

NKANGALA DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2008 - 30 JUNE 2010

Note	2010	2009	2008	2007 R
NET ASSETS AND LIABILITIES				
Net Assets	(853 733)	(20 823 316)	(39 841 966)	(198 754 966)
Reserves	#REF! (495 739)	#REF! (495 739)	#REF! (495 739)	#REF! (495 739)
Accumulated (Surplus)/Deficit	16 (357 994)	(20 327 577)	(39 346 227)	(198 259 227)
Non-current liabilities				
Long-term liabilities	#REF! (64 722 988)	(65 801 113)	(66 913 613)	(66 813 613)
Current liabilities	(17 485 037)	(17 585 037)	(17 685 037)	(17 785 037)
Creditors	#REF! (12 806 675)	#REF! (12 806 675)	#REF! (12 806 675)	#REF! (12 806 675)
Unspent Grants	#REF! (718 266)	#REF! (718 266)	#REF! (718 266)	#REF! (718 266)
Current portion of long-term liabilities	#REF! (3 960 095)	#REF! (4 060 095)	#REF! (4 160 095)	#REF! (4 260 095)
Total Net Assets and Liabilities	(83 061 758)	(104 209 465)	(124 440 615)	(283 353 615)
ASSETS				
Non-current assets	79 945 475	80 450 404	79 063 504	110 038 908
Property, plant and equipment	#REF! 79 945 475	#REF! 78 426 230	#REF! 76 979 330	#REF! 75 351 330
Investments	#REF! 0	#REF! 2 000 000	#REF! 2 000 000	#REF! 34 500 000
Non-current loans	#REF! 0	#REF! 24 174	#REF! 84 174	#REF! 187 578
Current assets	3 116 283	23 759 061	45 377 111	173 314 707
Sundry Debtors	#REF! 3 386 515	#REF! 3 391 765	#REF! 3 396 765	#REF! 3 496 765
Grants Receivable from other spheres of Government	#REF! 3 231 090	#REF! 3 231 090	#REF! 3 231 090	#REF! 3 231 090
Current portion of Non-current loans	#REF! 160 000	#REF! 205 000	#REF! 240 000	#REF! 256 596
Cash and Cash Equivalents	#REF! (3 661 323)	#REF! 16 931 206	#REF! 38 509 256	#REF! 166 330 256
Total Assets	83 061 758	104 209 465	124 440 615	283 353 615

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

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEARS ENDED 30th JUNE 2008 - 30 JUNE 2010**

	Note	2010 R	2009 R	2008 R	2007 R
REVENUE					
Regional Services Levies - turnover		0	0	0	(2 799 220)
Regional Services Levies - remuneration		0	0	0	(1 144 258)
Interest earned - external investments		(6 252 278)	(5 843 250)	(5 565 000)	(4 633 083)
Interest earned - outstanding debtors		(89 880)	(84 000)	(80 000)	(1 016 621)
Income for agency services		0	0	0	(458 402)
Government grants and subsidies	####	(267 401 800)	(245 804 285)	(224 528 608)	(192 902 435)
Other income		(460 635)	(430 500)	(20 410 000)	(258 163)
Public contributions, donated and contributed property, plant and equipment		0	0	0	0
Total Revenue		(274 204 592)	(252 162 035)	(250 583 608)	(203 212 181)
EXPENDITURE					
Employee related costs	####	50 181 390	47 791 800	45 516 000	18 704 131
Remuneration of councillors	####	7 231 298	6 886 950	6 559 000	4 559 831
Bad debts		110 250	105 000	100 000	0
Collection costs		165 375	157 500	150 000	217 112
Depreciation		3 537 923	3 369 450	3 209 000	1 629 387
Repairs and maintenance		1 325 205	1 262 100	1 202 000	377 482
Interest on external borrowings		4 531 275	4 315 500	4 110 000	1 970 959
Grants and subsidies paid	####	197 448 609	179 061 099	321 763 669	57 619 416
General expenses - other (including abnormal expenses)		47 094 323	44 851 736	42 715 939	11 202 722
Less Debited Elsewhere		(17 451 473)	(16 620 450)	(15 829 000)	
Total Expenditure		294 174 175	271 180 685	409 496 608	96 281 039
NET (SURPLUS)/DEFICIT FOR THE YEAR		19 969 583	19 018 650	158 913 000	(106 931 187)

(Note : The Statement of Financial Performance has been prepared in accordance with GRAP 1 and the Budget Formats)

NKANGALA DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2008 - 30 JUNE 2010

Note	<u>Transport Fund</u>	<u>Depreciation Reserve ex Govt Grants</u>	<u>Depreciation Reserve ex Donations and Contributions</u>	<u>Loans redeemed and other Capital Receipts</u>	<u>Accumulated Surplus</u>	<u>TOTAL</u>
	R	R	R		R	R
2007						
Balance 1 July 2006		(195 739)	(300 000)		(91 328 040)	(91 823 779)
Change in accounting policy						
Restated balance		<u>(195 739)</u>	<u>(300 000)</u>		<u>(91 328 040)</u>	<u>(91 823 779)</u>
Net surplus for the year					(106 931 187)	(106 931 187)
Capital grants used to purchase property, plant and equipment						
Donated and contributed property, plant and equipment						
Asset disposals						
Offsetting of Depreciation		-	-			-
Balance at 30 June 2007		<u>(195 739)</u>	<u>(300 000)</u>		<u>(198 259 227)</u>	<u>(198 754 966)</u>
2008						
Balance 1 July 2006		(195 739)	(300 000)		(198 259 227)	(198 754 966)
Change in accounting policy						
Restated balance		<u>(195 739)</u>	<u>(300 000)</u>		<u>(198 259 227)</u>	<u>(198 754 966)</u>
Net surplus for the year					158 913 000	158 913 000
Capital grants used to purchase property, plant and equipment						
Donated and contributed property, plant and equipment						
Asset disposals						
Offsetting of Depreciation		-	-			-
Balance at 30 June 2008		<u>(195 739)</u>	<u>(300 000)</u>		<u>(39 346 227)</u>	<u>(39 841 966)</u>
2009						
Balance 1 July 2006		(195 739)	(300 000)		(39 346 227)	(39 841 966)
Change in accounting policy						
Restated balance		<u>(195 739)</u>	<u>(300 000)</u>		<u>(39 346 227)</u>	<u>(39 841 966)</u>
Net surplus for the year					19 018 650	19 018 650
Capital grants used to purchase property, plant and equipment						
Donated and contributed property, plant and equipment						
Asset disposals						
Offsetting of Depreciation		-	-			-
Balance at 30 June 2009		<u>(195 739)</u>	<u>(300 000)</u>		<u>(20 327 577)</u>	<u>(20 823 316)</u>
2010						
Balance 1 July 2006		(195 739)	(300 000)		(20 327 577)	(20 823 316)
Change in accounting policy						
Restated balance		<u>(195 739)</u>	<u>(300 000)</u>		<u>(20 327 577)</u>	<u>(20 823 316)</u>
Net surplus for the year					19 969 583	19 969 583
Capital grants used to purchase property, plant and equipment						
Donated and contributed property, plant and equipment						
Asset disposals						
Offsetting of Depreciation		-	-			-
Balance at 30 June 2010		<u>(195 739)</u>	<u>(300 000)</u>		<u>(357 994)</u>	<u>(853 734)</u>

NKANGALA DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008 - 30 JUNE 2010

	Note	2010 R	2009 R	2008 R	2007 R
CASH FLOW FROM OPERATING ACTIVITIES					
Cash generated from operations	####	(18 037 293)	(17 155 950)	(155 889 000)	98 897 343
Interest received		6 342 158	5 927 250	5 645 000	5 649 704
Interest paid		(4 531 275)	(4 315 500)	(4 110 000)	(1 970 959)
NET CASH FROM OPERATING ACTIVITIES		(16 226 410)	(15 544 200)	(154 354 000)	102 576 089
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		(5 057 168)	(4 816 350)	(4 837 000)	0
		0	0	0	0
Decrease in non-current loans		69 174	95 000	120 000	26 413
Decrease in Lonterm Investment		2 000 000	0	32 500 000	0
NET CASH FROM INVESTING ACTIVITIES		(2 987 994)	(4 721 350)	27 783 000	26 413
CASH FLOWS FROM FINANCING ACTIVITIES					
Loans Repaid		(1 378 125)	(1 312 500)	(1 250 000)	(3 639 609)
Loans Raised		0	0	0	0
NET CASH FROM FINANCING ACTIVITIES		(1 378 125)	(1 312 500)	(1 250 000)	(3 639 609)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS ####		(20 592 529)	(21 578 050)	(127 821 000)	98 962 892
Cash and Cash Equivalents at the beginning of the year		16 931 206	38 509 256	166 330 256	67 367 364
Cash and Cash Equivalents at the end of the year		(3 661 323)	16 931 206	38 509 256	166 330 256