

AM AHLATHI MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 2008

AMAHLATHI MUNICIPALITY

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GENERAL INFORMATION

MEMBERS OF THE EXECUTIVE COMMITTEE

Mayor : TC Jonas	<i>Chair of the Executive Committee</i>
Councillor : SL Ntshoza	<i>Chair of the Community Services Committee</i>
Councillor : GB Zuma	<i>Chair of the Community Empowerment and Job Creation Committee</i>
Councillor : KA Mhambi	<i>Chair of the Finance Committee</i>
Councillor : MM Dyani	<i>Chair of the Service Delivery Committee</i>
Councillor : DT Manyika	<i>Chair of the Local Economic Development Committee</i>
Councillor : NP Qwenga	<i>Chair of the Human Resources and Administration Committee</i>

GRADING OF THE LOCAL AUTHORITY

Grade 5

AUDITORS

EXTERNAL - Auditor-General

INTERNAL - Shared function provided by Amathole District Municipality

BANKERS

First National Bank - Stutterheim

REGISTERED OFFICE

*Maclean Street
Stutterheim*

*PO Box 2
Stutterheim
4930*

*Telephone : 043 - 6831100
Fax: 043 - 6831127*

MUNICIPAL MANAGER

FM Shoba

CHIEF FINANCIAL OFFICER

GP Hill

MEMBERS OF THE AMAHLATHI MUNICIPALITY

COUNCILLOR/ALDERMAN	Ward
Councillor : GB Zuma	1
Councillor : NE Zozi	2
Councillor : MG Gatya	3
Councillor : NV Mjandana	4
Councillor : LL Dinala	5
Councillor : LXC Nteto	6
Councillor : ZJ Yalezo	7
Councillor : A Hobo	8
Councillor : M Peter	9
Councillor : NR Magwaxaza	10
Councillor : N Jara	11
Councillor : M Skotana	12
Councillor : F Mdutunlwa	13
Councillor : SM Mtsitsi	14
Councillor : B Sobe	15
Councillor : A Mpambani	16
Councillor : E Rala	17
Councillor : B Siko	18
Councillor : MM Ngwendu	19
Councillor : N Mkosana	20
MAYOR : TC Jonas	*
SPEAKER : E Cossie	*
Councillor : DT Manyika	*
Councillor : NP Qwenga	*
Councillor : MM Dyani	*
Councillor : KA Mhambi	*
Councillor : TA Mawisa	*
Councillor : SL Ntshoza	*
Councillor : N Manqina	*
Councillor : TE Nonkewuse	*
Councillor : N Msoki	*
Councillor : MC Mambu	*
Councillor : SW Sorasi	*
Councillor : CV Tete	*
Councillor : SA Mbane	*
Councillor : FP Holani	*
Councillor : PN Mahlali	*
Councillor : LE Matshikwe	*
Councillor : BC Mekuto	*
Councillor : Z Kweleta	*

* *Councillors without wards (Party Rep.)*

MAYOR

Councillor : TC Jonas

FOREWORD

It is with greatest pleasure that I am afforded the opportunity to write this foreword on behalf of the Amahlathi Municipality. As a committed peoples' municipality we are proud to produce a well managed and calculated financial report of Amahlathi Municipality.

The vision that this municipality has set for itself is one of being a Developmental Local Government based on the principles of the People Oriented Public Administration which maximises the efficient use of resources. We are addressing the challenges facing us towards a better life for all our people by providing quality services for all.

The relationship between councilors and officials has been fundamental to sound, efficient and effective administration.

We use both internal and external resources to fund our projects. People based budgeting methods have been implemented to a level where we are able to say that the community has really been involved in determining the allocation of resources leaving the council with a responsibility of implementing and monitoring thereof.

I appreciate the work done by all those who are committed to the efficient and effective running of Amahlathi Municipality.

.....
TC Jonas
Mayor - Amahlathi Municipality

TREASURER'S REPORT

1) INTRODUCTION

Appropriate legislation was complied with in order to provide statements for the period ending 30 June 2008. To the best of my knowledge these financial statements fairly present the financial position of the Council as at the above mentioned date and the results of its operations for the year then ended.

Although expenditure was slightly below budget this had no impact on service delivery targets set. The income exceeded the budget by R2 239 848. The resultant operating surplus of R5 038 023 and appropriation of (R5 111 713) have resulted in an accumulated surplus of R11 931 249.

We were also, within budget, able to expend R11 748 664 on fixed assets.

2) OPERATING RESULTS

Details of the results per department, classification and object of expenditure are included in appendices D and E. The applicable statistics are shown in appendix F. The overall operating results for the year ended 30 June 2008 are as follows :

INCOME	Actual 2007 R	Actual 2008 R	Variance 2007/2008 %	Budget 2008 R	Variance Actual/ Budget %
Opening Surplus	30 753 934	12 004 939			
Operating Income for the Year	55 587 184	61 672 441	10.95%	59 432 593	3.77%
	86 341 118	73 677 380		59 432 593	
EXPENDITURE					
Operating Expenditure	50 753 457	56 634 418	11.59%	59 432 593	-4.71%
Sundry Transfers	23 582 722	5 111 713			
Closing Surplus	12 004 939	11 931 249	-0.61%		
	86 341 118	73 677 380		59 432 593	

Operating income is higher than 2007 because of the increase in equitable share.

2.1) RATE AND GENERAL SERVICES

	Actual 2007 R	Actual 2008 R	Variance 2007/2008 %	Budget 2008 R	Variance Actual/ Budget %
Income	45 806 687	50 126 475	9.43%	48 531 302	3.29%
Expenditure	41 245 070	45 708 059	10.82%	48 163 782	-5.10%
<i>(Deficit) / Surplus</i>	4 561 617	4 418 416		367 520	
Surplus (Deficit) as % of Total Income	9.96%	8.81%		0.76%	

Actual income and expenditure for 2008 is higher than 2007 due to the continued growth in operations.

2.2) HOUSING SERVICES

	Actual 2007 R	Actual 2008 R	Variance 2007/2008 %	Budget 2008 R	Variance Actual/ Budget %
Income	63 040	56 514	-10%	62 034	-8.90%
Expenditure	553 409	584 947	6%	623 224	-6.14%
<i>(Deficit) / Surplus</i>	(490 369)	(528 433)	8%	(561 190)	
Surplus (Deficit) as % of Total Income	-777.87%	-935.05%			

Actual income for 2008 is lower than 2007 due to a decrease in housing installations.

2.3) TRADING SERVICES : ELECTRICITY

	Actual 2007 R	Actual 2008 R	Variance 2007/2008 %	Budget 2008 R	Variance Actual/ Budget %
Income	9 717 457	11 489 452	18%	10 839 257	6.00%
Expenditure	8 954 978	10 341 412	15%	10 645 587	-2.86%
<i>(Deficit) / Surplus</i>	762 479	1 148 040	51%	193 670	492.78%
Surplus (Deficit) as % of Total Income	7.85%	9.99%		1.79%	

The increase in income and expenditure is due to inflationary increases in tariffs and costs and an increase in sales of electricity.

3) CAPITAL EXPENDITURE AND FINANCING

CAPITAL EXPENDITURE	Actual 2007/2008		Budget 2007/2008	Actual 2006/2007
Rate and General Services	8 080 163		3 855 050	8 080 163
Water Service	-		-	-
Electricity Service	1 247 114		555 100	1 247 114
	9 327 277		4 410 150	9 327 277
FINANCING OF THE FIXED ASSETS				
Revolving Fund	3 247 840		5 158 600	3 476 411
Contributions from Operating Income	148 191		251 550	125 517
Grants and Subsidies	5 931 246			8 146 736
External Loans				
	9 327 277		5 410 150	11 748 664

A complete analysis of capital expenditure (budgeted and actual) per department, classification or service is included in appendix C. More details regarding external loans and internal advances used to finance fixed assets are shown in appendix B.

4) EXTERNAL LOANS, INVESTMENTS AND CASH

External Loans outstanding on 30 June 2008 amounted to R 1 064 430 as set out in appendix B. No new loans were taken up during the year. Loans totaling R 175 181 were repaid. Investments and cash on hand amounted to R 35 536 440 on 30 June 2008.

More information regarding loans and investments is disclosed in notes 4 and 7 and appendix B to the financial statements.

5) FUNDS AND RESERVES

The Revolving Fund has increased by R 3 880 759 to R 26 888 377. Advances amounting to R 3 476 411 have been granted to borrowing services while R 3 685 094 has been repaid. The total advances to borrowing services amounted to R 11 306 943 as at 30 June 2008.

More information regarding funds and reserves is disclosed in notes 1 to 3, 12 and appendix A to F of the financial statements.

6) POST BALANCE SHEET EVENTS

I am unaware of any material post balance sheet event that will affect the financial position of the municipality.

EXPRESSION OF APPRECIATION

I am grateful to the Mayor, Councilor's, the Municipal Manager and Heads of Departments for their support during the past year. A special word of thanks to the staff of the Budget and Treasury Office for their support and loyalty.

GP Hill (LIMFO)
TOWN TREASURER

DATE :.....

ACCOUNTING POLICIES

1) BASIS OF PRESENTATION

- 1.1 These Financial Statements have been prepared so as to conform to the standards laid down by the Institute of Municipal Finance Officers in its Code of Practice for Local Government Accounting (2nd edition 1996) and the Published Annual Financial Statements (2nd edition 1996).
- 1.2 The Financial Statements are prepared on the Historical Cost Basis, adjusted for fixed assets as more fully detailed in note 3.
The Accounting Policies are consistent with those applied in the previous year, except if otherwise indicated.
- 1.3 The Financial Statements are prepared on the accrual basis :
- Income is accrued when collectable and measurable. Certain direct income is recognised when received, such as Traffic Fines and certain Licenses.
- Expenditure is accrued in the year it is incurred.

2) CONSOLIDATION

The Balance Sheet includes Rate and General Services, Housing Service, Trading Services and the different Funds, Reserves and Provisions. All inter departmental charges are set-off against each other, with the exception of Assessment Rates, Refuse Removal and Electricity, which are treated as income and expenditure in the respective Departments.

3) FIXED ASSETS

- 3.1 *Fixed assets are stated :*
- at historical cost; or
- at valuation (based on market price at date of acquisition), where assets have been acquired by Grant or Donation.
while they are in existence and fit for use.
- 3.2 *Depreciation*
- The balance shown against the heading " Loans Redeemed and Other Capital Receipts" in the notes to the Balance Sheet is tantamount to a provision for depreciation. Apart from Advances from the various Council Funds, assets may also be acquired through :
- appropriations from income, where the full cost of the asset forms an immediate and direct charge against the operating income and therefore it is unnecessary to make any further provision for depreciation
 - grants and donations, where the amount representing the value of such grant or donation is immediately credited to the " Loans Redeemed and Other Capital Receipts" account.
- 3.3 All net proceeds from the sale of fixed assets are credited to the Revolving Fund.
- 3.4 Capital Assets are financed from different sources, including external loans, operating income and internal advances. These loans and advances are repaid within the estimated lives of the assets acquired from such loans and advances. Interest is charged to the service concerned at the ruling interest rate applicable at the time the advance is made.

4) STOCK

Stock is reflected in the Balance Sheet at the weighted average cost.

5) FUNDS AND RESERVES**5.1 *Revolving Fund***

The Revolving Fund Ordinance No. 20 of 1974 requires a minimum contribution of seven and a half percent of the product of assessment rates in respect of the Financial Year immediately preceding the Financial Year for which such contribution is required to be made.

5.2 *Dog Tax Fund*

The Dog Tax Ordinance No.19 of 1978 section 4(1) determines that all the dog tax received be credited to this account.

5.3 *Community Facilities Fund*

Contributions to this Fund are made in accordance with the policy of the Department of Housing and is utilized according to their instruction.

5.4 *RESERVES*

Reserve Funds are utilized for purposes unknown and which may occur in the future and contributions are made from the operating account.

5.5 *PROVISIONS*

Provisions are utilized for the specific purposes and contributions are made from the operating account.

5.6 *TRUST FUNDS*

Funds are paid to the Council for specific purposes and consists of Grants and Subsidies from the public or higher Authorities.

6) RETIREMENT BENEFITS

The employees of the Amahlathi Municipality contribute to the Cape Joint Pension Fund, the South African Local Authorities Pension Fund, the Cape Joint Retirement Fund and the SAMWU Provident Fund.

Current contributions are charged against the operating account at the rate of a fixed percentage of the basic salary paid to employees.

7) SURPLUSES AND DEFICITS

Any surpluses or deficits arising from the operation of the Electricity Service is transferred to the Rate and General Services.

8) TREATMENT OF ADMINISTRATION AND OTHER OVERHEAD EXPENSES

Administration charges are allocated to each department.
Interdepartmental users are charged at actual cost and debited to each user department.

9) INVESTMENTS

Investments are shown at the lower of cost or market value if a permanent decline in the value occurred, and are invested per Circular No. C/46/1994 issued by the Provincial Administration, Community Services Branch.

10) INCOME RECOGNITION

10.1 Electricity Billing

All electricity meters are read and invoiced on a monthly basis. If a reading cannot be obtained an estimated reading, based on the average consumption is made.
Income is recognised on the date when invoicing is done.

10.2 Assessment Rates

Assessment Rates are levied at the same tariff for the land and improvements. Rebates are granted according to Council's Policy. Income is recognized when the annual and monthly levies are done.

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BALANCE SHEET AS AT 30 JUNE 2008

	Notes	2007/2008 R	2006/2007 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES			
		28 121 151	23 997 954
Accumulated Funds	1	27 722 280	23 638 044
Reserves	3	398 871	359 910
(ACCUMULATED DEFICIT)/RETAINED SURPLUS	20	11 931 249	12 004 939
		<u>40 052 400</u>	<u>36 002 893</u>
TRUST FUNDS	2	5 929 429	7 458 037
LONG-TERM LIABILITIES	4	879 762	1 082 614
CONSUMER DEPOSITS : SERVICES	5	334 308	305 411
		<u>47 195 899</u>	<u>44 848 955</u>
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	6	11 879 801	12 243 174
INVESTMENTS	7	35 217 790	26 632 311
LONG-TERM INVESTMENTS	7	313 834	288 500
LONG-TERM DEBTORS	9	1 702 578	2 220 572
		<u>49 114 003</u>	<u>41 384 557</u>
NET CURRENT ASSETS/LIABILITIES		(1 918 104)	3 464 398
CURRENT ASSETS			
		13 259 362	12 174 216
Stock	10	212 235	201 153
Debtors	11	8 468 089	9 166 164
Cash		4 816	4 816
Bank		4 570 566	2 646 709
Short-term portion of Long-term Debtors	9	3 656	155 374
CURRENT LIABILITIES			
		15 177 466	8 709 818
Provisions	12	2 087 168	2 147 818
Creditors	13	12 905 630	6 405 003
Short-term portion of Long-term Liabilities	4	184 668	156 997
		<u>47 195 899</u>	<u>44 848 955</u>

FM SHOBA
MUNICIPAL MANAGER

DATE :

CERTIFIED AS CORRECT
GP HILL
CHIEF FINANCIAL OFFICER

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2008

2006/2007 Actual Income	2006/2007 Actual Expenditure	2006/2007 Actual Surplus/ (Deficit)		2007/2008 Actual Income	2007/2008 Actual Expenditure	2007/2008 Actual Surplus/ (Deficit)	2007/2008 Budgeted Surplus/ (Deficit)
R	R	R		R	R	R	R
45 806 687	41 245 070	4 561 617	RATE AND GENERAL SERVICES	50 126 475	45 708 059	4 418 416	367 520
42 095 962	34 865 039	7 230 923	<i>Community Services</i>	46 135 315	38 380 949	7 754 366	4 075 529
188 682	3 631 512	(3 442 830)	<i>Subsidised Services</i>	270 317	3 950 476	(3 680 159)	(4 010 942)
3 522 043	2 748 519	773 524	<i>Economic Services</i>	3 720 843	3 376 634	344 209	302 933
63 040	553 409	(490 369)	HOUSING SERVICE	56 514	584 947	(528 433)	(561 190)
9 717 457	8 954 978	762 479	TRADING SERVICES	11 489 452	10 341 412	1 148 040	193 670
55 587 184	50 753 457	4 833 727	TOTAL	61 672 441	56 634 418	5 038 023	-
		(23 582 722)	Appropriation for this Year (Refer working papers)			(5 111 713)	
		(18 748 995)	Net Surplus/(deficit) for the Year			(73 690)	
		30 753 934	Accumulated Surplus/(Deficit) beginning of the year			12 004 939	
		12 004 939	ACCUMULATED SURPLUS/ (DEFICIT) END OF THE YEAR			11 931 249	

**CASH FLOW STATEMENT FOR THE YEAR ENDED
30 JUNE 2008**

	2008	2007
	R	R
CASH RETAINED FROM OPERATING ACTIVITIES	22 479 005	(4 728 427)
Cash generated by operations	21 (193 744)	(25 387 116)
Investment income	22 3 743 694	2 326 744
(Increase)/decrease in working capital	23 4 941 513	13 813 543
	8 491 463	(9 246 829)
<u>Less</u> : External Interest Paid	(188 114)	(211 731)
Cash available from operations	8 303 349	(9 458 560)
Cash contributions from the public and the state	14 175 656	4 730 133
Net proceeds on disposal of fixed assets	-	
CASH UTILISED IN INVESTING ACTIVITIES	(12 391 159)	10 148 575
Investments in Fixed assets	(12 391 159)	10 148 575
NET CASH FLOW	10 087 846	5 420 148
Cash effects of financing activities		
(Decrease)/increase in long-term borrowings	24 446 824	(273 437)
Decrease/(increase) in cash on hand	25 (1 923 857)	1 008 889
Decrease/(increase) in cash investments	26 (8 610 813)	(6 155 600)
	(10 087 846)	(5 420 148)

NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2008

1) Accumulated Funds

Revolving Fund
Dog Tax Fund
Community Facilities
Kati-Kati Accumulated Funds

AMOUNT TO THE BALANCE SHEET

	2007/2008	2006/2007
26 888 377		22 807 618
24 852		23 642
46 581		44 314
762 470		762 470
27 722 280		23 638 044

(Refer to appendix A for more detail on Accumulated Funds)

2) Trust Funds

Integrated Development Plan
Transitional Grant
Survey of Mlungisi
Zoning Scheme - Stutterheim
Survey of Kologha
Planning of Kologha
Land Survey - Ndakana
Town Planning - Ndakana
Management Support Programme
Sub-Division of Farms - Sandile
Performance Management System
Development Fund - Rural
Survey of Stanhope
Survey of Freshwater
Revolving Job Creation
Heckel Disaster Fund
Spatial Development Framework
Mgwali Cultural Heritage
Finance Mangement Programme
Staff Training
Survey/Plan Upper Zeleni
Drought Relief
Craft Centre - Training
Survey of Mxhalanga
Survey of Tembeni
Survey of Ndakana - Phase 2
Survey of Cwengcwe
Quizini Agricultural project
Establish Ward Committes
Vuna Awards
Kologha Electification
Vuna Awards Phase 2
Municipal Systems Improvement Grant
Keep Amathole Clean Award
Performance Enhancement

AMOUNT TO THE BALANCE SHEET

	(78 910)	(801)
	423 872	422 509
	27 150	25 829
	27 512	26 173
	130 094	123 763
	10 126	9 633
	17 968	17 094
	28 793	27 392
	1 001 530	942 571
	7 890	7 506
	46 502	50 628
	8 148	7 633
	94 034	89 435
	8 146	7 749
	124 597	124 597
	15 692	14 928
	140 638	150 755
	-	-
	1 168 192	1 244 301
	164 945	281 437
	144 140	141 003
	78 830	125 324
	-	15 208
	132 796	276 800
	220 799	215 061
	44 483	46 171
	200 830	277 240
	243 774	320 631
	32 451	30 872
	211 988	201 670
	48 903	2 234 925
	254 069	
	730 589	
	100 000	
	118 858	
5 929 429		7 458 036

(Refer to appendix A for more detail on Trust Funds)

3) Reserves

Repairs and Maintenance (General)
Repairs and Maintenance (Quarry)

AMOUNT TO THE BALANCE SHEET

	234 328	213 151
164 543		146 759
398 871		359 910

(Refer to appendix A for more detail on Reserves)

4) **Long Term Liabilities**

Annuity Loans

Less : Short-term portion transferred to Current Liabilities

Annuity Loans

1 064 430	1 239 611
1 064 430	1 239 611
184 668	156 997
156 997	156 997
879 762	1 082 614

AMOUNT TO THE BALANCE SHEET

(Refer to appendix B for more detail on Long-term Liabilities)

ANNUITY LOANS

Loans held by the Development Bank of South Africa bear an interest between 10.25% and 16.033% per annum and are repayable over periods between five and thirty years. All loans will be repaid by 2025.

5) **Consumer Deposits : Services**

Electricity

334 308	305 411
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6) **Fixed Assets**

Fixed assets at the beginning of the year

Capital Expenditure during the year

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

Long-term Debtors

Total Fixed Assets

Less : Loans Redeemed and Other Capital Receipts

NET FIXED ASSETS

(Refer to Appendix C for more details)

85 984 047	96 146 300
12 370 669	9 327 277
-	(19 489 530)
(491 570)	(512 060)
97 863 146	85 471 987
(85 983 345)	(73 228 813)
11 879 801	12 243 174

7) **Investments**

Unlisted

Fixed Deposit

Call Account

25 238 668	19 910 893
10 292 956	7 009 919
35 531 624	26 920 812

Short Term Investments

FNB 74171204510
 FNB 74056635161
 FNB 74171390666
 FNB 62063171351
 FNB 61381739619
 FNB 74103495682
 FNB 74102916390
 FNB 74095380157
 ABSA 9185471309
 ABSA 2065908542
 ABSA 2066672908

804 920	937 765
1 042 028	
12 540 375	
179 698	490 165
10 292 956	7 009 919
	7 733 770
10 357 813	
	4 278 996
	6 181 696
35 217 790	26 632 311

AMOUNT TO THE BALANCE SHEET

2007/2008 2006/2007

Long Term InvestmentsRMB 1746635 *AMOUNT TO THE BALANCE SHEET*

313 834	288 500
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Managements Valuations of Unlisted investments

35 531 624	26 920 812
------------	------------

Average Rate of Return on Investments

9%	7%
----	----

Funds are invested according to Circular No C/46/1994 issued by the Provincial Administration
Community Services Branch with approved Banking Institutions.

The Investment held at Rand Merchant Bank is pledged as security for a loan.

No investments have been written off during the year.

8) Bank Accounts

Current Account (Primary Bank Account)

249 178	245 856
---------	---------

First National Bank
Account no 53813535227

Current Account
First National Bank
Account No 53810009960

-	247 002
---	---------

Call Account
First National Bank
Account No 62011371359

-	493 328
---	---------

Call Account
First National Bank
Account No 62022074992

-	268 406
---	---------

Current Account
First National Bank
Account No 62116156987

3 124 550	3 895 962
-----------	-----------

Call Account
First National Bank
Account No 62135193770

2 538 891	-
-----------	---

9) Long Term Debtors

Loans to :
Sporting Bodies, etc
Housing Loans
Survey Fees
Staff Vehicle Loans
Staff Computer Loans
Land Cost
Amathole District Municipality

3 636	4 823
491 570	512 060
7 728	7 728
-	153 077
-	5 596
288 340	288 340
914 960	1 404 322
1 706 234	2 375 946
3 656	155 374
3 656	2 341
-	147 437
-	5 596
1 702 578	2 220 572

Less : Short-term portion transferred to Current Assets

Loans to Sporting Bodies, etc.
Vehicle Loans
Computer Loans

*AMOUNT TO THE BALANCE SHEET***10) Stock**

Stock represents consumable stores, raw materials and finished goods.

Water
Electricity
Rate and General

5 937	6 050
127 382	76 496
78 916	118 607
212 235	201 153

Stock to the value of R24 044 was written off during the year.

2007/2008 2006/2007

11) Debtors

Current Debtors
Add : Amounts paid in advance

Less : Provision for bad debts

30 600 959	28 306 920
557 862	605 260
31 158 821	28 912 180
(22 690 732)	(19 746 016)
8 468 089	9 166 164

Amounts totalling R 762 925 were written off as bad debts. This represents 1.24% of the total operating income.

The ageing of debtors is as follows:

Current
30 Days
60 Days
90 Days
120 Days
+ 120 Days

6 630 897	4 593 430
1 148 573	1 061 016
388 380	379 195
299 429	287 471
422 572	228 059
22 268 970	21 471 749
31 158 821	28 020 920

12) Provisions

Audit Fees
Essential Services
Sporting Facilities
Leave Gratuity
Tourism

-	-
11 483	10 924
18 688	18 513
2 048 863	2 110 643
8 134	7 738
2 087 168	2 147 818

13) Creditors

Trade Creditors
Deposits - Other

AMOUNT TO THE BALANCE SHEET

12 764 502	6 292 058
141 128	112 945
12 905 630	6 405 003

14) Assessment Rates

Assessment Rates

Valuations as at 30 June 2008
560 829 500

Actual Income	Actual Income
2 007	2 006
5 872 748	5 237 833

The Valuation Roll does not differentiate between categories of properties, Valuations on land and improvements are performed every four years and the last general valuation came into effect in 2004. The basic rate was 1,98c per Rand on Land and Improvements. Rebates are applied according to Councils policy. Rebates amounting to R585 912 were granted during 2007/2008.

15) Employee Related Costs

Salaries and Wages
Car Allowance
Bonus
Overtime
Housing Subsidy/Allowance
Any other type of benefit or allowance
Contributions to UIF, Medical and Pension Funds

15 873 761	14 205 516
984 699	1 047 527
1 687 725	1 532 396
242 145	199 204
36 876	43 986
308 671	265 723
4 186 312	4 024 313
23 320 189	21 318 665

Remuneration of the Municipal Manager

Annual Remuneration
Car Allowance
Performance Bonuses
Leave Pay
Cell Phone Allowance
Contributions to UIF, Medical and Pension Funds
Total Employee Related Costs

388 484	366 173
160 407	151 407
59 300	-
	-
12 000	12 000
80 727	75 322
700 918	604 902

2007/2008 2006/2007

Remuneration of the Administration Manager

Annual Remuneration	354 548	310 308
Car Allowance	91 922	89 882
Performance Bonuses	72 247	67 345
Leave Pay	115 802	-
Cell Phone Allowance	6 000	6 000
Contributions to UIF, Medical and Pension Funds	90 218	82 262
Total Employee Related Costs	730 737	555 797

Remuneration of the Acting Municipal Manager/Strategic Manager

Annual Remuneration		103 436
Car Allowance		30 304
Performance Bonuses		44 896
Leave Pay		45 981
Acting Allowance		
Cell Phone Allowance		2 000
Contributions to UIF, Medical and Pension Funds		8 731
Total Employee Related Costs	-	235 348

The Acting Strategic Manager retired on 31 October 2006.

Remuneration of the Social Services Manager

Annual Remuneration	253 440	329 050
Car Allowance	67 412	74 902
Performance Bonuses	69 285	44 896
Leave Pay	20 372	41 867
Severance Pay	139 254	
Cell Phone Allowance	4 500	5 000
Contributions to UIF, Medical and Pension Funds	52 063	64 829
Total Employee Related Costs	606 326	560 544

The contract of the Social Services Manager was terminated on 30 April 2008.

Remuneration of the Electrical Services Manager

Annual Remuneration	330 690	319 585
Standby	21 979	25 455
Car Allowance	91 494	76 245
Performance Bonuses	47 341	44 147
Long Service Bonus		
Leave Pay		33 704
Cell Phone Allowance	6 000	5 000
Contributions to UIF, Medical and Pension Funds	95 826	89 094
Total Employee Related Costs	593 330	593 230

Remuneration of the Protection Services Manager

Annual Remuneration		192 587
Car Allowance		59 670
Performance Bonuses	30 439	38 529
Long Service Bonus		9 826
Leave Pay		32 532
Cell Phone Allowance		4 500
Contributions to UIF, Medical and Pension Funds		56 943
Total Employee Related Costs	30 439	394 587

The Protection Services Manager left the employ of the municipality on 31 March 2007.

Remuneration of the Chief Financial Officer

Annual Remuneration	389 521	334 332
Car Allowance	101 816	101 816
Performance Bonuses	104 386	97 345
Long Service Bonus	14 285	
Leave Pay	101 627	
Cell Phone Allowance	6 000	6 000
Contributions to UIF, Medical and Pension Funds		79 896
Total Employee Related Costs	717 635	619 389

2007/2008 2006/2007

Remuneration of the Engineering Services Manager

Annual Remuneration	373 008	361 980
Car Allowance	103 428	86 190
Performance Bonuses	52 193	73 009
Leave Pay	31 538	66 336
Cell Phone Allowance	6 000	5 000
Contributions to UIF, Medical and Pension Funds	94 389	86 283
Total Employee Related Costs	660 556	678 798

Remuneration of the Human Resources Manager

Annual Remuneration	337 920	332 148
Car Allowance	89 882	74 902
Performance Bonuses	48 165	67 345
Leave Pay		54 181
Cell Phone Allowance	6 000	5 000
Contributions to UIF, Medical and Pension Funds	75 240	72 904
Total Employee Related Costs	557 207	606 480

Remuneration of the Strategic Manager

Annual Remuneration	329 243	146 624
Car Allowance	92 382	44 941
Performance Bonuses	22 840	-
Leave Pay	34 276	
Cell Phone Allowance	6 000	1 000
Contributions to UIF, Medical and Pension Funds	88 134	40 188
Total Employee Related Costs	572 875	232 753

The Strategic Manager was employed on 1 January 2007

Performance Bonuses paid during 2007/2008 relate to the performance of the previous year.

16) Councillor's Remuneration

Mayor's Allowance	425 472	430 573
Speaker's Allowance	344 874	341 282
Councillor's Allowance	5 799 284	6 039 306
Contributions to Medical and Pension Funds	825 547	809 741
	7 395 177	7 620 902

Councillors Salaries, Allowances and benefits are within the prescribed upper limits.

17) Arrear Rates and Services Owed by Councillors

Cllr TA Mawisa		459
Cllr NV Mjandana		850
	-	1 309

Arrear Rates and Services charges owed by Councillors and which were outstanding for more than 90 days.

18) Auditor's Remuneration

Audit Fees	592 336	848 647
------------	----------------	----------------

2007/2008 2006/2007

19) Finance Transactions

Total external interest earned or paid :

Interest earned
Interest paid

3 743 694	2 326 744
188 114	235 857
3 931 808	2 562 601

Capital Charges debited to operating account :

Interest :

External
Internal

612 702	634 786
188 114	211 731
424 588	423 055
3 860 275	3 200 681
175 181	151 563
3 685 094	3 049 118
4 472 977	3 835 467

Redemption :

External
Internal

20) Appropriations*Appropriation account :*

Accumulated surplus at the beginning of the year
Operating surplus for the year
Appropriations for the year

12 004 939	30 753 934
5 038 023	4 833 727
(5 111 713)	(23 582 722)
11 931 249	12 004 939

*Operating account**Capital Expenditure*

147 861	172 621
----------------	----------------

Contributions to :

Revolving fund
Repairs and Maintenance
Provision for Bad Debts
Provision for audit Fees
Leave Gratuity

392 837	306 920
20 000	20 000
396 000	360 000
570 000	724 813
83 119	79 900
1 461 956	1 491 633

21) Cash generated by operations*(Deficit)/Surplus for the year**Adjustments for :*

Previous year's operating transactions

Appropriations charged against income :

- *Revolving Fund*
- *Provisions and Reserves*
- *Interest on Temporary Advances*
- *Capital Outlay*

Capital Charges

* *Interest paid*

- To internal funds
- On external Loans

* *Redemption*

- On internal advance
- On external Loans

Expenditure charged against Provisions and Reserves

Surplus on Dog Tax account

5 038 023	4 833 727
(5 111 713)	(23 582 722)
1 587 473	(496 693)
392 837	306 920
1 069 119	1 184 713
125 517	(1 988 326)
4 762 998	(915 358)
902 723	912 222
714 609	700 491
188 114	211 731
3 860 275	(1 827 580)
3 685 094	809 545
175 181	(2 637 125)
(6 471 735)	(5 227 220)
1 210	1 150
(193 744)	(25 387 116)

AMOUNT TO CASHFLOW STATEMENT

	2007/2008	2006/2007
22) Investment income :		
- Interest received on external investments	3 742 041	2 303 041
- Interest on loans to sporting bodies, etc	-	-
- Interest received on car loans	1 653	23 703
AMOUNT TO CASHFLOW STATEMENT	3 743 694	2 326 744
23) (Increase)/Decrease in working capital		
Increase/(Decrease) in Stores	11 082	(2 574)
Increase/(Decrease) in Debtors	1 576 929	(14 955 343)
(Increase)/Decrease in Creditors	(6 500 627)	1 144 374
(Increase)/Decrease in Deposits	(28 897)	-
AMOUNT TO CASHFLOW STATEMENT	(4 941 513)	(13 813 543)
24) (Decrease)/Increase in Long term loans (external)		
- Loans raised	-	-
- Loans repaid	(175 181)	(273 437)
AMOUNT TO CASHFLOW STATEMENT	(175 181)	(273 437)
25) Decrease/(Increase) in cash on hand		
- Cash Balance: beginning of the year	2 651 525	3 660 414
- Less: Cash Balance: end of the year	4 575 382	2 651 525
AMOUNT TO CASHFLOW STATEMENT	(1 923 857)	1 008 889
26) Decrease/(increase) in cash investments comprises :		
- Investments realised	(8 610 813)	(6 155 600)
AMOUNT TO CASHFLOW STATEMENT	(8 610 813)	(6 155 600)
27) Capital Commitments		
No known capital commitments at 30 June 2007		
28) Revolving Fund		
Outstanding Advances to Borrowing Services		
Accumulated funds	26 888 377	22 807 618
Less:	15 581 434	11 291 992
Temporary Advances	(21 164 854)	(17 492 706)
Debtors	1 214 664	1 863 886
External Investments	35 531 624	26 920 812
<i>(refer to appendix A and B for more detail)</i>	11 306 943	11 515 626
29) Taxes, Levies and Duties		
There were no payments in respect of taxes levies and duties for the financial year and no amount was outstanding at the end of the year.		

29) Allocations Received from National or Provincial Government

Equitable Share	32 635 691	28 416 599
Finance Management Grant	500 000	500 000
Municipal Systems Improvement Grant	734 000	
Total Allocations Received	33 869 691	28 916 599

The Finance Management Grant was utilised towards a Financial Management Reform Programme under the guidelines of National Treasury.

The Municipal Systems Improvement Grant is allocated towards the compilation of a General Valuation Roll.

Details of amounts spent are included in Appendix A.

The municipality has complied with the conditions of allocations received and no funds destined for the municipality in terms of the Division of Revenue Act were delayed or withheld.

No allocations have been made to a municipal entity, another municipality or any other organ of state.

STATUTORY FUNDS, TRUST FUNDS, PROVISIONS AND RESERVES

	Balance at 2007-06-30	Contributions during the Year	Interest on Investments	Other Income	Expenditure during the Year	Balance at 2008-06-30
ACCUMULATED FUNDS						
Revolving Fund	22 807 618	392 837	4 168 282	19 640	500 000	26 888 377
Community Facilities	44 314		2 267			46 581
Dog Tax Fund	23 642		1 210			24 852
Kati-Kati Accumulated Funds	762 470					762 470
Total	23 638 044	392 837	4 171 759	19 640	500 000	27 722 280
RESERVES						
Repairs and Maintenance	213 151	10 000	11 177			234 328
Repairs and Maintenance (Electricity)	-					-
Repairs and Maintenance (Quarry)	146 759	10 000	7 784			164 543
Total	359 910	20 000	18 961	-	-	398 871
TRUST FUNDS						
Integrated Development Plan	(801)		1 657	225 732	305 498	(78 910)
Revolving Job Creation	124 597					124 597
Transitional Grant	422 509		21 291		19 928	423 872
Survey of Mlungisi	25 829		1 321			27 150
Zoning Scheme - Stutterheim	26 173		1 339			27 512
Survey of Kologha	123 763		6 331			130 094
Planning of Kologha	9 633		493			10 126
Land Survey - Ndakana	17 094		874			17 968
Town Planning - Ndakana	27 392		1 401			28 793
Management Support Programme	942 571		48 186	18 683	7 910	1 001 530
Sub-Division of Farms - Sandile	7 506		384			7 890
Performance Management System	50 628		2 562		6 688	46 502
Development Fund - Rural	7 633		395	120		8 148
Survey of Stanhope	89 435		4 599			94 034
Survey of Freshwater	7 749		397			8 146
Heckel Disaster Fund	14 928		764			15 692
Spatial Development Framework	150 755		7 129		17 246	140 638
Mgwali Cultural Heritage	-					-
Finance Management Programme	1 244 301		73 487	500 000	649 596	1 168 192
Staff Training	281 437		12 291		128 783	164 945
Survey/Plan Upper Zeleni	141 003		7 130		3 993	144 140
Drought Relief	125 324				46 494	78 830
Craft Centre - Training	15 208		135		15 343	-
Survey of Mxhalanga	276 800		12 116		156 120	132 796
Survey of Tembeni	215 061		10 831		5 093	220 799
Survey of Ndakana - Phase 2	46 171		2 312		4 000	44 483
Survey of Cwengcwe	277 240		12 971		89 381	200 830
Quizini Agricultural Project	320 631		15 860		92 717	243 774
Establish Ward Committees	30 872		1 579			32 451
Vuna Awards	201 670		10 318			211 988
Kologha Electrification	2 234 925			356 480	2 542 502	48 903
Vuna Awards Phase 2			9 510	250 000	5 441	254 069
Municipal Systems Improvement Grant				734 000	3 411	730 589
Keep Amathole Clean Award				100 000		100 000
Performance Enhancement				118 858		118 858
Total	7 458 037	-	267 663	2 303 873	4 100 144	5 929 429

STATUTORY FUNDS, TRUST FUNDS, PROVISIONS AND RESERVES
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	Balance at 2007-06-30	Contributions during the Year	Interest on Investments	Other Income	Expenditure during the Year	Balance at 2008-06-30
PROVISIONS						
Provision for Bad Debts	19 746 016	396 000		3 311 640	762 924	22 690 732
Provision for Audit Fees	-	570 000			570 000	-
Essential Services	10 924		559			11 483
Sporting Facilities	18 513		175			18 688
Leave Gratuity	2 110 643	83 119		393 768	538 667	2 048 863
Tourism	7 738		396			8 134
	-					-
	21 893 834	1 049 119	1 130	3 705 408	1 871 591	24 777 900
						58 828 480

Appendix B

EXTERNAL LOANS AND INTERNAL ADVANCES

EXTERNAL LOANS	Balance 2007-06-30	Received during the Year	Redeemed, written off during the Year	Balance 2008-06-30
Local Authorities Loan Fund	1 239 611		175 181	1 064 430
	1 239 611	-	175 181	1 064 430

INTERNAL ADVANCES TO BORROWING SERVICES	Balance 2007-06-30	Received during the Year	Redeemed, written off during the Year	Balance 2008-06-30
Revolving Fund	11 515 626	3 476 411	3 685 094	11 306 943
	11 515 626	3 476 411	3 685 094	11 306 943

ANALYSIS OF FIXED ASSETS

Expended 2007	SERVICE	Budget 2008	Balance at 2007-06-30	Expended 2008	Written off, transferred, redeemed or disposed of during the Year	Balance at 2008-06-30
R		R	R	R	R	R
8 080 163	RATE AND GENERAL SERVICES	3 624 000	71 427 739	9 875 259	-	81 302 998
882 738	Housing - Survey of sites		3 741 430			3 741 430
272 057	Public Health		1 106 672	4 563		1 111 235
	Refuse Removal	530 000	2 598 432	530 662		3 129 094
	Cemetery		1 007 081	62 869		1 069 950
	Sewerage Disposal		-			-
69 617	Commonage	150 000	782 524	149 220		931 744
2 078	Housing		7 493	5 301		12 794
5 663 825	Public Works	2 245 000	23 261 439	6 177 055		29 438 494
222 701	Town Hall and Buildings	300 000	6 028 741	942 488		6 971 229
25 461	Town Treasurer	10 000	2 128 392	19 819		2 148 211
13 376	LED/SPU	25 000	477 891	12 559		490 450
515 379	Council's General	220 000	636 081	162 191		798 272
	Library		227 295	1 990		229 285
87 069	Traffic	56 000	3 166 809	39 914		3 206 723
84 075	Parks and Gardens	58 000	2 854 666	732 121		3 586 787
7 684	Fire		1 724 940	10 259		1 735 199
	Enviromental Health		87 018			87 018
	Executive Services		299 101	8 792		307 893
9 649	Town Engineer - Administration		66 301	8 053		74 354
33 285	Health and Social Services		194 781	365 061		559 842
26 666	Human Resources		59 715			59 715
38 511	Administration	30 000	168 098	629 547		797 645
125 992	Project Managemen Unit		125 992	12 795		138 787
	Land		65 306			65 306
	Buildings		495 730			495 730
	General Improvements		293 461			293 461
	Streets and Drains		221 171			221 171
	Office Equipment		61 711			61 711
	Tools and Equipment		165 184			165 184
	Vehicles		224 396			224 396
	Library		82 620			82 620
	Swimming Bath		18 799			18 799
	Street Tarring Scheme		2 139			2 139
	Trout Hatchery		37 032			37 032
	Daliwe Upgrading		2 745 836			2 745 836
	Sewerage Works		-			-
	Property and Permanent Works		15 104 575			15 104 575
	Computers		5 219			5 219
	Services		1 153 668			1 153 668
-	HOUSING SERVICE	-	5 305 683	-	-	5 305 683
	Amatolaville 58 Houses & Survey		2 151 628			2 151 628
	Self Help 1 (40 Houses)		559 498			559 498
	Self Help 2 (40 Houses)		550 234			550 234
	Cumukala		1 678 971			1 678 971
	Housing Scheme (Cathcart)		1 197			1 197
	Self Help Scheme (Cathcart)		281 294			281 294
	Housing (Kei Road)		82 861			82 861
1 247 114	TRADING SERVICES	534 600	9 250 625	2 495 410	-	11 746 035
1 247 114	Electricity	534 600	9 250 625	2 495 410		11 746 035
	Water		-			-
	Plant and Stock		-			-
9 327 277	TOTAL FIXED ASSETS	4 158 600	85 984 047	12 370 669	-	98 354 716
	LESS : LOANS REDEEMED AND OTHER CAPITAL RECEIPTS		73 228 813	12 754 532	-	85 983 345
	Loans Redeemed		37 234 427	3 860 274		41 094 701
	Contributions from Current Income		11 158 109	125 517		11 283 626
	Finance Leases		-	622 005		622 005
	Grants and Subsidies		24 836 277	8 146 736		32 983 013
	NET FIXED ASSETS		12 755 234	(383 863)	-	12 371 371
	Amount transferred to Long-Term Debtors		(512 060)	20 490		(491 570)
			12 243 174			11 879 801

Appendix D

**ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2008**

<i>Actual '2007</i>		<i>Actual '2008</i>	<i>Budget '2008</i>
R		R	R
55 587 184	INCOME	61 672 441	59 432 593
30 270 336	- <i>Government and Provincial Grants and Subsidies</i>	34 600 652	35 840 765
5 237 833	- <i>Income from Assessment Rates</i>	5 872 748	5 199 755
20 079 015	- <i>Income from Tariffs, Services Charges etc.</i>	21 199 041	18 392 073
53 252 210	GROSS EXPENDITURE	59 353 642	62 151 819
28 939 567	- <i>Salaries, Wages and Allowances</i>	30 715 366	32 130 804
16 941 851	- <i>General Expenses</i>	19 164 332	20 125 721
1 871 070	- <i>Repairs and Maintenance</i>	3 391 151	3 371 539
3 835 468	- <i>Capital Charges</i>	4 472 976	4 863 543
172 621	- <i>Contribution to Fixed Assets</i>	147 861	251 550
1 491 633	- <i>Contributions</i>	1 461 956	1 408 662
2 498 753	- LESS : <i>Amounts charged out</i>	2 719 224	2 719 226
50 753 457	NET EXPENDITURE	56 634 418	59 432 593

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

2006/2007 Actual Income <i>R</i>	2006/2007 Actual Expenditure <i>R</i>	2006/2007 Actual Surplus/ (Deficit) <i>R</i>		2007/2008 Actual Income <i>R</i>	2007/2008 Actual Expenditure <i>R</i>	2007/2008 Actual Surplus/ (Deficit) <i>R</i>	2007/2008 Budgeted Surplus/ (Deficit) <i>R</i>
45 806 687	41 245 070	4 561 617	RATE AND GENERAL SERVICES	50 126 475	45 708 059	4 418 416	367 520
42 095 962	34 865 039	7 230 923	Community Services	46 135 315	38 380 949	7 754 366	4 075 529
5 237 833		5 237 833	Assessment Rates	5 872 748		5 872 748	5 199 755
1 856 671	2 262 249	(405 578)	Health Services	1 976 361	2 279 023	(302 662)	-
68 660	86 592	(17 932)	Cemetery	83 541	88 515	(4 974)	(63 444)
1 577 035	6 966 919	(5 389 884)	Public Works	1 221 992	8 610 476	(7 388 484)	(7 645 877)
80 145	512 221	(432 076)	Town Hall and Mun. Buildings	72 059	707 646	(635 587)	(634 849)
67 706	1 634 215	(1 566 509)	Town Treasurer	112 389	2 127 976	(2 015 587)	(2 370 334)
30 844 093	12 817 104	18 026 989	Council General	34 485 687	13 810 258	20 675 429	19 088 760
1 503 238	2 085 959	(582 721)	Traffic Services	1 880 188	2 309 645	(429 457)	(884 606)
	1 344 297	(1 344 297)	Management Services		1 326 502	(1 326 502)	(1 434 274)
860 581	644 463	216 118	Environmental Health			-	-
	1 217 011	(1 217 011)	Town Engineer - Administration		953 186	(953 186)	(994 772)
		-	Stutterheim Rural Water			-	-
		-	Cathcart Rural Water			-	-
		-	Keiskammahoek Rural Water			-	-
	1 046 190	(1 046 190)	Health and Social Services		1 170 754	(1 170 754)	(1 312 199)
	1 146 815	(1 146 815)	Human Resources		1 024 551	(1 024 551)	(1 054 093)
	1 410 366	(1 410 366)	Administration		1 628 332	(1 628 332)	(1 630 807)
	484 535	(484 535)	Protection Services - Administration		114 679	(114 679)	(119 341)
	1 206 103	(1 206 103)	LED/SPU		1 541 535	(1 541 535)	(1 728 394)
		-	Project Management Unit	430 350	687 871	(257 521)	(339 996)
188 682	3 631 512	(3 442 830)	Subsidised Services	270 317	3 950 476	(3 680 159)	(4 010 942)
9 027	388 821	(379 794)	Fire Services	2 166	418 117	(415 951)	(529 277)
17 289	1 263 476	(1 246 187)	Library	11 762	1 412 292	(1 400 530)	(1 397 155)
720	1 417 249	(1 416 529)	Parks and Gardens	2 020	1 447 128	(1 445 108)	(1 519 492)
161 646	541 345	(379 699)	Commonage	254 369	643 291	(388 922)	(533 662)
	20 621	(20 621)	Museum		29 648	(29 648)	(31 356)
3 522 043	2 748 519	773 524	Economic Services	3 720 843	3 376 634	344 209	302 933
3 522 043	2 748 519	773 524	Refuse	3 720 843	3 376 634	344 209	302 933
		-	Sewage			-	-
63 040	553 409	(490 369)	HOUSING SERVICE	56 514	584 947	(528 433)	(561 190)
63 040	553 409	(490 369)	Housing	56 514	584 947	(528 433)	(561 190)
		-				-	-
9 717 457	8 954 978	762 479	TRADING SERVICES	11 489 452	10 341 412	1 148 040	193 670
9 717 457	8 954 978	762 479	Electricity	11 489 452	10 341 412	1 148 040	193 670
		-	Water			-	-
55 587 184	50 753 457	4 833 727	TOTAL	61 672 441	56 634 418	5 038 023	-
		(23 582 722)	Appropriation for this Year			(5 111 713)	
		(18 748 995)	Net Surplus/(deficit) for the Year			(73 690)	
		30 753 934	Accumulated Surplus/(Deficit) beginning of the year			12 004 939	
		12 004 939	ACCUMULATED SURPLUS/ (DEFICIT) END OF THE YEAR			11 931 249	

STATISTICAL INFORMATION

1) GENERAL STATISTICS	2007/2008	2006/2007
<i>Population</i>	142 525	142 525
<i>Registered Voters</i>	76 000	76 000
<i>Area Ha</i>	25 532	25 532
<i>Valuation of Rateable Property (R million)</i>	488	485
<i>Valuation of Non Rateable Property (R million)</i>	73	74
<i>Valuation Date</i>	2 004	2 004
<i>Assessment Rates - Basic per Rand</i>	1.98	1.89
<i>Rebate - Residential</i>	Various	Various
<i>Rebate - Pensioners</i>	Various	Various
<i>Number of employees of the Local Authority</i>	235	235
 2) CLEANSING		
 <i>Km Travelled</i>	 27 700	 26 500
<i>Refuse Removed (Cubic metre)</i>	49 110	48 560
<i>Cost per Cubic metre removed</i>	68.76	56.60
<i>Income per Cubic metre removed</i>	75.77	72.53
 3) ELECTRICITY		
 <i>Units (Kwh) purchased ('000)</i>	 23 507	 22 338
<i>Cost per unit bought</i>	0.24	0.24
<i>Units (Kwh) sold ('000)</i>	18 619	15 979
<i>Units (Kwh) lost in distribution</i>	4 888	6 359
<i>Units (Kwh) lost in distribution as a percentage</i>	21%	28%
<i>Cost per unit sold</i>	0.59	0.56
<i>Income per unit sold</i>	0.62	0.57