

S71 MONTHLY BUDGET STATEMENT AS AT 31 JULY 2025**STATEMENT OF FINANCIAL PERFORMANCE, POSITION AND THE IMPLEMENTATION OF THE 2025/26 BUDGET (MFMA SECTION 71) FOR THE PERIOD ENDED JULY 2025**

(File No: 9/1/2/3)
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(1st Level: MANCO 05/08/2025)
(2nd Level: STANCO /08/2025)
(3rd Level: EXCO /08/2025)
(4th Level :COUNCIL 31 /08/2025)

1. PURPOSE

The purpose of the report is for the council to consider and note the statement of the financial performance and the implementation of the 2025/26 budget of the Umzimvubu Local Municipality for the period ending 31 July 2025.

To also inform Management and Council about ratio analysis of the current financial affairs of the municipality as outlined in MFMA Circular 71.

2. AUTHORITY

Council

3. LEGAL / STATUTORY REQUIREMENTS

The constitution of the Republic of South Africa, 1996

Municipal Finance Management Act No 56, 2003 Chapter 8, Section 71

Municipal Budget Reporting Regulations

4. BACKGROUND

The Monthly budget statement is prepared in terms of section 71 of the Municipal Finance Management Act No 56, 2003 and Municipal Budget and Reporting regulations as per Government Gazzette 32141.

The information in this report is the financial performance for the transaction processed up to the close of business on 31 July 2025 for the year ending 30 June 2026. This report has been compiled in order to comply with Section 71 of the MFMA

FINANCIAL IMPLICATIONS

Failure to spend on conditional grants might result in reduction in current year's allocation.

Dashboard summary

Overall Operating Results		Capital Grants Results	
Income	R183 031 998	Income	R 28 225 576
Expenditure	R21 154 389	Expenditure	R 9 728 344
Operating Surplus/Deficit	R161 877 609	Surplus (Deficit)	R18 497 232
Financial Ratios		Capital Grants Performance	
Cash coverage	3 months	MIG	13%
Current ratio	3:33	INEP	0%
Liquidity ratio	3:29	MDRG	0%
Spending of Operating Budget (Opex)	0.03%		
Spending of Capital Budget (Capex)	0.008%		
Spending on Repairs and Maintenance	0%		
Current Debtors Collection rate	6 %		

BUDGET AND TREASURY DEPARTMENT: REPORT ON GRANT SPENDING FOR THE PERIOD 31 JULY 2025

Purpose

Purpose of the report is for the Council to note and consider the spending on conditional and unconditional grants that the Municipality operates with.

Statutory requirements

The Constitution of RSA

MFMA

MBRR

Parties consulted

Infrastructure and Planning Department

Authority

Council

Discussion

Included in the total liability for INEP is the R2 007 957 that was unspent in the 2024/25 financial year added into the receipt for the 2025/26 financial year.

The over expenditure on EPWP and FMG emanates from the stipends paid before receipt of the first tranche of the allocation

Annexure

UMZIMVUBU LOCAL MUNICIPALITY												
Ref			Balance	Amount	Total	Expenditure				Balance	%	Allocation
No	Description	Total Allocation	BF	Received	Liability	Operating	Capital	VAT	Total	Unspent @ 31.07.2023	Spending	Spending%
1	MUNICIPAL INFRASTRUCTURE	57,096,000.00	-	19,270,000	19,270,000		6,660,458	849,310	7,509,768	11,760,232	39%	13%
2	FINANCIAL MANAGEMENT	1,800,000.00	-	-	-	26,333		-	26,333	-26,333	#DIV/0!	1%
3	ELECTRIFICATION PROJECT	14,970,000.00	2,007,957	6,737,000	8,744,957				-	8,744,957	0%	0%
4	EXPANDED PUBLIC WORKS	2,773,000.00		-	-	681,176			681,176	-681,176	#DIV/0!	25%
5	EPWP-INCENTIVE GRANT	2,574,000.00	169,902		169,902	240,230		-	240,230	-70,328	141%	9%
6	ARTS AND CULTURE	1,434,000.00	321,518	-	321,518	76,990		6,365	83,355	238,163	26%	6%
7	Municipal Disaster Recovery Grant	26,848,000.00	1,415,325		1,415,325				-	1,415,325	0%	0%
8	Human Settlement Housing Project	61,800,000.00	-	2,218,576	2,218,576		2,218,576	-	2,218,576	-	100%	4%
	Grand total	169,295,000	3,914,702	28,225,576	32,140,278	1,024,729	6,660,458	855,675	8,540,862	21,380,840	27%	5%

BUDGET AND TREASURY DEPARTMENT:REPORT ON UIFWE FOR THE PERIOD 31 JULY 2025**Purpose**

Purpose of the report is for the Council to note amount relating to Unauthorized expenditure, the Irregular and Fruitless and wasteful expenditure incurred by the Municipality for the period ending 31st of July 2025.

Statutory requirements

The Constitution of RSA

MFMA

MBRR

Parties consulted

None

Authority

Council

Financial Implications

The total UIFWE amount reported in the current financial year was incurred in the prior financial years pending the investigation as well the high court ruling on the recovery of funds from the estate of the deceased employee.

Annexure

EC442					
Register for Irregular, fruitless and wasteful expenditure 2025/26 FY					
	Opening balance	Additions	Write off	Recovered	Balance as at 31/07/2025
Unauthorized expenditure	-	-	-	-	-
Irregular expenditure	-	-	-	-	-
Fruitless and Wasteful expenditure	839,721.00	-	-	-	839,721.00
	839,721.00	-	-	-	839,721.00

Revenue management- Budget vs Actuals

Actual Budget

Exchange Revenue	-	1,676,741.11	-	39,829,301.00
Agency Services	-	135,695.32	-	2,900,000.00
Interest; Dividend and Rent on Land	-	127,644.08	-	10,580,000.00
Licences or Permits	-	197,147.00	-	1,765,000.00
Operational Revenue	-	854,418.00	-	2,313,000.00
Rental from Fixed Assets	-	216,618.26	-	7,355,000.00
Sales of Goods and Rendering of Services	-	20,351.48	-	13,433,701.00
Service Charges	-	124,866.97	-	1,482,600.00
Non-exchange Revenue	-	181,355,256.66	-	516,850,980.00
Fines; Penalties and Forfeits	-	52,668.00	-	4,527,000.00
Interest	-	318,102.82	-	2,200,000.00
Licences or Permits	-	10,192.15	-	200,000.00
Property Rates by Usage	-	60,851,293.69	-	66,903,980.00
Transfers and Subsidies	-	120,123,000.00	-	443,020,000.00

The current year's billing of R60 million is as a result of the implementation of a new GV and the figure exceeds the projected amount.

The first tranche of equitable share has been received hence the R120 million reported under transfers and subsidies

The municipality is currently struggling to collect on the sale of goods as the consumers are not paying for refuse removal

Expenditure Management- Budget vs Actuals

	Actuals	Budget
Expenditure	21,154,389.03	551,261,684.00
Contracted Services	9,648,029.48	116,219,996.00
Depreciation and Amortisation	-	89,550,000.00
Employee Related Cost	7,548,077.69	106,006,255.00
Inventory Consumed	-	10,493,502.00
Materials and Supplies	-	10,493,502.00
Irrecoverable Debts Written Off	-	-
Operating Leases	-	1,167,220.00
Operational Cost	2,172,930.40	81,307,657.00
Achievements and Awards	-	1,264,000.00
Advertising; Publicity and Marketing	-	1,859,500.00
Bank Charges; Facility and Card Fees	-	513,000.00
Bursaries (Employees)	- 5,722.91	660,000.00
Cleaning Services	-	130,000.00
Communication	-	6,750,000.00
Drivers Licences and Permits	12,640.00	270,000.00
External Audit Fees	-	6,000,000.00
External Computer Service	-	3,540,000.00
Hire Charges	-	6,060,904.00
Indigent Relief	-	7,420,000.00
Insurance Underwriting	308,732.03	5,000,000.00
Learnerships and Internships	26,333.32	500,000.00
Licences	-	200,000.00
Municipal Services	308,711.27	6,000,000.00
Printing; Publications and Books	-	790,000.00
Professional Bodies; Membership and Subscriptio	1,218,947.32	2,598,000.00
Registration Fees	-	5,102,000.00
Resettlement Cost	-	100,000.00
Seating Allowance for Traditional Leaders	-	135,000.00
Signage	-	30,000.00
Skills Development Fund Levy	79,028.65	1,688,843.00
Transport Provided as Part of Departmental Activi	-	1,456,100.00
Travel Agency and Visa's	- 152.09	1,116,300.00
Travel and Subsistence	152,647.81	10,406,450.00
Uniform and Protective Clothing	-	599,000.00
Vehicle Tracking	71,765.00	1,080,000.00
Ward Committees	-	5,698,560.00
Wet Fuel	-	3,810,000.00
Workmen's Compensation Fund	-	530,000.00
Remuneration of Councillors	1,785,351.46	25,562,784.00

The current month's percentage of OPEX is 0.04 percent against the total expenditure budget

The contracted services amount of R9 million includes security costs which are paid for on a monthly basis.

BUDGET AND TREASURY DEPARTMENT: DEBTORS AND REVENUE COLLECTED REPORT AS AT 31 JULY 25

1. PURPOSE

The purpose of the report is for the Council to consider and note collection of monies due to the municipality for the month of July 2025

To also inform Management and Council of the steps taken to recover municipal monies as required by MFMA.

2. AUTHORITY

Council.

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 52.

Municipal Property Rates Act No. 6 of 2004

Municipal systems Act.

All Revenue policy.

4. BACKGROUND

In terms of section 64 (1) of the Municipal Finance Management Act No 56, 2003 Chapter 8, “the Accounting officer is responsible for the management of the revenue of the municipality and must henceforth (2) take all reasonable steps to ensure that there are systems and controls in place to account for such revenue”.

DEBT BALANCES BY TYPE

The municipality closed with a debt book of R 114 064 644.43 in July 2025 made up of the rates and refuse removal for various consumer debtors.

JULY 2025 TRAFFIC FINES REPORT

TRAFFIC FINES BILLING vs PAYMENTS				
	Billing	Receipts	Balance	Collection %
Op Bal			11,504,205.00	
Jul-25	142,950.00	26,400.00	19,450.00	18%
Total	142,950.00	26,400.00	11,523,655.00	18%

For the month of July **2025**, traffic fines received to date amounted to **R 26400.00**.

JULY 2025 REPORT ON REVENUE ENHANCEMENT STREAMS

This report presents an overview of revenue collection and enhancement activities for the month of July 2025.

Revenue Enhancement Streams	Budget	Actual Collection	Collection %
Property Rates & Refuse Removal	-57235349	1,944,757.28	3%
Advertising Billboards 206116005	-160,000.00	391.30	0%
Building Plan Fees 203116010	-140,000.00	-	0%
Clearance Certificate 200116017	-15,000.00	7,721.92	51%
Funeral Plot Fees 207116026	-15,000.00	732.17	5%
Hall Rental 207111010	-50,000.00	19,180.87	38%
Income from Rental Facilities	-4,340,000.00	523,943.55	12%
Land sales 203119030	1.00	382,889.00	
Parks 207116054	-5,000.00	-	0%
Plant Rental 203111060	-50,000.00	2,549.55	5%
Pound fees 207116062	-1,350,000.00	26,228.00	2%
Rezoning Application 203116073	-8,300.00	-	0%
Rezoning Certificate 203116074	-8,000.00	156.52	2%
Sophia Recreational 207111015	-160,000.00	17,988.72	11%
Subdivision	-15,000.00	7,324.35	49%
Special Conent 203116079	-2,010.00	-	0%
Tender Fees 203116091	-100,000.00	-	0%
Trading Licence & Permits 205103080	-200,000.00	10,192.15	5%
Traffic Fines 209102060	-3,177,000.00	26,400.00	1%
Total	-67,030,658.00	2,970,455.38	4%

ACTIONS TAKEN TO REDUCE DEBTOR.

- Debtors' reconciliations are done internally for all Government Departments.

- A reconciliation of enforceable traffic fines is being carried out between our Community Safety and Department of Justice and Constitutional Development.

RECOMMENDATIONS

- That, the report on debtors collection and revenue collection of for the month of July 2025 be noted and approved by Council.
- That, the report on outstanding traffic fines for the month of July 2025 amounting to **R 11 523 655.00** be noted and approved by Council.
- That, the following aged outstanding debtors balance of **R 114 064 644.43** for the month ended July 2025 be noted and approved by Council:
 - Current – R 61 198 470.50
 - 30 days – R 994 728.74
 - 60 days – R 1 057 951.22
 - 90 days – R 1 050 064.15
 - 120 +days – R 49 763 429.82

That, the following categorised outstanding debtor type be noted and approved by Council:

- Residential debt – R 18 955 337.42
- Commercial debt – R 25 170 290.35
- Government debt – R 69 940 580.77

That, the total amount owed by Councillors and Staff members amounting to **R 129.77** be noted and approved by Council.

REVENUE COLLECTION RATE AND INVESTMENT REPORT AS AT 31 JULY 2025

PURPOSE

The purpose of the report is for the Council to consider and note collection of monies due to the municipality for the month of July 2025

To also inform Management and Council of the steps taken to recover municipal monies as required by MFMA.

1. AUTHORITY

Council

2. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 52

Municipal systems Act

Debt collection and Credit control policy

4. **BACKGROUND**

In terms of section 64 (1) of the Municipal Finance Management Act No 56, 2003 Chapter 8, “the Accounting officer is responsible for the management of the revenue of the municipality and must henceforth (2) take all reasonable steps to ensure that there are systems and controls in place to account for such revenue”.

Municipal bills are sent to the ratepayers monthly once billing for the services (rates and refuse) is completed. The payments received towards the bill inform the revenue collection rate of the municipality for each period. The municipality considers payments received through direct payments and walk through payments. The municipality bills, monthly the following categories of ratepayers:

- Residents
- Businesses
- Government departments

The bill considers all the rebates and exemptions. The collection rate as at the month ended July 2025 was 3% as depicted in the tables below:

	Collection Analysis for July 2025		
Category	Billing	Collection	Collection %
Business	591, 467. 60	414, 131. 34	70%
Residential	241, 385. 90	100, 335. 28	42%
Public Service Purpose	59, 941, 075. 21	1, 351, 885. 42	2%
Vacant	86, 709. 09	12, 667. 00	15%
Refuse Removal	123, 562. 62	65, 738. 24	53%
Total	60, 984, 200. 42	1, 944, 757. 28	3%

The overall collection from July 2025 to June 2026 is sitting at 3%

Period	Billing	Collection	Coll %
Jul-25	60,984,200.42	- 1,944,757.28	-3%
Total	60,984,200.42	- 1,944,757.28	-3%

A collection percentage of 3% has been achieved for the month of July 2025 i.e. collection of R 1 944 757.28 against the billing of 60 984 200.42.

INVESTMENTS

The municipality has investments into three banks that are registered in terms of the Banks Act No. 94 of 1990 read with section 7 (1) (2) of MFMA Act No. 56 of 2003.

Investment	System #	Bank Name	Account #	Month	Interest %	BOQ Amount	Top Up	Withdrawals	Int Capitalised	Balance
FNB	'000031	Operational Bank Inv	'60029450715	202507	10	21,821.78			127.88	21,949.66
FNB	'000032	Service Delivery Ban	'62033254723	202507	10	20,951,504.88	68,000,000.00	- 23,000,000.00	315,225.39	66,266,730.27
NEDBANK	'000034	Nedbank Bank Investm	'7881112786	202507	5.75	39,675,579.89			240,934.17	39,916,514.06
STD	'000045	STD BANK INVEST 4201	'420111972	202506	7.9	30,000,000.00		-	-	30,000,000.00
Total Unconditional Grants						90,648,906.55	68,000,000.00	- 23,000,000.00	556,287.44	136,205,193.99
Institution	System #	Bank Name	Account #	Month	Interest %	BOQ Amount	Top Up	Withdrawals	Int Capitalised	Balance
FNB	'000033	Mig Bank Investment	'62086036714	202507	10	50,880.99	19,270,000.00	- 7,319,314.47	57,315.84	12,058,882.36
FNB	'000035	Guarantee Bank Inves	'62068742157	202507	10	175,293.64			1,027.27	176,320.91
FNB	'000036	Fmg Bank Investment	'62276187294	202507	10	7,316.59			42.88	7,359.47
FNB	'000037	Electrification Bank	'62288560925	202507	10	4,667,610.75		- 2,628,099.92	19,191.26	2,058,702.09
FNB	'000038	Housing Bank Investm	'62891519971	202507	10	195.85			1.15	197.00
FNB	'000044	MD RECOVERY GRANT IN	'63093652965	202507	10	6,170,687.45		- 1,128,255.89	32,723.43	5,075,154.99
Total Conditional Grants						11,071,985.27	19,270,000.00	- 11,075,670.28	110,301.83	19,376,616.82
GRAND TOTAL						101,720,891.82	87,270,000.00	- 34,075,670.28	666,589.27	155,581,810.81

For the reporting period, the municipality had a balance of R19 376 616.82 for conditional investments and R 136 205 193.99 for unconditional investments all totalling to R 155 581 810.81.

The above-mentioned investments are made up of money that is not immediately required for use as per section 13 (1) of MFMA Act No. 56 of 2003.

BUDGET AND TREASURY DEPARTMENT: FREE BASIC SERVICES / INDIGENT REPORT AS AT JULY 2025**PURPOSE**

To report to the Council on Free basic serves for the month of July 2025.

LEGAL REQUIREMENTS

Constitution of the Republic of South Africa, 1996.

Local Government: Municipal Systems Act, No 32 of 2000.

STATUTORY

Constitution of the Republic of SA – section 27 (1) (c).

Local Government Municipal systems act- section 73 (1) (c).

BACKGROUND AND REASONING

The municipality's CAAT's verified indigent register is made up of electricity = 3271, solar =1386 and paraffin = 2027 which gives to a total 6684 approved indigent households. Indigent beneficiaries are subsidized with monthly maintenance on solar, 50kWh subsidy of electricity supplied by Eskom and paraffin as another means of alternative electricity.

The table below presents indigent beneficiation per type of service: -

Type of service	Number of beneficiaries	Status
Solar	1386	There was no maintenance during the month July 2025.
Electricity (ESKOM)	1126	Monthly subsidies.
Paraffin	1419	The distribution of paraffin done and completed in 28 Ward for 2025-26 financial year.

LABOUR IMPLICATIONS

None

FINANCIAL IMPLICATIONS

Expenditure incurred as of July 2025 amounted to R125 846.28

SERVICE DELIVERY IMPLICATIONS

Provision of free basic services.

Provision of free basic services.

PURPOSE

The purpose of the report is for the council to consider and note asset management of Umzimvubu Local Municipality for the period ending July 2025.

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

The constitution of the Republic of South Africa, 1996
Municipal Finance Management Act No 56, 2003
GRAP Standards

BACKGROUND

Section 63. of the MFMA states that:

(1) The accounting officer of a municipality is responsible for the management of—

- (a) the assets of the municipality, including the safeguarding and the maintenance of those assets; and
- (b) the liabilities of the municipality.

(2) The accounting officer must for the purposes of subsection (1) take all reasonable steps to ensure—

- (a) that the municipality has and maintains management, accounting and information system that accounts for the assets and liabilities of the municipality.
- (b) that the municipality's assets and liabilities are valued in accordance with standards of generally recognized accounting practice; and
- (c) that the municipality has and maintains a system of internal control of assets

and liabilities, including an asset and liabilities register, as may be prescribed.

Municipality must ensure that a complete, accurate and up-to-date computerized fixed asset register is maintained. The fixed asset register shall be maintained in the format determined by the chief financial officer, which format shall comply with the requirements of generally recognized accounting practice (GRAP)

SERVICE DELIVERY IMPLICATIONS

Capital projects taking longer to be completed will have a negative impact on delivery service.

STAFF IMPLICATIONS

There are no staff implications.

FINANCIAL IMPLICATIONS

Given the current conditions of the assets, the municipality may incur high costs of completing the projects as their condition has deteriorated.

OTHER PARTIES CONSULTED

None

ATTACHMENTS

Yes

DISCUSSIONS**1.Movables Assets Additions as at end May 2025**

No additions

PPE Note Summary June 2025- Movables

	Opening balance	Additions	Disposals	Depreciation	Impairment	Closing balance
Computer equipment	8,781,051			(2,162,401)	-	6,618,650
Furniture and office equipment	5,504,892			(1,095,785)	-	4,409,107
Machinery and equipment	5,328,480			(1,353,068)	-	3,975,412
Transport assets	22,225,025			(3,855,638)	-	18,369,387
Intangible assets	145,924	-		(69,767)	-	76,157

2.Completed Capital projects July 2025

No Additions/Completed projects for July 2025

PPE Note Summary June 2025- Immovables

	Opening balance	Additions	Disposals	Depreciation	Impairment	Transfer in	Transfer out	Closing balance
Land	34,005,270.62							34,005,270.62
Buildings	333,575,897.29			- 15,852,240.24	-			317,723,657.05
Infrastructure	530,198,788.86			- 82,375,691.87				447,823,096.98

Summary of Retention register as at July 2025 (Annexure c)

Retention Schedule Reconciliation

Municipality:	UMZIMVUBU LOCAL MUNICIPALITY
Period:	Jul-25
Opening Balance as at 01 July 2025	12,099,747.73
Retention Paid 2025/2026	13,886,106.73
Retention Raised to date 2025/2026	15,092,089.07
Closing Balance as at July 2025	13,305,730.07

Overdue Retentions

Upgrading of EmaXesibeni Streets along CBD Phase 2
Mpemba Bridge with 6km
Phepheni Sports Facility Phase 2
Completion of Nophoyi Sport field
Masancuncu Bridge
Thembisa Access road
Ngqumane Access Road
Gxaku Access road
Lubhacweni Access road
Tyindirha Bridge

Summary of WIP as at July 2025

Reconciliation of Work-in-Progress			
	Infrastructure	Buildings	Total
Opening balance	58,027,794.32	42,715,461.82	100,743,256.14
Additions/capital expenditure	R92,611,974.79	R26,128,527.00	118,740,501.79
Transferred to completed items	- 66,523,953.58	- 25,688,331.43	- 92,212,285.01
	84,115,815.53	43,155,657.39	127,271,472.92

4. Work in Progress as at July 2025

- Annexure A

5. Capital Commitment as at July 2025

Municipality:	UMZIMVUBU LOCAL MUNICIPALITY		
Year end:	30/07/2025		
		2026	2025
Building		9,128,211.30	4,017,382.57
Infrastructure		41,218,592.36	50,260,735.91
Total		50,346,804	54,278,118
This Expenditure will be financed from			
Government Grant		19,332,351.47	49,843,116
Own Resources		31,014,452.19	4,435,002
Total		50,346,804	54,278,118
The commitments presented above are Inclusive of VAT.			

Project on Commitment register

- **Annexure B**

BUDGET AND TREASURY DEPARTMENT: REPORT ON VAT FOR THE MONTH ENDED 31 JULY 2025 REPORT.

PURPOSE

The purpose of the report is for the council to consider and note the VAT report of the Umzimvubu Local Municipality for the period ending 31 July 2025.

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

The constitution of the Republic of South Africa, 1996
Municipal Finance Management Act No 56, 2003
Value Added Tax (VAT) Act of 1991

BACKGROUND

ULM is a VAT vendor as required by the VAT Act of 1991.

The municipality monthly is obligated by the VAT act to collect and pay over the portion of VAT that is owing to the Receiver of Revenue. To ensure that all VAT that is due to the municipality is recovered within a reasonable period.

The information in this report is the VAT for the transaction processed up to the close of business on 31 July 2025 for the year ending 30 June 2026.

DISCUSSION

- SARS requires that ULM submitted VAT returns by the 25th of each month following the month submitted for.
- The submission consists of Input VAT which is tax added when the municipality procures good and services and Output VAT which is tax charged by the municipality on services rendered to the community.
- Therefore, ULM submit to SARS the Net off Input and Output VAT
- When Input VAT is more that Output SARS will refund the amount to ULM
- When Input is lesser than Output, ULM will pay SARS.
- The table below is the summary of VAT refundable as from July 2025 to June 2026.

2025-2026 VAT RETURNS SUMMARY REPORT

Month	VAT Input	VAT Output	Submitted	Received	Difference	Comment
July'2025	5,313,072.84	- 29,978.07	5,283,094.77	-	5,283,094.77	To set off INEP VAT Debt
	<u>5,313,072.84</u>	<u>29,978.07</u>	<u>5,283,094.77</u>	<u>-</u>	<u>5,283,094.77</u>	

INEP OUTPUT DEBT SUMMARY

INEP GRANT RECEIVED AND VAT OUTPUT AS AT 05 JULY 2025

Period	Amount	DESCRIPTION	Output Vat Amount
2019/07/19	10,000,000.00	Integrated National ElectrSRBFNTC191990199	1,304,347.83
2019/11/15	8,907,000.00	Integrated National ElectrSRBFNTC193170119	1,161,782.61
2020/02/14	6,000,000.00	Integrated National ElectrSRBFNTC200440511	782,608.70
2020/08/21	5,000,000.00	Integrated National Electr 80332145 -SRBFNTC202320601	652,173.91
2020/11/25	3,706,000.00	Integrated national electrSRBFNTC203280166	483,391.30
2021/02/25	6,000,000.00	Integrated national electrSRBFNTC210540060	782,608.70
2021/03/29	6,000,000.00	Integrated National ElectrSRBFNTC210880826	782,608.70
2021/07/23	5,000,000.00	Integrated National ElectrSRBFNTC212020033	652,173.91
2021/11/30	14,000,000.00	Integrated National Electr2133001849877002	1,826,086.96
2022/03/25	14,000,000.00	Integrated National Electr2208201846675001	1,826,086.96
	<u>78,613,000.00</u>		<u>10,253,869.57</u>
		VAT Output Declared	10,253,869.57
		Interest and Penalties	3,077,271.73
		Total VAT Payable to SARS	13,331,141.30

CHALLENGIES

SARS take it is time to finalize the audit on the returns submitted.

BUDGET AND TREASURY DEPARTMENT: REPORT ON COST CONTAINMENT MEASURES FOR THE MONTH ENDED 31 JULY 2025 REPORT

PURPOSE

The purpose of the report is for the council to consider and note the Cost Containment Measures report of the Umzimvubu Local Municipality for the period ending 31 July 2025.

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003

COGTA and National Treasury Circular of the 1st of July 2019

Umzimvubu Cost Containment Policy

BACKGROUND

Section 65 of the MFMA states that the accounting officer of a municipality is responsible for the management of the expenditure of the municipality.

The national government has been aware of the need to contain costs and Cabinet resolved that all spheres of government, including municipalities and municipal entities must implement measures to contain operational costs and eliminate all non-essential expenditure. In reinforcing the above, the Minister of Finance also announced further cost containment measures and a circular was issued in this regard which urged Municipal Manager's and Mayors of municipalities to exercise and oversee the elimination of wasteful expenditure.

The information in this report is the performance of the municipality against Cost Containment Measures on the transaction processed up to the close of business on from July 25 to June 2026.

Cost Containment Report as of 31 July 2025			
	To-Date		
Cost Containment Measures	Budget	Expenditure	Savings
	R'000	R'000	R'000
Use of consultants	17,583,400.00	2,432,760.07	15,150,639.93
Travel and subsistence	2,166,800.00	154,682.59	2,012,117.41
Domestic accommodation	4,702,000.00	-	4,702,000.00
Sponsorships, events, and catering	3,423,596.00	-	3,423,596.00
Communication	1,009,500.00	-	1,009,500.00
	R28,885,296.00	R2,587,442.66	R26,297,853.34

DISCUSSION

During the month of June 2019, the minister of finance approved Municipal Cost Containment regulations effective from 1 July 2019. The regulations required municipalities to develop, adopt and implement policies as part of its budget related policies to support cost containment measures. The council of Umzimvubu Local municipality developed and adopted a policy on cost containment that is now being implemented and is being reviewed annually.

Below is a report on expenditures incurred Implementing such policy, which indicates that the Implementation of this policy is yet effective:

CHALLENGES

- Lack of close monitoring of operational expenditure

REMEDIAL ACTIONS

- That it is the obligation of every municipal official and councilor to ensure the proper implementation as well as application of this circular to avoid irregular or fruitless expenditure.
- User departments to monitor closely their expenditure and to adhere to cost containment measures.

BUDGET AND TREASURY DEPARTMENT: REPORT ON PAYMENT OF CREDITORS FOR THE MONTH ENDED 31 JULY 2025 REPORT

PURPOSE

The purpose of the report is for the council to consider and note the Payment of creditors report of the Umzimvubu Local Municipality for the period ending 31 July 2025.

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

The constitution of the Republic of South Africa, 1996

Municipal Finance Management Act No 56, 2003

Supply Chain Management Policy

Subsistence and Travel Policy

BACKGROUND

According to MFMA the municipality must pay all its creditors with 30 days of receipt of a valid invoice.

Umzimvubu Local Municipality due to it being rural and dealing with SMME's in most cases developed its own Standard Procedure Manual to pay its creditors every Friday.

ULM has adopted a weekly payment run.

ULM has a Policy which clearly states that all invoices must be submitted by not later than Tuesday for payment, any invoice received after Tuesday will be paid in the next payment run.

DISCUSSION

As part of their daily responsibilities, the expenditure section works with user departments, receive invoices from service providers, assess such invoice and agree to all the details in the invoice.

After that stage it is when by law the municipality can declare that they have received an invoice for payment. The invoice is then date stamped and must be paid within 30 days from the date of the stamp.

Below is a summary of creditors paid during the year:

2025-2026 EXPENDITURE SUMMARY REPORT					
No of Creditors, Invoices & Paid within 30 days					
Month	Amount Due	Received	Amount Paid	Difference	Paid after 30 days
July'25	57,287,148.56	194.00	57,287,148.56	-	None
	57,287,148.56	194.00	57,287,148.56	-	

CHALLENGES

- Incomplete documentation on the voucher
- Upon submission of full vouchers, inconsistency on the voucher vs invoices.
- Late submission of payment vouchers
- Submission of Invoices with closed account by Suppliers
- Lack of adherence to Internal Control on submission of Payment Vouchers

BUDGET AND TREASURY DEPARTMENT: REPORT ON PAYMENT OF PAYROL FOR THE MONTH ENDED 31 JULY 2025 **REPORT**

PURPOSE

The purpose of the report is for the council to consider and note the payroll report of the Umzimvubu Local Municipality for the period ending 31 July 2025.

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

The constitution of the Republic of South Africa, 1996

Municipal Finance Management Act No 56, 2003

Income Tax Act 58 of 1962

BACKGROUND

In terms of section 66 of the Municipal Finance Management Act No. 56 of 2003, the Accounting Officer of the municipality must report to the Council in the format and for the periods prescribed, all expenses relating to staff salaries, allowances, and benefits, separately disclosing (inter alia) travel, subsistence and accommodation allowances paid.

Umzimvubu policy provides two payroll runs which by the 15th of each month councilors salaries are paid and by the 25th of each month all staff are paid.

Payments of Subsistence and travelling are paid upon return of an official or councilor travelling for work related activity which might be a meeting /conference /seminar /workshop /site visits etc. within municipal jurisdiction and beyond.

Umzimvubu Municipal jurisdiction includes Mt Ayliff and Mount Frere as determined by the Demarcation Board.

ANNEXURE

2025-2026 Payroll Summary Report				
	Councillors		Officials (Staff, HOD's & Casuals)	
Period	Salary bill	Substance & Travel Claim	Salary bill	Substance & Travel Claim
July'25	R1,681,390.44	R27,724.71	R7,593,043.82	R126,957.88
Total	R1,681,390.44	R27,724.71	R7,593,043.82	R126,957.88

CHALLENGIES

- Late submission of payroll inputs, these inputs include:
- Change of banking details
- Removal on the system of an employee who resigned after the 15th which is the deadline of input submission: this mostly affects EPWP.
- Late submission of S & T claims

REMEDIAL ACTIONS

- User department to strictly monitor the submission of input.
- Adherence of deadline on submission of S & T Claim

BUDGET AND TREASURY OFFICE DEPARTMENT: SUPPLY CHAIN MANAGEMENT REPORT FOR THE MONTH ENDED 31 JULY 2025

PURPOSE

To report Supply Chain Management processes and other procurements matters for the reporting Month ended **31 JULY 2025**.

The municipality did not have any deviations for the month of **31 JULY 2025**.

To report bids invited, evaluated, adjudicated, and awarded for the reporting month ended **31 JULY 2025**

To report an identified irregular expenditure.

LEGAL REQUIREMENTS AND AUTHORITY OR MANDATE

Local Government: Municipal Finance Management Act, No 56 of 2003, Section 56-66 and Chapter 11 (Part 1).

Local Government: Municipal Systems Act No.32 of 2000.

Construction Industry Development Board Act No 38 of 2000

Preferential Procurement Policy Framework Act No 5 of 2000 and Regulations dated 07 December 2011 as well as new regulations dated **04 November 2022**.

Approved Supply Chain Management Policy.

BACKGROUND AND REASONING

For the month ended **31 JULY 2025**, the Municipality has operated financially through procurement processes as follows:

DASHBOARD / PERFORMANCE SUMMARY

	31 JULY 2025
BIDS AND QUOTATIONS INVITED	
Quotations below 30 000.00	29
Invited Quotations above 30 000.00	11
Invited Bids	1
AWARDED BIDS	
Quotations below 30 000.00	29
Awarded Quotations above 30 000.00	0
Awarded Bids	4
Total Summary values of Procurements,	
Below R30 000 (SCM Orders)	R243 489.42
R30 001 – R300 000 (Seven days' notice)	R0
Above R300 000	R38 704 784.59
Section 32	0
Deviations (Section 36)	0

% of Competitive Bids awarded per area,	
Local (Mount Frere and Mount Ayliff)	100%
Region (Alfred Nzo)	0%
Province (Eastern Cape)	0%
National (Excluding Mount Ayliff and Mount frere)	0%
% of Quotations awarded per area, (R30 001 – R300 000)	
Local (Mount Frere and Mount Ayliff)	0%
Region (Alfred Nzo)	0%
Province (Eastern Cape)	0%
National (Excluding Mount Frere and Mount Ayliff)	0%
Number of meetings set successfully	3
Bid Specification Committee	1
Bid Evaluation Committee	1
Bid Adjudication Committee	1

Objections received	0
Cancelled bids	1
Irregular expenditure	Nil

1. Bids

The purpose of this report is to report to Council in terms of section 6(2) and 6 (3) of the Supply Chain Management Policy on the implementation of the Supply Chain Management Policy for the quarter ended **31 JULY 2025**.

- **29 Quotations** below 30K were advertised on the notice board and Municipal website for a period of seven days in the reporting Month of **JULY 2025**.
- **11 Quotations** above 30K were advertised on the notice board and Municipal website for a period of seven days in the reporting Month of **JULY 2025**.
- **1 Competitive bids** were advertised on the daily dispatch and E-tender portal, Municipal website month of **JULY 2025**.
- **29 Quotations** below 30k were awarded in the for the month ended **31 JULY 2025**.
- **0 Quotations** above 30k were awarded in the for the month ended **31 JULY 2025**.
- **4 Competitive bids** were awarded in the month ended **31 JULY 2025**.

Procurements

The awards are made in accordance with the provisions of the Supply Chain Management Policy, also the different thresholds are adhered to in terms of procurement ranges.

- Procurement below R30 000 through SCM orders requesting three quotations for the reporting month ended **31 JULY 2025**, amounts to **R243 489.42**
- Procurement above **R 30,000.00-R 300,000.00** which is advertised on the Municipal notice board and website for a period of seven days, for the reporting month ended **31 JULY 2025**, amounts to **R0**
- Procurement above R300 000.00 which are done through formal submission of bids advertised and placed at public notices for 14 or more days, for the month ended **31 JULY 2025**, amounts to **R38 704 784.59**
- No Deviations done for the month of **31 JULY 2025**.
- No section 32 awards were made for the reporting quarter ended **31 JULY 2025**.

Percentage of bids awarded.

The municipality is taking cognisance of the developmental goals and objectives of the local economic development department in ensuring that the local suppliers are elevated and considered for procurement of goods and services. Notwithstanding the above-mentioned objective however an award for a specific service is made to a competent and highest scoring points service provider regardless of the location within the country, it is therefore not always practical to award local service providers for all procurement. Be that as it may, for Quotations the municipality / SCM at most report **100%** to Local service providers.

- For the reporting month ended **31 JULY 2025**, above R300 000.00 awarded bids through open / **competitive bidding 100%** was awarded to local suppliers within Mount Ayliff and Mount Frere.
- For the reporting month ended **31 JULY 2025**, quotations between R30 001 – R300 000.00, **0%** was awarded to local suppliers within Umzimvubu Local municipality.
- For the reporting month ended **31 JULY 2025**, quotations between R2001 – R30 000.00, **100%** was awarded to local suppliers within Umzimvubu Local municipality.

1.1. QUOTATIONS INVITED

PERCENTAGES ON TOTAL PROCUREMENTS OF QUOTATIONS ABOVE R 30 001 THE ALLOCATIONS HAVE BEEN DONE AS TABULATED BELOW

Umzimvubu LM	District	Province-EC	National	Total Procurements above R30 001
0(100%)	0(0%)	0(0%)	0(0%)	0

1.2 BIDS AWARDED

Percentages on total procurements of bids the allocations have been done as tabulated below,

Umzimvubu LM	District	Province-EC	National	Total Procurements above R300 000
4(100%)	0 (0%)	0(0%)	0(0%)	4

1.3. SECTION 32 PROCUREMENT

- No section 32 awards were made for the month of JULY 2025.

1.4. DEVIATIONS (Section 36)

No deviations for the month of JULY 2025.

DEVIATION ILLUSTRATED BY GRAPH MONTHLY

No deviations for the month of JULY 2025.

2. IRREGULAR EXPENDITURE

On review of procurement for the month, 0 non-compliances with SCM prescripts have been identified and as a result no Irregular Expenditure identified to be reported to Council, MEC and Auditor General.

3. Inventory Management:

Inventory on hand is valued at an amount of **R1,041,747.15** for the month of **JULY 2025**. Schedule of **Annexure B** for Inventory Reconciliation has been attached.

Compliance

An identified irregular expenditure will be reported to all relevant structures. Bid committees have been established and members are expected to converge as per the scheduled and communicated timeframes of meetings. Monthly reports have been submitted as required by regulation of Supply Chain Management Policy of the Council. Bid committee meetings have been recorded with the statistics of presence and absenteeism of members. Written apologies are recorded in the Monthly report. The number of bid committee meetings for the agenda items as listed in the report are recorded in the dashboard.

4. BID COMMITTEE SITTING

8.1. BID SPECIFICATION COMMITTEE

BSC DATE					MEMBERS	PRESENT	ABSENT	REASON	THE PROJECTS LISTED BELOW WERE PART OF THE AGENDA :
BEC DATE	MEMBERS	PRESENT	ABSENT	REASON	Comments				Panel of Ad-Hoc Plant Hire for Emergency Maintenance And Disaster Related Projects
					<p>1. Mr L Luzipho</p> <p>THE PROJECTS LISTED BELOW WERE PART OF THE AGENDA:</p> <p>2. Ms Madianga</p> <p>3. Ms Qwane</p>	All Membe rs			
					<p>4. Ms Dina</p> <p>5. Ms Ndlangisa</p>				

31 July 2025	Mr Gamedala Mr M. Mafumbatha Mr Z Tyebisa Ms Z Mbono Mr Jojo Mr Matola				Six Sc Ph Th Kw Str					
15 July 2025										

4.4. BID EVALUATION COMMITTEE

4.5. BID ADJUDICATION COMMITTEE

BAC DATE	MEMBERS	PRESENT	ABSENT	REASON	Comments
07 JULY 2025	Mr. K Mehlomakhulu Mr. J Moleko Mr L Makanda Mrs Zembe Mr Ntlamba Mr X Blaweni Mrs Kubone				Sidakeni Community hall Security Services Cleaning Material

5. OBJECTIONS RECEIVED

As per SCM policy, unsuccessful bidders have a period of 14 calendar days to object and provide reasons of such if feel disgruntled by the award and further allowed to lodge an appeal within that 14 days period then an appeal committee will adjudicate the reasons and conclude on the merits then give a ruling or a judgement based on the facts gathered to both parties If needs be arbitration will take place.

- There is 0 objection received in the reporting month ended **31 JULY 2025**.

6. CANCELLED BIDS

As per the SCM Guide by National Treasury, Bids can be must be cancelled subject to the following conditions, in the event that in the application of the application of the 80/20 preference point system as stipulated in the tender documents, all tenders received exceed the estimated value of R50 000 000.00; in the event that in the application of the application of the 90/10 preference point system as stipulated in the tender documents, all tenders received are equal or below the estimated value of R50 000 000.00;if there is no longer a need for the services; funds are no longer available to cover the total envisaged expenditure; and if no acceptable tenders are received.

- There is 1 cancelled bids in the reporting monthe ended **31 JULY 2025**.

7. RELATED PARTIES DISCLOSURE

Company name	Appointment date	Description	Amount	Related Employee
The Drops RENO Trading	22-Jul-25	Catering and still water for 150 people attending human rights	R5,100.00	Mr. S. Mathontsi- EPWP Data Capturer

8. PROCUREMENT PLAN IMPELMANTATION STATUS

Procurement plan as approved is being implemented and procurements are done as per plan except for those projects that have to be re-advertised due to various reasons, non-responsiveness etc.

1.1. NON-SUBMISSION AND LATE SUBMISSIONS

Project name	Department	Planned submission date	Submission date
Mtshazi koMkhulu to Qumra	INFRA	01-Jul-25	N/A
Nkangala-Nkwazini A/R - new	INFRA	01-Jul-25	N/A
Nophoyi Cluster Sports Field Phase 2	INFRA	01-Jul-25	N/A
Development of Storm water Management plan	INFRA	01-Jul-25	N/A
Design of Ext 8 Services Emaxesibeni	INFRA	01-Jul-25	N/A
Emaxesibeni Municipal hall parking area	INFRA	01-Jul-25	N/A
Shooting range Construction	C&CS	31-Jul-25	N/A
Road Marking Materials	C&CS	29-Jul-25	N/A
Conduct phase 03 Donga Rehabilitation on 03 wards of ULM	LED	01-Jul-25	N/A

OHS First Aid Boxes and Fire Horns	CS	08-Jul-25	N/A
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RISK IMPLICATIONS

The risk implications and risk register will be reported on a Monthly basis through Monthly reports.

LABOUR IMPLICATIONS

None

SERVICE DELIVERY IMPLICATIONS

Delays on awards for bids negatively affect the service delivery.

FINANCIAL IMPLICATIONS

None

OTHER PARTIES CONSULTED

All the departments

SALIENT POINTS FOR DELIBERATIONS

None

Annexures

"A" –Updated Implementation of Procurement Plan

"B"- Inventory Reconciliation

"C" – Quotation Register

"D" -Tender Register

"E"- Procured Goods Report as per Thresholds

"F" – SDBIP Report

"G"-Status of Projects

BUDGET AND TREASURY OFFICE DEPARTMENT: FLEET MANAGEMENT REPORT FOR THE MONTH ENDED 31 July 2025

PURPOSE

To report the activities performed by the Fleet Management Section for the period ended 31 July 2025

BACKGROUND AND REASONING

Umzimvubu Local Municipality is in possession of 49 fleet support services which is comprised of 1 Dozer, 2 tractors, 2 Skip bin trailer , 1 Roadblock trailer ,2 TLB's, 13 Trucks, 1 Sprinter Bus,3 Political bearer office Vehicles, 12 Vehicle allocated to Community Safety, 2 Vehicle allocated Infrastructure department & 10 pool vehicles. All the above Fleet is paid in full. It has been noted that all incident that occurred the involved officials need to be investigated to ascertain as to whether there was no negligence on the accidents.

Point of Consideration – New Mayoral vehicle Toyota Fortuner & JCB TLB has been delivered. Registered, insured, with fuel cards, and tracker installed on both.

No.	Registration No.	Make	Model	Type of a vehicle
1	FML 789 EC	Toyota Hino	2010	Truck
2	HDN643EC	Volvo Tlb	2013	TLB
3	FVW683EC	Nissan Ud85	2014	Truck
4	MJK843EC/FLK754EC	Caterpillar	2010	TLB
5	HFV675EC	Np200 1.6	2014	Bakkie
6	HFV657EC	Np200 1.6	2014	Bakkie
7	HKY792EC	Toyota Hilux 2.0vvti	2015	Bakkie
8	HKY 842EC	Toyota Hillux 2.5d-4d	2015	Bakkie
9	HLN238EC	Fuso 4 Ton Truck	2014	Truck
10	HSP961EC	Toyota Corrola 1.6 Quest	2016	Sedan
11	JCD 207 EC	Polo 1.4	2018	Sedan

No.	Registration No.	Make	Model	Type of a vehicle
12	JCD 211 EC	Polo 1.6	2018	Sedan
13	JCK 692 EC	Toyota 2.4 Gd	2018	Bakkie
14	JCY 289 EC	Isuzu Truck 500	2018	Truck
15	JHX 122 EC	Polo 1.6	2019	Traffic Admin
16	JHX 135 EC	Toyota 2.4 Gd	2019	Pound vehicle
17	JJT 154 EC	VW Crafter 2.0	2019	23 seater Bus
18	JMK 370 EC	VW Golf 1.4	2019	Traffic vehicle with Truvelo System
19	JMX 074 EC	Toyota Corolla 1.6 Auto	2020	Pool & Mayor & Speakers Relief
20	JVF 554 EC	Toyota 2.4 Gd D/Cab	2021	Asset & Pool vehicle
21	JVF 565 EC	Toyota Fortuner 2.4 GD	2021	Pool/ Relief vehicle
22	JVF 573 EC	Toyota 2.4 Gd S/Cab	2021	Poo vehicle
23	JWP 402 EC	UD 250 Nissan Refuse Truck	2021	MT Frere Refuse Truck

No.	Registration No.	Make	Model	Type of a vehicle
24	JYH 475 EC	Toyota 2.4 Gd6 D/Cab	2022	Traffic Bakkie
25	JYH 481 EC	Toyota 2.4 Gd6 D/Cab	2022	Traffic Bakkie
26	JYH 485 EC	Toyota 2.4 Gd D/Cab	2022	Traffic Bakkie
	JYR 603 EC	Right Off		
27	JZX 814 EC	Toyota Fortuner 2.4 GD	2022	Speakers Vehicle SUV
28	KHK 347 EC	Hino Truck	2022	Waste Management Truck
29	KHK 342 EC	Hino Truck	2022	Waste Management Truck
30	KFJ 930 EC	Isuzu Truck	2022	Pound Truck
31	KDM 398 EC	Toyota 2.4 Gd6 D/Cab	2023	Pool Vehicle
32	KDM 418 EC	Corolla Quest Puls	2023	Pool Vehicle
33	KDM 426 EC	Toyota 2.4 Gd6 D/Cab	2023	Pool vehicle

No.	Registration No.	Make	Model	Type of a vehicle
34	KDM 442 EC	Toyota 2.4 Gd6 D/Cab 4X4	2023	Pool vehicle
35	Vin Number – 118 761	Isuzu FTR 850	2023	Truck
36	Vin Number – 11 4666	Isuzu NPR 400	2023	Truck
37	Vin Number – 114 715	Isuzu NPR 400	2023	Truck
38	KGT 458 EC	Toyota 2.8 Gd6 D/Cab 4X2	2023	Traffic bakkie
39	KGT 459 EC	Toyota 2.8 Gd6 D/Cab 4X2	2023	Traffic bakkie
40	KGT 462 EC	Toyota 2.8 Gd6 D/Cab 4X2	2023	Traffic
41	KHW 594 EC	UD Trucks	2023	Skip Bin Trailer
42	KJP 840 EC	UD 250 Croner Nissan Truck	2024	MT Ayliff Refuse Truck
43	KPF 437 EC	Toyota Fortuner GD6 2.4 4x4	2025	Mayoral
44	KPM 112 EC	JCB 3CX Plus Backhoe	2025	WM TLB

45	FZK 297EC	John Deere Tractor	2012	Tractor
46	HDN641EC	Volvo Landfill Site Dozer	<u>2014</u>	Dozer
47	HZW 966 EC	John Deere Tractor	<u>2017</u>	Tractor
48	JBL 406 EC	Trailer Challenger. Roadblock Trailer –		Traffic Roadblock Trailer
49	JBL 457 EC	Skip Bin Trailer		Mt Ayliff Skip Bin Trailer
50	JBL 462 EC	Skip Bin Trailer		Mt Ayliff Skip Bin Trailer

DISCUSSION

For the easy comparison on vehicles' expenses, a consolidated expenditure report has been made for two months – (As per the attached annexure).

Point of Consideration –

1. INSURANCE UPDATES ON CLAIMS

Date	Number Plate	Name of the Driver	Designation	Details	Status	Accident Report Submitted	Progress/Status of investigation
30/06/2025	JHX 135 EC	Mr Bangani	Ranger	The vehicle was involved in an accident on N2 Route at EmaXesibeni near Lubhalasi. On the day the 30/06/2025. It hit a Nissan Bakkie from behind. The damages are on the front & also airbags were affected.	Registered 914020.Has been assessed. The bakkie is at an approved panel beater Margate Refinishers. Cost R 97 691.23. Excess R 5000.00	Yes	Investigation report submitted by M
01/06/2025	JVF 554 EC	Mr Goba	Messenger Driver	The vehicle was involved in an accident head on collision on the 01/06/2025. On N2 Route under construction ByPass. Just after crossing Umzimvubu River, the direction of MT Ayliff. A Nissan	Claim has been submitted & registered. Claim number 912686. The bakkie was towed to SMD Cato Ridge. Has	Yes	Investigation report submitted.

				Alvina was overtaking wrong fully a truck. Then there was a head on collision.	been assessed and written off.		
27/07/2025	KPF 437 EC	Mr Memela	Mayoral Driver	The accident happened in Ntabankulu. When a ULM Toyota Fortuner collided with white Ford Ranger while overtaking. Damages are on rear right light and minor scratches on the body (Ford Ranger). Damages on the Toyota Fortuner is a black scratch, on the left side of the side bumper or fender liner. The incident was reported to police station at Ntabankulu with OB NO:1816/07/2025 and AR No:12/07/2025	Claim has been reported to the Insurance.	No	No

2. REPAIRS AND MAINTENANCE

Date	Number Plate	Type	Details	Status
30/07/2025	HLN 238 EC	Fuso Truck	Clutch problem.	Repairs underway at Tyres and More.

Fuel Expenses

Fuel expenses for all municipal fleet for the amount is an amount of **R 219 027.61** and Fleet Repairs an amount of **R 110 287.43** for the month of **31 July 2025**.

Office Bearers Vehicle Usage Report

The Mayor Vehicle- Fuel expenses an amount of **R19 129.45** and Repairs an amount of **R 4 257.44**

The Speaker Vehicle- Fuel expenses an amount of **R 12 322.58** and Repairs an amount of **R 11 680.00**

RISK IMPLICATIONS

The risk implications and risk register will be reported on a Monthly basis through Monthly reports.

LABOUR IMPLICATIONS

None

SERVICE DELIVERY IMPLICATIONS

Non-availability of vehicles for officials negatively affect the service delivery.

FINANCIAL IMPLICATIONS

None

OTHER PARTIES CONSULTED

All the departments

SALIENT POINTS FOR DELIBERATIONS

None

Annexures

“A” –Political Bearer Office fuel report

“B” –Fuel Reconciliation

Recommendations

- That, the report on revenue collection rate of 3% for the month of July 2025 be noted by Council.
- That, the billing amounting to R61 for Property Rates, and Refuse Removal (including interest charged) for the month July 2025 be noted by Council.
- That, the total amount of R 1 944 757 .28 has been received from Rates and Services for the month of July 2025 be noted by Council.
- That, the 3% collection rate for the period ending July 2025 be noted by Council.
- That, the total investments for the month ending July 2025 amounting to R 155 581 810.81 be noted by Council.