

**MOTHEO DISTRICT MUNICIPALITY
MOTHEO DISTRIKSMUNISIPALITEIT**



ANNUAL FINANCIAL STATEMENTS

30 JUNE 2009

JAARLIKSE FINANSIËLE STATE

30 JUNIE 2009

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GENERAL INFORMATION

MAYORAL COMMITTEE

Clr. JC Erasmus

Clr. P Moeng

Clr. ME Moilwa

Speaker

Council Whip

Executive Mayor

MEMBERS OF THE MAYORAL COMMITTEE

Clr. VS Rani

Clr. IB Ntlathi

Clr. JB Van der Merwe

Clr. XD Pongolo

Clr. EK Goliath

Clr. LR July

Clr. M C Molangoanyane

Clr. M J Matsoetlane

Clr. MA Ncwada

PORTFOLIO

Local Economic Development and Tourism

Corporate Services, Policy and Governance

Finance and IDP

Infrastructure

Social Development

Health

Rural Development

Special Programmes

Disaster Management and Environment

GRADING OF DISTRICT MUNICIPALITY

Grade 11

AUDITORS

Office of the Auditor General

PRIMARY BANK ACCOUNT

Standard Bank

REGISTERED OFFICE

Provideamus Building
184 Nelson Mandela Drive
BLOEMFONTEIN
9301

P.O. Box 3667
BLOEMFONTEIN
9300

Tel : 051-4073200
Fax : 051-4470221

MUNICIPAL MANAGER

Mr. G Ramathebane - BA.ED

ACTING CHIEF FINANCIAL OFFICER

Mr GH Pienaar - B.Com (Hons)

GENERAL INFORMATION (Continued)

MEMBERS OF THE COUNCIL

Councillor		Councillor	
F S	Chaine	I B	Ntlathi
Q A	De Bruyn	M E	Ncwada
M E	Dennis	M A	Oganne
N B	Dimbaza	P C	Pelser
J C	Erasmus	X D	Pongolo
G S	Fouche	V S	Rani
E K	Goliath	G K	Saohatse
J S	Human	P J	Scott
L R	July	M A	Seeco
M S	Khutlane	S N	Soebehle
L S	Lebese	G M	Thipenyane
L E	Letlaka	A L	Toba
M M	Maele	W J D	van Aswegen
M A	Malakane	P J J	van Biljon
M A	Matsoetlane	J P	van der Merwe
M A	Moeng	S M	Visagie
M E	Moilwa		
K O	Mokone		
A S	Monnakgori		
M C	Molangoanyane		
M A	Mpheteng		

EXECUTIVE MAYOR

Councillor ME Moilwa

SPEAKER

Councillor JC Erasmus

MAP OF THE MUNICIPAL AREA

Refer to page v

APPROVAL OF THE FINANCIAL STATEMENTS

The Annual Financial Statements as set out on pages 1 to 21 were approved by the Municipal Manager on 24 August 2009 and will be presented to Council at the next ordinary meeting of Council on 31 August 2009.

Mr. G RAMATHEBANE
MUNICIPAL MANAGER
(ACCOUNTING OFFICER)

Mr. GH PIENAAR
ACTING CHIEF FINANCIAL OFFICER

ALGEMENE INLIGTING

BURGEMEESTERSKOMITEE

Rdl. JC Erasmus

Speaker

Rdl. P Moeng

Sweep

Rdl. ME Moilwa

Uitvoerende Burgemeester

LEDE VAN DIE BURGEMEESTERSKOMITEE

Rdl. VS Rani

Plaaslike Ekonomiese Ontwikkeling en Toerisme

Rdl. IB Ntlathi

Korporatiewe Dienste, Beleid en Regering

Rdl. JB van der Merwe

Finansies en GOP

Rdl. XD Pongolo

Infrastruktuur

Rdl. EK Goliath

Sosiale Ontwikkeling

Rdl. LR July

Gesondheid

Rdl. M C Molangoanyane

Landelike Ontwikkeling

Rdl. MJ Matsoetlane

Spesiale Programme

Rdl. MA Ncwada

Rampbestuur en Omgewingsake

PORTEFEULJE

GRADERING VAN DIE DISTRIKSMUNISIPALITEIT

Graad 11

LOUDITEURE

Kantoor van die Ouditeur Generaal

PRIMERE BANKREKENING

Standard Bank

GEREGISTREERDE KANTOOR

Provideamus Gebou
Nelson Mandela Rylaan 184
BLOEMFONTEIN
9301

Posbus 3667
BLOEMFONTEIN
9300

Tel : 051-4073200
Faks : 051-4470221

MUNISIPALE BESTUURDER

Mnr G Ramathebane - BA.ED

WAARNEMENDE HOOF FINANSIËLE BEAMPTE

Mr GH Pienaar - B.Com (Hons)

ALGEMENE INLIGTING (Vervolg)

LEDE VAN DIE RAAD

Raadslid		Raadslid	
F S	Chaine	I B	Ntlathi
Q A	De Bruyn	M E	Ncwada
M E	Dennis	M A	Oganne
N B	Dimbaza	P C	Pelser
J C	Erasmus	X D	Pongolo
G S	Fouche	V S	Rani
E K	Goliath	G K	Saohatse
J S	Human	P J	Scott
L R	July	M A	Seeco
M S	Khutlane	S N	Soebehle
L S	Lebese	G M	Thipenyane
L E	Letlaka	A L	Toba
M M	Maele	W J D	van Aswegen
M A	Malakane	P J J	van Biljon
M A	Matsoetlane	J P	van der Merwe
M A	Moeng	S M	Visagie
M E	Moilwa		
K O	Mokone		
A S	Monnakgori		
M C	Molangoanyane		
M A	Mpheteng		

UITVOERENDE BURGEMEESTER

Raadslid ME Moilwa

SPEAKER

Raadslid JC Erasmus

KAART VAN MUNISIPALE AREA

Verwys na bladsy v

GOEDKEURING VAN DIE FINANSIËLE JAARSTATE

Die Jaarlikse Finansiële State soos uiteengesit op bladsye 1 tot 21 is deur die Munisipale Bestuurder goedgekeur op 24 Augustus 2009 en sal aan die Raad voorgelê word tydens die volgende gewone vergadering van die Raad op 31 Augustus 2009.

Mnr. G RAMAHEBANE
MUNISIPALE BESTUURDER
(REKENPLIGTIGE BEAMPTE)

Mnr. GH PIENAAR
WAARNEMENDE HOOF FINANSIËLE BEAMPTE

TREASURER'S REPORT
TESOURIERSVERSLAG

1. OPERATING RESULTS

Details of the operating results, classification and purpose of expenditure are included in appendices D and E. The overall operating results for the year that ended 30 June 2009 are as follows:

1. BEDYFSRESULTATE

Besonderhede van die bedryfresultate, klassifikasie en doel van uitgawe word in anhangsels D en E gegee. Die algehele bedryfsresultate vir die jaar wat op 30 Junie 2009 geëindig het, is soos volg:

	ACTUAL	ACTUAL	VARIANCE	BUDGET	VARIANCE
	WERKLIK	WERKLIK	AFWYKING	BEGROTING	AFWYKING
	2007/2008	2008/2009	2008/2009	2008/2009	2008/2009
	R	R		R	
INCOME / INKOMSTE					
Opening surplus(deficit) Begin Oorskot	(4 749 220)	(20 003 267)		-	
Operating income for the year Bedryfsinkomste vir die jaar	118 153 832	135 536 893	-14.71%	136 558 552	-0.75%
	113 404 612	115 533 626		136 558 552	
EXPENDITURE / UITGAWE					
Opening Deficit Begin tekort	-	-		-	-
Operating expenditure for the year Bedryfsuitgawe vir die jaar	135 068 219	105 896 136	21.60%	135 196 358	-27.67%
Sundry Transfers Diverse oorplasinge	(1 660 340)	(5 568 034)	-235.36%	-	
Closing surplus (deficit) Eind oorskot (tekort)	(20 003 267)	15 205 524		1 362 194	91.04%
	113 404 612	115 533 626		136 558 552	

BALANCE SHEET AS AT 30 JUNE 2009
BALANSSTAAT SOOS OP 30 JUNIE 2009

	Note / Aantekening	2008/2009 R	2007/2008 R
CAPITAL EMPLOYED / KAPITAAL AANGEWEND			
Funds and Reserves / Fondse en Reserwes		1 150 986	1 025 365
Accumulated Funds / Opgeloope Fondse	1	-	-
Reserves / Reserwes	30	1 150 986	1 025 365
Retained Surplus (Accumulated Deficit) / Onaangewende Oorskot (Opgeloope Tekort)	14	15 205 524	(20 003 267)
		16 356 510	(18 977 902)
Long-term Liabilities / Langtermyn verpligtinge	2	32 490 749	36 802 410
		48 847 260	17 824 508
EMPLOYMENT OF CAPITAL / AANWENDING VAN KAPITAAL			
Fixed Assets / Vaste Bates	3	-	-
Long-term Debtors / Langtermyn Debiteure	5	-	307 806
		-	307 806
Net Current Assets (Liabilities) / Netto Bedryfsbates (Laste)		48 847 260	17 516 702
Current Assets / Bedryfsbates		62 192 140	29 147 846
Debtors / Debiteure	6	2 647 763	5 495 349
Short-term portion of Long term Debtors / Korttermyn gedeelte van Langtermyn Debiteure	5	307 806	431 583
Cash / Kontant		1 571 311	4 431 819
Investments / Beleggings	4	57 665 260	18 789 095
Current Liabilities / Bedryfs Laste		(13 344 880)	(11 631 144)
Provisions / Voorsienings	7	2 360 754	4 212 389
Creditors / Krediteure	8	6 680 856	3 537 939
Short-term portion of Long-term Liabilities / Korttermyn gedeelte van Langtermyn verpligtinge	2	4 303 270	3 880 816
Bank overdraft / Bank oortrekking		-	-
		48 847 260	17 824 508.00

COUNCILLOR ME MOILWA
Executive Mayor
Uitvoerende Burgemeester

Mr.G.RAMATHEBANE
Municipal Manager
Munisipale Bestuurder

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

INKOMSTESTAAT VIR DIE JAAR GEËINDIG 30 JUNIE 2009

2007/2008	2007/2008	2007/2008		2008/2009	2008/2009	2008/2009	2008/2009
Actual Income/ Werklike Inkomste	Actual Expenditure/ Werklike Uitgawe	Surplus (Deficit)/ Oorskot (Tekort)		Actual Income/ Werklike Inkomste	Actual Expenditure/ Werklike Uitgawe	Surplus (Deficit)/ Oorskot (Tekort)	Budget Surplus (Deficit)/ Begroting Oorskot (Tekort)
R	R	R		R	R	R	R
			General Services / Algemene Dienste				
118 153 832	135 068 219	(16 914 387)		135 536 893	105 896 136	29 640 757	1 362 194
-	62 475 547	(62 475 547)	Regional Functions / Streeksfunksies	-	30 852 955	(30 852 955)	(44 734 600)
-	194 285	(194 285)	Conditional Grants / Voorwaardelike Skenkings	-	464 101	(464 101)	(900 000)
118 153 832	72 398 387	45 755 445	Administration / Administrasie	135 536 893	74 579 080	60 957 813	46 996 794
<u>118 153 832</u>	<u>135 068 219</u>	<u>(16 914 387)</u>		<u>135 536 893</u>	<u>105 896 136</u>	<u>29 640 757</u>	<u>1 362 194</u>
			Appropriations for the year / Aanwendings vir die jaar		Note 14	5 568 034	
		1 660 340					
			Net Surplus (Deficit) for the year/ Netto Oorskot (Tekort) vir die Jaar			35 208 791	
		(15 254 047)					
			Onaangewende Surplus (Opgelope tekort) begin van die jaar Retained Surplus (Accumulated Deficit) beginning of the year			(20 003 267)	
		(4 749 220)					
			Onaangewende Surplus (Opgelope tekort) einde van die jaar Retained Surplus (Accumulated Deficit) end of the year			15 205 524	
		(20 003 267)					

(Refer to appendices D, E and G for more detail / Verwys na aanhangsels D, E en G vir verdere inligting)

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

KONTANTVLOEISTAAT VIR DIE JAAR GEËINDIG 30 JUNIE 2009

	Note/ Aantekening	2008/2009 R	2007/2008 R
CASH RETAINED FROM OPERATING ACTIVITIES/ KONTANT DEUR BEDRYWIGHEDE VOORTGEBRING		41 027 761	(26 851 115)
Cash generated by operations/ Kontant deur bedrywighede voortgebring	15	155 389 576	90 085 172
Investment income / Beleggings inkomste	13	8 843 413	7 621 231
Donations to Local Municipalities/ Skenkings aan Plaaslike Munisipaliteite		-	-
Decrease (Increase) in Working Capital/ Afname (Toename) in Bedryfskapitaal	16	6 844 540	(12 029 097)
		171 077 529	85 677 307
External interest paid / Eksterne rente betaal		(4 144 506)	(4 533 515)
Cash Available from Operations / Kontant Beskikbaar uit Bedrywighede		166 933 023	81 143 792
Cash contributions from government / Kontant bydraes deur regering		(125 905 262)	(107 994 907)
Cash Utilised in Investing Activities / Kontant aangewend in Beleggings Aktiwiteite			
Investment in fixed assets		(700 443)	(1 068 460)
NET CASH FLOW GENERATED (REQUIRED) / NETTO KONTANTVLOEI VOORTGEBRING (BENODIG)		<u>40 327 318</u>	<u>(27 919 575)</u>
CASH EFFECTS OF FINANCING ACTIVITIES / KONTANT UITWERKING VAN FINANSIERINGSBEDRYWIGHEDE			
Increase (Decrease) in Long-term debt / Toename (Afname) in Langtermyn skuld	17	(4 311 661)	(3 878 392)
(Increase) Decrease in Cash investments / (Toename) Afname in Kontantbeleggings	18	(38 876 165)	33 809 765
(Increase) Decrease in Cash (Toename) Afname in Kontant	19	2 860 508	(2 011 798)
NET CASH GENERATED (REQUIRED) / NETTO KONTANT VOORTGEBRING (BENODIG)		<u>(40 327 318)</u>	<u>27 919 575</u>

	2008/2009 R	2007/2008 R
1 ACCUMULATED FUNDS / OPGEHOOPTE FONDSE		
Appropriation Account / Aanwendingsrekening	-	-
Opening Balance / Openingsbalans	-	-
Net surplus (deficit) for the Year / Netto oorskot (tekort) vir die jaar	-	-
Adjustments / Regstellings		
Appropriation account previously disclosed as Accumulated Funds	-	-
Aanwendingsrekening voorheen as Opgehoopde Fondse ge-openbaar	-	-
(Refer to Appendix A for more details / Verwys na Aanhangsel A vir meer inligting)		
2 LONG TERM LIABILITIES / LANGTERMYN VERPLIGTINGE		
DBSA Loan / OBSA Lening	32 490 749	36 802 410
(Refer to Appendix B for more detail / Verwys na Aanhangsel B vir meer inligting)		
a) A loan of R15,310,000 was approved by the Development Bank of SA at an interest rate of 12% per annum for an electrification project in the Southern Free State/ 'n Lening van R15,310,000 is deur die Ontwikkelingsbank van SA goedgekeur teen 'n rentekoers van 12% per jaar vir 'n elektrifiseringsprojek in die Suid Vrystaat	7 827 411	8 679 181
This loan is repayable in 34 equal six-monthly installments, commencing at the end of the 7th semester after the first disbursement was advanced / Hierdie lening is terugbetaalbaar in 34 gelyke halfjaarlikse paaiemente beginnende aan die einde van die 7nde semester nadat die eerste voorskot geneem is		
b) A loan of R50,000,000 was approved by the Development Bank of SA at an interest rate of 10% per annum for an water & sanitation project in the Southern Free State/ 'n Lening van R50,000,000 is deur die Ontwikkelingsbank van SA goedgekeur teen 'n rentekoers van 10% per jaar vir 'n water en sanitasieprojek in die Suid Vrystaat	28 966 608	32 004 045
This loan is repayable in 34 equal six-monthly installments, commencing at the end of the 7th semester after the first disbursement was advanced / Hierdie lening is terugbetaalbaar in 34 gelyke halfjaarlikse paaiemente beginnende aan die einde van die 7nde semester nadat die eerste voorskot geneem is		
Less: Current Portion Transferred to Current Liabilities Min: Korttermyn gedeelte oorgedra na Bedryfslaste	36 794 019 (4 303 270)	40 683 226 (3 880 816)
	32 490 749	36 802 410
3 FIXED ASSETS / VASTE BATES		
Fixed assets at the beginning of the year / Vaste bates aan die begin van die jaar	6 030 306	4 961 848
Capital expenditure during the year / Kapitaaluitgawe gedurende die jaar	700 443	1 068 458
Expenditure Prior years #	839 786	-
Less: Written off, transferred, redeemed or disposed of during the year / Min: Gedurende die jaar afgeskryf, oorgeplaas of mee weggedoen	-	-
	7 570 535	6 030 306
Less: Loans redeemed and other capital receipts during the year / Min: Lenings gedelg en ander kapitaalontvangste gedurende die jaar	(7 570 535)	(6 030 306)
	-	-
# - Additional assets capitalised due to a change in the accounting policy with respect to the capitalisation threshold. (Refer to Appendix C for more details on Fixed assets / Verwys na Aanhangsel C vir meer besonderhede oor Vaste bates)		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009 R	2007/2008 R
4 INVESTMENTS / BELEGGINGS		
Short-term Deposits / Korttermyn Deposito's	<u>57 665 260</u>	<u>18 789 095</u>
Average rate of return on investments gross / Gemiddelde opbrengskoers op beleggings bruto	10.52%	6.90%
The recoverability of part of an investment of R875,477 at New Republic bank is doubtful. Recent estimates show that only 35% of the outstanding balance will be recovered.		
Die verhaalbaarheid van 'n gedeelte van R875,477 by New Republic Bank is twyfelagtig. Onlangse skattings dui daarop dat slegs 35% van die kapitaalbalans herwin sal word.		
5 LONG-TERM DEBTORS / LANGTERMYN DEBITEURE		
Motor vehicle Loans	307 806	739 389
Less: Short-term portion of long-term Debtors / Min: Korttermyn gedeelte van langtermyn Debiteure	<u>(307 806)</u>	<u>(431 583)</u>
	<u>-</u>	<u>307 806</u>
6 DEBTORS / DEBITEURE		
Current Debtors / Lopende Debiteure	1 150	1 214 453
Sundry Debtors / Diverse Debiteure	<u>2 050 082</u>	<u>1 339 389</u>
	2 051 232	2 553 842
Less: Provision for Bad Debts Min: Voorsiening vir Slegte Skuld	<u>(655 538)</u>	<u>(1 210 000)</u>
	1 395 694	1 343 842
Deposits / Depositoes	103 030	103 030
Vat Refundable / BTW Ontvangbaar	1 149 039	4 048 477
	<u>2 647 763</u>	<u>5 495 349</u>
Council resolved that Regional Service Council debtors to the amount of R1,214,453 should be written-off during the 2008/2009 financial year. All summonses issued before 30 June 2008 will be followed up and funds collected.		
7 PROVISIONS / VOORSIENINGS		
Provisions / Voorsienings	<u>2 360 754</u>	<u>4 212 389</u>
(Refer to Appendix A for more detail / Verwys na Aanhangsel A vir meer inligting)		
8 CREDITORS / KREDITEURE		
Trade Creditors / Handelskrediteure	5 815 475	1 357 041
Sundry Creditors / Diverse Krediteure	62 721	9 794
Retention Creditors / Retensie Krediteure	798 784	1 328 644
Current Debtors in Credit / Lopende Debiteure in Krediet	3 876	794 020
Deposits / Deposito's	<u>-</u>	<u>48 440</u>
	<u>6 680 856</u>	<u>3 537 939</u>
9 UNSPENT CONDITIONAL GRANTS / ONGESPANDEERDE VOORWAARDELIKE SKENKINGS		
Conditional grants from other spheres of government/ Voorwaardelike skenkings van ander regeringsvlakke		
Other	19 043	19 043
Municipal Systems Improvement Grant (MSIG)	603 166	508 525
Finance Management Grant	488 777	457 797
Capacity Building grant	<u>40 000</u>	<u>40 000</u>
	<u>1 150 986</u>	<u>1 025 365</u>

	2008/2009 R	2007/2008 R
10 REMUNERATION OF COUNCILLORS / BESOLDIGING VAN RAADSLEDE		
Executive Mayor / Uitvoerende Burgemeester	559 969	583 412
Speaker / Speaker	475 019	464 502
Ordinary Councillors: Directly Elected / Gewone Raadslede: Direk Verkose	5 893 649	5 310 026
Ordinary Councillors: Appointed / Gewone Raadslede: Aangestel	169 389	142 878
Councillor's Pension Fund Contribution / Raadslede Pensioenfondsbydrae	513 976	497 847
Total Councillor's Remuneration / Totale besoldiging van Raadslede	<u>7 612 002</u>	<u>6 998 665</u>

In-kind Benefits

The Executive Mayor, Speaker and Members of the Mayoral Committee are full-time. Each is provided with an office and secretarial support at the cost of council / Die Uitvoerende Burgemeester, Speaker en lede van die Burgemeesterskomitee is voltyds. Elk word voorsien van 'n kantoor en sekretariële ondersteuning op raadsonkoste.

The Executive Mayor has use of a Council owned vehicle for official duties. The Executive Mayor has bodyguards and chauffeurs who are full-time employees / Die uitvoerende Burgemeester het die gebruik van 'n raadsvoertuig vir amptelike doeleindes. Die uitvoerende Burgemeester het lyfwagte en bestuurders wie voltydse amptenare is.

Salaries, allowances and benefits are within the upper limits of the framework envisaged in section 219 of the Constitution / Salarisse, toelae en byvoordele is binne die boonste perke van die raamwerk bedoel in artikel 219 van die Grondwet.

11 MUNICIPAL MANAGER AND SENIOR MANAGER's REMUNERATION / BESOLDIGING VAN MUNISIPALE BESTUURDER EN SENIOR BESTUURDERS

Municipal Manager / Munisipale Bestuurder

Annual Remuneration / Jaarlikse Besoldiging	464 579	1 036 005
Bonus / bonus	380 227	737 376
Car Allowance / Motortoelae	-	142 041
Contributions to UIF, Medical and Pension funds / Bydrae	40 000	45 000
	44 352	111 588

Chief Operating Officer / Hoof Operasionele Beampste

Annual Remuneration / Jaarlikse Besoldiging	1 263 088	1 077 482
Bonus / bonus	952 596	831 423
Car Allowance / Motortoelae	83 627	-
Contributions to UIF, Medical and Pension funds / Bydrae	184 000	216 000
	42 865	30 059

Chief Financial Officer / Hoof Finansiële Beampste

Annual Remuneration / Jaarlikse Besoldiging	-	260 744
Bonus / bonus	-	217 438
Car Allowance / Motortoelae	-	-
Contributions to UIF, Medical and Pension funds / Bydrae	-	20 000
	-	23 306

Strategic Executive Director: Corporate Services /

Strategiese Uitvoerende Direkteur: Korporatiewe Dienste

Annual Remuneration / Jaarlikse Besoldiging	992 789	802 674
Bonus / bonus	720 597	584 508
Car Allowance / Motortoelae	69 498	-
Contributions to UIF, Medical and Pension funds / Bydrae	192 520	216 693
	10 174	1 473

	2008/2009 R	2007/2008 R
MUNICIPAL MANAGER AND SENIOR MANAGER'S REMUNERATION (CONTINUED) / BESOLDIGING VAN MUNISIPALE BESTUURDER EN SENIOR BESTUURDERS (VERVOLG)		
Strategic Executive Director: Technical Services / Strategiese Uitvoerende Direkteur: Tegnieiese Dienste		
Annual Remuneration / Jaarlikse Besoldiging	-	413 000
Bonus / bonus	-	-
Car Allowance / Motortoelae	-	90 289
Contributions to UIF, Medical and Pension funds / Bydrae	-	3 931
Strategic Executive Director: Economic Services / Strategiese Uitvoerende Direkteur: Ekonomiese Dienste		
Annual Remuneration / Jaarlikse Besoldiging	841 196	854 239
Bonus / bonus	622 435	652 136
Car Allowance / Motortoelae	76 973	-
Contributions to UIF, Medical and Pension funds / Bydrae	76 000	114 000
	65 788	88 103
Strategic Executive Director: Social Services / Strategiese Uitvoerende Direkteur: Sosiale Dienste		
Annual Remuneration / Jaarlikse Besoldiging	1 025 739	786 957
Bonus / bonus	699 315	543 603
Car Allowance / Motortoelae	69 498	-
Contributions to UIF, Medical and Pension funds / Bydrae	142 205	142 205
	114 721	101 149
12 AUDITOR'S REMUNERATION / OUDITEURSVERGOEDING		
Audit Fees: Previous Year / Oudit Fooie: Vorige Jaar	1 003 314	960 065
13 FINANCE TRANSACTIONS / FINANSIERINGSTRANSAKSIES		
Total external interest earned or paid / Totale eksterne rente verdien of betaal		
Interest earned / Rente verdien	8 843 413	7 621 231
Interest Paid / Rente betaal	1 668	-
Capital charges debited to operating account / Kapitaalkoste teen bedryfsrekening gedebiteer		
Interest: External	4 144 506	4 533 515
Redemption: External	-	-
	4 144 506	4 533 515

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009 R	2007/2008 R
14 APPROPRIATIONS / AANWENDINGS		
Appropriation account / Aanwendingsrekening		
Retained surplus (Accumulated deficit) at the beginning of the year / Onaangewende oorskot (Opgelope tekort) aan die begin van die jaar	(20 003 267.00)	(4 749 220)
Operating surplus (deficit) for the year / Bedryfssoorskot (-tekort) vir die jaar	29 640 757	(16 914 387)
Appropriations for the year / Aanwendings vir die jaar	5 568 034	1 660 340
Prior Year adjustments	(5 568 034)	(1 660 340)
- Unallocated deposits reversed / Ongeallokeerde deposito's omgekeer	(377 819)	(2 153 363)
- Unallocated deposits disclosed as income in previous years/Ongeallokeerde inkomste voorheen as inkomste openbaar gemaak	(4 543 859)	-
- Correction of sundry creditors / regstelling van diverse krediteure	29 646	-
- Deposit written back / Depositoë terruggeskryf	(48 440)	-
- Correction of trade creditors / Regstelling van handelskrediteure	56 980	-
- VAT adjustments / BTW Aansuiwerings	31 659	(8 475)
- Correction of long term loans / Regstelling van langtermyn verpligtinge	(2 302)	-
- RSC credits written off / SDR krediete afgeskryf	(714 278)	(185 196)
- Correction payments in advance / Regstelling betalings vooruit	379	-
- Reversal of staff benefit (release of debt) to debtors	-	(360 623)
- Refund on prior year expenditure (ACB 924223)	-	(15 545)
- Auditor adjustment cell phone accounts of councillors	-	(18 310)
- NRB Investment and Interest receivable written off	-	1 825 225
Stale Cheques written off	-	(7 487)
Credit balances written off as per council resolution	-	(736 566)
- Grants of unknown source	-	-
Retained surplus (Accumulated deficit) at the end of the year / Onaangewende oorskot (Opgelope tekort) aan die einde van die jaar	<u>15 205 524</u>	<u>(20 003 267)</u>
15 CASH GENERATED BY OPERATIONS / KONTANT DEUR BEDYWGHEDE VOORTGEBRING		
Surplus (Deficit) for the year / Oorskot (Tekort) vir die jaar	29 640 757	(16 914 387)
Adjustments in respect of previous year's operating transactions Aansuiwerings ten opsigte van vorige jare se bedryfstransaksies	5 568 034	1 660 340
Appropriations charged against income / Aanwendings teen inkomste verreken	2 740 157	4 063 090
Contribution Provisions and reserves	2 039 714	2 994 630
Fixed Assets	700 443	1 068 460
Capital charges	4 144 506	4 533 515
Interest paid on External Loans	4 144 506	4 533 515
Grants and subsidies received from the state	125 905 262	107 994 907
Investment Income / Beleggingsinkomste	(8 843 413)	(7 621 231)
Deferred charges written off	-	-
Non-operating expenditure		
Expenditure charged against Provisions and reserves	(3 891 349)	(3 604 409)
Unspent Conditional Grants transferred to Reserves	125 622	(26 653)
	<u>155 389 576</u>	<u>90 085 172</u>
16 (INCREASE) DECREASE IN WORKING CAPITAL / (TOENAME) AFNAME IN BEDRYFSKAPITAAL		
(Increase) Decrease in debtors / (Toename) Afname in debiteure	3 279 169	1 640 051
(Increase) Decrease in loans / (Toename) Afname in lenings	-	-
Increase (Decrease) in creditors, deposit's / Toename (Afname) in krediteure, deposito's	3 565 371	(13 669 148)
	<u>6 844 540</u>	<u>(12 029 097)</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009 R	2007/2008 R
17 INCREASE (DECREASE) IN LONG-TERM LOANS (EXTERNAL) TOENAME (AFNAME) IN LANGTERMYN LENINGS (EKSTERN)		
Loans raised (repaid) / Lenings opgeneem (terugbetaal)	<u>(4 311 661)</u>	<u>(3 878 392)</u>
18 (INCREASE) DECREASE IN EXTERNAL CASH INVESTMENTS (TOENAME) AFNAME IN EKSTERNE KONTANT BELEGGINGS		
Investments (made) withdrawn / Beleggings (gemaak) onttrek	<u>(38 876 165)</u>	<u>33 809 765</u>
19 (INCREASE) DECREASE IN CASH ON HAND (TOENAME) AFNAME IN KONTANT VOORHANDE		
Investments (made) withdrawn / Beleggings (gemaak) onttrek	<u>2 860 508</u>	<u>(2 011 798)</u>
20 GOVERNMENT GRANTS AND SUBSIDIES / REGERINGSKENKINGS EN SUBSIDIES		
RSC Replacement Grant	113 440 376	100 836 000
Equitable share	11 355 507	6 073 265
Municipal Infrastructure Grant	-	-
Municipal Systems Improvement Grant	735 000	1 000 000
Finance Management Grant	500 000	500 000
Equitable share		
This grant is awarded annually to the Motheo District Municipality in terms of the Division of Revenue Act. This is an unconditional grant and funds received form part of operating revenue./ Hierdie skenking word jaarliks aan Motheo Distriksmunisipaliteit toegeken in terme van die Wet op die Verdeling van inkomste. Die skenking is onvoorwaardelik en maak deel uit van bedryfs inkomste.		
Municipal Infrastructure Grant		
Balance at the beginning of the year / Saldo aan die begin van die jaar	-	-
Current year receipts / Huidige jaar ontvangste	-	-
Conditions met - Transferred to revenue / Voorwaardes nagekom - Oorgeplaas na inkomste	-	-
Conditions still to be met - Transferred to liabilities / Voorwaardes nagekom te word - Oorgeplaas na Krediteure	<u>-</u>	<u>-</u>
Municipal Systems Improvement Grant		
The purpose of this grant is to assist municipalities in building in-house capacity to perform their functions and stabilise institutional and governance systems. Die doel van die skenking is om munisipaliteite by te staan om in-huise kapasiteit te bou om hul funksies te verrig en institusionele en beheerstelsels te stabiliseer.		
Balance at the beginning of the year / Saldo aan die begin van die jaar	508 525	415 487
Current year receipts / Huidige jaar ontvangste	735 000	1 000 000
Conditions met - Transferred to revenue / Voorwaardes nagekom - Oorgeplaas na inkomste	(640 359)	(906 962)
IDP Review	82 435	252 055
SCM Training	-	-
Performance Management Training	-	-
PIMS Centre	-	-
Payroll System	-	15 605
Public Participation	557 924	639 302
IGR Policy	-	-
Adjustment of opening balance	-	-
Conditions still to be met - Transferred to liabilities / Voorwaardes nagekom te word	<u>603 166</u>	<u>508 525</u>
Voorwaardes nagekom te word - Oorgeplaas na Krediteure	<u>603 166</u>	<u>508 525</u>

	2008/2009 R	2007/2008 R
Finance Management Grant		
This grant is intended to build financial management capacity and assist municipalities in implementing the MFMA as well as budget, accounting and financial management reforms. Die doel van die skenking is om finansiële bestuurskapasiteit te bou en om munisipaliteite by te staan in die implementering van die MFMA asook begrotings, rekeningkundige en finansiële bestuurs hervorming.		
Balance at the beginning of the year / Saldo aan die begin van die jaar	457 797	215 474
Current year receipts / Huidige jaar ontvangste	500 000	500 000
Conditions met - Transferred to revenue / Voorwaardes nagekom - Oorgeplaas na inkomste	(469 020)	(257 677)
Samras system support	134 864	-
SCM System	11 400	9 980
Office equipment	5 778	-
Training	43 792	102 045
GAMAP/GRAP	14 959	16 394
Salaries	209 126	74 970
Payroll System Interface	49 101	54 288
Conditions still to be met - Transferred to liabilities / Voorwaardes nagekom te word		
Voorwaardes nagekom te word - Oorgeplaas na Krediteure	488 777	457 797

Capacity Building Grant

Balance at the beginning of the year	40 000	40 000
Current year receipts	-	-
	40 000	40 000

21 OUTSTANDING FUTURE COMMITMENTS / UITSTAANDE TOEKOMSTIGE VERPLIGTINGE

Approved non-refundable grant in favour of Mantsopa Local Municipality		
Goedgekeurde nie-terugbetaalbare skenking ten gunste van Mantsopa Plaaslike Munisipaliteit	-	4 809 408
Adjustment of initial provision for future commitments		
Aansuiwering van aanvanklike voorsiening vir toekomstige verpligtinge	-	-
Less: Amount claimed and paid at 30 Junie 2008 / Min: Bedrag ge-eis en betaal op 30 Junie 2008	-	4 809 408
Unspent amount / Onbestede bedrag	-	-

The initial provision of R3,950,585 did not include an amount of R729,001 and R121,833 paid during the 2001/2002 and 2002/2003 financial years respectively /
Die aanvanklike voorsiening van R3,950,585 het nie betalings van R729,001 en R121,833 wat respektiewelik gedurende die 2001/2002 en 2002/2003 finansiële jare betaal is, ingesluit nie.

22 RETIREMENT BENEFITS / AFTREEVOORDELE

The Municipality currently contributes to the following pension and provident funds on behalf of it's Employees and Councillors.
The funds are:

Free State Municipal Provident Fund - Defined Contribution Plan as defined.

Free State Municipal Pension Fund - Defined Contribution Plan as defined.

SAMWU Provident Fund - Defined Contribution Plan as defined.

Orion Old Mutual Pension Fund - Defined Contribution Plan as defined.

Municipal Councillors Pension Fund - Defined Contribution Plan as defined.

Local Government Pension Fund - Defined Contribution Plan as defined.

As the above funds are classified as defined contribution plans, the Municipality has no financial liability to the fund as an employer.

The SALA Pension Fund is classified as a defined benefit plan. As per the latest valuation report the Fund had no unfunded liability as at 1 July 2007, and the level of funding was 110%. The Fund is valued every three years. The employers current contributions to the fund remains fixed at 20.78% of the gross retirement funding income of the employee. Furthermore actuaries are of the opinion that it is not possible to report separately on the potentially unfunded liability of each member municipality to this fund.

	2008/2009 R	2007/2008 R
23 VALUE ADDED TAX / BELASTING OP TOEGEVOEGDE WAARDE		
VAT Payable	-	-
VAT Receivable	1 141 039	4 051 911
	<u>1 141 039</u>	<u>4 051 911</u>

VAT is payable on the cash basis. Only once payment is received, VAT is paid over to SARS.
BTW is betaalbaar op die kontantbasis. Slegs sodra betaling ontvang word, word BTW aan SAID oorbetaal.

**24 ADDITIONAL DISCLOSURES IN TERMS OF THE MFMA/
BYKOMENDE OPENBAARMAKING IN TERME VAN DIE MUNISIPALE FINANSIËLE BESTUURSWET**

1. Contributions to organised Local Government / Bydrae tot Ge-organiseerde Plaaslike Bestuur

Opening Balance / Beginsaldo	-	-
Current year fee / Fooie vir huidige	285 680	225 025
Amount paid in current year / Bedrag betaal in huidige jaar	(285 680)	(225 025)
Amount paid in previous years / Bedrag betaal in vorige jaar	-	-
Balance unpaid (included in Creditors) / Saldo onbetaald (Ingesluit in Krediteure)	<u>-</u>	<u>-</u>

2. Audit fees / Ouditfooie

Opening Balance / Beginsaldo	-	-
Current year fee / Fooie vir huidige	1 003 314	960 065
Amount paid in current year / Bedrag betaal in huidige jaar	(1 003 314)	(960 065)
Amount paid in previous years / Bedrag betaal in vorige jaar	-	-
Balance unpaid (included in Creditors) / Saldo onbetaald (Ingesluit in Krediteure)	<u>-</u>	<u>-</u>

3. VAT / BTW

VAT Input receivable and VAT Output payable are shown in note 24. All VAT returns have been submitted before or on the due date throughout the year/
BTW Insette ontvangbaar en BTW Uitsette betaalbaar word getoon in nota 24. Alle BTW Opgawes is voor of op die sperdatum ingedien.

4. PAYE and UIF / LBS en WVF

Opening Balance / Beginsaldo	-	-
Current year fee / Fooie vir huidige	11 306 627	9 636 144
Amount paid in current year / Bedrag betaal in huidige jaar	(11 306 627)	(9 636 144)
Amount paid in previous years / Bedrag betaal in vorige jaar	-	-
Balance unpaid (included in Creditors) / Saldo onbetaald (Ingesluit in Krediteure)	<u>-</u>	<u>-</u>

5. Pension and Medical Aid deductions / Pensioen en Mediese fondse afrekkings

Opening Balance / Beginsaldo	-	-
Current year fee / Fooie vir huidige	9 378 970	8 829 488
Amount paid in current year / Bedrag betaal in huidige jaar	(9 378 970)	(8 829 488)
Amount paid in previous years / Bedrag betaal in vorige jaar	-	-
Balance unpaid (included in Creditors) / Saldo onbetaald (Ingesluit in Krediteure)	<u>-</u>	<u>-</u>

		2008/2009	2007/2008
		R	R
6. Summary of Investments / Opsomming van Beleggings			
ABSA	Short term (32 days to 3 Months)	21 714 334	13 729 491
Standard Bank	Short term (32 day deposits)	19 335 262	5 059 218
Nedbank	Short term (Call deposit)	6 558 568	386
FNB	Short term (32 day deposit)	10 057 096	-
New Republic Bank	Bank under Curatorship	-	-
		<u>57 665 260</u>	<u>18 789 095</u>

7. Detail of Bank Accounts / Besonderhede van Bankrekeninge

Primary Bank Account / Primêre Bankrekening			
- Institution: ABSA (Current account)			
	Opening Balance	-	-
	Closing Balance (Bank statement)	-	-
- Institution: Standard Bank (Current account)			
	Opening Balance (1 September 2006)	-	-
	Closing Balance (Bank statement)	<u>1 614 341</u>	<u>4 453 385</u>

Standard Bank was appointed as Motheo District Municipality's official banker in June 2006. The new account held by Standard Bank was officially put into use on the 1st of September 2006 whilst the ABSA account remained open until the 17th of January 2007, when it was officially closed.

25 ANNUAL OPERATING BUDGET / JAARLIKSE BEDRYFSBEGROTING

The annual operating budget was compiled based on the GAMAP/GRAP accounting standards. GAMAP/GRAP accounting standards were not implemented during the current financial year and therefore actual income and expenditure cannot reliably be compared with budgeted income and expenditure. Please refer to Appendix G - Budget Report

Die jaarlikse bedryfsbegroting is gebaseer op GAMAP/GRAP rekeningkundige standaarde. GAMAP/GRAP rekeningkundige standaarde is egter nie gedurende die jaar ge-implementeer nie en gevolglik kan werklike inkomste en uitgawe nie betroubaar met begrote inkomste en uitgawe vergelyk word nie. Verwys asseblief na Aanhangsel G - Begrotings Verslag

26 UNAUTHORISED EXPENDITURE / ONGEMAGTIGDE UITGAWE

1. Incident: Overspending on the 2005/2006 budget as approved by Council			
	Opening Balance	3 489 620	3 489 620
	Unauthorised expenditure: Current Year	-	-
	Condoned or written off by Council	-	-
	Paid Back	-	-
	Awaiting condonement	<u>3 489 620</u>	<u>3 489 620</u>
2 Incident: Bad debts written off - not budgeted for			
	Opening Balance	10 654	10 654
	Unauthorised expenditure: Current Year	-	-
	Condoned or written off by Council	-	-
	Paid Back	-	-
	Awaiting condonement	<u>10 654</u>	<u>10 654</u>
3 Incident: Expenditure allocated against incorrect votes			
	Opening Balance	103 166	103 166
	Unauthorised expenditure: Current Year	-	-
	Condoned or written off by Council	-	-
	Paid Back	-	-
	Awaiting condonement or payment	<u>103 166</u>	<u>103 166</u>
Total unauthorised expenditure / Totale ongemagtigde uitgawe		<u>3 603 440</u>	<u>3 603 440</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIële STATE VIR DIE JAAR GEëINDIG OP 30 JUNIE 2009

	2008/2009 R	2007/2008 R
27 IRREGULAR EXPENDITURE / ONREëLMATIGE UITGAWE		
1 Incident: Quotations not obtained		
Opening Balance	490	490
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>490</u>	<u>490</u>
2 Incident: Required number of quotations not obtained		
Opening Balance	635 514	635 514
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>635 514</u>	<u>635 514</u>
3 Incident: Quotations not valid		
Opening Balance	9 284	-
Irregular expenditure: Current Year	-	9 284
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>9 284</u>	<u>9 284</u>
4 Incident: Expenditure against provisions (roll overs) not on current year's budget		
Opening Balance	5 758 911	5 758 911
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>5 758 911</u>	<u>5 758 911</u>
5 Incident: Salaries paid to non-sec 57 employees appointed on contract		
Opening Balance	3 842 158	3 842 158
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement or payment	<u>3 842 158</u>	<u>3 842 158</u>
6 Incident: Performance bonuses paid without proof of evaluation and Council approval		
Opening Balance	2 143 588	2 143 588
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement or payment	<u>2 143 588</u>	<u>2 143 588</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009	2007/2008
	R	R
7 Incident: Salaries of officials additional to the establishment not budgeted for		
Opening Balance	197 310	197 310
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>197 310</u>	<u>197 310</u>
8 Incident: Expenditure not budgeted for and overspending of individual votes		
Opening Balance	6 292	6 292
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>6 292</u>	<u>6 292</u>
9 Incident: Payment in excess of contract amount not approved in terms of the SCM policy		
Opening Balance	125 500	125 500
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>125 500</u>	<u>125 500</u>
10 Incident: Procurement contrary to SCM policy and tax matters not cleared with SARS		
Opening Balance	1 780 714	1 780 714
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>1 780 714</u>	<u>1 780 714</u>
11 Incident: No proof that procurement processes were followed		
Opening Balance	517 000	517 000
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>517 000</u>	<u>517 000</u>
12 Incident: Insufficient procurement processes followed		
Opening Balance	25 000	25 000
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>25 000</u>	<u>25 000</u>
13 Incident: Contract awarded contrary to the prescripts of the PPPFA		
Opening Balance	5 205 333	5 205 333
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>5 205 333</u>	<u>5 205 333</u>
14 Incident: Expenditure in terms of contracts awarded irregularly		
Opening Balance	785 271	785 271
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>785 271</u>	<u>785 271</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009	2007/2008
	R	R
15 Incident: Transfer payments made without adherence to the requirements of the MFMA		
Opening Balance	64 376	64 376
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>64 376</u>	<u>64 376</u>
16 Incident: Payments approved contrary to the delegations of authority		
Opening Balance	1 749	1 749
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>1 749</u>	<u>1 749</u>
17 Incident: Travel claims approved contrary to the delegations of authority		
Opening Balance	6 075	6 075
Irregular expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>6 075</u>	<u>6 075</u>
18 Incident: Three quotations not obtained as per SCMP		
Opening Balance	12 131	-
Irregular expenditure: Current Year	-	12 131
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>12 131</u>	<u>12 131</u>
19 Incident: Three quotations not obtained as per SCMP		
Opening Balance	286 839	-
Irregular expenditure: Current Year	-	286 839
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>286 839</u>	<u>286 839</u>
20 Incident: Performance Bonusses 2006/2007 & 2007/2008		
Opening Balance	4 914 397	2 435 780
Irregular expenditure: Current Year	-	2 478 617
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>4 914 397</u>	<u>4 914 397</u>
21 Incident: Contravention of SCMP Regulation 13		
Opening Balance	728 271	-
Irregular expenditure: Current Year	-	728 271
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>728 271</u>	<u>728 271</u>
22 Incident: Expenditure vouchers not signed by Delegated Authority		
Opening Balance	3 378 089	-
Irregular expenditure: Current Year	-	3 378 089
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>3 378 089</u>	<u>3 378 089</u>
23 Incident: IDP Projects contracts not submitted		
Opening Balance	15 235 340	-
Irregular expenditure: Current Year	-	15 235 340
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>15 235 340</u>	<u>15 235 340</u>
Total Irregular Expenditure / Totale onreëlmatige uitgawes	<u>45 659 632</u>	<u>45 659 632</u>

	2008/2009 R	2007/2008 R
28 FRUITLESS AND WASTEFUL EXPENDITURE / VRUGTELOSE UITGAWE		
1 Incident: No value for money - 40 diaries for councillors		
Opening Balance	20 500	20 500
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>20 500</u>	<u>20 500</u>
2 Incident: No value for money - Hobhouse sport centre terminated due to vandalism		
Opening Balance	216 009	216 009
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>216 009</u>	<u>216 009</u>
3 Incident: Expenditure in vain - Opinion obtained from PWC in respect of long term debtors		
Opening Balance	15 000	15 000
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>15 000</u>	<u>15 000</u>
4 Incident: Payment of travel & subsistence contrary to policy		
Opening Balance	12 744	12 744
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>12 744</u>	<u>12 744</u>
5 Incident: No value for money - Interest paid on overdue accounts		
Opening Balance	1 570	1 570
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>1 570</u>	<u>1 570</u>
6 Incident: No value for money - Employees not attending training		
Opening Balance	12 800	12 800
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>12 800</u>	<u>12 800</u>
7 Incident: Leave paid out that should have been forfeited		
Opening Balance	19 872	19 872
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>19 872</u>	<u>19 872</u>
8 Incident: Annual bonuses paid to employees on contract		
Opening Balance	230 810	230 810
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>230 810</u>	<u>230 810</u>
9 Incident: Re-imbursment of travel expenses to a councillor not entitled to the benefit		
Opening Balance	203	203
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>203</u>	<u>203</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009	2007/2008
	R	R
10 Incident: Over payment of travelling allowances - International tours		
Opening Balance	5 832	5 832
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting condonement	<u>5 832</u>	<u>5 832</u>
11 Incident: Shortfall on employees tax deductions paid to SARS		
Opening Balance	360 623	360 623
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>360 623</u>	<u>360 623</u>
12 Incident: No value for money - International tours		
Opening Balance	182 312	182 312
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>182 312</u>	<u>182 312</u>
13 Incident: Loss with exchange transaction and storage space - weaving plant		
Opening Balance	202 688	202 688
Fruitless and wasteful expenditure: Current Year	-	-
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>202 688</u>	<u>202 688</u>
14 Incident: Catering public budget hearing		
Opening Balance	75 000	-
Fruitless and wasteful expenditure: Current Year	-	75 000
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>75 000</u>	<u>75 000</u>
15 Incident: Excessive travelling costs incurred due to poor planning		
Opening Balance	52 870	-
Fruitless and wasteful expenditure: Current Year	-	52 870
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>52 870</u>	<u>52 870</u>
16 Incident: Excessive fuel costs incurred		
Opening Balance	14 131	-
Fruitless and wasteful expenditure: Current Year	-	14 131
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>14 131</u>	<u>14 131</u>
17 Incident: Overpricing on an invoice		
Opening Balance	11 857	-
Fruitless and wasteful expenditure: Current Year	-	11 857
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>11 857</u>	<u>11 857</u>
18 Incident: Improvements to leasehold premises		
Opening Balance	118 496	-
Fruitless and wasteful expenditure: Current Year	-	118 496
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>118 496</u>	<u>118 496</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009
AANTEKENINGE TOT DIE FINANSIËLE STATE VIR DIE JAAR GEËINDIG OP 30 JUNIE 2009

	2008/2009 R	2007/2008 R
19 Incident: Rental of storage units		
Opening Balance	156 200	-
Fruitless and wasteful expenditure: Current Year	163 100	156 200
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>319 300</u>	<u>156 200</u>
20 Incident: Excessive foreign travel allowance		
Opening Balance	610	-
Fruitless and wasteful expenditure: Current Year	-	610
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>610</u>	<u>610</u>
21 Incident: Excessive air travel fair		
Opening Balance	8 016	-
Fruitless and wasteful expenditure: Current Year	-	8 016
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>8 016</u>	<u>8 016</u>
22 Incident: Value for money excessive employee appointments		
Opening Balance	977 134	-
Fruitless and wasteful expenditure: Current Year	-	977 134
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>977 134</u>	<u>977 134</u>
23 Incident: Car rentals in contradiction to travel and subsistence policy		
Opening Balance	38 501	-
Fruitless and wasteful expenditure: Current Year	-	38 501
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>38 501</u>	<u>38 501</u>
24 Incident: Foreign subsistence allowance incorrectly calculated		
Opening Balance	6 384	-
Fruitless and wasteful expenditure: Current Year	-	6 384
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>6 384</u>	<u>6 384</u>
25 Incident: Rental of cars not in terms of travel and subsistence policy		
Opening Balance	48 542	-
Fruitless and wasteful expenditure: Current Year	-	48 542
Condoned or written off by Council	-	-
Paid Back	-	-
Awaiting payment	<u>48 542</u>	<u>48 542</u>
Total fruitless expenditure / Totale vrugtelose uitgawes	<u>2 951 804</u>	<u>2 788 704</u>
29 CAPITAL COMMITMENTS		
Commitments in respect of capital projects		
- Approved and contracted for	3 761 832	-
- Approved but not yet contracted for	-	-
	<u>3 761 832</u>	<u>-</u>
This expenditure will be financed from :		
- Internal sources	<u>3 761 832</u>	<u>-</u>
30 RESERVES / RESERWES		
Unspent conditional grants	<u>1 150 986</u>	<u>1 025 365</u>

(Refer to Appendix A for more detail / Verwys na Aanhangsel A vir meer inligting)

APPENDIX A - ACCUMULATED FUNDS, TRUST FUNDS, RESERVES AND PROVISIONS FOR THE YEAR THAT ENDED 30 JUNE 2009

AANHANGSEL A - OPGEHOOPTE FONDSE, TRUST FONDSE, RESERWES EN VOORSIENINGS VIR DIE JAAR GEEINDIG 30 JUNIE 2009

	Balance at 30 June 2008	Contribution during the year / Bydrae gedurende die die Jaar	Interest on Investments	Other Income	Operating expenditure during the year / Bedryfsuitgawes gedurende die jaar	Capital expenditure during the year/ Kapitaalluitgawe gedurende die jaar	Balance at 30 June 2009
	Saldo op 30 Junie 2008		Rente op Belegging	Ander Inkomste			Saldo op 30 Junie 2009
	R	R	R	R	R	R	R
Appropriation account / Aanwendingsrekening	(20 003 267)	-	-	-	-	-	15 205 524
Accumulated funds / Opgehoopte fondse	-	-	-	-	-	-	-
Provisions / Voorsienings							
Performance Bonusses	2 478 617	821 117	-	-	(2 840 485)	-	459 249
Accrued Leave	1 733 772	1 218 597	-	-	(1 050 864)	-	1 901 505
	4 212 389	2 039 714	-	-	(3 891 349)	-	2 360 754
Reserves / Reserwes							
Ntsika Economic Summit	8 583	-	-	-	-	-	8 583
District Aids Council	10 460	-	-	-	-	-	10 460
Capacity Building Grant	40 000	-	-	-	-	-	40 000
MSIG Grant	508 525	-	-	735 000	(640 359)	-	603 166
FMG Grant	457 797	-	-	500 000	(469 020)	-	488 777
Unspent Conditional Grants	1 025 365	-	-	1 235 000	(1 109 379)	-	1 150 986

APPENDIX B - EXTERNAL LOANS AND INTERNAL ADVANCES FOR THE YEAR ENDED 30 JUNE 2009

AANHANGSEL B - EKSTERNE LENINGS EN INTERNE VOORSKOTTE VIR DIE JAAR GEEINDIG 30 JUNIE 2009

				Balance at 30 June 2008	Received during the year	Redeemed or written off during the year	Balance at 30 June 2009
				Saldo op 30 Junie 2008	Ontvang gedurende die jaar	Gedolg of afgeskryf gedurende die jaar	Saldo op 30 Junie 2009
				R	R	R	R
External loans / Eksterne Lenings							
Southern FS Electrification	@ 12%	Redeemable	30/06/2015	8 679 181	-	851 770	7 827 411
Smithfield/Mofulatshepe Water & San	@ 10%	Redeemable	31/12/2015	2 129 674	-	202 513	1 927 161
Philippolis Water & San	@ 10%	Redeemable	31/12/2015	1 164 635	-	110 746	1 053 889
Trompsburg Water & San	@ 10%	Redeemable	31/12/2015	1 461 168	-	138 944	1 322 224
Bethulie Water & San	@ 10%	Redeemable	31/12/2015	2 290 345	-	217 791	2 072 554
Dewetsdorp Water & San	@ 10%	Redeemable	31/12/2015	2 154 478	-	204 871	1 949 607
Jagersfontein Water & San	@ 10%	Redeemable	31/12/2015	2 704 940	-	257 215	2 447 725
Reddersburg Water & San	@ 10%	Redeemable	31/12/2015	1 193 726	-	113 512	1 080 214
Fauresmith Water & San	@ 10%	Redeemable	31/12/2015	1 123 841	-	106 867	1 016 974
Petrusburg Water & San	@ 10%	Redeemable	31/12/2015	2 099 938	-	199 685	1 900 253
Springfontein Water & San	@ 10%	Redeemable	31/12/2015	1 835 167	-	174 508	1 660 659
Jacobsdal Water & San	@ 10%	Redeemable	31/12/2015	1 273 378	-	121 087	1 152 291
Rouxville Water & San	@ 10%	Redeemable	31/12/2015	2 070 007	-	196 839	1 873 168
Edenburg Water & San	@ 10%	Redeemable	31/12/2015	1 698 562	-	161 518	1 537 044
Zastron Water & San	@ 10%	Redeemable	31/12/2015	2 649 029	-	251 899	2 397 130
Van Stadensrus Water & San	@ 10%	Redeemable	31/12/2015	701 517	-	60 850	640 667
Koffiefontein Water & San	@ 10%	Redeemable	31/12/2015	2 711 162	-	257 807	2 453 355
Wepener Water & San	@ 10%	Redeemable	31/12/2015	2 742 478	-	260 785	2 481 693
				40 683 226	-	3 889 207	36 794 019

APPENDIX C - ANALYSIS OF FIXED ASSETS FOR THE YEAR ENDED 30 JUNE 2009

AANHANGSEL C - ONTLEDING VAN VASTE BATES VIR DIE JAAR GEEINDIG 30 JUNIE 2009

Expenditure / Uitgawe 2007/2008	Service Diens	Budget / Begroot 2008/2009	Balance at 30 June 2008 Saldo op 30 Junie 2008	Expenditure/ Uitgawe 2008/2009	Expenditure/ Uitgawe Prior Years	Redeemed, Transferred or Written off Gedelg, Oorgeplaas of afgeskryf gedurende die jaar
R		R	R	R	R	R
Administration						
117 314	Office and Computer Equipment / Kantoor en Rekenaartoerusting	959 600	910 552	700 443	839 786	-
634 200	Vehicles / Voertuie	400 000	2 225 721	-	-	-
316 944	Access Control Security System	-	316 944	-	-	-
-	Land and Buildings / Grond en Geboue	-	2 577 089	-	-	-
<u>1 068 458</u>	Total Fixed Assets / Totale Vaste Bates	<u>1 359 600</u>	<u>6 030 306</u>	<u>700 443</u>	<u>839 786</u>	<u>-</u>
Less : Loans Redeemed And Other Capital Receipts						
Min : Lenings Gedelg en Ander Kapitaal Ontvangstes						
	Contributions from operating income/ Bydrae uit Bedryfsinkomste		(6 030 306)	(700 443)	(839 786)	-
Net Fixed Assets / Netto Vaste Bates			<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**Balance at
30 June 2009**

**Saldo op
30 Junie 2009**

R

2 450 781
_

2 225 721

316 944

2 577 089

7 570 535

(7 570 535)

-

APPENDIX D - ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR THAT ENDED 30 JUNE 2009

AANHANGSEL D - ONTLEDING VAN BEDRYFSINKOMSTE EN -UITGAWE VIR DIE JAAR GEËINDIG 30 JUNIE 2009

Actual / Werklik 2007/2008		Actual Werklik 2008/2009	Budget / Begroot 2008/2009
R		R	R
Income / Inkomste			
107 994 907	Grants and Subsidies	125 905 262	126 431 000
107 994 907	- Central government	125 905 262	126 431 000
-	- Provincial government	-	-
10 158 925	Operating Income / Bedryfsinkomste	9 631 631	10 127 552
-	Funds transferred from Accumulated Surplus	-	-
-	Levies / Heffings	26 010	26 000
-	Unallocated Deposits / Ongeallokeerde Depositos	-	-
7 621 231	Interest Received / Rente Ontvang	8 843 413	8 949 883
2 537 693	Miscellaneous / Diverse	762 208	1 151 669
<u>118 153 832</u>	Total Income / Totale Inkomste	<u>135 536 893</u>	<u>136 558 552</u>
Expenditure / Uitgawes			
47 970 166	Salaries, Wages and Allowances / Salarisse, Lone en Toelaes	53 215 181	61 868 097
14 132 238	General Expenses / Algemene Uitgawes	13 455 299	15 059 574
806 323	Repairs and Maintenance / Herstel en Onderhoud	1 191 344	1 350 010
4 533 515	Capital Charges / Kapitaal Koste	4 144 506	8 031 410
4 204 630	Contributions to Provisions / Bydrae tot Voorsienings	1 872 309	1 893 067
1 068 460	Contributions to Capital Expenditure / Bydrae tot Kapitaal Besteding	700 443	1 359 600
1 085 642	Conditional Grants utilised / Voorwaardelike Toekennings Aangewend	-	-
61 267 244	Donations to Local Municipalities / Skenkings aan Plaaslike Munisipaliteite	31 317 054	45 634 600
135 068 219	Gross expenditure	105 896 136	135 196 358
-	Less : Amounts charged out	-	-
<u>135 068 219</u>	Net expenditure	<u>105 896 136</u>	<u>135 196 358</u>

APPENDIX E - ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR THAT ENDED 30 JUNE 2009

AANHANGSEL E - ONTLEDING VAN BEDRYFSINKOMSTE EN -UITGAWE VIR DIE JAAR GEËINDIG 30 JUNIE 2009

2007/2008	2007/2008	2007/2008		2008/2009	2008/2009	2008/2009	2008/2009
Actual Income	Actual Expenditure	Surplus (Deficit)		Actual Income	Actual Expenditure	Surplus (Deficit)	Budgeted Surplus (Deficit)
Werklik Inkomste	Werklike Uitgawe	Oorskot (Tekort)		Werklik Inkomste	Werklike Uitgawe	Oorskot (Tekort)	Begrote Oorskot (Tekort)
R	R	R		R	R	R	R
GENERAL SERVICES / ALGEMENE DIENSTE							
-	62 475 547	(62 475 547)	REGIONAL FUNCTIONS / STREEKSFUNKSIES	-	30 852 955	(30 852 955)	(44 734 600)
-	7 542 431	(7 542 431)	LED and Job Creation / LED en werkskepping	-	2 926 463	(2 926 463)	(3 450 000)
-	35 063 188	(35 063 188)	Infrastructure / Infrastruktuur	-	6 049 407	(6 049 407)	(15 600 000)
-	13 153 570	(13 153 570)	Social development / Sosiale ontwikkeling	-	18 869 752	(18 869 752)	(20 920 500)
-	847 016	(847 016)	Safety and security / Veiligheid en sekuriteit	-	569 932	(569 932)	(1 110 000)
-	5 869 342	(5 869 342)	Municipal governance / Munisipale bestuur	-	2 437 401	(2 437 401)	(3 654 100)
-	194 285	(194 285)	Conditional Grants / Voorwaardelike Skenkings	-	464 101	(464 101)	(900 000)
118 153 832	72 398 387	45 755 445	ADMINISTRATION / ADMINISTRASIE	135 536 893	74 579 080	60 957 813	46 996 794
107 994 907	17 941 866	90 053 041	Council general expenses / Raad algemene uitgawes	125 905 262	17 784 315	108 120 947	103 545 592
-	1 807 584	(1 807 584)	Office of the Municipal Manager / Kantoor van die Munisipale Bestuurder	-	1 263 091	(1 263 091)	(2 412 167)
-	4 811 609	(4 811 609)	Office of the COO / Kantoor van die HOB	-	5 062 561	(5 062 561)	(5 889 281)
-	13 010 873	(13 010 873)	Political Support / Politieke ondersteuning	-	14 372 432	(14 372 432)	(15 828 155)
10 158 925	8 822 347	1 336 578	Financial services / Finasiese dienste	9 320 544	9 691 466	(370 922)	(1 094 877)
-	2 827 319	(2 827 319)	Technical services / tegniese dienste	-	1 979 638	(1 979 638)	(3 394 957)
-	5 108 709	(5 108 709)	Social development / Sosiale ontwikkeling	-	5 132 041	(5 132 041)	(5 651 470)
-	13 611 871	(13 611 871)	Corporate services / Korporatiewe dienste	311 087	14 466 186	(14 155 099)	(16 864 184)
-	4 456 209	(4 456 209)	Economic development / Ekonomiese ontwikkeling	-	4 827 350	(4 827 350)	(5 413 707)
<u>118 153 832</u>	<u>135 068 219</u>	<u>(16 914 387)</u>		<u>135 536 893</u>	<u>105 896 136</u>	<u>29 640 757</u>	<u>1 362 194</u>
		1 660 340	Appropriations for the year (refer to note 14)			5 568 034	-
		(15 254 047)	Onaangewende Surplus (Opgelope tekort) vir die jaar			35 208 791	1 362 194
		(4 749 220)	Retained Surplus (Accumulated Deficit) for the year			(20 003 267)	
		(20 003 267)	Onaangewende Surplus (Opgelope tekort) begin van die jaar				
			Retained Surplus (Accumulated Deficit) beginning of the year				
			Onaangewende Surplus (Opgelope tekort) einde van die jaar				
			Retained Surplus (Accumulated Deficit) end of the year			<u>15 205 524</u>	

APPENDIX F - LOANS GRANTED TO LOCAL MUNICIPALITIES FOR THE YEAR ENDED 30 JUNE 2009

AANHANGSEL F - LENINGS TOEGESTAAN AAN PLAASLIKE MUNISIPALITEITE VIR DIE PERIODE GEËINDIG 30 JUNIE 2009

	2008/2009	2007/2008
	R	R
Amounts recoverable over a period of 20 years from the date granted Bedrae verhaalbaar oor 'n tydperk van 20 jaar vanaf datum toegestaan	-	-
Deferred subsidies which are annually written off in the Income Statement as subsidies of redemption of loans to local municipalities which varies over periods of 5 to 10 years from the date on which the loans were granted / Uitgestelde subsidies wat jaarliks in die Inkomstestaat as subsidies van delging van lenings aan plaaslike munisipaliteite afgeskryf word oor tydperke wat wissel van 5 tot 10 jaar vanaf die datum waarop lenings toegestaan is.	-	-
Less / Min :		
Amounts payable to 30 June included in current assets / Bedrae betaalbaar tot 30 Junie ingesluit in bedryfsbates		
Recoverable loans / Verhaalbare Lenings	-	-
Deferred subsidies / Uitgestelde subsidies	-	-
Balance at 30 June / Balans soos op 30 Junie	-	-

(Refer to note 5 for more details / Vewys na aantekening 5 vir meer inligting)

APPENDIX G (1) - ACTUAL VERSUS BUDGET (REVENUE AND EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2009
AANHANGSEL G (1) - WERKLIK VERSUS BEGROOT (INKOMSTE EN UITGAWE) VIR DIE JAAR GEËINDIG 30 JUNIE 2009

	2008/2009 ACTUAL	2008/2009 BUDGET	2008/2009 VARIANCE	2008/2009 VARIANCE	Explanation of Significant Variances greater than 10% versus Budget
	R	R	R	%	
REVENUE					
Interest Earned - External Investments	8 843 413	8 949 883	-106 470	-1.19%	
Interest Earned - Outstanding Debtors	26 010	26 000	10	0.04%	
Government Grants and Subsidies	125 905 262	126 431 000	(525 738)	-0.42%	
Other Income	762 208	1 151 669	(389 461)	-33.82%	Revenue from Disposal of assets R400,000 did not materialise. Vehicles will be sold during 2009/2010
Total Revenue	135 536 893	136 558 552	(1 021 659)	-0.75%	
EXPENDITURE					
Employee related costs	45 603 179	54 198 309	(8 595 130)	-15.86%	Numerous vacant positions were not filled during the year, resulting in a saving of R8,652,916
Remuneration of Councillors	7 612 002	7 669 788	(57 786)	-0.75%	
Bad Debts	653 712	654 000	-288	0.00%	
Repairs and Maintenance	1 191 344	1 350 010	(158 666)	-11.75%	Savings on upgrade of computer hardware and software and maintenance of building
Interest on External Borrowings	4 144 506	8 031 410	(3 886 904)	-48.40%	Budgeted for both Interest and Redemption. Redemption allocated directly against External loans
Grants and Subsidies Paid	31 317 054	45 634 600	(14 317 546)	-31.37%	Savings on completed projects and institutional programs, Projects not completed at year end R3,761,83 Water projects not started - Naledi R2,400,000.
General expenses - Other	15 374 339	17 658 241	(2 283 902)	-12.93%	Savings on entertainment, renovations to building, purchase of office furniture, Auditors fees, postage & telephone and consultancy and investigation fees.
Total Expenditure	105 896 136	135 196 358	(29 300 222)	-21.67%	
NET SURPLUS/(DEFICIT) FOR THE YEAR	29 640 757	1 362 194	28 278 563	20.92%	

APPENDIX G (2) - ACTUAL VERSUS BUDGET (CAPITAL) FOR THE YEAR ENDED 30 JUNE 2009

AANHANGSEL G (2) - WERKIL VERSUS BEGROOT (KAPITAAL) VIR DIE JAAR GEËINDIG 30 JUNIE 2009

	2008/2009 ACTUAL	2008/2009 UNDER CONSTRUCTION	2008/2009 TOTAL ADDITIONS	2008/2009 BUDGET	2008/2009 VARIANCE	2008/2009 VARIANCE	Explanation of Significant Variances greater than 10% versus Budget
	R	R	R	R	R	%	
OTHER ASSETS							
Motor Vehicles	-	-	-	400 000	(400 000)	-100%	Motor Vehicles not purchased.
Computer and Office Equipment	700 443	-	700 443	959 600	(259 157)	-65%	Capitilisation policy applicable to additions above R2,000.
Total	700 443	-	700 443	1 359 600	(659 157)	-48%	

