

**ACCOUNTING TRANSACTIONS FOR IRREGULAR EXPENDITURE
DEPARTMENTS**

Accounting for irregular expenditure of R400 that was NOT condoned (i.e. recoverable from the responsible official)

	Debit	Credit
Receivables (Pos) ¹	R 400.00	
Expenditure (relevant programme and item) (Per) ²		R 400.00

	Debit	Credit
PMG Account (Pos)	R 400.00	
Receivables (Pos)		R 400.00

	Debit	Credit
Financial transactions in assets and liabilities (Per)	R 400.00	
Receivables (Pos)		R 400.00

Accounting for irregular expenditure of R400 identified in the following financial year

	Debit	Credit
Receivables (Pos)	R 400.00	
Recoverable Revenue Account (Pos)		R 400.00

Due to the books already being closed, the irregular expenditure cannot be removed from the Statement of Financial Performance and should therefore be reflected as a credit in the Recoverable Revenue' Account.

¹ Statement of Financial Position

² Statement of Financial Performance

Accounting for the partial recovery of irregular expenditure amounting to R250 from the responsible official

	Debit	Credit
PMG Account (Pos)	R 250.00	
Receivables (Pos)		R 250.00
Recoverable Revenue Account (Pos)	R 250.00	
Departmental receipts (Per)		R 250.00

With the above transactions, the Receivable Account is credited (cancelled) upon recovery of the abovementioned amount and is accounted for in the Statement of Financial Performance.

Accounting for the writing off of the irrecoverable part of the irregular expenditure by the Accounting Officer

	Debit	Credit
Financial transactions in assets and liabilities (Per)	R 150.00	
Receivables (Pos)		R 150.00
Recoverable Revenue Account (Pos)	R 150.00	
Departmental receipts (Per)		R 150.00