

Sundays River Valley Municipality

ANNUAL FINANCIAL STATEMENTS

for the year ended

30 June 2008

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 41, in terms of Section 12(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 21 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 Office Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

Municipal Manager

Date

SUNDAYS RIVER VALLEY MUNICIPALITY

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SUNDAYS RIVER VALLEY MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2008

	Note	2008 R	2007 R
Net Assets		51 083 611	45 215 688
Reserves	2	19 757 771	19 982 156
Accumulated Surplus	2	31 325 840	25 233 532
Non-current Liabilities		7 082 598	4 565 615
Long-Term Liabilities	3	4 880 072	3 253 089
Non-current provisions	4	2 202 526	1 312 526
Current Liabilities		41 316 171	16 835 581
Trade and other payables	5	18 995 866	8 008 701
Short term portion of long term liabilities	3	522 056	34 404
Short term portion of unspent grants and subsidies	3,11	14 605 302	3 254 302
Bank overdraft	10	7 192 948	5 538 174
		<u>99 482 380</u>	<u>66 616 884</u>
ASSETS			
Non-Current Assets		67 455 780	54 184 873
Property, Plant And Equipment	6	67 390 005	54 116 366
Long-Term Receivables	7	65 775	68 507
Current Assets		32 026 600	12 432 011
Inventory	8	27 910	1 197 170
Trade and other receivables	9	19 673 514	9 332 676
Short term portion of long-term receivables	7	2 475	2 475
Cash and cash equivalents	10	12 322 701	1 899 690
Total Assets		<u>99 482 380</u>	<u>66 616 884</u>

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

SUNDAYS RIVER VALLEY MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2008

	Note	Capital Replacement reserve (CRR)	Capitalisation reserve	Government Grant Reserve	Unappropriated Surplus	Total
		R	R	R	R	R
Accumulated Surplus at 1 July 2006		224 385	5 574 486	14 183 285	31 332 138	51 314 294
Restated net deficit for the year					(10 838 067)	(10 838 067)
Net deficit for the year as previously stated					(10 869 583)	(10 869 583)
Overstatement of repairs and maintenance					48 750	48 750
Understatement of finance charges					(17 233)	(17 233)
GAMAP/GRAP adjustment					4 739 461	4 739 461
Restated Accumulated Surplus at 1 July 2007		224 385	5 574 486	14 183 285	25 233 532	45 215 688
Trfansfer from Capital replacement Reserve		(224 385)			224 385	
Surplus for the year					6 092 307	6 092 307
Unexplaned Difference					(224 385)	(224 385)
Accumulated Surplus at 30 June 2008		-	5 574 486	14 183 285	31 325 840	51 083 611

**SUNDAYS RIVER VALLEY MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2008**

Budget			Actual	
2007	2008		2008	2007
R	R		R	R
		REVENUE		
75 294	74 218	Rental of facilities and equipment	63 112	49 039
43 132	45 202	Investment Interest	736 498	59 752
272 635	455 825	Other Interest	2 597 685	2 574 527
15 697 532	16 531 179	Government grants and subsidies- operating	31 822 658	13 061 753
16 154 900	18 784 052	Government grants and subsidies- capital	11 248 551	242 484
3 968 498	4 154 137	Property Rates	5 569 549	4 591 925
7 484	9 867	Property rates - penalties imposed and collection charges	11 051	10 298
871 500	975 480	Fines	2 627 665	2 186 193
12 062 778	11 855 847	Service Charges	13 566 801	11 048 127
825 096	926 169	Licences and permits	3 737 550	3 164 931
1 571 438	2 276 970	Other income	1 390 550	4 760 173
		Gains on disposal of property, plant and equipment	78 615	78 615
51 550 287	56 088 946	Total Income	73 371 670	41 827 817
		EXPENDITURE		
17 469 316	15 971 232	Employee related costs	16 989 650	16 686 430
2 210 485	2 523 576	Remuneration of Councillors	2 186 733	2 376 814
3 638 978	773 640	Contributions to/from Provision	943 257	232 526
-	-	Decrease in provision for bad debts	5 192 696	(1 305 276)
1 000 000	-	Depreciation	3 558 053	3 249 491
2 985 879	2 536 061	Repairs and maintenance	1 392 043	1 771 760
105 146	183 198	Finance Charges	355 796	146 202
3 489 382	3 509 583	Bulk Purchases	3 764 976	3 653 018
349 433	344 426	Contracted services	216 273	238 359
5 827 676	5 563 406	Grants and Subsidies paid	21 382 932	4 695 774
7 100 420	7 435 477	General expenses-other	11 285 787	20 802 040
-	-	Loss on disposal of property, plant and equipment	11 168	118 745
237 267	226 400	Internal Charges	-	-
44 413 981	39 066 999	Total Expenditure	67 279 363	52 665 884
-		Net Surplus / (Deficit) for the year	6 092 307	(10 838 067)

Refer to Appendix E(1) for explanations of variances

(Note: the income statement has been prepared in accordance with GRAP 1 and the budget formats)

SUNDAYS RIVER VALLEY MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

	2008	2007
	R	R
CASH FLOW FROM OPERATING ACTIVITIES		
Cash receipts from levies, government and other	63 030 832	40 157 592
Cash paid to suppliers and employees	53 866 488	43 970 365
Cash (utilised in)/ generated by operations	19 9 164 344	-3 812 773
Interest received	3 334 183	2 634 279
Interest paid	(355 796)	-128 969
	-	0
NET CASH FLOW FROM OPERATING ACTIVITIES	12 142 731	-1 307 462
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment.	(16 965 078)	-7 191 777
Proceeds on disposal of fixed assets.	122 218	166 402
(Increases)/Decreases in non-current loan receivable	2 732	238 487
NET CASH FROM INVESTING ACTIVITIES	(16 840 128)	-6 786 888
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term liabilities raised (repaid)	2 114 636	1 996 805
Increase (Decrease) in deferred income	11 350 999	1 431 339
NET CASH FROM FINANCING ACTIVITIES	13 465 635	3 428 144
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	10.6 8 768 238	-4 666 206
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	(3 638 484)	1 027 722
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	5 129 753	-3 638 484

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
2. RESERVES		
Capital Replacement Reserve	-	224 385
Capitalisation Reserve	5 574 486	5 574 486
Government Grant Reserve	14 183 285	14 183 285
Total Reserves	19 757 771	19 982 156
 Accumulated Surplus	31 325 840	25 233 532
 3. LONG-TERM LIABILITIES		
DBSA Loans	5 402 128	2 030 497
Secured	2 066 442	2 000 000
Revolving credit facility	991 261	
Finance Leases	2 313 322	
Unsecured	31 102	30 497
Less: Current Portion transferred to current liabilities	522 056	34 404
As previously stated	4 880 072	1 996 093
Adjustments		
Understatement of Finance lease		247 768
Reclassifications		
Revolving credit previous classified as trade and other payables		1 009 228
Restated Long-term liabilities	4 880 072	3 253 089
<p>The secured loan bears interest at 14.32% and is repayable quarterly. A moratorium has been received for the capital repayment.</p> <p>The revolving credit bears interest at prime, is unsecured and have no fixed terms of repayment.</p> <p>The finance leases bear interest at 15.5% and is repayable by month instalments of R67 713. The finance lease is secured by a hypothec over equipment and motor vehicles with book values of R1 390 742 (2007 - nil) and R 897 513 (2007 - R1 034 323)</p> <p>The unsecured loan bears interest 16.68% and is repayable in six monthly instalments of R 4,346.</p> <p>The municipality has placed a short term investment as security of R 608,179 (2006: R 6396,827) for the secured loan. See note 11</p>		
 Deferred income		
Conditional Grants from Government	-	-
Conditional Grants from Government	14 605 302	3 254 302
Less : Short term portion transferred to current liabilities	14 605 302	3 254 302
Total long term liabilities	4 880 072	1 996 093
<p>See Appendix G for a reconciliation of grants from National/Provincial Government.</p>		
 4. Non-current provisions		
Provision for Post Retirement Benefits.	112 526	112 526
Provision for rehabilitation of landfill sites	2 090 000	1 200 000
	2 202 526	1 312 526
Previously understated provision for landfill sites	-	-
Reclassified and disclosed as trade and trade payables	-	-
	2 202 526	1 312 526

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R	
<u>Post Retirement Benefits and Rehabilitation of landfill sites</u>			
The movement in the provisions is reconciled as follows:-			
Balance at beginning of year	1 312 526	1 080 000	
Increase in provision for rehabilitation of landfill sites	890 000	232 526	
Balance at end of year	<u>2 202 526</u>	<u>1 312 526</u>	
5. TRADE AND OTHER PAYABLES			
Trade creditors	17 773 221	6 363 750	
Deposits	208 470	209 480	
Payments in advance - water and electricity		1 009 228	
Leave pay accrual	905 142	1 358 479	
Accrued expenses	71 689	45 710	
Prepaid income	37 344	31 282	
As previously stated	18 995 866	9 017 929	
Reclassifications			
Reclassification of Payments in advance - water and electricity as revolving credit		(1 009 228)	
Restated Trade and other payables	<u>18 995 866</u>	<u>8 008 701</u>	
6. PROPERTY, PLANT AND EQUIPMENT			
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Carrying Value</u>
	R	R	R
30 June 2008			
Infrastructure	51 098 798	17 103 162	33 995 635
Land and Building	28 403 265	5 343 341	23 059 924
Community	2 707 700	1 109 189	1 598 511
Other	14 926 405	6 190 471	8 735 934
Totals	<u>97 136 168</u>	<u>29 746 164</u>	<u>67 390 005</u>
30 June 2007	R	R	R
Infrastructure	66 085 220	20 220 992	45 864 228
Community	2 707 700	1 039 539	1 668 161
Restated other assets	11 481 619	4 897 642	6 583 977
As previously stated	11 202 335	4 897 642	6 304 693
Adjustment			
Understatement of other assets	279 284		279 284
Restated Property Plant and Equipment	<u>80 274 539</u>	<u>26 158 173</u>	<u>54 116 366</u>
Understatement of other assets			
30 June 2006			
Previously stated opening balance 1 July 2005	102 264 440		-
Infrastructure	94 840 480		-
Community assets	-		-
Other	7 423 960		-
Previously stated movements for the year	8 921 783		16 826 774
Infrastructure	8 327 542		9 930 066
Community assets	-		-
Other	594 241		6 896 708
Previously stated balance at 30 June 2006	111 186 223		16 826 774
Adjustments as result of GAMAP/GRAP 2005	(29 407 110)		20 467 164
Infrastructure (overstated) understated	(33 423 771)		16 063 841
Community assets (overstated) understated	2 707 700		892 859
Other (overstated) understated	1 308 961		3 510 464
Adjustments as result of GAMAP/GRAP 2006	(8 251 219)		(16 815 393)
Infrastructure (overstated) understated	(8 299 714)		(10 003 405)
Community assets (overstated) understated	-		73 340
Other (overstated) understated	48 495		(6 885 328)

SUNDAY'S RIVER³¹ VALLEY MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
2006 Depreciation previously understated		2 948 017
Infrastructure (overstated) understated	-	2 062 240
Community assets (overstated) understated	-	-
Other (overstated) understated	-	885 777
Restated balance at 30 June 2006	73 527 894	23 426 562
Infrastructure	61 444 537	18 052 742
Community assets	2 707 700	966 199
Other	9 375 657	4 407 621

All assets were valued and recorded in the fixed asset register. Backlog depreciation was calculated according to GAMAP 17 taking into consideration the estimated lifespan and residual value.

Refer Appendixes B and C for more detail on property, plant and equipment.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
7. LONG-TERM RECEIVABLES		
ACVV	68 250	70 982
Less : Short-term portion transferred to current assets ACVV	2 475	2 475
Total Non-Current receivables	65 775	68 507
8. INVENTORY		
Diesel	360	6 822
Water	27 550	27 550
Work-in-progress - traffic building	-	1 162 799
	27 910	1 197 170
Inventory is valued as stated in note 1.10		
9. TRADE AND OTHER RECEIVABLES		
Trade debtors	30 145 686	22 749 273
Income accrued	3 131 782	1 475 400
Other debtors	2 610 806	2 523 820
VAT	3 142 930	506 615
Debit balance in unspent grants and subsidies	5 680 229	1 922 793
Less provision for bad debts	(25 037 920)	(19 845 224)
Restated trade and other receivables	19 673 514	9 332 676
<u>Services: Ageing</u>		
0 - 90 Days	3 634 991	1 731 239
+ 90 Days	15 438 459	13 539 208
Total	19 073 451	15 270 447
<u>Rates : Ageing</u>		
0 - 90 Days	1 111 330	376 153
+ 90 Days	6 054 610	5 100 556
Total	3 158 304	5 476 709
<u>Housing : Ageing</u>		
0 - 90 Days	359 014	879 059
+ 90 Days	2 499 638	919 640
Total	2 858 652	1 798 699
<u>Other : Ageing</u>		
0 - 90 Days	2 347	1 009
+ 90 Days	1 045 209	202 406
Total	1 047 556	203 415
SERVICE CHARGES		
Sale of electricity	3 539 623	2 630 789
Sale of water	5 205 781	2 089 288
Refuse removal	2 819 205	1 071 335
Sewerage and sanitation charges	1 246 419	1 610 209
Services Charges Housing	153 789	3 149 657
Services Charges Other Debtors	12 619	496 848
	12 977 436	11 048 127

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
10. CASH AND CASH EQUIVALENTS		
The Municipality has the following bank accounts:		
<u>Current Account (Primary Bank Account)</u>		
10.1 Current account First National Bank - Kirkwood Branch Account Number : 6202 549 0856		
Cashbook balance at the beginning of the year	(5 538 174)	(1 507 093)
Cashbook balance at the end of the year	(7 192 948)	(5 538 174)
Bank statement balance at the beginning of the year	(690 603)	71 738
Bank statement balance at the end of the year	(891 327)	(690 603)
10.2 Current Account (Motor Registration) First National Bank - Kirkwood Branch Account Number 62027651935		
Cash book balance at beginning of year	132 163	41 265
Cash book balance at end of year	136 595	132 163
Bank statement balance at beginning of year	132 163	41 265
Bank statement balance at end of year	135 929	132 163
10.3 Current Account (Traffic Fines) First National Bank - Kirkwood Branch Account Number 62070775310		
Cash book balance at beginning of year	6 158	11 631
Cash book balance at end of year	9 308	6 158
Bank statement balance at beginning of year	6 158	11 631
Bank statement balance at end of year	9 274	6 158
10.4 Current Account (Easy Pay) First National Bank - Kirkwood Branch Account Number 62098449385		
Cash book balance at beginning of year	4 604	16 556
Cash book balance at end of year	6 073	4 604
Bank statement balance at beginning of year	4 069	3 316
Bank statement balance at end of year	6 073	4 069
10.5 Held to maturity investments		
Bank a/c Account Number -		
<u>Held to maturity investments</u>		
Interest on investments accrued	90 771	170 340
Call Account Deposits	12 079 614	1 586 085
Total held to maturity investments	12 170 385	1 756 425
<i>Which are disclosed in the Statement of Financial Position as follows:-</i>		

SUNDAY'S RIVER³¹ VALLEY MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
10.6 Cash and cash equivalents		
Bank Balances	151 976	142 925
Held to maturity investments	12 170 385	1 756 425
Petty cash	340	340
	12 322 701	1 899 690
Balance at the end of the year	12 322 701	1 899 690
Balance at the beginning of the year	1 899 690	2 534 815
Net Increase/(Decrease) in cash and cash equivalents	10 423 011	(635 125)

Included in call account deposits is an amount of R608,179(2007- R 396,827) which is held as security by DBSA for a loan made to the municipality see note 3

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
11. GOVERNMENT GRANTS AND SUBSIDIES		
<u>Government Grants</u>		
6.1 Conditional Grants from other spheres of Government		
Addo / Noma 91 Sites Housing Project	(8 378)	973
Addo Noluthando 1728 SCCC	(283 058)	
Addo Noluthando top structure 400	(259 395)	
Addo Nomathansqua 801 Housing Balance Unspent	(3 564 738)	(80 000)
Addo Velencia 600 Sites housing balance unspent	1 000	
Agri Rates trust	65 270	65 270
Aqua Park Waterborne Sewerage Transfer	(54 763)	(139 374)
Asset register	400 000	
Bergist raw houses fund	1 502	
Capacity Building for Ward Committee	15 279	15 279
Debt control	104 000	
Drought Relief	181 928	(131 916)
Enon Besheba 450 infrastructure	1 200	
Enon Besheba labour	92 631	
Finance Management	(96 278)	
Free Basic Electricity	(9 869)	(43 379)
Human Res. Dev.	1 000	1 000
IDP	42 211	50 866
integrating zoning scheme fund	264 088	
Kirkwood Cemetery	67 524	67 524
Kirkwood Upgrade Water Treatment	7 761	7 761
KK113 Fund	(421 494)	637 409
Langos VIP project	28 972	
MIG - balance unspent	3 005	
MIG Grants	2 327	2 313
MIG Grants	1 014	(98 794)
Moses Mabida Waterborne Sewerage Transfer	2 978 808	1 982 610
Moses Madiba 750 housing project fund	(32 190)	
MSP	(1 472)	(240 494)
Municipal Infrastructure	139 494	(4 402)
Municipal systems improvement	284 910	(53 186)
NM Paterson Accident	3 292	8 759
Paterson Bucket Eradication	2 261	(956 416)
Paterson Bucket Eradication Phase 2	(924 972)	2 261
Paterson bulk water supply	8 537 235	
Paterson Housing	(23 622)	(96 186)
Paterson Housing Establishment Grant	10 138	59 892
Paterson Labour	2 800	(1 096)
Paterson Micro Enterprises	8 559	8 559
Performance Management Systems	1 598	1 140
Planning Moses Mabida	13 994	13 994
Rect Encroachment - Moses Mabida	67 880	1 134
Rect Encroachment - Nomathamsanqa	97 531	1 820
Rect Encroachment - Paterson	77 234	47 343
Revenue collection	150 000	
Revision & Integration of Zoning Scheme	191 269	191 269
Rezoning	29 464	29 464
Spatial Dev. Plan	43 146	43 146
SRVM town planning	50 297	
Survey Moses Mabida 40 Erven	14 516	14 516
Waste management planning	268 421	
Water service authority	349 741	(77 550)
Water service policy	2 000	
Transfer of debit balances to trade and other receivables	5 680 229	1 922 793
Restated unspent grants and subsidies	14 605 302	3 254 302

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
12. Government grants and subsidies		
Equitable share	12 392 963	11 468 866
Total Government Grants	12 392 963	11 468 866
Provincial Subsidies		
Subsidy : Health	1 392 439	1 369 571
Subsidy : Cacadu District Municipality	499 459	223 316
Other operating grants	16 705 120	
MIG PMU	486 054	
SMIF Cold Storage	-	
MSIG	-	
Finance and Administration Grant - Other	-	
Capital Grant : Cacadu District Municipality	-	-
Total Provincial Subsidies	19 083 071	1 592 887
Total Government Grants and Subsidies received	31 476 034	13 061 753
Equitable share		
In terms of the Constitution, this grant is used to subsidize basic services.		
13. OTHER INCOME		
Sale of Housing		
Cash sales electricity	1 072 905	1 053 290
Councillors Salaries Payments- Audit	(20 515)	791 657
General Income	94 149	2 483 676
Network Maintenance	10 269	241 212
General project income	500	153 674
Other	231 493	36 664
Total Other Income	1 388 801	4 760 173
14 EMPLOYEE RELATED COSTS		
Salaries and wages	14 249 178	14 207 399
Social contributions	2 740 472	2 479 032
	16 989 650	16 686 430
Remuneration of the Municipal Manager		
Annual Remuneration	338 876	478 157
Car Allowance	64 884	72 054
Performance Bonus	68 269	66 573
Total	472 029	616 784
The municipal managers position was vacant from	to	
Remuneration of the Chief Finance Officer		
Annual Remuneration	224 339	287 946
Car Allowance	45 500	78 000
Performance Bonus	64 714	63 034
Allowance- Housing Subsidy	-	-
Allowance- Other	-	-
Social Contributions	1 400	54 867
Total	335 953	483 847
The Chief Financial Officer's position was vacant from	to	
Remuneration of the Director of Technical services		
Annual Remuneration	350 593	246 144
Car Allowance	84 902	54 000
Performance Bonus	55 640	55 721
Allowance- Housing Subsidy	554	-
Allowance- Telephone	1 000	12 000
Social Contributions	1 602	66 568
Total	494 291	434 432

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
Remuneration of the Director Corporate Services		
Annual Remuneration	443 360	301 581
Car Allowance	78 000	78 000
Performance Bonus	64 714	63 034
Allowance- Other	-	-
Social Contributions	2 111	49 825
Total	588 185	492 440
Remuneration of the Director Community Services		
Annual Remuneration	63 853	297 480
Car Allowance	6 500	78 000
Performance Bonus	-	63 033
Allowance- Housing Subsidy	-	-
Allowance- Telephone	-	-
Allowance- Other	-	-
Social Contributions	3 849	49 715
Total	74 202	488 229
The Director Corporate Services position was vacant from to		
15. REMUNERATION OF COUNCILLORS		
Mayor/Speaker	-	132 034
Deputy Executive Mayor	-	-
Speaker	-	-
Mayoral Committee members	-	-
Councillors	1 345 087	1 417 637
Councillors' pension and Medical contribution	197 738	69 305
Allowances	643 907	757 838
Total Councillors' Remuneration	2 186 733	2 376 814
16. INTEREST ON EXTERNAL BORROWINGS		
DBSA loans	355 796	8 693
Bank overdraft	-	120 276
Finance lease	147 772	17 233
Total interest on External Borrowings.	503 568	146 202
17 BULK PURCHASES		
Electricity purchases	3 383 756	3 317 284
Water purchases	381 220	335 734
	3 764 976	3 653 018
18. GRANTS AND SUBSIDIES PAID		
Grant : Study Centralized	-	1 667
Grant Exp : Subsidy Assessment Rates	911 439	854 154
Grant Exp : Subsidy Water	2 038 081	1 919 965
Grant Exp : Subsidy Refuse	1 700 962	428 715
Grant Exp : Subsidy Sewerage	463 090	1 491 272
Expenditure charged against conditional grants	16 269 361	-
Total Grants and Subsidies paid	21 382 932	4 695 774

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
19. CASH GENERATED BY (UTILISED BY) OPERATIONS		
Net (deficit) surplus for the year	6 092 307	(10 869 582)
Adjustment for:-		
Depreciation	3 558 053	3 249 491
(Gain)/Loss on disposal of property, plant and equipment	11 168	40 130
Provision for post retirement benefits		112 526
Contributions to bad debt provision	(5 192 696)	(1 305 275)
Reversal of security incorrectly raised		
Contribution (from)/to reserves	890 000	120 000
Adjustments in respect of appropriation account	(224 385)	4 739 461
Investment income	(3 334 183)	(2 634 279)
Interest paid	355 796	128 969
Operating surplus before working capital changes:	2 156 061	(6 418 558)
Decrease/(Increase) in inventories	1 169 261	(1 197 170)
(Increase) Decrease in Trade and other accounts receivable	(5 148 142)	(364 948)
Increase in trade and other accounts payable	10 987 165	4 167 904
Cash (utilised by) generated by operations	9 164 344	(3 812 773)
20. EXTERNAL LOANS RECONCILIATION		
The Municipality has external loans in the form of finance leases. Refer Appendix A		
21. CONTINGENT LIABILITY		
We are not aware of any pending or threatened litigation, proceedings, hearings, claims or negotiations which may result in a contingent liability to the municipality.		
22. UNAUTHORIZED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE		
No such expenditure was incurred during the year..		
23. ADDITIONAL DISCLOSURES IN TERMS OF THE MUNICIPAL FINANCE MANAGEMENT ACT		
24. <u>Contributions to SALGA</u>		
Opening balance		
Council subscriptions	21 996	55 512
Amount paid - current year	(21 996)	(55 512)
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	-
25. <u>Audit fees</u>		
Opening balance	527 158	-
Current year audit fee	1 165 788	527 158
Amount paid - current year	1 692 946	
Amount paid - previous years	-	-
Balance due (included in trade and other payables)	527 158	527 158

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
26. <u>VAT</u>		
Input tax	5 757 483	1 055 195
Output tax	1 389 335	548 580
VAT refunded/paid during the year	1 225 218	
NET VAT -included in trade and other receivable (payable)	3 142 930	506 615
All Vat returns have been submitted by the due date throughout the year.		
27. <u>PAYE and UIF</u>		
Opening balance	-	-
Current year payroll deductions	1 828 517	-
Amount paid - current year	(1 828 517)	-
Amount paid - previous years	-	-
Balance unpaid (included in debtors)	-	-
28. <u>Pension and Medical Aid Deductions</u>		
Opening balance	-	-
Current year payroll deductions and Council Contributions	1 775 247	1 525 857
Amount paid - current year	(1 775 247)	(1 525 857)
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	-
29. <u>OPERATING COMMITMENTS</u>		
Operating leases - as lessee (expense): photostat and facsimile machines		
Minimum future lease payments due		
-within one year	-	441 672
-second to fifth year inclusive	-	1 766 688
Total	-	2 208 360

30 RETIREMENT BENEFIT INFORMATION

30.1 Post- Retirement Medical Benefit

Provision is made for post retirement medical benefits in the form of health care plans for eligible employees and pensioners

30.2 Pension and Retirement Fund Benefits

Employees and Council contribute to the Cape Joint Pension and Retirement Funds on the basis of a fixed contribution which is charged against income as incurred.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008	2007
	R	R
30.3 Post- Retirement Medical Benefit		
Provision is made for post retirement medical benefits in the form of health care plans for eligible employees and pensioners		
30.4 Pension and Retirement Fund Benefits		
Employees and Council contribute to the Cape Joint Pension and Retirement Funds on the basis of a fixed contribution which is charged against income as incurred.		
31. IN-KIND DONATIONS AND ASSISTANCE		
No in-kind donations and assistance were made during the year		
32. RISK MANAGEMENT		
32.1 Liquidity risk		
The Municipality's risk to liquidity is a result of the funds available to cover future commitments. The Municipality manages liquidity through an ongoing review of future commitments and credit facilities. Stringent cash management procedures are in place which includes cash flow forecasting.		
32.2 Interest rate risk		
Deposits attract interest at a rate that varies according the prime banking rate. The municipality manages this interest rate risk by ensuring that all surplus funds are invested in fixed rate instruments and by maintaining the minimum possible balance in the current account.		
32.3 Credit risk		
Credit risk consists mainly of cash deposits, cash equivalents and accounts receivable. The Municipality only deposits cash with the five major banks which have an equity above R 6 billion with good credit rating. The Municipality also limits exposure according to a pre determined formulae. Consumer debtors comprise a widespread customer base which is evaluated by management on an on-going basis.		
33. ACTUAL OPERATING EXPENDITURE VERSUS BUDGETED OPERATING EXPENDITURE		
Refer to Appendix E (1) for the comparison of actual operating expenditure versus budgeted operating expenditure.		
34. ACTUAL CAPITAL EXPENDITURE VERSUS BUDGETED CAPITAL EXPENDITURE		
Refer to Appendix E (2) for the comparison of actual capital expenditure versus budgeted capital expenditure.		
35. ACTUAL OPERATING EXPENDITURE VERSUS BUDGETED OPERATING EXPENDITURE		
Refer to Appendix E (1) for the comparison of actual operating expenditure versus budgeted operating expenditure.		
36. ACTUAL CAPITAL EXPENDITURE VERSUS BUDGETED CAPITAL EXPENDITURE		
Refer to Appendix E (2) for the comparison of actual capital expenditure versus budgeted capital expenditure.		
37. EVENTS AFTER THE REPORTING DATE		
The provincialisation of the Health Agency function will have a direct effect on the support functions of the Municipality and will result in a reduction in income from administration fees.		
38. COMPLIANCE WITH CHAPTER 11 OF THE MUNICIPAL FINANCE MANAGEMENT ACT		
The Municipality has adopted a Supply Chain Management policy with effect from 1 January 2006 in accordance with the Act and applicable regulations. However, the Municipality has experienced difficulties in populating a comprehensive supplier database which is due to a poor response from potential suppliers. As a result the application of the regulations have not been fully implemented.		
39. EVENTS AFTER THE REPORTING DATE		
The Regional Services Council Act has been abolished with effect from 1 July 2006. This revenue stream will therefore not be available to the Municipality after the reporting date. The National Government has however made replacement funding available in the form of a Levy Replacement Grant.		
40. COMPLIANCE WITH CHAPTER 11 OF THE MUNICIPAL FINANCE MANAGEMENT ACT		
The Municipality has adopted a Supply Chain Management policy with effect from 1 January 2006 in accordance with the Act and applicable regulations. However, the Municipality has experienced difficulties in populating a comprehensive supplier database which is due to a poor response from potential suppliers. As a result the application of the regulations have not been fully implemented.		

APPENDIX A
SUNDAY'S VALLEY RIVER MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS
AS AT 30 JUNE 2008

EXTERNAL LOANS	Loan Number	Redeemable	Balance at 30 June 2006	Received during the period	Redeemed written off during the period	Balance at 30 June 2007	Carrying Value of Property, Plant & Equip	Other Costs in accordance with the MFMA
			R	R	R	R	R	R
LONG-TERM LOANS								
Total long-term loans			-	-	-	-	-	-
ANNUITY LOAN								
DBSA - Swimming Pool			30 497		-605	31 102	264 350	
DBSA - Traffic Department			1 500 000			1 500 000	1 500 000	
DBSA - Backhoe			500 000			500 000	500 000	
Revolving credit				984 490		984 490		
Total Annuity Loans			2 030 497	984 490	-605	3 015 592	1 764 350	
GOVERNMENT LOANS								
Total Government Loans			-	-	-	-	-	-
TOTAL EXTERNAL LOANS			2 030 497	984 490	-605	3 015 592	1 764 350	

APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 June 2008

	Cost/Revaluation				Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals adjustments		Closing Balance
Land and Buildings										
Land	6 842 590				6 842 590	0		0	0	6 842 590
Buildings	19 736 380	1 896 295			21 632 675	5 022 465	319 952	0	5 342 417	16 290 258
	26 578 970	1 896 295	0	0	28 475 265	5 022 465	319 952	0	5 342 417	23 132 848
Infrastructure										
Drains										
Roads	338 986		1 052 864		1 391 850	67 070	17 892		84 962	1 306 888
Beach Improvements										
Sewerage Mains & Purif	6 489 321	1 684 778	8 310 997		16 485 096	1 875 361	321 541		2 196 902	14 288 194
Electricity Mains	8 171 941				8 171 941	2 257 182	245 356		2 502 538	5 669 403
Electricity Substations									0	0
Electricity Meters									0	0
Electricity Peak Load Equip									0	0
Water Mains & Purification	23 976 775		489 507		24 466 282	10 248 626	1 297 875		11 546 501	12 919 781
Reservoirs - Water									0	0
Water Meters									0	0
Water Mains						0			0	0
	38 977 022	1 684 778	9 853 368	0	50 515 169	14 448 239	1 882 663	0	16 330 902	34 184 266
Community Assets										
Parks & Gardens										
Libraries	92 000				92 000	2 948	1 460		4 408	87 592
Recreation Grounds	2 625 658				2 625 658	989 702	65 057		1 054 759	1 570 899
Civic Buildings									0	0
	2 717 658	0	0	0	2 717 658	992 650	66 517	0	1 059 167	1 658 491
Heritage Assets										
Historical Buildings										
Painting & Art Galleries										
	0	0	0	0	0	0	0	0	0	0
Housing Rental Stock										
Housing Rental 1										
Housing Rental 2										
	0	0	0	0	0	0	0	0	0	0
Leased Assets (Infrastructure)										
Sewerage Mains & Purify										
	0	0	0	0	0	0	0	0	0	0
Other Assets										
Landfill sites	600 000				600 000	300 910	17 794		318 703	281 297
Office Equipment										
Furniture & Fittings	2 488 498	474 869			2 963 367	1 244 185	203 691		1 447 875	1 515 492
Bins and Containers										
Emergency Equipment										
Motor vehicles	3 685 249	1 202 753		-141 529	4 746 473	1 819 640	418 333	0	2 237 973	2 508 500
Fire engines										
Refuse tankers										
Computer equipment	1 413 887	693 955			2 107 841	645 217	264 077		909 294	1 198 547
Tools									0	0
Conservancy tankers										
Other	3 533 970	1 476 423			5 010 393	1 714 805	385 026		2 099 831	2 910 562
	11 721 604	3 847 999	0	-141 529	15 428 075	5 724 756	1 288 920	0	7 013 677	8 414 398
Total	79 995 255	7 429 073	9 853 368	0	97 136 167	26 188 111	3 558 053	0	29 746 164	67 390 004

APPENDIX C
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT 30 June 2008

	Cost				Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals		Closing Balance
Executive & Council	26 704 197	247 589			26 951 786	5 176 621	334 855		5 511 476	21 440 311
Finance & Admin	3 092 340	2 113 262			5 205 602	1 497 540	465 624		1 963 164	3 242 438
Planning & Development	3 088 691	242 660			3 331 351	1 224 071	287 541		1 511 612	1 819 739
Health Services	344 413	148 003		-141 529	350 887	96 870	23 523		120 393	230 494
Community & Social Services	1 187 467	338 881			1 526 348	186 566	101 229		287 795	1 238 553
Public Safety	529 998	2 343 530			2 873 528	338 717	120 837		459 554	2 413 973
Sport & Recreation	2 681 899	1 070			2 682 969	1 023 570	74 944		1 098 514	1 584 456
Road Transport	680 650	103 131	1 052 864		1 836 645	364 748	69 572		434 320	1 402 326
Waste Management	1 396 000	0			1 396 000	773 516	87 422		860 938	535 062
Waste Water Management	9 329 675	1 787 758	8 310 997		19 428 430	3 890 357	470 519		4 360 876	15 067 554
Electricity	8 120 018	0			8 120 018	2 349 769	243 010		2 592 779	5 527 239
Water	22 839 906	103 190	489 507		23 432 603	9 265 766	1 278 976		10 544 742	12 887 861
Other										
TOTAL	79 995 255	7 429 074	9 853 368	-141 529	97 136 168	26 188 111	3 558 053		29 746 163	67 390 005

APPENDIX D
SUNDAYS RIVER VALLEY MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2008

2007	2007	2007		2008	2008	2008
Actual	Actual	Surplus/		Actual	Actual	Surplus/
Income	Expenditure	(Deficit)		Income	Expenditure	(Deficit)
R	R	R		R	R	R
953 888	5 146 320	(4 192 432)	Executive & Council		3 510 516	-3 510 516
18 705 216	(2 101 615)	20 806 831	Finance & Admin	21 441 797	11 196 041	10 245 756
593 721	2 719 681	(2 125 960)	Planning & Development	1 852 577	3 145 885	-1 293 308
1 369 571	1 897 197	(527 626)	Health	1 392 439	1 925 124	-532 685
303 031	1 632 642	(1 329 611)	Community & Social Services	264 061	1 250 648	-986 587
2 332 298	2 940 422	(608 124)	Public Safety	2 625 280	5 582 817	-2 957 537
5 799	718 156	(712 357)	Sport & Recreation	7 950	584 347	-576 397
223 316	155 632	67 683	Environmental Protection	499 458	290 698	208 760
3 160 515	3 703 679	(543 164)	Road Transport	3 746 797	1 216 921	2 529 876
433 129	2 269 983	(1 836 855)	Housing	14 111 536	15 278 594	-1 167 058
2 870 837	7 586 064	(4 715 227)	Waste Management	3 743 659	5 460 627	-1 716 968
1 241 003	4 288 395	(3 047 392)	Waste Water Management	11 468 539	2 691 778	8 776 761
4 791 476	5 415 721	(624 245)	Electricity	5 063 207	4 456 563	606 644
4 843 802	16 324 907	(11 481 105)	Water	7 154 370	10 688 804	-3 534 434
						0
41 827 602	52 697 185	(10 869 582)	Sub Total	73 371 670	67 279 363	6 092 307
-	-	-	Less Inter-Dep Charges	-	-	-
41 827 602	52 697 185	(10 869 582)	Total	73 371 670	67 279 363	6 092 307

APPENDIX E(1)

SUNDAYS RIVER VALLEY MUNICIPALITY
ACTUAL VERSUS BUDGET
FOR THE YEAR ENDED 30 June 2008

REVENUE	2008 Actual (R)	2008 Budget (R)	2008 Variance (R)	2008 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
Property rates	5 569 549	4 154 137	1 415 412	34	new properties rated
Property rates - penalties imposed and collection charges	11 051	9 867	1 184	12	late payments received and non-payments
Service charges	13 566 801	11 855 847	1 710 954	14	
Rental of facilities and equipment	63 112	74 218	-11 106	-15	under estimated
Interest earned - external investments	736 498	45 202	691 295	1 529	more investments & funds invested for longer
Interest earned - outstanding debtors	2 597 685	455 825	2 141 860	470	
Fines	2 627 665	975 480	1 652 185	169	recognition of accrued income
Licences and permits	3 737 550	926 169	2 811 381	304	decrease in service
Grants & subsidies received - Operating	31 822 658	16 531 179	15 291 479	93	revenue recognition
Grants & subsidies received - Capital	11 248 551	18 784 052	-7 535 501	-40	revenue recognition
Other income	1 390 550	2 276 970	-886 420	-39	accounting recognition
Gains on disposal of property, plant and equipment	0	0	0	#DIV/0!	
Total Revenue	73 371 670	56 088 946	17 282 725	31	
EXPENDITURE					
Employee related costs	16 989 650	17 469 316	-479 666	-3	vacant positions
Remuneration of Councillors	2 186 733	2 210 485	-23 752	-1	
Decrease in provision for bad debts	5 192 696	0	5 192 696	100	Included in contributions to provisions
Depreciation	3 558 053	1 000 000	2 558 053	256	depreciation accounted for
Repairs and maintenance	1 392 043	2 985 879	-1 593 836	-53	saving on involuntary expenditure
Interest on external borrowings	355 796	105 146	250 650	238	under estimated
Bulk purchases	3 764 976	3 489 382	275 594	8	
Contracted services	216 273	349 433	-133 160	-38	saving on expenditure
Grants and subsidies paid	21 382 932	5 827 676	15 555 256	267	accounting recognition of expenditure on grants
General expenses - other	11 285 787	7 100 420	4 185 367	59	accounting recognition, inflationary increased, under estimated
Contributions To/From Provisions	943 257	3 638 978	-2 695 721	-74	includes increase in provision for bad debt
Internal Charges	-	237 267	-237 267	-100	not entry posted
Loss on disposal of property, plant and equipment	11 168	-	11 168	100	asset disposal recognition
Total Expenditure	67 279 363	44 413 981	22 865 382	51	
NET SURPLUS/(DEFICIT) FOR THE YEAR	6 092 307	11 674 965	-5 582 657	-21	

APPENDIX E(2)

**SUNDAYS RIVER VALLEY MUNICIPALITY
ACTUAL VERSUS BUDGET
FOR THE YEAR ENDED 30 JUNE 2008**

	2008 Actual R	2008 Under Construction R	2008 Total Additions R	2008 Budget R	2008 Variance R	2008 Variance %	Explanation of Significant Variances greater than 5% versus Budget
Land and Buildings							
Land	1 896 295		1 896 295				traffic building previously under construction now capitalized
Buildings	1 896 295	0	1 896 295	0	1 896 295	100	
Infrastructure							
Drains			0		0		
Roads		1 052 864	1 052 864	45 000	1 007 864	2 240	WIP accounted for - grant funding received prior year
Beach Improvements			0		0		
Sewerage Mains & Purif	1 684 778	8 310 997	9 995 775	14 044 052	-4 048 277	-29	WIP still continuing
Electricity Mains							
Electricity Substations							
Electricity Meters				2 700		-100	project put on hold
Electricity Peak Load Equip							
Water Mains & Purification				245 000		-100	see water mains
Reservoirs - Water							
Water Meters							
Water Mains		489 507	489 507		489 507	100	see water reservoir - WIP still continuing
	1 684 778	9 853 368	11 538 146	14 336 752	-2 798 606	-20	
Community Assets							
Parks & Gardens			0		0		
Libraries			0		0		
Recreation Grounds			0	25 500	-25 500		not expended in this year
Civic Buildings			0		0		
	0	0	0	25 500	-25 500		
Heritage Assets							
Historical Buildings			0		0		
Painting & Art Galleries			0		0		
	0	0	0	0	0		
Housing Rental Stock							
Housing Rental 1			0		0		
Housing Rental 2			0		0		
	0	0	0	0	0		
Leased Assets (Infrastructure)							
Sewerage Mains & Purify							
	0	0	0	0	0		
Other Assets							
Landfill sites		0	0	80 000	-80 000	-100	not expended in this year
Office Equipment				88 300		-100	not expended in this year
Furniture & Fittings	331 460		331 460			100	see budget other
Bins and Containers							
Emergency Equipment							
Motor vehicles	1 061 223		1 061 223			100	lease assets capitalized
Fire engines							
Refuse tankers							
Computer equipment	693 955		693 955			100	IT upgrade capitalized
Tools							
Conservancy tankers							
Other	1 476 423		1 476 423	5 687 000		-74	
	3 563 061	0	3 563 061	5 855 300	-2 292 239	-39	
Total	7 144 134	9 853 368	16 997 502	20 217 552	-3 220 050	-16	

APPENDIX F
SUNDAYS RIVER VALLEY MUNICIPALITY
CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS
FOR THE YEAR ENDED 30 JUNE 2008

DESCRIPTION	UNSPENT BALANCE 1 July 2006	CONTRIBUTIONS/ ADJUSTMENTS	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	EXPENDITURE INCURRED	CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30 June 2007
Addo / Noma 91 Sites Housing Project	973.00		2 909 272.01	1 682.78	2 920 308.68			-8 381
Addo Noluthando 1728 SCCC		292 216.00	551 000	3.95	541 846			-283 058
Addo Noluthando top structure 400		298 930.00	2 701 831	5.34	2 662 302			-259 395
Addo Nomathansqua 801 Housing Balance Unspent	-80 000.00	3 343 525.78	10 894 439	10 451.48	11 046 103			-3 564 738
Addo Velencia 600 Sites housing balance unspent			1 000	3.95	4			1 000
Agri Rates trust	65 270.11			4 240.04	4 240			65 270
Aqua Park Waterborne Sewerage Transfer	-139 374.00	-80 214.31	2 501 611	14 814.28	2 512 029			-54 763
Asset register			400 000	5 703.01	5 703			400 000
Bergist raw houses fund			55 700	2 801.59	57 000			1 502
Capacity Building for Ward Committee	15 279.40		28 360	647.42	29 008			15 279
Debt control			104 000	1 459.70	1 460			104 000
Drought Relief	-131 916.00	-22 210.00	971 452	12 000.19	691 818			181 928
Emsengeni 282 Establishment Grant								
Enon Besheba 450 infrastructure			3 000	3.95	1 804			1 200
Enon Besheba labour		-567.74	92 631	1 708.48	1 141			92 631
Moses Mabida 750 Infrastructure		33 990.00	4 000	3.95	2 204			-32 190
Finance Management		-121 487.87	3 150 346	22 650.75	3 147 787			-96 278
Free Basic Electricity	-43 379.00	69 522.00	627 739	1 561.20	526 268			-9 869
Human Res. Dev.	1 000.00			60.29	60			1 000
IDP	50 866.00	23 728.90	66 116	5 970.07	57 012			42 211
integrating zoning scheme fund			262 290	5 938.00	4 140			264 088
Kirkwood Cemetery	67 524.36		66 000	6 076.80	72 077			67 524
Kirkwood Upgrade Water Treatment	7 761.27		256 016	641.70	256 658			7 761
KK113 Fund	637 408.60	424 224.70	1 356 483	4 842.22	1 996 003			-421 494
KWD upgrade water treatment balance unspent								
Langgos VIP project			28 846	126.05				28 972
MIG Balance of project	2 313.00	670.00	57 020	310.81	56 647			2 327
MIG Cooling	-98 794.00	-99 808.00	794 640	109.21	794 749			1 014
Moses Mabida Waterborne Sewerage Transfer	1 982 610.00	-1 058 360.00	4 249 703	9 259.10	4 321 124			2 978 808
Moses Madiba 750 housing project fund								
MSP	-240 494.00	-238 494.00	509 198	2 733.43	511 403			-1 471
Municipal Infrastructure	-4 402.00	-40 116.00	6 579 758	36 060.33	6 512 039			139 494
Municipal systems improvement	-53 186.00	-278070	1 223 107	7 755.87	1 170 837			284 910
NM Paterson Accident	8 759.00	-28 633.00		119.67	34 220			3 292
Paterson Bucket Eradication	-956 416.00	-958 677.00	7 078 000	17 372.00	7 095 373			2 260
Paterson Bucket Eradication Phase 2	2 261.00	957 927.00	29 162 135	189 935.00	29 321 376			-924 972

SUNDAYS RIVER VALLEY MUNICIPALITY
CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS

FOR THE YEAR ENDED 30 JUNE 2008

DESCRIPTION	UNSPENT	CONTRIBUTIONS/ ADJUSTMENTS	CURRENT	INTEREST	EXPENDITURE		TRANSFERS	UNSPENT
	BALANCE 1 July 2006		YEARS RECEIPTS	ALLOCATED	INCURRED	CAPITAL EXPENDITURE		BALANCE 30 June 2007
Paterson bulk water supply			19 522 000	147 731.21	11 132 496			8 537 235
Paterson Housing	-96 186.00	-57 714.61	1 081 141	879.88	1 067 171			-23 622
Paterson Housing Establishment Grant	59 892.00	58 720.56	121 510	668.56	113 212			10 138
Paterson Labour	-1 096.00	-2 125.00	32 922	220.95	31 372			2 800
Paterson Micro Enterprises	8 559.25		1 223 000	20 007.00	1 243 007			8 559
Performance Management Systems	1 139.93		125 873	287.42	125 702			1 598
Planning Moses Mabida	13 993.77		12 000	1 181.02	13 181			13 994
Rect Encroachment - Moses Mabida	1 134.11		134 400	4 813.51	72 468			67 880
Rect Encroachment - Nomathamsanqa	1 819.80		172 600	7 076.21	83 965			97 531
Rect Encroachment - Paterson	47 342.62		218 600	9 114.00	197 822			77 235
Revenue collection			150 000	2 105.34	2 105			150 000
Revision & Integration of Zoning Scheme	191 269.22		190 000	17 294.05	207 294			191 269
Rezoning	29 463.88		138 800	2 929.68	141 730			29 464
Spatial Dev. Plan	43 145.54		42 000	3 423.28	45 423			43 146
SRVM town planning			290 097	1 650.25	241 450			50 297
Survey Moses Mabida 40 Erven	14 516.17			1 354.42	1 354			14 516
Waste management planning			450 000	5 122.45	186 701			268 421
Water service authority	-77 550.00	-278 770.00	380 460	584.48	378 924			203 340
Water service policy		146 957.04	150 000	957.04	2 000			2 000
MIG Balance unspent		-3 059.00	83 000	221.00	83 275			3 005
Transfer of debit balances to trade and other receivables	1 922 793.00							5 680 229
Total	3 254 302.03	2 238 207	101 204 096	594 674.36	91 725 395	-	-	14 458 897

APPENDIX H
SUNDAY'S RIVER VALLEY MUNICIPALITY
INVESTMENT SCHEDULE
FOR THE YEAR ENDED 30 JUNE 2008

Investment Name	Investment Nr.	Opening Balance	Investment Made	Investment Withdraw	Interest Received
SRVM Call Account	62027590589	1 991	-	-	177
DBSA Security	62088609395	396 827	1 298 088	1 100 439	16 987
Free Basic Electricity	62059751802	1 434	627 739	526 268	2 136
Human Resources Development (MSP)	62054961844	1 000	-	60	62
IDP	62051951088	40 406	66 116	57 012	6 446
Kirkwood Rezoning	62044949537	29 464	138 800	141 730	3 145
KWD Cemetery Investigation	62041425669	67 524	66 000	72 077	6 516
MIG Balance of Project	62081227706	2 321	57 020	56 647	331
MIG Cooling Facility	62081227516	1 014	794 640	794 749	116
MIG Emsengeni	62081228621	1 299	-	207	124
MIG Kirkwood/Moses Mabida	62081228390	1 083	83 000	83 068	112
MSP Grant 2002-2003	62051473371	1 000	509 198	511 403	2 739
Municipal Infrastructure Grant	62081227277	37 758	6 579 758	6 512 039	37 073
Municipal Systems Improvement Grant	62072234041	1 655	1 223 107	1 170 837	7 967
Paterson Bucket Eradication	62062808129	2 261	7 078 000	7 095 373	17 384
Paterson Bucket Eradication Phase 2	62087310638	4 929	29 162 136	29 321 377	190 017
Paterson Housing Project	62069589409	1 827	1 081 141	1 067 171	967
Paterson Labour	62088609288	1 029	32 922	31 372	236
Paterson Micro Enterprises Craft Centre	62054191631	8 559	1 223 000	1 243 008	20 067
Planning of Moses Mabida	62047939783	13 994	12 000	13 181	1 269
Rec of Encroachment: Moses Mabida	62071406542	1 134	134 400	72 468	4 852
Rec of Encroachment: Nomathamsanqa	62071406633	1 820	172 600	83 965	7 132
Rec of Encroachment: Paterson	62071406401	47 343	218 600	197 823	9 158
Revision & Integration of Zoning Scheme	62088609634	191 269	190 000	207 294	18 330
Revolving Fund	62044529735	2 227	-	-	208
Spatial Development Framework	62047939832	43 146	42 000	45 423	3 681
Survey of Moses Mabida	62072093299	14 516	-	1 354	1 421
Capacity Building for Ward Committees	62084969694	15 279	28 360	29 008	739
Drought relief fund	62097244257	3 536	971 452	691 818	13 760
Paterson Accident Func	62101395293	35 100	-	34 220	127
Kirkwood Upgrade Water Treatment	62105165014	7 761	256 016	256 658	650
Aquapark Waterborne Sewerage	62105165262	1 073	2 501 611	2 512 029	14 820
Moses Mabida Waterborne Sewerage	62105165444	67 829	4 249 703	4 321 124	9 265
Paterson Establishment Grant	62091861677	1 172	121 510	113 212	737
Performance Management System	62098973665	1 140	125 873	125 702	300
Addo Nomothamsanqa 91 sites	62103632552	1 025	2 909 272	2 884 001	1 906
Agri Rates Trust Account	62127354629	65 270	-	4 240	4 268
Water Services Authorities	62129725141	1 000	380 460	378 924	593
KK113	62133015322	637 409	1 356 483	1 996 003	4 845
Addo Noluthando	62134438284	-	10 894 439	10 902 967	10 490
FMG	62149457708	-	3 150 346	3 147 787	22 730
Bergsig Raw Houses	62153803020	-	55 700	57 000	2 913
Moses Mabida 750 Housing Project	62156713995	-	454 500	452 643	167
Integrated Zoning Scheme	62161489086	-	262 290	4 140	7 401
Addo Noluthando Top Structure 400	62178063211	-	2 701 831	2 662 302	3 266
Addo Nomathamsanqa 1728 SCCC	62178062958	-	551 000	541 846	28
Addo Valencia 600 Infrastructure	62178063906	-	1 000	4	8
Debt Control	62174261653	-	104 000	1 460	1 510
Asset Register	62174261851	-	400 000	5 703	5 898
Revenue Collection	62174259096	-	150 000	2 105	2 178
Enon Besheba 450 Infrastructure	62178063667	-	3 000	1 804	8
Moses Mabida 750 Infrastructure	62178063451	-	4 000	2 204	8
SRVM Town Planning	62178942580	-	290 097	241 450	1 892
Water Service Policy	62178064102	-	150 000	148 957	964
Paterson Bulk Water Supply	62178427186	-	19 522 000	11 132 496	222 378
Waste Management Planning	62181219546	-	450 000	186 701	5 253
Enon Besheba Labour	62181219447	-	92 631	1 141	1 748
Langbos VIP Project	62183359572	-	28 846	-	180
TOTAL		1 756 425	102 956 685	93 245 993	699 684

Closing Balance
2 169
611 463
105 041
1 001
55 957
29 679
67 964
3 026
1 021
1 216
1 127
1 534
142 551
61 892
2 273
35 706
16 763
2 815
8 619
14 082
67 918
97 587
77 278
192 305
2 435
43 403
14 582
15 370
296 929
1 007
7 769
5 475
5 673
10 207
1 611
28 203
65 298
3 129
2 733
1 963
25 289
1 613
2 025
265 551
42 795
9 182
1 004
104 050
400 195
150 072
1 204
1 804
50 538
2 007
8 611 882
268 552
93 238
29 026
12 166 801