



NAMA KHOI MUNISIPALITEIT

BUDGET AND TREASURY OFFICE

NAAM/NAME: Financing costs: UNAUTHORISED EXPENDITURE

DOEL/GOAL: To report to Council on Section 32 of the MFMA (Municipal Finance Management Act), Unauthorised Expenditure for Council Approval.

“Unauthorised Expenditure (MFMA)” “in relation to a Municipality, means any expenditure incurred by a Municipality otherwise than in accordance with section 15 or 11(3), and includes:-

- (a) overspending of the total amount appropriated in the Municipality's approved budget;
- (b) overspending of the total amount appropriated for a vote in the approved budget;
- (c) expenditure from a vote unrelated to the department or functional area covered by the vote;
- (d) expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose;
- (e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of "allocation" otherwise than in accordance with any conditions of the allocation; or
- (f) a grant by the Municipality otherwise than in accordance with this Act;”

“Virement” means the process of transferring an approved budgetary provision from one operating cost element or capital project to another within a vote during a municipal financial year and which results from changed circumstances from that which prevailed at the time of the previous budget adoption.

The municipality total budget is not overspent at 30 April 2014, however several votes/department are overspent which means line items are overspent. The municipality have have Virement policy and engagement sessions with the affected departments must be done in order to make the necessary virements. Below are the following: Line items overspent, and line items categorized.

Nama Khoi Overspent Items at 30 April 2014

ACCOUNT NO	DESCRIPTION	YTD	YTD	ANNUAL	Overspent Items
		BUDGET	ACTUAL	BUDGET	
DIRECTORATE: 10	EXECUTIVE MAYOR & COUNC				
DEPARTMENT: 204	COUNCIL GENERAL ADMINIS				
CLASSIFICATION:	EMPLOYEE RELATED COSTS				
102040210162	CONTR. MEDICAL FD - (161 748		-161 748
CLASSIFICATION:	REMUNERATION OF COUNCI				-
102040810325	ALLOWANCE - CNLRS: TEL		187 495		-187 495
102040810329	ALLOWANCE - CNLRS: TRA		887 674		-887 674
102040810345	CONTR: PENSION FD- COU		60 621		-60 621
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
102042810983	AUDIT COMMITTEE TRAVEL		17 612		-17 612
102042811453	LEGAL EXPENSES		574 380		-574 380
102042811525	MEMBERSHIP & SUBSCRIPT	416 650	655 886	499 999	-155 887
102042811574	SPECIAL PROGRAMS		10 000		-10 000
102042811771	UNFORESEEN EXPENDITURE		1 000		-1 000
DIRECTORATE: 11	MUNICIPAL MANAGER				-
DEPARTMENT: 220	OFFICE OF THE MUNICIPAL				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
112200210273	RELIEF STAFF		16 840		-16 840
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
112202811562	PERFORMANCE REWARDS		4 332		-4 332
112202811582	RDP HOUSING EXPENDITUR		1 125 970		-1 125 970
112202811584	RDP HOUSING EXPENDITUR		332 877		-332 877
112202811586	RDP HOUSING EXPENDITUR		168 717		-168 717
112202811587	RDP HOUSING EXPENDITUR		1 166 630		-1 166 630
112202811588	RDP HOUSING EXPENDITUR		65 392		-65 392
112202811589	RDP HOUSING EXPENDITUR		73 061		-73 061
112202811590	MANDELA DAY - HOUSING		1 540		-1 540
112202811757	TRAVELLING AND SUBSIST	166 660	270 477	200 001	-70 476
112202811795	YEAR END FUNCTION EXPE		24 450		-24 450
CLASSIFICATION:	CONTR FROM OPERATING T				-
112203211841	LOOSE ASSETS:FURN & EQ		70		-70
DIRECTORATE: 11	MUNICIPAL MANAGER				-
DEPARTMENT: 221	INTERNAL AUDITING				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
112210210141	BONUSES	37 900	48 174	45 480	-2 694
DIRECTORATE: 11	MUNICIPAL MANAGER				-
DEPARTMENT: 223	INTEGRATED DEVELOPMENT				-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
112232811757	TRAVELLING AND SUBSIST	83 330	148 994	100 000	-48 994
DIRECTORATE: 11	MUNICIPAL MANAGER				-
DEPARTMENT: 227	INFORMATION TECHNOLOGY				-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
112272811571	PRINTING AND STATIONAR	368 740	720 071	442 501	-277 570
CLASSIFICATION:	CONTR FROM OPERATING T				-
112273211841	LOOSE ASSETS:FURN & EQ		255		-255
DIRECTORATE: 11	MUNICIPAL MANAGER				-
DEPARTMENT: 229	MUSEUM				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
112290210065	ALLOWANCE - HOUSING SU		1 250		-1 250
112290210141	BONUSES		8 475		-8 475
112290210173	CONTRIBUTIONS - PENSI		19 543		-19 543
112290210203	INSURANCE : UIF		923		-923
112290210223	LEVY - BARGAINING COUN		64		-64
112290210281	SALARIES		84 747		-84 747

DIRECTORATE: 13	CORPORATE SERVICES					-
DEPARTMENT: 267	CLEANING SERVICE MUN OF					-
CLASSIFICATION:	EMPLOYEE RELATED COSTS					-
132670210065	ALLOWANCE - HOUSING SU		5 872			-5 872
132670210113	ALLOWANCE - TRAVELLING		55 000			-55 000
132670210141	BONUSES		85 153			-85 153
132670210161	CONTRIBUTIONS - MEDICA		31 121			-31 121
132670210173	CONTRIBUTIONS - PENSIO		207 682			-207 682
132670210203	INSURANCE : UIF		13 920			-13 920
132670210223	LEVY - BARGAINING COUN		1 219			-1 219
132670210243	OVERTIME		24 946			-24 946
132670210273	RELIEF STAFF		23 280			-23 280
132670210281	SALARIES		1 277 168			-1 277 168
CLASSIFICATION:	GENERAL EXPENSES - OTH					-
132672811671	SERV CHGE MUN - ELECT		52 924			-52 924
132672811679	SERV CHGE MUN - REFUS		723			-723
132672811695	SERV CHGE MUN - SEWER		1 810			-1 810
132672811701	SERV CHGE MUN - WATER		100 319			-100 319
						-
DIRECTORATE: 15	FINANCIAL SERVICES					-
DEPARTMENT: 301	MANAGER: FINANCIAL SERV					-
CLASSIFICATION:	EMPLOYEE RELATED COSTS					-
153010210109	ALLOWANCE - STANDBY	64 510	85 738	77 414		-8 324
153010210113	ALLOWANCE - TRAVELLING	491 460	619 480	589 775		-29 705
153010210117	ALLOWANCE - TRANSPORT	10 800	15 644	12 961		-2 683
CLASSIFICATION:	CONTRACTED SERVICES					-
153012410745	CONSULTANCY SERVICES-		1 009 648			-1 009 648
CLASSIFICATION:	GENERAL EXPENSES - OTH					-
153012810671	TOOLS AND EQUIPMENT (T		202			-202
153012810981	AUDIT FEES	1 666 600	2 585 263	2 000 001		-585 262
153012811286	GRANT EXPENDITURE - MS	499 980	643 599	600 001		-43 598
153012811519	MUNICIPAL GAMES (Expen		165 126			-165 126
153012811702	STOCK LOSSES (WHS 1)		10 741			-10 741
153012811705	STOCK LOSSES (WHS 4)		4 466			-4 466
153012811706	STOCK LOSSES (WHS 5)		219			-219
153012811707	STOCK LOSSES (WHS 6)		5 896			-5 896
153012811708	STOCK LOSSES (WHS 7)		1 421			-1 421
153012811757	TRAVELLING AND SUBSIST	249 990	346 141	299 999		-46 142
153012811758	REVENUE FORGONE		9 972 719			-9 972 719
						-
DIRECTORATE: 15	FINANCIAL SERVICES					-
DEPARTMENT: 304	EXPENDITURE & SUPPLY CH					-
CLASSIFICATION:	GENERAL EXPENSES - OTH					-
153042811416	INTEREST PAID - CREDIT		3 074 289			-3 074 289
						-
DIRECTORATE: 15	FINANCIAL SERVICES					-
DEPARTMENT: 305	PROP RATES & VALUATION					-
CLASSIFICATION:	CONTRACTED SERVICES					-
153052410775	VALUATION SERVICES		671 102			-671 102
						-
DIRECTORATE: 16	COMMUNITY SERVICES: COM					-
DEPARTMENT: 318	MANAGER: COMMUNITY DEVE					-
CLASSIFICATION:	EMPLOYEE RELATED COSTS					-
163180210065	ALLOWANCE - HOUSING SU		514			-514
163180210113	ALLOWANCE - TRAVELLING		55 000			-55 000
163180210141	BONUSES		34 178			-34 178
163180210161	CONTRIBUTIONS - MEDICA		12 695			-12 695
163180210173	CONTRIBUTIONS - PENSIO		61 687			-61 687
163180210203	INSURANCE : UIF		2 781			-2 781
163180210223	LEVY - BARGAINING COUN		184			-184
163180210273	RELIEF STAFF		21 840			-21 840
163180210281	SALARIES		545 940			-545 940

ACCOUNT NO	DESCRIPTION	YTD BUDGET	YTD ACTUAL	ANNUAL BUDGET	Overspent Items
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 320	HEAD: CLEANSING & REMOV				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
163200210281	SALARIES		2 673		-2 673
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 323	LIBRARIES & INFORMATION				-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
163232811671	SERV CHGE MUN - ELECT		50 043		-50 043
163232811679	SERV CHGE MUN - REFUS		237		-237
163232811695	SERV CHGE MUN - SEWER		106		-106
163232811701	SERV CHGE MUN - WATER		112 815		-112 815
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 324	CEMETERIES				-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
163241810441	BUILDINGS		4 053		-4 053
					-
CLASSIFICATION:	GRANTS & SUBSIDIES PAI				-
163242610831	PAUPER BURIALS [ARMLAS	3 750	6 141	4 501	-1 640
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 326	PARKS & OPEN AREAS				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
163260210261	PROTECTIVE CLOTHING		293		-293
163260210273	RELIEF STAFF		94 640		-94 640
					-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
163261810441	BUILDINGS		14		-14
					-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
163262811671	SERV CHGE MUN - ELECT		9 924		-9 924
163262811701	SERV CHGE MUN - WATER		59 731		-59 731
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 327	SPORTS FACILITIES				-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
163271810604	OPERATING & MAINTENANC	16 670	26 333	20 000	-6 333
					-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
163272811671	SERV CHGE MUN - ELECT		687		-687
163272811679	SERV CHGE MUN - REFUS		712		-712
163272811693	SERV CHGE MUN - SEPTI		3 939		-3 939
163272811695	SERV CHGE MUN - SEWER		213		-213
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 328	REFUSE REM & WASTE MANA				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
163280210117	ALLOWANCE - TRANSPORT		2 520		-2 520
163280210203	INSURANCE : UIF	39 510	42 835	47 410	4 575
163280210207	INSURANCE: GROUP LIFE	2 140	6 693	2 565	-4 128
163280210243	OVERTIME	216 880	301 916	260 266	-41 650
163280210273	RELIEF STAFF		50 960		-50 960
					-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
163281810685	VEHICLES, PLANT & EQUI		1 384		-1 384
					-
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 331	COMMONAGE FARMS - STEIN				-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
163312811483	LIVESTOCK - DIP/ VACCI	6 660	33 145	7 998	-25 147
					-

ACCOUNT NO	DESCRIPTION	YTD BUDGET	YTD ACTUAL	ANNUAL BUDGET	Overspent Items
DIRECTORATE: 16	COMMUNITY SERVICES: COM				-
DEPARTMENT: 335	MUNICIPAL AIRPORT				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
163350210173	CONTRIBUTIONS - PENSIO		11 208		-11 208
163350210203	INSURANCE : UIF		626		-626
163350210223	LEVY - BARGAINING COUN		64		-64
163350210281	SALARIES		62 570		-62 570
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
163352811671	SERV CHGE MUN - ELECT		24 560		-24 560
163352811701	SERV CHGE MUN - WATER		29 264		-29 264
					-
DIRECTORATE: 17	COMMUNITY SERVICES: PUB				-
DEPARTMENT: 341	EMERGENCY, FIRE & DISAS				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
173410210065	ALLOWANCE - HOUSING SU		6 614		-6 614
173410210109	ALLOWANCE - STANDBY		54 467		-54 467
173410210113	ALLOWANCE - TRAVELLING		55 000		-55 000
173410210141	BONUSES		25 091		-25 091
173410210173	CONTRIBUTIONS - PENSIO		37 141		-37 141
173410210203	INSURANCE : UIF		4 375		-4 375
173410210223	LEVY - BARGAINING COUN		318		-318
173410210243	OVERTIME		15 786		-15 786
173410210273	RELIEF STAFF		5 000		-5 000
173410210281	SALARIES		346 242		-346 242
					-
DIRECTORATE: 17	COMMUNITY SERVICES: PUB				-
DEPARTMENT: 342	LAW ENFORCEMENT SERVICE				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
173420210105	ALLOWANCE - SHIFT ALLO		7 548		-7 548
173420210161	CONTRIBUTIONS - MEDICA	23 180	40 051	27 814	-12 237
173420210203	INSURANCE : UIF	11 260	11 885	13 511	1 626
173420210243	OVERTIME	80 710	405 577	96 851	-308 726
173420210273	RELIEF STAFF		24 800		-24 800
					-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
173421810685	VEHICLES, PLANT & EQUI		105		-105
					-
DIRECTORATE: 17	COMMUNITY SERVICES: PUB				-
DEPARTMENT: 344	TRAFFIC SERVICES				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
173440210105	ALLOWANCE - SHIFT ALLO		578		-578
173440210117	ALLOWANCE - TRANSPORT	3 900	27 121	4 679	-22 442
173440210161	CONTRIBUTIONS - MEDICA	80 260	105 770	96 315	-9 455
173440210223	LEVY - BARGAINING COUN	1 010	1 231	1 215	-16
173440210243	OVERTIME	74 210	110 446	89 061	-21 385
					-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
173441810685	VEHICLES, PLANT & EQUI		1 877		-1 877
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 361	MANAGER:INFRASTRUCT,ENG				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183610210065	ALLOWANCE - HOUSING SU		5 166		-5 166
183610210113	ALLOWANCE - TRAVELLING		116 000		-116 000
183610210141	BONUSES		26 345		-26 345
183610210161	CONTRIBUTIONS - MEDICA		25 864		-25 864
183610210173	CONTRIBUTIONS - PENSIO		79 782		-79 782
183610210203	INSURANCE : UIF		2 502		-2 502
183610210207	INSURANCE: GROUP LIFE		13 933		-13 933
183610210223	LEVY - BARGAINING COUN		127		-127
183610210243	OVERTIME		429		-429
183610210281	SALARIES		445 479		-445 479
					-
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183612811757	TRAVELLING AND SUBSIST	50 000	153 730	59 999	-93 731
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 362	PROJECT MANAGEMT UNIT:				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183620210113	ALLOWANCE - TRAVELLING		176 500		-176 500
183620210141	BONUSES		39 517		-39 517
183620210161	CONTRIBUTIONS - MEDICA		21 650		-21 650
183620210173	CONTRIBUTIONS - PENSIO		63 919		-63 919
183620210203	INSURANCE : UIF		2 664		-2 664
183620210223	LEVY - BARGAINING COUN		133		-133
183620210281	SALARIES		420 770		-420 770
					-

DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 363	ELECTRICAL ENGINEERING				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183630210005	ALLOWANCE - ACTING ALL		18 219		-18 219
183630210161	CONTRIBUTIONS - MEDICA	49 710	61 636	59 659	-1 977
183630210223	LEVY - BARGAINING COUN	1 140	1 181	1 369	188
183630210243	OVERTIME	416 470	566 051	499 781	-66 270
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
183631810471	DISTRIBUTION NETWORK -	666 640	1 367 700	800 000	-567 700
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183632810734	ESKOM ELECTR.- INFRAS	333 320	1 338 409	399 999	-938 410
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 365	MECHANICAL ENG SERV: WO				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183650210109	ALLOWANCE - STANDBY		15 685		-15 685
183650210161	CONTRIBUTIONS - MEDICA	36 140	46 987	43 365	-3 622
183650210261	PROTECTIVE CLOTHING		146		-146
183650210273	RELIEF STAFF		23 520		-23 520
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
183651810685	VEHICLES, PLANT & EQUI		34 569		-34 569
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183652811701	SERV CHGE MUN - WATER	830	2 873	998	-1 875
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 366	ROADS				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183660210113	ALLOWANCE - TRAVELLING	55 000	101 860	66 000	-35 860
183660210117	ALLOWANCE - TRANSPORT		500		-500
183660210161	CONTRIBUTIONS - MEDICA	7 220	8 276	8 663	387
183660210173	CONTRIBUTIONS - PENSIO	162 290	235 633	194 755	-40 878
183660210203	INSURANCE : UIF	14 470	18 510	17 360	-1 150
183660210207	INSURANCE: GROUP LIFE	1 750	3 417	2 103	-1 314
183660210223	LEVY - BARGAINING COUN	1 070	1 162	1 285	123
183660210273	RELIEF STAFF		7 440		-7 440
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 368	WATER SERVICE				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183680210005	ALLOWANCE - ACTING ALL		8 086		-8 086
183680210273	RELIEF STAFF		55 800		-55 800
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183682811111	CHEMICALS- GOODHOUSE	16 660	20 685	19 998	-687
183682811113	CHEMICALS- ROOIWAL	16 660	27 635	19 998	-7 637
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 369	SEWERAGE & SANITATION S				-
CLASSIFICATION:	EMPLOYEE RELATED COSTS				-
183690210105	ALLOWANCE - SHIFT ALLO		25 014		-25 014
183690210203	INSURANCE : UIF	26 380	33 450	31 662	-1 788
183690210207	INSURANCE: GROUP LIFE	3 340	6 517	4 008	-2 509
183690210243	OVERTIME	211 320	306 297	253 599	-52 698
183690210273	RELIEF STAFF		57 600		-57 600
183690210285	SUNDAY PREMIUM		57 486		-57 486
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183692811671	SERV CHGE MUN - ELECT	10 110	50 734	12 134	-38 600
183692811701	SERV CHGE MUN - WATER		14 709		-14 709
					-
DIRECTORATE: 18	INFRASTRUCTURE,ENG & TE				-
DEPARTMENT: 372	VEHICLE, PLANT & MACHIN				-
CLASSIFICATION:	REPAIRS & MAINTENANCE				-
183721810685	VEHICLES, PLANT & EQUI		1 059 438		-1 059 438
183721810687	VEHICLES - TYRES & TUB		380 421		-380 421
CLASSIFICATION:	GENERAL EXPENSES - OTH				-
183722811315	FUEL & OIL		1 807 330		-1 807 330
183722811481	LICENCE FEES		156 817		-156 817
					-
	TOTAL				-36 751 684

Analysis of overspent items:

The total overspent items at 30 April 2014 amounts to R33 756 546.

Amounts exceeding R1m overspent: Revenue foregone- relates to the free basic services the municipality gives to the community this needs to be distributed to the different service department., legal expenses – under budgeted, interest paid – fruitless and wasteful expenditure, fuel and oil – wrongfully allocated, RDP housing expenditure – not budgeted, consultancy services – wrongfully allocated, report for full analyses below

In the the amount above R4 246 599 are included, this amount represent item with no budget allocated to them, report for full analyses below.

In the amount above R5 124 553 are included, this amount represent salary items that are not centralized and therefore not budget is allocated to them per department, the budget for these salary department are included in the main department of the directorate and should be moved to these department, report for full analyses below

In the amount above R2 164 855 are items exceeding the allocated budget, report for full analyses below.

Nama Khoi Overspent Items categorised at 30 April 2014						
ACCOUNT NO	DESCRIPTION	YTD BUDGET	YTD ACTUAL	ANNUAL BUDGET	Overspent	
132670210281	SALARIES		1 277 168		-1 277 168	
153012410745	CONSULTANCY SERVICES-		1 009 648		-1 009 648	
183721810685	VEHICLES, PLANT & EQUI		1 059 438		-1 059 438	
112202811582	RDP HOUSING EXPENDITUR		1 125 970		-1 125 970	
112202811587	RDP HOUSING EXPENDITUR		1 166 630		-1 166 630	
183722811315	FUEL & OIL		1 807 330		-1 807 330	
153042811416	INTEREST PAID - CREDIT		3 074 289		-3 074 289	
153012811758	REVENUE FORGONE		9 972 719		-9 972 719	
183632810734	ESKOM ELECTR.- INFRAST	333 320	1 338 409	399 999	-938 410	
183631810471	DISTRIBUTION NETWORK -	666 640	1 367 700	800 000	-567 700	
153012810981	AUDIT FEES	1 666 600	2 585 263	2 000 001	-585 262	
132612811453	LEGAL EXPENSES	125 000	2 781 126	150 003	-2 631 123	
	Total Line items exceeding R1million				-25 215 687	

Line items with budget overspent						
183660210223		LEVY - BARGAINING COUN	1 070	1 162	1 285	123
183660210207		INSURANCE: GROUP LIFE	1 750	3 417	2 103	-1 314
163242610831		PAUPER BURIALS [ARMLAS	3 750	6 141	4 501	-1 640
183690210207		INSURANCE: GROUP LIFE	3 340	6 517	4 008	-2 509
163280210207		INSURANCE: GROUP LIFE	2 140	6 693	2 565	-4 128
183660210161		CONTRIBUTIONS - MEDICA	7 220	8 276	8 663	387
153010210117		ALLOWANCE - TRANSPORT	10 800	15 644	12 961	-2 683
183660210203		INSURANCE : UIF	14 470	18 510	17 360	-1 150
183682811111		CHEMICALS- GOODHOUSE	16 660	20 685	19 998	-687
132610210109		ALLOWANCE - STANDBY	19 720	25 790	23 661	-2 129
163271810604		OPERATING & MAINTENANC	16 670	26 333	20 000	-6 333
183682811113		CHEMICALS- ROOIWAL	16 660	27 635	19 998	-7 637
163312811483		LIVESTOCK - DIP/ VACCI	6 660	33 145	7 998	-25 147
183690210203		INSURANCE : UIF	26 380	33 450	31 662	-1 788
183651810685		VEHICLES, PLANT & EQUI		34 569		-34 569
163280210203		INSURANCE : UIF	39 510	42 835	47 410	4 575
183650210161		CONTRIBUTIONS - MEDICA	36 140	46 987	43 365	-3 622
112210210141		BONUSES	37 900	48 174	45 480	-2 694
112322811757		TRAVELLING AND SUBSIST	37 830	49 209	45 398	-3 811
183692811671		SERV CHGE MUN - ELECT	10 110	50 734	12 134	-38 600
153010210109		ALLOWANCE - STANDBY	64 510	85 738	77 414	-8 324
183660210113		ALLOWANCE - TRAVELLING	55 000	101 860	66 000	-35 860
112322811566		PMS: E PERFORM SYSTEMS	41 670	116 866	50 001	-66 865
112232811757		TRAVELLING AND SUBSIST	83 330	148 994	100 000	-48 994
183612811757		TRAVELLING AND SUBSIST	50 000	153 730	59 999	-93 731
132610210161		CONTRIBUTIONS - MEDICA	146 450	194 887	175 746	-19 141
132612811735		TELEPHONES - CELLPHONE	100 000	235 071	119 999	-115 072
183660210173		CONTRIBUTIONS - PENSIO	162 290	235 633	194 755	-40 878
112202811757		TRAVELLING AND SUBSIST	166 660	270 477	200 001	-70 476
132661810604		OPERATING & MAINTENANC	161 660	273 483	194 000	-79 483
163280210243		OVERTIME	216 880	301 916	260 266	-41 650
183690210243		OVERTIME	211 320	306 297	253 599	-52 698
153012811757		TRAVELLING AND SUBSIST	249 990	346 141	299 999	-46 142
132632810953		ADVERTISING FEES	108 330	386 616	130 000	-256 616
132612811757		TRAVELLING AND SUBSIST	333 320	472 536	399 999	-72 537
153010210113		ALLOWANCE - TRAVELLING	491 460	619 480	589 775	-29 705
132612811733		TELEPHONES - TELKOM	491 980	622 092	590 399	-31 693
153012811286		GRANT EXPENDITURE - MS	499 980	643 599	600 001	-43 598
102042811525		MEMBERSHIP & SUBSCRIPT	416 650	655 886	499 999	-155 887
183630210223		LEVY - BARGAINING COUN	1 140	1 181	1 369	188
173440210223		LEVY - BARGAINING COUN	1 010	1 231	1 215	-16
183630210161		CONTRIBUTIONS - MEDICA	49 710	61 636	59 659	-1 977
173440210161		CONTRIBUTIONS - MEDICA	80 260	105 770	96 315	-9 455
173440210243		OVERTIME	74 210	110 446	89 061	-21 385
173420210243		OVERTIME	80 710	405 577	96 851	-308 726
183630210243		OVERTIME	416 470	566 051	499 781	-66 270
112272811571		PRINTING AND STATIONAR	368 740	720 071	442 501	-277 570
183652811701		SERV CHGE MUN - WATER	830	2 873	998	-1 875
173420210203		INSURANCE : UIF	11 260	11 885	13 511	1 626
173440210117		ALLOWANCE - TRANSPORT	3 900	27 121	4 679	-22 442
173420210161		CONTRIBUTIONS - MEDICA	23 180	40 051	27 814	-12 237
		Total				-2 164 845

Line items with no budget allocated					
163261810441		BUILDINGS		14	-14
112203211841		LOOSE ASSETS:FURN & EQ		70	-70
132613211841		LOOSE ASSETS:FURN & EQ		97	-97
173421810685		VEHICLES, PLANT & EQUI		105	-105
163232811695		SERV CHGE MUN - SEWER		106	-106
183650210261		PROTECTIVE CLOTHING		146	-146
153012810671		TOOLS AND EQUIPMENT (T		202	-202
163272811695		SERV CHGE MUN - SEWER		213	-213
153012811706		STOCK LOSSES (WHS 5)		219	-219
163232811679		SERV CHGE MUN - REFUS		237	-237
112273211841		LOOSE ASSETS:FURN & EQ		255	-255
163260210261		PROTECTIVE CLOTHING		293	-293
163272811671		SERV CHGE MUN - ELECT		687	-687
132612810671		TOOLS AND EQUIPMENT (T		706	-706
163272811679		SERV CHGE MUN - REFUS		712	-712
132672811679		SERV CHGE MUN - REFUS		723	-723
102042811771		UNFORESEEN EXPENDITURE		1 000	-1 000
163281810685		VEHICLES, PLANT & EQUI		1 384	-1 384
153012811708		STOCK LOSSES (WHS 7)		1 421	-1 421
112202811590		MANDELA DAY - HOUSING		1 540	-1 540
132672811695		SERV CHGE MUN - SEWER		1 810	-1 810
173441810685		VEHICLES, PLANT & EQUI		1 877	-1 877
132662811679		SERV CHGE MUN - REFUS		3 463	-3 463
163272811693		SERV CHGE MUN - SEPTI		3 939	-3 939
132662811693		SERV CHGE MUN - SEPTI		3 970	-3 970
163241810441		BUILDINGS		4 053	-4 053
112342811260		EPWP CLEANING PROJECT		4 175	-4 175
112202811562		PERFORMANCE REWARDS		4 332	-4 332
153012811705		STOCK LOSSES (WHS 4)		4 466	-4 466
153012811707		STOCK LOSSES (WHS 6)		5 896	-5 896
132612810953		ADVERTISING FEES		7 270	-7 270
183660210273		RELIEF STAFF		7 440	-7 440
163262811671		SERV CHGE MUN - ELECT		9 924	-9 924
102042811574		SPECIAL PROGRAMS		10 000	-10 000
153012811702		STOCK LOSSES (WHS 1)		10 741	-10 741
183692811701		SERV CHGE MUN - WATER		14 709	-14 709
102042810983		AUDIT COMMITTEE TRAVEL		17 612	-17 612
132661810441		BUILDINGS		21 801	-21 801
112202811795		YEAR END FUNCTION EXPE		24 450	-24 450
163352811671		SERV CHGE MUN - ELECT		24 560	-24 560
163352811701		SERV CHGE MUN - WATER		29 264	-29 264
163232811671		SERV CHGE MUN - ELECT		50 043	-50 043
132662811701		SERV CHGE MUN - WATER		50 660	-50 660
132672811671		SERV CHGE MUN - ELECT		52 924	-52 924
163262811701		SERV CHGE MUN - WATER		59 731	-59 731
132662811671		SERV CHGE MUN - ELECT		59 845	-59 845
112202811588		RDP HOUSING EXPENDITUR		65 392	-65 392
112202811589		RDP HOUSING EXPENDITUR		73 061	-73 061
132612410767		SECURITY SERVICES		74 319	-74 319
132672811701		SERV CHGE MUN - WATER		100 319	-100 319
163232811701		SERV CHGE MUN - WATER		112 815	-112 815
183722811481		LICENCE FEES		156 817	-156 817
153012811519		MUNICIPAL GAMES (Expen		165 126	-165 126
112202811586		RDP HOUSING EXPENDITUR		168 717	-168 717
112202811584		RDP HOUSING EXPENDITUR		332 877	-332 877
183721810687		VEHICLES - TYRES & TUB		380 421	-380 421
132612811563		POSTAGE		401 134	-401 134
132612811461		LEVY - SETA TRAINING		471 034	-471 034
102042811453		LEGAL EXPENSES		574 380	-574 380
153052410775		VALUATION SERVICES		671 102	-671 102
					-4 246 599

Employee related cost not link to correct department/Vote					
112290210223		LEVY - BARGAINING COUN		64	-64
183610210223		LEVY - BARGAINING COUN		127	-127
183620210223		LEVY - BARGAINING COUN		133	-133
163180210223		LEVY - BARGAINING COUN		184	-184
173410210223		LEVY - BARGAINING COUN		318	-318
183610210243		OVERTIME		429	-429
163180210065		ALLOWANCE - HOUSING SU		514	-514
173440210105		ALLOWANCE - SHIFT ALLO		578	-578
112290210203		INSURANCE : UIF		923	-923
132670210223		LEVY - BARGAINING COUN		1 219	-1 219
112290210065		ALLOWANCE - HOUSING SU		1 250	-1 250
183610210203		INSURANCE : UIF		2 502	-2 502
183620210203		INSURANCE : UIF		2 664	-2 664
163200210281		SALARIES		2 673	-2 673
163180210203		INSURANCE : UIF		2 781	-2 781
173410210203		INSURANCE : UIF		4 375	-4 375
173410210273		RELIEF STAFF		5 000	-5 000
183610210065		ALLOWANCE - HOUSING SU		5 166	-5 166
132670210065		ALLOWANCE - HOUSING SU		5 872	-5 872
173410210065		ALLOWANCE - HOUSING SU		6 614	-6 614
173420210105		ALLOWANCE - SHIFT ALLO		7 548	-7 548
112290210141		BONUSES		8 475	-8 475
163180210161		CONTRIBUTIONS - MEDICA		12 695	-12 695
132670210203		INSURANCE : UIF		13 920	-13 920
183610210207		INSURANCE: GROUP LIFE		13 933	-13 933
183650210109		ALLOWANCE - STANDBY		15 685	-15 685
173410210243		OVERTIME		15 786	-15 786
183630210005		ALLOWANCE - ACTING ALL		18 219	-18 219
112290210173		CONTRIBUTIONS - PENSIO		19 543	-19 543
183620210161		CONTRIBUTIONS - MEDICA		21 650	-21 650
163180210273		RELIEF STAFF		21 840	-21 840
132670210273		RELIEF STAFF		23 280	-23 280
183650210273		RELIEF STAFF		23 520	-23 520
173420210273		RELIEF STAFF		24 800	-24 800
132670210243		OVERTIME		24 946	-24 946
183690210105		ALLOWANCE - SHIFT ALLO		25 014	-25 014
173410210141		BONUSES		25 091	-25 091
183610210161		CONTRIBUTIONS - MEDICA		25 864	-25 864
183610210141		BONUSES		26 345	-26 345
132670210161		CONTRIBUTIONS - MEDICA		31 121	-31 121
163180210141		BONUSES		34 178	-34 178
173410210173		CONTRIBUTIONS - PENSIO		37 141	-37 141
183620210141		BONUSES		39 517	-39 517
173410210109		ALLOWANCE - STANDBY		54 467	-54 467
132670210113		ALLOWANCE - TRAVELLING		55 000	-55 000
163180210113		ALLOWANCE - TRAVELLING		55 000	-55 000
173410210113		ALLOWANCE - TRAVELLING		55 000	-55 000
183690210285		SUNDAY PREMIUM		57 486	-57 486
183690210273		RELIEF STAFF		57 600	-57 600
102040810345		CONTR: PENSION FD- COU		60 621	-60 621
163180210173		CONTRIBUTIONS - PENSIO		61 687	-61 687
183620210173		CONTRIBUTIONS - PENSIO		63 919	-63 919
183610210173		CONTRIBUTIONS - PENSIO		79 782	-79 782
112290210281		SALARIES		84 747	-84 747
132670210141		BONUSES		85 153	-85 153
183610210113		ALLOWANCE - TRAVELLING		116 000	-116 000
102040210162		CONTR. MEDICAL FD - (161 748	-161 748
183620210113		ALLOWANCE - TRAVELLING		176 500	-176 500
102040810325		ALLOWANCE - CNLRS: TEL		187 495	-187 495
132670210173		CONTRIBUTIONS - PENSIO		207 682	-207 682
173410210281		SALARIES		346 242	-346 242
183620210281		SALARIES		420 770	-420 770
183610210281		SALARIES		445 479	-445 479
163180210281		SALARIES		545 940	-545 940
102040810329		ALLOWANCE - CNLRS: TRA		887 674	-887 674
163350210223		LEVY - BARGAINING COUN		64	-64
163350210203		INSURANCE : UIF		626	-626
163350210281		SALARIES		62 570	-62 570
112200210273		RELIEF STAFF		16 840	-16 840
183660210117		ALLOWANCE - TRANSPORT		500	-500
132610210117		ALLOWANCE - TRANSPORT		1 250	-1 250
163280210117		ALLOWANCE - TRANSPORT		2 520	-2 520
183680210005		ALLOWANCE - ACTING ALL		8 086	-8 086
163350210173		CONTRIBUTIONS - PENSIO		11 208	-11 208
163280210273		RELIEF STAFF		50 960	-50 960
183680210273		RELIEF STAFF		55 800	-55 800
163260210273		RELIEF STAFF		94 640	-94 640
		Total			-5 124 553

FINANSËLE IMPLIKASIES/FINANCIAL IMPLICATION :

WETLIKE IMPLIKASIES/LEGAL IMPLICATION: Section 32 of the MFMA

32. (1) Without limiting liability in terms of the common law or other legislation—
(a) a political office-bearer of a municipality is liable for unauthorised expenditure if that office-bearer knowingly or after having been advised by the accounting officer of the municipality that the expenditure is likely to result in unauthorised expenditure, instructed an official of the municipality to incur the expenditure;

(d) any political office-bearer or official of a municipality who deliberately or negligently made or authorised a fruitless and wasteful expenditure is liable for that expenditure.

(2) (b) in the case of irregular or fruitless and wasteful expenditure, is, after investigation by a council committee, certified by the council as irrecoverable and written off by the council.

(3) If the accounting officer becomes aware that the council, the mayor or the executive committee of the municipality, as the case may be, has taken a decision which, if implemented, is likely to result in unauthorised, irregular or fruitless and wasteful expenditure, the accounting officer is not liable for any ensuing unauthorised, irregular or fruitless and wasteful expenditure provided that the accounting officer has informed the council, the mayor or the executive committee, in writing, that the expenditure is likely to be unauthorised, irregular or fruitless and wasteful expenditure.

(4) The accounting officer must promptly inform the mayor, the MEC for local government in the province and the Auditor-General, in writing, of—
(a) any unauthorised, irregular or fruitless and wasteful expenditure incurred by the municipality;

(b) whether any person is responsible or under investigation for such unauthorised, irregular or fruitless and wasteful expenditure; and

(c) the steps that have been taken—
(i) to recover or rectify such expenditure; and
(ii) to prevent a recurrence of such expenditure.

(5) The writing off in terms of subsection (2) of any unauthorised, irregular or fruitless

and wasteful expenditure as irrecoverable, is no excuse in criminal or disciplinary proceedings against a person charged with the commission of an offence or a breach of this Act relating to such unauthorised, irregular or fruitless and wasteful expenditure.

(8) The Minister, acting with the concurrence of the Cabinet member responsible for local government, may regulate the application of this section by regulation in terms of section 168.

AANBEVELINGS/RECOMMENDATION:

Council to take note of the report.

That the Council should follow Section 32 of the MFMA (Municipal Finance Management Act) in dealing with this issue.

Chief Financial Officer

Nozuko Mdaka