

*INXUBA YESHEMBA
MUNICIPALITY*

FINANCIAL STATEMENTS

30-Jun-07

CONTENTS

| | Page |
|---|---------|
| GENERAL INFORMATION | 1 |
| APPROVAL OF FINANCIAL STATEMENTS | 2 |
| FOREWORD - MAYOR | 3 - 4 |
| FINANCIAL MANAGERS REPORT | 5 - 7 |
| ACCOUNTING POLICIES | 8 - 9 |
| BALANCE SHEET | 10 |
| INCOME STATEMENT | 11 |
| CASH FLOW STATEMENT | 12 |
| NOTES TO THE FINANCIAL STATEMENTS | 13 - 17 |
| ADDITIONAL DISCLOSURES IN TERMS OF THE MFMA | 18 - 20 |
| APPENDICES | |
| A) STATUTORY FUNDS, TRUST FUNDS AND RESERVES | 21 |
| B) EXTERNAL LOANS AND INTERNAL ADVANCES | 22 |
| C) ANALYSIS OF FIXED ASSETS | 23 |
| D) ANALYSIS OF OPERATING INCOME AND EXPENDITURE | 24 |
| E) DETAILED INCOME STATEMENT | 25 |
| F) STATISTICAL INFORMATION | 26 |

GENERAL INFORMATION

Pg.1

MEMBERS OF THE INXUBA YETHEMBA MUNICIPALITY

| | |
|-------------|---|
| W M Zenzile | (Executive Mayor) |
| N P Zonke | (Speaker) |
| N A Sindelo | (Chairperson - Community & Protection Services) |
| N C Geveza | (Community & Protection Services) |
| C E B Miles | (Community & Protection Services) |
| N V Tantsi | (Community & Protection Services) |
| P Fose | (Chairperson - Corporate Services) |
| L Davids | (Corporate Services) |
| C A Sammy | (Corporate Services) |
| N R Swartz | (Corporate Services) |
| T D A Nabo | (Chairperson - Finance) |
| L A Perring | (Finance) |
| R H Schulze | (Finance) |
| J Taljaard | (Finance) |
| S W Njobo | (Chairperson - Technical Services & Local Economic Development) |
| T E Miners | (Technical Services & Local Economic Development) |
| M V Mtila | (Technical Services & Local Economic Development) |
| N J Smit | (Technical Services & Local Economic Development) |

Mayoral Committee : W M Zenzile
 N P Zonke
 N A Sindelo
 P. Fose
 T D A Nabo
 S W Njobo

AUDITORS

Office of the Auditor General

BANKERS

First National Bank, ABSA and Old Mutual

REGISTERED OFFICE

Civic Center P O Box 24
J.A. Calata Street Cradock
Cradock 5880

Tel: (048) 8811515
Fax: (048) 8811421
E-Mail cdkctlc@intekom.co.za

MUNICIPAL MANAGER

MS TANTSI
BSC Honours

CHIEF FINANCE OFFICER

J. KRAPOHL
B.COMM

APPROVAL OF FINANCIAL STATEMENTS

The annual financial statements set out on pages 5 to 26 were approved by the Municipal Manager on 29 August 2007.

.....
M S TANTSI
MUNICIPAL MANAGER

.....
J. KRAPHOL
CHIEF FINANCE OFFICER

The majority of local Municipalities are experiencing major changes in the local government environment. This put a challenge towards service delivery and the honoring of historical arrear financial commitments as well as current commitments. It is essential to keep on prioritizing the available limited resources to critical key areas. However, all our reserve funds are not fully invested and it will be addressed in the near future in terms of the proposed provision of GAMAP/GRAP. For long term stability it is crucial that the income base be broadened with the emphasize on debtors collection, asset management and budget control.

BUSINESS RESULTS

Details of the business results per department, classification and purpose of expenses are given in Appendices D and E on page 24 and 25. The general business results for the year ended 30 June 2007 are as follows:

| INCOME | ACTUAL 2006 | ACTUAL 2007 | DIFFERENCE % | BUDGET 2007 | DIFFERENCE ACTUAL BUDGET % |
|--|----------------|----------------|-----------------|----------------|----------------------------------|
| Opening Surplus | R 2 727 466 | R 1 622 489 | | | |
| Business income for the year | R 76 559 116 | R 81 371 258 | 6.29% | R 86 929 527 | 6.39% |
| Sundry Transfers | | | | | |
| | R 79 286 582 | R 82 993 747 | | R 86 929 527 | |
| EXPENSES | | | | | |
| Business Expenses for the year | R 69 554 857 | R 75 448 072 | 8.47% | R 86 929 527 | 13.20% |
| Appropriation movement for the year | R 8 109 236 | R -21 638 871 | | | |
| End Surplus | R 1 622 489 | R 29 184 546 | | | |
| | R 79 286 582 | R 82 993 747 | | R 86 929 527 | |
| | | | | | |

| | ACTUAL 2006 | ACTUAL 2007 | DIFFERENCE % | BUDGET 2007 | DIFFERENCE ACTUAL BUDGET % |
|--|----------------|----------------|-----------------|----------------|-------------------------------------|
| Income | R 47 186 275 | R 45 319 014 | -3.96% | R 50 963 244 | 11.08% |
| Expences | R 49 411 535 | R 53 867 963 | -9.02% | R 63 319 327 | 14.93% |
| Surplus (loss) | -R 2 225 260 | -R 8 548 949 | | -R 12 356 083 | |
| Surplus (loss) as % of total income | -4.72% | -18.86% | | -24.25% | |

Rates and general services is a section where only the economic services are having a greater income than expences, with the result that shortages is subsidized by the trading services.

HOUSING SERVICES

| | ACTUAL 2006 | ACTUAL 2007 | DIFFERENCE % | BUDGET 2007 | DIFFERENCE ACTUAL BUDGET % |
|--|----------------|----------------|-----------------|----------------|-------------------------------------|
| Income | R 323 188 | R 373 354 | 15.52% | R 329 449 | 13.33% |
| Expences | R 895 815 | R 814 403 | 9.09% | R 870 949 | 6.49% |
| Surplus (loss) | R -572 627 | R -441 049 | | R -541 500 | |
| Surplus (loss) as % of total income | -177.18% | -118.13% | | 164.37% | |

TRADING SERVICES

ELECTRICITY SERVICES

| | ACTUAL 2006 | ACTUAL 2007 | DIFFERENCE % | BUDGET 2007 | DIFFERENCE ACTUAL BUDGET % |
|--|----------------|----------------|-----------------|----------------|-------------------------------------|
| Income | R 20 152 322 | R 23 948 495 | 18.84% | R 24 990 967 | 4.17% |
| Expences | R 16 477 186 | R 17 997 285 | 9.23% | R 18 929 251 | 4.92% |
| Surplus (loss) | R 3 675 136 | R 5 951 210 | | R 6 061 716 | |
| Surplus (loss) as % of total income | 18.24% | 24.85% | | 24.26% | |

| | ACTUAL 2006 | ACTUAL 2007 | DIFFERENCE % | BUDGET 2007 | DIFFERENCE ACTUAL BUDGET % |
|---|----------------|----------------|-----------------|----------------|-------------------------------------|
| Income | R 8 897 331 | R 11 730 395 | 31.84% | R 10 645 867 | 10.19% |
| Expenses | R 2 770 321 | R 2 768 421 | 0.07% | R 3 810 000 | 27.34% |
| Surplus (loss) | R 6 127 010 | R 8 961 974 | | R 6 835 867 | |
| Surplus (loss) as % of total Income | 68.86% | 76.40% | | 64.21% | |

CAPITAL EXPENSES

The total capital expenses for the year was R3 211 389.

| | 2007 Expense | 2007 Budget | 2006 Expense |
|--|--------------------|---------------------|------------------|
| Furniture, Fittings, ect. | R 12 631 | R 1 890 647 | R 0 |
| Vehicles, Implements, ect | | R 295 000 | R 99 900 |
| Land and Buildings | | R 1 000 000 | R 0 |
| Infrastructure and other constructions | R 3 198 758 | R 8 162 000 | R 724 408 |
| TOTAL | R 3 211 389 | R 11 347 647 | R 824 308 |

The capital expenses were financed as follows:

| | 2007 Expense | 2007 Budget | 2006 Expense |
|--|--------------------|---------------------|------------------|
| Internal loans Revolving Fund | | | |
| External Loans | | R 599 400 | R 99 900 |
| Contribution out of income | | R 859 505 | R 0 |
| Contribution out of grants/other CMIP | R 3 211 389 | R 9 888 742 | R 724 408 |
| TOTAL | R 3 211 389 | R 11 347 647 | R 824 308 |

The total external loans outstanding are R4 055 792 and the internal loans from Revolving Fund R996 500. An amount of R346 370 is paid for redemption of internal loans. For a complete summary of the capital expenses see appendices B on page 22.

My thanks to the Mayor, Chairperson of Finance, Councillors, Municipal Manager and other Managers for their loyalty and cooperation given to me and my staff during the year.

.....
 J. KRAPOHL
 CHIEF FINANCE OFFICER

1 Basis of presentation

- 1.1 These financial statements have been prepared so as to conform to the standards laid down by the IMFO in its Code of Practice for Local Government Accounting (1997) and the Published Annual Financial Statements for Local Authorities (2nd edition 1996, as amended).
- 1.2 The financial statements are prepared on the accrual basis:
- Income is accrued when collectable and measurable. Certain direct income is accrued when received, such as traffic fines and certain licences.
 - Expenditure is accrued in the year it incurred.

2 Consolidation

The balance sheet includes the rates and general services, trading services, housing services, and the different funds, reserves and provisions. All inter departmental charges are set-off against each other, with the exception of assessment rates, refuse removal, electricity and water, which are treated as income and expenditure in the respective departments.

3 Fixed Assets

- 3.1 Fixed assets are stated at historical cost for the Middelburg unit
Fixed assets are stated at market as well as replacement value for the Cradock unit.
An acceptable value will be put in place with the implementation of GAMAP.
- 3.2 Depreciation of assets are not applicable but will change with the implementation of GAMAP/GRAP
- 3.3 All nett proceeds from the sale of fixed property are credited to the Revolving Fund.
- 3.4 Capital assets are financed from different sources, including external loans, subsidies, operating income and internal advances.
- 3.5 Only assets with a cost of R10 000-00 and above are capitalized. The other are part of an inventory list.

4 Depreciation

- 4 The balance against the heading Loans Redeemed and Other Capital receipts is actually provision for depreciation. Assets may be acquired from :
- a) From income - credited immediately to the loans redeemed fund.
 - b) Grants and donation - where the amount representing the value of such grant or donation is immediately credited to the Loans redeemed and other capital receipts account.
 - c) External loans - where the amount representing the value of such external loan is credited to the loans redeemed fund as soon as it has been paid in full.
 - d) Advances - where the amount representing the value of such internal loan is credited to the loans redeemed fund as soon as it has been paid in full.

5 Stock

The value of stocks and materials is stated at weighted average.

6 Funds and Reserves

- 6.1 Capital Development fund
The Ordinance no 20 of 1974 requires that a certain contribution should be credited to the Revolving Fund. An amount of R758 850 was contributed.

BALANCE SHEET AT 30 JUNE 2007

| | NOTE | 2007 | 2006 |
|---|------|------------|------------|
| CAPITAL EMPLOYED | | | |
| FUNDS AND RESERVES | | | |
| Statutory funds | 1 | 23 911 689 | 22 400 804 |
| RETAINED INCOME/(ACCUMULATED DEFICIT) | | 29 174 623 | 1 622 489 |
| TRUST FUNDS | 2 | 9 374 778 | 384 285 |
| LONG-TERM LIABILITIES | 3 | 3 467 710 | 4 079 529 |
| CONSUMER DEPOSITS: SERVICES | 3 | 1 512 579 | 1 342 574 |
| | | 67 441 379 | 29 829 681 |
| EMPLOYMENT OF CAPITAL | | | |
| FIXED ASSETS | 4 | 5 052 293 | 6 214 096 |
| INVESTMENTS | 5 | 7 252 144 | 12 643 188 |
| LONG-TERM DEBTORS | 6 | 2 887 | 3 910 |
| DEFERRED CHARGES | 7 | 0 | 39 993 |
| NET CURRENT ASSETS/(LIABILITIES) | | 55 134 055 | 10 928 494 |
| CURRENT ASSETS | | 84 889 159 | 72 687 524 |
| Inventory | 8 | 735 908 | 694 837 |
| Debtors | 9 | 84 146 608 | 71 983 669 |
| Short term portion of long term debtors | 6 | 1 023 | 3 698 |
| Cash | | 5 620 | 5 320 |
| CURRENT LIABILITIES | | 29 755 104 | 61 759 030 |
| Provisions | 10 | 3 287 295 | 3 586 169 |
| Creditors | 11 | 20 362 329 | 51 634 790 |
| Short-term portion of Long-Term liabilities | 3 | 588 082 | 831 689 |
| Bank overdraft | | 5 517 398 | 5 706 382 |
| | | 67 441 379 | 29 829 681 |

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

| 2006 Actual Income | 2006 Actual Expenses | 2006 Actual Surplus (Deficit) | | 2007 Actual Income | 2007 Actual Expenses | 2007 Actual Surplus (Deficit) | 2007 Budget Surplus/ (deficit) |
|--------------------------|----------------------------|--|---|--------------------------|----------------------------|--|---|
| R | R | R | | R | R | R | R |
| R 47 186 275 | R 49 411 535 | R -2 225 260 | RATES & GENERAL SERVICES | R 45 317 180 | R 53 867 963 | R -8 550 783 | R -12 595 458 |
| R 25 601 246 | R 38 172 364 | R -12 571 118 | Community Services | R 24 892 964 | R 43 223 612 | R -18 330 648 | R -19 231 186 |
| R 5 453 003 | R 5 141 683 | R 311 320 | Subsidised Services | R 2 468 526 | R 4 672 597 | R -2 204 071 | R -2 396 853 |
| R 16 132 026 | R 6 097 488 | R 10 034 538 | Economic Services | R 17 955 690 | R 5 971 754 | R 11 983 936 | R 9 032 581 |
| R 323 188 | R 895 815 | R -572 627 | HOUSING SERVICES | R 373 354 | R 814 403 | R -441 049 | R -541 500 |
| R 29 049 653 | R 19 247 507 | R 9 802 146 | TRADING SERVICES | R 35 670 800 | R 20 765 706 | R 14 905 094 | R 13 136 958 |
| <u>R 76 559 116</u> | <u>R 69 554 857</u> | <u>R 7 004 259</u> | | <u>R 81 361 334</u> | <u>R 75 448 072</u> | <u>R 5 913 262</u> | <u>R 0</u> |
| | | <u>R -8 109 236</u> | Appropriations for the year | | | <u>R 21 638 871</u> | |
| | | R -1 104 977 | Nett Surplus(deficit) for the year | | | R 27 552 133 | |
| | | | Accumulated surplus (deficit) | | | | |
| | | <u>R 2 727 466</u> | beginning of the year | | | <u>R 1 622 489</u> | |
| | | <u>R 1 622 489</u> | ACCUMULATED SURPLUS/ (DEFICIT) END OF YEAR | | | <u>R 29 174 622</u> | |

| | NOTE | 2007 | 2006 |
|--|------|------------------|------------------|
| CASH UTILIZED FROM OPERATING ACTIVITIES | | -4 234 791 | -1 280 038 |
| Cash generated by operations | 17 | 38 541 244 | -2 158 788 |
| Investment income | | 0 | 0 |
| (Increase)/decrease in working capital | 18 | 42 776 035 | 878 750 |
| Less: External interest paid | | -4 234 791 | -1 280 038 |
| CASH UTILIZED/AVAILABLE FROM OPERATIONS | | -827 865 | 890 213 |
| Cash contributions from the public and the State | | -5 062 656 | -2 170 251 |
| Nett proceeds on disposal of fixed assets | | 0 | 0 |
| | | 66 907 | 15 031 |
| CASH UTILIZED IN INVESTMENT ACTIVITIES | | | |
| Investment in fixed assets | | -13 594 | 31 018 |
| NET CASH FLOW | | -5 009 343 | -2 186 238 |
| CASH EFFECTS OF FINANCING ACTIVITIES | | | |
| (Decrease)/increase in Long-Term loans | 19 | -685 420 | -677 648 |
| (Increase)/decrease in cash | | -300 | -40 |
| (Increase)/decrease in cash investments | 20 | 5 489 945 | 1 271 061 |
| (Decrease)/Increase in bank overdraft | 21 | 205 118 | 1 592 865 |
| Net cash inflow/(outflow) | | 5 009 343 | 2 186 238 |

| | 2007 | 2006 |
|---|--------------------|--------------------|
| 1. STATUTORY FUNDS | | |
| Revolving Fund (Refer to appendix A for more details) | R 23 911 689 | R 22 400 804 |
| 2. TRUST FUNDS | | |
| Squatters Development Grant | R 162 895 | R 162 666 |
| Survey in Michausdal | R 70 323 | R 70 224 |
| Lidbetter Trust Fund | R 5 416 | R 6 004 |
| Life Project | R 13 098 | R 61 016 |
| Services Informal Housing | R 33 154 | R 33 107 |
| Structure Plan Middelburg | R 51 340 | R 51 268 |
| Independent Farmer Transformation | R 5 446 | R 0 |
| | R 179 853 | R 0 |
| Vusubuntu Cultural Village | R 103 000 | R 0 |
| Vusubuntu DSRAC | R 37 764 | R 0 |
| Csk Recycling Project | R 16 965 | R 0 |
| Watermeters | R 863 614 | R 0 |
| Drought Relief | R 5 077 274 | R 0 |
| IDP | R 96 670 | R 0 |
| IT Ph3 | R 337 975 | R 0 |
| Establishment of Ward Committees | R 5 295 | R 0 |
| Finance Management Grant | R 899 662 | R 0 |
| Mig Funding | R 839 253 | R 0 |
| NER Electricity | R 112 791 | R 0 |
| Spatial Development | R 9 123 | R 0 |
| DME Bulk Infrastructure (Refer to appendix A for more details) | R 453 867 | R 0 |
| | R 9 374 778 | R 384 285 |
| 3. LONG-TERM LIABILITIES | | |
| External Loans | R 4 055 792 | R 4 911 218 |
| Less: Current portion transferred to Current Liabilities | R 588 082 | R 831 689 |
| (Refer to appendix B for more detail) | R 3 467 710 | R 4 079 529 |
| CONSUMERS DEPOSITS: SERVICES | | |
| Deposits - Consumers | R 1 512 579 | R 1 342 574 |
| - Tenders | R 2 600 | R 1 200 |
| - Services C P A | R 8 097 | R 8 097 |
| | R 1 523 276 | R 1 351 871 |

EXTERNAL LOANS

Carry interest at rates varying between 7% and 19% per annum and are repayable over periods of between 7 years and 30 years.

4. FIXED ASSETS

Fixed assets at the beginning of the year
Capital expenditure during the year

Less: Assets written off, transferred or disposed of during
the year

Total Fixed Assets

Less: Loans redeemed and other capital receipts

Nett Fixed Assets

| 2007 | 2006 |
|---------------|---------------|
| R 176 735 803 | R 196 560 045 |
| R 3 211 389 | R 824 308 |
| R 179 947 192 | R 197 384 353 |
| R 304 791 | R 20 580 535 |
| R 179 642 401 | R 176 803 818 |
| R 179 642 401 | R 176 803 818 |
| R 174 590 108 | R 170 589 722 |
| R 5 052 293 | R 6 214 096 |
| | |
| | |
| R 7 252 144 | R 12 643 188 |
| R 7 252 144 | R 12 643 188 |

5. INVESTMENTS
UNLISTED

Deposits - Banks

(Average rate of return on investments)

6 LONG TERM DEBTORS

S P C A

Cradock Golf Club

Less: Short term portion of long term debtors transferred to
Current Assets

| | |
|-----------|-----------|
| R 3 910 | R 4 865 |
| R 0 | R 2 743 |
| R 3 910 | R 7 608 |
| R 1 023 | R 3 698 |
| R 2 887 | R 3 910 |
| | |
| | |
| R 0 | R 39 993 |
| | |
| | |
| R 735 908 | R 694 837 |

7 DEFERRED CHARGES

Loan outstanding on Abattoir sold.

8 INVENTORY

Inventory represents consumable stores.

9 DEBTORS

Consumer Debtors
Plus: Amounts paid in advance

Sundry Debtors

Provision for bad debts

10 PROVISIONS

Leave gratuity reserve

11 CREDITORS

Audit fees
Debtors in advance
VAT
Capital Projects and unspent grants
Trade Creditors

| | 2007 | 2006 |
|-------------------------------------|------------|------------|
| Consumer Debtors | 95 231 634 | 80 766 248 |
| Plus: Amounts paid in advance | 623 691 | 1 321 758 |
| Sundry Debtors | 95 855 325 | 82 088 006 |
| Provision for bad debts | 1 931 562 | 1 035 942 |
| | 97 786 887 | 83 123 948 |
| | 13 640 279 | 11 140 279 |
| | 84 146 608 | 71 983 669 |
| 10 PROVISIONS | | |
| Leave gratuity reserve | 3 287 295 | 3 586 169 |
| | 3 287 295 | 3 586 169 |
| 11 CREDITORS | | |
| Audit fees | 554 721 | 789 386 |
| Debtors in advance | 623 691 | 1 321 758 |
| VAT | 7 155 959 | 16 425 789 |
| Capital Projects and unspent grants | 103 770 | 15 628 011 |
| Trade Creditors | 11 924 188 | 17 469 846 |
| | 20 362 329 | 51 634 790 |

The creditors are much less than the previous year.

- The debt owed to SARS was taken over by Chris Hani District Municipality
- The capital projects were included in Appendix A.

12 RATES AND TAXES

Residential
Commercial
State

| | 2007 | 2006 |
|----------------------------|---------------|---------------|
| VALUATION AS AT 01/07/2006 | ACTUAL INCOME | ACTUAL INCOME |
| Residential | 6 740 772 | 6 424 955 |
| Commercial | 1 615 917 | 1 541 220 |
| State | 2 260 372 | 2 153 458 |
| | 10 617 061 | 10 119 633 |
| | 654 847 454 | |

13 COUNCILLORS' REMUNERATION

Councillor's allowances (All Councillors)

| | 2007 | 2006 |
|---|-----------|-----------|
| Councillor's allowances (All Councillors) | 2 821 089 | 1 572 596 |

| | 2007 | 2006 |
|--|------------|------------|
| 14 AUDITORS' REMUNERATION | | |
| Audit fees | 554 720 | 789 386 |
| 15 FINANCIAL TRANSACTIONS | | |
| Total external interest earned or paid | | |
| - Interest earned | 749 771 | 685 351 |
| - Interest paid | 831 383 | 910 115 |
| Capital charges debited to operating account | 680 040 | 800 931 |
| Interest - External | 583 684 | 676 367 |
| - Internal | 96 356 | 124 564 |
| | 1 201 796 | 1 289 622 |
| Redemption - External | 855 426 | 795 137 |
| - Internal | 346 370 | 494 485 |
| | 1 881 836 | 2 090 553 |
| 16 APPROPRIATIONS | | |
| Accumulated surplus at the beginning of the year | 1 622 489 | 2 727 466 |
| Operating (deficit)/surplus for the year | 5 923 186 | 7 004 259 |
| Prior year adjustments | 21 638 284 | -8 109 236 |
| Accumulated (deficit)/surplus at the end of the year | 29 183 959 | 1 622 489 |
| OPERATING ACCOUNT | | |
| Capital expenditure | | |
| Contributions to : | 3 258 850 | 2 834 375 |
| - Leave gratuity fund | 0 | 0 |
| - Provision for Bad Debts | 2 500 000 | 2 155 245 |
| - Revolving fund | 758 850 | 679 130 |
| | 3 258 850 | 2 834 375 |
| 17 CASH UTILIZED/GENERATED BY OPERATIONS | | |
| (Deficit)/Surplus for the year | 5 923 186 | 7 004 259 |
| Adjustments in respect of previous years' operating transactions | 21 638 871 | -8 109 236 |
| Appropriations charged against income | 3 272 444 | -2 834 375 |
| Revolving fund | 758 850 | -679 130 |
| Provisions and reserves | 2 500 000 | -2 155 245 |
| Assets | 13 594 | 0 |
| Capital charges : Interest paid : Internal funds | 96 356 | 124 564 |
| : External funds | 583 894 | 676 367 |
| : Redemption : Internal advances | 346 370 | 494 485 |
| : External loans | 855 426 | 795 137 |
| Investment income (operating account) | 551 405 | 101 902 |
| Non-operating income: Net income funds & Grants | 9 298 114 | 28 848 |
| Non-operating expenditure: Expenditure against special funds | -4 024 822 | -440 739 |
| | 38 541 244 | -2 158 788 |

| | 2007 | 2006 |
|--|--------------------|-------------------|
| 18 (INCREASE)/DECREASE IN WORKING CAPITAL | | |
| (Increase)/Decrease in inventory | -41 072 | 149 964 |
| (Increase)/Decrease in long term debtors | 1 023 | 3 697 |
| (Increase)/Decrease in debtors | -12 162 939 | -14 138 401 |
| Increase/(Decrease) in creditors | -30 573 047 | 14 863 490 |
| | -42 776 035 | 878 750 |
| 19 INCREASE/(DECREASE) IN LONG-TERM LIABILITIES | | |
| External loans repaid | -855 425 | -795 137 |
| Increase/(Decrease) in consumer deposits | 170 005 | 117 489 |
| | -685 420 | -677 648 |
| 20 (INCREASE)/DECREASE IN EXTERNAL CASH INVESTMENTS | | |
| Investments made | -12 030 419 | -10 786 195 |
| Interest on investments invested | -711 670 | -585 932 |
| Investments at year end | 7 252 144 | 12 643 188 |
| | -5 489 945 | 1 271 061 |
| 21 INCREASE/(DECREASE) IN BANK OVERDRAFT | | |
| Cashbook balance at the beginning of the year | 5 706 382 | 4 113 517 |
| Less: Cashbook balance at the end of the year | -5 517 398 | -5 706 382 |
| | 188 984 | -1 592 865 |
| 22 REVOLVING FUND | | |
| Internal Investments in the Consolidated Loans Fund | 21 404 304 | 21 088 181 |
| Outstanding advances to borrowing services | 996 500 | 1 342 870 |
| | 22 400 804 | 22 431 051 |
| Outstanding creditors | 0 | -31 770 |
| Accumulated funds | 22 400 804 | 22 399 281 |
| 23 CONSOLIDATED LOANS FUND | | |
| External loans (Appendix B) | 233 218 | 232 889 |
| 24 CONTINGENT LIABILITIES | | |
| R5 300 at FNB for Eskom | | |

2007 2006

Contributions to SALGA

| | | |
|-----------------------------------|---------|---|
| Opening Balance | 0 | 0 |
| Council Subscriptions - 2005/2006 | 160 913 | 0 |
| Amount Paid - current year | 160 913 | 0 |
| Balance | 0 | 0 |

Audit Fees

| | | |
|--|---------|---------|
| Provision was made in note 14 (Includes the provision for the previous financial year as well) Current year contribution - R377 955) | 544 720 | 789 386 |
|--|---------|---------|

VAT

All VAT returns have been submitted by the due date throughout the year. The outstanding amount are shown in note 11 under Creditors.

PAYE and UIF

| | | |
|--|-----------|-----------|
| Opening Balance | 9 765 099 | 5 867 039 |
| Current year payroll deductions not paid over | 0 | 2 638 229 |
| Interest and Penalty | 0 | 1 259 831 |
| Amount paid - Chris Hanu District Municipality | 9 765 099 | |
| Balance unpaid - our records | 0 | 9 765 099 |

The balance are shown in note 11 under Creditors.

Unpaid salary deductions on 30 June 2007

| | |
|-----------|-----------|
| 1 238 209 | 1 009 918 |
|-----------|-----------|

Total Outstanding

| | |
|-----------|------------|
| 1 238 209 | 10 775 017 |
|-----------|------------|

The unpaid salary deduction for June 2007 have been paid in July 2007

26 OBSOLETE STOCK/ASSETS

An Auction was held in November 2006.
All income was credit against the revolving fund for 2006/07

27 SURPLUS ON ECONOMIC SERVICES

In terms of the accounting practice by IMFO it is a requirement that economic services be fixed in such a way that the service do not incur a surplus or deficit. At this stage it is difficult to comply because of Council's strife to uniform tariffs and would have a significant negative impact on Council.

28 INTEREST ON OUTSTANDING LIABILITIES

Provision for Interest have been made on :

- a) DBSA

R 213 571

Managers - Remuneration Packages Continue

Pg. 20

| | 2006/2007 | 2005/2006 |
|-------------------------------------|------------------|------------------|
| Manager : Community Services | | |
| Salary Package | 435 204 | 414 480 |
| Performance Bonus * | 17 408 | 0 |
| Manager - Technical Services | | |
| Salary Package | 435 204 | 414 480 |
| Performance Bonus * | 87 041 | 82 896 |
| Manager - Civil Protection Services | | |
| Salary Package | 435 204 | 414 480 |
| Performance Bonus * | 52 224 | 33 158 |

* Performance Bonus -

31 ENTITIES

Mmotlie Investments (Pty)(Ltd) - Only Entity

For more details, see the attached addendum

32 CONSOLIDATION OF FINANCIAL STATEMENTS

Inxuba Yethemba - Mmotlie Investments

Due to no guidelines given on how to combine these Financial Statements, the Financial Statements of Mmotlie Investments is attached as an addendum.

33 BANK OVERDRAFT

The overdraft facility (R2 500 000) for the 2006/2007 calender year was approved by Council in May 2007.
Council resolution 05/315

34 ASSETS HELD AS COLLATERAL

The following erven are held by FNB as collateral for the overdraft facility:

Erven 566, 567, 577, 578, 1171 and 5073

STATUTORY FUNDS, TRUST FUNDS AND RESERVES

| | BALANCE AT 01.07.2006 | CONTRIBUTIONS DURING THE YEAR | INTEREST ON INVESTMENTS/ ADVANCES | OTHER INCOME | EXPENDITURE DURING THE YEAR | BALANCE AT 30.06.2007 |
|-------------------------------|-----------------------------|-------------------------------------|---|-----------------|-----------------------------------|-----------------------------|
| STATUTORY FUNDS | | | | | | |
| Revolving fund | R 22 400 804 | R 758 850 | R 31 593 | R 731 463 | R 11 021 | R 23 911 689 |
| Revolving fund - Farm sales | R 0 | | | | | |
| | R 22 400 804 | R 758 850 | R 31 593 | R 731 463 | R 11 021 | R 23 911 689 |
| TRUST FUNDS | | | | | | |
| Services Informal Housing | R 33 107 | | R 47 | | | R 33 154 |
| Structure Plan Middelburg | R 51 268 | | R 72 | | | R 51 340 |
| Life Project | R 61 016 | | R 2 586 | | R 50 504 | R 13 098 |
| Squatters Development Grant | R 162 666 | | R 229 | | | R 162 895 |
| Survey in Michausdal | R 70 224 | | R 99 | | | R 70 323 |
| Lidbetter Trust Fund | R 6 004 | | R 14 | | R 602 | R 5 416 |
| Independent Farmers | R 60 353 | | R 1 017 | | R 55 924 | R 5 446 |
| Transformation | R 199 697 | | R 10 878 | | R 30 722 | R 179 853 |
| Vusubuntu Cultural Village | R 225 878 | | R 8 464 | | R 131 342 | R 103 000 |
| Vusubuntu DSRAC | R 36 195 | | R 2 963 | | R 1 394 | R 37 764 |
| Csk Recycling Project | R 17 337 | | R 428 | | R 800 | R 16 965 |
| Watermeters | R 821 379 | | R 51 748 | | R 9 513 | R 863 614 |
| Drought Relief | R 4 826 773 | | R 255 344 | | R 4 843 | R 5 077 274 |
| IDP | R 51 244 | R 70 000 | R 4 978 | | R 29 552 | R 96 670 |
| IT Ph3 | R 0 | R 438 596 | R 25 671 | | R 126 292 | R 337 975 |
| Establishment Ward Committees | R 0 | R 40 000 | R 0 | | R 34 705 | R 5 295 |
| Finance Management Grant | R 731 561 | R 500 000 | R 38 091 | | R 369 990 | R 899 662 |
| Mig Funding | R 0 | R 2 877 184 | R 15 122 | R 1 200 | R 2 054 253 | R 839 253 |
| NER Electricity | R 112 650 | | R 141 | | | R 112 791 |
| Spatial Development | R 62 538 | | R 1 585 | | R 55 000 | R 9 123 |
| DME Bulk Infrastructure | R 1 417 292 | | R 92 386 | R 2 554 | R 1 058 365 | R 453 867 |
| | R 8 947 182 | R 3 925 780 | R 511 863 | R 3 754 | R 4 013 801 | R 9 374 778 |
| RESERVES | | | | | | |
| Bad Debts | R 11 140 279 | R 2 500 000 | R 0 | R 0 | R 0 | R 13 640 279 |
| Leave reserve | R 3 586 169 | R 21 662 | R 0 | R 0 | R 320 536 | R 3 287 295 |
| | R 14 726 448 | R 2 521 662 | R 0 | R 0 | R 320 536 | R 16 927 574 |

EXTERNAL LOANS AND INTERNAL ADVANCES

| | BALANCE AT '1 July 2006 | RECEIVED DURING 2006/2007 | REDEEMED DURING 2006/2007 | BALANCE AT '30 June 2007 |
|---------------------------------|-------------------------------|---------------------------------|---------------------------------|--------------------------------|
| EXTERNAL LOANS | | | | |
| External Loans | 4 911 217 | 0 | 855 425 | 4 055 792 |
| INTERNAL ADVANCES | | | | |
| Internal Loans - Revolving Fund | R 1 342 870 | R 0 | R 346 370 | R 996 500 |
| Consolidated Loans Fund | R 232 889 | R 329 | R 0 | R 233 218 |
| | R 1 575 759 | R 329 | R 346 370 | R 1 229 718 |

ANALYSIS OF FIXED ASSETS

| EXPENCE 2005 2006 | | BUDGET 2006 2007 | BALANCE AT 1 July 2006 | EXPENSES 2006/2007 | TRANSFER OR WRITTEN OFF | BALANCE AT 30 June 2007 |
|----------------------|--|---------------------|------------------------------|-----------------------|-------------------------------|-------------------------------|
| 0 | RATES AND GENERAL SERVICES | R 4 535 347 | R 99 732 054 | 0 | R -114 277 | 99 617 777 |
| 0 | COMMUNITY SERVICES | R 1 847 056 | R 68 183 109 | 0 | R 216 731 | 68 399 840 |
| | Cemetery | R 13 000 | R 1 800 001 | | 0 | 1 800 001 |
| | Library | R 2 927 | R 167 658 | | -1 | 167 657 |
| | Municipal property, commonage | | R 3 584 439 | | 0 | 3 584 439 |
| | Public works | R 571 200 | R 29 909 559 | | 244 037 | 30 153 596 |
| | Parks, gardens and sport fields | R 1 025 500 | R 7 435 998 | | -13 218 | 7 422 780 |
| | Town halls and offices | R 21 324 | R 23 359 086 | | -14 002 | 23 345 084 |
| | Municipal Manager | | R 59 357 | | 4 | 59 361 |
| | Human Resources | R 20 455 | R 484 482 | | -1 | 484 481 |
| | Finance | R 177 650 | R 966 225 | | -56 | 966 169 |
| | LED | R 15 000 | R 37 201 | | 9 | 37 210 |
| | Spa | | R 151 055 | | -41 | 151 014 |
| | Traffic | | R 195 816 | | 0 | 195 816 |
| | Caravan park | | R 32 232 | | 0 | 32 232 |
| 0 | SUBSIDIZED SERVICES | R 863 291 | R 2 075 320 | 0 | -248 005 | 1 827 315 |
| | Protection services | | R 369 377 | | -12 533 | 356 844 |
| | Health | R 169 333 | R 496 872 | | -199 676 | 297 196 |
| | Clinics | R 693 958 | R 1 209 071 | | -35 796 | 1 173 275 |
| 0 | ECONOMIC SERVICES | R 1 825 000 | R 29 473 625 | 0 | -83 003 | 29 390 622 |
| | Sanitation | R 295 000 | R 927 390 | | -83 003 | 844 387 |
| | Sewerage | R 1 530 000 | R 28 546 235 | | 0 | 28 546 235 |
| | HOUSING SERVICES | R 0 | R 67 352 | | | 67 352 |
| | General Housing | | R 67 352 | | | 67 352 |
| 824 308 | TRADING SERVICES | R 6 812 300 | R 77 004 412 | 3 211 389 | -258 529 | 79 957 272 |
| 724 408 | Electricity | R 2 260 500 | R 47 537 496 | 3 211 389 | -6 510 | 50 742 375 |
| 99 900 | Water | R 4 551 800 | R 29 466 916 | 0 | -252 019 | 29 214 897 |
| 824 308 | TOTAL FIXED ASSETS | R 11 347 647 | R 176 803 818 | 3 211 389 | -372 806 | 179 642 401 |
| | Less: LOANS REDEEMED AND OTHER CAPITAL RECEIPTS | | R 170 589 722 | 4 413 185 | 412 799 | 174 590 108 |
| | Loans redeemed | | R 8 906 403 | 1 201 796 | 0 | 10 108 199 |
| | Contributions from operating income | | R 115 579 740 | 0 | 0 | 115 579 740 |
| | Grants and subsidies | | R 46 103 579 | 3 211 389 | 412 799 | 48 902 169 |
| | | | | | | 0 |
| | | | R 6 214 096 | R -1 201 796 | R 39 993 | R 5 052 293 |

ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2007

| ACTUAL 2006 | | ACTUAL 2007 | BUDGETED 2006/2007 |
|-------------------|--------------------------------|-------------------|-----------------------|
| | INCOME | | |
| 11 587 672 | Grants and subsidies | 10 948 568 | 18 554 899 |
| 5 581 979 | - Central Government | 5 785 599 | 13 889 913 |
| 0 | - Provincial Government | 4 573 193 | 3 754 394 |
| 6 005 693 | - District Council | 589 776 | 910 592 |
| 64 971 444 | Operating Income | 70 412 766 | 68 374 628 |
| 10 119 633 | - Assessment rates | 10 617 061 | 10 605 982 |
| 18 668 099 | - Sale of electricity | 22 491 398 | 23 637 015 |
| 7 672 469 | - Sale of water | 9 956 474 | 9 681 867 |
| 28 511 243 | - Other income | 27 347 833 | 24 449 764 |
| <u>76 559 116</u> | | <u>81 361 334</u> | <u>86 929 527</u> |
| | EXPENSES | | |
| 39 667 305 | Salaries, wages and allowances | 42 831 380 | 45 373 867 |
| 24 168 406 | General expenses | 26 234 808 | 31 472 671 |
| 11 945 354 | - Purchase of electricity | 13 437 887 | 13 437 888 |
| 367 986 | - Purchase of water | 496 423 | 534 240 |
| 11 855 066 | - Other general expenses | 12 300 498 | 17 500 543 |
| 1 382 350 | Repairs and maintenance | 1 648 458 | 4 502 687 |
| 1 471 404 | Capital charges | 1 439 320 | 1 547 312 |
| 31 018 | Contribution to fixed assets | 13 594 | 724 140 |
| 2 834 374 | Contributions | 3 280 512 | 3 308 850 |
| 69 554 857 | Gross Expenditure | 75 448 072 | 86 929 527 |
| 2 627 858 | Less: Amounts charged out | 2 521 153 | 3 020 829 |
| <u>66 926 999</u> | Net Expenditure | <u>72 926 919</u> | <u>83 908 698</u> |

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

| 2006 ACTUAL INCOME | 2006 ACTUAL EXPENSE | 2006 SURPLUS (DEFICIT) | | 2007 ACTUAL INCOME | 2007 ACTUAL EXPENSE | 2007 SURPLUS (DEFICIT) | 2007 BUDGET SURPLUS/ (DEFICIT) |
|--------------------------|---------------------------|------------------------------|---|--------------------------|---------------------------|------------------------------|---|
| 47 186 275 | 49 411 535 | -2 225 260 | RATES AND GENERAL | 45 317 180 | 53 867 963 | -8 550 783 | -12 356 083 |
| 25 601 246 | 38 172 364 | -12 571 118 | SERVICES | 24 892 964 | 43 223 612 | -18 330 648 | -18 770 007 |
| R 0 | R 7 364 064 | R -7 364 064 | COMMUNITY SERVICES | R 0 | R 8 750 163 | R -8 750 163 | R -9 218 953 |
| R 0 | R 202 819 | R -202 819 | General expenses council | R 0 | R 487 695 | R -487 695 | R -639 707 |
| R 59 926 | R 935 732 | R -875 806 | Mayor | R 25 270 | R 951 565 | R -926 295 | R -1 051 298 |
| R 19 113 | R 2 587 820 | R -2 568 707 | Municipal Manager | R 78 813 | R 3 162 982 | R -3 084 169 | R -3 376 084 |
| R 110 875 | R 1 492 977 | R -1 382 102 | Corporate Manager | R 106 488 | R 1 884 146 | R -1 777 658 | R -1 827 176 |
| R 636 623 | R 1 289 116 | R -652 493 | Halls and offices | R 466 420 | R 1 229 469 | R -763 049 | R -958 072 |
| R 12 852 | R 412 788 | R -399 936 | Led Manager | R 1 515 | R 371 477 | R -369 962 | R -495 575 |
| R 160 899 | R 513 181 | R -352 282 | Caravan park | R 48 326 | R 605 531 | R -557 205 | R -580 224 |
| R 872 059 | R 908 733 | R -36 674 | Commonage | R 1 016 747 | R 822 702 | R 194 045 | R 5 591 |
| R 0 | R 190 449 | R -190 449 | Craddock Spa | R 0 | R 255 726 | R -255 726 | R -340 651 |
| R 0 | R 107 105 | R -107 105 | Museum | R 0 | R 11 522 | R -11 522 | R -12 785 |
| R 5 150 | R 176 541 | R -171 391 | Community Programs | R 1 027 | R 208 499 | R -207 472 | R -262 548 |
| R 40 058 | R 132 765 | R -92 707 | Publicity | R 409 | R 209 322 | R -208 913 | R -335 693 |
| R 117 663 | R 118 474 | R -811 | Youth Center | R 100 434 | R 119 227 | R -18 793 | R -3 200 |
| R 10 998 448 | R 1 335 872 | R 9 662 576 | Vusubuntu Cultural Village | R 10 051 064 | R 1 427 955 | R 8 623 109 | R 15 420 943 |
| R 15 915 | R 2 457 317 | R -2 441 402 | Financial Officer | R 14 997 | R 3 184 513 | R -3 169 516 | R -3 677 033 |
| R 10 119 633 | R 0 | R 10 119 633 | Consumer Services | R 10 617 061 | R 0 | R 10 617 061 | R 10 605 982 |
| R 0 | R 363 969 | R -363 969 | Assessment rates | R 0 | R 280 863 | R -280 863 | R -458 215 |
| R 0 | R 1 799 162 | R -1 799 162 | Information Technology | R 128 308 | R 1 702 549 | R -1 574 241 | R -1 942 669 |
| R 265 | R 321 112 | R -320 847 | Internal Services - Salaries | R 0 | R 352 661 | R -352 661 | R -357 940 |
| R 0 | R 451 906 | R -451 906 | Internal Services - Stores | R 0 | R 503 137 | R -503 137 | R -523 003 |
| R 0 | R 962 602 | R -962 602 | Financial Control & Assets | R 0 | R 1 136 078 | R -1 136 078 | R -1 283 053 |
| R 568 497 | R 1 067 339 | R -498 842 | Revenue Management | R 287 715 | R 1 082 459 | R -794 744 | R -888 175 |
| R 6 749 | R 764 123 | R -757 374 | Community Services | R 6 821 | R 801 357 | R -794 536 | R -902 695 |
| R 0 | R 728 512 | R -728 512 | Libraries | R 0 | R 670 137 | R -670 137 | R -680 584 |
| R 130 216 | R 2 914 231 | R -2 784 015 | Street Sweeping | R 76 891 | R 3 332 362 | R -3 255 471 | R -3 914 498 |
| R 11 209 | R 72 134 | R -60 925 | Parks and sport fields | R 8 533 | R 87 267 | R -78 734 | R -131 177 |
| R 55 348 | R 46 422 | R 8 926 | Swimming pool | R 137 851 | R 49 243 | R 88 608 | R -43 903 |
| R 0 | R 729 496 | R -729 496 | Cemeteries | R 0 | R 707 450 | R -707 450 | R -753 080 |
| R 133 018 | R 275 449 | R -142 431 | Technical Services | R 85 485 | R 314 725 | R -229 240 | R -322 187 |
| R 0 | R 2 799 | R -2 799 | Town Planning | R 0 | R 8 745 | R -8 745 | R -31 180 |
| R 127 022 | R 608 407 | R -481 385 | Aerodrome | R 134 049 | R 872 466 | R -738 417 | R -913 442 |
| R 5 242 | R 2 145 265 | R -2 140 023 | Mechanical Workshop | R 36 960 | R 2 436 971 | R -2 400 011 | R -4 242 157 |
| R 0 | R 350 | R -350 | Public works : Streets | R 0 | R 737 | R -737 | R -38 839 |
| R 0 | R 87 859 | R -87 859 | Sidewalks | R 0 | R 82 909 | R -82 909 | R -134 941 |
| R 75 787 | R 1 981 968 | R -1 906 181 | PW : Building & Mtce | R 75 051 | R 2 076 693 | R -2 001 642 | R -2 465 201 |
| R 0 | R 1 329 969 | R -1 329 969 | Public Works | R 0 | R 1 627 337 | R -1 627 337 | R -1 721 040 |
| R 1 318 679 | R 1 293 537 | R 25 142 | Public Works - Plumbing | R 1 386 729 | R 1 414 972 | R -28 243 | R -275 545 |
| R 5 453 003 | R 5 141 683 | R 311 320 | Traffic | R 2 468 526 | R 4 672 597 | R -2 204 071 | R -2 544 544 |
| R 0 | R 577 851 | R -577 851 | SUBSIDIZED SERVICES | R 0 | R 604 828 | R -604 828 | R -640 343 |
| R 4 428 | R 89 378 | R -84 950 | Civil Defense/Fire Protect | R 6 502 | R 222 330 | R -215 828 | R -257 264 |
| R 2 177 135 | R 954 792 | R 1 222 343 | Fire Protection Services | R 2 462 024 | R 3 845 439 | R -1 383 415 | R -1 646 937 |
| R 3 271 440 | R 3 519 662 | R -248 222 | Public health - admin | R 17 955 690 | R 5 971 754 | R 11 983 936 | R 8 958 468 |
| R 16 132 026 | R 6 097 488 | R 10 034 538 | Clinics | R 7 872 456 | R 3 823 985 | R 4 048 471 | R 3 685 910 |
| R 8 019 069 | R 3 999 024 | R 4 020 045 | ECONOMIC SERVICES | R 10 083 234 | R 2 147 769 | R 7 935 465 | R 5 272 558 |
| R 8 112 957 | R 2 098 464 | R 6 014 493 | Cleansing | | | | |
| | | | Sewerage | | | | |
| R 323 188 | R 895 815 | R -572 627 | HOUSING SERVICES | R 373 354 | R 814 403 | R -441 049 | R -541 500 |
| R 323 188 | R 895 815 | R -572 627 | Craddock Housing | R 373 354 | R 814 403 | R -441 049 | R -541 500 |
| R 29 049 653 | R 19 247 507 | R 9 802 146 | TRADING SERVICES | R 35 670 800 | R 20 765 706 | R 14 905 094 | R 12 897 583 |
| R 20 152 322 | R 16 477 186 | R 3 675 136 | Electricity | R 23 940 405 | R 17 997 285 | R 5 943 120 | R 6 061 716 |
| R 8 897 331 | R 2 770 321 | R 6 127 010 | Water | R 11 730 395 | R 2 768 421 | R 8 961 974 | R 6 835 867 |
| R 76 559 116 | R 69 554 857 | R 7 004 259 | TOTAL | R 81 361 334 | R 75 448 072 | R 5 913 262 | R 0 |
| | | -8 109 236 | Appropriations for the year | | | 21 638 871 | |
| | | R -1 104 977 | Net surplus/(deficit) for the year | | | R 27 552 133 | |
| | | 2 727 466 | Accumulated surplus/(deficit) beginning of the year | | | 1 622 489 | |
| | | R 1 622 489 | Accumulated surplus/(deficit) end of the year | | | R 29 174 622 | |

| STATISTICAL INFORMATION | 2004 | 2005 | 2005 | 2006 | 2006 | 2007 |
|---|------|-------------|------|-------------|---------------|-------------|
| CRADOCK AND MIDDELBURG | | | | | | |
| General Statistics | | | | | | |
| Population - Census 2001 | | 60296 | | 60296 | | 60296 |
| Registered Votes | | 29362 | | 29362 | | 29362 |
| Total Valuation | | 655 561 746 | | 655 561 746 | | 654847454 |
| - Non taxable | | 38 621 186 | | 27 082 266 | | 38362894 |
| - State Properties | | 96 202 150 | | 96 202 150 | | 96070148 |
| - Residential & Commercial | | 520 648 410 | | 520 738 410 | | 498381862 |
| - Municipal Properties - Lusaka | | 90 000 | | 11 538 920 | | 242550 |
| Valuation date - 2001/2002 | | | | | | |
| Number of sites - Residential | | 13800 | | 13753 | | 13753 |
| Number of sites - Lusaka | | 502 | | 447 | | 447 |
| Number of state properties | | 79 | | 398 | | 398 |
| Exemptions | | 12 | | 128 | | 128 |
| Number of sites - Commercial | | 413 | | 79 | | 79 |
| Tax Rate: - Basis | | 1.60 - 1.90 | | 1.69 - 2.10 | | 1.69 - 2.10 |
| Sanitation (Refuse) | | | | | | |
| Km traveled | | 58901 | | 110291 | | 99440 |
| Refuse removed (kub m) | | 43649 | | 71673 | | 55404 |
| Cost per kub m removed | | 95.82 | | 44.09 | | 69.02 |
| Income per kub m removed | | 92.19 | | 111.88 | | 138.48 |
| Electricity | | | | | | |
| Units (kwh) purchases | | 58918561 | | 62920588 | | 61697342 |
| Purchase price per kwh | | 18.03 | | 18.77 | | 20.43 |
| Units (kwh) sold | | 49472251 | | 53922943 | | 53800082 |
| Units (kwh) lost during distribution | | 9446310 | | 8997645 | | 7897260 |
| Percentage lost during distribution | | 16.04 | | 14.3 | | 12.8 |
| Cost per unit sold | | 38.1 | | 30.55 | | 24.98 |
| Income per unit sold | | 38.16 | | 37.37 | | 40.21 |
| No trading takes place in Lingelihle as Eskom is the supplier | | | | | | |
| Water - Cradock/Middelburg | | | | | | |
| Kl purchases | | 3584300 | | 4087000 | | 6709024 |
| Purchase price per Kl | | 0.073 | | 0.081 | | 1.41 |
| Kl sold | | 2817573 | | 3132240 | | 5702670 |
| Percentage lost during distribution | | 21.4 | | 954760 | | 15 |
| Income per Kl sold for both units | | 2.29 | | 2.33 | | 1.33 |
| Prepaid meters installed in Lingelihle & Michausdal since June 2003 | | | | | | |
| Water - Middelburg | | | | | | |
| Kl pumped | | 1765118 | | 1690182 | Combined into | |
| Kl sold | | 1456873 | | 1405545 | Cradock | |
| Percentage lost during distribution | | 16.1 | | 17.1 | | |
| Cost per unit pumped | | 0.51 | | 0.56 | | |
| Water in Lusake not metered. | | | | | | |
| Cost recovered through levy | | | | | | |