

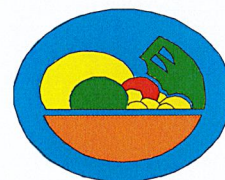


**GREATER TZANEEN MUNICIPALITY
GROTER TZANEEN MUNISIPALITEIT
MASIPALA WA TZANEEN
MASEPALA WA TZANEEN**

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Tropical Paradise

**MINUTES OF THE 2ND SPECIAL COUNCIL MEETING FOR 2025/2026
FINANCIAL YEAR OF THE GREATER TZANEEN MUNICIPALITY HELD AT OLD
FIRE HALL ON THURSDAY THE 28TH OF AUGUST 2025 AT 14H00.**

PRESENT

The Speaker

Councillor S Tiba

COUNCILLORS

As per attached attendance register (Annexure "X")

OFFICIALS

**The Municipal Manager
The Director PED
The Director Electrical Engineering
The Director Engineering Services
The Chief Financial Officer
The Director Community Services
The Director Corporate Services
The Manager Council Support
The Manager Communication & Marketing
The Manager Safety and Security
The Committee Clerk
The Committee Clerk
The Committee Clerk
The Mayor's PA
The Communication Assistant
The Communication Assistant
The Communication Assistant
The MPAC Researcher
The MPAC Secretary**

**Mr D Mhangwana
Mr BM Mathebula
Mr F Mthetwa
Mrs HO Mundzelele
Mr CM Maeta
Ms C Ntimbani
Mrs NMH Maake
Mrs W Baloyi
Mr N Ndlala
Mr K Makhubela
Ms MB Maake
Mrs FS Makhubele
Ms T Malemela
Ms B Kgatle
Ms P Muchabi
Ms V Makhubele
Mr T Manyama
Mrs M Sekopane
Ms K Modjadji**

TRADITIONAL AUTHORITIES

**The Maake Traditional Authority Representative
The Muhlava Traditional Authority Representative
The Batlhabine Traditional Authority Representative
The Mankweng Traditional Authority Representative
The Modjadji Traditional Authority Representative
The Nyavana Tribal Authority Representative
The Valoyi Traditional Authority Representative
The Sebela Traditional Authority Representative**

**None
Mr MM Mushwana
Ms MM Mogoboya
None
Mrs SM Modjadji
Mr P Mabunda
Mr H Mukhari
None**

1. OPENING AND WELCOME

Councillor Doncy Sejaphala opened the meeting with a prayer and the Speaker, Councillor MS Tiba welcomed everyone present in the meeting.

2. APPLICATIONS FOR LEAVE OF ABSENCE AND THE SIGNING OF THE ATTENDANCE REGISTER

The applications for leave of absence were received from the following:

- Councillor R Shaai
- Councillor R Shingange
- Councillor C Dreyer
- Councillor P Welthagen
- Councillor J Mashele
- Councillor M Mmola
- Councillor DG Mkhabele
- Councillor W Maake
- Councillor B Ramoshaba
- Councillor E Ngobeni
- Councillor K Ndlovu
- Councillor N Mohonome
- Councillor C Ramathoka -requested to arrive late
- The Manager Legal, Mr J Ramafala
- The Mmamabolo Traditional Authority Representative, Mr RA Sehlapelo
- The Maake Traditional Authority Representative, Dr M Maake
- The Nyavana Tribal Authority Representative, Mr P Mabunda-requested to leave early

RESOLVED

That the applications for leave of absence received be granted as follows:

- Councillor R Shaai
- Councillor R Shingange
- Councillor C Dreyer
- Councillor P Welthagen

- Councillor J Mashele
- Councillor M Mmola
- Councillor DG Mkhabele
- Councillor W Maake
- Councillor B Ramoshaba
- Councillor E Ngobeni
- Councillor K Ndlovu
- Councillor N Mohonome
- Councillor C Ramathoka -requested to arrive late
- The Manager Legal, Mr J Ramafala
- The Mmamabolo Traditional Authority Representative, Mr RA Sehlapelo
- The Maake Traditional Authority Representative, Dr M Maake
- The Nyavana Tribal Authority Representative-, Mr P Mabunda requested to leave early

3. PRESENTATION (NO)

None.

4. OFFICIAL NOTICES

- 4.1 The Municipal Manager, Mr. D Mhangwana announced that on Thursday, 28 August 2025, same day of Council meeting, they held a brief meeting with the Auditor General who started with the audit for 2024/2025 financial year.
- 4.2 The Municipal Manager, Mr. D Mhangwana further indicated that the Local Energy forum will be held on Monday the 1st September 2025 at 10H00 Council Chamber.
- 4.3 The Municipal Manager, Mr. D Mhangwana further announced that the Imbizo will be held at ward 9 Khwekhwe Sport Ground at 10H00.
- 4.3 The Municipal Manager, Mr. D Mhangwana further indicated that the municipality has procured a new system to identify people who are accessing the main building and requested councillors to visit office no. 27 for assistance to be registered to access the building.

4.4 The Whip, Councillor G Malatji requested ANC councillors to remain after Council meeting for a caucus.

5. GIFTS AND FAVORS

None.

6. STATEMENTS AND COMMUNICATIONS BY THE SPEAKER

None.

7. QUESTIONS OF WHICH NOTICE HAS BEEN GIVEN

None.

8. MOTIONS OR PROPOSALS DEFERRED FROM THE PREVIOUS MEETINGS

None.

9. PROPOSALS OF CONDOLENCES OR CONGRATULATIONS BY THE CHAIRPERSON

9.1 The Speaker MS Tiba expressed her condolences to the Mboweni family for the loss of a mother and grandmother who served as a ward committee for 3 terms in ward 29. She further indicated that the memorial service was held the same day on Thursday, 28 August 2025, and that Councillor W Maake is also attending the memorial service.

10. PROPOSALS OF CONDOLENCES OR CONGRATULATIONS BY OTHER MEMBERS

10.1 The Whip Councillor G Malatji expressed his condolences to the Mushwana family for the passing of comrade Charles Mushwana

in ward 33 and the memorial service was held the same day on Thursday, 28 August 2025 at 12H00.

10.2 The Whip Councillor G Malatji congratulated Orlando Pirates for defeating Mamelodi Sundown with penalties at the MTN 8 soccer final on Saturday 23 August 2025.

10.3 Councillor L Ramalepe expressed his condolences for the passing of Ms Phindi Madia a fearless reporter who contributed a lot to the media.

NOTE: *A moment of silence was observed by all at the meeting.*

11. OUTSTANDING MATTERS

None.

12. PETITIONS

None.

13. MOTIONS

None.

14. REPORT FROM AUDIT COMMITTEE

(Item A20 was approved by Council)

15. REPORT FROM MPAC

None

16. INPUTS BY THE TRADITIONAL LEADER

None.

17. REPORT FROM ETHICS COMMITTEE

None.

18. REPORT FROM WARD COMMITTEE

None

19. REPORT FROM PORTFOLIO COMMITTEES

None.

20. REPORTS IN COMMITTEES

None.

21. URGENT REPORT - ALLOWED ONLY WITH THE CONSENSUS OF THE CHAIRPERSON

None.

22. RECOMMENDATIONS OF THE EXECUTIVE COMMITTEE MEETING FOR THE PERIOD AUGUST 2025.

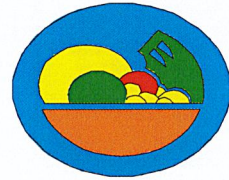
None.



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**A20 MPAC INVESTIGATION REPORT ON THE UNAUTHORIZED, IRREGULAR,
FRUITLESS AND WASTEFUL EXPENDITURE INVESTIGATION REPORT
FINANCIAL YEARS 2023/2024, 2023/22, 2022/21, 2021/20, 2020/2019 AND
2019/18 HISTORIC EXPENDITURES**

(C 2025 08 27)

(12/2/3/1/1)

RESOLVED

1. That Council rescind resolutions under item A18 of the report presented in Council on 21 August 2025.
2. That Council note that some of the resolutions contained in the report include the historic expenditures previously tabled in Council from previous financial years and referred to the Financial Misconduct Board for further processing.

FRUITLESS AND WASTEFUL EXPENDITURE

3. That the fruitless and wasteful expenditure of R994 265.67 be written off by Council related to the historic system calculation error, and the error stemmed from an improperly configured calculation within the municipality's legacy system.

4. That Council note that the Material irregularity that has been raised by AGSA on the historic system calculation error, has been resolved and corrected by the municipality.
5. That Council note that the amount of R274 444 .20, was fully recovered from the service provider.
6. That the Accounting Officer must open a criminal case against TJ Machete Attorneys for invoicing the municipality twice on one (1) court appearance as if it was two (2) court appearances.
7. That the Accounting Officer recovers the overpayment of R363 666.66 paid to Eternity Star Investments and submit a report in the next Council meeting.
8. That the Accounting Officer must open a criminal case against Eternity Star Investments for the misrepresentation of materials which were not on site but wrongly reported and claimed for from the municipality.
9. That the municipality engage with Treasury about the service providers found to have participated in the fraudulent activities to be blacklisted.
10. That the overpayments to service providers, in future, be recovered from the user departments (officials) who sign invoices without proper review.
11. That the fruitless and wasteful expenditure related to calculation error for leave encashment, amounting to R1 738 895,23 **(2023/2024)**, R1 507 005,34 **(2022/2023)** and R1 229 448.30 **(2021/2022)** be written off.
12. That an amount of R2619.60 related to, ABSA admin fees for vehicles which are not moving (broken for a long period of time) be recovered from the responsible officials working with the administration of municipal fleet and related duties.
13. That the fruitless expenditure related to the indigents (deceased and non – qualifying indigents) amounting to the following expenditure be written off, R176

567,50 (**2023/2024**), R212 629,32 (**2022/2023**) and R193 330,71 (**2021/2022**) as there are no prospects of recovering the money.

14. That the municipality consider, in future, to procure a system linked to home affairs to be able to identify the deceased indigents.
15. That Council note that fruitless and wasteful expenditure related to interest on late payment, due to late submission of invoice by user department, of R374.34 has been recovered from the responsible official.
16. That Council write-off the fruitless and wasteful expenditure for the amount of R1 247 699.78 related to Tshiamiso- Mulati Access Road, which was identified by AGSA as a material irregularity (MI) and which has since been resolved.
17. That Council notes and approves the removal of the fruitless and wasteful expenditure of R2 222 291.71, related to Letsopa Consulting Engineers – Mulati Access Road, has been recovered. The expenditure was identified by AGSA as material irregularity (MI) and has since been resolved. The overpayment was set off against certificate number 15.
18. That the Project Management Unit (PMU) strengthen their internal controls processes for recalculation and verification of payment certificates and further undertake capacity building on financial controls, payment processes and risk assessment on BOQs.

FRUITLESS AND WASTEFUL EXPENDITURES 2021/22

19. That Council write-off the fruitless and wasteful expenditure amounting to R5 413 503.97 related to the interest on late payments of Eskom, which was identified by AGSA as a Material Irregularity (MI) and has since been resolved,

due to reasons advanced to the AGSA, the municipality experienced cash flow constraints at the time of the occurrence.

20. That Council approves the removal of the fruitless and wasteful expenditure amounting to R2 973 799.25 from the register as the Material Irregularity was resolved, through the dispute lodged and engagements held between the Accounting Officer and Eskom.

FRUITLESS AND WASTEFUL EXPENDITURES 2019/20

21. That the fruitless and wasteful expenditure amounting to R70 752. 90 related to the non-payment of the Compensation Commissioner due to cashflow constraints be written- off.
22. That Council note that the payments for Compensation Commissioner is now processed timeously.
23. That the fruitless and wasteful expenditure of R5 580.93 related to the interest on late payments of AGSA be written off.

FRUITLESS AND WASTEFUL EXPENDITURES 2018/19

24. That the fruitless and wasteful expenditure amounting to R70 752. 90 related to the non-payment of the Compensation Commissioner due to cashflow constraints be written- off.
25. That Council approves the removal from the register of the fruitless and wasteful expenditure of R96.57 related to the late payment of interest to Eskom which was recovered from Eskom.

IRREGULAR EXPENDITURE.

26. That the irregular expenditure related to Anaka Group amounting to **2022/23** (R1 327 099.62), **2023/24** (R3 687 528.38) and **2024/25** (R2 889 447.08) be written off.
27. That Council write-off the irregular expenditure related to Contour Technology the amounts of R1256.30 (July 2023) and R60 872.41 (**August 2023**).
28. That Council write-off the irregular expenditure related to George B Security, the amount of R 16 159 695.52 (**2021/22**), R 25 662 499.81 (**2022/23**) R28 990 716.77 (2023/24) and R7 215 344.11 (**2024/25**).
29. That the irregular expenditure of R 549 658.60 related to Maloka Machaba be written off, (2023/2024).

PANEL OF ELECTRICAL CONTRACTORS

30. That the irregular expenditures of R 1 637 118.66 related to Aspire Safety Consultants be written off.
31. That the irregular expenditure of R 621 349. 23 related to Asonke be written off.
32. That the irregular expenditure of R 1 103 692. 09 related to Errol Construction and projects be written off
33. That the irregular expenditure of R 5 458 622.59 related to Kedibone construction be written off.
34. That the irregular expenditure of R 600 000.01 related to Kwanano Trading be written off.
35. That the irregular expenditure of R 1 276 574.06 related to Maleboti Construction be written off.
36. That the irregular expenditure of R 719 149.90 related to MashP written off.

37. That the irregular expenditure of R 1 094 458. 92 related to Mikhove be written off.
38. That the irregular expenditure of R 1 436 187.22 related to Mmirwa be written off.
39. That the irregular expenditure of R 940 164.93 related to Moepeng be written off.
40. That the irregular expenditure of R900 000.00 related to Ntivombango be written off.
41. That the irregular expenditure of R 537 940.70 related to Mosekgo Civil Construction.
42. That the irregular expenditure of R 2 297 642.29 related to Omphile Electrical be written off.
43. That the irregular expenditure of R 129 547. 50 related to Omuhle Trading be written off.
44. That the irregular expenditure of R 3 114 511.95 related OTS Electrical be written off.
45. That the irregular expenditure of R 885 727.13 related to Picabiz be written off.
46. That the irregular expenditure of R 1 095 031.05 related to Ringanani be written off.
47. That the irregular expenditure of R 6 062 579.17 related to Rivisi Electrical be written off.
48. That the irregular expenditure of R 2 166 370.00 related to RM Mashaba be written off.
49. That the irregular expenditure of R 673 263.51 related to Semodi Trading be written off.
50. That the irregular expenditure of R 911 273.60 related to Zerbacraft be written off.

51. That the irregular expenditure of R 147 314 .95 related to Gumela General Trading be written-off.
52. That the irregular expenditure of R 497 187 .30 related to Kedibone Construction be written-off.
53. That the irregular expenditure of R 152 111. 93 related to Khakhi Construction be written-off.
54. That the irregular expenditure of R 171 463.93 related to Kwanano Trading be written off.
55. That the irregular expenditure of R 129 280.88 related to Madumelani Construction be written-off.
56. That the irregular expenditure of R 70 920.77 related to Maleboti Construction be written-off.
57. That the irregular expenditure of R 29 870.02 related to MashP be written off.
58. That the irregular expenditure of R 79 788.18 related to Mmirwa be written off.
59. That the irregular expenditure of R 98 180.10 related to Moepeng Construction be written off.
60. That the irregular expenditure of R 77 036.06 related to Mosekgo Civils be written off.
61. That the irregular expenditure of R 176 322.27 related to Nhletelo & Ritswalo Projects be written off.
62. That the irregular expenditure of R 50 000.00 related to Ntivombango be written off.
63. That the irregular expenditure of R 393 577.01 related to Omphile Electrical be written off.
64. That the irregular expenditure of R 238 281. 00 related to Omuhle be written off.

65. That the irregular expenditure of R 336 517.62 related to OTS Electrical be written off.
66. That the irregular expenditure of R 49 235.81 related to PICABIZ be written off.
67. That the irregular expenditure of R 69 000.00 related to Power Tech Group be written off.
68. That the irregular expenditure of R 192 957. 82 related to Rei Plant Hire be written off.
69. That the irregular expenditure of R 125 871.60 related to Rem Mams be written off.
70. That the irregular expenditure of R 1 354 052.02 related to Rivisi Electrical be written off.
71. That the irregular expenditure of R 109 250.00 related to RM Mashaba be written off.
72. That the irregular expenditure of R 177 908.73 related to Semodi Trading be written off.
73. That the irregular expenditure of R 234 136.37 related to Theuwedi Trading Ent be written off.
74. That the irregular expenditure of R 3 775 600.53 related to Voltex be written off.
75. That the irregular expenditure of R 46 200.00 related to Vunene Mira be written off.
76. That the irregular expenditure of R 169 443.05 related to Zero Fake Enterprise be written off.

PANEL OF CONTRACTORS FOR CIVIL ENGINEERS SERVICES.

77. That the irregular expenditure of R 2 248 627.57 related to Aspire Safety Consultants be written off.

78. That the irregular expenditure of R 458 403.58 related Komhla / Xalamuka be written off.
79. That the irregular expenditure of R 1 194 703.38 related to Mbhanga Trading be written off.
80. That the irregular expenditure of R 1 424 292.25 related to Tzaneen Afr Investment be written off.
81. That the irregular expenditure of R 607 845.15 related to MashP Trading be written off.
82. That the irregular expenditure of R 721 989.55 related to Moepeng Trading be written off.
83. That the irregular expenditure of R 773 142 .70 related to Moepeng Trading be written off.
84. That the irregular expenditure of R 1 675 486.88 related to RM Mashaba be written off.
85. That the irregular expenditure of R 1 636 382.70 related to Thusanani be written off.
86. That the irregular expenditure of R 714 746.27 related to Ndoni Projects be written off.
87. That the irregular expenditure of R 735 573.35 related to Nkuriso Development projects be written off.
88. That the irregular expenditure of R 842 911.39 related to Quality Plant Hire be written off.
89. That the irregular expenditure of R 2 652 482.31 related to Bolombe Trading be written off.

90. That the irregular expenditure of R 1 658 043.41 related to Mega Works Trading be written off.
91. That the irregular expenditure of R 411 872.50 related to Quality Plant Hire be written off.
92. That the irregular expenditure of R 1 510 189.21 related to RM Mashaba be written off.
93. That the irregular expenditure of R 7 587 383.57 related to MOD Hope Properties be written off.
94. That the irregular expenditure of R 283 296,80 related to Moepeng Trading Enterprise be written off.
95. That the irregular expenditure of R 531 171.32 related to JTZ Family be written-off.
96. That the irregular expenditure of R 4 302 967.75 **(2021/22)** R 7 849 985.96 **(2023/2024)** and R 5 974 574.96 **(2024/2025)** related to Molebogeng be written off.
97. That the irregular expenditure of R 4 701 672.44 (2022/23) R 2 700 000 (2023/24) and R 1 350 000 (2024/24) be written off.

IRREGULAR EXPENDITURE 2022/23 (PREVIOUSLY NOT WRITTEN OFF)

98. That irregular expenditure of R 391 883.43 related to Karibu Leisure Resort be written off.
99. That irregular expenditure related to Blyde Canyon Forever Resort be written off.
100. That irregular expenditure of R 50 498.80 related to Karibu Leisure Resort be written off.
101. That irregular expenditure of R 198 100.00 related to PG Industries be written off.

102. That irregular expenditure of R 1 353 287.80 related to Karibu Leisure Resort be written off.
103. That irregular expenditure of R 567 387.00 related to Tshipise Forever Resort be written off.
104. That irregular expenditure of R 472 466.00 related to Karibu Leisure Resort be written off.
105. That irregular expenditure of R 203 463.00 related to CHM Vuwani be written off.
106. That irregular expenditure of R 4280.00 related to Ekhaya Travel Agency be written off.
107. That irregular expenditure of R 29 800.00 related to Zala Gusha Trading Enterprise be written off.
108. That irregular expenditure of R 11 702 373.76 **(2021/22)**, R 26 149 753.69 **(2022/23)** and R 2 252 842.05 **(2024/25)** related to Eternity Star Investment be written off.
109. That irregular expenditure of R 11 702 373.76 (2021/22), R 26 149 753.69 (2022/23) and R 2 252 842.06 (2024/25) related to Pharare to Moseanoka Road be written off.
110. That irregular expenditure of R 314 640.00 related to Black Creed be written off.
111. That irregular expenditure of R 304 457.14 (2021/22) and R 713 115 (2022/23) related to Romeo First be written off.
112. That irregular expenditure of R 6 101 556.16 (2021/22) and R 4 037 303.45 related to Technicrete be written off.
113. That Irregular expenditure of R 413 597.70 and R 280 352.50 be written off.
114. That irregular expenditure of R 572 700 (2021/22) related to RM Mashaba Projects be written off.

115. That irregular expenditure of R 808 265.08 related to Sky High Consulting be written off.
116. That Irregular expenditure of R 768 292.99 related to Moseri interated be written off.
117. The Accounting Officer should institute consequence management to officials for non-compliance and transgression of regulatory requirements and to implement measures to avoid future occurrence.
118. The Council note some of the items which relate to financial losses have been referred to the financial misconduct to the Disciplinary Board and the committee is still waiting for outcomes.

1. Conclusions

The report confirms that the municipality did not incur any unauthorized expenditure for the year under review, however, instances of irregular, fruitless, and wasteful expenditures were identified. Management is therefore required to take appropriate steps to strengthen internal controls, prevent such expenditure from recurring and institutionalize policy position and compliance with SCM prescripts.

Signed by the Speaker

Councillor MS Tiba.....



23. CLOSURE

THE MEETING ADJOURNED AT 15H17

APPROVED AND CONFIRMED

CHAIRPERSON

A handwritten signature in black ink, appearing to be 'H. B.', is written next to the word 'CHAIRPERSON'.