL GRANT

Grant Name	Budget	Actual received	Actual to date received	Actual Expenditure	Expenditure to date	Unspent	% Spent
Municipal Infra Structure Grant	R 89.577 million	R 0	R 40 .309 million	R 9 921million	R 32 449 million	R 7 860 million	36%
Integrated National Electricity Program	R 20.000 million	R 0	R 8 million	R 0	R 1 308 million	R 6.692 million	7%
Financial Management Grant	R 1.700 million	R	R 1 700 million	R 75 thousands	R 574 thousands million	R 1 126 million	66%
Expanded Public Works Program	R1. 863 million	R 893 thousands	R 1 359 million	R 155 thousands	R 776 thousands	R 467 thousands	57%
Total	R 113.140 million	0	R 51 368 million	R 10 151 million	R 35 107 million	R 16 145 million	31%

1. Municipal infrastructure Grant (MIG)

The actual amount received for the Month of November 2019 is zero and to date is R 40 309 million and actual expenditure for the Month of November 2019 is R 9 921 million and to date is R 32 449 million that represent 36 % of expenditure against approved allocation of R 89.577 million.

2. Integrated National Electricity Programme (INEP)

The actual amount received for the Month of October 2019 is zero and to date is R 8 000 million and actual expenditure for the month of November 2019 is zero and to date is R 1 308 million which represent 7% of expenditure against approved allocation of R 20 000 million.

3. Financial Management Grant (FMG)

The actual amount received for the Month of November 2019 is zero and to date is R 1.700 million and actual expenditure for the Month of November 2019 is R 75 thousands and to date is R 574 thousands that represents 33% against the approved allocation of R 1 .7 million.

4. Expanded Public Works Programme (EPWP)

The actual amount received for the Month of November 2019 is R 893 thousands and to date is R 1 359 million and actual expenditure for the month of November 2019 is R 155 and to date is R 776 which represents 57% spending against the approved budget of R 1 .863 million.

REVENUE AND EXPENDITURE

LIM344 Makhado - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	2018/19	Budget Year 2019/20							
	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	71 424	70 363		6 223	25 446	23 454	1 991	8%	70 363
Service charges - electricity revenue	322 851	373 218		27 802	107 834	124 406	(16 572)	-13%	373 218
Service charges - refuse revenue	11 369	9 824		930	3 690	3 275	416	13%	9 824
Rental of facilities and equipment	352	346		23	76	115	(39)	-34%	346
Interest earned - external investments	28	54		3	12	18	(6)	-31%	54
Interest earned - outstanding debtors	19 712	20 345		1 862	7 035	6 782	253	4%	20 345
Fines, penalties and forfeits	1 662	1 848		108	1 077	616	461	75%	1 848
Licences and permits	7 400	13 922		609	2 525	4 641	(2 116)	-46%	13 922
Transfers and subsidies	321 083	361 091		-	151 136	120 364	30 772	26%	361 091
Other revenue	15 631	109 883		1 960	16 420	36 628	(20 208)	-55%	109 883
Total Revenue	771 512	960 894	-	39 521	315 251	320 298	(5 047)	-2%	960 894

LIM344 Makhado - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	2018/19	Budget Year 2019/20							
	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	71 424	70 363		6 571	32 016	29 318	2 699	9%	70 363
Service charges - electricity revenue	322 851	373 218		33 994	141 828	155 508	(13 680)	-9%	373 218
Service charges - refuse revenue	11 369	9 824		954	4 645	4 093	551	13%	9 824
Rental of facilities and equipment	352	346		28	104	144	(40)	-28%	346
Interest earned - external investments	28	54		3	16	23	(7)	-29%	54
Interest earned - outstanding debtors	19 712	20 345		1 624	8 658	8 477	181	2%	20 345
Fines, penalties and forfeits	1 662	1 848		114	1 190	770	420	55%	1 848
Licences and permits	7 400	13 922		284	2 809	5 801	(2 992)	-52%	13 922
Transfers and subsidies	321 083	361 091		839	151 975	150 455	1 520	1%	361 091
Other revenue	15 631	109 883		472	16 892	45 785	(28 893)	-63%	109 883
Total Revenue	771 512	960 894	-	44 883	360 133	400 372	(40 239)	-10%	960 894

LIM344 Makhado - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Employee related costs	248 321	284 371		20 674	102 821	118 488	(15 667)	-13%	284 371
Remuneration of councillors	26 457	28 554		2 117	10 843	11 897	(1 054)	-9%	28 554
Debt impairment	83 484	45 000		98	17 149	18 750	(1 601)	-9%	45 000
Depreciation & asset impairment	95 425	100 000		9 908	52 568	41 667	10 901	26%	100 000
Finance charges	10 080	6 752		–	–	2 813	(2 813)	-100%	6 752
Bulk purchases	193 562	242 406		21 086	130 738	101 003	29 736	29%	242 406
Other materials	27 022	38 935		3 477	12 248	16 223	(3 975)	-25%	38 935
Contracted services	74 284	68 183		9 556	33 159	28 410	4 749	17%	68 183
Other expenditure	57 596	144 773		5 501	24 784	60 322	(35 538)	-59%	144 773
Total Expenditure	816 231	958 975	–	72 418	384 310	399 573	(15 263)	-4%	958 975

3. SIGNIFICANT VARIANCES ANALYSIS OF REVENUE AND EXPENDITURE PERFORMANCE

3.1 Revenue

3.1.1 Licenses and Permits

The actual licenses and permits collected for the month of November is R 284 thousands and to date is R 2 809 million compared with the R 5 801 million projections which results to 48% collection rates based on the projected revenue of R 5 801 million.

3.2 Expenditure

3.2.1 Debt Impairment

This is non-cash item and expenditure for the month of November 2019 is R 98 thousands and to date is R 17 149 compared to the projection of R 18 750 million, the full assessment of debtors impairment has been done to end of Sept 2019.

3.2.2 Depreciation & asset impairment

This is non-cash item and expenditure for the month of November 2019 is R 9 908 million and to date is R 41 667 million compared to the projection of R 41 666 million.

3.2.3 Contracted Services, Other Materials and other Expenditure

The contracted services expenditure for the month of November 2019 is R 18 534 million and to date is R 70 191 million compared to projected expenditure of R 104 955 million which results in under spending by 49% spending.

4. CAPITAL EXPENDITURE.

The Actual Capital expenditure for the month of November 2019 is R 13 041 million and to date is R 35 047 million which result to 15% spending against the approved budget of R 203 377 million. The expenditure percentage increased due to 17% spending on conditional grants projects and other own funded projects.

CODE	DEPARTMENT	BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Planning and Development	R 18 250 000.00	R 0	R 18 250 000.00	0%
SC	Technical Services	R 136,174,989.57	R 27 944 582.98	R 108 530 406.59	21%
SC	Community Services	R 5,300,000.00	R 248 282.6	R 5 300 000.00	5%
SC	Budget and Treasury	R 30 950 ,000.00	R 6 829 623.39	R 30 950 000.00	22%
SC	Corporate Services	R 6 ,594,000.00	R 24 756.76	R 6 594 000.00	0%
SC	Regional Offices	R 6,109,000.00	R 0	R 6,109,000.00	0%
	TOTAL	R 203,377,989.57	R 35 047 245.74	R 168 330 743.83	17%

5. DEBTORS AGE ANALYSIS

DEBTORS AGE ANALYSIS

The amount outstanding from debtors as at November 2019 is R 248 321 692.93

LIM344 Makhado - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 NOV

Description	Budget Year						
	0-30 Days	31-60 Days	61-90 Days	2019/20 91-120 Days	121-150 Days	Total	Total over 90 days
R thousands							
Debtors Age Analysis By Income Source							
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	16971	2029	1120	1322	9197	30639	10518
Receivables from Non-exchange Transactions - Property Rates	5676	3117	2715	2515	76829	90852	79345
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	851	469	455	402	14462	16639	14864
Receivables from Exchange Transactions - Property Rental Debtors	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1762	1633	1571	1533	49117	55616	50651
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-
Other	23683	1299	1021	789	27783	54575	28571
Total By Income	48 940	8 543	6 881	6 558	177386	248321	183 949
Debtors Age Analysis By Customer							
Groups of	954	1012	864	592	25022	28444	25614
State	34499	2111	1461	1295	20243	59609	21538
Household	7123	3559	3173	3227	98858	115940	102086
Other	6367	1865	138	1447	33264	44328	34711
Total By Customer	48941	8545	6882	6532	177387	248321	183 949

Group

Debt Impairment

Debtors Age Analysis By Customer Group

Customer Group	Total Debt per Customer Group	Impairment Provided	Net Debt per Customer Group
Organs of State	R 28 444	(R 25 296)	R 3 148
Commercials	R 59 609	(R 47 821)	R 11 788
Households	R115 940	(R 95 578)	R 20 362
Others	R 44 328	(R 37 638)	R 6 691
Total By Customer Group	R248 321	(R206 332)	R41 789

Summary of Debt Impairment Narration

The Carrying Amount of Debt Provision for the year ending 31 October 2019 equals R206 331 741.21.

Allowance for debt impairment for November 2019 equals nil (No provision was determined)

The actual debt written was not determined.

That results in the total impairment being R206 331 741.21 for the month ending 30 November 2019.

The Net Debt Collectible equals R41 789 Million.

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
- VDM has embarked on an arrangement with Makhado Local Municipality for the amount of R3m per month, effective from November 2019.
- Installation of prepaid meter. The municipality has already undertaken the installation of the prepaid meters in town, replacing the conventional meters currently available in town.

ACTIONS ALREADY UNDERTAKEN

- Technical reports to address the above stated challenges were sent to the Department of Technical Services (Electrical Engineering) during the quarter, and that include reports such as the following:

Meters Faulty Report Summary

Type of Fault	No.
Bees In the Box	6
Unallocated Meters	200
Dogs in the Premises	1
Gates Locked	462
Meter Obstructed	1
Meters Damaged	69
Meters Disconnected	349
Meters Removed	274
Conventional replaced with	9

Prepaid Meters	
No route	16
Private Locks on Meters	35
Refused Entry	41
Total	1 463

COMPETITIVE BIDDING PROCESSES ACTIVITY

ACTIVITY	Bids Advertised	Evaluated	Adjudicated	Awarded	BBB-EE	Re- Advertised	Cancelled
Balance B/F	30	11	11	11	-	-	-
October 2019	07	02	0	0	-	-	-
November 2019	02	10	12	08		02	
Total to Date	39	23	23	19	-	02	-
ANNEXURE	A	B	C	D	E	F	F

All requests for adverts were processed. At the end of November 2019, the following 14 bids were pending evaluation:

NO	BID NUMBER	BID DESCRIPTION	COMMENTS	CLOSING DATE
1	25 of 2019	Appointment of contractor to upgrading the 6.3km gravel to tar road from Chavani to Bungeni phase 2	Waiting for Evaluation Committee to evaluate	10 June 2019 at 12H00
2	40 Of 2019	Panel of service providers for Supply and delivery of aggregates and sands for a period of three years	Evaluation Committee to evaluate	30 September 2019 at 12H00

3	44 Of 2019	Supply and delivery of culverts pipe and round pipes		07 October 2019
4	48 Of 2019	Supply and installation of manual boom gates at Eltivillas parking sites	Evaluation Committee to evaluate	07 October 2019
5	49 Of 2019	Survey,setting,drilling and equip two two boreholes at Civic centre	Evaluation Committee to evaluate	07 October 2019
6	53 Of 2019	Construction of exhibiting store at showground	Evaluation Committee to evaluate	14 October 2019
7	57 of 2019	Supply, delivery of labour and materials and labour for fencing Dzanani regional Office	Evaluation Committee to evaluate	08 November 2019
8	59 of 2019	Supply and delivery of Chain (Crawler) Dozer for Road construction to Makhado local Municipality	Evaluation Committee to evaluate	08 November 2019
9	60 of 2019	Appointment of electrical contractor to upgrade the Levubu east 22kv 3PH overhead line: 2019/2020	Evaluation Committee to evaluate	08 November 2019
10	61 of 2019	Appointment of service provider to supply, deliver, install, commissioning of 10MVA Transformer (22000V/11000V) at Stubb substation.	Evaluation Committee to evaluate	08 November 2019
11	62 of 2019	Upgrade of software – Microsoft office 2010 to Microsoft office 2019	Evaluation Committee to evaluate	08 November 2019
12	63 of 2019	Panel of service providers for supply and delivery of air conditioners for the period of three years.	Evaluation Committee to evaluate	29 November 2019
13	64 of 2019	Supply and delivery of 11kv ring main units to Makhado local municipality –electrical stores	Evaluation Committee to evaluate	08 November 2019
14	55 Of 2019	Provision of meter reading (for electronic consumption) for the period of 3 years	Evaluation Committee to evaluate	31 October 2019

The following tenders were still on advert by the end of November 2019

NO	Project Name	Tender no.	Notice no	CIDB GRADE	CLOSING DATE
1	CONSTRUCTION OF XITACINI TO JIWENI ACCESS ROAD (VALDEZIA) PHASE 3	65 /2019	140 /2019	5CE PE/ 6 CE or Higher	10 December 2019
2	CONSTRUCTION OF WATERVAL SPORTS FACILITY PHASE 3	66 /2019	141 /2019	6CE PE/ 7 CE or Higher	10 December 2019

FORMAL WRITTEN QUOTATION AS AT 30 NOVEMBER 2019

ACTIVITY	STATUS FOR NOVEMBER 2019	ANNEXURES
Number of Advertised formal written quotations	05	F
Number of quotations Evaluated	05	G
Number of quotations Awarded	05	H
Number of quotation cancelled	0	I

Twenty-one (21) quotations pending evaluation

STATUS OF RECONCILIATIONS AS AT 30 NOVEMBER 2019

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 October 2019

6. ANNEXURE “A CASH FLOW FORECAST

This statement indicates the financial position as at 30 November 2019 is R 61 837 347.05 .The municipality continue to keep a favorable balance on the monthly basis and this cash flow statement reflect positive balance of R 62 703 856.61 at the end of 30 November 2019.

Primary Account (R 61 837 347.05

Call account 1 (62 404 650435) R 741 748.59

Call account 2 (62 482 843408) R 104 096.11

Call account 3 (62 308 30779) R 20 664.86

Closing balance as at 30 November 2019 R 62 703 856.61

POLICY IMPLICATIONS

Compliance to section 71 report of the Municipal Finance Management Act.

LEGAL IMPLICATIONS

None

RISK IMPLICATIONS

None

ENVIRONMENTAL IMPLICATIONS

None

CHANGE MANAGEMENT IMPLICATIONS

Ensure compliance to MFMA and timely submission of section 71 report in terms of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003).

RECOMMENDATION:

That the section 71 report for the month ending November 2019 be considered by management committee.

RECOMMENDED BY

**MR NF TSHIVHENGWA
MUNICIPAL MANAGER**

**COMMENT BY
CLLR S N MUNYAI
MUNICIPAL MAYOR**

LIM344 Makhado - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2018/19	Budget Year 2019/20							
		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		71 424	70 363		6 571	32 016	29 318	2 699	9%	70 363
Service charges - electricity revenue		322 851	373 218		33 994	141 828	155 508	(13 680)	-9%	373 218
Service charges - water revenue		-	-		-	-	-	-		-
Service charges - sanitation revenue		-	-		-	-	-	-		-
Service charges - refuse revenue		11 369	9 824		954	4 645	4 093	551	13%	9 824
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		352	346		28	104	144	(40)	-28%	346
Interest earned - external investments		28	54		3	16	23	(7)	-29%	54
Interest earned - outstanding debtors		19 712	20 345		1 624	8 658	8 477	181	2%	20 345
Dividends received		-	-		-	-	-	-		-
Fines, penalties and forfeits		1 662	1 848		114	1 190	770	420	55%	1 848
Licences and permits		7 400	13 922		284	2 809	5 801	(2 992)	-52%	13 922
Agency services		-	-		-	-	-	-		-
Transfers and subsidies		321 083	361 091		839	151 975	150 455	1 520	1%	361 091
Other revenue		15 631	109 883		472	16 892	45 785	(28 893)	-63%	109 883
Gains on disposal of PPE		-	-		-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		771 512	960 894	-	44 883	360 133	400 372	(40 239)	-10%	960 894
Expenditure By Type										
Employee related costs		248 321	284 371		20 674	102 821	118 488	(15 667)	-13%	284 371
Remuneration of councillors		26 457	28 554		2 117	10 843	11 897	(1 054)	-9%	28 554
Debt impairment		83 484	45 000		98	17 149	18 750	(1 601)	-9%	45 000
Depreciation & asset impairment		95 425	100 000		9 908	52 568	41 667	10 901	26%	100 000
Finance charges		10 080	6 752		-	-	2 813	(2 813)	-100%	6 752
Bulk purchases		193 562	242 406		21 086	130 738	101 003	29 736	29%	242 406
Other materials		27 022	38 935		3 477	12 248	16 223	(3 975)	-25%	38 935
Contracted services		74 284	68 183		9 556	33 159	28 410	4 749	17%	68 183
Transfers and subsidies		-	-		-	-	-	-		-
Other expenditure		57 596	144 773		5 501	24 784	60 322	(35 538)	-59%	144 773
Loss on disposal of PPE		-	-		-	-	-	-		-
Total Expenditure		816 231	958 975	-	72 418	384 310	399 573	(15 263)	-4%	958 975
Surplus/(Deficit)		(44 720)	1 919	-	(27 536)	(24 176)	800	(24 976)	(0)	1 919
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		104 645	109 577		6 000	54 309	45 657	8 652	0	109 577
(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		59 925	111 496	-	(21 536)	30 133	46 457			111 496
Taxation		-	-		-	-	-	-		-
Surplus/(Deficit) after taxation		59 925	111 496	-	(21 536)	30 133	46 457			111 496
Attributable to minorities		-	-		-	-	-	-		-
Surplus/(Deficit) attributable to municipality		59 925	111 496	-	(21 536)	30 133	46 457			111 496
Share of surplus/ (deficit) of associate		-	-		-	-	-	-		-
Surplus/ (Deficit) for the year		59 925	111 496	-	(21 536)	30 133	46 457			111 496

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019
BUDGET & TREASURY OFFICE

ASSETS MANAGEMENT SECTION

CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Replace vehicle Speaker (Corporate Services)	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
SC	1 x 22m3 Refuse removal truck equipped with 240L bin carrier(lifting equipment) (Community services)	INCOME	2 500 000.00	(200 000.00)	2 300 000.00		2 300 000.00	0%
SC	Purchasing of 16 ton Skip Loader truck (Community services)	INCOME	2 000 000.00	(300 000.00)	1 700 000.00		1 700 000.00	0%
SC	Purchasing of 10 ton truck with waste collection cage	INCOME	1 000 000.00	500 000.00	1 500 000.00		1 500 000.00	0%
SC	LDV DC 4 X 4 (Electrical division)	INCOME	500 000.00		500 000.00		500 000.00	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	1 Chain Dozer & 3 Graders	INCOME	10 450 000.00		10 450 000.00	6 829 623.39	3 620 376.61	65%
SC	Replace of Vehicles Electricity	INCOME	5 000 000.00		5 000 000.00		5 000 000.00	0%
SC	Vehicle Finance	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	Community Vehicles	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	1 X LDV Bakkie 1 ton (Roads & Storm water)	INCOME	400 000.00		400 000.00		400 000.00	0%
SC	1 x Tipper Tuck 6 Cube (Roads & Storm water)	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	2 x LDV Bakkie 1 ton (Road & storm water) building	INCOME	400 000.00		400 000.00		400 000.00	0%
SC	Forklift (Road and storm water)	INCOME	300 000.00		300 000.00		300 000.00	0%
SC	3Ton diesel truck (Electrical division)	INCOME	600 000.00		600 000.00		600 000.00	0%
SC	Furnture for all municipality	INCOME	800 000.00		800 000.00		800 000.00	0%
TOTAL			30 950 000.00	-	30 950 000.00	6 829 623.39	24 120 376.61	22%
TOTAL BUDGET AND TREASURY BUDGET			30 950 000.00	-	30 950 000.00	6 829 623.39	24 120 376.61	22%

**CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019
COMMUNITY SERVICES DEPARTMENT**

PARKS AND RECREATION SECTION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Development of Dzanani Park	INCOME	500 000.00		500 000.00	213 500.00	286 500.00	43%
TOTAL			500 000.00		500 000.00	213 500.00	286 500.00	43%
WASTE MANAGEMENT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Rehab old landfill site (Vondeline)	INCOME	2 000 000.00		2 000 000.00		2 000 000.00	0%
TOTAL			2 000 000.00	-	2 000 000.00	-	2 000 000.00	0%
PROTECTION SERVICES								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Bio-Metric Access control System	INCOME	500 000.00		500 000.00		500 000.00	0%
TOTAL			500 000.00	-	500 000.00	-	500 000.00	0%
MAKHADO TRAFFIC STATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Construction of Admin Block (Testing Ground)	INCOME	2 000 000.00	(40 000.00)	1 960 000.00		1 960 000.00	0%
TOTAL			2 000 000.00	(40 000.00)	1 960 000.00	-	1 960 000.00	0%
DZANANI TRAFFIC STATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Dzanani Traffic Station - Walk in Safe	INCOME	-	40 000.00	40 000.00	34 782.61	5 217.39	87%
TOTAL			-	40 000.00	40 000.00	34 782.61	5 217.39	87%
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%
SC	Standby (backup)Electricity power Generator	INCOME	300 000.00		300 000.00		300 000.00	0%
TOTAL			800 000.00	-	800 000.00	-	800 000.00	0%
TOTAL COMMUNITY SERVICES BUDGET			5 300 000.00	-	5 300 000.00	248 282.61	5 551 717.39	5%

**CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019
CORPORATE SERVICES DEPARTMENT**

UPGRADE AND ACQUISITION OF NETWORK AND COMMUNICATION SYSTEMS - ICT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Sage/VIP ESS Software for Employee Self Service Leave Applications	INCOME	160 000.00		160 000.00		160 000.00	0%
SC	Sage/VIP Overtime Management System Module	INCOME	300 000.00		300 000.00		300 000.00	0%
SC	Electronic Agendas Phase 2 for councillors	INCOME	200 000.00		200 000.00		200 000.00	0%
SC	Upgrade Software: Office 2010 to Office 365 - all users	INCOME	800 000.00		800 000.00		800 000.00	0%
SC	Software to align Budget, IDP and SDBIP	INCOME	250 000.00		250 000.00		250 000.00	0%
SC	Councillors: Domain & Email Access & Mimecast Year 1 License fee	INCOME	494 000.00		494 000.00		494 000.00	0%
SC	Executive and Council Chambers - Wifi connection	INCOME	250 000.00		250 000.00		250 000.00	0%
SC	HR Mobile office connectivity infrastructure	INCOME	300 000.00		300 000.00		300 000.00	0%
SC	D R hardware & software (subject to BIA outcome)	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
TOTAL			4 254 000.00	-	4 254 000.00	-	4 254 000.00	0%
ICT EQUIPMENT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Computer and IT related office equipment all departments	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
TOTAL			1 000 000.00	-	1 000 000.00	-	1 000 000.00	
COUNCILLOR AFFAIRS UNIT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Loud halers x 8	INCOME	40 000.00	(40 000.00)	-		-	0%
SC	New Camera Events	INCOME		40 000.00	40 000.00	24 756.76	15 243.24	62%
TOTAL			40 000.00	-	40 000.00	24 756.76	15 243.24	62%
RECORDS MANAGEMENT								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Filing System and warehousing	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%
TOTAL CORPORATE SERVICES BUDGET			6 594 000.00	-	6 594 000.00	24 756.76	6 569 243.24	0.00

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019

PLANNING AND DEVELOPMENT

LED								
COD	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Dzanani Traders Market	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
SC	Tshakhuma fruit market	INCOME	5 000 000.00		5 000 000.00		5 000 000.00	0%
SC	Construction of N1 tourisim park	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	Construction of Incubation centre at ha Rathidili	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	Design and Construction of Erf 210 Burger Street Ma	INCOME	2 000 000.00		2 000 000.00		2 000 000.00	0%
SC	Refurbishment of Information Centre and lap	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
SC	Change Room for Workshop	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	Arts and Craft centre designs	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	Designs of Municipality Civic centre	INCOME	1 500 000.00		1 500 000.00		1 500 000.00	0%
SC	Reallocation of Rugby Stadium	INCOME	3 750 000.00		3 750 000.00		3 750 000.00	0%
TOTAL PLANNING AND DEVELOPMENT BUDGET			18 250 000.00	-	18 250 000.00	-	18 250 000.00	0%

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019
REGIONAL OFFICES

WATERVAL REGIONAL OFFICE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Boreholes: 1 x Waterval Regional Office ,Stores and Vleifontein equipping a	INCOME	350 000.00		350 000.00		350 000.00	0%
SC	Movable Shelf for Record Office	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	2 x Bakkies	INCOME	800 000.00		800 000.00		800 000.00	0%
SC	1 x Fridges	INCOME	10 000.00		10 000.00		10 000.00	0%
SC	Office Furniture for Waterval Regional Office	INCOME	120 000.00		120 000.00		120 000.00	0%
SC	Telephone and IT Network for Waterval Community Hall Offices	INCOME	110 000.00		110 000.00		110 000.00	0%
TOTAL			1 890 000.00	-	1 890 000.00	-	1 890 000.00	-
DZANANI REGIONAL OFFICE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Borehole at Musekwa TSC	INCOME	70 000.00		70 000.00		70 000.00	0%
SC	Ablution Facility at Transfer Station	INCOME	150 000.00		150 000.00		150 000.00	0%
SC	Air Conditioner for Dzanani Community Hall	INCOME	70 000.00		70 000.00		70 000.00	0%
SC	Air Conditioner at Musekwa Thusong (Library)	INCOME	70 000.00		70 000.00		70 000.00	0%
SC	Fencing of Dzanani Regional Office	INCOME	400 000.00		400 000.00		400 000.00	0%
SC	Rehabilitation of Streets: Ramaano ,Tshitotolwe and Denzhe	INCOME	3 000 000.00		3 000 000.00		3 000 000.00	0%
SC	Branding of Musekwa TSC	INCOME	30 000.00		30 000.00		30 000.00	0%
SC	Branding of Dzanani Community Hall	INCOME	30 000.00		30 000.00		30 000.00	0%
SC	Printer Oki microline 3320	INCOME	10 000.00		10 000.00		10 000.00	0%
SC	3 x High Back Chairs	INCOME	5 000.00		5 000.00		5 000.00	0%
SC	1 x Chainsaw	INCOME	7 000.00		7 000.00		7 000.00	0%
SC	2 x Electric Mowing Machine	INCOME	5 000.00		5 000.00		5 000.00	0%
SC	10 x Arm Chairs	INCOME	25 000.00		25 000.00		25 000.00	0%
SC	3 x Single Pedastal	INCOME	15 000.00		15 000.00		15 000.00	0%
SC	Combination Tractor Trailer and 5 Containers	INCOME	300 000.00		300 000.00		300 000.00	0%
SC	1 x Grass Cutter (Walk Behind)	INCOME	12 000.00		12 000.00		12 000.00	0%
SC	6 x Brush Cutter	INCOME	20 000.00		20 000.00		20 000.00	0%
TOTAL			4 219 000.00	-	4 219 000.00	-	4 219 000.00	0%
TOTAL REGIONAL OFFICES BUDGET			6 109 000.00	-	6 109 000.00	-	6 109 000.00	-

CONSOLIDATED CAPITAL EXPENDITURE REPORT FOR 30 NOVEMBER 2019
TECHNICAL SERVICES DEPARTMENT

ELECTRICAL ENGINEERING								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Air conditioners	INCOME	330 000.00		330 000.00		330 000.00	0%
SC	CT VT Units 11kv & 22kV various sub stations	INCOME	500 000.00		500 000.00	368 425.00	131 575.00	74%
SC	Low voltage problems Rural Farming	INCOME	2 000 000.00		2 000 000.00		2 000 000.00	0%
SC	Mini Subs	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
SC	MV Cable 70mm2 11kV-urban network	INCOME	800 000.00		800 000.00		800 000.00	0%
SC	Transformers 2x10MVA 22/11	INCOME	3 000 000.00		3 000 000.00		3 000 000.00	0%
SC	Transformers 1x5MVA 22/11	INCOME	2 000 000.00		2 000 000.00		2 000 000.00	0%
SC	Emmerentia substation refurbishment	INCOME	150 000.00		150 000.00		150 000.00	0%
SC	Upgrade Lev1	INCOME	1 000 000.00		1 000 000.00		1 000 000.00	0%
SC	Upgrade Levubu 2 line	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	Upgrade Mara Line	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	Upgrade Shefeera Line	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	Upgrade Levubu East line	INCOME	2 000 000.00		2 000 000.00		2 000 000.00	0%
SC	Upgrade Urban Substations	INCOME	3 000 000.00		3 000 000.00		3 000 000.00	0%
SC	Upgrading bulk supply Sinthumule and Kutama	INCOME	4 000 000.00		4 000 000.00		4 000 000.00	0%
SC	Upgrading bulk supply Tshituni 2.5 MVA	INCOME	3 000 000.00		3 000 000.00		3 000 000.00	0%
SC	Incomer intake point Eskom Substation	INCOME	5 000 000.00		5 000 000.00		5 000 000.00	0%
SC	Ring Main Units 11kV(RMU)	INCOME	3 000 000.00		3 000 000.00		3 000 000.00	0%
SC	Reroute Sheffera Line	INCOME	500 000.00		500 000.00		500 000.00	0%
SC	New ring feed line and upgrading for Mountain line	INCOME	3 500 000.00		3 500 000.00	1 590 341.92	1 909 658.08	45%
SC	Electrification of villages top up to INEP grant	INCOME	4 000 000.00		4 000 000.00		4 000 000.00	0%
SC	Post connections Minor extensions Munic area	INCOME	5 000 000.00		5 000 000.00	430 496.10	4 569 503.90	9%
SC	Pre-Paid Meters Conventional Single phase	INCOME	5 000 000.00		5 000 000.00	233 680.30	4 766 319.70	5%
SC	High masts lighting in villages	INCOME	2 500 000.00		2 500 000.00	1 071 038.15	1 428 961.85	43%
SC	Design for villages to be electrified	INCOME	3 500 000.00		3 500 000.00		3 500 000.00	
TOTAL			56 280 000.00	-	56 280 000.00	3 693 981.47	52 586 018.53	7%

ELECTRIFICATION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	MUANANZHELE PHASE2	INEP	2 098 400.00		2 098 400.00		2 098 400.00	0%
SC	SMOKEY & KHOMELE SECTIONS	INEP	2 304 800.00		2 304 800.00	957 197.92	1 347 602.08	42%
SC	RAMANTSHA & RIVERSIDE	INEP	2 803 600.00		2 803 600.00		2 803 600.00	0%
SC	KHUNDA & MATSHAVHawe	INEP	1 393 200.00		1 393 200.00	621 274.37	771 925.63	45%
SC	MANAVHELA VILLAGE	INEP	258 000.00		258 000.00		258 000.00	0%
SC	DOLI-DOLI/NDOUVHADA	INEP	258 000.00		258 000.00		258 000.00	0%
SC	MADODONGA VILLAGE	INEP	1 290 000.00		1 290 000.00		1 290 000.00	0%
SC	MARANIKWE VILLAGE	INEP	602 000.00		602 000.00	92 728.25	509 271.75	15%
SC	MUDILMELI VILLAGE PH2	INEP	946 000.00		946 000.00		946 000.00	0%
SC	SANE/NATALIE VILLAGES	INEP	946 000.00		946 000.00		946 000.00	0%
SC	TSHIKODOBO VILLAGE	INEP	258 000.00		258 000.00		258 000.00	0%
SC	ZAMEKOMSTE VILLAGE	INEP	430 000.00		430 000.00		430 000.00	0%
SC	TSHIKOTA LOCATION	INEP	172 000.00		172 000.00		172 000.00	0%
SC	MAGAU VILLAGE	INEP	1 135 200.00		1 135 200.00	99 875.25	1 035 324.75	9%
SC	MAKHITHA VILLAGE	INEP	1 100 800.00		1 100 800.00		1 100 800.00	0%
SC	MAKUSHU VILLAGE	INEP	946 000.00		946 000.00		946 000.00	0%
SC	MAMBURU	INEP	430 000.00		430 000.00		430 000.00	0%
SC	MASHAU/TSHILAPHALA Phase2	INEP	430 000.00		430 000.00		430 000.00	0%
SC	PFUMEMBE	INEP	997 600.00		997 600.00	583 821.99	413 778.01	59%
SC	MAANGANI	INEP	1 200 400.00		1 200 400.00	825 250.85	375 149.15	69%
TOTAL			20 000 000.00	-	20 000 000.00	3 180 148.63	16 819 851.37	16%

CIVIL ENGINEERING SECTION								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Tshikwarani to Zamkomste Road Phase 3	MIG Capex	25 017 518.00		25 017 518.00	6 359 468.61	18 658 049.39	25%
SC	Waterval Sports Facility Phase 2	MIG Capex	10 119 951.00		10 119 951.00	5 647 072.04	4 472 878.96	56%
SC	Waterval Sports Facility Phase 3	MIG Capex	900 000.00		900 000.00		900 000.00	0%
SC	Fencing of Makhado municipality cemetery	MIG Capex	1 193 834.00		1 193 834.00		1 193 834.00	0%
SC	Valdezia Xitacini to Jiweni access road phase 3	MIG Capex	1 393 503.00		1 393 503.00	1 393 503.00	-	100%
TOTAL			38 624 806.00	-	38 624 806.00	13 400 043.65	25 224 762.35	35%

CIVIL ENGINEERING SECTION - OWN FUNDING								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Mingard Bridge to Mhokota Entrance	INCOME	700 000.00		700 000.00	604 636.80	95 363.20	86%
SC	Luyhalani to Dzananwa Access Road	INCOME	700 000.00		700 000.00	454 731.92	245 268.08	65%
SC	Makatu to Tshikota Access Road	INCOME	700 000.00		700 000.00		700 000.00	0%
SC	Rivoni to Xihobyeni Access road	INCOME	700 000.00		700 000.00	318 323.30	381 676.70	45%
SC	Tsianda (Marundu to Military Base) Access Road	INCOME	700 000.00		700 000.00		700 000.00	0%
SC	Waterval Region Refuse Transfer Station	INCOME	700 000.00		700 000.00		700 000.00	0%
SC	Mudimeli bridge and Access road Phase 3	INCOME	7 042 280.70		7 042 280.70	5 405 453.16	1 636 827.54	77%
SC	Tshikwarani to Zamkomste Road Phase 3	INCOME	1 957 902.87		1 957 902.87		1 957 902.87	0%
SC	Waterval Stormwater	INCOME	700 000.00		700 000.00		700 000.00	0%
SC	Afton to Natalie Access Road	INCOME	800 000.00		800 000.00	67 618.05	732 381.95	8%
TOTAL			14 700 183.57	-	14 700 183.57	6 850 763.23	7 849 420.34	47%

ROADS AND STORM WATER								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	2 X Pedestrian Roller		300 000.00		300 000.00		300 000.00	0%
SC	Jump Stamper		20 000.00		20 000.00		20 000.00	0%
SC	Four ways Stop Pavement		500 000.00		500 000.00		500 000.00	0%
SC	Culvert Pipe (Rockla)		800 000.00		800 000.00		800 000.00	0%
TOTAL			1 620 000.00	-	1 620 000.00	-	1 620 000.00	0%

PROVISION OF TOOLS, EQUIPMENT & MATERIALS (MECHANICAL WORKSHOP)								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Hand Tools and Toolbox	INCOME	40 000.00		40 000.00		40 000.00	0%
SC	Generator/Welding Machine	INCOME	60 000.00		60 000.00		60 000.00	0%
SC	Paving Workshop	INCOME	800 000.00		800 000.00	524 636.00	275 364.00	66%
TOTAL			900 000.00	-	900 000.00	524 636.00	375 364.00	58%

BUILDING MAINTENANCE								
CODE	DESCRIPTION	SOURCES	BUDGET	VIREMENT	FINAL BUDGET	EXPENDITURE	VARIANCE	PERCENTAGE
SC	Refurbishment of Municipal exhibiting store at show ground	INCOME	400 000.00		400 000.00		400 000.00	0%
SC	Refurbishment of Electrical Store and Warehouse	INCOME	600 000.00		600 000.00		600 000.00	0%
SC	Upgrading of workshop and Refurfishment of ablutions of female & Male	INCOME	700 000.00		700 000.00	49 800.00	650 200.00	7%
SC	Tilling and of Vleifoitein regional Office	INCOME	350 000.00		350 000.00		350 000.00	0%
SC	Hand tools	INCOME	100 000.00		100 000.00		100 000.00	0%
SC	Fencing of Ha Mutsha Community hall	INCOME	400 000.00		400 000.00		400 000.00	0%
SC	Retiling of Dzanani Traffic Station office	INCOME	700 000.00		700 000.00		700 000.00	0%
SC	Installation of sliding gates at Municipal Premises	INCOME	350 000.00		350 000.00		350 000.00	0%
SC	Drilling and Equipment of two boreholes at Civic Centre	INCOME	450 000.00		450 000.00		450 000.00	0%
SC	Pay-point Cargo Container and Fencing of Madodonga	INCOME	300 000.00		300 000.00	245 210.00	54 790.00	82%
TOTAL			4 050 000.00	-	4 050 000.00	295 010.00	4 054 990.00	7%

TOTAL TECHNICAL SERVICES BUDGET			136 174 989.57	-	136 174 989.57	27 944 582.98	108 530 406.59	21%
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