

**KING SABATA DALINDYEBO MUNICIPALITY  
BALANCE SHEET AT 30 JUNE 2004**

	NOTE	2004 R	2003 R
<b>CAPITAL EMPLOYED</b>			
<b>FUNDS AND RESERVES</b>			
Statutory funds	1	739,597	739,597
Reserves	2	9,011,176	9,011,176
RETAINED SURPLUS	14	(31,607,034)	37,810,725
TRUST FUNDS	3	31,067,622	22,408,997
LONG - TERM LIABILITIES	4	54,028,636	55,579,398
CONSUMER DEPOSITS : SERVICES	5	2,426,458	2,333,982
		<b>65,666,455</b>	<b>127,883,875</b>
<b>EMPLOYMENT OF CAPITAL</b>			
FIXED ASSETS	6	57,603,088	60,039,547
INVESTMENTS	7	42,497,406	33,840,878
LONG - TERM DEBTORS	8	572,500	562,999
		<b>100,672,993</b>	<b>94,443,424</b>
NET CURRENT ASSETS / LIABILITIES		(35,006,538)	33,440,451
Trust fund Assets		-	-
<b>CURRENT ASSETS</b>			
Inventory	9	2,230,840	1,748,923
Debtors	10	113,661,809	171,144,043
Cash and Bank	17	9,963,867	17,561,011
		<b>125,856,516</b>	<b>190,453,977</b>
<b>CURRENT LIABILITIES</b>			
Provisions	12	2,774,565	1,111,890
Creditors	11	122,978,723	121,709,066
Loans : short - term portion	4	1,755,630	1,755,630
Bank overdraft	18	33,354,136	32,436,940
		<b>160,863,054</b>	<b>157,013,526</b>
		<b>65,666,455</b>	<b>127,883,875</b>

**CERTIFIED CORRECT**

Date .....

**K. Gashi**

**Chief Financial Officer**

B.com.(University of Transkei )

**Prof. M.A. Gumbi**

**MUNICIPAL MANAGER**

B. Juris, LLB, LLM, TSLE, Dip. American  
Law, Certificate in Legal Practice

**KING SABATA DALINDYEBO MUNICIPALITY  
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2004**

2003 Actual Income	2003 Actual Expenditure	2003 Surplus (Deficit)	RATE AND GENERAL SERVICES	2004 Actual Income	2004 Actual Expenditure	2004 Surplus (Deficit)	2004 Budget Surplus (Deficit)
R	R	R		R	R	R	R
<b>93,479,393</b>	<b>114,904,128</b>	<b>(21,424,735)</b>		<b>114,173,084</b>	<b>122,245,553</b>	<b>(8,072,470)</b>	<b>-22,328,432</b>
66,941,760	74,646,039	(7,704,279)	Community services	98,425,939	83,251,047	15,174,893	(3,596,700)
1,299,898	9,781,082	(8,481,184)	Subsidised services	1,482,572	10,945,257	(9,462,686)	(10,336,919)
25,237,735	30,477,007	(5,239,272)	Economic services	14,264,573	28,049,249	(13,784,676)	(8,394,813)
29,938	-	29,938	<b>HOUSING SERVICES</b>	22,305	-	22,305	-
77,087,408	55,974,200	21,113,208	<b>TRADING SERVICES</b>	57,879,759	49,829,594	8,050,165	22,328,432
170,596,739	170,878,328	(281,589)		172,075,147	172,075,147	(0)	0
		23,709,713	Appropriation, for the year (refer to note 17)			(69,417,759)	
		23,428,124	Net surplus / (deficit) for the year			(69,417,759)	
		14,380,997	Accumulated surplus / deficit beginning of the year			37,810,726	
		1,605	Prior year adjustment			-	
		<b>37,810,726</b>	<b>Accumulated surplus / deficit at end of the year</b>			<b>(31,607,033)</b>	

**KING SABATA DALINDYEBU MUNICIPALITY  
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2004**

	NOTE	2004 R	2003 R
<b>CASH RETAINED FROM OPERATING ACTIVITIES</b>		(835,985)	16,742,404
Cash generated by operations	15	(57,806,410)	42,432,364
Investment income		2,832,211	1,493,650
(Increase) / decrease in working capital	16	59,923,148	(20,702,843)
Meeg Bank Preferent Shares			-
Less: External interest paid		(5,784,935)	(6,480,767)
<b>Cash available from operations</b>		(835,985)	16,742,404
Cash Contributions from Public			-
Cash Contributions from State		-	-
Nett Proceeds on Disposal of Assets			
<b>CASH UTILISED IN INVESTING ACTIVITIES</b>			
Investment in Fixed Assets	6	2,436,459	1,250,861
<b>NETT CASH FLOW</b>		1,600,474	17,993,265
<b>CASH EFFECTS OF FINANCING ACTIVITIES</b>			
Increase / (Decrease) in Long-term Loans	4	(1,550,762)	(4,109,041)
(Increase) / Decrease in Cash Investments	7	(8,656,527)	(13,973,237)
(Increase) / Decrease in Cash and Bank	17	8,514,340	309,791
Increase in Consumer Deposits	5	92,476	(220,778)
<b>NET CASH (GENERATED) / UTILISED</b>		(1,600,474)	(17,993,265)

**KING SABATA DALINDYEBO MUNICIPALITY**  
**NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
	<b>R</b>	<b>R</b>
<b>1 STATUTORY FUNDS</b>		
Revolving Fund	739,597	739,597
	<u>739,597</u>	<u>739,597</u>
For further details see Appendix A		
<b>2 RESERVES</b>		
Revaluation Reserve	<u>9,011,176</u>	<u>9,011,176</u>
For further details see Appendix A		
<b>3 TRUST FUNDS</b>	<u>31,067,622</u>	<u>22,408,997</u>
For further details see Appendix A		
<b>4 LONG TERM LIABILITIES</b>		
External Loans	55,784,266	57,335,028
Internal advances	-	-
	<u>55,784,266</u>	<u>57,335,028</u>
Less: Short - term portion of loan	<u>(1,755,630)</u>	<u>(1,755,630)</u>
	<u>54,028,636</u>	<u>55,579,398</u>
For further details see Appendix F		
<b>5 CONSUMER DEPOSITS: SERVICES</b>		
Electricity	<u>2,426,458</u>	<u>2,333,982</u>
<b>6 FIXED ASSETS</b>		
Fixed Assets beginning of year	434,241,213	420,122,442
Acquisition for the year	54,272,063	-
Capital Expenditure during the year less assets written off, transferred or disposed of	<u>(292,991,033)</u>	<u>14,118,771</u>
<b>Total Fixed Assets</b>	<u>195,522,243</u>	<u>434,241,213</u>
Less: Loans Redeemed and Other Capital Receipts	<u>137,919,155</u>	<u>374,201,666</u>
<b>Net Fixed Assets</b>	<u>57,603,088</u>	<u>60,039,547</u>
<b>7 INVESTMENTS</b>		
External Investments		
- Unlisted 88 Day Call Account	10,000,000	10,000,000
- Fixed Deposits	1,099,562	886,997
- Other	<u>31,397,843</u>	<u>22,953,882</u>
Total Investments	<u>42,497,406</u>	<u>33,840,878</u>
The Fixed Deposit is collateral for staff housing loans		
<b>FUNDAMENTAL ERROR</b>		
During the prior year, Investments amount was overstated, the comparative figures have been corrected in the current year financial statement	<u>-</u>	<u>(3,445,001)</u>

**KING SABATA DALINDYEBO MUNICIPALITY**  
**NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
	<b>R</b>	<b>R</b>
<b>8 LONG TERM DEBTORS</b>		
Housing Loans	572,500	562,999
	<u>572,500</u>	<u>562,999</u>
<b>9 INVENTORY</b>		
Inventory represent consumables stores, raw materials, work in progress and finished goods. Where necessary specific provision is made for obsolete stock.		
	2,230,840	1,748,923
	<u>2,230,840</u>	<u>1,748,923</u>
<b>10 DEBTORS</b>		
Consumer Debtors	154,126,603	207,683,000
Other debtors		
- VAT input	14,372,352	11,457,471
- GRV orders	0	35,772
- Sundry Debtors	666,719	179,926
- Study loans	4,678	12,239
- OR Tambo District Municipality	358,605	-
Year to date debtors	2,321,696	8,037,264
Less: Provision for Bad Debts	58,188,844	56,261,630
	<u>113,661,809</u>	<u>171,144,043</u>
<b>11 CREDITORS</b>		
Trade Creditors	3,539,650	1,002,997
GRV orders	220,009	238,300
Insurance claims	1,517,691	3,007,646
Accrued interets on Loans	1,150,068	2,904,299
Accruals	795,443	1,354,266
Year end creditors	82,192,228	78,087,573
VAT liability	22,490,621	18,079,255
Tescor	616,594	-
OR Tambo District Municipality	-	-
Study loans	-	-
	<u>112,522,304</u>	<u>104,674,335</u>
<b>OTHER CURRENT LIABILITIES</b>		
Deposits	495,251	372,268
Natis accumulated income	173,359	131,675
Intergovernment grants	9,787,809	16,531,636
Insurance claims		(848)
	<u>10,456,419</u>	<u>17,034,731</u>
	<u>122,978,723</u>	<u>121,709,066</u>
<b>12 PROVISIONS</b>		
Accrued leave : contribution	1,191,765	1,191,765
Accrued leave : Operating expenditure	1,582,800	(79,875)
Adjustment to opening balance	-	-
	<u>2,774,565</u>	<u>1,111,890</u>

**KING SABATA DALINDYEBO MUNICIPALITY**  
**NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
	<b>R</b>	<b>R</b>
<b>13 FINANCING TRANSACTIONS</b>		
<i>Total external interest:</i>		
- Paid	7,112,016	7,309,731
- Earned	(2,832,211)	(1,493,650)
	-	-
<i>Capital Charges debited to operating account :</i>		
Interest		
- External	5,784,935	6,480,767
- Internal	-	-
Redemption		
- External	1,390,545	1,366,273
- Internal	-	-
	-	-
<b>14 APPROPRIATIONS</b>		
<i>Appropriation account</i>		
Accumulated Surplus/(Deficit) at beginning of the year	37,810,725	14,380,997
Operating Surplus/(Deficit) for the year	(0)	(281,589)
Appropriations for the year:	(69,417,759)	23,711,317
- Appropriations for the year	-69,417,759	23,709,713
- Prior year adjustment	0	1,604
	(31,607,034)	37,810,725
Accumulated Surplus / (Deficit) end of the year		
The Appropriations for the Year include:		
Prior Year adjustments of:		
<b>15 CASH GENERATED BY OPERATIONS</b>		
Deficit / Surplus for the year	-0	(281,589)
Prior year operating transactions	(69,417,759)	23,884,686
Community Facilities Fund		
- Statutory Funds	-	-
- Reserves	-	-
- Project Funds	-	-
- Trust Funds	8,658,625	13,842,150
Capital charges		
- Interest paid:		
to internal funds	-	-
to external loans	5,784,935	6,480,767
- Redemption:		
of internal advances	-	-
of external loans	-	-
Less:		
Investment Income	(2,832,211)	(1,493,650)
	(57,806,410)	42,432,364

**KING SABATA DALINDYEBO MUNICIPALITY**  
**NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
	<b>R</b>	<b>R</b>
<b>16 INCREASE IN WORKING CAPITAL</b>		
Increase/(Decrease) in Debtors	57,472,733	(33,814,617)
(Increase)/Decrease in Creditors	2,932,332	13,069,486
(Increase)/decrease in Inventory	(481,917)	42,288
	59,923,148	(20,702,843)
<b>(INCREASE)/ DECREASE IN LONG TERM LOAN (EXTERNAL)</b>		
Loans repaid	1,550,762	4,109,041
Increase/ (decrease) in consumer deposit	-	-
	1,550,762	4,109,041
<b>17 (INCREASE)/DECREASE IN CASH ON HAND</b>		
Cash on hand at the beginning of the year	(14,875,929)	15,185,720
Less:		
Cash on hand at the end of the year	(23,390,269)	(14,875,929)
Operating Current Account Balance cash	(23,390,269)	(14,875,929)
Revolving Fund Current	-	-
	8,514,340	309,791
<b>18 BANK AND CASH ON HAND</b>		
Bank and cash	9,963,867	17,561,011
Bank overdraft (disclosed as current liability)	(33,354,136)	(32,436,940)
	(23,390,269)	(14,875,929)
<b>19 COUNCILLOR'S REMUNERATION</b>		
Mayor's Allowance	343,587	250,833
Speaker	248,215	201,544
Councillor Allowances	4,153,128	2,751,179
Executive Committee Members Allowances	1,411,259	1,163,857
	6,156,189	4,367,413
<b>20 AUDITOR'S REMUNERATION</b>		
Audit Fees	450,000	401,257
<b>21 CONTINGENT LIABILITY</b>		
Accumulated Leave		
Whilst staff are being encouraged to take leave to reduce the accrued leave due and the consequent liability of the Municipality, there is a contingent liability in respect of accumulated leave.		

**KING SABATA DALINDYEBO MUNICIPALITY**  
**APPENDIX A**

**STATUTORY FUNDS**

	Balance as at 30-Jun-03	Adjustments	Reinstated Amount	Contributions during the year	Interest Received on Investment	Other Income	Operating Expenditure during year	Capital Expenditure during year	Balance as at 30-Jun-04
<b>STATUTORY FUNDS</b>									
Revolving Fund	739,597			-	-	-	-	-	739,597
	739,597			-	-	-	-	-	739,597
<b>TRUST FUNDS</b>									
Aerial Photography	370,184	-	370,184	-	18,115	-	-	-	388,299
CMIP Programme	3,043,133	(2,376)	3,040,757	2,628,160	251,736	-	1,603,092	999,740	3,317,821
Council chamber	29		29				29		-
Drivers Testing Ground	18,419		18,419		222	-	-	-	18,641
Finance management grant	-		-	1,403,159	12,280	-	-	-	1,415,439
Informal Settlement Plan	173,486	-	173,486		7,746		627		180,605
Integrated Development Plan	47,295		47,295	207,143	2,215	-	-	-	256,653
King Sabata Dalindyebo Disaster Management	-		-	2,225,000	35,966		375,988		1,884,978
King Sabata Dalindyebo Intervention grant	-		-						-
Land Sales	572,959		572,959	24,000	27,817	-	-		624,776
LED Fund	661,252	(156,369)	504,883				461,500		43,383
Masakane Youth Eco Action Fund	69,295		69,295	1,029,834	226	-	910,103		189,252
Mayor charity upliftment programme	159,444		159,444	345,454	311		423,232		81,977
Motor Vehicle Drivers Licence	13,493		13,493		20		650		12,863
Mqanduli IDP	47,295	(47,295)							-
Mqanduli Milling Project	-		-	724,273	6,338		53,495		677,116
Municipal Support Grant	4,281,171		4,281,171		181,918		640,263	1,670,530	2,152,296
National Vehicle Licensing Centre	8,081		8,081	2,251,137	216		2,102,452		156,982
Ngangelizwe Nightsoil Conversion	1,021,479	(626,710)	394,769	26,800	18,443		206,350		233,662
Ngangelizwe Urban Renewal	-	1,627,721	1,627,721	6,702,101	126,388		1,036,516		7,419,694
Norwood Civic Centre	169,007		169,007	775,740	202		887,718		57,231
Rehabilitation of CBD Roads	-		-	4,500,000	117,353		636	1,888,437	2,728,280
Spatial Development	-		-	250,000	1,908				251,908
Tornado Damage	341,389		341,389	11,482,999	981		1,860	11,694,595	128,914
Transport Fund	6,818,744	2,375	6,821,119	4,004,090	362,149		1,646,945	1,405,000	8,135,413
Unclaimed Group Life	77,601		77,601		3,696				81,297
Umtata CashFocus	-	7,727	7,727	55,525,472	80		55,487,797		45,482
Vehicle Replacement	240,613		240,613		162		230,653		10,122
Vehicle Testing Station	4,900,592		4,900,592		136,140			4,462,194	574,538
Zimbane Valley Housing Project	(625,964)	625,964							-
	<b>22,408,997</b>	<b>1,431,037</b>	<b>23,840,034</b>	<b>94,105,362</b>	<b>1,312,628</b>	<b>-</b>	<b>66,069,906</b>	<b>22,120,496</b>	<b>31,067,622</b>
<b>RESERVES</b>									
Revaluation Reserve	9,011,176				-	-	-	-	9,011,176
	<b>9,011,176</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,011,176</b>



## KING SABATA DALINDYEBO MUNICIPALITY

APPENDIX B  
EXTERNAL LOANS AND INTERNAL ADVANCES

EXTERNAL LOANS		Balance as at 2003/06/30	Received during the year	Expenditure during the year	Balance as at 30-Jun-04
	<b>Interest Rate %</b>				
ABSA		1,624,210	400,411	1,408,297	616,324
Development Bank of Southern Africa	4 - 15.81	20,205,218	932,900	2,950,776	18,187,342
PDC	9 - 18	35,505,600	1,475,000	-	36,980,600
		<b>57,335,028</b>	<b>2,808,311</b>	<b>4,359,073</b>	<b>55,784,266</b>

## KING SABATA DALINDYEBO MUNICIPALITY

## APPENDIX C

## ANALYSIS OF FIXED ASSETS

Expenditure 2003	Service	Budget 2004	Balance as at 30/06/2003	Expenditure during the year	Written off, Transferred or redeemed during year	Balance as at 30/06/2004
R		R	R	R	R	R
5,342,947	<b>RATE AND GENERAL SERVICES</b>	33,317,929	143,285,477	41,410,727	81,818,656	102,877,548
4,765,122	<b>Community Services</b>	21,991,929	42,997,593	41,068,820	-	84,066,413
49,664	Town Clerk	378,750	1,711,166	262,481	-	1,973,647
3,205	Human Resources	5,240	49,803	3,049	-	52,852
-	Legal & Property	770,000	3,525,690	4,564,104	-	8,089,794
188,255	City Secretariat	36,960	399,710	2,574	-	402,284
931,957	City Treasurer	280,410	1,607,052	839,842	-	2,446,894
-	Furniture and Office Equipment	11,000	2,387,740	16,571	-	2,404,311
22,001	Health	2,527,500	5,675,926	17,745	-	5,693,671
22,560	Parks & Recreation	209,500	8,497,164	105,598	-	8,602,762
-	Public Works	16,500	7,164,621	16,217	-	7,180,838
121,430	Protection : Traffic	50,000	1,727,564	72,923	-	1,800,487
8,997	Protection	257,319	544,154	37,561	-	581,715
3,417,053	Streets & Stormwater	17,448,750	6,471,503	35,130,155	-	41,601,658
-	Streetlights	-	625,500	-	-	625,500
-	Swimming Pool	-	2,610,000	-	-	2,610,000
370,348	<b>Subsidised Services</b>	-	13,504,418	-	-	13,504,418
-	Ambulance Service	-	-	-	-	-
-	Building Inspectorate	-	42,000	-	-	42,000
370,348	Civic Buildings	-	9,485,047	-	-	9,485,047
-	Cemetery	-	116,610	-	-	116,610
-	Fire Services	-	2,767,947	-	-	2,767,947
-	Library	-	1,092,814	-	-	1,092,814
207,477	<b>Economic Services</b>	11,326,000	86,783,466	341,907	81,818,656	5,306,717
7,882	Cleansing	36,000	440,589	-	-	440,589
-	Mechanical Workshop	30,000	1,408,845	11,534	-	1,420,379
-	Refuse	-	3,445,749	-	-	3,445,749
-	Information Technology	-	-	-	-	-
199,595	Sewerage	11,260,000	81,488,283	330,373	81,818,656	-
-	<b>HOUSING</b>		35,652,000	-	-	35,652,000
8,775,824	<b>Trading Services</b>	11,787,000	255,303,736	12,861,336	211,172,377	56,992,695
8,214,433	Electricity	11,484,000	44,867,531	12,125,164	-	56,992,695
561,391	Water	303,000	210,436,205	736,172	211,172,377	-
14,118,771	<b>TOTAL FIXED ASSETS</b>	45,104,929	434,241,213	54,272,063	292,991,033	195,522,243
15,369,632	<b>LESS: CAPITAL REDEEMED AND OTHER CAPITAL RECEIPTS</b>		374,201,666	(236,282,511)	-	137,919,155
1,884,100	Loans redeemed and advances paid		21,175,044	391,584	-	21,566,628
1,961,262	Contribution ex operating income		270,624,968	(222,092,987)	-	48,531,981
11,524,270	Grants and subsidies		82,401,654	(14,581,108)	-	67,820,546
(1,250,861)	<b>NET FIXED ASSETS</b>		60,039,547	290,554,574	292,991,033	57,603,088

## KING SABATA DALINDYEBO MUNICIPALITY

## APPENDIX D

## ANALYSIS OF OPERATING INCOME AND EXPENDITURE

FOR THE YEAR ENDED 30 JUNE 2004

ACTUAL 2003		ACTUAL 2004	BUDGET 2004
	<b>INCOME</b>		
23,880,025	Grants and Subsidies	49,203,712	69,969,700
-	Central Government	-	-
23,880,025	Provincial Government	49,203,712	69,969,700
145,223,065	Operating Income	120,039,223	176,704,022
36,888,295	Rates	40,294,652	41,882,164
49,451,736	Sale of Electricity	57,072,907	53,189,315
23,633,522	Sale of Water	-	28,500,425
35,249,512	Other Services and Charges	22,671,664	53,132,118
1,493,650	Interest Earned	2,832,211	952,238
<b>170,596,740</b>		<b>172,075,147</b>	<b>247,625,960</b>
	<b>EXPENDITURE</b>		
94,566,441	Salaries, Wages and Allowances	94,500,755	121,966,080
68,338,817	General Expenses	62,932,755	88,644,104
6,127,564	Repairs and Maintenance	5,248,442	13,877,355
977,654	Capital Charges	4,659,546	10,641,985
336,638	Contribution to Fixed Assets	255,629	2,735,380
531,215	Contributions	4,534,979	10,124,181
170,878,329	<b>Gross Expenditure</b>	172,132,106	247,989,085
-	Less: Amounts Charged Out	56,960	263,125
<b>170,878,329</b>	<b>NET EXPENDITURE</b>	<b>172,075,147</b>	<b>247,725,960</b>

## KING SABATA DALINDYEBO MUNICIPALITY

APPENDIX E  
DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2004

2003 Actual Income	2003 Actual Expenditure	2003 Surplus (Deficit)	2004 Actual Income	2004 Actual Expenditure	2004 Surplus (Deficit)	2004 Budgeted Surplus (Deficit)
R	R	R	R	R	R	R
90,219,161	110,019,650	(19,800,489)	114,173,084	122,245,553	(8,072,470)	(22,328,432)
<b>66,941,760</b>	<b>74,646,039</b>	<b>(7,704,279)</b>	<b>98,425,939</b>	<b>83,251,047</b>	<b>15,174,893</b>	<b>(3,596,700)</b>
823,300	12,771,741	(11,948,441)	8,724	13,953,536	(13,944,813)	(12,610,916)
1,722	788,893	(787,171)	-	513,040	(513,040)	(1,575,280)
-	1,003,154	(1,003,154)	-	1,270,579	(1,270,579)	(2,166,505)
6,898,429	10,357,836	(3,459,407)	2,000	11,354,751	(11,352,751)	(839,061)
-	1,264,297	(1,264,297)	-	1,310,960	(1,310,960)	(3,057,697)
1,710,818	4,066,003	(2,355,185)	2,264,519	3,202,460	(937,941)	(3,607,011)
20,102	3,873,564	(3,853,462)	2,803	4,086,475	(4,083,673)	(4,331,954)
86,287	-	86,287	81,000	-	81,000	-
136,972	15,387,370	(15,250,398)	495,936	17,462,515	(16,966,579)	(17,513,120)
-	-	-	-	-	-	-
2,626,868	3,276,165	(649,297)	3,245,074	4,147,589	(902,515)	(4,607,451)
-	22,934	(22,934)	-	42,253	(42,253)	-
5,114	289,704	(284,590)	5,844	371,612	(365,769)	(566,319)
-	2,961,287	(2,961,287)	-	4,065,797	(4,065,797)	(5,936,209)
4,764	5,770,741	(5,765,977)	5,348	6,167,077	(6,161,729)	(8,806,153)
-	-	-	-	-	-	-
54,627,384	12,812,350	41,815,034	92,314,692	15,302,402	77,012,290	60,020,976
<b>1,299,898</b>	<b>9,781,082</b>	<b>(8,481,184)</b>	<b>1,482,572</b>	<b>10,945,257</b>	<b>(9,462,686)</b>	<b>(10,336,919)</b>
195,499	1,263,554	(1,068,055)	203,110	1,347,243	(1,144,133)	(1,403,194)
230,422	888,072	(657,650)	510,236	1,043,254	(533,018)	(984,944)
-	23,474	(23,474)	-	7,493	(7,493)	(61,500)
255,580	4,055,281	(3,799,701)	19,136	4,976,602	(4,957,466)	(4,764,689)
2,010	830,210	(828,200)	1,823	818,561	(816,737)	(1,034,381)
126,685	2,043,501	(1,916,816)	170,903	1,975,017	(1,804,114)	(1,868,358)
489,702	676,990	-	577,364	777,088	(199,724)	(219,853)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<b>25,237,735</b>	<b>30,477,007</b>	<b>(5,239,272)</b>	<b>14,264,573</b>	<b>28,049,249</b>	<b>(13,784,676)</b>	<b>(8,394,813)</b>
8,497,561	5,564,352	2,933,209	-	6,333,677	(6,333,677)	(6,851,193)
-	5,875,293	(5,875,293)	-	9,130,002	(9,130,002)	(10,750,858)
49,411	9,236,995	(9,187,584)	10,398,847	6,428,175	3,970,671	4,573,224
12,130,313	4,264,182	7,866,131	-	-	-	9,617,695
225,955	393,445	(167,490)	247,219	498,231	(251,012)	(868,400)
1,023,995	1,159,477	(135,482)	1,164,197	514,913	649,284	344,315
3,310,500	1,996,859	1,313,641	2,439,276	2,605,108	(165,832)	(4,389,906)
-	153,013	(153,013)	15,035	327,191	(312,156)	(662,444)
-	1,833,391	(1,833,391)	-	2,211,952	(2,211,952)	(3,558,246)
<b>29,938</b>	<b>-</b>	<b>29,938</b>	<b>22,305</b>	<b>-</b>	<b>22,305</b>	<b>-</b>
29,938	-	29,938	22,305	-	22,305	-
<b>77,087,408</b>	<b>55,974,200</b>	<b>21,113,208</b>	<b>57,879,759</b>	<b>49,829,594</b>	<b>8,050,165</b>	<b>22,328,432</b>
26,823,888	42,712,456	(15,888,568)	-	-	-	12,911,836
50,263,520	13,261,744	37,001,776	57,879,759	49,829,594	8,050,165	9,416,596
<b>170,596,739</b>	<b>170,878,328</b>	<b>(281,589)</b>	<b>172,075,147</b>	<b>172,075,147</b>	<b>(0)</b>	<b>-</b>
		23,709,713			(69,417,759)	
		(refer to note 14)				
		23,428,124			(69,417,759)	
		14,380,997			37,810,726	
		1,605			-	
		<b>Accumulated Surplus / Deficit</b>				
		<b>37,810,726</b>			<b>(31,607,033)</b>	
		<b>at the end of the year</b>				

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<b>GENERAL INFORMATION</b>
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**COUNCIL MEMBERS**

Councillor	M. Nduku	Councillor	G.N. Ngcobozi	Councillor	M.S. Mlandu
Councillor	F.L.S. Jongihlati	Councillor	B.B. Gwetha	Councillor	G. Mkhupha
Councillor	T.M. Mapeyi	Councillor	M. Fuzile	Councillor	M. Mkisizwana
Councillor	B. Ndlobongela	Councillor	M.W. Mkhotele	Councillor	M. Tsibiyeza
Councillor	M.C. Titi	Councillor	D.M. Tshaya	Councillor	T. Lobi
Councillor	B.S. Bodlani	Councillor	C.Z. Sifo	Councillor	M. Caluza
Councillor	D. Mkatshwa	Councillor	B. T. Mashiyi	Councillor	Z.W. Nelani
Councillor	L. Semane	Councillor	A.M. Mayekiso	Councillor	P. Mahlala
Councillor	K.N. Kwetane	Councillor	M. Xatula	Councillor	R. F. Ngqele
Councillor	N. Maqukanya	Councillor	N. Kuluta	Councillor	S.N. Macingwane
Councillor	O.N. Godololo	Councillor	N. Ngqongwa	Councillor	N. P. Mgidi
Councillor	Z.L. Bekentla	Councillor	B.M. Gqitiyeza	Councillor	M. Dukumayo
Councillor	N.J. Poncana	Councillor	S. R. Dudumashe	Councillor	T. E. Williams
Councillor	A.V. Plaatjie	Councillor	M. Mfathu	Councillor	G.V. Nqxishe
Councillor	G.N. Tshaya	Councillor	L. Madalane	Councillor	B. Wade
Councillor	L.B.G. Mpahlwa	Councillor	M. Makanda	Councillor	T. Gxabaxaba
Councillor	Y.S. Mfenya	Councillor	F.R.S. Ngcobo	Councillor	M. H. Mtirara
Councillor	N.S. Njemla	Councillor	B.S. Jojo	Councillor	W.W. Mlamli
Councillor	P. Mantanga	Councillor	H.N. Skutshwa		

**SPEAKER**

**Councillor T. Dukada**

**MEMBERS OF THE MAYORAL COMMITTEE**

<b>Councillor</b>	<b>D.V Mgudlwa</b>	<b>- Executive Mayor</b>
Councillor	G.M. Senge	
Councillor	N.G.N. Mafongosi	
Councillor	L.M. Mbana	
Councillor	N.Mtwa	
Councillor	C.P. Lekay	
Councillor	E.L. Bosiki	

**GRADING OF LOCAL AUTHORITY**

Grade 10

**AUDITORS**

Nkonki Siswe Ntsaluba

**BANKERS**

Meeg Bank ( Umtata )

**REGISTERED OFFICE**

Munitata Building  
Cnr. Sutherland and Owen Streets  
Umtata  
5100

P.O. Box 44  
Umtata  
5100

Telephone No.: (047) 5326485  
Fax No.: (047) 5312085

**CHIEF EXECUTIVE OFFICER/TOWN CLERK**

L. L. Msimboti

**CITY TREASURER**

S.P.H. Kruger

<b>Trial Balance for 1994/95</b>		
<b>Description</b>	<b>Debit</b>	<b>Credit</b>
Accumulated surplus		5,419,277.00
Bank	180,431.44	
Debtors	4,771,349.75	
Sundry debtors	500,870.02	
Year end creditors		33,374.21
Assets	20,312.00	
Contribution from revenue to capital outlay		20,312.00
<b>Total</b>	<b>5,472,963.21</b>	<b>5,472,963.21</b>
<b>Movement for (2) Trial Balance for 1995/96</b>		
<b>Description</b>	<b>Debit</b>	<b>Credit</b>
Accumulated surplus		13,817,859.33
Capital Development Fund		539,529.61
Accumulated Leave		50,000.00
Assets	362,681.00	
Contribution from revenue to capital outlay		362,681.00
Investments	8,500,000.00	
Petty cash	50.00	
Bank	1,494,218.92	
Debtors	5,226,307.95	0.00
Sundry debtors	450,264.50	0.00
V.A.T. Suspense	317,380.72	
Creditors		119,634.98
Year end creditors		1,461,198.17
<b>Total</b>	<b>16,350,903.09</b>	<b>16,350,903.09</b>
		0.00
<b>Trial Balance as at 1995/96</b>		
<b>Description</b>	<b>Debit</b>	<b>Credit</b>
Accumulated surplus		17,043,738.90
Capital Development Fund		539,529.61
Accumulated Leave		50,000.00
Assets	382,993.00	
Contribution from revenue to capital outlay		382,993.00
Investments	8,500,000.00	
Petty cash	50.00	
Bank	1,674,650.36	
Debtors	7,804,260.27	
Sundry debtors	951,134.52	
V.A.T. Suspense	317,380.72	
Creditors		119,634.98
Year end creditors		1,494,572.38
<b>Total</b>	<b>19,630,468.87</b>	<b>19,630,468.87</b>

	1999 R	1998 R
<b>CAPITAL EMPLOYED</b>		
<b>FUNDS AND RESERVES</b>		
Statutory funds	42,335,089	41,017,464
Reserves	50,077,958	109,475,185
<b>RETAINED SURPLUS</b>	30,937,426	40,739,871
<b>TRUST FUNDS</b>	5,866,965	1,812,959
<b>LONG - TERM LIABILITIES</b>	54,129,567	52,864,629
<b>CONSUMER DEPOSITS : SERVICES</b>	2,833,251	2,660,413
	<b>186,180,256</b>	<b>248,570,521</b>
<b>EMPLOYMENT OF CAPITAL</b>		
<b>FIXED ASSETS</b>	92,708,940	152,132,336
<b>INVESTMENTS</b>	4,776,257	14,993,966
<b>LONG - TERM DEBTORS</b>	781,165	2,430,670
	<b>98,266,362</b>	<b>169,556,972</b>
<b>NET CURRENT ASSETS / LIABILITIES</b>		
Trust fund Assets	-	-
<b>CURRENT ASSETS</b>	87,913,894	79,013,549
Stock	2,093,322	2,383,672
Debtors	136,415,286	140,410,002
Short term investments	-	-
	<b>138,508,608</b>	<b>142,793,674</b>
<b>CURRENT LIABILITIES</b>	50,594,714	63,780,125
Provisions		
Creditors	31,845,474	46,895,581
Loans : short - term portion	-	-
Bank overdraft	18,749,240	16,884,544
	<b>50,594,714</b>	<b>63,780,125</b>
(62,390,265)	<b>186,180,256</b>	<b>248,570,521</b>