

OVERBERG DISTRICT MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
for the year ended
30 June 2007

I am responsible for the preparation of these annual financial statements, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 24 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

Municipal Manager

31 Augustus 2007
Date

OVERBERG DISTRICT MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 JUNE 2007

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OVERBERG DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2007

	Note	2007 R	2006 R
NET ASSETS AND LIABILITIES			
Net assets		25 162 223	31 390 395
Housing Development Fund		-	-
Capital replacement reserve		759 086	1 000 000
Capitalisation reserve	1	-	-
Government grant reserve	1	6 955 923	7 054 559
Donations and public contribution reserves	1	530 805	-
Self-insurance reserve		-	-
Revaluation reserve		-	-
Accumulated Surplus/(Deficit)		16 916 410	23 335 836
Non-current liabilities		10 385 153	11 006 139
Long-term liabilities	2	10 385 153	11 006 139
Non-current provisions	3	-	-
Current liabilities		12 366 046	20 198 108
Consumer deposits	4	-	-
Provisions	5	-	-
Creditors	6	3 273 815	5 791 609
Unspent conditional grants and receipts	7	6 781 408	12 436 996
VAT	8	146 152	277 268
Short-term loans	9	-	-
Bank overdraft	18	-	-
Current portion of long-term liabilities	2	2 164 671	1 692 235
Total Net Assets and Liabilities		<u>47 913 423</u>	<u>62 594 642</u>
ASSETS			
Non-current assets		29 585 483	27 270 524
Property, plant and equipment	10	29 585 483	27 183 709
Investment property	11	-	-
Investments	12	-	-
Long-term receivables	13	-	86 815
Current assets		18 327 940	35 324 118
Inventory	14	1 050 725	1 027 461
Consumer debtors	15	2 749 803	3 116 803
Other debtors	16	3 158 816	5 063 906
VAT	16	-	-
Current portion of long-term receivables	13	-	37 325
Call investment deposits	17	10 000 000	15 127 336
Bank balances and cash	18	1 368 596	10 951 287
Total Assets		<u>47 913 423</u>	<u>62 594 641</u>

**OVERBERG DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30th JUNE 2007**

	Note	2007 R	2006 R
REVENUE			
Property rates	19	-	-
Property rates - penalties imposed and collection charges		-	-
Service charges	20	3 355 180	3 298 713
Regional Service Levies - turnover		2 048 977	14 412 972
Regional Service Levies - remuneration		1 492 185	6 651 636
Rental of facilities and equipment		25 024 968	20 857 371
Interest earned - external investments		3 266 453	2 517 182
Interest earned - outstanding debtors		188 054	430 039
Dividends received		-	-
Fines		2 850	7 107
Licences and permits		-	240
Income for agency services		-	-
Government grants and subsidies	21	79 828 930	59 378 212
Other income	22	14 499 024	10 840 915
Public contributions and donations		-	-
Gains on disposal of property, plant and equipment		-	24 286
Change in Fair Values		-	-
Total Revenue		<u>129 706 621</u>	<u>118 418 673</u>
EXPENDITURE			
Employee related costs	23	49 055 728	34 990 620
Remuneration of Councillors	24	2 974 632	2 205 351
Bad debts		-	15 979
Collection costs		-	-
Depreciation		2 636 301	1 717 383
Repairs and maintenance		46 061 627	46 810 375
Interest paid	25	1 718 476	1 585 943
Bulk purchases	26	-	-
Contracted services		1 143 116	344 764
Grants and subsidies paid	27	247 147	12 534 186
General expenses		32 083 599	20 285 944
Loss on disposal of property, plant and equipment		-	-
Total Expenditure		<u>135 920 626</u>	<u>120 490 545</u>
SURPLUS/(DEFICIT)		-6 214 005	-2 071 872
Share of surplus/(deficit) of associate accounted for under the equity method	29	-	-
SURPLUS/(DEFICIT) FOR THE YEAR		<u><u>-6 214 005</u></u>	<u><u>-2 071 872</u></u>
Refer to Appendix E(1) for the comparison with the approved budget			

OVERBERG DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2007

	<u>Pre-GAMAP Reserves and Funds</u> R	<u>Housing Development Fund</u> R	<u>Capital Replacement Reserve</u> R	<u>Capitalisation Reserve</u> R	<u>Government Grant Reserve</u> R	<u>Donations and Public Contribution Reserve</u> R	<u>Self-Insurance Reserve</u> R	<u>Revaluation Reserve</u> R	<u>Accumulated Surplus/(Deficit)</u> R	<u>Total</u> R
2006										
Balance at 30 June 2005	7 658 865	-	-	-	-	-	-	-	15 463 978	23 122 843
Implementation of GAMAP (Note 30)	-7 658 865	-	1 000 000	-	16 079 713	-	-	-	918 577	10 339 425
Change in accounting policy (Note 31)	-	-	-	-	-	-	-	-	-	-
Restated balance			1 000 000		16 079 713				16 382 555	33 462 268
Net surplus/(deficit) for the year									-2 071 874	-2 071 874
Transfer to CRR										
Property, plant and equipment										
Capital grants used to purchase PPE										
Donated/contributed PPE										
Contribution to Insurance Reserve										
Insurance claims processed										
Transfer to Housing Development Fund										
Offsetting of depreciation					-9 025 154				9 025 154	-0
Balance at 30 June 2006			1 000 000		7 054 559				23 335 835	31 390 394
2007										
Balance at 30 June 2006		-	1 000 000	-	7 054 559	-	-	-	23 335 835	31 390 394
Implementation of GAMAP (Note 30)		-	-	-	-	-	-	-	-	-
Correction of error (Note 32)	-	-	-	-	-	-	-	-	-	-
Change in accounting policy (Note 31)	-	-	-	-	-	-	-	-	-	-
Restated balance			1 000 000		7 054 559				23 335 835	31 390 394
Net surplus/(deficit) for the year		-	-	-	-	-	-	-	-6 214 005	-6 214 005
Transfer to CRR	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment purchased	-	-	-240 914	-	-	-	-	-	240 914	-
Capital grants used to purchase PPE	-	-	-	-	589 328	539 526	-	-	-1 128 854	-
Donated/contributed PPE	-	-	-	-	-	-	-	-	-	-
Contribution to Insurance Reserve	-	-	-	-	-	-	-	-	-	-
Insurance claims processed	-	-	-	-	-	-	-	-	-	-
Transfer to Housing Development Fund	-	-	-	-	-	-	-	-	-	-
Asset disposals	-	-	-	-	-	-	-	-	-	-
Net (surplus)/deficit for the year (Agency function)	-	-	-	-	-687 964	-8 721	-	-	-14 166	-14 166
Offsetting of depreciation	-	-	-	-	-	-	-	-	696 685	-
Balance at 30 June 2007			759 086		6 955 923	530 805			16 916 410	25 162 223

OVERBERG DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 R	2006 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		-	-
Cash paid to suppliers and employees		-	-
Cash generated from/(utilised in) operations	33	-11 383 572	-1 352 305
Interest received		3 454 507	-
Interest paid		-1 718 476	-1 585 943
NET CASH FROM OPERATING ACTIVITIES		-9 647 541	-2 938 248
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-5 038 075	-
Proceeds on disposal of fixed assets		-0	-
Increase in investment properties		-	-
(Increase)/decrease in non-current loans		124 140	-
Increase in non-current investments		-	-
(Increase)/Decrease in call investment deposits		5 127 336	-
NET CASH FROM INVESTING ACTIVITIES		213 401	-
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans raised/(repaid)		-148 550	-
Increase in consumer deposits		-	-
Decrease/(increase) in short-term loans		-	-
NET CASH FROM FINANCING ACTIVITIES		-148 550	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		-9 582 691	-2 938 248
Cash and cash equivalents at the beginning of the year		10 951 287	-20 539 275
Cash and cash equivalents at the end of the year		1 368 596	10 951 287
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		-9 582 691	31 490 562

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
1 NETT ASSET RESERVES		
RESERVES	-7 486 728	-
Capitalisation Reserve	-	-
Government Grant Reserve	-6 955 923	-
Donations and public contribution reserves	-530 805	-
The reserves are being utilised to offset depreciation over the useful lives of the assets purchased funded from the reserves. The municipality is in process of recompiling an asset register and funding methods and will restate offsetting of depreciation once completed.	-	-
Bank and cash - The reserves are not cash-backed but represent expenditure incurred on property, plant and equipment.	-	-
Sub-total	<u>-7 486 728</u>	<u>-</u>
Total Nett Asset Reserve Assets and Liabilities	<u>-7 486 728</u>	<u>-</u>
2 LONG-TERM LIABILITIES		
Local Registered Stock Loans	-	-
Annuity Loans	11 006 205	12 698 374
Capitalised Lease Liability	1 543 619	-
Government Loans : Other	-	-
Sub-total	<u>12 549 824</u>	<u>12 698 374</u>
Less : Current portion transferred to current liabilities	-2 164 671	-1 692 235
Annuity Loans	-1 745 925	-1 692 235
Capitalised Lease Liability	-418 745	-
Government Loans : Other	-	-
Total External Loans - At fair value	<u>10 385 153</u>	<u>11 006 139</u>

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

Risk - Accounts are being paid within agreed timeframes.

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
3 NON-CURRENT PROVISIONS		
Medical/ Retirement Fund	-	-
Provision for Leave Payment	-	-
Total Non-Current Provisions	<u>-</u>	<u>-</u>

The municipality did not obtain an actuarial valuation for post-retirement medical-aid contributions.

	Medical/ Retirement Fund	<u>Leave Payment</u>
The movement in the non-current provisions are reconciled as follows: -		
30-Jun-07		
Balance at beginning of year	-	-
Contributions to provision	-	-
Expenditure incurred	-	-
Increase in provision due to discounting	-	-
Transfer to current provisions	-	-
Balance at end of year	<u>-</u>	<u>-</u>

30-Jun-06

Balance at beginning of year	-	-
Contributions to provision	-	-
Expenditure incurred	-	-
Increase in provision due to discounting	-	-
Transfer to current provisions	-	-
Balance at end of year	<u>-</u>	<u>-</u>

4 CONSUMER DEPOSITS

Electricity and Water	-	-
Dennehof	-	-
Housing	-	-
Total Consumer Deposits	<u>-</u>	<u>-</u>

Guarantees held in lieu of Electricity and Water Deposits	<u>-</u>	<u>-</u>
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OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
5 PROVISIONS		
Performance bonus	-	-
Current portion of Medical/ Retirement Fund	-	-
Current portion of long-service provision (see note 3 above)	-	-
Total Provisions	<u>-</u>	<u>-</u>

Performance bonuses accrue to employees twice per annum during December and June, subject to certain conditions. No provision was made as it will be paid during the financial year.

5 PROVISIONS (continued)

The movement in current provisions are reconciled as follows: -

	<u>Current portion</u> <u>Medical/</u> <u>Retirement</u> <u>Fund</u>	<u>Performance</u> <u>Bonus</u>	<u>Current portion</u> <u>Long-service</u>
30-Jun-07			
Balance at beginning of year	-	-	-
Transfer from non-current	-	-	-
Contributions to provision	-	-	-
Expenditure incurred	-	-	-
Balance at end of year	<u>-</u>	<u>-</u>	<u>-</u>
30-Jun-06			
Balance at beginning of year	-	-	-
Transfer from non-current	-	-	-
Contributions to provision	-	-	-
Expenditure incurred	-	-	-
Balance at end of year	<u>-</u>	<u>-</u>	<u>-</u>

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
6 CREDITORS		
Trade creditors	1 471 453	2 133 655
Payments received in advance	257 347	2 131 823
Suspence Accounts	25 712	73 081
Staff leave	1 436 978	1 412 294
Deposits	82 325	40 756
Transformation	-	-
Total Creditors	<u>3 273 815</u>	<u>5 791 609</u>

Risk - Accounts are being paid within agrred timeframes.

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
7 UNSPENT CONDITIONAL GRANTS AND RECEIPTS		
7.1 Conditional Grants from other spheres of Government	6 759 062	11 935 873
Municipal Infrastructure Grant	1 660 667	454 661
Municipal Systems Improvement Grant		648 346
Finance Management Grant	1 085 560	1 750 921
Napier Tourism Office	1 019	5 144
Draught relief		330 000
Local Economic Development	14 863	69 186
Non-motorised transport	5 047	55 102
Spatial development framework	351 137	354 368
SETA training fund	454 130	377 936
Tourism routes	42 921	100 000
Human rights programme	127 165	88 946
Uilenkraalsmond - sewereage works		187 207
Fire brigade capacity building		106 402
Fire brigade ABI contribution		10 709
Kogelberg Biosphere	112 283	9 189
Breede River spatial development framework	9 973	
Alcohol abuse	40 559	
Umsobomvu funds	22 455	
Tourism workshops	14 239	49 772
Tourism projects	81 684	73 232
Housing training	156 438	203 518
SEDA funds		35 000
CDW grant	29 997	
Global funds		75 155
Agency Function	2 548 925	6 951 078
Trust Funds	-	

7 UNSPENT CONDITIONAL GRANTS AND RECEIPTS (continued)

7.2 Other Conditional Receipts	22 346	501 123
Developers Contributions – Electricity	-	-
Private Contribution	-	-
Public contributions	22 346	501 123
Total Conditional Grants and Receipts	6 781 408	12 436 996

RISKS - The unspent grants is cash backed

Refer to Appendix G for Unspent Grants at year-end and movements during the year.

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
8 VAT		
VAT payable	<u>146 152</u>	<u>277 268</u>

VAT is payable the following month.

RISK - All payments are being paid on time.

VAT is payable on the receipts basis. Only once payment is received from debtors VAT is paid over to SARS.

9 SHORT-TERM LOANS

Call Bonds	<u>-</u>	<u>-</u>
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OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
11 INVESTMENT PROPERTY		
Cost	-	-
Total Investment Property	<u>-</u>	<u>-</u>

12 INVESTMENTS

Listed

-	-
---	---

Unlisted

-	-
---	---

Total Unlisted

-	-
---	---

Financial Instruments

Long term Deposits

-	-
---	---

Short term Deposits

-	-
---	---

Total Investments

-	-
---	---

Financial Instruments - Fair Value Adjustment

There are no long-term investments

-	-
---	---

Total Investments

-	-
---	---

13 LONG-TERM RECEIVABLES

Loans to controlled Municipal Entities

-	-
---	---

Car loans

-	124 140
---	---------

Venterstad TLC

-	-
---	---

Aliwal North TLC

-	-
---	---

Inter Municipality Transactions

-	-
---	---

Drakensberg District Council - General Account

-	-
---	---

Housing selling scheme loans

-	-
---	---

124 140

Less : Current portion transferred to current receivables

-	37 325
---	--------

Car loans

-	37 325
---	--------

Sewerage connection loans

-	-
---	---

Electricity appliance purchase scheme

-	-
---	---

Housing selling scheme loans

-	-
---	---

Total

-	86 815
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Financial Instruments - Fair Value Adjustment

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
14 INVENTORY		
Consumable stores – at cost	1 050 725	1 027 461
Maintenance materials – at cost	-	-
Spare parts – at realisable value	-	-
Water – at cost	-	-
Other goods held for resale – at cost	-	-
Unsold properties held for resale – at realisable value	-	-
Total Inventory	1 050 725	1 027 461

Financial Instruments - Fair Value Adjustment

15 CONSUMER DEBTORS

Service debtors	312 588	348 693
Rates	-	-
Electricity	17 105	-
Water	11 321	-
Sewerage	1 370	-
Housing rentals	36 435	-
Refuse	3 522	-
Legal fees	135 539	-
VAT	107 297	-
Housing rentals	-	-
Suspence account debits	560 013	191 697
Advances	-	-
Cash Advances	3 120	3 120
Postponed Payments	335 562	344 192
District Council Levies	452 910	1 235 376
Sundry Debtors	1 313 417	1 661 752
Current debtors	-	-
Less : Provision for bad debts	-227 807	-668 027
Total	2 749 803	3 116 803

Rates: Ageing

Current (0 – 30 days)	-	-
31 - 60 Days	-	-
61 - 90 Days	-	-
91 - 120 Days	-	-
121 - 150 Days	-	-
+ 150 Days	-	-
Total	-	-

(Electricity, Water, Refuse, Sewerage and Other): Ageing

Current (0 – 30 days)	-	-
31 - 60 Days	-	-
61 - 90 Days	-	-
91 - 120 Days	-	-
121 - 150 Days	-	-
+ 150 Days	-	-
Total	-	-

Housing rentals: Ageing

Current (0 – 30 days)	-	-
31 - 60 Days	-	-
61 - 90 Days	-	-
91 - 120 Days	-	-
121 - 150 Days	-	-
+ 150 Days	-	-
Total	-	-

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

2007
R

2006
R

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007		2006	
	R		R	
<u>Summary of Debtors by Customer Classification</u>	<u>Consumers</u>	<u>Industrial/</u>	<u>National and</u>	
		<u>Commercial</u>	<u>Provincial</u>	
	R	R	<u>Government</u>	R
30-Jun-07				
Current (0 – 30 days)	-	-	-	-
31 - 60 Days	-	-	-	-
61 - 90 Days	-	-	-	-
+ 90 Days	-	-	-	-
Sub-total	-	-	-	-
Less: Provision for bad debts	-	-	-	-
Total debtors by customer classification	-	-	-	-

	2007		2006	
	R		R	
<u>Summary of Debtors by Customer Classification</u>	<u>Consumers</u>	<u>Industrial/</u>	<u>National and</u>	
		<u>Commercial</u>	<u>Provincial</u>	
	R	R	<u>Government</u>	R
30-Jun-06				
Current (0 – 30 days)	-	-	-	-
31 - 60 Days	-	-	-	-
61 - 90 Days	-	-	-	-
+ 90 Days	-	-	-	-
Sub-total	-	-	-	-
Less: Provision for bad debts	-	-	-	-
Total debtors by customer classification	-	-	-	-

Financial Instruments - Fair Value Adjustment

RISK - Substantial provision for bad debts is provided due to uncertain recovery.	2 749 803	3 116 803
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16. OTHER DEBTORS

Deficit Roads	-	-
Asbestos Roads	-	-
Salaries	-	-
Fruitless and wasteful expenditure (see Note 35)	-	-
Insurance claims	-	-
Agency Function - Provincial Health Services	3 158 816	5 063 906
Unpaid Conditional Grants	-	-
Total Other Debtors	3 158 816	5 063 906

16.1 VAT receivable

Financial Instruments - Fair Value Adjustment - Unpaid Conditional Grants

RISK - There are no risk for recovery.	3 158 816	5 063 906
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Financial Instruments - Fair Value Adjustment - VAT Receivable

RISK - There are no risk for recovery.	-	-
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OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
17 CALL INVESTMENT DEPOSITS		
Other Deposits	10 000 000	15 127 336

Financial Instruments - Fair Value Adjustment

Interest are being earned at market related rates.

RISK - There are no risk for recovery. Interest rates fluctuate according to the markets.

The municipality does not cover changes in interest rates.

No investments are being made other than in South Africa in Rands.

18 BANK, CASH AND OVERDRAFT BALANCES

The Municipality has the following bank accounts: -

Current Account (Primary Bank Account)

ABSA Bank

Account Number: 178 0000 062

Cash book balance at beginning of year

10 951 287

31 490 562

Cash book balance at end of year

1 368 596

10 951 287

Bank statement balance at beginning of year - (overdrawn)

-

-

Bank statement balance at end of year - (overdrawn)

-

-

Petty Cash

Bank

Account Number

Petty Cash

-

-

Bank statement balance

-

-

Financial Instruments - Fair Value Adjustment

Interest are being earned or paid at market related rates.

RISK - There are no risk for recovery. Interest rates fluctuate according to the markets.

The municipality does not cover changes in interest rates.

The bank accounts are opened in South Africa only.

19 PROPERTY RATES

Actual

Residential, Commercial, State

-

-

Less: Income for Gone

-

-

-

-

Total Assessment Rates

-

-

Valuations

July 2006

July 2005

R000's

R000's

Residential, Commercial

-

-

State

-

-

Building Clause

-

-

-

-

Total Property Valuations

-

-

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
20 SERVICE CHARGES		
Cost Recover	1 634 058	1 634 058
Sewerage and sanitation charges	4 521	1 500
Sale of Water/Electricity	199 109	135 132
Tipe Site	1 500 372	1 519 548
Refuse removal	17 120	8 475
	-	-
Total Service Charges	3 355 180	3 298 713

21 GOVERNMENT GRANTS AND SUBSIDIES

Equitable share	24 680 765	1 048 347.00
Fire Department Capacity Building	187 207	312 793.43
CMIP Funds	2 004 969	3 767 379.02
Databank	-	1 148 515.80
Drought relieve	330 000	170 000.00
Kogelberg Biosphere	203 443	316 838.89
Financial Management Grant	1 165 361	1 039 575.87
Global Funds	1 723 419	701 994.58
Human Rights Projects	4 939	51 054.36
MSP Funds	-	138 582.58
Municipal Systems Improvement Grant	1 648 346	643 971.22
Napier Tourism Office	4 499	16 178.97
Spatial Development Framework	31 095	7 338.58
Public Transport Facility	50 860	557 345.37
SETA Training Fund	77 697	121 955.18
Tourism Routes	245 614	
Social Capital Funds	269 139	372 688.28
PAWK Subsidy	46 424 551	47 831 006.05
Tourism Project	-	186 210.52
Tourism Workshop	36 938	124 369.51
Housing Training	62 727	
SEDA Funds	50 000	
Umsobomvu Funds	247 545	
CDW Funds	287 149	
Alcohol Abuse	36 629	
Meltsetter Trust	-	587 534.82
Job Creation	56 037	234 531.86
	-	
Total Government Grant and Subsidies	79 828 930	59 378 212

Refer to Appendix G for Unspent Grants at year-end and movements during the year.

21.1 Equitable Share

Equitable share are received as direct income and are utilised to finance operational expenditure of the municipality.

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R

21 GOVERNMENT GRANTS AND SUBSIDIES (continued)

21.2 Provincial Health Subsidies

Balance unspent at beginning of year	-	-
Current year receipts - included in public health vote	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - transferred to liabilities (see note 7)	<u>-</u>	<u>-</u>

The Municipality renders health services on behalf of the Provincial Government and is refunded for the total expenditure incurred. This grant has been used exclusively to fund clinic services (included in the public health vote in Appendix D). The conditions of the grant have been met. There was no delay or withholding of the subsidy. An amount of R3 158 816 is still outstanding.

21.3 MIG Grant

Balance unspent at beginning of year	454 661	708 981
Current year receipts	3 210 975	3 513 059
Conditions met - transferred to revenue	2 004 969	3 767 379
Conditions still to be met - transferred to liabilities (see note 7)	<u>1 660 667</u>	<u>454 661</u>

This grant was used to construct roads and sewerage infrastructure as part of the upgrading of informal settlement areas (included in the roads and sewerage votes in Appendix B). No funds have been withheld.

21.4 Provincial LED Projects

Balance unspent at beginning of year	69 186	38 067
Current year receipts	1 714	265 651
Conditions met - transferred to revenue	56 037	234 532
Conditions still to be met - transferred to liabilities (see note 7)	<u>14 863</u>	<u>69 186</u>

Provincial LED Projects grants are used to promote Small, Medium and Micro Enterprises. The grant is spent in accordance with a business plan approved by the Provincial Government (included in Council General vote in Appendix D). No funds have been withheld.

21.5 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (Act ...of 2005), no significant changes in the level of government grant funding are expected over the forthcoming 3 financial years.

21.6 National Grants

Balance unspent at beginning of year	2 777 203	2 323 711
Current year receipts	1 653 891	7 910 539
Conditions met - transferred to revenue	2 891 404	7 002 385
Conditions still to be met - transferred to liabilities (see note 7)	<u>1 539 691</u>	<u>3 231 865</u>

This amount consist out of variance different grants and purposes.

21.7 Provincial Grants

Balance unspent at beginning of year	1 683 744	835 170
Current year receipts	2 919 638	2 511 335
Conditions met - transferred to revenue	3 608 466	2 174 558
Conditions still to be met - transferred to liabilities (see note 7)	<u>994 916</u>	<u>1 171 947</u>

This amount consist out of variance different grants and purposes.

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
21 GOVERNMENT GRANTS AND SUBSIDIES (continued)		
21.8 Eskom		
Balance unspent at beginning of year	-	-
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - transferred to liabilities (see note 7)	<u>-</u>	<u>-</u>
Electrification of Central Karoo Rural Areas.		
21.9 Public Contributions		
Balance unspent at beginning of year	501 123	777 507
Current year receipts	60 750	1 778 986
Conditions met - transferred to revenue	<u>539 526</u>	<u>2 438 087</u>
Conditions still to be met - transferred to liabilities (see note 7)	<u>22 346</u>	<u>118 406</u>
Public contribution for connection to sewerage network at Uilenkraalsmond.		
21.10 National Lottery		
Balance unspent at beginning of year	-	-
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - transferred to liabilities (see note 7)	<u>-</u>	<u>-</u>
21.11 District Municipality		
Balance unspent at beginning of year	-	-
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - transferred to liabilities (see note 7)	<u>-</u>	<u>-</u>

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
22 OTHER INCOME		
Administration Cost	328 128	306 613.96
Fire Fighting	10 674	35 937.32
Fire Fighting Contribution Chopper	144 560	
Fire Fighting ABI Contributions	106 402	
Uilenkraalsmond contributions from public for connection to sewerage system	539 526	
Global fund levy	191 010	
Fire Permits	2 160	
Breakages Recovered	10 857	11 367.75
Sundry Income	573 347	96 792.64
Corrections iro Previous Years - Lease Assets	472 084	
Sanitation Unit Fees	1 008	
Electricity Connections	1 265	97.00
Rent Pipeline Landfill Site	5 000	
Arbitration Settlement Landfill Site	115 000	
Indirect Cost Recovered	11 089 392	9 837 330.40
Inspection Fees	29 536	22 749.38
Inspection Km Fees	22 565	16 490.43
Card/Key Fees	2 675	4 032.00
Cost Recovered	582 868	413 547.00
Building Plan Copies	271	21.05
Resort Picnic Fees	66 030	
Pont Money	63 392	73 209.58
Insurance Money Recovered	139 998	19 076.41
Valuation Certificate	1 275	3 650.00
Recovery of unauthorised, irregular, fruitless and wasteful expenditure (Note 35)	-	-
Total Other Income	<u><u>14 499 024</u></u>	<u><u>10 840 915</u></u>

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
23 EMPLOYEE RELATED COSTS		
Employee related costs - Salaries and Wages	42 685 854	26 748 868
Other Allowances	348 176	130 979
Housing Subsidy	341 470	372 506
Bonus	1 857 026	1 896 119
Long Service Bonus	254 406	208 303
Wages	1 050 467	477 553
Overtime	1 722 826	910 347
Salaries	25 578 152	18 416 796
Telephone allowances	-	-
UITDIENSTREDINGSPAKKETTE	8 956 790	1 566 072
Uniform Allowance	35 033	30 000
Leave	145 402	212 218
Leave Reserve Fund	447 120	569 380
Transport Allowance	1 948 986	1 958 595
Employee related costs - Social contributions	6 369 874	8 241 752
Provident fund	618 024	557 941
Group insurance	494 155	486 698
Medical Aid Contribution	1 862 876	3 791 956
Bargaining Council	12 378	10 954
Pension Fund Contribution	3 123 560	3 149 001
Unemployment Fund	258 882	245 202
Performance bonus	-	-
Long-service awards	-	-
Less: Employee costs capitalised to Property, Plant and Equipment	-	-
Less: Employee costs included in other expenses	-	-
Total Employee Related Costs	49 055 728	34 990 620

RETRENCHMENT PACKAGES

With the abolishment of RSC levies certain staff members were additional to the service. One staff member was retrenched due to this. Council also embarked on a restructuring process and all 4 the previous managers were retrenched as part of this process.

Contract Paid till end of Period		1 296 072
Contribution to future Medical Aid		270 000
Retrenchment package paid due to the abolishment of RSC levies	2 321 505	
Retrenchment packages paid due to the restructuring process	6 599 315	
	<u>8 920 820</u>	<u>1 566 072</u>

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
<i>Remuneration of the Municipal Manager</i>		
Annual Remuneration - All inclusive package	-	-
Salary	367 293	481 441
Travel Allowance	86 167	132 911
Contribution to Pension Fund	72 930	78 458
Contribution to Medical Aid	18 562	17 336
Contribution to UIF	1 283	1 143
Contribution to Bargaining Council	33	30
Training Council Levy	4 476	5 119
Performance Bonuses		24 558
Contribution to Group Insurance	8 527	
Bond Subsidy	21 707	
Leave Payment		98 703
Travel Allowance for actual km's travelled	15 765	29 368
	-	-
Total	596 742	869 067
<i>Remuneration of the Acting Municipal Manager</i>		
Contribution to Bargaining Council	3	
Training Council Levy	424	
Salary	53 529	
Contribution to UIF	117	
	54 073	
<i>Remuneration of Chief Financial Officer</i>		
Annual Remuneration - All inclusive package	-	-
Salary	321 092	331 044
Travel Allowance	125 847	126 529
Contribution to Pension Fund	57 797	58 110
Contribution to Medical Aid	24 358	24 592
Contribution to Group Insurance	7 321	7 361
Contribution to UIF	1 283	1 252
Contribution to Bargaining Council	33	32
Training Council Levy	3 968	4 051
Performance Bonuses	13 885	32 748
Leave Payment		21 650
Travel Allowance for actual km's travelled	15 551	20 548
	-	-
Total	571 134	627 917

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007		2006
	R		R
<i>Remuneration of Individual Executive Directors</i>			
30-Jun-07	<u>Engineering Services</u>	<u>Corporate Services</u>	<u>Safety and Health Services</u>
	R	R	R
Annual Remuneration - All inclusive package	-	-	-
Salary	306 975	321 092	306 975
Travel Allowance	158 589	134 034	163 306
Telephone Allowance	836		
Contribution to Pension Fund	55 256	57 797	55 256
Contribution to Medical Aid	16 170	16 170	12 289
Contribution to Group Insurance		7 321	-
Contribution to UIF	1 283	1 283	1 283
Contribution to Bargaining Council	33	33	33
Training Council Levy	4 259	3 984	4 084
Performance Bonuses	13 274	13 885	13 274
Leave Payment			-
Travel Allowance for actual km's travelled	77 449	27 870	39 929
	-	-	-
Total	634 124	583 469	596 429
30-Jun-06	<u>Engineering Services</u>	<u>Corporate Services</u>	<u>Safety and Health Services</u>
	R	R	R
Annual Remuneration - All inclusive package	-	-	-
Salary	316 863	331 044	316 863
Travel Allowance	152 600	128 000	157 834
Contribution to Pension Fund	55 558	58 110	55 558
Contribution to Medical Aid	20 128	20 128	15 934
Contribution to Group Insurance	912	7 361	-
Contribution to UIF	1 252	1 252	1 252
Contribution to Bargaining Council	32	32	32
Training Council Levy	4 353	4 087	4 055
Performance Bonuses	31 308	32 748	31 308
Leave Payment	16 201	20 080	-
Travel Allowance for actual km's travelled	90 445	38 347	57 979
	-	-	-
Total	689 652	641 189	640 815

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
24 REMUNERATION OF COUNCILLORS		
Executive Mayor	483 188	365 894
Deputy Executive Mayor	373 561	251 687
Speaker	368 061	305 115
Executive Committee Members	801 585	695 571
Councillors	948 237	587 084
Councillors' pension contribution & Medical Aid	-	-
Councillors' car allowance	-	-
Councillors' housing subsidy	-	-
	-	-
Total Councillors' Remuneration	<u>2 974 632</u>	<u>2 205 351</u>

In-kind Benefits

The Executive Mayor, Deputy Executive Mayor, Speaker and three other councillor are full-time. Each is provided with an office and secretarial support at the cost of the Council.

The Executive Mayor has the use of a Council owned vehicle for official duties.

25 INTEREST PAID

Long-term liabilities	1 419 057	1 585 943
Consumer deposits	-	-
Finance leases	299 419	-
Bank overdrafts	-	-
Total Interest on External Borrowings	<u>1 718 476</u>	<u>1 585 943</u>

26 BULK PURCHASES

Electricity	-	-
Water	-	-
Total Bulk Purchases	<u>-</u>	<u>-</u>

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
27 GRANTS AND SUBSIDIES PAID		
Womens Day Celebrations	18 567	
ID Campaign Overstarnd Area	3 335	
Transport Gala Evening	12 465	
Development Program Mega Week	35 750	
Mispah School Culture Evening	2 000	
St Johns Primary School	7 050	
May Day Celebrations	10 480	
SA Disability Golf Association	2 900	
Swellendam Municipality	19 600	
Riviersonderend Youth Committee	10 000	
Elim Moravian Church	5 000	
Pineview Primary School	11 500	
M Carelse - SAPS National Netball Championship	2 500	
Department of Social Development	5 000	
Joshwin Dreyer - People to People Summit - USA	15 000	
Elim Home	15 000	
Hawston - Harbour Facilities	30 000	
Mooihawens Congregation - Complete Church Building	15 000	
Otto Du Plessis Hospital	1 000	
Mispah School	15 000	
Overberg Tourism	10 000	
Total Grants and Subsidies	247 147	-

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R
28 GENERAL EXPENSES		
Included in general expenses is the following:-		
28.1 Flood damage	<u>-</u>	<u>-</u>
28.2 Net exchange differences	<u>-</u>	<u>-</u>
28.2 Material losses	<u>-</u>	<u>-</u>
29 SURPLUS OF ASSOCIATE		
Share of retained profit on the equity method	<u>-</u>	<u>-</u>
30 CHANGE 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: -		
30.1 Statutory Funds		
Balance previously reported: -		
Capital Development Fund		
Revolving Fund		-
Bursary Fund		-
Civil Defend Fund		-
Mayor Trust Fund		-
Sport Trust Fund		-
Behuising Werkskepping		-
Repair Fund		-
Swimming pool & other Sport facility Fund		-
Job Creation Grant Fund		-
Hawker Fund		-
Repair Fund Pauper Rooms		-
Operating Capital reserve Fund		-
Dog Tax Fund		-
Parking Development Fund		-
		<u>-</u>
Total		<u>-</u>
Implementation of GAMAP		
Transferred to the Capital Replacement Reserve		
Transfer to the Self Insurance Reserve		-
Transferred to the Capitalisation Reserve		-
Transferred to Accumulated Surplus/(Deficit) (see 30.8 below)		<u>-</u>
Total		<u>-</u>

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
30.2 Loans Redeemed and Other Capital Receipts		
Balance previously reported		
Implementation of GAMAP		
Redemption and depreciation periods differ		
Internal Loans per Appendix B - IMFO		-
Internal Loans per asset register - Book value		-
Transferred to Accumulated Surplus/(Deficit) (see 30.8 below)		-
Outstanding Internal Loans Transfer to Capitalisation Reserve		-
Transferred to Government Grant Reserve		-
Transferred to Donations and Public Contribution Reserve		-
Transferred to Accumulated Surplus/(Deficit) (see 30.8 below)		-
Total		-
30.3 Provisions and Reserves		
Balance previously reported		
Infrastructure Replacement Reserve		-
Valuation Roll Reserve		-
Staff Bursary Reserve		-
Total		-
Implementation of GAMAP		
Transferred to Accumulated Surplus/(Deficit) (see 30.8 below)		-
30 CHANGE IN ACCOUNTING POLICY - IMPLEMENTATION OF GAMAP (continued)		
30.4 Inventory		
Balance previously reported		-
Implementation of GAMAP		
Transferred to Accumulated Surplus/(Deficit) (see 30.8 below)		-
Water previously expensed now shown as inventory		-
Write-down of spare parts to realisable value		-
Write-down of unsold properties to realisable value		-
Total		-
30.5 Non-current provisions		
Balance previously reported		-
Implementation of GAMAP		
Transferred from Accumulated Surplus/(Deficit) (see 30.8 below)		-
Pension/ Retirement Fund		-
Long-service		-
Performance bonus		-
Total		-
30.6 Property, plant and equipment		
Balance previously reported		-
Implementation of GAMAP		
Assets transfer from asset register		-
Total		-

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
30.7 Accumulated Depreciation		
Balance previously reported		-
Implementation of GAMAP		
Backlog depreciation: Land and buildings		-
Backlog depreciation: Infrastructure		
Backlog depreciation: Community		
Backlog depreciation: Heritage		-
Backlog depreciation: Other		
Backlog depreciation: Housing Development Fund		-
Total (debited to Accumulated Surplus/(Deficit)) (see 30.8 below)		-
30.8 Accumulated Surplus/(Deficit)		
Implementation of GAMAP		
Adjustments to inventory (see 30.4 above)		-
Excessive provisions and reserves no longer permitted (see 30.3 above)		-
Non-current provisions previously not recognised (see 30.5 above)		-
Transferred from statutory funds (see 30.1 above)		-
Transferred from Loans Redeemed and Other Capital Receipts (see 30.2 above)		-
Fair value of Property, Plant and Equipment previously not recorded (see 30.6 above)		-
Backlog depreciation (see 30.7 above)		-
Advances to Departments		
Total		-
31 CHANGE IN ACCOUNTING POLICY		
32 CORRECTION OF ERROR		
During the year ended 30 June 2005, surplus account was restated due to calculated opening surplus account for the year ended 30 June 2006	-	
Net effect on surplus/(deficit) for the year	-	-
33 CASH GENERATED BY OPERATIONS		
Net surplus for the year	-6 214 005	-2 071 874
Adjustment for:-	-	-
Cash received from Government		-
(Surplus)/(Deficit) of agency functions	-14 166	
Depreciation	2 636 301	1 717 383
Gain on disposal of property, plant and equipment	-	-24 286
Contribution to provisions - non-current	-	-
Contribution to provisions – current	-	-
Contribution to bad debt provision	-	-
Equity accounted share of associate's surplus	-	-
Investment income	-3 454 507	-2 947 221
Interest paid	1 718 476	1 585 943
Operating surplus before working capital changes:	-5 327 901	-1 740 055
(Increase) in inventories	-23 264	-3 918
(Increase)/decrease in debtors	367 000	-649 033
(Increase)/decrease in other debtors	1 905 090	-671 185
(Decrease)/increase in conditional grants and receipts	-5 655 588	1 625 568
Increase in creditors	-2 517 794	112 838
(Increase)/Decrease in provisions	-	-
Increase in VAT	-131 116	-26 520
Cash generated by/(utilised in) operations	-11 383 572	-1 352 305

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
34 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION		
Long-term liabilities (see Note 2)	12 549 824	12 698 374
Used to finance property, plant and equipment – at cost	-	-
Sub- total	<u>12 549 824</u>	<u>12 698 374</u>
Cash set aside for the repayment of long-term liabilities	-	-
Cash invested for repayment of long-term liabilities (see note 17)	<u><u>12 549 824</u></u>	<u><u>12 698 374</u></u>

Long-term liabilities have been utilized in accordance with the Municipal Finance Management Act. The Annuity Loans carry interest of between 9.75 % and 17.50 % and will be repaid by 2021

35 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

Unauthorised expenditure

Reconciliation of unauthorised expenditure		
Opening balance	1 503 577	-
Unauthorised expenditure current year	1 515 652	1 503 577.00
Approved by Council or condoned	-	-
Transfer to receivables for recovery (note 22)	-	-
Unauthorised expenditure awaiting authorisation	<u><u>3 019 229</u></u>	<u><u>1 503 577</u></u>

Incident	Disciplinary steps/criminal proceedings
<i>Consultant, Senzenina was appointed on a long term contract without following the tender procedures. The contract was allocated to put a Economic Development Strategy in place. The contract was terminated during 2006/07. Condonement was asked from National Treasury but no response has been received</i>	

Fruitless and wasteful expenditure

Reconciliation of fruitless and wasteful expenditure		
Opening balance	1 637 104	-
Fruitless and wasteful expenditure current year	-	1 637 104
Condoned or written off by Council	-	-
To be recovered – contingent asset (see note 40)	-	-
Fruitless and wasteful expenditure awaiting condonement	<u><u>1 637 104</u></u>	<u><u>1 637 104</u></u>

Incident	Disciplinary steps/criminal proceedings
<i>After the election on 5 March 2006 a new council was elected. The council decided to end the contract of the Municipal Manager that was valid until November 2007. Costs paid to the Municipal Manager. Condonement was asked from National Treasury but no response has been received.</i>	

Irregular expenditure

Reconciliation of irregular expenditure		
Opening balance	-	-
Fruitless and wasteful expenditure current year	-	-
Condoned or written off by Council	-	-
Transfer to receivables for recovery – not condoned	-	-
Irregular expenditure awaiting condonement	<u><u>-</u></u>	<u><u>-</u></u>

Incident	Disciplinary steps/criminal proceedings

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	R	R

36 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

36.1 Contributions to organized local government

Opening balance	-	-
Council subscriptions	98 997	-
Amount paid - current year	-98 997	93 393
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	93 393

36.2 Audit fees

Opening balance	-	-
Current year audit fee	709 833	-
Amount paid - current year	-709 833	415 750
Adjustments	-	-
Balance unpaid (included in creditors)	-	415 750

36.3 VAT

-	-
---	---

VAT inputs receivables and VAT outputs receivables are shown in note 8. All VAT returns have been submitted by the due date throughout the year.

36.4 PAYE and UIF

Opening balance	-	-
Current year payroll deductions	4 916 395	4 630 369
Amount paid - current year	-4 916 395	-4 630 369
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	0

36.5 Pension and Medical Aid Deductions

Opening balance	-	-
Current year payroll deductions and Council Contributions	9 275 850	3 384 632
Amount paid - current year	-9 275 850	-3 384 632
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	0

OVERBERG DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

2007
R

2006
R

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

36.6 Councillor's arrear consumer accounts

The following Councillors had arrear accounts outstanding for more than 90 days as at: -

30-Jun-07	<u>Total</u>	<u>Outstanding less than 90 days</u>	<u>Outstanding more than 90 days</u>
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Total Councillor Arrear Consumer Accounts	-	-	-

30-Jun-06	<u>Total</u>	<u>Outstanding less than 90 days</u>	<u>Outstanding more than 90 days</u>
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Councillor	-	-	-
Total Councillor Arrear Consumer Accounts	-	-	-

During the year the following Councillors' had arrear accounts outstanding for more than 90 days

	<u>Highest Amount Outstanding</u>	<u>Ageing</u>
30-Jun-07		
Councillor	-	--- days
Councillor	-	--- days
Councillor	-	--- days
Councillor	-	--- days
Councillor	-	--- days
Councillor	-	--- days
30-Jun-06		
Councillor		--- days
Councillor		--- days
Councillor		--- days
Councillor		--- days
Councillor		--- days
Councillor		--- days

36.7 Non-Compliance with Chapter 11 of the Municipal Finance Management Act

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

	2007 R	2006 R
37 CAPITAL COMMITMENTS		
Commitments in respect of capital expenditure:		
- Approved and contracted for	2 500 000	600 000
<i>Infrastructure</i>	2 500 000	600 000
<i>Community</i>	-	-
<i>Heritage</i>	-	-
<i>Other</i>	-	-
<i>Housing Development Fund</i>	-	-
<i>Investment Properties</i>	-	-
- Approved but not yet contracted for	-	-
<i>Infrastructure</i>	-	-
<i>Community</i>	-	-
<i>Heritage</i>	-	-
<i>Other</i>	-	-
<i>Housing Development Fund</i>	-	-
<i>Investment Properties</i>	-	-
Total	2 500 000	600 000
This expenditure will be financed from:		
- External Loans	2 500 000	-
- Capital Replacement Reserve	-	-
- Government Grants	-	-
- Own resources	-	600 000
- District Council Grants	-	-
	2 500 000	600 000

38 RETIREMENT BENEFIT INFORMATION

All employees belong to the Cape Joint Fund or the SAMWU National Provident Fund and Council makes a contribution towards the fund on behalf of each employee. Councillors have the option of belonging to the Pension Fund for Municipal Councillors. Their contributions are included in their total cost to company.

39 CONTINGENT LIABILITY

Claim for damages	-	-
-------------------	---	---

40 CONTINGENT ASSET

41 IN-KIND DONATIONS AND ASSISTANCE

The Municipality received the following in-kind donations and assistance

Description

- Secondment of International Finance Advisor by National Treasury for 2 years
- Development of Integrated Development Plan by donor agency

42 35.1 Financial Risk Management

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising Currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

(a) Foreign exchange currency risk

The municipality does not engage in foreign currency transactions.

(b) Interest rate Risk

The Municipality is mainly exposed to interest rate risk due to the movements in long-term and short term interest rates.
This risk is managed on an ongoing basis.

(c) Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the Municipality to incur financial loss.

Credit risk arises mainly from cash and cash equivalents, instruments and deposits with banks and financial institutions, as well as credit exposures to consumer and grant debtors.

For banks and financial institutions, only independently rated parties with a minimum rating of 'B+' are accepted. Grants are receivable from higher order levels of government. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. This increases the credit risk in respect of consumer debtors. The risk of non-payment is managed on an ongoing basis and where practical, services are terminated and procedures applied to recover outstanding amounts owing and an appropriate level of impairment provision for default is maintained.

2007
R

2006
R

(d) Liquidity Risk

Liquidity risk is the risk that the municipality will encounter difficulty in raising funds to meet commitments associated with financial liabilities.

Prudent liquidity risk management includes maintaining sufficient cash and marketable securities, the availability of funding from an adequate amount of committed credit facilities and the ability to close out market positions.

The financial liabilities of the municipality are backed by appropriate assets and it has adequate liquid resources. The Council monitors the cash projections and by ensuring that borrowing facilities are available to meet its cash requirements.

42 PRIVATE PUBLIC PARTNERSHIPS

(Record the following information to the extent possible)

- Disclose a description of the arrangement
- Set out significant terms of the arrangement that may affect the amount, timing and certainty of future cash flows
- Provide information on the nature and extent of:
 1. rights to use specified assets
 2. obligations to provide or rights to expect provisions of services
 3. obligations to acquire or build items of property, plant and equipment
 4. obligations to deliver or rights to receive specified assets at the end of the concession period
 5. renewal and termination options
 6. other rights and obligations (e.g. major overhauls)
- Describe any Changes in the arrangement occurring during the period

43 EVENTS AFTER THE REPORTING DATE

OVERBERG DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

10. PROPERTY, PLANT AND EQUIPMENT (continued)

30 June 2006

Reconciliation of Carrying Value	Land and Buildings	Infra-structure	Community	Heritage	Other	Housing Develop. Fund	Leased infrastructure	Investment Properties	Total
	R	R	R	R	R	R	R	R	R
Carrying values at 1 July 2005	-	3 350 756	1 054 769	-	20 177 499	-	-	-	24 583 024
<i>Cost</i>	-	4 048 827	980 878	-	31 898 688	-	-	-	36 928 393
<i>Revaluation</i>	-	449 870	108 986	-	3 544 299	-	-	-	4 103 155
<i>Accumulated depreciation</i>	-	-1 147 941	-35 095	-	-15 265 488	-	-	-	-16 448 524
- <i>Cost</i>	-	-1 147 941	-35 095	-	-15 265 488	-	-	-	-16 448 524
- <i>Revaluation</i>	-	-	-	-	-	-	-	-	-
Acquisitions	-	3 248 100	85 500	-	991 140	-	-	-	4 324 740
Capital under construction	-	360 900	9 500	-	110 127	-	-	-	480 527
Increases/decreases in revaluation	-	-	-	-	-	-	-	-	-
Depreciation	-	-273 999	-36 337	-	-1 407 047	-	-	-	-1 717 383
- <i>based on cost</i>	-	-273 999	-36 337	-	-1 407 047	-	-	-	-1 717 383
- <i>based on revaluation</i>	-	-	-	-	-	-	-	-	-
Carrying value of disposals	-	-	-	-	-	-	-	-	-
- <i>Cost/revaluation</i>	-	-	-	-	-	-	-	-	-
- <i>Accumulated depreciation</i>	-	-	-	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-	-	-	-
Correction of error	-	-	-	-	-	-	-	-	-
Carrying values at 30 June 2006	-	6 685 757	1 113 432	-	19 384 520	-	-	-	27 183 709
<i>Cost</i>	-	7 296 927	1 066 378	-	32 451 350	-	-	-	40 814 655
<i>Residual Value</i>	-	810 770	118 486	-	3 605 706	-	-	-	4 534 962
<i>Revaluation</i>	-	-	-	-	-	-	-	-	-
<i>Accumulated depreciation</i>	-	-1 421 939	-71 432	-	-16 672 536	-	-	-	-18 165 908
- <i>Cost</i>	-	-1 421 939	-71 432	-	-16 672 536	-	-	-	-18 165 908
- <i>Revaluation</i>	-	-	-	-	-	-	-	-	-

Land and buildings were revalued to fair value by using depreciated replacement values. The effective date of the revaluation was 30 June 2003. The revaluation was done by ABS Property Valuers, registered and independent valuers. The NHBR indices, which indicate current building costs, were used to determine replacement values

The revaluation surplus is reconciled as follows: -

	2007	2006
	R	R
Balance at beginning of year	-	-
Surplus realised	-	-
Balance at end of year	<u>0</u>	<u>0</u>

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

The leased property, plant and equipment is secured as set out in Note 2.

Provision has been made for the estimated costs of restoring refuse landfill sites, included in other assets, as described in note 3.

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 2007. 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.

**APPENDIX B
OVERBERG DISTRICT MUNICIPALITY
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2007**

	Cost/Revaluation								Accumulated Depreciation				Carrying Value
	Opening Balance	Opening Balance Residual Value	Additions	Additions Residual Value	Under Construction	Disposals	Disposals Residual Value	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Land and Buildings													
Land								0				0	0
Buildings								0				0	0
	0	0	0	0	0	0	0	0	0	0	0	0	0
Infrastructure													
ACCESS CONTROL	45 907	5 101						51 008	46 396	4 612		51 008	0
BRIDGES, SUBWAYS & CULVERTS	19 287	2 143						21 430	5 719	714		6 433	14 997
FENCING	219 475	24 386						243 862	163 983	31 816		195 799	48 062
ELECTRICITY MAINS	39 038	4 338						43 375	4 343	2 169		6 512	36 863
WATER MAINS	215 730	23 970	573 907	63 767				877 375	131 934	13 026		144 960	732 415
OTHER ROADS	387 000	43 000						430 000	376 016	6 000		382 016	47 984
SECURITY SYSTEM	106 531	11 837						118 368	72 492	20 755		93 247	25 121
SEWER NETWORK	5 820 339	646 704	485 574	53 953				7 006 570	375 999	332 073		708 072	6 298 498
ELECTRICITY SUPPLY/RETICULATION	407 619	45 291						452 910	234 264	19 091		253 355	199 555
STORM WATER DRAINS	27 000	3 000						30 000	10 792	1 500		12 292	17 708
TRANSFORMER KIOSKS	9 000	1 000						10 000	1	333		334	9 666
	7 296 927	810 770	1 059 481	117 720	0	0	0	9 284 897	1 421 939	432 090	0	1 854 029	7 430 868
Community Assets													
FIRE STATIONS	901 478	100 164						1 001 642	65 534	33 388		98 922	902 720
GOLF COURSES			15 750	1 750				17 500		5		5	17 495
PUBLIC CONVENIENCES/BATHHOUSES	164 900	18 322	142 700	15 856				341 777	5 898	6 136		12 035	329 742
	1 066 378	118 486	158 450	17 606	0	0	0	1 360 919	71 432	39 529	0	110 962	1 249 958
Heritage Assets													
Historical Buildings								0				0	0
Painting & Art Galleries								0				0	0
	0	0	0	0	0	0	0	0	0	0	0	0	0
Total carried forward	8 363 305	929 256	1 217 931	135 326	0	0	0	10 645 817	1 493 372	471 619	0	1 964 991	8 680 826

* Includes correction of error referred to in Note 32.

**APPENDIX B
OVERBERG DISTRICT MUNICIPALITY
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2007**

	Cost								Accumulated Depreciation				Carrying Value
	Opening Balance	Opening Balance Residual Value	Additions	Additions Residual Value	Under Construction	Disposals	Disposals Residual Value	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Total brought forward	8 363 305	929 256	1 217 931	135 326	0	0	0	10 645 817	1 493 372	471 619	0	1 964 991	8 680 826
Housing Rental Stock													
Housing	0	0	0	0	0	0	0	0	0	0	0	0	0
Housing	0	0	0	0	0	0	0	0	0	0	0	0	0
	0	0	0	0	0	0	0	0	0	0	0	0	0
Leased Assets (Other)													
Motor vehicles			689 108	76 568				765 676		440 186		440 186	325 490
Office machines			1 227 821	136 425				1 364 246		240 882		240 882	1 123 364
	0	0	1 916 930	212 992	0	0	0	2 129 922	0	681 068	0	681 068	1 448 854
Other Assets													
AIR CONDITIONERS	90 000	10 000						100 000	14 325	14 286		28 611	71 389
CABINETS/CUPBOARDS	8 910	990						9 900	993	990		1 983	7 917
CARAVANS PARKS	14 229 817	1 581 091				15 810 908		0	9 169 168		9 169 168	0	0
CHAIRS	14 580	1 620						16 200	1 624	1 620		3 244	12 956
COMPUTER HARDWARE	558 466	62 052	64 909	7 212				692 639	388 105	94 149		482 254	210 385
COMPUTER SOFTWARE	289 514	32 168						321 683	315 730	5 953		321 683	0
RADIO EQUIPMENT	78 637	8 737						87 375	52 175	14 897		67 072	20 303
TELECOM. EQUIPMENT	9 450	1 050						10 500	10 100	100		10 200	300
FIRE	226 365	25 152	110 012	12 224				373 752	43 739	19 335		63 074	310 678
FURNITURE & EQUIPMENT			394 722	43 858				438 580				0	438 580
GENERAL	944 778	104 975						1 049 753	510 837	133 683		644 520	405 233
HOSTELS-WORKERS	89 163	9 907						99 070	87 562	3 302		90 864	8 206
HOUSING SCHEME	233 392	25 932						259 324	192 142	3 200		195 342	63 982
MISCELLANEOUS	109 666	12 185	19 800	2 200				143 851	20 855	12 619		33 475	110 377
OFFICE BUILDINGS	2 905 259	322 807						3 228 066	2 465 638	26 250		2 491 888	736 178
OFFICE MACHINES	446 006	49 556						495 562	181 528	90 673		272 201	223 361
WATER SUPPLY/RETICULATION	16 146	1 794						17 940	4 787	598		5 385	12 555
TABLES/DESKS	29 463	3 274						32 736	11 432	3 274		14 706	18 031
TIP SITES	7 894 553	877 173						8 771 725	1 463 556	292 391		1 755 947	7 015 778
MOTOR VEHICLES	327 103	36 345						363 448	231 957	40 655		272 613	90 835
BUSES	36 765	4 085						40 850	30 725	723		31 449	9 401
BOAT	19 728	2 192						21 920	16 815	1 461		18 277	3 643
COMPRESSORS	16 991	1 888						18 879	18 879			18 879	0
FIRE ENGINES	2 808 724	312 080	578 458	64 273				3 763 536	577 808	173 421		751 229	3 012 307
LAWNMOWERS	34 526	3 836						38 362	38 362			38 362	0
TRUCKS/BAKKIES	993 343	110 371	105 863	11 763				1 221 340	801 762	102 526		904 289	317 052
TRACTORS	40 005	4 445	90 146	10 016				144 613	21 931	3 000		24 931	119 681
INVENTORY	0	0						0				0	0
	32 451 350	3 605 706	1 363 910	151 546	0	15 810 908	0	21 761 603	16 672 536	1 039 107	9 169 168	8 542 475	13 219 128
Investment Properties													
CARAVAN PARKS	0	0	14 265 315	1 585 035				15 850 350		9 613 675		9 613 675	6 236 675
	0	0	14 265 315	1 585 035	0	0	0	15 850 350	0	9 613 675	0	9 613 675	6 236 675
Total	40 814 655	4 534 962	18 764 084	2 084 898	0	15 810 908	0	50 387 691	18 165 908	11 805 469	9 169 168	20 802 209	29 585 483

APPENDIX C
OVERBERG DISTRICT MUNICIPALITY
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
30 June 2007

	Cost							Accumulated Depreciation				Carrying Value	
	Opening Balance	Opening Balance Residual Value	Additions	Additions Residual Value	Under Construction	Disposals	Disposals Residual Value	Closing Balance	Opening Balance	Additions	Disposals		Closing Balance
Executive & Council	326 016	36 224						362 240	177 306	51 242		228 547	133 693
Finance & Admin	4 606 122	511 791	254 375	28 264				5 400 552	883 050	3 019 365		3 902 415	1 498 137
Planning & Development	80 515	8 946						89 461	5 649	17 892		23 541	65 920
Health	205 100	22 789							45 703		-45 703	-	-
Community & Social Services													
Housing													
Public Safety	5 034 511	559 390	794 333	88 259				6 476 493	1 266 217	379 566		1 645 783	4 830 710
Sport & Recreation	28 565 409	3 173 934	2 393 970	265 996				25 612 490	15 623 982	901 604	-5 020 120	11 505 466	14 107 024
Environmental Protection	131 081	14 564						145 645	109 801	9 974		119 775	25 870
Waste Management	825 340	91 704	7 908 137	878 682				8 786 819		1 771 041		1 771 041	7 015 778
Road Transport	352 287	39 143						391 430	375 719	714		376 433	14 997
Water	231 876	25 764						257 640	136 721	12 583		149 304	108 336
Electricity	407 619	45 291						452 910	234 264	19 091		253 355	199 555
Other	48 780	5 420	205 100	22 789				282 089	54 200	91 281		145 481	136 608
Leased assets			1 916 929	212 993				2 129 922		681 068		681 068	1 448 854
TOTAL	40 814 656	4 534 960	13 472 844	1 496 983	-	-8 938 577	-993 175	50 387 691	18 912 612	6 955 420	-5 065 823	20 802 209	29 585 483

APPENDIX D
OVERBERG DISTRICT MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED
30 June 2007

2006	2006	2006		2007	2007	2007
Actual	Actual	Surplus/		Actual	Actual	Surplus/
Income	Expenditure	(Deficit)		Income	Expenditure	(Deficit)
R	R	R		R	R	R
-	9 779 186	-9 779 186	Executive & Council	3 631 009	19 904 439	-16 273 430
31 406 183	14 788 794	16 617 389	Finance & Admin	38 081 054	12 527 715	25 553 339
2 073 475	2 000 248	73 227	Planning & Development	129 152	1 985 371	-1 856 220
6 462 121	6 507 699	-45 578	Health	3 403 861	3 403 861	-
1 074 683	1 833 738	-759 055	Community & Social Services	2 475 710	3 435 486	-959 776
-	-	-	Housing	-	-	-
186 119	7 508 984	-7 322 865	Public Safety	1 317 966	8 740 216	-7 422 250
6 708 566	6 967 016	-258 450	Sport & Recreation	9 060 251	7 317 696	1 742 555
112 366	5 422 236	-5 309 870	Environmental Protection	139 817	5 965 253	-5 825 436
3 161 106	2 140 488	1 020 618	Waste Management	3 255 130	2 610 707	644 423
67 234 054	67 234 054	-	Road Transport	72 467 797	72 453 631	14 166
-	-	-	Water	-	-	-
-	-	-	Electricity	-	-	-
-	1 000 000	-1 000 000	Other	39 589	1 870 964	-1 831 376
118 418 673	125 182 443	-6 763 770	Sub Total	134 001 334	140 215 339	-6 214 005
-	-4 691 898	4 691 898	Less Inter-Dep Charges	-4 294 713	-4 294 713	-
118 418 673	120 490 545	-2 071 872	Total	129 706 621	135 920 626	-6 214 005
		-	Add: Share of Associate			-
		-2 071 872				-6 214 005

APPENDIX E(1)
OVERBERG DISTRICT MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2007

REVENUE	2007 Actual (R)	2007 Budget (R)	2007 Variance (R)	2007 Variance (%)	<u>Explanation of Significant Variances greater than 10% versus Budget</u>
Property rates	0	0	0	0%	<i>(Explanations to be recorded)</i>
Property rates - penalties imposed and collection charges	0	0	0	0%	
Service charges	3 355 180	3 421 050	-65 870	-2%	
Regional Service Levies - turnover	2 048 977	2 000 000	48 977	2%	
Regional Service Levies - remuneration	1 492 185	1 475 000	17 185	1%	
Rental of facilities and equipment	25 024 968	23 412 720	1 612 248	7%	
Interest earned - external investments	3 266 453	2 450 000	816 453	33%	Investments higher than expected
Interest earned - outstanding debtors	188 054	126 710	61 344	48%	Interest on RSC levies
Dividends received	0	0	0	0%	
Fines	2 850	2 350	500	21%	
Licences and permits	0	0	0	0%	
Income for agency services	0	0	0	0%	
Government grants and subsidies	79 828 930	81 987 750	-2 158 820	-3%	
Other income	14 499 024	11 388 760	3 110 264	27%	Income due to calculation of leased liabilities
Public contributions, donated/contributed PPE	0	0	0	0%	
Gains on disposal of property, plant and equipment	0	0	0	0%	
Change in fair value	0	0	0	0%	
Total Revenue	129 706 621	126 264 340	3 442 281	0	
EXPENDITURE					
Executive & Council	19 904 439	14 401 470	5 502 969	38%	Due to payment of retrenchment packages
Finance & Admin	12 527 715	13 698 550	-1 170 835	-9%	
Planning & Development	1 985 371	2 524 710	-539 339	-21%	Due to resignation of PIMS manager and staff
Health	3 403 861	3 540 120	-136 259	0%	
Community & Social Services	3 435 486	3 588 040	-152 554	-4%	
Housing	0	0	0	0%	
Public Safety	8 740 216	8 666 530	73 686	1%	
Sport & Recreation	7 317 696	7 514 640	-196 944	-3%	
Environmental Protection	5 965 253	6 469 570	-504 317	0%	
Waste Management	2 610 707	2 604 220	6 487	0%	
Road Transport	72 453 631	71 442 570	1 011 061	1%	
Water	0	0	0	#DIV/0!	
Electricity	0	0	0	#DIV/0!	
Other	1 870 964	1 895 550	-24 586	0%	
Inter-departmental charges	-4 294 713	-5 685 470	1 390 757	0%	
Total Expenditure	135 920 626	130 660 500	5 260 126	4%	
NET SURPLUS/(DEFICIT) FOR THE YEAR	-6 214 005	-4 396 160	-1 817 845	41%	

APPENDIX E(1)
OVERBERG DISTRICT MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2006

REVENUE	2006 Actual (R)	2006 Budget (R)	2006 Variance (R)	2006 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
Property rates	-	-	0	0%	<i>(Explanations to be recorded)</i>
Property rates - penalties imposed and collection charges	-	-	0	0%	
Service charges	3 298 713	-	3 298 713	0%	
Regional Service Levies - turnover	14 412 972	-	14 412 972	0%	
Regional Service Levies - remuneration	6 651 636	-	6 651 636	0%	
Rental of facilities and equipment	20 857 371	-	20 857 371	0%	
Interest earned - external investments	2 517 182	-	2 517 182	0%	
Interest earned - outstanding debtors	430 039	-	430 039	0%	
Dividends received	-	-	0	0%	
Fines	7 107	-	7 107	0%	
Licences and permits	240	-	240	0%	
Income for agency services	-	-	0	0%	
Government grants and subsidies	59 378 212	-	59 378 212	0%	
Other income	10 840 915	-	10 840 915	0%	
Public contributions, donated/contributed PPE	-	-	0	0%	
Gains on disposal of property, plant and equipment	24 286	0	24 286	0%	
Change in fair value	0	0	0	0%	
Total Revenue	118 418 673	0	118 418 673	0	
EXPENDITURE					
Executive & Council	9 779 186	-	9 779 186	0%	
Finance & Admin	14 788 794	-	14 788 794	0%	
Planning & Development	2 000 248	-	2 000 248	0%	
Health	6 507 699	-	6 507 699	0%	
Community & Social Services	1 833 738	-	1 833 738	0%	
Housing	-	-	0	0%	
Public Safety	7 508 984	-	7 508 984	0%	
Sport & Recreation	6 967 016	-	6 967 016	0%	
Environmental Protection	5 422 236	-	5 422 236	0%	
Waste Management	2 140 488	-	2 140 488	0%	
Road Transport	67 234 054	-	67 234 054	0%	
Water	-	-	0	0%	
Electricity	-	-	0	0%	
Other	1 000 000	-	1 000 000	0%	
Inter-departmental charges	-4 691 898	-	-	0%	
Total Expenditure	120 490 545	0	125 182 443	#DIV/0!	
NET SURPLUS/(DEFICIT) FOR THE YEAR	-2 071 872	0	-6 763 770	#DIV/0!	

APPENDIX E(2)
OVERBERG DISTRICT MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2007

	<u>2007</u> <u>Actual</u>	<u>2007</u> <u>Actual</u> <u>Residual Value</u>	<u>2007</u> <u>Under</u> <u>Construction</u>	<u>2007</u> <u>Total</u> <u>Additions</u>	<u>2007</u> <u>Budget</u>	<u>2007</u> <u>Variance</u>	<u>2007</u> <u>Variance</u> <u>greater than 5% versus Budget</u>	<u>Explanation of Significant Variances</u> <u>greater than 5% versus Budget</u>
	R	R	R	R	R	R	%	<i>(Explanations to be recorded)</i>
Executive & Council	-	-	-	-		-	0.00%	
Finance & Admin	254 375	28 264	-	282 639	500 000	(217 361)	-43.47%	Capital projects stopped due to restructuring process
Planning & Development	-	-	-	-		-	0.00%	
Health	-	-	-	-		-	0.00%	
Community & Social Services	-	-	-	-		-	0.00%	
Housing	-	-	-	-		-	0.00%	
Public Safety	794 333	88 259	-	882 592	310 000	572 592	184.71%	Fire vehicles bought from Provincial grant
Sport & Recreation	1 568 630	174 292	-	1 742 922	3 450 000	(1 707 078)	-49.48%	Capital projects stopped due to restructuring process
Environmental Protection	-	-	-	-	59 000	(59 000)	-100.00%	Capital projects stopped due to restructuring process
Waste Management	-	-	-	-		-	0.00%	
Road Transport	-	-	-	-		-	0.00%	
Water	-	-	-	-		-	0.00%	
Electricity	-	-	-	-		-	0.00%	
Other	-	-	-	-	105 000	(105 000)	-100.00%	Capital projects stopped due to restructuring process
Total	2 617 338	290 815	-	2 908 153	4 424 000	(1 515 847)	-34.26%	

APPENDIX F

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

Grant and Subsidies Received

Name of Grants	Name of organ of state or municipal entity	Quarterly Receipts					Quarterly Expenditure					Grants and Subsidies delayed / withheld					Reason for delay/withholding of funds	Did your municipality comply with the grant conditions in terms of grant framework in the latest Division of Revenue Act	Reason for non-compliance
		March	June	Sept	Dec	March	March	June	Sept	Dec	March	March	June	Sept	Dec	March			

Note: A municipality should provide additional information on how a grant was spent per Vote. This excludes allocations from the Equitable Share.