

O R TAMBO DISTRICT MUNICIPALITY

GRAP FINANCIAL STATEMENTS

for the year ended

30 June 2006

I am responsible for the preparation of these financial statements, which are set out on pages 1 to 32, 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 Councilors as disclosed in note of these 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

Date

O R TAMBO DISTRICT MUNICIPALITY

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**O R TAMBO DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2006**

	Note	2006 R	2005 R
NET ASSETS AND LIABILITIES			
Net assets		154 732 240	155 948 282
Capital replacement reserve		-	-
Capitalisation reserve		-	-
Government grant reserve		26 934 890	33 080 457
Donations and public contributions reserve		-	-
Unappropriated Surplus/(accumulated Deficit)		127 797 350	122 867 825
Non-current Liabilities		-	-
Non-current provisions	2	-	-
Current Liabilities		173 766 390	137 359 765
Provisions	2	-	-
Creditors	3	27 964 435	20 107 062
Unspent conditional grants and receipts	4	145 801 955	117 252 703
Bank overdraft	15	-	-
Total Net Assets And Liabilities		<u>328 498 630</u>	<u>293 308 047</u>
ASSETS			
Non-Current Assets		42 196 167	48 879 903
Property, Plant And Equipment	6	41 517 816	46 444 301
Investments	10	-	-
Long-term receivables	8	678 351	2 435 602
Current Assets		286 302 463	244 428 144
Inventory	9	2 054 899	274 723
Consumer debtors	10	37 021 734	41 837 731
Other debtors	11	3 736 178	5 646 079
Current portion of long-term loans	8	1 488 524	2 076 044
Vat	5	24 517 576	49 524 700
Cash		-	-
Call investments	7	186 608 093	129 543 741
Cash and Bank	12	30 875 459	15 525 126
Total Assets		<u>328 498 630</u>	<u>293 308 047</u>

(Note : The Statement of Financial Position has been prepared in accordance with GRAP 1)

O R TAMBO DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006	2005
		R	R
REVENUE			
Regional Services Levy- Turnover		8 633 407	10 024 477
Regional Services Levy- Remuneration		18 084 405	18 781 418
Rental		12 038	
Service charges	13	44 546 759	60 867 745
Investment Interest		2 320 646	901 026
Other Interest		1 489 999	652 376
Fines		13 362	
Government grants and subsidies	14	443 545 683	217 280 070
Other Local Authorities			
Tariffs and Charges			160
Public Contributions			
Other income	19	7 074 634	785 787
Gains on disposal of property, plant and equipment		-	58 184
Total Income		525 720 933	309 351 244
EXPENDITURE			
Employee related costs	15	74 843 174	60 528 492
Remuneration of Councillors	16	4 062 954	3 598 735
Bad debts	17	8 097 316	16 162 341
Collection costs		1 641 470	208 116
Depreciation		7 929 115	7 990 979
Repairs and maintenance		22 318 160	34 188 155
Interest paid			
Bulk purchases		1 590 206	0
Contracted services		1 822 904	1 705 630
Grants and Subsidies paid	19	140 442	2 768 110
General expenses-other		392 120 506	115 597 782
Loss on disposal of property, plant and equipment		305 328	4 423 992
Total Expenditure		514 871 575	247 172 334
Nett Surplus / (Deficit) for the year		10 849 358	62 178 910

O R TAMBO DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2006

	Pre GAMAP Reserves and Funds	Capital replacement reserve	Capitalisation reserve	Government grant reserve	Public donations and contributions reserve	Accumulated surplus	Total
	R	R	R	R	R	R	R
2005							
Balance at 1 July 2004	115 868 984					44 827 033	160 696 017
Adjustments iro previous years						(5 236 008)	(5 236 008)
Implementation of GAMAP (Note 21)	(115 868 984)			42 540 214	-	(2 159 317)	(75 488 087)
Restated balance	-	0	0	42 540 214	0	37 431 708	79 971 922
Net Surplus for the year						62 178 910	62 178 910
Transfer to/ from AFR							0
Transfer of interest earned to Grants and donations							0
Property, plant and equipment purchased							0
Capital grants used to purchase PPE				1 437 245		(1 437 245)	0
Donated/contributed PPE						65 000	65 000
Transfer to Provision							0
Asset disposals				(4 423 992)		4 423 992	0
Offsetting of depreciation.				(6 690 392)		6 690 392	0
Balance at 30 June 2005	-	0	0	32 863 075	0	109 352 757	142 215 832
2006							
Corrections (Note 32)				217 383		13 515 068	13 732 450
Change in accounting policy (Note 22)							0
Restated balance	-	0	0	33 080 457	0	122 867 825	155 948 282
Net Surplus for the year						10 849 358	10 849 358
Transfer to/ from Reserves				(234 599)		234 599	0
Transfer of interest earned to CRR							0
Bad debt written off						(12 065 400)	(12 065 400)
Property, plant and equipment purchased		-				-	0
Capital grants used to purchase PPE				42 097		(42 097)	0
Offsetting of depreciation.				(5 953 067)		5 953 067	0
Balance at 30 June 2006	-	0	0	26 934 890	0	127 797 351	154 732 240

O R TAMBO DISTRICT MUNICIPALITY
CASH FLOW STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED
30 JUNE 2006

	2006	2005
	R	R
CASH FLOW FROM OPERATING ACTIVITIES		
Cash receipts from levies, government and other	322 706 228	320 453 788
Cash paid to suppliers and employees	(239 583 601)	(304 868 465)
Cash generated from operations	29 83 122 627	15 585 323
Interest received	2 320 646	901 026
Interest paid		
NET CASH FROM OPERATING ACTIVITIES	85 443 272	16 486 350
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment.	(3 511 138)	(16 060 708)
Proceeds on disposal of fixed assets.	203 180	58 184
(Increases)/Decreases in non-current receivables	2 344 772	2 166 893
(Increases)/Decreases in non current investments		-
(Increases)/Decreases in call investment deposits		
NET CASH FROM INVESTING ACTIVITIES	(963 187)	(13 835 631)
CASH FLOW FROM FINANCING ACTIVITIES		
Bad debt written off against surplus	(12 065 400)	
Increase/(Decrease) in consumer deposits		
Non-Operating expenditure charged against Provisions		-
Non-Operating income charged against Provisions		
NET CASH FROM FINANCING ACTIVITIES	(12 065 400)	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	24 72 414 685	2 650 718
Cash and cash equivalents at the beginning of the year	145 068 867	142 418 150
Cash and cash equivalents at the end of the year	24 217 483 552	145 068 868
	(72 414 685)	(2 650 718)

O R TAMBO DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
1 LONG- TERM LIABILITIES		
O RTambo District Municipality had no long- term liabilities by way of external loans.		
2 CONSUMER DEPOSITS		
O R Tambo District Municipality holds no consumer deposits.		
3 CREDITORS		
Trade creditors	25 080 419.73	13 610 879
Sundry creditors-general	2 884 014.90	6 451 674
Deposits	0.00	44 508
Total creditors	<u>27 964 435</u>	<u>20 107 062</u>
4 UNSPENT CONDITIONAL GRANTS AND RECEIPTS		
Conditional grants from government	145 183 184	117 149 272
Government Grants	122 104 306	106 698 253
Provincial Grants and subsidies	23 078 878	10 451 020
Other conditional receipts	618 771	103 431
Total Conditional Grants and Subsidies	<u>145 801 955</u>	<u>117 252 703</u>
See Appendix G for a reconciliation of grants from National/Provincial Government. These amounts are fully invested until utilised.		
5 VAT		
Accrued vat (refund from sars)	(59 033 622)	(21 011 265)
Output vat - income	(20 524 572)	(17 313 546)
Input vat - general	98 095 918	84 022 588
Capital Vat	11 757	
Vat control (rsc levies)	(850 606)	(350 104)
Vat control (w & s)	6 818 701	4 177 027
	<u>24 517 576</u>	<u>49 524 700</u>

Vat is paid on the receivable basis.

6 PROPERTY, PLANT AND EQUIPMENT

30 June 2005

Reconciliation of Carrying Value	Land and buildings R	Infrastructure R	Community R	Other R	Total R
Carrying values at 1 July 2004	15 500 620	-	574 644	26 658 299	42 733 564
Cost	20 454 485		677 286	37 216 389	58 348 161
Accumulated depreciation	(4 953 865)		(102 642)	(10 558 090)	(15 614 597)
Acquisitions	5 331 348		3 882 713	6 911 647	16 125 708
Capital under Construction					-
Depreciation	(518 282)	-	(367 378)	(7 105 318)	(7 990 978)
- based on cost	(563 021)		(367 378)	(7 105 318)	(8 035 718)
Carrying value of disposals	(3 679 331)	-	-	(744 661)	(4 423 992)
Cost	(4 105 563)		-	(1 624 764)	(5 730 327)
Accumulated depreciation	426 232			880 103	1 306 335
Impairment losses					
Other movements					
Carrying values at 30 June 2005	16 634 355	-	4 089 979	25 719 968	46 444 301
Cost	21 680 270	-	4 560 000	42 503 273	68 743 542
Accumulated depreciation	(5 045 915)	-	(470 021)	(16 783 305)	(22 299 241)

30 June 2006

Reconciliation of Carrying Value	Land and buildings R	Infrastructure R	Community R	Other R	Total R
Carrying values at 1 July 2005	16 634 355	-	4 089 979	25 719 968	46 444 301
Cost	21 680 270	-	4 560 000	42 503 273	68 743 542
Accumulated depreciation	(5 045 915)	-	(470 021)	(16 783 305)	(22 299 241)
Acquisitions	396 096		327 696	2 787 346	3 511 138
Capital under Construction					
Depreciation	(607 642)	-	(456 212)	(6 865 262)	(7 929 115)
- based on cost	(607 642)		(456 212)	(6 865 262)	(7 929 115)
Carrying value of disposals	-	-	-	(508 507)	(508 507)
Cost				(1 022 151)	(1 022 151)
Accumulated depreciation				513 644	513 644
Impairment losses					
Other movements					
Carrying values at 30 June 2006	16 422 809	-	3 961 463	21 133 545	41 517 816
Cost	22 076 366	-	4 887 695	44 268 468	71 232 529
Accumulated depreciation	(5 653 557)	-	(926 232)	(23 134 923)	(29 714 712)

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction.

The Municipality has taken advantage of the transitional provisions set out in GAMAP 17. The Municipality is in the process of itemizing all infrastructure and community assets and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2009. At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets, using global historical costs recorded in the accounting records. Furthermore, the Municipality has not assessed whether items of property, plant and equipment are impaired. It is expected that an assessment of impairments will be done by 30 June 2009.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
7 INVESTMENTS		
Financial Instruments		
Fixed Deposits-Long Term		
Other Deposits- Short Term		
Call Account Deposits	186 608 093	129 543 741
Total cash investments	186 608 093	129 543 741
Total Investments	186 608 093	129 543 741
Average interest rate		
Allocation of external investments		
Surplus cash is invested until used for specific purposes. Investments are allocated		
Capital Replacement Reserve	0	0
Provisions Invested	0	0
Conditional Grants And Subsidies Invested	(166 929 013)	111 355 763
Surplus Funds Invested	(19 679 081)	18 187 978
Total	(186 608 093)	129 543 741

The New Republican Bank was placed under curatorship by the Minister of Finance on 29 January 1999. As at 30 June 2005, funds still vested with NRB totalled R12.5 million. Correspondence received from the curators Ernst & Young, dated 27 July 2006 forwarded to all depositors and creditors states that they are not in a position to determine the recoverability of the remaining capital balance as there are various litigation matters which have not been finalized. They further state that the quantum of the awards will depend on the outcome of the same.

8 LONG-TERM RECEIVABLES		
Motor car loans	2 166 874	4 511 646
	2 166 874	4 511 646
Less : Short-term portion transferred to current assets	(1 488 524)	(2 076 044.00)
Total Non-Current loans	678 351	2 435 602
Loans were approved for:		
Motor car loans to employees. No new loans are being made and existing loans are phased out as they are repaid.		

9 INVENTORY		
Consumable stores	2 054 899	274 723
Work in progress		
Total	2 054 899	274 723

As at 30 June 2005	Provision for Bad		Net Balance
	Gross Balances	Debts	
Service Debtors	58 000 072	(16 162 341)	41 837 731
Levies	8 444 292	-	8 444 292
Sewerage	13 788 346	(4 363 832)	9 424 514
Water	35 767 434	(11 798 509)	23 968 925
Total	58 000 072	(16 162 341)	41 837 731
Levies: Ageing			
Current (0 – 30 days)			3 302 933
31 - 60 Days			4 254 022
61 - 90 Days			5 567 725
91 - 120 Days			113 020 595
121 - 365 Days			
+ 365 Days			
Adjustment for Corrections			(117 700 983)
Total			8 444 292

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
Sewerage & Water: Ageing		
Current (0 – 30 days)	4 862 395	8 595 454
31 - 60 Days	4 096 490	4 578 389
61 - 90 Days	3 206 284	4 006 634
91 - 120 Days	2 701 034	3 217 144
121 - 365 Days	2 375 231	5 693 041
+ 365 Days	43 343 432	23 465 117
Adjustment for Corrections		
Total	<u><u>60 584 866</u></u>	<u><u>49 555 780</u></u>
Provision for Bad		
As at 30 June 2006	Gross Balances	Debts
Service Debtors	60 847 307	(23 825 573)
Levies	12 353 416	-
Sewerage	16 813 142	(8 260 478)
Water	31 680 750	(15 565 095)
Total	<u><u>60 847 307</u></u>	<u><u>(23 825 573)</u></u>
		<u><u>37 021 734</u></u>
Levies: Ageing		
Current (0 – 30 days)	328 863	
31 - 60 Days	(1 440 346)	
61 - 90 Days	137 825 992	
91 - 120 Days		
121 - 365 Days		
+ 365 Days		
Adjustment for Corrections	(124 362 154)	
Total	<u><u>12 352 355</u></u>	
Sewerage & Water: Ageing		
Current (0 – 30 days)	4 862 395	
31 - 60 Days	4 096 490	
61 - 90 Days	3 206 284	
91 - 120 Days	2 701 034	
121 - 365 Days	2 375 231	
+ 365 Days	43 343 432	
Adjustment for Corrections		
Total	<u><u>60 584 866</u></u>	
11 OTHER DEBTORS		
Sundry Debtors	3 392 261	3 106 849
Project debtors	343 917	2 539 230
Total Other Debtors	<u><u>3 736 178</u></u>	<u><u>5 646 079</u></u>
12 BANK, CASH AND OVERDRAFT BALANCES		
Oliver Tambo District Municipality has the following bank accounts:		
Current Account (Primary Bank Account)		
Meeg bank Acc no: 4059110438 address: 60 Sutherland Street, P.O. Box 30 Mthatha 5099		
Cashbook balance at the beginning of the year	5 378 646	<u>562 115</u>
Cashbook balance at the end of the year	7 692 349	<u>5 378 646</u>
Bank statement balance at the beginning of the year	<u>26 853 527</u>	<u>562 115</u>
Bank statement balance at the end of the year	<u>7 962 349</u>	<u>26 853 527</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
Current Account (Primary Bank Account)		
FNB		
Acc no: 53990137772		
address: York Road Street, P.O.Box 149 Mhatha 5099		
Cashbook balance at the beginning of the year	2 869 798	(12 764 699)
Cashbook balance at the end of the year	<u>23 142 083</u>	<u>2 869 798</u>
Bank statement balance at the beginning of the year	2 869 798	12 517 172
Bank statement balance at the end of the year	<u>53 559 320</u>	<u>2 869 798</u>
13 SERVICE CHARGES		
Sale of water	26 133 050	43 842 287
Sewerage and sanitation charges	17 979 625	17 025 458
	<u>44 112 675</u>	<u>60 867 745</u>
14 GOVERNMENT GRANTS AND SUBSIDIES		
Government Grants		
Equitable share	143 953 455	176 022 518
MIG		38 479 663
Grant - Rural Housing Project		2 000 000
Total Government Grants	<u>143 953 455</u>	<u>216 502 181</u>
Total	<u>143 953 455</u>	<u>216 502 181</u>
National/Provincial conditional Government grant funding		
Operational spending	300 187 607	
National/Provincial conditional Government grant funding		
Capital spending	42 097	
	<u>300 229 704</u>	<u>0</u>
Total National/Provincial Government Grants reimbursements	<u>300 229 704</u>	<u>0</u>
Total Government Grants and Subsidies	<u>444 183 159</u>	<u>216 502 181</u>
Equitable share		
In terms of the Constitution, this grant is used to balance the Municipalities revenue.		
15 EMPLOYEE RELATED COSTS		
Salaries and wages	52 977 469	46 162 844
Contributions for UIF, pensions and medical aids	8 283 287	6 870 118
Travel, motor car and other allowances	11 192 609	8 235 337
Housing benefits	2 696 781	1 717 329
Overtime	2 320 100	
Performance bonuses	1 028 615	1 141 598
	<u>78 498 862</u>	<u>64 127 228</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2 006 R	2005 R
Remuneration of the Municipal Manager		
Annual Remuneration	434 019	404 313
Performance Bonuses		
Car Allowance	237 284	269 542
Contributions to UIF, Medical and Pension funds	42 305	
Total	713 608	673 855
Remuneration of the Chief Finance Office		
Annual Remuneration	366 028	350 470
Performance Bonuses	77 803	
Car Allowance	244 021	233 647
Contributions to UIF, Medical and Pension funds		
Total	687 852	584 117
Remuneration of Manager - Engineering Services		
Annual Remuneration	366 028	350 470
Performance Bonuses	122 044	
Car Allowance	244 021	233 647
Contributions to UIF, Medical and Pension funds		
Total	732 093	584 117
Remuneration of Manager - Developmental Planning		
Annual Remuneration	366 028	327 587
Performance Bonuses	84 668	-
Car Allowance	244 021	218 391
Contributions to UIF, Medical and Pension funds		
Total	694 717	545 978
Remuneration of Manager - Community Services		
Annual Remuneration	366 028	370 841
Performance Bonuses	56 445	-
Car Allowance	244 021	110 000
Contributions to UIF, Medical and Pension funds		65 136
Total	666 494	545 977
Remuneration of Manager - Human Resources		
Annual Remuneration	366 028	327 587
Performance Bonuses	84 668	-
Car Allowance	244 021	218 391
Contributions to UIF, Medical and Pension funds		
Total	694 717	545 978
Remuneration of Strategic Manager - Office of the Executive Mayor		
Annual Remuneration	366 028	29 097
Performance Bonuses	0	-
Car Allowance	244 021	7 773
Contributions to UIF, Medical and Pension funds		
Total	610 049	36 869
16 REMUNERATION OF COUNCILLORS		
Executive Mayor	330 015	311 887
Deputy Executive Mayor		
Speaker	265 790	265 732
Mayoral Committee members	1 778 118	1 962 589
Councillors	1 394 029	1 058 527
Councillors' pension and Medical contribution	295 025	
Total Councillors' Remuneration	4 062 954	3 598 735

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
17 BAD DEBTS		
Contribution to the bad debt provision	8 097 316.00	16 162 341
Bad debt written off		
Total Bad Debts	<u>8 097 316</u>	<u>16 162 341</u>
Bad debt written off utilising unbundling surplus.	12 065 400	
18 BULK PURCHASES		
Water	<u>1 590 206</u>	
19 GRANTS AND SUBSIDIES PAID		
General expenses - KSD		1 370 893
Municipal support programme		659 531
Municipal systems improvement		249
Support prog to local municipalities		70
Support to traditional authorities	140 442	737 367
Total Grants and Subsidies paid	<u>140 442</u>	<u>2 768 110</u>
20 GENERAL EXPENSES		
No extraordinary expenses were included in general expenses	<u>-</u>	<u>-</u>
21 CHANGES IN ACCOUNTING POLICY -IMPLEMENTATION OF GAMAP		
The following adjustments were made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of GAMAP:-		
21.1 Loans redeemed and other capital receipts.		
Balance previously reported:-		68 072 003
Implementation of GAMAP		
Adjustment to PPE		-
Transferred to Accumulated Depreciation		(368 042)
Transferred to Accumulated surplus		(13 892 613)
Transferred to the Government grant reserve.		(53 811 346)
Balance after unbundling		<u>(0)</u>
21.2 Trust funds		
Balance previously reported:-		5 352 024
Implementation of GAMAP		
Transferred to Conditional grant creditor accounts.		(5 352 024)
Balance after unbundling		<u>-</u>
21.3 Project funds		
Balance previously reported:-		80 797 726
Training fund		8 778
Implementation of GAMAP		
Transferred to Conditional grant creditor accounts.		(80 797 726)
Transferred to Accumulated surplus		(8 778)
Balance after unbundling		<u>-</u>
21.4 Reserve funds		
Balance previously reported:-		
Leave reserve		81 628
Implementation of GAMAP		
Transferred to Sundry creditor account.		(81 628)
Balance after unbundling		<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
21.5 Accumulated Surplus		
Balance previously reported:-		(98 124 198)
Implementation of GAMAP		
Rectified Contributions to Capital from Revenue for 04/05		(16 060 708)
Adjusting finance sources to register before unbundling		2 168 095
Transfer of Capital financing from grants 04/05		1 437 245
Donation of PPE		(65 000)
Depreciation 04/05		8 035 718
Offset depreciation from Government Grant reserve for 04/05		(6 690 392)
Training fund not allowed		(8 778)
Assets transferred to Entity, balance on Government Grant reserve written back		(4 423 992)
Loss on transfer of assets		4 423 992
Balance after unbundling		<u>(109 308 018)</u>
22 CHANGES IN ACCOUNTING POLICY		
O R Tambo had no new accounting policy changes for 2005/06		
23 CASH GENERATED BY OPERATIONS		
Net surplus for the year	10 849 358	75 999 915
Adjustment for:-		
Previous years	-	(5 236 008)
Changes in accounting policy		
Depreciation	7 929 115	7 990 979
Loss on disposal of property, plant and equipment	305 328	4 423 993
Gain on disposal of property, plant and equipment		(58 184)
Contributions to bad debt provision		
Investment income	(2 320 646)	(901 026)
Interest paid		-
Operating surplus before working capital changes:	<u>16 763 156</u>	<u>82 219 668</u>
Decrease/(Increase) in inventories	(1 780 176)	(274 723)
(Increase)/Decrease in RSC Levy debtors	4 815 997	(32 326 607)
(Increase)/Decrease in other debtors	1 909 901	3 057 606
Increase/(Decrease) in VAT	25 007 124	(25 782 843)
Increase/(Decrease) in conditional grants and receipts	25 007 601	9 554 966
Increase/(Decrease) in creditors	11 399 024	(20 818 004)
Cash generated by operations	<u>83 122 627</u>	<u>15 630 063</u>
24 CASH AND CASH EQUIVALENTS		
Cash and cash equivalents included in the cash flow statement comprise the following statement of amounts indicating financial position :		
Bank balances and cash	30 875 459	8 294 350
Bank overdrafts		
Call investment deposits:	186 608 093	129 543 741
Total cash and cash equivalents	<u>217 483 552</u>	<u>137 838 091</u>
25 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION		
O R Tambo District Municipality had no Long-term liabilities at the end of both financial years		
26 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE		
Unauthorised expenditure		
Reconciliation of unauthorised expenditure		
Opening balance	-	-
Unauthorised expenditure current year	-	-
Approved by Council	-	-
Transfer to statement of Financial performance	-	-
- authorised losses	-	-
Transfer to receivables for recovery	-	-
Closing balance	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
<u>Irregular, fruitless and wasteful expenditure</u>		
Reconciliation of fruitless and wasteful expenditure		
Opening balance	-	-
Fruitless and wasteful expenditure current year	-	-
Approved by Council	-	-
Transfer to statement of Financial performance	-	-
- authorised losses	-	-
Transfer to receivables for recovery	-	-
Closing balance	-	-
Total unauthorised, fruitless and wasteful expenditure disallowed	-	-
27 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT		
<u>33.1 Contributions to SALGA</u>		
Opening balance		
Council subscriptions	350 362	1 074 308
Amount paid - current year	(350 362)	(1 074 308)
Amount paid - next year	-	-
Balance paid in advance (included in Debtors)	-	-
<u>33.2 Audit fees</u>		
Opening balance		
Previous years audit fee	782 413	
Current year audit fee		66 356
Amount paid - current year		(66 356)
Amount paid - previous years	(782 413)	
Balance unpaid (included in creditors)	-	-
<u>33.3 VAT</u>		
Vat inputs receivables and VAT outputs receivables are shown in note 5 . All Vat returns have been submitted by the due date throughout the year.		
<u>33.4 PAYE and UIF</u>		
Opening balance		
Current year payroll deductions	13 447 428	
Amount paid - current year	(13 439 087)	
Amount paid - previous years		
Balance unpaid (included in debtors)	8 341	-
<u>33.5 Pension and Medical Aid Deductions</u>		
Opening balance		
Current year payroll deductions and Council Contributions	9 642 187	6 031 001
Amount paid - current year	(9 614 130)	(6 031 001)
Amount paid - previous years		
Balance unpaid (included in creditors)	28 058	-
The balance represents pension and medical aid contributions deducted from		
28 CAPITAL COMMITMENTS	28 988 575	
The O R Tambo District Municipality has awarded a tender to Express Builders amounting to 28,9Million for the construction of Council Offices.The appointment letter was duly signed on the 15 June 2006.		
29 CONTINGENT LIABILITIES		
29.1 NDLELA YABANTU/KEI DISTRICT COUNCIL	30 000	30 000 #
The former Kei District Council is being sued by a contractor due to a contractor that was improperly awarded. Awaiting trial date from the Plaintiff Attorneys.		
29.2 WILD COAST GUARDS/OR TAMBO DISTRICT MUNICIPALITY	75 000	75 000 #
The OR Tambo District Municipality is being sued by the contractor for the termination of contract. Parties are still exchanging pleadings.		
29.3 BARLOWORLD/OR TAMBO DISTRICT MUNICIPALITY	40 000	40 000 #
The OR Tambo District Municipality is being sued by a contractor for failure to honour a cession agreement. Still awaiting trial date from the Plaintiff's Attorneys.		
29.4 WK CONSTRUCTION/OR TAMBO DISTRICT MUNICIPALITY	275 179	275 179 #
The OR Tambo District Municipality is being sued by a tenderer who had lost on a tender process. The matter is still awaiting judgement.		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

	2006 R	2005 R
30 RETIREMENT BENEFIT INFORMATION		
<u>Post-Retirement Medical Benefit</u>		
The Municipality does not make Provision for post retirement medical benefits.		
<u>Pension and Retirement Fund Benefits</u>		
Employees and Council contribute to the Cape Joint Pension, Municipal employee provident fund, Eastern Cape pension fund, Eastern Cape Gratuity Fund, National Fund for Municipal workers, Municipal Employee Pension Fund and Southern Negotiated Retirement Fund on the basis of a fixed contribution and is charged again		
31 DONATIONS AND ASSISTANCE		
<u>DONATIONS</u>		
5 X Small Photocopying Machines @ R12 000 ea		60 000
1 X Air- Conditioner		<u>5 000</u>
		<u>65 000</u>
<u>IN - KIND DONATIONS</u>		
Secondment of the International Finance Advisor by National Treasury for an initial period of 2 years.		
32 CORRECTIONS		
During the year 2005/06 the following transactions was made in regard of the previous year and the comparative amounts have been restated:		
Inventory		274 723
Accumulated depreciation adjustments on land erroneously depreciated		(43 815)
Government grant adjustments regarding the land depreciation		(217 283)
Conditional Grants wrongly stated		1 359 283
Creditors - Stale cheques		5 189 812
Petrol cart correction		44 508
Bank account - Stale cheques		7 230 777
Debtors - Overpayment		(278 098)
Depr change already disclosed on Statement of Fin Performance		(44 739)
Net effect on surplus for the year		<u>(13 515 068)</u>
		-
33 EVENTS AFTER THE REPORTING DATE		
O.R. Tambo District Municipality does not have the reportable events after year end		
34 COMPARISON WITH THE BUDGET		
The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexures D and E.		
35 TRANSFERS TO O R TAMBO NTINGA DEVELOPMENT AGENCY		
Included in General Expenditure-other totalling R392,5million incurred by the District Municipality, are transfers that were made to the Municipal Entity. Transfers made totalled R36 m (2005: R36,6m)		

APPENDIX A
OLIVER THAMBO DISTRICT MUNICIPALITY: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2006

	Cost					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
LAND AND BUILDINGS										
Buildings	15 648 135	396 096			16 044 231	4 919 295	368 820		5 288 115	10 756 116
Parking areas	4 689 955	-			4 689 955	126 620	238 822		365 441	4 324 514
Land	1 342 180				1 342 180	-				1 342 180
Total Land and buildings	21 680 270	396 096	-	-	22 076 366	5 045 915	607 642	-	5 653 556	16 422 810
INFRASTRUCTURE ASSETS										
Total Infrastructure Assets	-	-	-	-	-	-	-	-	-	-
COMMUNITY ASSETS										
Buildings:										
Community Centres	3 553 607	327 696			3 881 303	82 500	126 653		209 153	3 672 150
	3 553 607	327 696			3 881 303	82 500	126 653		209 153	3 672 150
Security Measures:										
Fencing	1 005 642	-			1 005 642	386 771	329 558		716 329	289 313
Security Systems	750	-			750	750	-		750	-
	1 006 392	-			1 006 392	387 521	329 558		717 079	289 313
Total Community Assets	4 560 000	327 696	-	-	4 887 695	470 021	456 212	-	926 232	3 961 463
OTHER ASSETS										
Office Equipment:										
Air Conditioners	110 075	-			110 075	46 877	35 025		81 902	28 173
Computer Hardware	5 016 708	80 249			5 096 956	3 265 318	1 013 945		4 279 263	817 693
Computer Software	1 176 772	-			1 176 772	769 193	269 151		1 038 343	138 429
Office Machines	320 182	-			320 182	276 440	32 811		309 251	10 932
Miscellaneous	337 643	11 682			349 325	329 527	5 252		334 779	14 546
Training	-	-			-	-	-		-	-
Audio visual	211 868	-			211 868	147 334	36 550		183 884	27 984
Scanners	22 229	-			22 229	12 758	7 410		20 168	2 062
	7 195 478	91 931			7 287 409	4 847 445	1 400 144		6 247 589	1 039 820

	Cost					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Plant And Equipment:										
Tractors	261 237	-			261 237	96 768	24 714		121 483	139 754
Farm Equipment	354 137	-			354 137	354 137	-		354 137	-
Lawnmowers	-	-			-	-	-		-	-
Plant and Equipment General	342 636	-			342 636	119 861	77 252		197 114	145 522
Telecommunications	57 832	-			57 832	50 118	4 195		54 313	3 519
Ambulance /Clinic Equipment	102 637	153 338			255 975	37 373	24 959		62 333	193 643
Mobile Clinic	-	-			-	-	-		-	-
Tents	1 095 803	-			1 095 803	299 996	241 968		541 963	553 839
Mobile pumps & assesories	3 061	-			3 061	3 061	-		3 061	-
Mowing and cutting equipment	95 867	-			95 867	34 346	29 133		63 479	32 388
Water tanker	2 182 756	-			2 182 756	305 438	233 644		539 082	1 643 674
Sucker tanker	695 822	-			695 822	36 221	69 582		105 803	590 019
Vacuum tanker	407 806	-			407 806	28 155	81 561		109 717	298 089
Generators	191 469	-			191 469	111 809	38 294		150 103	41 366
	5 791 062	153 338	-	-	5 944 401	1 477 285	825 303	-	2 302 588	3 641 813
Furniture And Fittings:										
Cabinets and Cupboards	396 540	342 189			738 729	245 899	374 820		620 719	118 010
Chairs	397 153	-			397 153	278 583	33 742		312 326	84 827
Furniture & Fittings Other	2 241 378	955 987			3 197 365	868 119	460 531		1 328 649	1 868 716
Kitchen Equipment	19 476	-			19 476	14 528	1 655		16 183	3 293
Tables and Desks	365 052	795 635			1 160 687	205 594	136 076		341 670	819 017
	3 419 597	2 093 812	-	-	5 513 409	1 612 723	1 006 824	-	2 619 547	2 893 862
Motor Vehicles:										
Motor Vehicles	1 762 620	448 265		-604 444	1 606 441	687 162	337 636	-277 598	747 200	859 240
Trucks / Bakkies	19 430 590	-		-417 707	19 012 883	6 363 503	2 820 707	-236 045	8 948 164	10 064 718
Caravans	859 756	-			859 756	242 893	171 951		414 844	444 912
Trailers	7 915	-			7 915	7 915	-		7 915	-
	22 060 880	448 265		-1 022 151	21 486 994	7 301 473	3 330 294	-513 643	10 118 124	11 368 871
Emergency Equipment:										
Fire Engines	3 026 971	-			3 026 971	535 096	302 697		837 793	2 189 179
Compressors	-	-			-	-	-		-	-
General	-	-			-	-	-		-	-
	3 026 971	-		-	3 026 971	535 096	302 697	-	837 793	2 189 179
General	1 009 283	-			1 009 283	1 009 283	-		1 009 283	-
Total Other Assets	42 503 273	2 787 346	-	-1 022 151	44 268 468	16 783 305	6 865 262	-513 643	23 134 924	21 133 544
TOTAL	68 743 542	3 511 138	-	-1 022 151	71 232 529	22 299 241	7 929 115	-513 643	29 714 713	41 517 816

APPENDIX B
O R TAMBO DISTRICT MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
30 JUNE 2006

FIXED ASSETS DESCRIPTION	HISTORICAL COST					ACCUMULATED DEPRECIATION				CARRYING VALUE
	OPENING BALANCE	ADDITIONS	UNDER CONSTRUCTION	DISPOSALS	CLOSING BALANCE	OPENING BALANCE	ADDITIONS	DISPOSALS	CLOSING BALANCE	
Executive & Council	4 366 358	668 361		(820 949)	4 213 769	1 689 665	673 102	(397 773)	1 964 994	2 248 775
Finance & Admin	32 044 555	2 210 745			34 255 300	10 889 357	2 412 955		13 302 312	20 952 988
Planning & Developme	1 442 400	231 440		(201 202)	1 472 639	1 109 107	199 620	(115 870)	1 192 856	279 782
Health	-	-			-	-	-		-	-
Community & Social Services	3 983 917	11 770			3 995 687	1 205 969	571 923		1 777 893	2 217 794
Housing	20 284	10 795			31 079	18 183	6 203		24 385	6 694
Public Safety	7 153 845	192 711			7 346 556	1 592 943	942 415		2 535 358	4 811 198
Environmental Protection	-	-			-	-	-		-	-
Water & Sanitation	2 277 748	72 802			2 350 549	512 153	331 117		843 270	1 507 280
Road Transport	176 411	-			176 411	151 813	24 324		176 137	274
Other Functions	17 278 025	112 514			17 390 539	5 130 052	2 767 456		7 897 508	9 493 030
TOTALS	68 743 542	3 511 138	-	(1 022 151)	71 232 529	22 299 241	7 929 116	(513 644)	29 714 713	41 517 816

APPENDIX C
O R TAMBO DISTRICT MUNICIPALITY: SEGMENTAL INCOME STATEMENT FOR THE YEAR ENDED
30 JUNE 2006

2005 Actual Income R	2005 Actual Expenditure R	2005 Surplus/ (Deficit) R		2006 Actual Income R	2006 Actual Expenditure R	2006 Surplus/ (Deficit) R
208 003 836	27 488 184 51 672 072 38 810 650	(27 488 184) 156 331 764 (38 810 650)	Executive and Council Finance and Administration Planning and Development	4 649 198 184 900 806 4 258 233	36 909 428 48 469 927 44 446 586	(32 260 230) 136 430 879 (40 188 352)
2 000 000	4 975 049 3 007 264 1 839 607	(4 975 049) (3 007 264) 160 393	Health Community and Social services Housing	36 603 573	1 172 620 3 408 983 39 871 872	(1 172 620) (3 408 983) (3 268 299)
	3 383 888 1 394 689 26 977 525	(3 383 888) (1 394 689) (26 977 525)	Public safety Environmental Protection Road Works	3 250 025 17 600 821	6 104 024 1 184 318 34 456 744	(2 853 999) (1 184 318) (16 855 922)
60 867 745	7 838 417 861 237	(7 838 417) (861 237)	Sanitation Electricity	2 903 834 2 424	2 903 834 2 424	(2 903 834) (2 424)
38 479 663	68 668 967 5 875 531	(7 801 222) 32 604 132	Water Other	44 551 692 229 906 584	60 428 268 235 512 547	(15 876 576) (5 605 963)
309 351 244	242 793 081	66 558 163	Sub Total	525 720 933	514 871 575	10 849 358
			Less Inter-Departmental charges			0
309 351 244	242 793 081	66 558 163	TOTAL	525 720 933	514 871 575	10 849 358

APPENDIX D
O R TAMBO DISTRICT MUNICIPALITY: ACTUAL VERSUS BUDGET
30 JUNE 2006

REVENUE	Actual 2006	Budget 2006	Variance R	Variance %
Regional Services Levy- Turnover	8 633 407	12 142 498	3 509 091	-29
Regional Services Levy- Remuneration	18 084 405	20 857 502	2 773 097	-13
Rental	12 038	-	(12 038)	#DIV/0!
Service charges	44 546 759	60 000 000	15 453 241	-26
Investment Interest	2 320 646	480 000	(1 840 646)	383
Other Interest	1 489 999	-	(1 489 999)	#DIV/0!
Income for agency services	13 362	-	(13 362)	#DIV/0!
Government grants and subsidies	443 545 683	443 493 131	(52 552)	0
Other Local Authorities	0		0	
Tariffs and Charges	0		0	
Public Contributions	0		0	
Other income	7 074 634	3 200 000	(3 874 634)	121
Gains on disposal of property, plant and equipment	0	0	0	
Total Income	525 720 933	540 173 131	14 452 198	
EXPENDITURE				
Executive & Council	36 909 428	36 602 779	(306 649)	1
Finance & Admin	48 469 927	66 320 834	17 850 907	-27
Planning & Developme	44 446 586	46 042 565	1 595 980	-4
Health	1 172 620	1 294 407	121 787	-9
Community & Social Services	3 408 983	2 992 441	(416 542)	14
Housing	39 871 872	40 259 864	387 992	-1
Public Safety	6 104 024	5 440 937	(663 087)	12
Environmental Protection	1 184 318	1 190 370	6 052	-1
Water & Sanitation	63 332 102	67 945 051	4 612 949	-7
Road Transport	34 456 744	34 627 281	170 538	0
Other Functions	235 514 972	233 187 268	(2 327 703)	1
Total Expenditure	514 871 575	535 903 798	21 032 223	
NET SURPLUS/(DEFICIT) FOR THE YEAR	10 849 358	4 269 333	(6 580 025)	

FOR THE YEAR ENDED

Explanation of Significant Variances Greater than 10% versus Budget

This is mainly due to announcement by Mr Minister that RSC Levies were to be abolished by the end June 2006 that resulted in reluctance from levy payers to pay.

This is mainly due to announcement by Mr Minister that RSC Levies were to be abolished by the end June 2006 that resulted in reluctance from levy payers to pay.

The is mainly due to a number of reasons, including not having access to the data-base for water and sanitation debtors.

This is mainly due to remaining balances of unspent conditional grants being recognised as income after the council resolved to do so.

The variance is mainly due to an increase in current year depreciation
The variance is mainly due to provision for bad debts and an increase in current year depreciation

The variance is mainly due to an increase in current year depreciation

The variance is mainly due to an increase in current year depreciation

The variance is mainly due to an increase in current year depreciation

APPENDIX E
O R THAMBO DISTRICT MUNICIPALITY: CAPITAL EXPENDITURE ACTUAL VERSUS BUDGET FOR THE YEAR ENDED
30 JUNE 2006

	2006 Actual R	2006 Under Construction R	2006 Total Additions R	2006 Budget R	2006 Variance R	2006 Variance %	Explanation of Significant Variances Greater than 5% versus Budget
Executive & Council	668 360.73		668 360.73	668 360.73	-	0.00%	
Finance & Admin	2 210 745.40		2 210 745.40	2 496 830.26	(286 084.86)	-11.46%	The variance is mainly due to late submission of the invoices by service providers
Planning & Developme	231 440.35		231 440.35	231 440.35	-	0.00%	
Health	-		-	-	-	0.00%	
Community & Social Services	11 770.26		11 770.26	11 770.26	-	0.00%	
Housing	10 795.00		10 795.00	10 795.00	-	0.00%	
Public Safety	192 710.65		192 710.65	280 000.00	(87 289.35)	-31.17%	The variance is mainly due to depreciation of fire engines plus outstanding repairs still to be quoted on & high cost of fire fighting equipment layout which resulted into some orders being taken to tendering process
Environmental Protection	-		-	-	-	0.00%	
Water & Sanitation	72 801.86		72 801.86	72 801.86	-	0.00%	
Road Transport	-		-	-	-	0.00%	
Other Functions	112 514.10		112 514.10	112 514.10	-	0.00%	
TOTAL	3 511 138	-	3 511 138	3 884 513			

O. R. TAMBO DISTRICT MUNICIPALITY

APPENDIX F

DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

NAME OF GRANT	NAME OF ORGAN OF STATE OR MUNICIPAL ENTITY	QUARTERLY RECEIPTS			QUARTERLY RECEIPTS			QUARTERLY RECEIPTS			QUARTERLY RECEIPTS			GRANTS AND SUBSIDIES DELAYED/WITHHELD	REASON FOR DELAY/WITHHOLDING OF FUNDS	DID THE MUNICIPALITY COMPLY WITH THE GRANT CONDITIONS IN TERM OF GRANT FRAMEWORK IN THE LATEST DIVISION OF REVENUE ACT	REASON FOR NON-COMPLIANCE
		JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APRIL	MAY	JUNE				
BUDGET REFORMS - CALL ACCOUNT	NATIONAL TREASURY									2 500 000.00						YES	
DWAF CWSS PROJECTS	DEPARTMENT OF WATER AFFAIRS	266 950.01		582 991.84			330 602.67		841 282.63	5 094 838.48			2 282 809.07			YES	
DISASTER MANAGEMENT	EASTERN CAPE HOUSING & LOCAL GOVERNMENT							1 500 000.00								YES	
O.R. TDM PRESTON SUBSIDIARY GRANT	EASTERN CAPE HOUSING	53 161.44								1103193						YES	
EARGOTON	EASTERN CAPE HOUSING	401 000.00								277 066.00			109 250.00			YES	
MPEKO SUBSIDY GRANT	EASTERN CAPE HOUSING									353 483.22						YES	
MUNICIPAL SYSTEMS IMPROVEMENT GRANT	DEPARTMENT OF LOCAL GOVERNMENT						500 000.00			250 000.00						YES	
MBIZANA EXT 4 GRANT	EASTERN CAPE HOUSING	3 466 614.73					1 909 300.00			525 960.00						YES	
MUNICIPAL INFRASTRUCTURE GRANT	NATIONAL TREASURY	20 772 570.00		25 223 635.00		27 352 111.00		53 812 355.00	53 573 317.00			21 056 643.30		11 852 984.00		YES	
ZIDINDINI RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	590 000.00					2 942 861.00									YES	
OLD PAYNE HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	318 600.00		2 536 000.00						2 536 000.00						YES	
UPPER CENTULI HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	401 200.00					2 536 000.00					2 545 718.00		41 000.00		YES	
UPPER TABASE HOUSING	EASTERN CAPE HOUSING & LOCAL GO	365 800.00		2 536 000.00						2 536 000.00		304 318.00				YES	
NKONZO RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	590 000.00								740 000.00						YES	
NDLUNKULU RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	153 400.00					2 782 861.00					58 660.00				YES	
MANTLANENI RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	590 000.00			3 777.00		2 536 000.00			250 000.00						YES	
NGOWALA RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	171 100.00		2 563 000.00						2 509 000.00						YES	
NEW PAYNE RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GOVERNMENT									1 851 280.00		29 930.00		212 997.45		YES	
KWENKURHA RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	590 000.00		2 536 000.00								2 494 998.00				YES	
NTSHABENI RURAL HOUSING GRANT	EASTERN CAPE HOUSING & LOCAL GO	590 000.00		2 563 000.00						2 052 520.00		482 907.02				YES	
COMMUNITY DEVELOPMENT GRANT	EASTERN CAPE HOUSING & LOCAL GOVERNMENT						1 099 199.25	3 828 822.50								YES	
INTERGRATED TRANSPORT PLAN	DEPARTMENT OF TRANSPORT											354 200.00				YES	
INTERGRATED DEVELOPMENT PLAN	EASTERN CAPE HOUSING & LOCAL GOVERNMENT											1 196 333.00				YES	
AIDS TRAINING AND INFORMATION CENTRE	EASTERN CAPE PROVINCIAL HEALTH DEPT						113 644.16			1 796 500.00						YES	
DBSA VULUNDLELA GRANT	DEVELOPMENT BANK OF SA											419 400.00				YES	
FIRE AND EMERGENCY	EASTERN CAPE HOUSING & LOCAL GOVERNMENT				1 000 000.00											YES	

**APPENDIX G
O R TAMBO DISTRICT MUNICIPALITY
CONDITIONAL GRANTS AND RECEIPTS**

	UNSPENT BALANCE 1-Jul-2005	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	NON CAPITAL EXPENDITURE	CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30-Jun-2006
NATIONAL GRANTS							
MAIZE FARMING PROJECT FUND	10 706					-10 706	
DALINDYEBO REG AUTHORITY	1 191			-1 191			
MHLONTLO MUN EQUITABLE SHARE	1 470 427					-1 470 427	
KSD MUN EQUITABLE SHARE	39 937					-39 937	0
EMBOLAND REG AUTHORITY	30 253					-30 253	0
FINANCIAL MANAGEMENT GRANT	1 441 361	2 500 000	62 511	-1 408 251			2 595 620
KSD FINANCIAL ASSISTANCE	97 213			-97 213			
NYANDENI MUN EQUITABLE SHARE	2 641 988					-2 641 988	
ENGCOBO TRC TRUST	1 156 286					-1 156 286	-0
TRANSPORT INFRASTRUCTURE	3 863 207		92 950				3 956 157
URBANIZATION PROGRAMME	1 143 753					-1 143 753	0
INCOME GENERATING PROJECTS	449 889		10 917				460 806
YOUTH DEVELOPMENT CENTRE	215 530						0
RURAL ANTI-POVERTY	461 456		21 253			-215 530	482 709
TSOLO-QUMBU SKILLS	36 123			-100			36 023
CBPWP	7 113 774		634 403	-7 064 410			683 767
BSRP PROJECTS	7 699 095		318 915	-3 532 255			4 485 755
CMIP PROJECTS							
MSIG PROJECTS	1 136 315	1 000 000	97 174	-1 653 209			580 280
DWAF PROJECTS	8 016 118	9 399 475	47 542	-6 231 892			11 231 242
MSP FUND PROJECTS	1 202 998		7 261	-1 210 259			0
IRDP PROJECT FUND	2 248 977		130 785				2 379 763
DISASTER MANAGEMENT	2 776 295	1 500 000	36 624	-1 257 446			3 055 473
DISASTER MANAGEMENT PROJECT	1 992 579			-1 992 579			
TRAINING FUNDS							
DEVELOPMENT RESORTS PROJECT	606 879			-606 879			
LINE MAPPING PROJECT	384 179						384 179
SURVEY & PLANNING PROJECT	616 555		12 616	-284 238			344 934
LAND DEVELOPMENT OBJECTIVES	271 343			-271 343			
HIV / AIDS PROGRAMME	7 510 158		106 211	-1 490 142			6 126 227
ESTABLISHMENT FUND (GRANTS RECEIVED)	12 328 278		354 885				12 683 163
BUMBANE GREAT PLACE	20 855		307			-21 162	-0
SPU YOUTH DEVELOPMENT PROJECT FUND	168 313		7 393				175 705
SPU SIMISONKE FUND	222 564		10 585				233 149
MBIZANA DROUGHT RELIEF FUND	812 624		5 368	-135			817 857
MIG FUND	26 045 347	214 297 150	3 733 250	-204 520 350	-42 097		39 513 300
UMZINTLAVA/QHINQOLO FUND	5 821 711		135 350	-1 523 563			4 433 498
HOMELES AND DESTITUTE FUND	1 230 414			-1 230 414			
IGRF FUND	135 876		6 315	-193 948		51 758	
SIP FUND	2 678 815		161 600				2 840 415
COMMUNITY DEV.WORKERS FUND	386 596	3 944 809	87 163	-3 760 392			658 176
INTEGRATED TRANSPORT FUND		354 000	5 874	-92 055		-60 269	207 550
LIBRARIES & INFORMATION FUND	255 011		15 113				270 124
INTEGRATED DEVELOPMENT FUND	1 140 094	1 196 333	23 180	-1 262 442			1 097 165
DISTRICT INFO.MAN SYSTEMS FUNC		555 579	13 158	-593 054		24 317	
AIDS TRAINING INFO &COUNSEL FUND		4 475 144	178 878	-3 009 050			1 644 972
LGWSETA	318 571		6 650	-147 393			177 828
KANYE/QUTHUBENI SCHOOLS FUND							
JOB EVALUATION FUND	328 393	5 000	21 310	-131 831			222 872
IFESH		46 381	2 067				48 447
FIRE & EMERGENCY		1 000 000	22 194	-339 359			682 835
BALANCE CARRIED OVER	106 528 047	240 273 870	6 369 801	-243 905 392	-42 097	-6 714 235	102 509 993

**APPENDIX G
O R TAMBO DISTRICT MUNICIPALITY
CONDITIONAL GRANTS AND RECEIPTS**

	UNSPENT BALANCE 1-Jul-2005	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	NON CAPITAL EXPENDITURE	CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30-Jun-2006
BALANCE BOUGHT DOWN	106 528 047	240 273 870	6 369 801	-243 905 392	-42 097	-6 714 235	102 509 993
ORTDM DROUGHT RELIEF		26 000 000	548 734	-8 991 624			17 557 110
VOTING STATIONS		7 025 200	54 562	-7 004 156			75 606
LG SETA		90 000	1 457	-42 316			49 141
LED BEAET		1 700 000	22 227				1 722 227
EMFUNDISWENI B&B		85 139	2 448	-460			87 126
ORTDM SUGAR ASSOCIATION			133				133
VULINDLELA DBSA		419 400	13 073	-355 176			77 297
CAPE TOWN DISASTER FUND	170 206		5 475	-150 007			25 674
	106 698 253	275 593 609	7 017 908	-260 449 132	-42 097	-6 714 235	122 104 306
PROVINCIAL GRANTS							
PRESTON HOUSING FUND FUND	61 870	1 156 354	-67 594	-267 601			883 030
MPEKO HOUSING FUND	72 151	353 493	-89 538	-106 722			229 384
HADINI HOUSING FUND	2 245 943		-134 900	-1 467 938			643 105
EAGERTON HOUSING FUND	612 350	787 316	-95 244	-235 088			1 069 334
LINDILE HOUSING FUND	1 265 989	192 952	-95 267	-47 458			1 316 217
ZIDINDI RURAL FUND	925 596	3 532 851	-5 211	-2 057 221			2 396 016
PAYNE RURAL FUND	228 042	5 933 184	15 201	-3 735 815			2 440 612
UPPER CENTULI FUND	338 709	5 523 918	31 722	-3 738 907			2 155 442
UPPER TABASE FUND	196 595	5 742 118	24 154	-4 483 724			1 479 143
NKONZO RURAL HOUSING FUND	2 184 582	1 330 000	-16 499	-2 270 155			1 227 929
NDLUKULU RURAL HOUSING FUND	204 663	2 994 921	22 386	-2 009 964			1 212 006
MANTLANENI RURAL HOUSING FUND	868 908	3 379 777	19 861	-1 754 823			2 513 723
NCAMBELE RURAL HOUSING FUND	50 055		-1 488	-19 500			29 066
NGWALA RURAL HOUSING FUND	112 097	5 243 100	30 328	-3 784 548			1 600 976
NEW PAYNE RURAL FUND	50 055	2 094 207	22 890	-2 070 089			97 063
KWENXURHA RURAL HOUSING FUND	447 283	5 620 998	-7 151	-3 458 603			2 602 526
NTSHABENI RURAL HOUSING FUND	586 131	5 688 427	4 164	-5 095 416			1 183 306
RURAL ACCESS ROADS							
	10 451 020	49 573 617	-342 185	-36 603 573			23 078 878
PUBLIC CONTRIBUTIONS							
UMTATA COMMUNITY ARTS FUNC	103 431		6 244	-50 736			58 938
MBIZANA EXT.4 FUND		5 901 875	-46 758	-3 084 165		-2 211 119	559 833
	103 431	5 901 875	-40 514	-3 134 902		-2 211 119	618 771
TOTAL CONDITIONAL GRANTS	117 252 703	331 069 101	6 635 210	-300 187 607	-42 097	-8 925 354	145 801 955