

**13.2.6 QUARTERLY REPORT ON UNAUTHORISED EXPENDITURE FOR THE 1<sup>ST</sup> QUARTER ENDING 30<sup>TH</sup> SEPTEMBER 2025**

**“ANNEXURE O”**

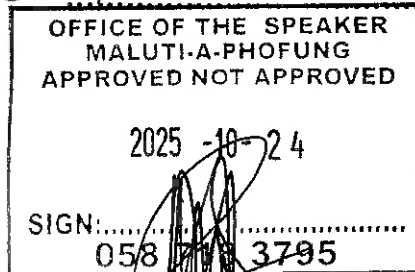
**COUNCIL RESOLVED:**

1. Council takes note of the line items with unauthorised expenditure for the 1<sup>st</sup> Quarter ending 30<sup>th</sup> of September 2025
2. All departments must continuously verify their personnel with HR to ensure that the correct votes are used
3. All departments must avoid spending on items where there are no budget allocations
4. Reconciliations and corrections must be made on the affected line items
5. The unauthorised expenditure register is referred to MPAC for further investigations in terms of section 32 of the MFMA
6. Council notes the September 2025 departmental budget analysis letters sent to all heads of department and to MAP Water attached in Annexure A of the report.

**Signed** :.....

**Speaker**

*Mr Mandlenkosi Dlamini*



**Date** :.....

**Issued by** : *NJABULO SIBIYA*

**Received by** : *NS Mokoena 25/10/2025*



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## REPORT BY THE EXECUTIVE MAYOR FOR SUBMISSION TO COUNCIL

### **QUARTERLY REPORT ON UNAUTHORISED EXPENDITURE FOR THE 1<sup>ST</sup> QUARTER ENDING 30 SEPTEMBER 2025**

#### **1. EXECUTIVE SUMMARY**

The purpose of this report is to provide the status of the unauthorised expenditure per line item for the 1<sup>st</sup> quarter ending 30 September 2025.

#### **2. BUSINESS PLAN**

IDP and Budget process plan

#### **3. COMPLIANCE WITH STRATEGIC OBJECTIVE**

To ensure compliance to statutory reporting deadlines

#### **4. DELEGATED AUTHORITY**

Delegated powers vest with Council.

#### **5. ANNEXURES**

**Annexure A:** September 2025 departmental budget analysis letters sent to all Heads of Department and MAP Water.

#### **6. POLICY**

None

#### **7. LEGAL REQUIREMENTS**

MFMA No 56 of 2003

#### **8. BACKGROUND AND DISCUSSION**

The unauthorised expenditure report details the line items which have expenditure that is above the allocated budget, some of the line items do not have budget allocations, however there was expenditure incurred on them. Most items are the employee related costs. This is due to the fact that the Payroll and e-Venus financial system enables the salary transactions to



be recorded even when there is no budget. Due to the vote numbers which are not correctly aligned between the two systems, some transactions are incorrectly uploaded to the wrong votes. The reconciliations are on-going in order to remove some of the expenditure from the incorrect votes to the correct votes.

## 9. FINANCIAL IMPLICATIONS

The unauthorised expenditure closing balances on the AFS did not have supporting registers, which were previously compiled by consultants. The Auditor General also raised a finding regarding the calculation of the unauthorised expenditure. These above-mentioned matters then required the municipality to recalculate the registers from 2012/13 to 2023/24 in order to have supporting information for the closing balances on the AFS. The total value of R1.2 billion has been written off by Council to date and the closing balance is at R4.1 billion.

The 2025/26 year to date total unauthorised expenditure per line item by the end of the 1<sup>st</sup> quarter amounted to R22.2 million. This was due to the movements which exceeded the budget on various line items under Parent employee related costs, MAP Water employee costs. There are also items which could not be captured due to insufficient budget including, amongst others, the Eskom interest, refurbishment of transformers and one project funded by MIG.

Description	Balances	Jul-25	Aug-25	Sep-25	1st Quarter 2025/2026	Year to date
<b>Unauthorised Expenditure</b>						
<b>Opening balance</b>	3 863 482 514	4 144 627 896	4 146 245 125	4 158 463 050	4 144 627 896	4 144 627 896
Audited 2023/2024	99 199 551	-	-	-	-	-
Closing Balance - Re-calculated registers (2013-2024)	761 460 557					
Pre-audited 2024/2025 <i>(AFS not yet available)</i>	670 830 569	-	-	-	-	-
Less: Written off by Council <i>(2017/18 &amp; 2018/19 &amp; 2023/24)</i>	- 1 250 345 295					
Current Year	-	1 617 230	12 217 924	8 426 475	22 261 629	22 261 629
<b>Closing balance</b>	<b>4 144 627 896</b>	<b>4 146 245 125</b>	<b>4 158 463 050</b>	<b>4 166 889 525</b>	<b>4 166 889 525</b>	<b>4 166 889 525</b>



The following tables from page 2-6 show all line items where the expenditures were incurred without budget allocations.

ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>LEGISLATIVE AUTHORITY</b>							
10052110460EQMRCZZWM	OFFICE OF THE EXECUTIVE MAYOR	EMPLOYEE COSTS	MS: SRB - ANNUAL BONUS	24 868	26 131	- 1 263	1. Incorrect vote used 2. Payroll HR Units must correct the alignment on the system
10152211510EQMRCZZWM	COUNCIL GENERAL	EMPLOYEE COSTS	OTH COUNCIL: OFFICE-BEARER ALLOWANCE	70 553	1 435 934	- 1 365 381	
10202210310EQMRCZZWM	THE OFFICE OF THE CHIEF WHIP	EMPLOYEE COSTS	WHIP: OFFICE-BEARER ALLOWANCE	-	47 315	- 47 315	
10202210350EQMRCZZWM	THE OFFICE OF THE CHIEF WHIP	EMPLOYEE COSTS	WHIP: TRAVELLING ALLOWANCE	8 506	15 772	- 7 266	
10352305410PRMRCZZWM	THE SPEAKER OF COUNCIL	SM - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	-	694	- 694	
10452210100EQMRCZZWM	MMCs	EMPLOYEE COSTS	SPEAKER: BASIC SALARY	-	1 046 671	- 1 046 671	
10452210100PRMRCZZWM	MMCs	EMPLOYEE COSTS	MMC: BASIC SALARY	-	134 523	- 134 523	
10452210120EQMRCZZWM	MMCs	EMPLOYEE COSTS	SPEAKER: CELL PHONE ALLOWANCE	-	634	- 634	
10452210120PRMRCZZWM	MMCs	EMPLOYEE COSTS	MMC: CELL PHONE ALLOWANCE	-	18 204	- 18 204	
10452221250EQMRCZZWM	MMCs	EMPLOYEE COSTS	EXCO: PENSION FUND CONTRIBUTIONS	16 960	24 122	- 7 162	1. Payroll and HR units must correct the alignment on the Payday and Evenus 2. Correct budget allocations must be submitted to finance during adjustment budget
10502210610EQMRCZZWM	EXECUTIVE MAYOR	EMPLOYEE COSTS	EXEC MAYOR: OFFICE-BEARER ALLOWANCE	-	112 434	- 112 434	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget 3. Avoid incurring costs where there are no budget allocations.
				<b>120 887</b>	<b>2 862 434</b>	<b>- 2 741 547</b>	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>MUNICIPAL MANAGERS OFFICE</b>							
11102110320EQMRCZZHO	MM ADMINISTRATION	MS - SALARIES ALLOW AND SERV BENEFITS	MS: ALL - LEAVE PAY	-	84 392	-84 392	1. Avoid incurring costs where there are no budget allocations 2. Managers reporting to the MM should assist in verifying if employees are correctly linked to the cost center and correct if necessary.
11102110640EQMRCZZHO	MM ADMINISTRATION	MS - SALARIES ALLOW AND SERV BENEFITS	MS: SRB - LSA CURR SERV	-	102 156	-102 156	
				-	<b>186 548</b>	- <b>186 548</b>	
<b>CORPORATE SERVICES</b>							
12052051010EQMRCZZWM	DIRECTOR CORPORATE SERVICE	SM - SOCIAL CONTRIBUTIONS	SM D01: SOC CONTR: MEDICAL	-	4 609	- 4 609	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary.
12052051020EQMRCZZWM	DIRECTOR CORPORATE SERVICE	SM - SOCIAL CONTRIBUTIONS	SM D01: SOC CONTR: PENSION FUNDS	-	18 084	- 18 084	
12052051030EQMRCZZWM	DIRECTOR CORPORATE SERVICE	SM - SOCIAL CONTRIBUTIONS	SM D01: SOC CONTR: UIF	-	177	- 177	
12102110440EQMRCZZHO	CORPORATE ADMINISTRATION	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	103 601	- 103 601	2. Correct budget allocations must be submitted to finance during adjustment budget
12152110360EQMRCZZHO	HUMAN RESOURCE	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	1 307	- 1 307	
12152110440EQMRCZZHO	HUMAN RESOURCE	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	65 024	- 65 024	3. Avoid incurring costs where there are no budget allocations.
12202110440EQMRCZZHO	HUMAN RESOURCE	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	10 190	- 10 190	
				-	<b>202 991</b>	- <b>202 991</b>	
<b>FINANCIAL SERVICES</b>							
13252110320EQMRCZZHO	REVENUE Billing & Electricity Revenue	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	54 235	- 54 235	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary.
13252110640EQMRCZZHO	REVENUE Billing & Electricity Revenue	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	52 606	- 52 606	
13302110360EQMRCZZHO	EXPENDITURE & PAYROLL	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	65 264	- 65 264	
13302110440EQMRCZZHO	EXPENDITURE & PAYROLL	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	20 048	- 20 048	2. Correct budget allocations must be submitted to finance during adjustment budget.
13452110640EQMRCZZWM	ASSET & STORE MANAGEMENT	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	78 146	- 78 146	
				-	<b>270 299</b>	- <b>270 299</b>	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>MUNICIPAL INFRASTRUCTURE</b>							
14102110320EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	83 724	-	83 724
14102110360EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	510 726	998 176	-	487 450
14102110440EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	37 896	-	37 896
14102110460EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: SRB - ANNUAL BONUS	78 121	230 282	-	152 161
14102110560EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	2 450	-	2 450
14102110640EQMRCZZWM	ROADS	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	28 590	-	28 590
14402110200EQMRCZZWM	REFUSE REMOVAL	EMPLOYEE COSTS	MS: ALL - ACCOMMODATION/TRVL/INCIDENTAL	-	4 769	-	4 769
14402110200WSMRCZZWM	REFUSE REMOVAL	EMPLOYEE COSTS	MS: ALL - ACCOMMODATION/TRVL/INCIDENTAL	10 734	30 219	-	19 485
14402110220EQMRCZZWM	REFUSE REMOVAL	EMPLOYEE COSTS	MS: ALL - CELLULAR & TELEPHONE	-	11 108	-	11 108
14402110260EQMRCZZWM	REFUSE REMOVAL	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	3 511	-	3 511
14402110320WSMRCZZWM	REFUSE REMOVAL	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	69 896	-	69 896
14402110340EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: ALL - TRAVEL OR MOTOR VEHICLE	-	151 249	-	151 249
14402110360EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: OVERTIME - NON STRUCTURED	-	73 091	-	73 091
14402110640WSMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SRB - LSA CURR SERV	-	8 493	-	8 493
14402130010EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	38	73	-	35
14402130100EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - GROUP LIFE INSURANCE	2 053	9 180	-	7 127
14402130200EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	34 906	-	34 906
14402130300EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	18 549	118 836	-	100 287
14402130400EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	563	3 720	-	3 157
14402305410EQMRCZZWM	REFUSE REMOVAL	MS - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	951	10 851	-	9 900
				<b>621 735</b>	<b>1 911 016</b>	-	<b>1 289 281</b>

1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary.  
 2. Correct budget allocations must be submitted to finance during adjustment budget.  
 3. Avoid incurring costs where there are no budget allocations.



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>COMMUNITY SERVICES</b>							
15152110440EQMRCZZWM	WASTE MANAGEMENT	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	16 586	- 16 586	1.Avoid incurring costs where there are no budget allocations.
15202110440EQMRCZZWM	WASTE MANAGEMENT	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	11 427	- 11 427	1.Avoid incurring costs where there are no budget allocations.
15252110010EQMRCZZWM	WASTE MANAGEMENT	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	47 927	- 47 927	1. Incorrect vote used - this employee has been paid through this vote since 2425 FY 2. Payroll HR Units must correct the alignment on the system
15302110320EQMRCZZWM	CEMETERIES	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	50 000	60 206	- 10 206	1. Correct budget allocations must be submitted to finance during adjustment budget
15302110360EQMRCZZWM	CEMETERIES	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	14 969	102 273	- 87 304	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget.
				<b>64 969</b>	<b>238 418</b>	<b>- 173 449</b>	
<b>PUBLIC SAFETY AND TRANSPORT</b>							
16152110640EQMRCZZWM	FIRE & EMERGENCY	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	209 661	- 209 661	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget. 3. Avoid incurring costs where there are no budget allocations.
16202110360EQMRCZZWM	TRANSPORT MANAGEMENT	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	83 180	85 890	- 2 710	
16202110440EQMRCZZWM	TRANSPORT MANAGEMENT	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	79 157	- 79 157	
16202110640EQMRCZZWM	TRANSPORT MANAGEMENT	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	99 103	- 99 103	
16252110360EQMRCZZWM	PUBLIC SAFETY	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	15 350	22 538	- 7 188	
16252110640EQMRCZZWM	PUBLIC SAFETY	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	33 971	- 33 971	
16302110260EQMRCZZHO	SECURITY SERVICE	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	3 511	- 3 511	
16302110360EQMRCZZHO	SECURITY SERVICE	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	77 695	- 77 695	
16302110640EQMRCZZHO	SECURITY SERVICE	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	16 765	- 16 765	
16352110360EQMRCZZHO	VEHICLE WORKSHOP	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	64 661	- 64 661	
				<b>98 530</b>	<b>692 951</b>	<b>- 594 421</b>	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>SPORTS, ARTS &amp; CULTURE</b>							
17102110220EQMRCZZWM	SPORT ARTS & CULTURE	EMPLOYEE COSTS	MS: ALL - CELLULAR & TELEPHONE	30 956	31 653	- 697	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget. 3. Avoid incurring costs where there are no budget allocations.
17102110320EQMRCZZWM	SPORT ARTS & CULTURE	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	40 236	- 40 236	
17102110400EQMRCZZWM	SPORT ARTS & CULTURE	EMPLOYEE COSTS	MS: PAYMENTS - SHIFT ADD REMUNERATION	10 600	27 034	- 16 434	
17102110440EQMRCZZWM	SPORT ARTS & CULTURE	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	127 353	- 127 353	
17102110640EQMRCZZWM	SPORT ARTS & CULTURE	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	11 432	- 11 432	
				<b>41 556</b>	<b>237 708</b>	<b>- 196 152</b>	
<b>LED AND TOURISM</b>							
18152110360EQMRCZZWM	LED	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	45 925	- 45 925	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary.
18152110640EQMRCZZWM	LED	EMPLOYEE COSTS	MS: SRB - LSA CURR SERV	-	124 875	- 124 875	
				-	<b>170 800</b>	<b>- 170 800</b>	
<b>HUMAN SETTLEMENTS &amp; SPLUM</b>							
24202110360EQMRCZZWM	SPATIAL PLANNING	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	857	- 857	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Avoid incurring costs where there are no budget allocations.
				-	<b>857</b>	<b>- 857</b>	
<b>IDP-PMS OFFICE</b>							
23102110200EQMRCZZWM	IDP-PMS OFFICE	EMPLOYEE COSTS	MS: ALL - ACCOMMODATION/TRVL/INCIDENTAL	17 625	19 039	- 1 414	1. Correct budget allocations must be submitted to finance during adjustment budget.
				<b>17 625</b>	<b>19 039</b>	<b>- 1 414</b>	
<b>ELECTRICITY</b>							
25152110010EQMRCZZWM	ELECTRICITY	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	975 388	- 975 388	1. Incorrect vote used
25152110560EQMRCZZWM	ELECTRICITY	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	2 829	- 2 829	2. Payroll/HR Units must correct the alignment on the
25153960090ZZZZ4DWM	ELECTRICITY	INTERNAL CHARGES	CHG INT BILL: REFUSE REMOVAL	-	34 936	- 34 936	1. Incorrect vote used.
25153960100ZZZZ4EWM	ELECTRICITY	INTERNAL CHARGES	CHG INT BILL: SANITATION CHARGES	-	45 520	- 45 520	2. Revenue Unit must correct the alignment on the
25153960110ZZZZ4FWM	ELECTRICITY	INTERNAL CHARGES	CHG INT BILL: WATER CONSUMPTION	-	82 204	- 82 204	system
				-	<b>1 140 877</b>	<b>- 1 140 877</b>	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>MAP WATER</b>							
82052053840PRMRCZZHO	MAP WATER	SM - SOCIAL CONTRIBUTIONS	SM D08: SOC CONTR: BARGAINING COUNCIL	-	79	- 79	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget. 3. Avoid incurring costs where there are no budget allocations.
82052110010WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	524 411	- 524 411	
82052110200WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: ALL - ACCOMMODATION/TRVL/INCIDENTAL	-	91 496	- 91 496	
82052110260WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	3 511	- 3 511	
82052110360WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	15 482	- 15 482	
82052110560WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	27 362	- 27 362	
82052130200WAMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	44 841	- 44 841	
82052130300WAMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	-	49 635	- 49 635	
82052130400WAMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	2 125	- 2 125	
84052110010PRMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	449 438	- 449 438	
84052130400PRMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	1 063	- 1 063	
84052305410PRMRCZZHO	MAP WATER	OPERATIONAL COST	OC: SKILLS DEVELOPMENT FUND LEVY	-	4 494	- 4 494	
84102110010PRMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	1	- 1	
84102130010PRMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	433	- 433	
84152110360WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	25 734	- 25 734	
84152110440WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	-	175 095	- 175 095	
84152130010PRMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	79	- 79	
84202110360WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	112 356	- 112 356	
84202110460WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SRB - ANNUAL BONUS	-	120 942	- 120 942	
84202130010PRMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	437	- 437	
86052110320WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	95 479	- 95 479	
86052110360WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	38 047	- 38 047	
86052110440WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	88 667	280 520	- 191 853	
86052110560WAMRCZZHO	MAP WATER	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	17 823	- 17 823	
86052130010PRMRCZZHO	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	318	- 318	
86102110340WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - TRAVEL OR MOTOR VEHICLE	-	155 989	- 155 989	
86102110400WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: PAYMENTS - SHIFT ADD REMUNERATION	-	32 337	- 32 337	
86102110440WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	64 512	299 096	- 234 584	
86102130010PRMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	412	- 412	
86152110440WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	6 683	137 062	- 130 379	
88052054640EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	SM D10: SOC CONTR: BARGAINING COUNCIL	-	512	- 512	
88052110010WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	1 264 971	- 1 264 971	
88052110200WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - ACCOMMODATION/TRVL/INCIDENTAL	-	163 912	- 163 912	
88052110260WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	49 150	- 49 150	
88052110320WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	12 293	- 12 293	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
<b>MAP WATER</b>							
88052110340WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - TRAVEL OR MOTOR VEHICLE	-	266 558	- 266 558	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget. 3. Avoid incurring costs where there are no budget allocations.
88052110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	107 888	- 107 888	
88052110400WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: PAYMENTS - SHIFT ADD REMUNERATION	-	332 472	- 332 472	
88052110440WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	93 577	242 751	- 149 174	
88052110460WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ANNUAL BONUS	-	142 029	- 142 029	
88052110560WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	123 151	- 123 151	
88052130200WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	173 560	- 173 560	
88052130300WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	-	142 122	- 142 122	
88052130400WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	9 527	- 9 527	
88152110010EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	44 293	- 44 293	
88152110260EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	3 511	- 3 511	
88152110320WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	44 629	- 44 629	
88152110360EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	11 338	- 11 338	
88152110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	1 021 573	- 1 021 573	
88152130010EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	3 780	- 3 780	
88152130200EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	13 667	- 13 667	
88152130300EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	-	6 028	- 6 028	
88152130400EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	531	- 531	
88152305410EQMRCZZWM	MAP WATER	OPERATIONAL COST	OC: SKILLS DEVELOPMENT FUND LEVY	-	719	- 719	
88152305410WAMRCZZWM	MAP WATER	OPERATIONAL COST	OC: SKILLS DEVELOPMENT FUND LEVY	42 722	146 718	- 103 996	
88202110010EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	41 458	- 41 458	
88202110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	1 798 938	- 1 798 938	
88202110420WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NIGHT SHIFT	-	12 684	- 12 684	
88202110440WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SRB - ACTING ALLOWANCE	607 031	784 093	- 177 062	
88202130010EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	3 649	- 3 649	
88202130400EQMRCZZWM	MAP WATER	OPERATIONAL COST	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	415	- 415	
88202305410EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	-	415	- 415	
88202305410WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	-	108 826	- 108 826	
				<b>903 192</b>	<b>9 784 256</b>	<b>- 8 881 064</b>	



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ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	TOTAL BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS	
<b>MAP WATER</b>								
88052110340WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - TRAVEL OR MOTOR VEHICLE	-	266 558	- 266 558	1. Head of Department or Unit to verify if employees are correctly linked to the cost center and correct if necessary. 2. Correct budget allocations must be submitted to finance during adjustment budget. 3. Avoid incurring costs where there are no budget allocations.	
88052110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	107 888	- 107 888		
88052110400WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: PAYMENTS - SHIFT ADD REMUNERATION	-	332 472	- 332 472		
88052110440WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ACTING ALLOWANCE	93 577	242 751	- 149 174		
88052110460WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - ANNUAL BONUS	-	142 029	- 142 029		
88052110560WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SRB - STANDBY ALLOWANCE	-	123 151	- 123 151		
88052130200WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	173 560	- 173 560		
88052130300WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	-	142 122	- 142 122		
88052130400WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	9 527	- 9 527		
88152110010EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	44 293	- 44 293		
88152110260EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: HB & INC: HOUSING BENEFITS	-	3 511	- 3 511		
88152110320WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: ALL - LEAVE PAY	-	44 629	- 44 629		
88152110360EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	11 338	- 11 338		
88152110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	1 021 573	- 1 021 573		
88152130010EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	3 780	- 3 780		
88152130200EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - MEDICAL	-	13 667	- 13 667		
88152130300EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - PENSION	-	6 028	- 6 028		
88152130400EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	531	- 531		
88152305410EQMRCZZWM	MAP WATER	OPERATIONAL COST	OC: SKILLS DEVELOPMENT FUND LEVY	-	719	- 719		
88152305410WAMRCZZWM	MAP WATER	OPERATIONAL COST	OC: SKILLS DEVELOPMENT FUND LEVY	42 722	146 718	- 103 996		
88202110010EQMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: SAL & ALL: BASIC SALARY & WAGES	-	41 458	- 41 458		
88202110360WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NON STRUCTURED	-	1 798 938	- 1 798 938		
88202110420WAMRCZZWM	MAP WATER	EMPLOYEE COSTS	MS: OVERTIME - NIGHT SHIFT	-	12 684	- 12 684		
88202110440WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SRB - ACTING ALLOWANCE	607 031	784 093	- 177 062		
88202130010EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	MS: SOC CONTR - BARGAINING COUNCIL	-	3 649	- 3 649		
88202130400EQMRCZZWM	MAP WATER	OPERATIONAL COST	MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	-	415	- 415		
88202305410EQMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	-	415	- 415		
88202305410WAMRCZZWM	MAP WATER	MS - SOCIAL CONTRIBUTIONS	OC: SKILLS DEVELOPMENT FUND LEVY	-	108 826	- 108 826		
				<b>903 192</b>	<b>9 784 256</b>	<b>- 8 881 064</b>		
<b>TOTAL UNAUTHORISED EXPENDITURE PER LINE ITEM</b>				<b>1 868 494</b>	<b>17 718 196</b>	<b>- 15 849 702</b>		



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**EXPENDITURE NOT CAPTURED ON THE FINANCIAL SYSTEM DUE TO INSUFFICIENT BUDGET**

ACCOUNT NO	COST CENTER	TYPE	DESCRIPTION	AVAILABLE BUDGET	YTD EXPENDITURE	UNAUTHORISED EXPENDITURE	COMMENTS
12152306620PRMRCZZHO	HUMAN RESOURCE	OPERATIONAL COST	OC: WORKMEN'S COMPENSATION FUND	1 567 500	2 708 724	- 1 141 224	Insufficient funds
25152362560ELMRCZZHO	ELECTRICITY	OPERATIONAL COST	INT PAID: OVERDUE ACCOUNTS	26 947 615	30 127 053	- 3 179 438	Insufficient funds
10252305760PRMRCZZWM	MPAC	OPERATIONAL COST	ACCOMODATION FOR MPAC COMMITTEE	100 000	123 600	- 23 600	Insufficient funds
25152281203ELP60ZZWM	ELECTRICITY	OPERATIONAL COST	REFURBISHMENT OF TRANSFORMERS	275 192	2 216 950	- 1 941 758	Insufficient funds
14206446020F2C42ZZ19	INFRASTRUCTURE	OPERATIONAL COST	THABA BOSIU CONSTRUCTION OF 16KM WATER PIPELINE	690 786	815 813	- 125 027	Insufficient funds
13302305770EQMRCZZHO	FINANCE	OPERATIONAL COST	SUBSISTENCE AND TRAVELLING	-	880	- 880	Insufficient funds
				<b>29 581 093</b>	<b>35 993 020</b>	<b>- 6 411 927</b>	
<b>TOTAL ACCUMULATED UNAUTHORISED EXPENDITURE</b>						<b>- 22 261 629</b>	



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The below tables indicate the total consolidated operating and capital financial performance per vote/department which provides the unauthorized expenditure as per MFMA Circular 68. Based on the tables below, there is no overall unauthorized expenditure per vote/department.

Description C-Schedule- Table C3	Budget Year 2025/26			
	Original Budget	Adjusted Budget	YearTD actual	Variance
<b>Operating expenditure by Vote</b>				
Vote 01 - Legislative Authority	67 317 173	67 317 173	12 792 479	54 524 694
Vote 02 - Office Of The Municipal Manager	24 645 945	24 645 945	5 834 161	18 811 784
Vote 03 - Corporate Services	129 100 453	129 100 453	25 173 426	103 927 027
Vote 04 - Financial Services	354 892 878	354 892 878	60 859 509	294 033 369
Vote 05 - Municipal Infrastructure	276 817 004	276 817 004	30 378 859	246 438 145
Vote 06 - Community Services	23 602 976	23 602 976	4 635 824	18 967 152
Vote 07 - Public Safety & Transport	184 055 563	184 055 563	51 966 615	132 088 948
Vote 08 - Sports, Arts, Parks, Culture	54 437 390	54 437 390	12 319 313	42 118 077
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture	16 591 328	16 591 328	3 496 140	13 095 188
Vote 10 - Hunan Settlements	44 933 459	44 933 459	1 746 519	43 186 940
Vote 11 - Idp, Pms Department	4 077 920	4 077 920	1 000 160	3 077 760
Vote 12 - Spatial Development, Planning & Traditional Affairs	22 790 548	22 790 548	3 118 837	19 671 711
Vote 13 - Electricity Department	1 257 083 849	1 257 083 849	360 052 028	897 031 821
Vote 14 - Maluti Water	178 023 323	178 023 323	32 457 875	145 565 448
<b>Total Expenditure by Vote</b>	<b>2 638 369 809</b>	<b>2 638 369 809</b>	<b>605 831 746</b>	<b>2 032 538 063</b>

Vote Description C-Schedule- Table C5	Budget Year 2025/26			
	Original Budget	Adjusted Budget	YearTD actual	Variance
<b>Capital expenditure by vote</b>				
Vote 01 - Legislative Authority	-	-	-	-
Vote 02 - Office Of The Municipal Manager	500 000	500 000	-	500 000
Vote 03 - Corporate Services	2 500 000	2 500 000	221 450	2 278 550
Vote 04 - Financial Services	1 000 000	1 000 000	180 945	819 055
Vote 05 - Municipal Infrastructure	234 850 205	234 850 205	15 446 099	219 404 106
Vote 06 - Community Services	4 060 728	4 060 728	745 281	3 315 447
Vote 07 - Public Safety & Transport	11 000 000	11 000 000	-	11 000 000
Vote 08 - Sports, Arts, Parks, Culture	13 211 932	13 211 932	1 488 047	11 723 885
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture	-	-	-	-
Vote 10 - Hunan Settlements	100 000	100 000	-	100 000
Vote 11 - Idp, Pms Department	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs	4 500 000	4 500 000	-	4 500 000
Vote 13 - Electricity Department	44 958 000	44 958 000	6 966 750	37 991 250
Vote 14 - Maluti Water	-	-	-	-
<b>Total Capital Expenditure</b>	<b>316 680 865</b>	<b>316 680 865</b>	<b>25 048 573</b>	<b>291 632 292</b>



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## 10. COMMENTS FROM OTHER DIRECTORS

Budget analysis reports and monthly expenditure reports are sent to Directorates to check their expenditure for possibilities of overspending.

## 11. RECOMMENDATIONS

It is recommended that:

1. Note be taken of the line items with unauthorised expenditure for the 1<sup>st</sup> quarter ending 30 September 2025.
2. All departments should continuously verify their personnel with Human Resource to ensure that the correct votes are used.
3. The departments should avoid spending on items where there are no budget allocations.
4. The reconciliations and corrections be made on the affected line items.
5. Council submits the unauthorised expenditure register to MPAC for further investigation in terms of section 32 of the MFMA.
6. Council takes note of the September 2025 departmental budget analysis letters sent to all Heads of Department and MAP Water as indicated on Annexure A.

**SUBMITTED BY:**

  
.....  
**THE EXECUTIVE MAYOR**  
**CIlr. M. MELATO**

  
.....  
**DATE**