## GARIEP MUNICIPALITY

## BALANCE SHEET AT 30 JUNE 2004

	Notes	2004 R	2003 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES	1	7,633,172	6,823,642
Funds Reserves		6,458,386 1,174,786	5,949,028 874,614
	L	1,174,700	014,014
RETAINED INCOME/(ACCUMULATED DEFICIT)	-	3,341,168	1,904,354
	-	10,974,340	8,727,996
TRUST FUNDS	2	2,007	1,914
PROJECT FUNDS LONG TERM LIABILITIES	3 4	- 1,451,676	- 782,502
CONSUMER DEPOSITS : SERVICES	4 5	43,228	762,502
	-		
	-	12,471,250	9,512,412
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	6	2,119,650	2,507,588
INVESTMENTS	7	999,451	998,744
LONG TERM DEBTORS	9	-	<u> </u>
		3,119,101	3,506,332
NET CURRENT ASSETS	Ε	9,352,148	6,006,080
CURRENT ASSETS		27,617,181	25,672,337
Inventory	Γ	206,610	223,908
Debtors Cash on hand and at bank	10	27,410,571	25,446,771
Short term investments	7	_	_
Short term portion of long term debtors		-	1,658
CURRENT LIABILITIES		18,265,033	19,666,257
Provisions	11	1,581,571	1,352,927
Creditors	12	14,291,867	13,600,955
Short term portion of long term liabilities Bank overdraft	4	96,442 2,295,153	32,588 4,679,787
Burk ovordruit		2,200,100	-,013,101
	=	12,471,250	9,512,412

CERTIFIED CORRECT

MUNICIPAL MANAGER Adv. M. C. Nkohla CHIEF FINANCIAL OFFICER Mr. J. Heunis

2003 Actual income R	2003 Actual expenditure R	2003 Surplus/ deficit R	2004 Actual income R	2004 Actual expenditure R	2004 Surplus/ deficit R	2004 Budget Surplus/deficit R
12,820,205	15,530,775	(2,710,570)	18,137,277	16,090,020	2,047,257	(2,047,25
6,104,318	9,994,929	(3,890,611)	14,501,774	12,393,395	2,108,379	(2,108,37
234,901	1,966,412	(1,731,511)	312,615	1,984,768	(1,672,153)	1,672,15
6,480,986 -	3,569,434	2,911,552	3,322,888	1,711,857	1,611,031 -	(1,611,03
-	500,781	(500,781)	-	689,587	(689,587)	689,58
10,584,418	7,941,579	2,642,839	6,564,169	6,485,025	79,144	(79,14
23,404,623	23,973,135	(568,512)	24,701,446	23,264,632	1,436,814	(1,436,81

2,265,146

1,904,354

3,341,168

1,904,354

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE2004

	•• •	2004	2003
CASH RETAINED FROM OPERATING ACTIVITIES	Note	R	R
Cash generated by operations External Investment Income (interest received)	20	2,279,420	(106,049)
(Increase)/decrease in working capital	21	(1,025,288) 1,254,132	<u>(940,810)</u> (1,046,859)
Less : External interest paid	18	(116,558)	(150,616)
Cash available from operations	-	1,137,574	(1,197,475)
Grants from the Government Net proceeds on disposal of fixed assets		-	-
CASH UTILISED IN INVESTING ACTIVITIES Investment in fixed assets	6	387,938	363,175
NET CASH FLOW	-	1,525,512	(834,300)
CASH EFFECTS OF FINANCING ACTIVITIES Increase/(decrease) in long term loans Increase/(decrease) in non-recoverable advances	22	636,586	(188,811)
Increase/(decrease) in short term loans (Increase)/decrease in cash investments	24	(707)	(239)
(Increase)/decrease in cash Increase/(decrease) in funds	25	(2,384,634) 126,801	1,023,350
Net cash (generated)/utilised	=	(1,621,954)	834,300

## NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2004

I FUNDS         N           Statutory funds Revolving fund Capital Development Fund (Refer to appendix A for more details)         5,480,730 (990,357 (2720) 27200 27206 27206 2720,612 (Refer to appendix A for more details)         6,480,380 (247,490 25,480,225 (Refer to appendix A for more details)           Renewal Fund Renewal Fund (Refer to appendix A for more details)         199,435 (16,830) 11,174,786         153,039 (890,327 (16,847 to appendix A for more details)           2 TRUST FUNDS C.I. Hughes Fund (Refer to appendix A for more details)         2,007 (1,914         1,914 (874,614           3 PROJECT FUNDS C.I. Hughes Fund (Refer to appendix A for more details)         2,007 (1,914         1,914 (874,614           4 LONG TERM LIABILITES External loans Internal advances         1,451,676 (842,225,942 (245,022         9 (782,502           5 CONSUMER DEPOSITS : SERVICES Services         43,228 (3,228) (2,312,430) (2,313,432,430) (2,312,430) (2,312,430) (2,313,432,430) (2,312,430) (2,312,430) (2,313,430) (2,312,430) (2,312,430) (2,313,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,312,430) (2,313,432,430) (2,312,		2004 R	2003 R
Revolving fund         5,480,730         4,885,063           Capital Development Fund         690,357         600,357           Housing Development Fund         287,299         273,618           (Refer to appendix A for more details)         6,468,396         5,949,028           Baserves         Maintenance Fund         198,435         153,039           Renewal Fund         198,435         153,039         151,651           Working Capital         759,420         569,9420         569,9420           (Refer to appendix A for more details)         1,174,786         874,614         374,614           2 TRUST FUNDS         2,007         1,914         1,914           3 PROJECT FUNDS         2,007         1,914         -           Sanitation grant         -         -         -           Motor Vechile Testing Ground         -         -         -           Intergrated Development Plan         -         -         -           Sanitation grant         -         -         -         -           Motor Vechile Testing Ground         -         -         -         -           Intergrated Development Plan         -         -         -         -           Less :         Current	1 FUNDS	K	K
Revolving fund         5,480,730         4,885,063           Capital Development Fund         690,357         600,357           Housing Development Fund         287,299         273,618           (Refer to appendix A for more details)         6,468,396         5,949,028           Baserves         Maintenance Fund         198,435         153,039           Renewal Fund         198,435         153,039         151,651           Working Capital         759,420         569,9420         569,9420           (Refer to appendix A for more details)         1,174,786         874,614         374,614           2 TRUST FUNDS         2,007         1,914         1,914           3 PROJECT FUNDS         2,007         1,914         -           Sanitation grant         -         -         -           Motor Vechile Testing Ground         -         -         -           Intergrated Development Plan         -         -         -           Sanitation grant         -         -         -         -           Motor Vechile Testing Ground         -         -         -         -           Intergrated Development Plan         -         -         -         -           Less :         Current	Statutory funds		
Housing Development Fund (Refer to appendix A for more details)         287,299 6,458,386         273,618 5,949,028           Reserves Maintenance Fund Maintenance Fund (Refer to appendix A for more details)         198,435 151,651         153,039 151,651           2 TRUST FUNDS C.I. Hughes Fund (Refer to appendix A for more details)         1,174,786         874,614           3 PROJECT FUNDS         2,007 1,914         1,914           3 PROJECT FUNDS         -         -           Election fund (Refer to appendix A for more details)         -         -           3 AROJECT FUNDS         -         -           Election fund (Intergrated Development Plan Sanitation grant         -         -           Motor Vechile Testing Ground         -         -           -         -         -         -           Intergrated Development Plan Sanitation grant         -         -           -         -         -         -           Less :         Current portion transferred to current lial         -         -           -         -         -         -         -           Guarantees in lieu of electricity and water deposit         -         -         -           -         -         -         -         -         -           - <td< td=""><td></td><td>5,480,730</td><td>4,985,053</td></td<>		5,480,730	4,985,053
(Refer to appendix A for more details)         6,458,386         5,949,028           Reserves Maintenance Fund         198,435         153,039         151,651           Working Capital (Refer to appendix A for more details)         1,174,786         874,614         874,614           2 TRUST FUNDS C.I. Hughes Fund         2,007         1,914         874,614         874,614           3 PROJECT FUNDS         2,007         1,914         1,914         1,914           (Refer to appendix A for more details)         2,007         1,914         1,914           3 PROJECT FUNDS         Election fund         -         -         -           Intergrated Development Plan         -         -         -         -           Sanitation grant         -         -         -         -         -           Less :         Current portion transferred to current lial         -         -         -         -           Guarantees in lieu of electricity and water deposit         -         -         -         -         -           Guarantees in lieu of electricity and water deposit         -         -         -         -         -           Capital expenditure during the year         165,708         0         0         -         -			
Reserves         198,435         153,039           Renewal Fund         198,435         153,039           Renewal Fund         216,930         669,924           (Refer to appendix A for more details)         1,174,786         874,614           2 TRUST FUNDS         20,077         1,914           C I. Hughes Fund         2,007         1,914           3 PROJECT FUNDS         2,007         1,914           3 PROJECT FUNDS         -         -           Election fund         -         -           1 Intergrated Development Plan         -         -           Sanitation grant         -         -           Motor Vechile Testing Ground         -         -           -         -         -           Less :         Current portion transferred to current lial         -           -         -         -           Guarantees in lieu of electricity and water deposit         -         -           6 FIXED ASSETS         -         -         -           Guarantees in lieu of transferred or disposed of during the year         -         -           Capital sexets at beginning of year         -         -         -           Capital sexpenditure during the year         -			
Maintenance Fund         198,435         153,039           Renewal Fund         216,830         151,651           Working Capital         759,420         569,924           (Refer to appendix A for more details)         1.174,786         874,614           2 TRUST FUNDS         2.007         1.914           C1. Hughes Fund         2.007         1.914           (Refer to appendix A for more details)         2.007         1.914           3 PROJECT FUNDS         -         -           Election fund         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         -           -         -         <	(Refer to appendix A for more details)	6,458,386	5,949,028
Renewal Fund         216,330         151,651           Working Capital         759,420         569,324           (Refer to appendix A for more details)         1.174,786         874,614           2 TRUST FUNDS         2.007         1.914           (Refer to appendix A for more details)         2.007         1.914           3 PROJECT FUNDS         2.007         1.914           Election fund         -         -           Intergrated Development Plan         -         -           Sanitation grant         -         -           Motor Vechile Testing Ground         -         -           -         -         -           Intergrated Development Plan         -         -           Sanitation grant         -         -           Motor Vechile Testing Ground         -         -           Less :         Current portion transferred to current lial         -           Less :         Current portion transferred to current lial         -           -         -         -           Guarantees in lieu of electricity and water deposit         -         -           -         -         -         -           -         -         -         -      <	Reserves		
Working Capital         759,420         569,924           (Refer to appendix A for more details)         1.174,786         874,614           2 TRUST FUNDS         2,007         1.914           CI. Hughes Fund         2,007         1.914           (Refer to appendix A for more details)         2,007         1.914           3 PROJECT FUNDS         -         -           Election fund         -         -           Intergrated Development Plan         -         -           Motor Vechile Testing Ground         -         -           4 LONG TERM LIABILITIES         External loans         1,451,676         815,090           Internal advances         1,451,676         815,090         -           Less :         Current portion transferred to current lial         -         32,588           Guarantees in lieu of electricity and water deposit         -         -         -           6 FIXED ASSETS         Fixed assets at beginning of year         45,225,942         45,082,259         -           Capital expenditure during the year         163,287         -         -         -           Total fixed assets         Lans redeemed and other capital recei         43,108,713         42,710,278           Revenue Contribition and other capita			
(Refer to appendix A for more details)     1.174,786     874,614       2 TRUST FUNDS     2,007     1,914       (Refer to appendix A for more details)     2,007     1,914       3 PROJECT FUNDS     2,007     1,914       Election fund     -     -       Intergrated Development Plan     -     -       Sanitation grant     -     -       Motor Vechile Testing Ground     -     -       4 LONG TERM LIABILITIES     1,451,676     815,090       Internal advances     1,451,676     782,502       5 CONSUMER DEPOSITS : SERVICES     -     -       Services     43,228     -       Guarantees in lieu of electricity and water deposit     -     -       6 FIXED ASSETS     -     -       Fixed assets at beginning of year     45,225,942     -       Guarantees in lieu of electricity and water deposit     -     -       6 FIXED ASSETS     -     -     -       Fixed assets     -     165,708     0       Less :     Loans redeemed and other capital receil     43,108,713     42,2710,278       Revenue Contribition and other capital r     -     -     -       Total     999,451     999,451     998,744       Listict:     Short Ferm Deposits     999,45			
2 TRUST FUNDS       2.007       1.914         C1. Hughes Fund       2.007       1.914         (Refer to appendix A for more details)       2.007       1.914         3 PROJECT FUNDS       Election fund       -       -         Sanitation grant       -       -       -         Motor Vechile Testing Ground       -       -       -         4 LONG TERM LIABILITIES       External loans       1.451,676       815,090         Internal advances       1.451,676       815,090       -         Less :       Current portion transferred to current lial       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -       -         Fixed AssEts       Assets at beginning of year       45,225,942       45,227,962       45,227,962       -			
C.I. Hughes Fund       2.007       1.914         (Refer to appendix A for more details)       2.007       1.914         3 PROJECT FUNDS       1.914       1.914         Election fund       -       -         Intergrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       External loans       1.451.676       815.090         Internal advances       1.451.676       782.502       -         Less :       Current portion transferred to current lial       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -       -         Less :       Assets st witten off, transferred or disposed of during the year       165.708       0       0       0         Less :       Loans redeemed and other capital receij       45.228.9363       45.271.866       45.271.866         Total fixed assets       Loans redeemed and other capital receij       45.278.663 </td <td>(Refer to appendix A for more details)</td> <td>1,174,780</td> <td>874,614</td>	(Refer to appendix A for more details)	1,174,780	874,614
(Refer to appendix A for more details)       2,007       1,914         3 PROJECT FUNDS         Election fund       -       -         Intergrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       External loans       1,451,676         External loans       1,451,676       815,090         Internal advances       -       -         Less :       Current portion transferred to current lial       -         1,451,676       782,502       -         5 CONSUMER DEPOSITS : SERVICES       -       -         Services       43,228       -         Guarantees in lieu of electricity and water deposit       -       -         6 FIXED ASSETS       -       -       -         Capital expenditure during the year       163,287       -       -         Capital expenditure during the year       163,287       -       -         Capital expenditure during the year       163,287       -       -         Revenue Contribution and other capital receil       43,108,713       42,217,0278       -         Revenue Contribition and other capital receil <td< td=""><td></td><td></td><td></td></td<>			
3 PROJECT FUNDS         Election fund       -         Intergrated Development Plan       -         Sanitation grant       -         Motor Vechile Testing Ground       -			
Election fund       -       -         Integrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         Integrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         Integrated Development Plan       -       -         Less       -       -       -         External loans       1,451,676       815,090       -         Internal advances       -       -       -         Less       Current portion transferred to current lial       -       -       -         Services       43,228       -       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         Fixed assets       Assets written oft, transferred or disposed of during the year       165,708       0       0         Less       Loans redeemed and other capital receij       43,108,713       42,217,866       45,217,866         Less       Loans redeemed and other capital receij       43,108,713       42,217,0278       -         Revenue Contribtion	(Refer to appendix A for more details)	2,007	1,914
Intergrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       -       -         External loans       1,451,676       815,090         Internal advances       1,451,676       815,090         Less :       Current portion transferred to current lial       -       -         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         6 FIXED ASSETS       -	3 PROJECT FUNDS		
Intergrated Development Plan       -       -         Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       -       -         External loans       1,451,676       815,090         Internal advances       1,451,676       815,090         Less :       Current portion transferred to current lial       -       -         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -       -         Guarantees in lieu of electricity and water deposit       -       -       -       -         6 FIXED ASSETS       -	Election fund	_	-
Sanitation grant       -       -         Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       -       -         External loans       1,451,676       815,090         Internal advances       1,451,676       815,090         Less :       Current portion transferred to current lial       -       -         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -         Guarantees in lieu of electricity and water deposit       -       -       -         6 FIXED ASSETS       Fixed assets at beginning of year       45,225,942       45,082,259       -         Capital expenditure during the year       163,287       -       -       -         Total fixed assets       2,119,650       2,507,588       0       0         Less :       Loans redeemed and other capital recei       43,108,713       42,710,278       -         Revenue Contribution and other capital recei       43,108,713       42,710,278       -       -         Total       999,451       998,744       -       -       -         Net fixed assets       2,99,451       998,744       -       -       -		-	-
Motor Vechile Testing Ground       -       -         4 LONG TERM LIABILITIES       External loans       1,451,676       815,090         Internal advances       1,451,676       815,090         Less :       Current portion transferred to current lial       -       -         5 CONSUMER DEPOSITS : SERVICES       32,258       -         Services       43,228       -         Guarantees in lieu of electricity and water deposit       -       -         6 FIXED ASSETS       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       163,287       -135,607         Total fixed assets       2,2119,650       2,507,588       -         7 INVESTMENTS       -       -       -         Total       999,451       998,744       -         Listed:       5hares - Old Mutual       -       -         Unlisted:       999,451       998,744       -         Shares - Old Mutual       -       -       -		-	-
External loans       1,451,676       815,090         Internal advances       1,451,676       32,588         Less :       Current portion transferred to current lial       -       32,588         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -         Guarantees in lieu of electricity and water deposit       -       -       -         6 FIXED ASSETS       -       -       -       -         Fixed assets at beginning of year       45,225,942       45,082,259       -       -         Capital expenditure during the year       165,708       0       0       -         Less :       Assets written off, transferred or disposed of during the year       -135,607       -       -       -         Total fixed assets       45,228,363       45,217,086       -       -       -       -         Net fixed assets       2,119,650       2,507,588       -       -       -       -         Total       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744	Motor Vechile Testing Ground		
External loans       1,451,676       815,090         Internal advances       1,451,676       32,588         Less :       Current portion transferred to current lial       -       32,588         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -         Guarantees in lieu of electricity and water deposit       -       -       -         6 FIXED ASSETS       -       -       -       -         Fixed assets at beginning of year       45,225,942       45,082,259       -       -         Capital expenditure during the year       165,708       0       0       -         Less :       Assets written off, transferred or disposed of during the year       -135,607       -       -       -         Total fixed assets       45,228,363       45,217,086       -       -       -       -         Net fixed assets       2,119,650       2,507,588       -       -       -       -         Total       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744		-	<u> </u>
External loans       1,451,676       815,090         Internal advances       1,451,676       32,588         Less :       Current portion transferred to current lial       -       32,588         5 CONSUMER DEPOSITS : SERVICES       -       -       -         Services       43,228       -       -         Guarantees in lieu of electricity and water deposit       -       -       -         6 FIXED ASSETS       -       -       -       -         Fixed assets at beginning of year       45,225,942       45,082,259       -       -         Capital expenditure during the year       165,708       0       0       -         Less :       Assets written off, transferred or disposed of during the year       -135,607       -       -       -         Total fixed assets       45,228,363       45,217,086       -       -       -       -         Net fixed assets       2,119,650       2,507,588       -       -       -       -         Total       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744       -       -       -       -         Unlisted:       999,451       998,744	4 LONG TERM LIABILITIES		
Less :       Current portion transferred to current lial       -       32,588         1,451,676       782,502         5 CONSUMER DEPOSITS : SERVICES       -         Services       43,228       -         43,228       -       -         Guarantees in lieu of electricity and water deposit       -       -         6 FIXED ASSETS       -       -         Fixed assets at beginning of year       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       -       -         Total fixed assets       2,219,363       45,217,866       -         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital receij       43,108,713       42,710,278         Total       999,451       998,744         Listed:       Shares - Old Mutual       -       -         Uhlisted:       999,451       998,744         Short Term Deposits       983,696       983,696		1,451,676	815,090
1,451,676       782,502         5 CONSUMER DEPOSITS : SERVICES       43,228         Services       43,228         Guarantees in lieu of electricity and water deposit       -         6 FIXED ASSETS       -         Fixed assets at beginning of year       45,225,942         Capital expenditure during the year       165,708         Less :       Assets written off, transferred or disposed of during the year       -         Total fixed assets       45,228,363       45,217,866         Less :       Loans redeemed and other capital receil       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -         Net fixed assets       2,119,650       2,507,588         7 INVESTMENTS       999,451       998,744         Listed:       999,451       998,744         Shares - Old Mutual       -       -         Unlisted:       999,451       998,696	Internal advances		
1,451,676       782,502         5 CONSUMER DEPOSITS : SERVICES       43,228         Services       43,228         Guarantees in lieu of electricity and water deposit       -         6 FIXED ASSETS       -         Fixed assets at beginning of year       45,225,942         Capital expenditure during the year       165,708         Less :       Assets written off, transferred or disposed of during the year       -         during the year       163,287       -135,607         Total fixed assets       45,228,363       45,217,866         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -         Net fixed assets       2,119,650       2,507,588         7 INVESTMENTS       999,451       998,744         Listed:       999,451       998,744         Short Term Deposits       983,696       983,696	Less : Current portion transferred to current lia	al -	32.588
Services       43,228       -         Guarantees in lieu of electricity and water deposit       -       -         6 FIXED ASSETS       -       -         Fixed assets at beginning of year       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       163,287       -135,607         Total fixed assets       45,228,363       45,217,866       45,217,866         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -       -         Net fixed assets       2,119,650       2,507,588       -         7 INVESTMENTS       -       -       -       -         Total       999,451       998,744       -       -         Listed:       -       -       -       -       -         Shares - Old Mutual       -       -       -       -         Unlisted:       999,451       998,744       -       -         Short Term Deposits       983,696       983,696       983,696       - <td></td> <td></td> <td></td>			
Services       43,228       -         Guarantees in lieu of electricity and water deposit       -       -         6 FIXED ASSETS       -       -         Fixed assets at beginning of year       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       163,287       -135,607         Total fixed assets       45,228,363       45,217,866       45,217,866         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -       -         Net fixed assets       2,119,650       2,507,588       -         7 INVESTMENTS       -       -       -       -         Total       999,451       998,744       -       -         Listed:       -       -       -       -       -         Shares - Old Mutual       -       -       -       -         Unlisted:       999,451       998,744       -       -         Short Term Deposits       983,696       983,696       983,696       - <td></td> <td></td> <td></td>			
43,228       -         Guarantees in lieu of electricity and water deposit       -         6 FIXED ASSETS       -         Fixed assets at beginning of year       45,225,942         Capital expenditure during the year       165,708         Less :       Assets written off, transferred or disposed of during the year       163,287         Total fixed assets       -         Less :       Loans redeemed and other capital receij       43,108,713         Revenue Contribtion and other capital r       -       -         Net fixed assets       2,119,650       2,507,588         7 INVESTMENTS       999,451       998,744         Listed:       999,451       998,744         Short Term Deposits       9983,696       983,696		43 228	-
6 FIXED ASSETS         Fixed assets at beginning of year       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       163,287       -135,607         Total fixed assets       45,228,363       45,217,866         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -         Net fixed assets       2,119,650       2,507,588         7 INVESTMENTS       Total       999,451       998,744         Listed:       Shares - Old Mutual       -       -         Unlisted:       999,451       998,744         Short Term Deposits       983,696       983,696	0011000		-
6 FIXED ASSETS         Fixed assets at beginning of year       45,225,942       45,082,259         Capital expenditure during the year       165,708       0         Less :       Assets written off, transferred or disposed of during the year       163,287       -135,607         Total fixed assets       45,228,363       45,217,866         Less :       Loans redeemed and other capital receij       43,108,713       42,710,278         Revenue Contribution and other capital r       -       -         Net fixed assets       2,119,650       2,507,588         7 INVESTMENTS       Total       999,451       998,744         Listed:       Shares - Old Mutual       -       -         Unlisted:       999,451       998,744         Short Term Deposits       983,696       983,696			
Fixed assets at beginning of year     45,225,942     45,082,259       Capital expenditure during the year     165,708     0       Less :     Assets written off, transferred or disposed of during the year     163,287     -135,607       Total fixed assets     45,228,363     45,217,866       Less :     Loans redeemed and other capital receil     43,108,713     42,710,278       Revenue Contribution and other capital r     -     -       Net fixed assets     2,119,650     2,507,588       7 INVESTMENTS     Total     999,451     998,744       Listed:     Shares - Old Mutual     -     -       Unlisted:     999,451     998,744       Short Term Deposits     983,696     983,696	Guarantees in lieu of electricity and water deposit		-
Capital expenditure during the year         165,708         0           Less :         Assets written off, transferred or disposed of during the year         163,287         -135,607           Total fixed assets         45,228,363         45,217,866           Less :         Loans redeemed and other capital receij         43,108,713         42,710,278           Revenue Contribution and other capital r         -         -         -           Net fixed assets         2,119,650         2,507,588         -           7 INVESTMENTS         Total         999,451         998,744           Listed:         Shares - Old Mutual         -         -           Unlisted:         999,451         998,744         -           Short Term Deposits         983,696         983,696         983,696	6 FIXED ASSETS		
Less :         Assets written off, transferred or disposed of during the year         163,287         -135,607           Total fixed assets         45,228,363         45,217,866           Less :         Loans redeemed and other capital receij         43,108,713         42,710,278           Revenue Contribution and other capital receij         2,119,650         2,507,588           7 INVESTMENTS         Total         999,451         998,744           Listed:         Shares - Old Mutual         -         -           Unlisted:         999,451         998,744         998,744			
during the year         163,287         -135,607           Total fixed assets         45,228,363         45,217,866           Less :         Loans redeemed and other capital receij         43,108,713         42,710,278           Revenue Contribition and other capital r         -         -         -           Net fixed assets         2,119,650         2,507,588         -           7 INVESTMENTS         -         -         -         -           Total         999,451         998,744         -         -           Listed:         Shares - Old Mutual         -         -         -           Unlisted:         999,451         998,744         -           Short Term Deposits         983,696         983,696         983,696			0
Total fixed assets         45,228,363         45,217,866           Less :         Loans redeemed and other capital receij         43,108,713         42,710,278           Revenue Contribtion and other capital r         2,119,650         2,507,588           7 INVESTMENTS         7         1000000000000000000000000000000000000			-135 607
Less :         Loans redeemed and other capital receij         43,108,713         42,710,278           Revenue Contribution and other capital r         -         -         -           Net fixed assets         2,119,650         2,507,588           7 INVESTMENTS         999,451         998,744           Listed:         -         -         -           Shares - Old Mutual         -         -         -           Unlisted:         999,451         998,744         -           Short Term Deposits         983,696         983,696         983,696			
Net fixed assets         2,119,650         2,507,588           7 INVESTMENTS			, ,
Total         999,451         998,744           Listed:         Shares - Old Mutual         -         -           Unlisted:         999,451         998,744           Short Term Deposits         9983,696         983,696			-
Total         999,451         998,744           Listed:         .         .         .           Shares - Old Mutual         -         .         .           Unlisted:         .         .         .           Short Term Deposits         .         .         .	Net fixed assets	2,119,650	2,507,588
Listed:         999,451         998,744           Short Term Deposits         983,696         983,696	7 INVESTMENTS		
Listed:         999,451         998,744           Short Term Deposits         983,696         983,696	Total	999.451	998.744
Shares - Old Mutual         -         -           Unlisted:         999,451         998,744           Short Term Deposits         983,696         983,696			
Unlisted:         999,451         998,744           Short Term Deposits         983,696         983,696			
Short Term Deposits         983,696         983,696	Snares - Old Mutual	-	-
	Unlisted:	999,451	998,744
Long Term Deposits 15,755 15,048			
	Long Term Deposits	15,755	15,048

## 8 SHORT TERM INVESTMENTS

Election fund Arrears Write Off IDP	Grant	:	-
Pilot Housing		-	-
Motor Vechile Te	sting Centre		
Katlehong Surve		_	-
Mt Fletcher inves		_	
Katlehong Planni		_	
Other account	g	_	
9 LONG TERM DEI	BTODS		
Housing Loans	BTORS	_	
Personnel Loans		-	-
Motor Vehicle Loa		-	
Other	115	-	1,658
Other		<u> </u>	1,658
Less :	Chart term partian transforred to Curre	-	
Less.	Short term portion transferred to Curre	-	1,658
		-	
INVENTORY		206,610.00	223,908
	consumable stores, raw materials, work i ls. Where necessary specific provision is		
10 DEBTORS			
Debtors:Water			
Debtors:Electricity		-	-
Debtors: Health R		-	-
Debtors: Sanitatio	on		
Debtors: Refuse			
Debtors: Rates		-	-
Commonage Ren	t		
Subsidy			
Debtors: Televisio	n		
Current debtors -	Rates & General services	-	-
Current debtors -	consumer and other	27,410,571	25,446,771
Current debtors -(	(other)	-	-
Amounts paid in a	advance (deposits & prepaid expenses)	-	-
		27,410,571	25,446,771
Less :	Provision for bad debts	-	-
		27,410,571	25,446,771
Transfer to credito	Drs	-	-
		27,410,571	25,446,771
		27,410,371	23,440,771
DEFERRED CHA	RGES		
Commission			
Issue expenses			
Commission			
		-	
11 PROVISIONS		1,581,571	1,352,927
		1,001,071	1,332,927

(Refer to appendix A for more details)

12 CREDITORS			
Trade creditors		13,983,300	13,317,897
VAT		-	-
Deposits : Electricity and water	1	308,567 296,750	283,058 273,485
Town Hall		6,667	5,023
Petrol		-	-
Other Other		5,150	4,550
Circle Ci			
		14,291,867	13,600,955
Transfer from the debtors disclosure note		-	-
(Refer to Treasurer's Report for more details	s)	14,291,867	13,600,955
ASSESSMENT RATES			
	Improvements	Actual	Actual
	valuations at	income	income
	01-Jul-04 R 000's	2004 R	2003 R
Residential & Commercial	62,104	2,814,971	2,256,599
Government	17,150	_,	_,,
Municipal	11,822	-	-
State Other	- 4,962	-	-
	96,038	2,814,971	2,256,599
COUNCILLORS' REMUNERATION			
Mayor's allowance		213,944	168,600
Deputy mayor's allowance Councillor allowances Substistence&travelling		348,127	264,600
Pension fund contributions			
		562,071	433,200
AUDITORS' REMUNERATION			
Audit fees	:	102,895	100,900
18 FINANCE TRANSACTIONS			
Total external interest earned or paid :			
Interest earned		-	-
Interest paid	:	-	
Capital charges debited to operating accour	nt:		
Interest : External		116,558	136,869
Internal		454,569	312,123
Redemption : External Internal		96,442	96,753 8,153,762
incinai		667,569	8,699,508

9 APPROPRIATION Appropriation acc			
	us/(deficit) at beginning of year	1,904,354	2,265,146
	(deficit) for the year	1,436,814	(568,512
Appropriations for - Contribution to R			207,720
- Prior year adjust			207,720
	us/(deficit) at end of year	3,341,168	1,904,354
			.,
Operating accour	nt		
Fixed assets		-	
Contributions to		-	
- Revolving fund			
<ul> <li>Renewal fund</li> <li>Working Capital</li> </ul>	Fund		
- Accumulated Fu			
- Trust Funds		-	
- Revolving Fund		-	
- Leave provision		-	
<ul> <li>Maintenance res</li> </ul>	erve	-	
<ul> <li>Housing Develop</li> </ul>			
- Audit Provision F	Fund		
		<u> </u>	
	ED BY OPERATIONS	4 400 044	1500 51
Surplus/(deficit) for		1,436,814	(568,51)
Prior year adjustme		-	207,72
<ul> <li>Appropriations cha - Capital develops</li> </ul>	rged against income	414,589	415,89
- Provisions and re		_	
Community Faciliti			
- Statutory Funds		169,245	170,65
- Reserves		245,344	245,24
<ul> <li>Project Funds</li> </ul>		-	
- Trust Funds		-	
Capital charges		432,323	419,51
- Interest paid :	to internal funds	315,765	282,64
- Redemption :	to external loans of internal advances	116,558	136,86
- Redemption .	of external loans		
Less :	or external loans		
Grants and subsid	es received from the State	-	
Investment income	(operating)	-	
Non-operating inco		-	
Non-operating exp			
- Debited to funds		(4,306)	(5)
- Debited to provis	ions and reserves icome) ex Funds, Provisions and Reserv	-	
Net expenditure (ir	icome) ex Funds, Provisions and Reserv	e 2,279,420	474.57
		2,273,420	474,377
	REASE IN WORKING CAPITAL		
(Increase)/decreas		17,298	
	e in debtors, long term debtors	(1,962,142)	
increase/(decrease	e) in creditors & provisions	919,556 (1,025,288)	
		<u>.</u>	
	REASE IN LONG TERM LOANS (EXTE	RNAL)	
Loans raised		-	
Loans repaid	e) in consumer deposit	636,586	
11010030/(Decieds		636,586	
		000,000	

23 (INCREASE)/ Loans raised Loans repaid	DECREASE IN SHORT TERM LOANS (EXTE	:RNAL) 	
24 (INCREASE)/ Investments n Investments re		ENTS (707) 	- - -
	DECREASE IN CASH ON HAND at beginning of year	(4,679,787)	(3,245,939)
Less :	Cash on hand at end of year Operating Current Acccount Balance & Revolving Fund Current Account Balanc		(4,679,787) (4,679,787) - 1,433,848
Bank and cas	<b>CASH ON HAND</b> sh ft ( disclosed as a current liability )	(2,295,153) (2,295,153)	(4,679,787) (4,679,787)
Guarantees by	T LIABILITIES & CONTRACTUAL OBLIGATI y Council in respect of Building Society and Co facilities Commercial Bank		:

Capital Commitments:		
Approved and contracted for	-	-
Approved and not contracted for	-	-

-

-

## APPENDIX A - ACCUMULATED FUNDS, PROVISIONS AND TRUST FUNDS

	Balance at 30 June 2003	Interest on investments	Other income	Expenditure during the year	Balance at 30 June 2004
STATUTORY FUNDS					
Revolving Fund Capital Development Fund Housing Development Fund	4,985,053 690,357 273,618	330,738 13,681		4,306	5,480,730 690,357 287,299
TOTAL	5,949,028	344,419		- 4,306	6,458,386
RESERVES					
Maintenance Fund Renewal Fund Working Capital	153,039 151,651 569,924	7,652 18,680 28,496		· · ·	198,435 216,930 759,420
TOTAL	874,614	54,828			1,174,786
PROJECT FUNDS Election fund	-				-
Intergrated Development Plan Sanitation grant Motor Vechile Testing Ground	-				:
TOTAL	-	-		<u> </u>	-
TRUST FUNDS					
C.I. Hughes Fund	1,911	96			2,007
TOTAL	1,914	96		· ·	2,007
PROVISIONS					
Leave Town Register	373,595 16,291	7,583			483,137 16,291
IDP Audit Town Planning	(4,094) 952,880 14,255	47,644		44 250,547	(4,138) 1,072,026 14,255
TOTAL	1,352,927	55,227		- 250,591	1,581,571
GRAND TOTAL	8,178,483	454,569		- 254,897	9,216,749

# APPENDIX B - EXTERNAL LOANS AND INTERNAL ADVANCES

	EXTERNAL LOANS	Received during the year	Interest	Redeemed or written off during the year	Balance at 30 June 2004
Annuity loans		822,172		96,442	1,548,118
(Refer to Note 3)		822,172	-	96,442	1,548,118
Revolving Fund	INTERNAL ADVANCES	Received during the year	Interest	Redeemed or written off during the year	Balance at 30 June 2004 -

#### APPENDIX C - ANALYSIS OF FIXED ASSETS

Expenditure 2003 R	Service	Balance at 30 June 2003 R	Expenditure during year R	Redeemed, transferred or written off R	Balance at 30 June 2004 R
-	Rates and General Services	21,558,340	162,397	163,217	21,560,033
-	Community services	5,661,710	156,336	157,156	5,660,890
-	Council's general expenditure	225,139	134,856		359,995
-	g_	-	-	-	-
-	Streets & Stormwater	-	-	-	-
-	Plant and Equipment	-	-	-	-
-	Civil defence	105,348		72,269	33,079
-	Health Services Stores	912,681	-	84,887	827,794
-	Nature Reserve	1,969 26,100	-	-	1,969 26,100
	Public Works	3,515,218	21,480	-	3,536,698
	Streetlighting	65,687	21,400	-	65,687
-	Town Clerk	370,284	-	-	370,284
-	Town Treasurer	265,514	-	-	265,514
-	Traffic Services	136,335	-	-	136,335
-	Office equipment	-	-	-	-
-	Workshop	37,435	-	-	37,435
-	Motor vehicles	-	-	-	-
-	Fencing equipment	-	-	-	-
-	Computer equipment	-	-	-	-
-	Streets & Stormwater	-	-	-	-
-	Plant and Equipment	-	-	-	-
-	Town Planning	-	-	-	-
-	Subsidised services	8,510,110	-	-	8,510,110
-	Cemetries	51,772	-	-	51,772
-	Libraries	713,546	-	-	713,546
-	Municipal Properties	6,150,909	-	-	6,150,909
-	Parks & Recreation	1,593,883	-	-	1,593,883
-	Economic services	7,389,033	6,061	6,061	7,389,033
-	-	92,164	-	6,061	98,225
-		7,296,869	6,061	0,001	7,290,808
		,	,		
-	Housing	3,405,501	-	70	3,405,571
-	Housing services	3,405,501	-	70	3,405,571
-		-	-	-	-
	Coloured Scheme		-	-	-
	Nozizwe		-	_	_
	-				
	Trade services	20,262,101	660	-	20,262,761
-	Electricity	4,882,186	-	-	4,882,186
-	Water	15,371,839	660		15,372,499
	Abattoir	8,076	-	-	8,076
L					
-	TOTAL FIXED ASSETS	45,225,942	163,057	163,287	45,228,365
	=	<u> </u>	÷	· ·	<u> </u>

#### LESS : LOANS REDEEMED AND OTHER

	LEGG : LOANG NEBELINED AND OTHER	•			
543,840	CAPITAL RECEIPTS	42,710,278	398,435	-	43,108,713
325,869	Loans redeemed and advances repaid	6,403,871	53,230	-	6,457,101
217,971	Contributions from operating income	6,069,631	345,205	-	6,414,836
	Grants and subsidies	30,236,776	-	-	30,236,776
	_				
(627,166	) NET FIXED ASSETS	2,507,588	(235,378)	163,287	2,119,652

## APPENDIX D - ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR

Actual 2003 R	INCOME	Actual 2004 R	Budget 2004 R
1,543,529	Grants and subsidies:	1,879,441	2,681,750
1,543,529	- Central government - Provisional government	1,879,441	2,681,750
21,861,094	Income from tarriffs, service charges	22,822,005	- 19,406,905
23,404,623		24,701,446	22,088,655
		A - ( )	Delast
Actual	EXPENDITURE	Actual	Budget
2004 R	EXPENDITURE	2004 R	2004 R
ĸ		R	R
12,686,621	Salaries, wages and allowances	11,781,232	12,096,850
8,299,408	General expenses	8,567,428	7,526,201
1,156,018	Repairs and maintenance	1,421,923	589,900
300,779	Vehicles and implements	285,016	445,722
739,428	Capital charges	489,559	473,713
225	Contributions to Capital Outlay	1,499	19,500
790,656	Contributions to Funds and Reserves	717,975	732,230
23,973,135	GROSS EXPENDITURE	23,264,632	21,884,116
-	Less : amounts charged out	-	-
23,973,135		23,264,632	21,884,116
(568,512)	NET PROFIT	1,436,815	204,539

## APPENDIX E - DETAILED INCOME STATEMENT FOR THE YEAR

2003 Actual income R	2003 Actual expenditure R	2003 Surplus/ (deficit) R	2004 Actual income R	2004 Actual expenditure R	2004 Surplus/ (deficit) R	2004 Budget surplus /(deficit) R
12,820,205	15,530,775	(2,710,570)	18,137,277	16,090,020	2,047,257	(2,047,257)
6,104,318	9,994,929	(3,890,611)	14,501,774	12,393,395	2,108,379	(2,108,379)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,442,895	- 1,826,252	(383,357)	7,869,975	- 2,118,913	- 5,751,062	- (5,751,062)
2,256,599	46,407	2,210,192	2,814,971	423	2,814,548	(2,814,548)
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
533,948	466,649	67,299	588,649	637,033	(48,384)	48,384
156,963	80,921	76,042	143,442	300,939	(157,497)	157,497
- 2,748	1,332,814	(1,332,814)	224,981 79	2,077,507	(1,852,526)	1,852,526
2,740	1,733,870	(1,731,122)	- 19	2,158,201	(2,158,122)	2,158,122
64,189	1,364,116	(1,299,927)	144,917	885,543	(740,626)	740,626
73,873	395,012	(321,139)	171,655	476,118	(304,463)	304,463
-	524,823	(524,823)	59,819	1,076,109	(1,016,290)	1,016,290
1,573,103	2,142,107	(569,004)	2,483,286	2,612,146	(128,860)	128,860
-	-	-	-	-	-	
-	81,958	(81,958)	-	50,463	(50,463)	50,463
234,901 53,827	<b>1,966,412</b> 14,498	(1,731,511) 39,329	312,615 68,787	<b>1,984,768</b> 54,164	(1,672,153) 14,623	1,672,153
- 55,627	- 14,490	- 39,329		- 54,104	- 14,023	(14,623)
-	7,360	(7,360)	-	11,821	(11,821)	11,821
5,353	481,870	(476,517)	5,104	463,817	(458,713)	458,713
129,408	651,823	(522,415)	188,142	575,910	(387,768)	387,768
46,313	810,861	(764,548)	50,582	879,056	(828,474)	828,474
-	-	-	-	-	-	-
6,480,986	3,569,434	2,911,552	3,322,888	1,711,857	1,611,031	(1,611,031)
3,036,785	1,449,821	1,586,964	3,322,888	1,711,857	1,611,031	(1,611,031)
3,444,201	2,119,613	1,324,588	-	-	-	
-	500,781	(500,781)	_	689,587	(689,587)	689,587
-	500,781	(500,781)	-	689,587	(689,587)	689,587
10,584,418	7,941,579	2,642,839	6,564,169	6,485,025	79,144	(79,144)
5,913,585	5,751,861	161,724	6,564,169	6,485,025	79,144	(79,144)
4,670,833	2,189,718	2,481,115	-	-	-	-
23,404,623	23,973,135	(568,512)	24,701,446	23,264,632	1,436,814	(1,436,814)
	_0,0.0,.00	(000,012)	,. • .,. /•	20,20 .,302	.,,	(1,100,014)

23,404,623	23,973,135	(568,512)	24,701,446	23,264,632	1,436,814	(1,436,814)
		207,720			-	
		(360,792)		-	1,436,814	
		2,265,146			1,904,354	
				_		
		1,904,354		=	3,341,168	