



NALEDI LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2010

I am responsible for the preparation of these financial statements, which are set out on page 3 to 38, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 19 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

Municipal Manager
Mr. NW Tukani

06 October 2010
Date

**NALEDI LOCAL MUNICIPALITY
GENERAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2010**

MEMBERS OF COUNCIL

Speaker and mayor : Clr J Makitle
Chief Whip : Clr G Tladi
Councilor : Clr M Sehloho
Councilor : Clr M Seoko
Councilor : Clr M Mziwakhe
Councilor : Clr M Mahase
Councilor : Clr B Van Heerden
Councilor : Clr M Tsuene

GENERAL INFORMATION

Country of incorporation and domicile South Africa

Nature of operations and principal activities Providing municipal services and maintain the best interest of the local community mainly in the Naledi area

Grading of the municipality The Naledi Local Municipality is a Grade Two Local Authority in terms of Government Notice R999 of 2 October 2001, Published in terms of IV terms of the Remunerations of Public Office Bearers Act, 1998.

Registered address Municipal Building
Brand Street
Dewetsdorp
9940

Postal address Private Bag X1
Dewetsdorp
9940

Auditors The Auditor - General: Free State

Bankers ABSA

Attorneys Roodt and Associates

**NALEDI LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

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NALEDI LOCAL MUNICIPALITY
STATEMENT OF FINANCIAL POSITION
AT 30 JUNE 2010

	Note	2010 R	2009 R
ASSETS			
Current assets		42 384 325	27 982 118
Consumer receivables	2	22 741 611	21 114 131
Other receivables	3	17 775 319	4 667 542
Cash and cash equivalents	33	853 460	1 186 511
Inventory	11	1 013 934	1 013 934
Non-current assets		34 576 761	34 432 996
Property, plant and equipment	5	34 452 387	34 320 410
Investments	6	124 374	112 586
Prepayments		-	-
Total assets		76 961 086	62 415 114
LIABILITIES			
Current liabilities		48 300 508	31 301 671
Consumer deposits	7	378 271	351 374
Payables	8	10 831 189	11 197 368
Other Payables	9	41 534 533	18 984 238
Unspent conditional grants and receipts	10	(7 408 060)	(2 412 177)
Provisions	12	1 587 244	1 284 594
Current portion of long-term liabilities	13	113 485	113 485
Bank overdraft	33	1 263 847	1 782 789
VAT		-	-
Non-current liabilities			
Long - term liabilities	13	651 486	765 331
Total liabilities		48 951 994	32 067 002
Net assets		28 009 092	30 348 112
NET ASSETS			
Statutory Funds		28 009 091	30 348 112
Accumulated surplus/(deficit)		-	4 992 007
		28 009 091	25 356 105
Total net assets and liabilities		76 961 085	62 415 114

**NALEDI LOCAL MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	Actual 2010 R	Actual 2009 R
Revenue			
Property rates	14	1 115 591	4 310 072
Services charges	15	16 785 210	22 506 471
Rental of building		259 216	112 371
Interest on Investment		4 857	86 423
Dividends received		12 536	-
Government grants and subsidies	16	23 923 514	27 503 494
Other income	17	2 755 553	8 497 722
Total Revenue		44 856 477	63 016 554
EXPENDITURE			
Employee related costs	18	20 915 226	11 044 525
Remuneration of councillors	19	561 427	1 125 728
Bad debts	2	-	-
Repairs and maintenance		1 245 136	916 097
Interest paid	20	6 402	-
Bulk purchases	21	12 616 305	12 588 493
General expenses	28	10 379 286	26 793 877
Total Expenditure		45 723 781	52 468 721
SURPLUS/(DEFICIT) FOR THE YEAR		(867 304)	10 547 833

Refer to Appendix E for the comparison with the approved budget.

NALEDI LOCAL MUNICIPALITY
 STATEMENT OF CHANGES IN NET ASSETS
 FOR THE YEAR ENDED 30 JUNE 2010

	Pre GAMAP/GRAP Reserves and Funds	Accumulated Surplus	TOTAL
Balance at 30 June 2008	4 817 679	37 273 676	42 091 355
Surplus/(deficit) for the year	174 329	10 547 833	10 722 162
Prior year error	-	(21 143 118)	(21 143 118)
Centlec Adjustments	-	(1 322 286)	(1 322 286)
Implementation of GRAP (Refer to note 23.4)	(4 992 008)	-	-
Balance at 30 June 2009	-	25 356 105	25 356 105
Surplus/(deficit) for the year	-	(867 304)	(867 304)
Implementation of GRAP (Refer to note 23.4)	-	(4 992 008)	(4 992 008)
Prior year error (Refer to note 23)	-	8 512 298	8 512 298
Balance at 30 June 2010	-	28 009 091	28 009 091

NALEDI LOCAL MUNICIPALITY
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 R	2009 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers and government	30	29 385 978	47 190 801
Cash paid to suppliers and employees	31	<u>(28 226 497)</u>	<u>(50 818 797)</u>
Cash generated by operations	32	1 159 481	(3 627 996)
Interest received		4 857	84 788
Interest paid		(6 402)	(37 127)
Dividends received		12 536	1 635
NET CASH FLOW FROM OPERATING ACTIVITIES		<u><u>1 170 472</u></u>	<u><u>(3 578 700)</u></u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(65 071)	(877 983)
(Increase)/Decrease in investments		<u>(11 789)</u>	<u>(8 589)</u>
NET CASH FLOW FROM INVESTING ACTIVITIES		<u><u>(76 860)</u></u>	<u><u>(886 572)</u></u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase/(decrease) in long term liabilities		(113 845)	(113 845)
(Increase)/decrease in consumer deposit		26 897	(14 346)
NET CASH FLOW FROM FINANCING ACTIVITIES		<u><u>(86 948)</u></u>	<u><u>(128 191)</u></u>
NET DECREASE IN CASH AND CASH EQUIVALENTS			
		<u><u>1 006 664</u></u>	<u><u>(4 593 463)</u></u>
Cash and cash equivalents at the beginning of the year		(596 278)	3 995 985
Cash and cash equivalents at the end of the year	33	<u><u>(410 386)</u></u>	<u><u>(596 278)</u></u>

NALEDI LOCAL MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2010

2 CONSUMER RECEIVABLES

	Gross balance	Provision for bad debts	Net Balance
Revenue from non exchange transaction			
As at 30 June 2009			
Rates	5 289 434	3 949 700	1 339 734
Total	5 289 434	3 949 700	1 339 734

As at 30 June 2010

Rates	4 393 556	3 949 700	443 856
Total	4 393 556	3 949 700	443 856

Revenue from exchange transaction

As at 30 June 2009

Service receivables	44 342 063	30 119 627	18 281 329
Electricity	3 428 576	243 664	3 184 912
Water	22 359 873	10 680 815	11 679 058
Sewerage	11 084 274	9 045 227	2 039 047
Refuse	7 469 340	6 091 028	1 378 312
Sundry Services	5 551 965	4 058 892	1 493 072
Total	49 894 027	30 119 627	19 774 401

As at 30 June 2010

Service receivables	45 658 905	26 060 734	19 598 170
Electricity	2 586 906	243 664	2 343 242
Water	19 372 579	10 680 815	8 691 764
Sewerage	14 016 441	9 045 227	4 971 214
Refuse	9 682 979	6 091 028	3 591 951
Sundry Services	6 758 481	4 058 892	2 699 588
Total	52 417 385	30 119 627	22 297 758

The provision for bad debts could not be calculated due to the fact that sufficient supporting documentation was not available to enable us to determine the current years provision for bad debts.

Receivables Age Analysis

Property Rates

Current (0 – 30 days)

31 - 60 Days

61 - 90 Days

120 - 150 Days

Total

4 393 556	5 289 434
------------------	------------------

Electricity

Current (0 – 30 days)

31 - 60 Days

61 - 90 Days

120 - 150 Days

Total: Centlec

2 586 906	3 428 576
------------------	------------------

Water

Current (0 – 30 days)

31 - 60 Days

61 - 90 Days

120 - 150 Days

Total

225 866	13 173 648
339 897	257 205
472 383	337 031
18 334 433	8 591 989
19 372 579	22 359 873

Sewerage

Current (0 – 30 days)

31 - 60 Days

61 - 90 Days

120 - 150 Days

Total

343 210	3 606 296
330 674	257 316
329 602	256 146
13 012 956	6 964 517
14 016 441	11 084 274

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

2 CONSUMER RECEIVABLES (CONTINUED)	2010	2009
Refuse	R	R
Current (0 – 30 days)	249 934	2 714 976
31 - 60 Days	245 812	194 090
61 - 90 Days	244 869	191 139
120 - 150 Days	8 942 364	4 369 135
Total	9 682 979	7 469 340
Other/Sundry Services		
Current (0 – 30 days)	(39 741)	1 210 433
31 - 60 Days	122 992	92 375
61 - 90 Days	121 967	92 094
120 - 150 Days	6 553 263	4 157 062
Total	6 758 481	5 551 964
Reconciliation of the bad debt provision		
Balance at beginning of year	34 069 330	15 022 982
Contributions to provision	-	19 036 134
Centlec Provision for bad debts	-	10 214
Balance at end of year	34 069 330	34 069 330

The detailed age analysis for Electricity and service debtors is not available. Consequently, only the total balances have been disclosed.

3 OTHER RECEIVABLES		
Short term Debtors	1 335	1 335
Unallocated Credits	(6 129 704)	(5 825 287)
VAT debtors	5 525 234	5 223 782
Town Hall	(350)	(350)
Health Claims	98 153	98 153
Ambulance claims	271 671	271 671
IDP and PMS	281 659	281 659
Debtors control Account	737 279	737 279
VAT income	(869 902)	(306 479)
VAT Bank	(763 620)	(1 012 756)
VAT charge out(output)	2 051 256	2 300 429
VAT claim(input)	6 713 018	5 835 135
VAT adjustment(input)	(113 129)	(113 129)
VAT return - receiver	(7 035 601)	(3 100 195)
PAYE	8 246 664	-
Insurance	1 039 377	-
Medical Aid	1 371 574	-
Garnish	1 412 052	-
Unions	107 871	-
Provident	1 306 240	-
Pension	1 548 118	-
UIF	222 956	-
PAYE	329 544	-
Loans	121 315	-
Salary Suspense	1 302 310	-
Prepayments		276 296
Total	17 775 319	4 667 542

4 CURRENT ACCOUNT

**ABSA Bank Limited- Dewesdorp Branch
Account Number-4066531831**

Cash book balance at beginning of year	1 186 511	463 532
Cash book balance at end of year	838 237	1 186 511
Bank statement balance at beginning of year	1 186 510	463 521
Bank statement balance at end of year	13 238	1 186 510

CURRENT ACCOUNT

**ABSA Bank Limited- Dewesdorp Branch
Account Number-1860270184**

Cash book balance at beginning of year	(1 616 420)	4 179 495
Cash book balance at end of year	15 223	(1 616 420)
Bank statement balance at beginning of year	(1 058 382)	3 532 464
Bank statement balance at end of year	706 086	(1 058 382)
Centlec bank overdraft	-	(166 369)

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

5 PROPERTY, PLANT AND EQUIPMENT

Reconciliation of Carrying Value

30 June 2010	Rates and General services	Economic Services	Housing services	Trading Services	Total
Carrying values at 30 June 2009	274 249	32 654 832	-	1 391 329	34 320 411
Cost	63 234 396	61 371 439	1 195 068	40 712 911	166 513 814
Accumulated depreciation	62 960 147	28 716 607	1 195 068	39 321 582	132 193 404
Additions	-	-	-	65 071	65 071
Written off	37 761	8 108	-	-	45 868
Under construction 2010	-	-	-	-	-
Depreciation	-	(112 324)	-	-	(112 324)
Carrying values at 30 June 2010	236 488	32 759 049	-	1 456 400	34 451 937
Cost	63 196 636	61 363 331	1 195 068	40 777 982	166 533 017
Accumulated depreciation	62 960 147	28 604 283	1 195 068	39 321 582	132 081 080
30 June 2009	Rates and General services	Economic Services	Housing services	Trading Services	Total
Carrying values at 30 June 2008	63 234 396	61 371 439	1 195 068	40 712 911	166 513 814
Cost	63 234 396	61 371 439	1 195 068	40 712 911	166 513 814
Accumulated depreciation	-	-	-	-	-
Additions	-	-	-	-	-
Written off	-	-	-	-	-
Depreciation	62 960 147	28 716 607	1 195 068	39 321 582	132 193 404
Carrying values at 30 June 2009	274 249	32 654 832	-	1 391 329	34 320 411
Cost	63 234 396	61 371 439	1 195 068	40 712 911	166 513 814
Accumulated depreciation	62 960 147	28 716 607	1 195 068	39 321 582	132 193 404

Refer to Appendix B and C for details.

The Municipality has applied the measurement transitional provisions for Property, Plant and Equipment in Directive 4 of the Accounting Standards Board. As a result no depreciation and impairment losses (including accumulated depreciation and impairments) were recognised on the financial statements. The municipality has adopted processes and procedures which will assist the municipality in the measurement of these amounts. Refer to Appendix B and C for detailed information on Property, Plant and Equipment.

6 INVESTMENTS

Unlisted	-	-
Senwes shares	11 058	9 123
Senwesbel shares	10 258	8 390
OVK Holding Shares;	16 758	13 970
OVK Operation Shares;	10 661	-
ABSA (9061094154)	48 044	44 786
ABSA (9061093425);	23 681	22 081
Sanlaam	3 915	3 915
Total Unlisted	124 374	102 266

Market value of listed investments and management's valuation of unlisted investments

Listed investments	3 915	3 915
Unlisted investments	120 459	108 680
	124 374	112 585

7 CONSUMER DEPOSITS

Electricity	14 372	6 472
Water	363 899	343 260
Centlec	-	1 642
	378 271	351 374

8 PAYABLES

Creditors-Centlec;	51 185	505 347
Creditors Control Account;	10 780 004	10 692 021
Total Payables	10 831 189	11 197 368

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
9 OTHER PAYABLES		
Surplus	66 258	-
Creditors	28 915 438	13 785 722
Medical Aid(retired Contributions)	84 212	-
Advances	257 345	-
Staff Deductions	491 276	-
Private Telephone	715	-
Grant	800 000	-
Suspense account	7 024 212	1 303 441
Direct Payments	3 895 076	3 895 076
Total Other Payables	41 534 533	18 984 238
10 UNSPENT CONDITIONAL GRANTS AND SUBSIDIES		
Conditional grants from other spheres of Government		
Opening Balance not yet cleared on the system		
FMG	169 266	249 572
Equitable Share	2 000 000	-
To be used for Treasury Liability	781 406	781 406
MIG	(12 033 297)	(4 016 240)
MSIG	1 515 089	1 183 657
FMG	197 870	(648 621)
Drought Relief	73 357	149 799
Free State Treasury Grant	(111 750)	(111 750)
Total Unspent Conditional Grants and Subsidies	(7 408 060)	(2 412 177)
# Municipality is in the process to clear the capital projects, therefore the unspent conditional grants will be cleared as soon as the project are finished.		
11 INVENTORY		
Consumables	1 013 934	1 013 934
	1 013 934	1 013 934
12 Provisions		
Provision for Bonus	467 118	270 031
Provision for Leave	1 120 126	1 014 562
	1 587 244	1 284 594
Reconciliation of provisions		
12.1 Provision for Bonuses		
Opening balance	270 031	298 512
Contribution for the year	197 087	-28 481
Closing balance	467 118	270 031
12.2 Provision for Leave		
Opening balance	1 014 562	803 550
Contribution for the year	132 020	211 012
Leave paid during the year	(26 457)	-
Closing balance	1 120 126	1 014 562

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
13 LONG TERM LIABILITIES		
External loans	878815.87	992661
Paid during the year	-113845.13	-113845.13
Less short term portion	764970.74	878815.87
	-113485	-113485
	651485.74	765330.87

Refer to Appendix A for more details on long-term liabilities.

	2010 R	2009 R
14 PROPERTY RATES		
Actual		
Residential and Commercial State	1 115 327	4 310 072
	264	-
Total Assessment Rates	<u>1 115 591</u>	<u>4 310 072</u>
Property Valuations		
Assessable - Land	6 610 025	6 610 025
Assessable-improvements	55 620 200	55 620 200
Non Assessable - Land	5 374 650	5 374 650
Non Assessable-improvements	46 933 350	46 933 350
Total Property Valuations	<u>114 538 225</u>	<u>114 538 225</u>

The valuation of land and improvements is done every 5 years.

	2010 R	2009 R
15 SERVICE CHARGES		
Sale of electricity	11 045 831	2 209 147
Sale of water	-	11 799 601
Refuse removal	2 421 857	-
Sewerage and sanitation charges	3 317 522	8 497 722
Total Service Charges	<u>16 785 210</u>	<u>22 506 471</u>

	2010 R	2009 R
16 GOVERNMENT GRANTS AND SUBSIDIES		
Grants and subsidies	23 927 514	27 503 494
Total Government Grant and Subsidies	<u>23 927 514</u>	<u>27 503 494</u>
As result of compliance with GAMAP 29-35;39-54-61(b)(iii),(vi),(viii),(ix) and 62(a) and (b) Government Grants, the amount of the grants recognised in the Income Statement is only those related to operating expenditure recognised as income.	23 927 514	27 503 494
The balances disclosed on the note are the amounts per Division of Revenue Act.		

16.1 Equitable Share

Balance unspent at beginning of year	-	-
Current year receipts	23 927 514	18 127 505
Conditions met - transferred to revenue	(23 927 514)	(18 127 505)
	<u>-</u>	<u>-</u>

In terms of the Constitution of the Republic of South Africa, No. 108 of 1996, this grant is used to subsidize the provision of basic and administrative services to indigent community members and to subsidize income. No significant decrease is expected in the level of this grant.

16.2 Municipal Infrastructure Grant

Balance unspent at beginning of year	4 016 209	5 687 088
Current year receipts	-	9 928 000
Conditions met - transferred to revenue	(13 572 490)	(11 598 879)
Expenses incurred but assets not yet ready for use - transferred to unspent grants (note 10)	-	-
Conditions still to be met - transferred to current liabilities	<u>(9 556 281)</u>	<u>4 016 209</u>

The grant is used to supplement municipal capital budgets to eradicate backlogs in municipal infrastructure utilised in providing basic services for the benefit of poor households. The grant was used to construct roads and sewerage infrastructure as part of the upgrading of informal settlement areas.

16.3 Financial Management Grant

Balance unspent at beginning of year	399 050	599 398
Current year receipts	-	500 000
Conditions met - transferred to revenue	(673 092)	(700 348)
Conditions still to be met - transferred to unspent grants	-274042.06	399050

The purpose of the grant is to promote and support reforms to financial management and the implementation of the Municipal Finance Management Act.

16.4 Municipal Systems Improvement Grant

Balance unspent at beginning of year	(1 183 657)	(1 014 332)
Current year receipts	-	2 359 992
Conditions met - transferred to revenue	(1 264 392)	(2 529 317)
Conditions still to be met - transferred to unspent grants	<u>(2 448 049)</u>	<u>(1 183 657)</u>

The fund is used to assist the local municipalities to perform their functions and stabilise institutional and governance systems as required by the Municipal Systems Act of 2000.

16.5 Department of Water Affairs and Forestry

Balance unspent at beginning of year	(149 799)	2 230 843
Current year receipts	-	59 237
Conditions met - transferred to revenue	-	(2 438 879)
Conditions still to be met - transferred to unspent grants (note 10)	<u>(149 799)</u>	<u>(149 799)</u>

NALEDI LOCAL MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
16 GOVERNMENT GRANTS AND SUBSIDIES (continued)		
16.6 Free State Treasury Grant		
Balance unspent at beginning of year		
Current year receipts	781 406	781 406
Conditions met - transferred to revenue	-	-
Expenses incurred but assets not yet ready for use	-	-
Conditions still to be met - transferred to unspent grants (note 10)	<u>781 406</u>	<u>781 406</u>
16.7 Free State Treasury Grant		
Balance unspent at beginning of year	111 850	588 585
Current year receipts	-	-
Conditions met - transferred to revenue	-	-476 735
Conditions still to be met - transferred to unspent grants (note 10)	<u>111 850</u>	<u>111 850</u>

16.13 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (2006), no significant changes in the level of government grant funding are expected over the forthcoming two financial years.

17 OTHER INCOME

Advertising signs and boards	276	
Building plans	547	
FAX	586	
Photostats	4 168	
Grant/Tender	7 368	
Database	9 205	
Donation Received	10 000	
Penalty	125 188	
Clearance Certificates	7 289	
Commission	28 298	
Trade Licenses	2 663	
SALE OF GRAVEL /SAND	224	
Profit on sale (Centlec other Income)	2 502 035	
PENALTY - LATE BOOKS	43	
Burial Fees	55 414	
Grave Digging	573	
Connections Fees	146	
Departmental sales	276	
Irrigation	1 255	
Total Other Income	<u>2 755 553</u>	<u>8 497 722</u>

Detailed information for the prior year is not available. Consequently, only totals have been disclosed for the comparatives.

18 EMPLOYEE RELATED COSTS

Employee related costs - Salaries and Wages	14 959 690	7 072 344
Employee related costs - Contributions to UIF, pensions , PAYE, medical aids.	3 077 261	3 061 125
Housing Subsidies	343 099	70 436
Other Allowances	837 327	-
Overtime	26 424	205 024
Protective Clothing	1 800	2 400
Travel, Subsistence and Car Allowances	1 669 625	633 196
Total Employee Related Costs	<u>20 915 226</u>	<u>11 044 525</u>

There were no advances to employees.

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
18 EMPLOYEE RELATED COSTS (continued)		
Remuneration of the Municipal Manager		
Annual Remuneration	427 951	60 833
Bonus	39 816	-
Car Allowance and Telephone Allowances	211 788	32 521
Contributions to Medical and Provident Funds, non Pensionable allowance	-	-
Other allowances	-	-
Total	679 555	93 354

The Municipal Manager was appointed in 01 April 2009.

Remuneration of the Chief Finance Officer		
Annual Remuneration	474 099	35 820
Bonus	-	-
Car Allowance	-	-
Other allowances	161 200	20 635
Contributions to Medical and Provident Funds, non Pensionable allowance	-	-
Total	635 299	56 455

The Chief Financial Officer was appointed in 01 May 2009.

Remuneration of the individual Executive Directors:		
Remuneration of the Head: Technical Services		
Annual Remuneration	359 375	48 571
Bonus	34 224	-
Car Allowance	101 000	-
Contributions to UIF, Medical and Provident Funds	-	-
Other Allowances	98 420	26 956
Total	593 019	75 527

The Technical Services Manager was appointed in 01 May 2009.

Remuneration of the Head: Corporate Services		
Annual Remuneration	400 041	54 088
Bonus	22 384	-
Car Allowance and Travel allowance	118 864	-
Other allowances	-	20 635
Contributions to Medical and Provident Funds	-	-
Total	541 289	74 723

The Corporate Services Manager was appointed in 01 May 2009.

No performance bonuses were paid or provided for, for the current and comparative year.

19 REMUNERATION OF COUNCILLORS		
Mayor / Speaker	426 428	450 456
Councillors allowances	886 232	675 272
Total Councillors' Remuneration	1 312 660	1 125 728

The difference between the income statement and the note is due to the fact that councillors allowances are included under the council vote .

In kind benefits

The Speaker is a full-time employee of the entity. The Speaker is provided with an office and admin support at the cost of the Council.

20 INTEREST PAID		
Long term liabilities		
Bank overdraft	6 402	-
Total Interest on External Borrowings	6 402	-

21 BULK PURCHASES		
Electricity	7 770 602	6 148 484
Water	4 845 703	6 440 009
Total bulk purchases	12 616 305	12 588 493

22 CAPITAL COMMITMENTS		
Commitments in respect of capital expenditure		
Approved and contracted for:	30 536 926	1 299 161
Infrastructure:	18 692 187	1 299 161
Roads construction and paving : Dewesdorp	16 367 696	-
Waterborne sanitation:Dewesdorp	1 625 491	-
Boreholes:Dewesdorp	699 000	-
Construction of 1.5ml Resevior: Wepener	-	1 299 161
Community:	11 844 739	-
Sports Facility : Van Stad	7 979 126	0
Houses - Van Stad	3 865 613	0
Approved but not yet contracted for:		
Infrastructure	-	-
Community	-	-
Total	30 536 926	1 299 161

NALEDI LOCAL MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
23 CHANGE IN ACCOUNTING POLICY – IMPLEMENTATION OF GRAP		
The following adjustments were made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of 23 GAMAP: -:		
23.1 Statutory Funds		
Balance previously reported: -	4 992 008	
Capital Development Fund	2 934 986	
Land Trust Fund	2 057 022	
Total	<u>4 992 008</u>	
Implementation of GRAP		
Transferred to Accumulated Surplus/(Deficit) (see 23.4 below)	4 992 008	
Total	<u>4 992 008</u>	
23.2 Loans Redeemed and Other Capital Receipts	<u>132 193 405</u>	
Balance previously reported		
Implementation of GRAP	132 193 405	
Transferred to Accumulated Surplus/(Deficit) (see 23.4 below)	(132 193 405)	
Total	<u>-</u>	
23.3 Accumulated Depreciation		
Balance previously reported -		
Implementation of GRAP		
Backlog depreciation: Land and buildings		
Backlog depreciation: Infrastructure	114 591 285	
Backlog depreciation: Community	16 907 240	
Backlog depreciation: Other	694 881	
Total (debited to Accumulated Surplus/(Deficit)) (see 23.4 below)	<u>132 193 405</u>	
23.4 Accumulated Surplus/(Deficit)		
Implementation of GRAP		
Transferred from statutory funds (see 23.1 above)	4 992 008	
Transferred from Loans Redeemed and Other Capital Receipts (see 23.2 above)	(132 193 405)	
Backlog depreciation (see 23.3 above)	132 193 405	
Total	<u>4 992 008</u>	
23.5 Consolidation of prior year and current year:		
Centlec Accumulated surplus/(deficit)	(882 819)	(1 479 684)
Centlec Surplus Paid over for the year	290 230	157 398
Prior year's adjustments	9 068 149	(21 143 118)
	<u>8 475 560</u>	-22465404

24 RETIREMENT BENEFIT INFORMATION

Naledi Local Municipality and its employees contribute to the SALA Pension Fund and other employees of Naledi Local Municipality contribute to the SAMWU, Free State Provident Funds, which provides retirement benefits to such employees. The retirement benefit plan is subject to the Pension Funds Act of 1956, with pensions being calculated on the final pensionable remuneration paid. Current contributions are charged against operating income. No actuarial information was available for the SALA Pension Fund when the financial statements were prepared.

25 CONTINGENT LIABILITY

The Municipal Manager, Corporate Services Director, Human resources officer, LED officer and the Senior expenditure clerk were suspended during the financial year. There are currently investigations against the suspended employees. Only the expenditure clerk was subsequently reinstated.

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010 R	2009 R
26 CONTINGENT ASSET		
The Municipal Manager, Corporate Services Director, Human resources officer, LED officer and the Senoir expenditure clerk were suspended during the financial year. There are currently investigations against the suspended employees. Only the expenditure clerk was subsequently reinstated.		
27 IN - KIND DONATION AND ASSISTANCE		
No in-kind donations and assistance were received by the municipality during the year.	-	-
28 GENERAL EXPENSES		
General expenses include the following significant items:		
Upgrade of offices	38 163	
Ward committees	307 739	
Admin costs - general	8 744	
Discretionary expenses - mayor	477 458	
Electricity	35 592	
Entertainment expenses - council	26 447	
Entertainment expenses - committee	26 739	
Equipment rental	223 005	
Insurance	4 999	
Pauper burials	34 276	
Postage & stamps	1 832	
Printing & stationery	53 749	
Refreshments	34 870	
Telephone & postage	237 659	
Training	96 201	
Wreath & bouquets	200	
Audit committee cost	330	
Mayoral dunf: special projects	85 082	
Entertainment exp-mayor	6 926	
Upgrade of offices	57 671	
Advertisements	42 745	
Cleaning materials	1 398	
Legal expense	164 418	
Telephone & postage	104 194	
Training	102 693	
Entertainment expense-year end fun	19 000	
Entertainment exp-hod	9 056	
Training	30 777	
Entertainment exp-hod	4 810	
It equipment and financial system	6 491	
Afs - fmg	328 893	
Admin costs - general	194 848	
Bank charges	56 780	
Insurance	644 234	
Postage & stamps	1 521	
Printing & stationery	167 720	
Services - samras	65 434	
Training	40 324	
Professional fees-makomota	327 368	
Entertainment exp-hod	11 217	
Audit fees	464 246	
Cleaning materials	223	
Motheo grant	1 867	
Fuel	336 959	
Licences - motor vehicles	15 762	
Uniforms	181 359	
Refuse bags	16 498	
Antiseptic	9 993	
Prepaid electricity	3 105 652	
Centlec services rendered	1 454 669	
Admin costs - general	651 935	
Electricity	23 703	
Cleaning materials	2 317	
Electricity	100	
Admin costs - general	15 470	
Chemicals	17 928	
	<u>10 379 286</u>	<u>26 793 877</u>
Detailed information for the prior year is not available. Consequently, only totals have been disclosed for the comparatives.		
29 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT:		
Contributions to South African Local Government Organisation and other affiliations		
Current year's contribution	6 059	
Amount paid - current year	(6 059)	
Balance unpaid	<u>-</u>	<u>-</u>
Audit fees		
Opening balance	466 278	241 137
Current year's contribution	-	-
Amount paid - current year	464 246	1 172
Balance unpaid (Included in Payables)	<u>2 032</u>	<u>239 965</u>
VAT		
VAT payable (Refundable)	<u>(17 977)</u>	<u>3 671 301</u>

NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT: (continued)

2010
R

2009
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UIF and PAYE		
Opening balance		-
Current year payroll deductions	1 929 777	913 063
Amount paid - current year	(1 929 777)	(913 063)
Balance unpaid (included in payables)	-	-

Pension Fund Deductions		
Opening balance		
Current year payroll deductions and council contributions	1 651 749	733 656
Amount paid - current year	(1 651 749)	(733 656)
Balance unpaid	-	-

Medical Aid Deductions		
Opening balance		
Current year payroll deductions and council contributions	1 480 197	1 414 406
Amount paid - current year	(1 480 197)	(1 414 406)
Balance unpaid	-	-

Councillor's arrear consumer accounts

No councillors arrears accounts are outstanding for more than 90 days.

30 CASH RECEIVED FROM CUSTOMERS AND GOVERNMENT

Total revenue	44 856 477	63 016 554
Adjusted for items presented separately:		
Interest received on Debtors	-	-
Interest on Investment	(4 857)	-
Fixed assets	-	283 308
Statutory funds and reserves	-	20 388 844
Dividends received	(12 536)	-
Centlec Surplus paid over	(855 848)	(1 432 781)
Adjustments in respect of previous years' operating transactions	137 999	(20 581 845)
Adjusted for changes in working capital:	(14 735 257)	(14 483 279)
(Increase)/decrease in consumer receivables	(1 627 480)	(14 483 279)
Increase/(decrease) in other receivables	(13 107 778)	-
Decrease/(Increase) in VAT debtors	-	-
	29 385 978	47 190 801

31 CASH PAID TO SUPPLIERS AND EMPLOYEES

Total expenditure	45 723 781	52 468 721
Adjusted for non-cash items:		
Adjusted for items presented separately:		
Interest paid	(6 402)	-
Contribution to bad debt provision	-	-
Adjusted for changes in working capital:	(17 490 882)	(1 649 924)
Increase/(decrease) in payables	366 180	(1 586 633)
Increase/(decrease) in accruals	(22 550 295)	-
(Increase)/decrease in inventory	-	(63 291)
(Decrease)/Increase in unspent conditional grants	4 995 883	-
Increase/(decrease) in provisions	(302 650)	-
	28 226 497	50 818 797

32 CASH GENERATED BY OPERATIONS

Reconciliation of net operating profit/(loss) to cash generated from operations		
Net operating profit/(loss)	(867 304)	10 547 833
Adjusted for:		
Statutory funds and reserves	-	20 388 844
Fixed assets	-	283 308
Interest received	(4 857)	-
Dividends received	(12 536)	-
Contribution to bad debt provision	-	-
Interest - other	-	-
Interest paid	6 402	-
Centlec Surplus paid over	(855 848)	(1 432 781)
Adjustments in respect of previous years' operating transactions	137 999	(20 581 845)
Changes in working capital:	2 755 625	(12 833 355)
Decrease/(Increase) in other receivables	(13 107 778)	(14 483 279)
(Increase)/decrease in consumer receivables	(1 627 480)	-
Increase in inventory	-	63 291
Increase/(Decrease) in other payables	22 550 295	-
(Decrease)/increase in conditional grants	(4 995 883)	-
Increase/(decrease) in provisions	302 650	-
Increase/(Decrease) in payables	(366 180)	1 586 633
	1 159 481	(3 627 996)

33 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statement comprise the following amounts:

Positive bank balances	853 460	1 186 511
Outstanding Items	-	0
Centlec	-	0
Cash and cash equivalents	853 460	1 186 511
Bank overdraft	(1 263 847)	(1 616 420)
Centlec Bank overdraft	-	(166 369)
Total Bank overdraft	(1 263 847)	(1 782 789)
Total cash and cash equivalents	(410 386)	(596 278)

Refer to note 4 for a breakdown of cash book balances and balances per bank statements.

**NALEDI LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

	2010 R	2009 R
34 OPERATING LEASES		
The future minimum lease payments under non-cancellable operating leases are as follows:		
Payable within 1 year	233 367	233 367
Payable within 1 - 5 years	466 734	700 101
Payable later than 5 years		
	<u>700 101</u>	<u>933 468</u>

35 COMPARISON WITH THE BUDGET

The comparison of the Municipality's actual financial performance with the budget is set out in Annexure E.

36 EVENTS AFTER THE REPORTING DATE

No events after the reporting date identified.

37 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

37.1 Fruitless and wasteful expenditure

Fruitless and wasteful expenditure at the beginning of the year	-	-
Fruitless and wasteful expenditure incurred during the year		
Approved or condoned by the council		
Total	-	-

37.2 Irregular expenditure

No irregular expenditure has been incurred during the year.

37.2 Unauthorised expenditure

No unauthorised expenditure has been incurred during the year.

38 RELATED PARTIES

No related party transactions occurred during the year.

39 SUPPLY CHAIN MANAGEMENT

Paragraph 12(1)(d)(i) of Government Gazette No. 27636 issued on 30 May 2005 states that a supply chain management policy must provide for the procurement of goods and services by way of a competitive bidding process. Naledi Local Municipality did comply with this requirement.

40 FINANCIAL RISK MANAGEMENT

41 Equity risk management

The Municipality manages its capital to ensure that it will be able to continue as a going concern through the optimization of the debt and equity balance. The Municipality's overall strategy remains unchanged from 2006.

The equity structure of the Municipality consists of debt, which includes the borrowings disclosed in note 14, cash and cash equivalents and accumulated funds.

41.1.1 Gearing ratio

The Municipality manages its risk by ensuring that risky borrowings are maintained at a minimum. The gearing ratio at the year end was as follows:

Debt	878 816	992 661
Cash and cash equivalents	1 263 847	1 782 789
Net debt	878 816	992 661
Equity	28 009 091	30 348 112

Debt is defined as long- and short-term borrowings, as detailed in note 13.
Equity includes all accumulated surplus/deficit and reserves of the Municipality.

Significant accounting policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in the note on accounting policy to the financial statements.

Categories of financial instruments

Fair value through profit or loss (FVTPL)	124 374	112 586
Loans and receivables (including cash and cash equivalents)	853 460	1 186 511

Financial liabilities

Amortised cost	878 816	992 661
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At the reporting date there are no significant concentrations of credit risk for loans and receivables designated at FVTPL. The carrying amount reflected above represents the Municipality's max

The fair value of cumulative shares was estimated by obtaining investee's quotes for the shares at the reporting date

Financial risk management objectives

The Municipality through its finance committee assesses and monitors the financial risks relating to its operations by analysing the degree and magnitude of exposure to risks. These risks include market risk (including fair value interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk. The Municipality seeks to minimise the effects of these risks by making short term investments which are used to withdrawn when there are indicators of fragility in the market factors and as when cash is required to fund the Municipality's operations. The Municipality does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes. The finance committee monitors risks and policies implemented to mitigate risk exposures.

Market risk

The Municipality's activities expose it primarily to the financial risks of changes in interest rates. The Municipality enters into a variety of derivative financial instruments to manage its exposure to interest rate. There is no exposure to foreign currency risk as all the investments are made with South Africa's local financial institution. Market risk exposures are measured using value-at-risk (VaR) and are supplemented by sensitivity analysis. There has been no change to the Municipality's exposure to market risks or the manner in which it manages and measures the risk.

Interest rate risk management

The Municipality is exposed to interest rate risk as it make investment in interest yielding investments with fixed interest rates. The risk is managed by the Municipality maintaining a balanced portfolio of investments with different financial institutions. Hedging activities are not implemented as most of the investments are short term and with limited exposure to interest rate risk

Other price risks

The Municipality is exposed to equity price risks arising from equity investments. Equity investments are held for strategic rather than trading purposes. The Municipality does not actively trade these investments. The only shares held are the OVK shares.

2010
R

2009
R

Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Entity. The Municipality has adopted a policy of only dealing with creditworthy counterparties where appropriate, as a means of mitigating the risk of financial loss from defaults. The Municipality only invests with entities that are rated the equivalent of investment grade and above. This information is supplied by requesting for quotations prior to entering an investment deals well as using other publicly available financial information and its own trading records. Trade receivables consist of a large number of customers, spread across diverse economic groups. Ongoing communication to sensitise the community about the need to settle their accounts is effected as well as efforts to have prepaid meters installed in the households to minimise the impact of non- payment of accounts.

Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Council and the finance committee which has built an appropriate liquidity risk management framework for the management of the Municipality's short, medium and long-term funding and liquidity management requirements. The Municipality manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. The Municipality also gets funding from the National and provincial governments which help to ease the pressure of any liquidity crisis.

42 Going Concern

The municipality is currently experiencing financial difficulties:

The current liabilities of the municipality exceed the current assets. The municipality has overspent its conditional grants by R7 408 060. However the municipality's short term available investments only amounts to R124 374. This is an indication that project funds has been utilised for operating activities. Naledi Local Municipality depends on Grants, it will however continue to operate as a going concern due to allocations by Division of Revenue Act (DoRA).

NALEDI LOCAL MUNICIPALITY
APPENDIX A
SCHEDULE OF EXTERNAL LOANS
AS AT 30 JUNE 2010

EXTERNAL LOANS	Loan Number	Interest rate	Redeemable	Balance at 1 July 2009	Received during the period	Redeemed/ written off during the period	Balance at 30 June 2010
				R	R	R	R
LONG-TERM LOANS							
Centlec							
Naledi Eletrification	20 032 004	0	42 185	426 839	-	72 035	354 804
High Mast Lighting	20 042 005	0	42 185	70 993	-	4 437	66 556
Replacement of Domestic	20 042 005	0	42 185	130 410	-	21 735	108 675
Upgrading of Low Voltage Network	20 042 005	0	42 185	250 574	-	15 638	234 936
Total long-term loans				878 815	-	113 845	764 970

NALEDI LOCAL MUNICIPALITY

APPENDIX B

ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT

FOR THE YEAR ENDED 30 JUNE 2010

	Cost/Revaluation				Accumulated Depreciation					Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Community services	54 217 616	-	-	37 761	54 179 856	-	53 943 367	-	53 943 367	236 488
Community halls and centres	1 313 833	-	-	-	1 313 833	-	1 313 833	-	1 313 833	-
Admin Offices	957 352	-	-	-	957 352	-	957 352	-	957 352	-
Health Services	934 568	-	-	-	934 568	-	934 568	-	934 568	-
Public Works 1	3 216 630	-	-	-	3 216 630	-	3 216 630	-	3 216 630	-
Public Works 2	744 771	-	-	37 761	707 010	-	744 771	-	744 771	(37 761)
Sundry Assets	-361 456	-	-	-	(361 456)	-	(224 275)	-	(224 275)	(137 181)
Ground and Measure	824 485	-	-	-	824 485	-	824 485	-	824 485	-
Equipment and Vehicles	2 304 711	-	-	-	2 304 711	-	2 304 711	-	2 304 711	-
Wepener building	15 348 755	-	-	-	15 348 755	-	15 348 755	-	15 348 755	-
Council Property	1 141 666	-	-	-	1 141 666	-	1 141 666	-	1 141 666	-
Town Commonage	197 153	-	-	-	197 153	-	197 153	-	197 153	-
Unsold Sites	411 430	-	-	-	411 430	-	-	-	-	411 430
Civil Works	27 183 719	-	-	-	27 183 719	-	27 183 719	-	27 183 719	-
Subsidised services	9 016 780	-	-	-	9 016 780	-	9 016 780	-	9 016 780	-
Ambulance	2 277	-	-	-	2 277	-	2 277	-	2 277	-
Sorghum beer depots	3 001	-	-	-	3 001	-	3 001	-	3 001	-
Sport Facilities	-	-	-	-	-	-	-	-	-	-
Vehicles/ Equipment	80 550	-	-	-	80 550	-	80 550	-	80 550	-
Civil Defence	4 620	-	-	-	4 620	-	4 620	-	4 620	-
Camp	2 693	-	-	-	2 693	-	2 693	-	2 693	-
Fire Services	16 471	-	-	-	16 471	-	16 471	-	16 471	-
Health	161 691	-	-	-	161 691	-	161 691	-	161 691	-
Park and trees	370 290	-	-	-	370 290	-	370 290	-	370 290	-
Recreation	7 597 644	-	-	-	7 597 644	-	7 597 644	-	7 597 644	-
Town hall and offices	777 543	-	-	-	777 543	-	777 543	-	777 543	-
Economic services	61 371 439	-	-	8 108	61 363 331	-	28 716 607	112 324	28 604 283	32 759 049
Sewerage	57 753 001	-	-	8 108	57 744 893	-	25 098 169	112 324	24 985 845	32 759 049
Refuse	3 611 938	-	-	-	3 611 938	-	3 611 938	-	3 611 938	-
Farming	6 500	-	-	-	6 500	-	6 500	-	6 500	-
Housing Service	1 195 068	-	-	-	1 195 068	-	1 195 068	-	1 195 068	-
Sub Economic Services	1 195 068	-	-	-	1 195 068	-	1 195 068	-	1 195 068	-
Trading Services	35 415 500	-	-	-	35 415 500	-	35 415 500	-	35 415 500	-
Electricity	7 115 525	-	-	-	7 115 525	-	7 115 525	-	7 115 525	-
Water	28 299 975	-	-	-	28 299 975	-	28 299 975	-	28 299 975	-
Other	5 297 411	65 071	-	-	5 362 482	-	3 906 082	-	3 906 082	1 456 400
Centlec	5 297 411	65 071	-	-	5 362 482	-	3 906 082	-	3 906 082	1 456 400
Total fixed assets	166 513 814	65 071	-	45 868	166 533 017	-	132 193 404	112 324	132 081 080	34 451 937

NALEDI LOCAL MUNICIPALITY

APPENDIX C

SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT

FOR THE YEAR ENDED 30 JUNE 2010

	COST				Accumulated Depreciation					CARRYING VALUE
	OPENING BALANCE	ADDITIONS	CONSTRUCTIONS	DISPOSALS	CLOSING BALANCE	OPENING BALANCE	DEPRECIATION	DISPOSALS	CLOSING BALANCE	
Community services	54 179 856	-	-	-	54 179 856	-	53 943 367	-	53 943 367	236 488
Subsidised services	9 016 780	-	-	-	9 016 780	-	9 016 780	-	9 016 780	-
Economic Services	61 363 331	-	-	-	61 363 331	-	28 604 283	-	28 604 283	32 759 049
Housing services	1 195 068	-	-	-	1 195 068	-	1 195 068	-	1 195 068	-
Trading services	35 415 500	-	-	-	35 415 500	-	35 415 500	-	35 415 500	-
Centlec	5 362 482	-	-	-	5 362 482	-	3 906 082	-	3 906 082	1 456 400
	166 533 017	-	-	-	166 533 017	-	132 081 080	-	132 081 080	34 451 937

NALEDI LOCAL MUNICIPALITY

APPENDIX D

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2010

2009 ACTUAL INCOME R	2009 ACTUAL EXPENSES R	2009 SURPLUS/ (DEFICIT) R		2010 ACTUAL INCOME R	2010 ACTUAL EXPENSES R	2010 SURPLUS/ (DEFICIT) R
8 326 216	20 043 363	(11 717 147)	Executive & Council	3 828 223	7 595 498	(3 767 275)
2 604 894	7 286 381	(4 681 487)	Finance and Administration	3 782 136	2 669 962	1 112 174
		-	Planning & Development	637 737	-	637 737
3 622 552	1 712 049	1 910 503	Community & Social Services	8 486 726	10 222 023	(1 735 296)
112 371	116 038	(3 667)	Housing	1 277 833	180 984	1 096 849
694 506	983 596	(289 090)	Sports & Recreation	142 720	224 476	(81 756)
4 090 017	864 171	3 225 846	Waste Management	2 634 436	1 049 025	1 585 411
5 912 987	1 627 927	4 285 060	Waste Water Management	3 742 680	2 400 139	1 342 541
1 470 570	4 240 232	(2 769 662)	Road Transport	3 402 828	2 294 519	1 108 308
25 363 199	6 519 054	18 844 145	Water	3 190 360	6 512 032	(3 321 673)
10 819 241	9 075 909	1 743 332	Electricity	13 731 551	12 575 873	1 155 678
63 016 553	52 468 720	10 547 833	TOTAL	44 857 229	45 724 533	(867 304)