

BUFFALO CITY MUNICIPALITY

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BUFFALO CITY MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2008

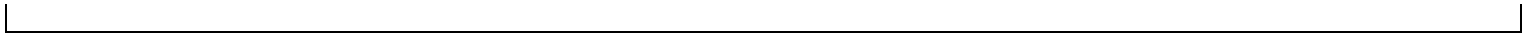
BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008	Note	2008	2007
R	R		R	R
NET ASSETS AND LIABILITIES				
1 319 620 635	6 355 007 452		6 355 254 317	1 320 043 884
7 360 372	9 027 502	1	9 027 502	7 360 372
38 029 758	30 375 304	2	30 375 304	38 029 758
21 667 079	26 703 268	2	26 703 268	21 667 079
189 258 468	182 038 156	2	182 038 156	189 258 468
1 063 304 958	6 106 863 222		6 107 110 087	1 063 728 207
653 668 574	736 617 262		736 617 262	653 668 574
480 963 574	512 696 574	3	512 696 574	480 963 574
-	37 497 688	4.1	37 497 688	-
172 705 000	186 423 000	4.2	186 423 000	172 705 000
623 313 291	559 660 214		560 784 963	624 333 655
23 218 144	25 028 033	5	25 028 033	23 218 144
120 906 948	89 917 743	6	89 976 767	120 964 494
197 295 764	268 557 208	7	268 986 215	197 624 400
242 868 365	151 425 714	8	152 062 432	243 464 402
-	-	7b	-	38 145
39 024 070	24 731 516	3	24 731 516	39 024 070
2 596 602 500	7 651 284 928		7 652 656 542	2 598 046 113
ASSETS				
1 566 621 765	6 604 414 345		6 604 608 260	1 566 848 545
1 522 133 376	6 587 671 648	10	6 587 820 809	1 522 329 414
6 302 574	7 501 701	10	7 501 701	6 302 574
974 150	1 051 500	10	1 051 500	974 150
33 589 177	5 637 090	11	5 637 090	33 589 177
3 193 046	2 437 801	11	2 437 801	3 193 046
-	-		44 754	30 742
429 442	114 605	12	114 605	429 442
1 029 980 735	1 046 870 583		1 048 048 282	1 031 197 568
24 799 327	34 140 270	13	34 140 270	24 799 327
304 001 888	304 131 911	14	304 131 911	304 001 888
52 470 535	70 373 280	15	70 373 996	52 470 770
17 412 465	29 173 866	9	28 980 806	17 481 045
-	-	7b	57 640	-
584 004	196 290	12	196 290	584 004
630 712 516	608 854 966	16	610 167 369	631 860 534
2 596 602 500	7 651 284 928		7 652 656 542	2 598 046 113
Total Assets				

BUFFALO CITY MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2008

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
		REVENUE		
293 684 994	325 436 023	Property Rates	325 436 023	293 684 994
217 391	275 950	Property Rates/Penalties Imposed	275 950	217 391
796 765 226	877 935 582	Service Charges	877 917 851	796 748 895
9 172 605	12 723 945	Rental of Facilities and Equipment	12 723 945	9 172 605
38 397 035	81 030 891	Interest Earned - External Investments	81 234 625	38 539 372
28 336 714	30 732 392	Interest Earned - Outstanding Debtors	30 732 392	28 336 714
-	76 584	Dividends Received	76 584	-
7 614 002	7 688 107	Fines	7 688 107	7 614 002
9 190 730	11 099 426	Licences and Permits	11 099 426	9 190 730
236 071 361	283 117 681	Government Grants and Subsidies	283 117 681	236 071 361
76 929 451	88 971 106	Other Income	89 031 304	77 000 488
114 015 429	129 996 079	Operating Project Grants	131 639 321	115 673 190
113 392 146	147 349 002	Government Grants - Property, Plant & Equipment	147 349 002	113 392 146
13 837 653	16 121 430	Donations & Public Contributions - Property, Plant & Equipment	16 121 430	13 837 653
5 204 437	7 213 660	Gains on Disposal of Property, Plant and Equipment	7 213 660	5 204 437
1 742 829 174	2 019 767 858	Total Revenue	2 021 657 301	1 744 683 978
		EXPENDITURE		
513 010 130	567 938 783	Employee Related Costs	569 841 603	514 182 464
16 946 659	18 157 738	Remuneration of Councillors	18 216 413	17 003 259
63 183 457	69 985 338	Bad Debts	69 985 338	63 183 457
7 600 279	8 273 792	Collection Costs	8 273 792	7 600 279
100 396 246	112 473 826	Depreciation	112 540 086	100 458 245
84 025 171	79 901 220	Repairs and Maintenance	79 908 021	84 025 866
46 288 916	69 674 193	Interest Paid	69 674 193	46 288 916
7 936 000	10 742 000	Discounting of Employee Benefits	10 742 000	7 936 000
319 878 510	358 733 033	Bulk Purchases	358 733 033	319 878 510
11 063 294	15 185 334	Contracted Services	15 185 334	11 063 294
3 499 079	4 225 713	Grants and Subsidies Paid	4 225 713	3 499 079
459 383 110	520 084 148	General Expenses - Other	520 251 954	460 003 561
-	485 036	Impairment of investments	485 036	-
35 749 000	-	Actuarial losses on post employment medical benefits.	-	35 749 000
246 943	549 174	Loss on disposal of Property, Plant and Equipment	549 174	249 365
1 669 206 794	1 836 409 328	Total Expenditure	1 838 611 690	1 671 121 295
73 622 380	183 358 530	SURPLUS	183 045 611	73 562 683
-	-	Taxation	14 012	(69 881)
73 622 380	183 358 530	SURPLUS AFTER TAXATION	183 059 623	73 492 802
73 622 380	183 358 530	SURPLUS ATTRIBUTABLE TO BCM MUNICIPALITY	183 059 623	73 492 802
1 315 706	(755 245)	Share of (deficit)/surplus of associate accounted for under the equity method	(755 245)	1 315 706
74 938 086	182 603 285	SURPLUS FOR THE YEAR	182 304 378	74 808 508

BUFFALO CITY MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2008 - MUNICIPALITY

	<u>COID Fund</u>	<u>Capital Replacement Reserve</u>	<u>Self-Insurance Reserve</u>	<u>Revaluation Reserve</u>	<u>Accumulated Surplus</u>	<u>Total</u>
	R	R	R	R	R	R
2007						
Balance at 01 July 2006	6 850 830	15 710 413	21 269 882	206 747 434	810 997 136	1 061 575 695
Correction of Error (Note 36)	-	-	-	-	(127 186 000)	(127 186 000)
Restated Balance	6 850 830	15 710 413	21 269 882	206 747 434	683 811 136	934 389 695
Surplus for the year	-	-	-	-	74 938 086	74 938 086
Transfer to CRR	-	58 701 865	-	-	(58 701 865)	-
Sanitation Assets ex Don & Pub Contrib w/outs	-	-	-	-	(22 662 474)	(22 662 474)
Sanitation Assets ex Cap Reserve w/outs	-	-	-	-	(17 704 636)	(17 704 636)
Sanitation Assets ex Government Grant Reserve w/outs	-	-	-	-	(36 435 067)	(36 435 067)
Property, Plant and Equipment Purchased	-	(36 382 520)	-	-	36 382 520	-
VAT Recovered	-	-	-	-	192 323	192 323
Sanitation Assets w/outs	-	-	-	-	(26 613 790)	(26 613 790)
Sanitation Assets taken-on	-	-	-	-	370 778 629	370 778 629
Transfers to / from Insurance Reserve	-	-	-	-	3 276 843	3 276 843
Transfers to / from Provisions	-	-	-	-	2 436 441	2 436 441
Asset Disposals	-	-	-	(599 210)	599 210	-
Takeon of Agricultural Assets	-	-	-	-	974 150	974 150
Insurance Claims Processed	509 542	-	397 197	-	-	906 739
Offsetting of Depreciation	-	-	-	(16 889 756)	16 889 756	-
Balance at 30 June 2007	7 360 372	38 029 758	21 667 079	189 258 468	1 028 161 262	1 284 476 939
2008						
Balance at 01 July 2007	7 360 372	38 029 758	21 667 079	189 258 468	1 028 161 262	1 284 476 939
Correction of Error (Note 36)	-	-	-	-	(2 896 560)	(2 896 560)
Changes in Accounting Policy (Note 36)	-	-	-	-	38 040 256	38 040 256
Restated Balance	7 360 372	38 029 758	21 667 079	189 258 468	1 063 304 958	1 319 620 635
Surplus for the year	-	-	-	-	182 603 285	182 603 285
Transfer to CRR	-	14 712 658	-	-	(14 712 658)	-
Property, Plant and Equipment Purchased	-	(22 367 112)	-	-	22 367 112	-
Assets Take-on	-	-	-	-	4 875 242 219	4 875 242 219
Interest on Investments Re-Allocated	-	-	-	-	(31 379 251)	(31 379 251)
Transfers to / from Insurance Reserve	-	-	-	-	2 139 895	2 139 895
Write off transfers	-	-	-	(677 010)	677 010	-
Adjustment of Agricultural Assets	-	-	-	-	77 350	77 350
Asset Disposals	-	-	-	(92 115)	92 115	-
Insurance Claims Processed	1 667 130	-	5 036 189	-	-	6 703 319
Offsetting of Depreciation	-	-	-	(6 451 187)	6 451 187	-
Balance at 30 June 2008	9 027 502	30 375 304	26 703 268	182 038 156	6 106 863 222	6 355 007 452



BUFFALO CITY MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2008 - ECONOMIC ENTITY

	<u>COID Fund</u>	<u>Capital Replacement Reserve</u>	<u>Self-Insurance Reserve</u>	<u>Revaluation Reserve</u>	<u>Accumulated Surplus</u>	<u>Total</u>
	R	R	R	R	R	R
2007						
Balance at 01 July 2006	6 850 830	15 710 413	21 269 882	206 747 434	811 560 637	1 062 139 196
Correction of Error (Note 36)	-	-	-	-	(127 166 036)	(127 166 036)
Restated Balance	6 850 830	15 710 413	21 269 882	206 747 434	684 394 601	934 973 160
Surplus for the year	-	-	-	-	74 808 508	74 808 508
Transfer to CRR	-	58 701 865	-	-	(58 701 865)	-
Sanitation Assets ex Don & Pub Contrib w/outs	-	-	-	-	(22 662 474)	(22 662 474)
Sanitation Assets ex Cap Reserve w/outs	-	-	-	-	(17 704 636)	(17 704 636)
Property, Plant and Equipment Purchased	-	(36 382 520)	-	-	36 382 520	-
Sanitation Assets ex Government Grant Reserve w/outs	-	-	-	-	(36 435 067)	(36 435 067)
VAT Recovered	-	-	-	-	192 323	192 323
Sanitation Assets w/outs	-	-	-	-	(26 613 790)	(26 613 790)
Sanitation Assets taken-on	-	-	-	-	370 778 629	370 778 629
Transfers to / from Insurance Reserve	-	-	-	-	3 276 843	3 276 843
Transfers to / from Provisions	-	-	-	-	2 436 441	2 436 441
Asset Disposals	-	-	-	(599 210)	599 210	-
Takeon of Agricultural Assets	-	-	-	-	974 150	974 150
Insurance Claims Processed	509 542	-	397 197	-	-	906 739
Offsetting of Depreciation	-	-	-	(16 889 756)	16 889 756	-
Balance at 30 June 2007	7 360 372	38 029 758	21 667 079	189 258 468	1 028 615 149	1 284 930 826
2008						
Balance at 01 July 2007	7 360 372	38 029 758	21 667 079	189 258 468	1 028 615 149	1 284 930 826
Correction of Error (Note 36)	-	-	-	-	(2 927 198)	(2 927 198)
Changes in Accounting Policy (Note 36)	-	-	-	-	38 040 256	38 040 256
Restated Balance	7 360 372	38 029 758	21 667 079	189 258 468	1 063 728 207	1 320 043 884
Surplus for the year	-	-	-	-	182 304 378	182 304 378
Transfer to CRR	-	14 712 658	-	-	(14 712 658)	-
Property, Plant and Equipment Purchased	-	(22 367 112)	-	-	22 367 112	-
Assets Take-on	-	-	-	-	4 875 242 218	4 875 242 218
Interest on Investments Re-Allocated	-	-	-	-	(31 379 251)	(31 379 251)
Transfers to / from Insurance Reserve	-	-	-	-	2 139 895	2 139 895
Write off transfers	-	-	-	(677 010)	677 010	-
VAT correction	-	-	-	-	122 524	122 524
Adjustment of Agricultural Assets	-	-	-	-	77 350	77 350
Asset Disposals	-	-	-	(92 115)	92 115	-
Insurance Claims Processed	1 667 130	-	5 036 189	-	-	6 703 319
Offsetting of Depreciation	-	-	-	(6 451 187)	6 451 187	-

Balance at 30 June 2008	9 027 502	30 375 304	26 703 268	182 038 156	6 107 110 087	6 355 254 317
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BUFFALO CITY MUNICIPALITY

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
CASH FLOW FROM OPERATING ACTIVITIES				
1 929 793 891	1 833 048 220	Cash Receipts from Ratepayers, Government and Other	1 835 239 572	1 625 037 270
(1 684 168 562)	(1 499 009 605)	Cash Paid to Suppliers and Employees	(1 501 016 312)	(1 382 362 949)
245 625 329	334 038 615	Cash Generated from Operations	334 223 260	242 674 321
1 315 706	(755 245)	Portion of (Deficit)/Surplus from Associate	(755 245)	1 315 706
192 323	-	VAT Adjustment	-	192 322
38 397 035	81 030 891	Interest Received	81 030 891	38 539 372
(46 288 916)	(69 674 010)	Interest Paid	(69 674 010)	(46 288 916)
239 241 477	344 640 251	NET CASH FROM OPERATING ACTIVITIES	344 824 896	236 432 805
CASH FLOWS FROM INVESTING ACTIVITIES				
(227 989 183)	(296 780 788)	Purchase of Property, Plant and Equipment	(296 800 177)	(228 045 557)
4 957 494	7 423 737	Proceeds on Disposal of Property, Plant and Equipment	7 423 737	5 779 718
1 021 298	702 551	Decrease in Non-Current Receivables	702 551	1 021 298
(24 211 567)	28 222 296	(Increase)/Decrease in non-current investments	28 222 296	(22 683 574)
(246 221 958)	(260 432 204)	NET CASH FROM INVESTING ACTIVITIES	(260 451 593)	(243 928 115)
CASH FLOW FROM FINANCING ACTIVITIES				
98 354 778	15 875 305	New Loans Raised	15 875 305	98 354 775
963 751	1 809 888	Increase in Consumer Deposits	1 809 887	963 750
-	-	Increase in Refundable Deposits	30 000	30 000
-	-	Decrease in Tax	(14 012)	2 182
49 738 325	(122 821 903)	(Decrease)/Increase in Unspent conditional government grants	(122 781 221)	48 080 565
(415 827)	(928 887)	Decrease in Non-operating Expenditure Charged against Provisions/Reserves	(986 433)	93 715
148 641 026	(106 065 597)	NET CASH FROM FINANCING ACTIVITIES	(106 066 474)	147 524 987
141 660 545	(21 857 550)	NET INCREASE IN CASH AND CASH EQUIVALENTS	(21 693 171)	140 029 677
489 051 971	630 712 516	Cash and cash equivalents at the beginning of the year	631 860 535	491 830 858
630 712 516	608 854 966	Cash and cash equivalents at the end of the year	610 167 364	631 860 535

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY	
2007	2008
R	R
6 850 830	7 360 372
1 385 262	1 754 721
535 046	802 654
210 749	703 661
(1 621 515)	(1 593 906)
7 360 372	9 027 502

1 COID FUND

Balance at beginning of year
Contributions
Interest on Investment
Other Income
Expenditure Incurred
Balance at end of year

ECONOMIC ENTITY	
2008	2007
R	R
7 360 372	6 850 830
1 754 721	1 385 262
802 654	535 046
703 661	210 749
(1 593 906)	(1 621 515)
9 027 502	7 360 372

The COID Fund is fully invested in financial investment instruments.

2 RESERVES

38 029 758	30 375 304
21 344 325	26 236 798
322 754	466 470
189 258 468	182 038 156
248 955 305	239 116 728

Capital Replacement Reserve
Self-Insurance Reserve
Self-Insurance Reserve - Cell Phone
Revaluation Reserve
Total Reserves

30 375 304	38 029 758
26 236 798	21 344 325
466 470	322 754
182 038 156	189 258 468
239 116 728	248 955 305

The Capital Replacement Reserve and Self-Insurance Reserve are fully invested in financial investment instruments.

3 LONG-TERM LIABILITIES

18 160 000	18 160 000
499 527 404	516 653 806
2 300 240	2 614 284
519 987 644	537 428 090
(39 024 070)	(24 731 516)
37 772 897	23 313 157
1 251 173	1 418 359
480 963 574	512 696 574

Local Registered Stock Loans
Annuity Loans
Capitalised Lease Liability
Sub-Total

18 160 000	18 160 000
516 653 806	499 527 404
2 614 284	2 300 240
537 428 090	519 987 644

Less: Current Portion Transferred to Current Liabilities

Annuity Loans
Capitalised Lease Liability

(24 731 516)	(39 024 070)
23 313 157	37 772 897
1 418 359	1 251 173

Total External Loans

512 696 574 480 963 574

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

The capitalised lease liability is secured over the item of plant leased.

R 2 201 454 (2007: R 9 918 843) has been invested specifically in ring-fenced accounts for the repayment of long-term liabilities. These are ceded investments (collateral to service a bullet payment at the end of specific loans) Refer Note 30 for more detail.

Note: 2007 - A Correction of Error adjustment was made to Lease Liability in the amount of R 2 300 240 - refer to Note 36.

4.1 NON-CURRENT PROVISIONS

Provision for the Rehabilitation of Landfill Sites

-	-
-	-
119 417 468	6 382 327
(119 417 468)	(88 302 107)
-	119 417 468
-	37 497 688
-	37 497 688

Balance at beginning of year	-	-
Transfer from non-current	-	-
Contribution to provision	6 382 327	119 417 468
Transfer to current provision	(88 302 107)	(119 417 468)
Transfer from current provision	119 417 468	-
Total Provision for the Rehabilitation of Landfill Sites	37 497 688	-

Total Non-Current Provisions

37 497 688 -

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY
2007 **2008**
R **R**

ECONOMIC ENTITY
2008 **2007**
R **R**

The future value of the rehabilitation obligation was calculated by inflating the non current rehabilitation cost to an estimated future rehabilitation cost.

Assumptions used in calculating the provision:

The interest rate used is the calculated borrowing rate which BCM would have had to pay in borrowing the funds (DBSA rates ± 85% of prime rate). This resulted in an interest rate of 13.18% (2007: 10%)

4.2 RETIREMENT BENEFIT OBLIGATIONS

Post-Employment Medical Benefits			
127 186 000	172 705 000	Balance at beginning of year	172 705 000 127 186 000
		Amounts included in statement of financial performance:	
7 936 000	10 742 000	Interest cost	10 742 000 7 936 000
1 834 000	2 976 000	Current service cost	2 976 000 1 834 000
35 749 000	-	Actuarial losses recognised in the year	- 35 749 000
172 705 000	186 423 000	Total Post-Employment Medical Benefits	186 423 000 172 705 000
172 705 000	186 423 000	Total Retirement Benefit Obligations	186 423 000 172 705 000

BCM employees contribute to 6 accredited medical aid schemes, namely LA Health, Bonitas, Key Health, SAMWU Med, FedHealth and Hosmed. Pensioners continue on the option they belong to on the day of their retirement.

The obligation in respect of the medical care contributions for retirement benefits is valued every year by independent qualified actuaries. The last actuarial valuation was performed on 30 June 2008 by Liberty Life using the Projected Unit Credit Method.

BCM opted not to recognise the actuarial loss applying the "Corridor" method.

The principal actuarial assumptions used were as follows:

	8.22%	Discount rate	8.22%
	6.22%	Medical aid inflation rate	6.22%
	1.88%	Net effective discount rate	1.88%
	60%	Post -Retirement subsidy	60%
		Retirement age:	
	65	Males	65
	60	Females	60
SA 72-77 Table for Assured Lives		Mortality during employment	SA 72-77 Table for Assured Lives
PA(90) - 2 Pensioner's Table rated down two years.		Mortality post retirement	PA(90) - 2 Pensioner's Table rated down two years.
	2 027	Number of eligible members	2 027
	498	Number of pensioners	498

1% change in the assumed medical inflation:

(22 055 841)	26 824 167	Projected liability increase (decrease)	2008	26 824 167	(22 055 841)
-20 434 460	24 870 012	Projected liability increase (decrease)	2007	24 870 012	(20 434 460)

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
5 CONSUMER DEPOSITS			
9 039 767	10 293 807	10 293 807	9 039 767
14 178 377	14 734 226	14 734 226	14 178 377
23 218 144	25 028 033	25 028 033	23 218 144
<p>No interest is paid when deposits are refunded.</p>			
7 672 588	8 020 188	8 020 188	7 672 588
6 CURRENT PROVISIONS			
1 489 480	1 615 636	1 674 660	1 547 026
119 417 468	88 302 107	88 302 107	119 417 468
120 906 948	89 917 743	89 976 767	120 964 494
<p>Performance bonuses are paid to employees subject to certain conditions. The provision is a calculation of the amount due to employees at the reporting date.</p>			
<p>The movement in the current provision is reconciled as follows:-</p>			
Performance Bonuses			
566 057	1 489 480	1 547 026	566 057
1 489 480	1 055 043	1 114 068	1 547 026
(150 230)	-	-	(150 230)
(415 827)	(928 888)	(986 434)	(415 827)
1 489 480	1 615 635	1 674 660	1 547 026
Rehabilitation of Landfill Sites			
-	119 417 468	119 417 468	-
-	-	-	-
119 417 468	88 302 107	88 302 107	119 417 468
-	(119 417 468)	(119 417 468)	-
119 417 468	88 302 107	88 302 107	119 417 468
<p>* Estimated current rehabilitation estimate.</p>			
7 CREDITORS			
105 210 570	150 226 346	150 367 322	105 288 071
34 376 932	37 447 766	37 447 766	34 376 932
2 892 115	5 289 270	5 411 770	3 044 615
30 846 407	35 118 544	35 214 192	30 897 341
900	4 693 596	4 693 596	900
23 968 840	35 781 686	35 851 569	24 016 541
197 295 764	268 557 208	268 986 215	197 624 400

Note: 2007 - A Correction of Error adjustment was made to Other Creditors in the amount of R 835 798 and BCDA R47 701 - refer to Note 36.

In terms of the exemptions granted in Gazette No. 30013 dated 29 June 2007 Creditors were accounted for at nominal value and no discounting was done.

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY

2007 **2008**
R **R**

ECONOMIC ENTITY

2008 **2007**
R **R**

7a TAXATION

South African Normal Tax

Current Tax	-	67 700
Deferred Tax	(14 012)	2 181
	<u>(14 012)</u>	<u>69 881</u>

7b Tax Paid

Balance at beginning of the period	(38 145)	(66 917)
Current tax for the year	-	(67 700)
Balance at end of the year	<u>(57 640)</u>	<u>38 145</u>
	<u>(95 785)</u>	<u>(96 472)</u>

Note: 2006 - A Correction of Error adjustment was made to Deferred Tax in the amount of R 32 924 - refer to Note 36.

8 UNSPENT CONDITIONAL GRANTS AND RECEIPTS

232 230 523	134 251 393
<u>170 210 124</u>	<u>85 469 969</u>
62 020 399	48 781 424
<u>10 637 842</u>	<u>17 174 319</u>
<u>242 868 365</u>	<u>151 425 714</u>
<u>242 868 365</u>	<u>151 425 714</u>

Conditional Grants from Government

	134 251 393	232 230 523
National Grants	<u>85 469 969</u>	<u>170 210 124</u>
Provincial Grants and Subsidies	48 781 424	62 020 399
Other Conditional Receipts	<u>17 811 037</u>	<u>11 233 879</u>
Total Conditional Grants and Subsidies	<u>152 062 432</u>	<u>243 464 402</u>

Amount received and invested until utilised (Note 11)	<u>152 062 432</u>	<u>243 464 402</u>
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Refer to Appendix G and Appendix H for a reconciliation of Conditional Grants and Receipts from National and Provincial Government and Other Donations and Public Contributions.

9 VAT

17 412 465 29 173 866

Vat Receivable

28 980 806 17 481 045

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

BUFFALO CITY MUNICIPALITY

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

10 PROPERTY, PLANT AND EQUIPMENT

30 June 2008

Reconciliation of Carrying Value	Land and Buildings R	Infrastructure R	Heritage R	Community R	Other R	Total R
Carrying Values at 01 July 2007	210 472 306	958 129 068	559 356	81 006 629	272 162 055	1 522 329 414
Cost	24 443 388	1 653 915 915	559 356	115 268 529	316 670 753	2 110 857 941
Correction of Error	-	-	-	-	3 945 428	3 945 428
Reclassification of Assets	6 878 952	(3 685 418)	-	(4 805 629)	1 612 095	-
Capital Under Construction	1 598 678	120 064 375	-	11 111 806	14 646 940	147 421 799
Revaluation	334 682 168	1 654 919	-	8 759 960	-	345 097 047
BCDA	-	-	-	-	296 917	296 917
Accumulated Depreciation	(157 130 880)	(813 820 723)	-	(49 328 037)	(65 010 078)	(1 085 289 718)
- Cost	(3 652 621)	(816 309 883)	-	(47 647 308)	(60 300 014)	(927 909 826)
- Correction of Error	-	-	-	-	(1 938 911)	(1 938 911)
- Reclassification of Assets	(187 954)	2 665 040	-	193 188	(2 670 274)	-
- BCDA	-	-	-	-	(100 879)	(100 879)
- Revaluation	(153 290 305)	(175 880)	-	(1 873 917)	-	(155 340 102)
Acquisitions / Write-Ons	1 334 123	5 314 697 561	3 524 502	27 259 993	205 942 235	5 552 758 414
- Cost	1 334 123	5 314 697 561	3 524 502	27 259 993	330 404 566	5 677 220 745
- BCDA	-	-	-	-	19 383	19 383
- Accumulated Depreciation	-	-	-	-	(124 481 714)	(124 481 714)
Capital Under Construction	7 355 524	145 395 500	-	(201 685)	(7 265 304)	145 284 035
- Current Year	8 689 647	184 911 126	-	7 830 180	3 620 968	205 051 921
- Capitalised	(1 334 123)	(39 515 626)	-	(8 031 865)	(10 886 272)	(59 767 886)
Increases / Decreases in Revaluation	-	-	-	-	-	-
Depreciation	(7 073 631)	(79 555 257)	-	(3 080 393)	(19 788 870)	(109 498 151)
- Based on Cost	(622 444)	(79 555 257)	-	(3 080 393)	(19 722 611)	(102 980 705)
- BCDA	-	-	-	-	(66 259)	(66 259)
- Based on Revaluation	(6 451 187)	-	-	-	-	(6 451 187)
Carrying Value of Disposals / Write-Offs	(92 115)	(383 301 831)	(559 356)	(2 781 481)	(136 318 119)	(523 052 902)
- Cost	(92 115)	(1 206 545 348)	(559 356)	(6 079 710)	(190 506 688)	(1 403 783 217)
- Accumulated Depreciation	-	823 243 517	-	3 298 229	54 188 569	880 730 315
Impairment Losses	-	-	-	-	-	-
Carrying Values at 30 June 2008	211 996 207	5 955 365 041	3 524 502	102 203 063	314 731 997	6 587 820 809
Cost	32 564 348	5 758 382 710	3 524 502	131 643 183	462 126 154	6 388 240 897
Capital Under Construction	8 954 202	265 459 875	-	10 910 121	7 381 636	292 705 834
Revaluation	334 682 168	1 654 919	-	8 759 960	-	345 097 047
BCDA	-	-	-	-	316 300	316 300
Accumulated Depreciation	(164 204 511)	(70 132 463)	-	(49 110 201)	(155 092 093)	(438 539 268)
- Cost	(4 463 019)	(69 956 583)	-	(47 236 284)	(154 924 955)	(276 580 841)
- BCDA	-	-	-	-	(167 138)	(167 138)
- Revaluation	(159 741 492)	(175 880)	-	(1 873 917)	-	(161 791 289)

Property, Plant and Equipment Acquisitions / Write-Ons

	Land and Buildings R	Infrastructure R	Heritage R	Community R	Other R	Total R
PPE purchased	-	36 961 030	355 382	7 540 547	42 630 851	87 487 810
Sewerage assets take-on 2007 adjustment	-	696 360 810	-	-	-	696 360 810
Adjustments	-	-	-	-	55 352 425	55 352 425
Work in Progress 2006 capitalised	1 334 123	39 515 625	-	8 031 865	10 886 274	59 767 887
Landfill sites	-	-	-	-	6 382 327	6 382 327
Assets identified Taken On 2008	-	4 541 860 096	3 169 120	11 687 581	215 152 688	4 771 869 486
- Electricity	-	1 438 093 416	-	-	-	-
- Water	-	1 297 143 030	-	-	-	-
- Roads & Stormwater	-	1 806 623 650	-	-	-	-
Total assets added on	1 334 123	5 314 697 561	3 524 502	27 259 993	330 404 565	5 677 220 745

Note: A correction of Error adjustment was made to PPE - other i.r.o. BCDA in the amount of R 4 103 - refer to Note 36.

BUFFALO CITY MUNICIPALITY

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

10 PROPERTY, PLANT AND EQUIPMENT (cont.)

INTANGIBLE ASSETS

30 June 2008

Class of Intangible Assets	Definite or Indefinite	Useful Life or Amortisation Rate	Amortisation Method Used	If Indefinite the reasons supporting the classification as Indefinite
Other Intangible Assets: Computer Software	Definite	3 years	Straight Line	N/A
Internally Generated Intangible Assets: Computer Software	Definite	3 years	Straight Line	N/A

Reconciliation of Carrying Value	Computer Software R	R	R	R	R	Total R
Carrying Values at 01 July 2007	6 302 574	-	-	-	-	6 302 574
Assets - Finite	22 528 315	-	-	-	-	22 528 315
Assets - Infinite	-	-	-	-	-	-
Capital Under Construction	275 001	-	-	-	-	275 001
Accumulated Amortisation	(16 500 742)	-	-	-	-	(16 500 742)
Acquisitions	304 841	-	-	-	-	304 841
- Internally Developed	275 001	-	-	-	-	275 001
- Purchased	29 840	-	-	-	-	29 840
Capital Under Construction	3 936 220	-	-	-	-	3 936 220
- Current Year	4 211 221	-	-	-	-	4 211 221
- Capitalised	(275 001)	-	-	-	-	(275 001)
Amortisation	(3 041 934)	-	-	-	-	(3 041 934)
- Internally Developed	-	-	-	-	-	-
- Purchased	(3 041 934)	-	-	-	-	(3 041 934)
Carrying Values at 30 June 2008	7 501 701	-	-	-	-	7 501 701
Assets - Finite	22 833 156	-	-	-	-	22 833 156
Assets - Infinite	-	-	-	-	-	-
Capital Under Construction	4 211 221	-	-	-	-	4 211 221
Accumulated Amortisation	(19 542 676)	-	-	-	-	(19 542 676)

In terms of the exemption granted in Gazette No. 30013 Buffalo City Municipality has only recognised computer software as Intangible Assets in the 2007/08 financial year.

AGRICULTURAL ASSETS

30 June 2008

Reconciliation of Carrying Value	Agricultural Assets R	R	R	R	R	Total R
Values at 01 July 2007	974 150	-	-	-	-	974 150
Valuation	974 150	-	-	-	-	974 150
Valuation Increase / Decrease	77 350	-	-	-	-	77 350
Values at 30 June 2008	1 051 500	-	-	-	-	1 051 500
Valuation	1 051 500	-	-	-	-	1 051 500

Only biological assets were identified and recorded as Buffalo City Municipality does not own any other Agricultural Assets. Valuations are performed by knowledgeable persons in the relevant markets using assumptions based on market values for the relevant biological assets at each financial year end and any differences are adjusted to Accumulated Surplus. As these biological assets are kept for exhibition purposes only there is no market risk involved and financial risks regarding these assets are restricted to replacing the biological assets as a result of normal animal and related diseases. No event occurred to an agricultural activity as a result of climatic, disease and other natural risks that gave rise to a material item of income or expenditure.

Buffalo City Municipality has itemised all infrastructure, community and other assets and has calculated accumulated depreciation. During 2007/08 all infrastructure, community and other assets with the exception of sanitation assets were identified and taken-on at depreciated replacement or fair value where applicable. Infrastructure, community and other assets taken on at 30 June 2008 have not been depreciated according to asset componentisation. The global assets written out were depreciated for 2007/08 on an averaging basis whereby an average useful life has been estimated for each category of infrastructure, community and other assets using global historical costs recorded in the accounting records. Furthermore, in terms of the exemptions published in Gazette 30013 dated 29 June 2007, Buffalo City Municipality has not assessed whether items of property, plant and equipment are impaired. It is expected that an assessment of impairments will be done by 30 June 2009. Conditional assessments of infrastructure, community and other assets were performed when these assets were taken on.

In terms of the exemptions investment properties have not been identified and are included as Land and Buildings within Property, Plant and Equipment. Investment Properties will be accounted for once all properties and the usage thereof have been identified and determined, which will take place during 2008/09.

BUFFALO CITY MUNICIPALITY

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

10 PROPERTY, PLANT AND EQUIPMENT (cont.)

30 June 2007

Reconciliation of Carrying Value	Land and Buildings	Infrastructure	Heritage	Community	Other	Total
	R	R	R	R	R	R
Carrying Values at 01 July 2006	216 332 182	610 979 438	-	68 298 050	113 463 663	1 009 073 333
Cost	21 455 732	1 411 510 933	-	105 973 729	151 262 804	1 690 203 198
Capital Under Construction	(104 764)	88 042 383	-	-	3 188 340	91 125 959
Revaluation	334 682 168	1 654 919	-	8 759 960	-	345 097 047
Accumulated Depreciation	(139 700 954)	(890 228 797)	-	(46 435 639)	(40 987 481)	(1 117 352 871)
- Cost	(3 164 927)	(890 099 941)	-	(44 650 176)	(40 987 481)	(978 902 525)
- Revaluation	(136 536 027)	(128 856)	-	(1 785 463)	-	(138 450 346)
Acquisitions / Write-Ons	3 595 510	477 765 389	559 356	9 294 800	165 729 572	656 944 627
Capital Under Construction	1 703 442	32 021 992	-	11 111 806	11 458 600	56 295 840
- Current Year	1 703 442	73 736 618	-	11 218 168	11 482 671	98 140 899
- Capitalised	-	(41 714 626)	-	(106 362)	(24 071)	(41 845 059)
Increases / Decreases in Revaluation	-	-	-	-	-	-
Depreciation	(17 250 615)	(58 201 407)	-	(3 085 586)	(19 411 143)	(97 948 751)
- Based on Cost	(496 337)	(58 154 383)	-	(2 997 132)	(19 411 143)	(81 058 995)
- Based on Revaluation	(16 754 278)	(47 024)	-	(88 454)	-	(16 889 756)
Carrying Value of Disposals / Write-Offs	-	-	-	-	(223 013)	(104 238 190)
- Cost	(607 854)	(235 360 407)	-	-	(321 623)	(236 289 884)
- Accumulated Depreciation	8 643	131 944 441	-	-	98 610	132 051 694
Impairment Losses	-	-	-	-	-	-
Carrying Values at 30 June 2007	203 781 308	959 149 446	559 356	85 619 070	273 024 196	1 522 133 376
Cost	24 443 388	1 653 915 915	559 356	115 268 529	316 670 753	2 110 857 941
Correction of Error	-	-	-	-	3 945 428	3 945 428
Capital Under Construction	1 598 678	120 064 375	-	11 111 806	14 646 940	147 421 799
Revaluation	334 682 168	1 654 919	-	8 759 960	-	345 097 047
Accumulated Depreciation	(156 942 926)	(816 485 763)	-	(49 521 225)	(62 238 925)	(1 085 188 839)
- Cost	(3 652 621)	(816 309 883)	-	(47 647 308)	(60 300 014)	(927 909 826)
- Correction of Error	-	-	-	-	(1 938 911)	(1 938 911)
- Revaluation	(153 290 305)	(175 880)	-	(1 873 917)	-	(155 340 102)

INTANGIBLE ASSETS

30 June 2007

Reconciliation of Carrying Value	Computer Software	R	R	R	R	Total
	R					R
Carrying Values at 01 July 2006	3 805 257	-	-	-	-	3 805 257
Assets - Finite	17 858 504	-	-	-	-	17 858 504
Assets - Infinite	-	-	-	-	-	-
Capital Under Construction	-	-	-	-	-	-
Accumulated Amortisation	(14 053 247)	-	-	-	-	(14 053 247)
Acquisitions	4 669 811	-	-	-	-	4 669 811
- Internally Developed	-	-	-	-	-	-
- Purchased	4 669 811	-	-	-	-	4 669 811
Capital Under Construction	275 001	-	-	-	-	275 001
- Current Year	275 001	-	-	-	-	275 001
- Capitalised	-	-	-	-	-	-
Amortisation	(2 447 495)	-	-	-	-	(2 447 495)
- Internally Developed	(442 847)	-	-	-	-	(442 847)
- Purchased	(2 004 648)	-	-	-	-	(2 004 648)
Carrying Values at 30 June 2007	6 302 574	-	-	-	-	6 302 574
Assets - Finite	22 528 315	-	-	-	-	22 528 315
Assets - Infinite	-	-	-	-	-	-
Capital Under Construction	275 001	-	-	-	-	275 001
Accumulated Amortisation	(16 500 742)	-	-	-	-	(16 500 742)

Buffalo City Municipality did not recognise any Intangible Assets in the previous financial year and in terms of the exemption granted in Gazette No. 30013 Buffalo City Municipality has only recognised computer software as Intangible Assets in 2006/07.

BUFFALO CITY MUNICIPALITY

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

10 PROPERTY, PLANT AND EQUIPMENT (cont.)

AGRICULTURAL ASSETS

30 June 2007

Reconciliation of Carrying Value	Agricultural Assets R	R	R	R	R	Total R
Values at 01 July 2006	974 150	-	-	-	-	974 150
Valuation	974 150	-	-	-	-	974 150
Valuation Increase / Decrease	-	-	-	-	-	-
Values at 30 June 2007	974 150	-	-	-	-	974 150
Valuation	974 150	-	-	-	-	974 150

Property, Plant and Equipment Acquisitions / Write-Ons

PPE purchased	124 903 471
Sewerage assets take-on	370 778 629
Work in Progress 2006 capitalised	41 845 059
Landfill sites rehab capitalised	119 417 468
Total assets added on	<u>656 944 627</u>

Purchased assets

Property, Plant and Equipment	124 903 471
Work in Progress	98 415 900
Intangible Assets	4 669 811
Total assets capitalised - BCM	<u>227 989 182</u>

Buffalo City Municipality did not recognise any Agricultural Assets in the previous 2005/06 financial year. For the 2006/07 financial year only biological assets were identified and recorded as Buffalo City Municipality does not own any other Agricultural Assets. Valuations will be done at each financial year end and any differences will be adjusted to Accumulated Surplus.

Buffalo City Municipality is adhering to National Treasury's Guidelines as per MFMA Circular No. 18 dated 23 June 2005, which states that it is paramount to prepare a process map to obtain infrastructure asset information over a number of years. Buffalo City Municipality appointed a service provider to develop a detailed roadmap that is currently being implemented to enable the successful implementation of processes to identify, record, value and manage infrastructure assets during the next 2 years.

During 2006/07 the Sewerage infrastructural assets were identified and accounted for as follows:

Cost of Infrastructure Sewerage Assets at 30 June 2006 written out	235 369 048
Accumulated Depreciation of Infrastructure Sewerage Assets at 30 June 2006 written out	<u>(131 953 081)</u>
Carrying Value of Infrastructure Sewerage Assets at 30 June 2006 written out	<u>103 415 967</u>
Cost of Infrastructure Sewerage Assets identified and taken on at Depreciated Replacement Value at 01 July 2006	370 778 629
Depreciation of take-on Infrastructure Sewerage Assets for the 2006/07 financial year	<u>(15 068 821)</u>
Carrying Value of Infrastructure Sewerage Assets at 30 June 2007	<u>355 709 808</u>

At present, depreciation on these assets (except Sewerage Infrastructure Assets) is calculated on an averaging basis whereby average useful lives have been estimated for each category of Infrastructure and Community Assets using global historical costs recorded in the accounting records. Depreciation on Sewerage Infrastructure Assets is calculated using the sector standards. In terms of the exemptions granted in Gazette No. 30013 dated 29 June 2007 Buffalo City Municipality has not assessed whether items of Property, Plant and Equipment are impaired. It is expected that an assessment of impairments will be done by 30 June 2009.

In terms of the exemptions the useful lives and depreciation methods of assets were not reviewed and recognised in the Annual Financial Statements. It is expected that an assessment in this regard will be done by 30 June 2009.

In terms of the exemptions investment properties have not been identified and are included as Land and Buildings within Property, Plant and Equipment. Investment Properties will only be able to be accounted for once all properties and the usage thereof have been identified and determined.

Refer to Appendix B for more detail on Property, Plant and Equipment, including those under construction.

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
11 INVESTMENTS				
		Listed		
1 852 029	1 366 993	Sanlam shares acquired upon demutualisation	1 366 993	1 852 029
		Unlisted		
3 193 046	2 437 801	Shares in ELIDZ (PTY) LTD	2 437 801	3 193 046
		Financial Instruments		
31 737 148	4 270 097	Fixed Deposits - Long-Term	4 270 097	31 737 148
36 782 223	8 074 891	Total Financial Instruments	8 074 891	36 782 223
		Call Investment Deposits		
396 798 048	525 846 174	Other Deposits - Short-Term	527 102 300	397 921 832
9 594	-	Call Account Deposits	-	9 594
396 807 642	525 846 174	Total Call Investment Deposits	527 102 300	397 931 426
433 589 865	533 921 065	Total Investments	535 177 191	434 713 649
9%	10%	Average rate of return on investments	10%	9%

Allocation of External Investments

Surplus cash is invested until used for specific purposes. Investments are allocated on the following basis:-

7 360 372	9 027 502	COID Fund(Note 1)	9 027 502	7 360 372
21 667 079	26 703 268	Insurance Reserve(Note 2)	26 703 268	21 667 079
242 868 365	151 425 714	Conditional Grants and Receipts (Note 8)	152 149 040	243 464 402
38 029 758	30 375 304	Capital Replacement Reserve(Note 2)	30 375 304	38 029 758
1 489 480	1 615 636	Performance Bonuses Provision (Note 6)	1 615 636	1 547 026
110 901 711	311 073 945	Surplus Cash	311 606 745	110 901 711
422 316 765	530 221 369	External Financing Fund	531 477 495	422 970 348
11 273 100	3 699 696	BCDA	3 699 696	11 273 100
-	-		-	470 201
433 589 865	533 921 065	Total	535 177 191	434 713 649

Note: 2007 - A Correction of Error adjustment was made to call investment deposits in the amount of R 324 035. R1 852 029 was added as listed shares and a correction to shares in ELIDZ (PTY) LTD to the amount of R3 295 033 was effected. - refer to note 36.

12 LONG-TERM RECEIVABLES

138 678	121 456	Loans to Sporting Bodies	121 456	138 678
26 660	11 696	Other Loans	11 696	26 660
848 108	177 743	Motor Vehicle Loans	177 743	848 108
1 013 446	310 895		310 895	1 013 446
(584 004)	(196 290)	Less: Current Portion Transferred to Current Assets	(196 290)	(584 004)
429 442	114 605	Total Long-Term Receivables	114 605	429 442

Loans to Sporting Bodies

Council granted loans to Sporting bodies within its jurisdiction. This policy has since been abolished and no new loans are issued. The remaining loans are being phased out with the last loan being redeemable in 2016.

Other Loans

Council granted loans to other organisations & bodies within its jurisdiction. The remaining loans are being phased out with the last loan redeemable in 2009. The loans attract interest between 6% and 10%.

Motor Vehicle Loans

Senior staff obtain loans at 8% interest per annum repayable over a maximum period of 6 years. Essential users obtained loans at 10% repayable over a maximum period of 5 years. All loans are being phased out with the last loan being fully redeemed in 2008.

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
13 INVENTORY			
9 984 164	12 206 312	12 206 312	9 984 164
195 171	168 459	168 459	195 171
411 984	1 032 820	1 032 820	411 984
423 466	856 933	856 933	423 466
5 729 830	9 773 565	9 773 565	5 729 830
7 745 610	9 309 991	9 309 991	7 745 610
543 808	1 300 306	1 300 306	543 808
25 034 033	34 648 386	34 648 386	25 034 033
(234 706)	(508 116)	(508 116)	(234 706)
24 799 327	34 140 270	34 140 270	24 799 327

In terms of Gazette No. 30013 dated 29 June 2007 and National Treasury's letter dated 15 August 2007, National Treasury have agreed to Buffalo City Municipality deviating from the exemption relating to the disclosure of stock of water on hand at 30 June 2008. Stock of water on hand has therefore been recognised and disclosed for the 2006/07 and 2007/08 financial years.

Inventory is net of specific provisions for obsolescence.

Stock to the value of R234 706 was deemed to be redundant or obsolete and was written off during the 2007/08 financial year.

14 CONSUMER DEBTORS

MUNICIPALITY AND ECONOMIC ENTITY

As at 30 June 2008

Service Debtors
Rates
Cleansing
Electricity
Sewerage
Water
Housing Rentals
Sub - Total
Sundry Debtors
Total

Gross Balances	Provision for Bad Debts	Net Balance
474 946 136	(203 450 952)	271 495 184
109 243 095	(3 904 498)	105 338 597
86 821 051	(52 783 505)	34 037 546
68 117 944	(34 228 799)	33 889 145
76 637 556	(39 760 617)	36 876 939
134 126 490	(72 773 533)	61 352 957
1 488 905	(729 763)	759 142
476 435 041	(204 180 715)	272 254 326
69 668 347	(37 790 762)	31 877 585
546 103 388	(241 971 477)	304 131 911

As at 30 June 2007

Service Debtors
Rates
Cleansing
Electricity
Sewerage
Water
Housing Rentals
Sub - Total
Sundry Debtors
Total

437 644 953	(167 326 597)	270 318 356
99 699 410	(3 067 401)	96 632 009
77 802 376	(37 816 021)	39 986 355
68 230 804	(33 809 262)	34 421 542
67 337 319	(32 729 456)	34 607 863
124 575 044	(59 904 457)	64 670 587
1 537 590	(747 349)	790 241
439 182 543	(168 073 946)	271 108 597
64 001 237	(31 107 946)	32 893 291
503 183 780	(199 181 892)	304 001 888

BUFFALO CITY MUNICIPALITY	
2007	2008
R	R
26 264 877	26 189 151
4 462 832	6 158 027
3 504 314	4 853 761
2 795 758	2 767 332
20 127 417	22 521 649
42 544 212	46 753 175
99 699 410	109 243 095

Rates: Ageing

Current (0 – 30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121 - 365 Days
+ 365 Days
Total

ECONOMIC ENTITY	
2008	2007
R	R
26 189 151	26 264 877
6 158 027	4 462 832
4 853 761	3 504 314
2 767 332	2 795 758
22 521 649	20 127 417
46 753 175	42 544 212
109 243 095	99 699 410

Cleansing, Electricity, Sewerage & Water: Ageing

Current (0 – 30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121 - 365 Days
+ 365 Days
Total

99 543 561	107 748 546
12 800 190	15 979 518
8 038 759	12 397 429
8 093 640	7 249 143
51 149 215	53 539 310
158 320 178	168 789 095
337 945 543	365 703 041

107 748 546	99 543 561
15 979 518	12 800 190
12 397 429	8 038 759
7 249 143	8 093 640
53 539 310	51 149 215
168 789 095	158 320 178
365 703 041	337 945 543

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
884 928	715 184	715 184	884 928
29 947	40 274	40 274	29 947
31 312	34 004	34 004	31 312
29 817	19 772	19 772	29 817
258 095	181 382	181 382	258 095
303 491	498 289	498 289	303 491
1 537 590	1 488 905	1 488 905	1 537 590
Housing Debtors: Ageing			
Current (0 – 30 days)			
31 - 60 Days			
61 - 90 Days			
91 - 120 Days			
121 - 365 Days			
+ 365 Days			
Total			
Sundries: Ageing			
Current (0 – 30 days)			
31 - 60 Days			
61 - 90 Days			
91 - 120 Days			
121 - 365 Days			
+ 365 Days			
Total			
Grand Total: Ageing			
Current (0 – 30 days)			
31 - 60 Days			
61 - 90 Days			
91 - 120 Days			
121 - 365 Days			
+ 365 Days			
Total			

Summary of Debtors by Customer Classification	MUNICIPALITY AND ECONOMIC ENTITY				
	Consumers	Industrial/ Commercial	National and Provincial Gov	Other	Total
30 June 2008	R	R	R	R	R
Current (0 – 30 days)	79 626 240	56 046 223	4 330 202	4 585 645	144 588 310
31 - 60 Days	18 092 463	3 597 955	802 543	2 113 084	24 606 045
61 - 90 Days	14 930 652	2 075 641	865 745	2 032 538	19 904 576
91 - 120 Days	8 822 563	1 608 618	213 743	1 397 265	12 042 189
121 - 365 Days	69 095 463	12 610 494	1 912 269	7 756 118	91 374 344
+ 365 Days	218 820 288	26 075 537	742 454	7 949 645	253 587 924
Sub-Total	409 387 669	102 014 468	8 866 956	25 834 295	546 103 388
Less: Provision for Bad Debts	(176 880 720)	(53 971 978)	-	(11 118 779)	(241 971 477)
Total Debtors by Customer Classification	232 506 949	48 042 490	8 866 956	14 715 516	304 131 911
30 June 2007	R	R	R	R	R
Current (0 – 30 days)	76 271 779	50 807 468	3 864 288	3 902 514	134 846 049
31 - 60 Days	12 029 292	6 853 031	1 278 593	1 657 662	21 818 578
61 - 90 Days	8 955 805	2 563 035	440 370	1 154 289	13 113 499
91 - 120 Days	8 091 974	2 386 317	757 174	1 226 302	12 461 767
121 - 365 Days	62 709 114	13 836 524	1 370 549	5 950 570	83 866 757
+ 365 Days	193 526 257	33 884 564	828 346	8 837 964	237 077 131
Sub-Total	361 584 221	110 330 939	8 539 320	22 729 301	503 183 781
Less: Provision for Bad Debts	(145 601 609)	(44 427 719)	-	(9 152 564)	(199 181 892)
Total Debtors by Customer Classification	215 982 612	65 903 220	8 539 320	13 576 737	304 001 888

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
201 440 870	199 181 892	199 181 892	201 440 870
(2 258 978)	69 985 338	69 985 338	(2 258 978)
-	26 848	26 848	-
-	(27 222 601)	(27 222 601)	-
199 181 892	241 971 477	241 971 477	199 181 892
Bad Debt Provision			
Balance at beginning of year			
Contributions			
Other income			
Bad debt written off			
Balance at the end of the year			
Bad Debts			
Contribution to the bad debt provision from the operating account			
Bad debt written off against the operating account-consumers			
Bad debt written off against the operating account-other			

Amounts totaling R27 222 601 (2006/07 : R63 183 457) were written off as bad debts against the bad debt provision. This represents 1,36% (2006/07 : 3,36%) of the total operating income for the year.

Debtors were disclosed at nominal value net of provision for bad debts and no discounting in terms of the exemptions granted in Gazette No. 30013 dated 29 June 2007 was done.

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
15 OTHER DEBTORS				
4 368 565	4 660 386	Sundry Debtors	4 660 386	4 368 565
9 109 093	23 686 188	Accrued Income	23 686 188	9 109 093
952 621	993 254	Land Sale Debtors	993 254	952 621
38 040 256	41 033 452	Lease Debtors	41 033 452	38 040 256
-	-	BCDA	716	235
<u>52 470 535</u>	<u>70 373 280</u>	Total Other Debtors	<u>70 373 996</u>	<u>52 470 770</u>
<p>Note: 2007 - A Change in Accounting Policy adjustment was made to Other Debtors in the amount of R 38 040 256 - refer to Note 36.</p> <p>Debtors were disclosed at nominal value net of provision for bad debts and no discounting in terms of the exemptions granted in Gazette No. 30013 dated 29 June 2007 was done.</p>				
16 BANK, CASH AND OVERDRAFT BALANCES				
The Municipality has the following bank accounts:				
<u>Current Account (Primary Bank Account)</u>				
Account Number: 521 201 117 44				
Account Number: 081 221 495				
First National Bank / Standard Bank				
Oxford Street				
East London				
49 224 704	231 338 901	Cashbook balance at the beginning of the year	231 338 901	49 224 704
<u>231 338 901</u>	<u>78 248 742</u>	Cashbook balance at the end of the year	<u>78 248 742</u>	<u>231 338 901</u>
109 141 105	300 128 298	Bank statement balance at the beginning of the year	300 128 298	109 141 105
<u>300 128 298</u>	<u>122 622 759</u>	Bank statement balance at the end of the year	<u>122 622 759</u>	<u>300 128 298</u>
<u>Current Account (Inter Authority Account)</u>				
Account Number: 521 201 778 89				
Account Number: 081 246 072				
First National Bank / Standard Bank				
Oxford Street				
East London				
1 210	838 642	Cashbook balance at the beginning of the year	838 642	1 210
<u>838 642</u>	<u>1 474 866</u>	Cashbook balance at the end of the year	<u>1 474 866</u>	<u>838 642</u>
19 674	840 344	Bank statement balance at the beginning of the year	840 344	19 674
<u>840 344</u>	<u>1 474 866</u>	Bank statement balance at the end of the year	<u>1 474 866</u>	<u>840 344</u>
Note: The balance of the Inter Authority account was previously disclosed under the Primary Bank account.				
<u>Current Account (Collection Account)</u>				
Account Number: 521 201 781 84				
Account Number: 081 245 882				
First National Bank / Standard Bank				
Oxford Street				
East London				
792 217	132 876	Cashbook balance at the beginning of the year	132 876	792 217
<u>132 876</u>	<u>1 326 452</u>	Cashbook balance at the end of the year	<u>1 326 452</u>	<u>132 876</u>
792 217	132 876	Bank statement balance at the beginning of the year	132 876	792 217
<u>132 876</u>	<u>1 323 052</u>	Bank statement balance at the end of the year	<u>1 323 052</u>	<u>132 876</u>
<u>Current Account (Prism Account)</u>				
Account Number: 620 179 770 52				
Account Number: 081 246 048				
First National Bank / Standard Bank				
Oxford Street				
East London				
1 343 249	1 375 514	Cashbook balance at the beginning of the year	1 375 514	1 343 249
<u>1 375 514</u>	<u>1 902 467</u>	Cashbook balance at the end of the year	<u>1 902 467</u>	<u>1 375 514</u>
539 380	-	Bank statement balance at the beginning of the year	-	539 380
<u>-</u>	<u>-</u>	Bank statement balance at the end of the year	<u>-</u>	<u>-</u>

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
Current Account (Market)			
Account Number: 521 201 778 89			
Account Number: 081 246 072			
First National Bank / Standard Bank			
Oxford Street			
East London			
(1 156 129)	(1 123 458)	(1 123 458)	(1 156 129)
<u>(1 123 458)</u>	<u>(1 178 254)</u>	<u>(1 178 254)</u>	<u>(1 123 458)</u>
878 174	331 227	331 227	878 174
<u>331 227</u>	<u>443 616</u>	<u>443 616</u>	<u>331 227</u>
Cashbook balance at the beginning of the year			
Cashbook balance at the end of the year - overdrawn			
Bank statement balance at the beginning of the year			
Bank statement balance at the end of the year - overdrawn			
The Municipal Entity have separate bank accounts which are aggregated below:-			
Current Account (BCDA)			
Account Number: 62098717899			
First National Bank			
East London			
Cashbook balance at the beginning of the year			
Cashbook balance at the end of the year			
Bank statement balance at the beginning of the year			
Bank statement balance at the end of the year			
Which are disclosed in the Statement of Financial Position as Follows:-			
50 205 251	232 562 475	232 586 688	50 268 197
<u>232 562 475</u>	<u>81 774 273</u>	<u>81 830 252</u>	<u>232 586 688</u>
396 807 642	525 846 174	527 102 300	397 931 426
<u>1 342 399</u>	<u>1 234 519</u>	<u>1 234 812</u>	<u>1 342 421</u>
<u>630 712 516</u>	<u>608 854 966</u>	<u>610 167 364</u>	<u>631 860 535</u>
Total Cash and Cash Equivalents			

17 PROPERTY RATES

Actual		Actual	
155 272 077	173 393 899	173 393 899	155 272 077
111 529 555	122 094 659	122 094 659	111 529 555
25 587 693	27 363 349	27 363 349	25 587 693
<u>1 295 669</u>	<u>2 584 116</u>	<u>2 584 116</u>	<u>1 295 669</u>
<u>293 684 994</u>	<u>325 436 023</u>	<u>325 436 023</u>	<u>293 684 994</u>
Total Assessment Rates			
Valuations		Valuations	
6 322 710 062	6 449 553 267	6 449 553 267	6 322 710 062
3 977 040 876	4 045 406 648	4 045 406 648	3 977 040 876
1 183 526 646	1 201 489 900	1 201 489 900	1 183 526 646
<u>252 913 775</u>	<u>256 644 045</u>	<u>256 644 045</u>	<u>252 913 775</u>
<u>11 736 191 359</u>	<u>11 953 093 860</u>	<u>11 953 093 860</u>	<u>11 736 191 359</u>
Total Property Valuations			

General valuations on land and buildings should be conducted every 10 years. The last valuations came into effect as follows: East London 1994, King William's Town 1990, Bhisho 1995, R293 Townships 1998, Amstole 1991. Interim valuations are processed once a year to take into account changes in individual property values due to alterations and subdivisions. Rebates of 20% and 40% are granted to state properties and pensioners respectively. Rates are levied on an annual basis on property owners with the final date of payment being 30 September 2007. Ratepayers are also given an option of paying their rates monthly on application. Interest at a standard rate as amended from time to time, paid on any rate which remains unpaid after 30 September 2007, except in cases where the owner has applied to pay by installment.

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
18 SERVICE CHARGES				
118 266 107	126 656 010	Sewerage Charges	126 656 010	118 266 107
94 773 097	109 833 002	Cleansing Charges	109 833 002	94 773 097
429 228 488	465 986 401	Sale of Electricity	465 968 670	429 212 157
152 326 004	172 781 696	Sale of Water	172 781 696	152 326 004
2 171 530	2 678 473	Other	2 678 473	2 171 530
796 765 226	877 935 582	Total Service Charges	877 917 851	796 748 895
19 GOVERNMENT GRANTS AND SUBSIDIES				
Government Grants				
197 474 279	237 125 000	Equitable Share	237 125 000	197 474 279
1 470 266	1 580 838	BCMETS Subsidy	1 580 838	1 470 266
1 408 016	3 796 047	DWAF	3 796 047	1 408 016
33 774 461	31 301 131	State Health Subsidy	31 301 131	33 774 461
1 944 339	1 550 624	MIG	1 550 624	1 944 339
-	3 864 041	Housing & Local Government (MURP)	3 864 041	-
-	3 900 000	Subsidy (Libraries)	3 900 000	-
236 071 361	283 117 681	Total Government Grants	283 117 681	236 071 361
236 071 361	283 117 681	Total Government Grants & Subsidies Received and Allocated as Income	283 117 681	236 071 361
241 245 228	288 773 815	Transferred from Conditional Grant Creditors (Appendix G)	290 417 056	242 902 989
-	4 692 696	Donated & Public Contributions (ELIDZ-Donation)	4 692 696	-
477 316 589	576 584 192	Total Conditional Grants, Subsidies and Donations reflected on the Statement of Financial Performance	578 227 433	478 974 350
Equitable Share				
In terms of the Constitution, this grant is used to subsidise the provision of basic and administrative services to indigent community members and to subsidise income.				
Other Grants and Subsidies				
All other funds received in the income account were reimbursements for expenditure incurred and no balances were carried forward. All conditions were met and no funds were withheld.				
National/Provincial Government Grant & Other Funding (Expenditure Reimbursement)				
Conditional Grants and subsidies are received to the Conditional Grant Creditor accounts and all non-capital expenditure is expensed through the income and expenditure account. Once all conditions are met operating and capital expenditure financed from Conditional Grants and Subsidies is reimbursed by a transfer from the Conditional Grant Creditor account to the operating account as revenue.				
Refer Note 8, Appendix G and Appendix H for more detail on the Conditional Grant and Subsidy balances and transaction movements for 2007/08.				
Conditions on the funding were complied with and no funds were withheld.				
20 OTHER INCOME				
9 765 018	12 499 065	Commission	12 499 065	9 765 018
3 109 079	2 943 437	Coupons & Clip Tickets	2 943 437	3 109 079
17 730 533	23 634 430	Fire Levy Charges	23 634 430	17 730 533
2 335 731	898 835	Insurance Recoveries	898 835	2 335 731
4 394 184	5 533 374	Plan Approval Fees	5 533 374	4 394 184
2 915 445	2 740 504	Scrap Sales	2 740 504	2 915 445
2 304 985	3 606 483	Service Connections - Electricity Supplies	3 606 483	2 304 985
4 947 527	5 554 566	Service Connections - Business	5 554 566	4 947 527
14 630 416	17 880 652	Vehicle Registration Commission	17 880 652	14 630 416
14 796 533	13 679 760	Other	13 739 958	14 867 570
76 929 451	88 971 106	Total Other Income	89 031 304	77 000 488

All individual income categories exceeding R2 000 000 are stated separately)

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
21 GENERAL EXPENSES - OTHER				
17 627 960	26 897 119	Consultants Fees	26 897 119	17 627 960
6 738 442	5 711 049	Chemicals and Disinfectant	5 711 049	6 738 442
6 430 588	5 108 757	DWAF	5 108 757	6 430 588
23 509 750	26 875 915	Electricity Lighting Department Charges	26 875 915	23 509 750
7 514 910	8 878 124	Essential Users Cost	8 878 124	7 514 910
9 496 206	12 884 699	Fuel Oil	12 884 699	9 496 206
5 247 484	3 176 060	Hired Plant	3 176 060	5 247 484
11 789 303	9 967 538	Insurance	9 967 538	11 789 303
-	6 911 111	Levies	6 911 111	-
5 383 707	5 860 882	Licence Fee Department Charges	5 860 882	5 383 707
7 143 761	2 674 064	Machine Rental	2 674 064	7 143 761
-	6 265 567	Miscellaneous Stores & Materials	6 265 567	-
8 900 512	9 532 356	Pensions Payable	9 532 356	8 900 512
7 051 593	8 810 269	Petrol	8 810 269	7 051 593
64 299 618	76 661 679	Poor Relief	76 661 679	64 299 618
-	5 507 096	Printing and Stationery	5 507 096	-
8 778 285	7 743 420	Refuse Removal Department Charges	7 743 420	8 778 285
12 267 400	12 540 680	Security Guards	12 540 680	12 267 400
-	5 430 211	Service Connect-Business	5 430 211	-
8 600 432	7 512 538	Spares - Automotive	7 512 538	8 600 432
11 699 158	12 657 747	Telephones	12 657 747	11 699 158
114 015 428	129 996 079	Conditional Grant Expenditure	131 639 321	115 673 190
50 917 661	33 488 032	Housing & Local Government projects	33 488 032	50 917 661
31 016 088	42 457 159	Restructuring Grant Projects	42 457 159	31 016 088
32 081 679	54 050 888	Other projects	55 694 130	33 739 441
122 888 572	122 481 188	Other	121 005 752	121 851 261
459 383 110	520 084 148	Total General Expenses - Other	520 251 954	460 003 561

All categories exceeding R5 000 000 are stated separately.

22 EMPLOYEE RELATED COSTS				
429 426 984	473 462 218	Salaries and Wages	475 365 038	430 599 318
83 583 146	94 476 565	Social Contributions	94 476 565	83 583 146
513 010 130	567 938 783	Total Employee related costs	569 841 603	514 182 464
Remuneration of the Municipal Manager				
420 000	670 320	Basic Salary	670 320	420 000
280 000	446 880	Other	446 880	280 000
700 000	1 117 200	Total	1 117 200	700 000

(Note: No bonus was paid but provision of R 122 500 and R 156 408 were made for the 2006/07 and 2007/08 financial year's respectively.)

Remuneration of the Chief Financial Officer				
521 869	536 256	Annual Remuneration	536 256	521 869
348 888	357 504	Other	357 504	348 888
-	74 561	Performance Bonus (Paid i.r.o. 2006/07 financial year.)	74 561	-
870 757	968 321	Total	968 321	870 757

(Note: No bonus was paid but a provision of R 125 126 was made for the 2007/08 financial year.)

Remuneration of the Director of Corporate Services				
521 869	536 256	Annual Remuneration	536 256	521 869
352 220	357 504	Other	357 504	352 220
-	74 561	Performance Bonus (Paid i.r.o. 2006/07 financial year.)	74 561	-
874 089	968 321	Total	968 321	874 089

(Note: No bonus was paid but a provision of R 125 126 was made for the 2007/08 financial year.)

Remuneration of the Director of Engineering Services				
523 729	565 207	Annual Remuneration	565 207	523 729
353 459	376 805	Other	376 805	353 459
-	124 561	Performance Bonus (Paid i.r.o. 2006/07 financial year.)	124 561	-
877 188	1 066 573	Total	1 066 573	877 188

(Note: No bonus was paid but a provision of R 78 501 was made for the 2007/08 financial year.)

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
Remuneration of the Director of Development Planning			
521 869	536 256	536 256	521 869
352 220	357 504	357 504	352 220
-	74 561	74 561	-
874 089	968 321	968 321	874 089
(Note: No bonus was paid but a provision of R 74 480 was made for the 2007/08 financial year.)			
Remuneration of the Director of Public Safety and Health			
162 000	536 256	536 256	162 000
127 297	357 504	357 504	127 297
-	24 423	24 423	-
289 297	918 183	918 183	289 297
(Note: No bonus was paid but a provision of R 125 126 was made for the 2007/08 financial year.)			
Remuneration of the Director of Community Services			
162 000	536 256	536 256	162 000
127 297	357 504	357 504	127 297
-	24 423	24 423	-
289 297	918 183	918 183	289 297
(Note: No bonus was paid but a provision of R 125 126 was made for the 2007/08 financial year.)			
Remuneration of the Director of Mayoral Office			
79 230	536 256	536 256	79 230
52 820	357 504	357 504	52 820
-	23 622	23 622	-
132 050	917 382	917 382	132 050
(Note: No bonus was paid but a provision of R 125 126 was made for the 2007/08 financial year.)			
Remuneration of the Special Advisor to Executive Mayor			
521 869	536 256	536 256	521 869
352 220	357 504	357 504	352 220
86 242	74 450	74 450	86 242
960 331	968 210	968 210	960 331
Remuneration of the Chief Executive Officer (BCDA)			
		650 667	481 552
		-	-
		-	-
		650 667	481 552
Remuneration of Senior Management (BCDA)			
		803 557	563 898
		-	-
		-	-
		803 557	563 898
23 REMUNERATION OF COUNCILLORS AND BOARD MEMBERS			
317 210	341 000	341 000	317 210
253 767	272 800	272 800	253 767
2 141 165	2 174 524	2 174 524	2 141 165
7 416 587	8 013 484	8 013 484	7 416 587
1 697 936	1 961 547	1 961 547	1 697 936
5 119 994	5 394 383	5 394 383	5 119 994
-	-	17 100	20 100
-	-	41 575	36 500
16 946 659	18 157 738	18 216 413	17 003 259
In-Kind Benefits			
The Executive Mayor, Speaker and Mayoral Committee Members are full-time. Each is provided with an office and secretarial support at the cost of Council. The Executive Mayor has use of a Council owned vehicle for official duties. The Executive Mayor has one bodyguard and an official driver at the cost of Council.			

BUFFALO CITY MUNICIPALITY

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
		24 INTEREST PAID		
3 053 640	3 053 640	Stock Loans	3 053 640	3 053 640
41 573 409	66 267 987	Annuity Loans	66 267 987	41 573 409
839	-	Finance Loans	-	839
1 661 028	-	Other	-	1 661 028
-	352 566	Finance Leases	352 566	-
<u>46 288 916</u>	<u>69 674 193</u>	Total Interest on External Borrowings	<u>69 674 193</u>	<u>46 288 916</u>
		During the 2007/08 financial year, the total interest paid has increased due to the increased utilization of annuity loans. This is expected to increase in future on acquisition of budgeted capital infrastructure development.		
		25 BULK PURCHASES		
247 773 872	267 937 803	Electricity	267 937 803	247 773 872
72 104 638	90 795 230	Water	90 795 230	72 104 638
<u>319 878 510</u>	<u>358 733 033</u>	Total Bulk Purchases	<u>358 733 033</u>	<u>319 878 510</u>
		26 GRANTS AND SUBSIDIES PAID		
3 033 418	3 337 863	Grant in Lieu of Rates	3 337 863	3 033 418
465 661	887 850	Sundry Grants-in-Aid	887 850	465 661
<u>3 499 079</u>	<u>4 225 713</u>	Total Grants and Subsidies Paid	<u>4 225 713</u>	<u>3 499 079</u>
		The Grant paid to BCM Tourism is paid quarterly.		
		Various institutions apply for Grants-in-aid. Mostly charity organizations and child care centres qualify for these grants.		
		27 TRAFFIC FINES		
<u>9 696 555</u>	<u>7 357 982</u>	Traffic fines issued but not yet recovered at year end.	<u>7 357 982</u>	<u>9 696 555</u>
		Due to the uncertainty of the recoverability of outstanding traffic fines Buffalo City Municipality did not include the unpaid fines as Revenue and will only do so when the revenue is received.		
		28 CASH GENERATED BY OPERATIONS		
74 614 046	182 603 285	Net Surplus for the year	182 304 378	74 808 508
		Adjustment for:		
(1 315 706)	755 245	Equity accounted share of associate's deficit/(surplus)	755 245	(1 315 706)
1 852 029	-	Long term investment accounted for	-	-
100 396 246	112 473 827	Depreciation	112 540 086	100 458 245
(4 135 271)	(6 664 486)	Net gain on disposal of property, plant and equipment	(6 664 486)	(4 955 072)
5 673 062	9 898 257	Contributions to provisions	9 957 281	5 221 066
(38 397 035)	(81 030 891)	Investment Income	(81 030 891)	(38 539 372)
46 288 916	69 674 010	Interest Paid	69 674 010	46 288 916
7 936 000	10 742 000	Interest Discounted	10 742 000	7 936 000
1 834 000	2 976 000	Service costs post employment medical benefits	2 976 000	1 834 000
-	485 036	Impairment of investments	485 036	-
35 749 000	-	Actuarial losses in respect of post employment benefits	-	35 749 000
-	69 985 338	Bad Debt	69 985 338	63 183 457
<u>230 495 287</u>	<u>371 897 621</u>	Operating Surplus Before Working Capital Changes:	<u>371 723 997</u>	<u>290 669 042</u>
(7 717 263)	(9 614 353)	Increase in Inventories	(9 340 943)	(7 635 432)
81 831	273 410	Increase in Provision for Obsolete Stock	-	-
(5 331 836)	(42 919 608)	Increase in Service Debtors	(42 919 608)	(68 488 060)
27 234	-	Decrease in Bad Debt Provision	-	-
2 734 670	(45 098 497)	Increase/(Decrease) in Other Debtors	(45 098 979)	2 737 242
-	-	Increase in Taxation	(95 785)	(28 772)
20 771 655	71 261 443	Increase in Creditors	71 331 815	20 817 828
4 563 751	(11 761 401)	Increase/(Decrease) in VAT	(11 377 237)	4 602 472
<u>15 130 042</u>	<u>(37 859 005)</u>	Working Capital Changes	<u>(37 500 737)</u>	<u>(47 994 722)</u>
<u>245 625 329</u>	<u>334 038 615</u>	Cash Generated from Operations	<u>334 223 260</u>	<u>242 674 321</u>

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
29 CASH AND CASH EQUIVALENTS			
Cash and cash equivalents included in the cash flow statement comprise the following statement of amounts indicating financial position:			
233 904 874	83 008 792	83 065 064	233 929 109
396 807 642	525 846 174	527 102 300	397 931 426
630 712 516	608 854 966	610 167 364	631 860 535
<p>Note: 2007 - A Correction of Error adjustment was made to call investments deposits in the amount of R 324 035 - refer to Note 36.</p>			
30 UTILIZATION OF LONG-TERM LIABILITIES RECONCILIATION			
98 011 654	62 542 938	62 542 938	98 011 654
-	1 565 218	1 565 218	-
(98 011 654)	(64 108 156)	(64 108 156)	(98 011 654)
9 918 843	2 201 454	2 201 454	9 918 843
<p>A R 250 000 000 facility for the Capital Development Programme (CAP) was raised during the 2006/07 financial year. During the 2007/08 financial year R 53 315 158 (R 99 974 340: 2006/07) has been claimed from the Development Bank of Southern Africa (DBSA).</p> <p>All loans that are raised are only used for the financing of assets. No operating expenditure is financed from loan funding. All purchases against the capital budget are analysed and reconciled to individual asset values in order to eliminate any contravention of the MFMA, which stipulates that loan funding cannot be used to finance operating activities.</p>			
31 ADDITIONAL DISCLOSURES IN TERMS OF THE MUNICIPAL FINANCE MANAGEMENT ACT			
<u>Contributions to SALGA</u>			
2 403 838	2 358 352	2 358 352	2 403 838
(2 403 838)	(2 358 352)	(2 358 352)	(2 403 838)
-	-	-	-
<u>Contributions to SA Cities Network</u>			
199 650	219 615	219 615	199 650
(199 650)	(219 615)	(219 615)	(199 650)
-	-	-	-
<u>Audit Fees</u>			
2 101 956	2 826 245	2 921 604	2 189 997
(2 101 956)	(2 826 245)	(2 835 604)	(2 189 997)
-	-	-	-
<u>PAYE and UIF</u>			
60 524 928	65 491 943	65 491 943	60 524 928
(60 524 928)	(65 491 943)	(65 491 943)	(60 524 928)
-	-	-	-
<u>Pension and Medical Aid Deductions</u>			
120 401 203	136 804 595	136 804 595	120 401 203
(120 401 203)	(136 804 595)	(136 804 595)	(120 401 203)
-	-	-	-
<u>Councillor's Arrear Consumer Accounts</u>			

Arrear accounts totalling R1 738 were outstanding at 30 June 2008 for more than 90 days for which mechanisms are in place to deduct amounts from the monthly allowances of each Councillor.

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
32 CAPITAL COMMITMENTS			
Commitments in respect of capital expenditure:			
- Approved and Contracted for			
81 764 552	16 540 796	16 540 796	81 764 552
3 268 311	19 583 951	19 583 951	3 268 311
3 609 378	11 910 567	11 910 567	3 609 378
88 642 241	48 035 314	48 035 314	88 642 241
- Approved but not yet Contracted for			
156 137 358	547 887 444	547 887 444	156 137 358
24 701 168	220 703 577	220 703 577	24 701 168
102 847 728	85 462 612	85 462 612	102 847 728
283 686 254	854 053 633	854 053 633	283 686 254
372 328 495	902 088 947	902 088 947	372 328 495
Total Commitments			
This expenditure will be financed from:			
- External Loans			
102 157 536	387 368 732	387 368 732	102 157 536
201 189 474	448 137 891	448 137 891	201 189 474
68 981 485	66 582 324	66 582 324	68 981 485
372 328 495	902 088 947	902 088 947	372 328 495

All commitments are in respect of Property, Plant and Equipment.

No commitments exist for Intangible and Agriculture Assets in terms of IAS 38 and IAS 41 respectively.

33 CONTINGENT LIABILITIES

796 476	743 676	743 676	796 476
796 476	743 676	743 676	796 476

Guarantees by the Council in respect of building society and commercial bank housing loans for officials.

Alleged assault and unlawful arrest and detention by a Traffic Officer. Possible claim of approximately R1.2 million. Council is defending the claim.

Flood damage to Vincent Park Centre has resulted in a possible claim of approximately R31 million. Although no court action has commenced Council's attorney's have been briefed and Council would defend the matter. Council's attorney's have also been instructed to investigate the possibility of recourse through it's Insurers. At present the matter is dormant as we have not heard from the claimants. If not interrupted the matter will prescribe in 2009.

Cancellation of a contract by Mtha Building Contractor/ Joe Angaviwe JV in the amount of R14 million. Council is defending this matter.

Improvement claim of approximately R2.6 million by Van Loggenberg for improvements not authorised at Bridle Drift Dam. Council is disputing the matter.

An arrest of a citizen by a traffic officer whereby a firearm was discharged injuring the accused has resulted in a possible civil claim of approximately R1,6 million. Council is of the opinion that the arrest was legal according to the Road Traffic Act and the Criminal Procedure Act.

The cancellation of a contract to lay a bulk sewer pipe due to non-performance by RJW Ikusasan JV resulted in Council being sued in the amount of R2,5 million. Council is defending the claim.

An ex-employee is claiming for benefits allegedly not paid and for unlawful dismissal in the amount of R1 million. Council is defending the matter.

BCDA has been cited as a first respondent in a court case brought by an unsuccessful bidder over the decision to award the tender for the sale and development of Marina Glen "A" site, which was awarded in June 2007. The legal representative has stated that by they are not in a position to speculate the outcome of the case but, nevertheless, is of the opinion that the agency has a reasonable prospect of success.

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

BUFFALO CITY MUNICIPALITY

2007 2008
R R

ECONOMIC ENTITY

2008 2007
R R

34 RETIREMENT BENEFIT INFORMATION

The employees of the Council as well as the Council as employer, contribute to Municipal Pension, Retirement and various Provident Funds as listed below:

- Cape Joint Pension Fund
- Cape Joint Retirement Fund
- Eastern Cape Local Authorities Provident Fund
- Government Employees Pension Fund
- SAMWU National Provident Fund
- SALA Pension Fund
- East London Municipal A Band Provident Fund
- Old Mutual Orion Provident Fund
- Aftrevoorsieningsfonds vir Kaapse Plaaslike Owerhede

The Cape Joint Pension Fund's last actuarial valuation was at 30 June 2006 conducted by S. Neethling from Metropolitan Life Limited. The fund was in a sound financial position and the surplus could be attributed to the reduction of pension increase targets. Although this fund is a defined benefit plan it cannot be accounted as such as it is part of a multi-employer plan. In the event of the fund being under funded Councils liability would be limited to increased monthly contributions.

The Cape Joint Retirement Fund's last actuarial valuation was at 30 June 2006 conducted by S. Neethling from Metropolitan Life Limited who certified that the fund was in a sound financial position.

The Eastern Cape Local Authorities Provident Fund's last valuation was at 30 June 2007 conducted by M. Hayler from Alexander Forbes Financial Services who certified that the fund was in a sound financial position in terms of the Pension Fund Act.

The Government Employees Pension Fund's last valuation was at 31 March 2006 conducted by J. Slawski, J. Geldenhuys and R. Maxwell from Alexander Forbes Financial Services. The fund was 96,5% funded at this date. The deficit in the Fund is provided for in the national accounts of Government.

SAMWU National Provident Fund's last actuarial valuation was at 30 June 2005 conducted by E. Potgieter from Fifth Quadrant Actuaries & Consultants (Pty) Ltd. The report stated that the fund was in a sound financial position.

The SALA Pension Fund's last valuation was at 30 June 2007 conducted by J.F. Rosslee and M.J. Newman of Genesis Actuarial Solutions. The fund was 110% funded as at valuation date. Although this fund is a defined benefit plan it cannot be accounted as such as it is part of a multi-employer plan. Although the fund is fully funded it was under funded in the previous years and Council was therefore required to make additional monthly contributions. The additional contributions amounted to R85 281 for the 2007/08 financial year. Since the fund is now fully funded Council has applied to revert back to the standard contribution.

The East London Municipal A Band and Old Mutual Orion Provident Funds as well as the Aftrevoorsieningsfonds vir Kaapse Plaaslike Owerhede are fixed/defined contribution funds. It is therefore not necessary to perform actuarial valuations for these funds.

It is Council's policy to fund 60% of Pensioner's medical aid expenses. The current costs amount to approximately R 9.5 million.

An amount of R 94.6 million (2007: R 83.6 million) was contributed by Council, Councillor's and employee's in respect of Councillor and employee's retirement funding. These contributions have been expensed.

35 IN-KIND DONATIONS AND ASSISTANCE

The Municipality received the following in-kind donations and assistance:

The services of 9 Officials from the Department of Housing, Local Government and Traditional Affairs have been made available to BCM for the implementation of the Enhanced Extended State Discount Benefit Scheme in Mdantsane w.e.f. 26 March 2007. The services of an International Finance Advisor assisting at the Knowledge Management Unit.

36.1 CORRECTION OF ERROR

During the year the following adjustments were made to transactions whereby amounts were erroneously stated in previous financial periods :

BUFFALO CITY MUNICIPALITY	ECONOMIC ENTITY
2007	2008
R	R
36.1 CORRECTION OF ERROR	
During the year the following adjustments were made to transactions whereby amounts were erroneously stated in previous financial periods :	
Financial period 2006:	
(127 186 000)	(127 186 000)
-	(15 096)
-	2 136
-	32 924
<u>(127 186 000)</u>	<u>(127 166 036)</u>
Financial period 2007:	
3 945 428	3 945 428
(2 300 240)	(2 300 240)
(1 645 188)	(1 645 188)
-	-
1 852 029	1 852 029
(324 035)	(324 035)
(3 295 033)	(3 295 033)
1 645 188	1 645 188
(835 798)	(835 798)
(1 938 911)	(1 938 911)
-	(32 605)
-	33 648
-	(16 952)
-	1 967
-	(16 696)
<u>(2 896 560)</u>	<u>(2 927 198)</u>
<u>(2 896 560)</u>	<u>(2 927 198)</u>
Net Effect on Accumulated Surplus	
	<u>(2 927 198)</u>

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

BUFFALO CITY MUNICIPALITY			ECONOMIC ENTITY	
2007	2008		2008	2007
R	R		R	R
36.2 CHANGE IN ACCOUNTING POLICY				
202 292		Straight lining of leases - BCM the Lessor - monthly income leases - 2007		202 292
37 837 964		Straight lining of leases - BCM the Lessor - annual income leases - 2007		37 837 964
<u>38 040 256</u>		Net Effect on Accumulated Surplus		<u>38 040 256</u>
Buffalo City Municipality obtained approval from National Treasury for the early adoption of IAS 17 regarding straight lining of operational leases.				
37 INVESTMENT IN ASSOCIATE				
Buffalo City Municipality holds 26% of the issued share capital in East London Industrial Development Zone (Pty) Ltd.				
5 172 373	3 193 046	Opening balance of carrying value	3 193 046	5 172 373
1 315 706	(755 245)	Share of retained (loss) / profit on the equity method for the period	(755 245)	1 315 706
(2 411 057)	-	Adjustment- Retained income 2005/06 financial year - refer to Note 36	-	(2 411 057)
(883 716)	-	Adjustment- Retained income 2006/07 financial year - refer to Note 36	-	(883 716)
(260)	-	Adjustment- Issued shares duplicated - refer to Note 36	-	(260)
<u>3 193 046</u>	<u>2 437 801</u>	Closing balance of carrying value	<u>2 437 801</u>	<u>3 193 046</u>
Investment carrying value is made up as follows:				
260	260	26% of issued shares (26 000 shares at R0,01 each)	260	260
3 192 786	2 437 541	26% of retained portion of IDZ profit	2 437 541	3 192 786
<u>3 193 046</u>	<u>2 437 801</u>	Market value and Council's valuation of this investment	<u>2 437 801</u>	<u>3 193 046</u>
<u>3 193 046</u>	<u>2 437 801</u>		<u>2 437 801</u>	<u>3 193 046</u>
31/03/2008	30/06/2008	Summary of IDZ Financial Information:	30/06/2008	31/03/2008
(9 372 207)	(9 376 155)	Equity	(9 376 155)	(9 372 207)
(852 909 482)	(941 621 942)	Liabilities	(941 621 942)	(852 909 482)
<u>(862 281 689)</u>	<u>(950 998 097)</u>	Total Equity and Liabilities	<u>(950 998 097)</u>	<u>(862 281 689)</u>
<u>862 281 689</u>	<u>950 998 097</u>	Total Assets	<u>950 998 097</u>	<u>862 281 689</u>

The Financial Statements of IDZ are prepared for the accounting period 01 April 2007 to 31 March 2008 and interim results for the quarter ending 30 June 2008 are also prepared.

No loans were made to or received from the associate.

No shares were sold during the period.

38 RELATED PARTY TRANSACTIONS

Buffalo City Development Agency (BCDA) (a Section 21 company registration no 2004/016829/08)

The BCDA was incorporated on 18 June 2004 as a Municipal entity of BCM. BCDA is 100% controlled by BCM. BCM Council resolved to report all Agency related pre-incorporation financial transactions for the first time at 30 June 2005.

One of the envisaged corner-stones of the Agency's business model is the asset base of unutilised or underutilised public land and infrastructure that falls within the Agency's demarcated area, namely the extended waterfront and CBD area of East London.

In Buffalo City, this asset-base constitutes a resource of significant value that could be used as leverage to unlock beneficial synergies with other significant prospective investors, private and public.

The annual financial statements of BCDA, at 30 June 2008, were consolidated in terms of GAMAP 6, the Municipal Systems Act, as amended, and the Municipal Finance Management Act.

Buffalo City Municipality has issued grants of R 997 693 (VAT inclusive) to the development agency during the current financial year (2006/07: R1 000 000 (VAT inclusive)).

BCDA has paid consumer accounts of R17 731 during the current financial year (2006/07: R16 331).

There is no outstanding balances to BCM from BCDA or visa versa at 30 June 2008

All Councillors and Employees have disclosed their interest in related parties and no one has the ability to control or exercise significant influence over Council in making financial and operating decisions.

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

BUFFALO CITY MUNICIPALITY
2007
R

2008
R

ECONOMIC ENTITY
2008
R

2007
R

39 EXEMPTIONS GRANTED IN GAZETTE NO. 30013 DATED 29 JUNE 2007

Buffalo City Municipality is making full use of the exemptions granted except for the exemption relating to the preparation of consolidated statements, the disclosure of water stock on hand, straight lining leases and rental income and payments and post retirement employee benefits.

To achieve full compliance with the accounting standards the information in the Annual Financial Statements will need to be adjusted to make provision for:

- Recapitalising the value of Property assets.
- Identifying and accounting for Investment assets.
- Identifying and accounting for Intangible assets.
- Determination of risk (credit and interest).
- Impairment.
- Classification and valuation of Financial Instruments.

40 EVENTS AFTER THE REPORTING DATE

At the time of preparing and submitting the Consolidated Annual Financial Statements there were no subsequent events to disclose.

41 LEASES

Municipality as Lessee					Municipality as Lessor	
19 736 625	15 617 512				16 536 972	20 182 627
Operating leases						
The future minimum lease payments are as follows:						
					5 260 075	5 090 050
4 881 500	5 031 322	No later than 1 year			11 276 897	15 092 577
14 855 125	10 586 190	Later than 1 year and no later than 5 years			-	-
-	-	Later than 5 years			16 536 972	20 182 627
19 736 625	15 617 512				266 190	-
Finance leases						
		Nominal	Discounted	Future Finance		
		Payments	Payments	Liability		
		1 710 712	1 598 830	111 882	111 882	-
		1 353 939	1 199 664	154 275	154 275	-
		1 755	1 722	33	33	-
		3 066 406	2 800 216	266 190	266 190	-
Contingent rent for the year					213 246	-
					-	-
Operating leases						
					1 110 150	1 003 145
					3 670 168	3 841 196
					162 451 386	163 390 508
					167 231 704	168 234 849

42 RISK MANAGEMENT

42.1 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. These include cash flow forecasting.

42.2 Interest rate risk

Deposits attract interest at a rate that varies according to 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. An investment policy is strictly adhered to.

42.3 Credit risk

Credit risk consists mainly of cash deposits, cash equivalents and debtors. 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 formula as per the investment policy. Consumer debtors comprise a widespread customer base. Management evaluates credit risk relating to consumers on an ongoing basis as per the credit control policy.

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

BUFFALO CITY MUNICIPALITY		ECONOMIC ENTITY	
2007	2008	2008	2007
R	R	R	R
43 IRREGULAR EXPENDITURE			
43.1 Reconciliation of irregular expenditure:			
-	-	-	-
-	23 390 731	23 390 731	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	23 390 731	23 390 731	-
-	-	-	-
-	23 390 731	23 390 731	-
-	-	-	-
-	23 390 731	23 390 731	-
-	-	-	-
-	23 390 731	23 390 731	-
-	-	-	-
43.2 Irregular expenditure:			
Incident		Disciplinary steps taken/criminal proceedings	
-	880 654	880 654	-
-	2 278 189	2 278 189	-
-	20 231 888	20 231 888	-
-	23 390 731	23 390 731	-
44 FRUITLESS AND WASTEFUL EXPENDITURE			
44.1 Reconciliation of fruitless and wasteful expenditure:			
-	-	-	-
-	442 399	442 399	-
-	442 399	442 399	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	442 399	442 399	-
44.2 Analysis of Current Year Fruitless and Wasteful Expenditure			
Incident		Disciplinary steps taken/criminal proceedings	
-	442 399	442 399	-
-	442 399	442 399	-
45 EVENTS AFTER THE REPORTING DATE			
Cancellation of the Waste Rite contract has resulted in possible legal action against Council in the amount of approximately R 8.8 million as Waste Rite are suing Council for the remainder of the contract price.			
The Municipal Manager has been placed on precautionary suspension due to Supply Chain Management issues.			
The General Manager - Supply Chain Management has been suspended due to Supply Chain Management issues.			

BUFFALO CITY MUNICIPALITY
APPENDIX A
SCHEDULE OF EXTERNAL LOANS AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)

EXTERNAL LOANS							Carrying Value of Property, Plant & Equipment	Other Costs in accordance with MFMA
Issued	Loan No.	Redeemable	Balance at 30/06/2007	Received during the year	Redeemed / written off during the year	Balance at 30/06/2008		
			R	R	R	R		
LONG-TERM LOANS								
<u>Local Registered Stock</u>								
1990 @ 16.50%	72	30/06/2010	8 000 000	-	-	8 000 000	-	-
1990 @ 17.05%	73	31/12/2011	10 000 000	-	-	10 000 000	-	-
1990 @ 17.90%	5/90	30/06/2010	160 000	-	-	160 000	-	-
Total Local Registered Stock			18 160 000	-	-	18 160 000	-	-
<u>Annuity Loans</u>								
2020 @ 13.95%	INCA	30/06/2020	119 193 993	8 245 449	13 128 263	114 311 179	-	-
2001 @ 10.83%	13717-DBSA	30/06/2021	64 655 315	-	9 918 473	54 736 842	-	-
2002 @ 11.40%	100124-DBSA	30/06/2023	150 906 776	-	13 048 973	137 857 803	-	-
2004 @ 10.15%	100783-DBSA	30/06/2009	6 164 421	-	164 421	6 000 000	-	-
2004 @ 12.56%	101058-DBSA	31/12/2023	58 558 867	-	5 041 698	53 517 169	-	-
1977 @ 13.00%	SAN 1	30/09/2007	10 306	-	10 306	-	-	-
Annuity Loans carried forward			399 489 678	8 245 449	41 312 134	366 422 993	-	-

**BUFFALO CITY MUNICIPALITY
APPENDIX A
SCHEDULE OF EXTERNAL LOANS AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)**

EXTERNAL LOANS								
Issued	Loan No.	Redeemable	Balance at 30/06/2007 R	during the year R	written off during the year R	Balance at 30/06/2008 R	of Property, Plant & Equipment R	in accordance with MFMA R
Annuity Loans brought forward			399 489 678	8 245 449	41 312 134	366 422 993	-	-
1978 @ 13.00%	CJPF 4	30/06/2009	30 883	9 113	39 996	-	-	-
1980 @ 9.50%	CJPF 5	30/06/2005	32 503	16 962	32 460	17 005	-	-
2007 @ 9.80%	102531-DBSA	VARIOUS	99 974 340	54 271 414	4 031 946	150 213 808	-	-
Total Annuity Loans			499 527 404	62 542 938	45 416 536	516 653 806	-	-
<u>Financial Leases :</u>								
Various	Various	Various	2 300 240	1 565 218	1 251 174	2 614 284	-	-
Total Financial Leases			2 300 240	1 565 218	1 251 174	2 614 284	-	-
Total External Loans			519 987 644	64 108 156	46 667 710	537 428 090	-	-

BUFFALO CITY MUNICIPALITY
APPENDIX B(i)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2008

	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
LAND AND BUILDINGS											
Land	106 492 360	-	-	-	(92 115)	106 400 245	-	-	-	-	106 400 245
Buildings	261 110 826	1 334 123	(1 334 123)	8 689 647	-	269 800 473	157 130 880	7 073 631	-	164 204 511	105 595 962
Total Land and Buildings	367 603 186	1 334 123	(1 334 123)	8 689 647	(92 115)	376 200 718	157 130 880	7 073 631	-	164 204 511	211 996 207
INFRASTRUCTURE ASSETS											
Electricity											
Festive Lighting	508 726	1 479 532	-	-	-	1 988 258	212 929	75 872	-	288 801	1 699 457
High Mast Lighting	785 151	-	-	500 000	-	1 285 151	39 258	78 515	-	117 773	1 167 378
Load Control Equipment	373 613	7 736 378	-	-	(373 613)	7 736 378	304 593	3 539	(308 132)	-	7 736 378
Low Voltage Network	-	250 433 706	-	4 584 518	-	255 018 224	-	-	-	-	255 018 224
Mains	46 958 469	-	-	-	(46 958 469)	-	28 085 037	1 306 794	(29 391 831)	-	-
Meters	21 286 516	-	-	-	-	21 286 516	12 131 406	665 625	-	12 797 031	8 489 485
Substations	47 798 211	196 301 080	-	15 645 061	(47 798 211)	211 946 141	20 811 953	1 500 030	(22 311 983)	-	211 946 141
Supply and Reticulation	251 994 268	537 864 389	(6 476 651)	14 478 559	(244 454 884)	553 405 681	130 149 863	8 010 879	(138 160 742)	-	553 405 681
Switchgear Equipment	4 228 486	195 905 180	-	9 089 078	(4 228 486)	204 994 258	105 712	211 424	(317 136)	-	204 994 258
Switchhouses	-	53 254 161	-	-	-	53 254 161	-	-	-	-	53 254 161
Switchyards	-	63 906 870	-	-	-	63 906 870	-	-	-	-	63 906 870
Transformer Kiosks	3 886 620	139 541 946	-	1 527 943	(3 886 620)	141 069 889	75 217	129 554	(204 771)	-	141 069 889
	377 820 060	1 446 423 242	(6 476 651)	45 825 159	(347 700 283)	1 515 891 527	191 915 968	11 982 232	(190 694 595)	13 203 605	1 502 687 922
Roads											
Bridges, Subways and Culverts	5 530 633	528 050 040	-	14 372	(5 530 633)	528 064 412	499 520	183 934	(683 454)	-	528 064 412
Bus Terminals	154 909	-	-	-	-	154 909	30 981	7 745	-	38 726	116 183
Car Parks	298 082	-	-	-	-	298 082	214 332	6 968	-	221 300	76 782
Expressways	-	5 661 658	-	-	-	5 661 658	-	-	-	-	5 661 658
Gravel Roads	-	120 873 719	-	3 050 519	-	123 924 238	-	-	-	-	123 924 238
Minor Roads	-	763 622 256	-	2 466 670	-	766 088 926	-	-	-	-	766 088 926
Primary Roads	6 186 680	3 265 979	-	8 638 917	-	18 091 576	-	-	-	-	18 091 576
Secondary Roads	-	13 559 689	-	-	-	13 559 689	-	-	-	-	13 559 689
Tertiary Roads	4 968 496	214 467 952	-	17 304 140	-	236 740 588	-	-	-	-	236 740 588
Motorways	19 254 491	-	-	-	(19 254 491)	-	4 293 365	1 213 292	(5 506 657)	-	-
Other Roads	470 886 508	-	-	-	(470 886 508)	-	357 450 923	20 168 462	(377 619 385)	-	-
Parking Areas	6 218 792	108 110	(39 761)	-	-	6 287 141	4 583 790	184 257	-	4 768 047	1 519 094
Parking Meters	1 787 985	-	-	-	-	1 787 985	178 799	119 199	-	297 998	1 489 987
Pedestrian Facilities	3 463 807	2 134 600	-	-	-	5 598 407	604 957	346 381	-	951 338	4 647 069
Sidewalks	9 263 843	2 650 465	-	-	(9 263 843)	2 650 465	1 460 486	724 296	(2 184 782)	-	2 650 465
Stormwater	-	147 052 708	-	325 865	-	147 378 573	-	-	-	-	147 378 573
Stormwater Drains	604 143	-	-	-	(604 143)	-	425 204	14 261	(439 465)	-	-
Street Lighting	23 579 062	11 113 215	(2 435 972)	2 995 848	-	35 252 153	12 142 469	554 825	-	12 697 294	22 554 859
Taxi Facilities	10 512 969	491 227	-	-	-	11 004 196	1 232 956	524 203	-	1 757 159	9 247 037
Traffic Calming	1 744 362	2 070 828	-	8 087 918	-	11 903 108	130 070	174 436	-	304 506	11 598 602
Traffic Lights	913 893	26 585 430	-	-	(913 893)	26 585 430	395 619	34 094	(429 713)	-	26 585 430
Traffic Signs	2 176 483	407 490	-	-	-	2 583 973	863 250	152 155	-	1 015 405	1 568 568
	567 545 138	1 842 115 366	(2 475 733)	42 884 249	(506 453 511)	1 943 615 509	384 506 721	24 408 508	(386 863 456)	22 051 773	1 921 563 736
Sewerage											
Bulk Sewers	93 077 453	49 061 586	(494 480)	17 293 720	-	158 938 279	2 676 685	3 226 117	(2 768 195)	3 134 607	155 803 672
Oxidation Ponds	2 888 000	892 000	-	-	-	3 780 000	78 396	94 500	(78 396)	94 500	3 685 500
Connections	13 889 043	20 693 914	-	-	-	34 582 957	524 743	864 574	(524 743)	864 574	33 718 383
Pump Stations	16 871 604	24 360 559	(1 029 184)	69 264	(1 931 692)	38 340 551	967 472	1 759 720	(1 016 374)	1 710 818	36 629 733
Treatment Works	74 301 104	233 699 639	(8 780 920)	19 325 028	-	318 544 851	3 122 623	14 269 563	(3 122 623)	14 269 563	304 275 288
Rural Sanitation	9 685 899	-	-	6 662 831	-	16 348 730	-	-	-	-	16 348 730
Sewers	215 714 105	381 671 852	(2 182 150)	5 892 360	-	601 096 167	7 985 967	14 803 025	(7 985 969)	14 803 023	586 293 144
	426 427 208	710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450
Infrastructure Assets carried forward	426 427 208	710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450

BUFFALO CITY MUNICIPALITY
APPENDIX B(i)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2008

	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
Infrastructure Assets brought forward	426 427 208	710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450
Water											
Dams	15 619 607	186 653 332	-	5 128 182	(15 619 607)	191 781 514	14 993 821	45 266	(15 039 087)	-	191 781 514
Mains	54 214 069	-	-	-	(54 214 069)	-	11 174 534	2 531 948	(13 706 482)	-	-
Meters	11 684 010	39 256 770	-	-	(8 856 236)	42 084 544	3 048 004	505 566	(3 553 570)	-	42 084 544
Pump Stations	-	4 933 472	-	1 323 408	-	6 256 880	-	-	-	-	6 256 880
Reservoirs	45 171 611	275 121 342	(18 076 508)	2 410 312	(20 530 262)	284 096 495	14 948 000	368 044	(15 316 044)	-	284 096 495
Reticulation	250 282 977	712 852 607	-	28 191 626	(228 054 577)	763 272 633	161 221 706	4 249 846	(165 471 552)	-	763 272 633
Treatment Works	23 185 111	96 961 880	-	9 904 987	(23 185 111)	106 866 867	16 656 083	446 348	(17 102 431)	-	106 866 867
	400 157 385	1 315 779 403	(18 076 508)	46 958 515	(350 459 862)	1 394 358 933	222 042 148	8 147 018	(230 189 166)	-	1 394 358 933
Total Infrastructure Assets	1 771 949 791	5 314 697 561	(39 515 626)	184 911 126	(1 206 545 348)	6 025 497 504	813 820 723	79 555 257	(823 243 517)	70 132 463	5 955 365 041
HERITAGE ASSETS											
Historical Buildings	520 356	-	-	-	(520 356)	-	-	-	-	-	-
Artworks	39 000	-	-	-	(39 000)	-	-	-	-	-	-
Historical Buildings and Sites	-	3 524 502	-	-	-	3 524 502	-	-	-	-	3 524 502
Total Heritage Assets	559 356	3 524 502	-	-	(559 356)	3 524 502	-	-	-	-	3 524 502
COMMUNITY ASSETS											
Buildings											
Agriculture	91 954	-	-	-	-	91 954	18 392	4 598	-	22 990	68 964
Aquariums	777 463	573 016	(346 124)	-	-	1 004 355	21 567	14 378	-	35 945	968 410
Beachfront Developments	26 293 225	-	-	-	-	26 293 225	23 528 683	104 442	-	23 633 125	2 660 100
Cemeteries	13 374 945	-	-	2 278 893	-	15 653 838	3 326 357	324 561	-	3 650 918	12 002 920
Clinics & Hospitals	4 314 029	145 225	(145 225)	1 023 277	-	5 337 306	218 731	138 960	-	357 691	4 979 615
Community Centres	12 444 513	3 324 452	(2 428 729)	1 735 050	-	15 075 286	2 201 246	242 364	-	2 443 610	12 631 676
Fire Stations	3 551 647	3 298 913	(2 523 731)	-	-	4 326 829	60 433	34 264	-	94 697	4 232 132
Libraries	2 087 984	920 567	(920 567)	-	-	2 087 984	307 737	30 730	-	338 467	1 749 517
Nature Reserves	2 020 776	569 431	(518 631)	-	-	2 071 576	64 690	50 072	-	114 762	1 956 814
Parks	7 278 207	1 123 435	-	-	-	8 401 642	4 496 967	128 702	-	4 625 669	3 775 973
Public Conveniences	2 242 513	1 148 858	(1 148 858)	-	-	2 242 513	174 925	35 336	-	210 261	2 032 252
Sports & Related Stadiums	25 945 994	1 333 748	-	1 671 081	-	28 950 823	5 759 974	720 594	-	6 480 568	22 470 255
Zoos	761 613	-	-	1 121 879	-	1 883 492	357 767	14 636	-	372 403	1 511 089
	101 184 863	12 437 645	(8 031 865)	7 830 180	-	113 420 823	40 537 469	1 843 637	-	42 381 106	71 039 717
Recreational Facilities											
Floodlighting	193 265	-	-	-	-	193 265	51 751	9 322	-	61 073	132 192
Outdoor Sports Facilities	22 365 312	2 671 985	-	-	-	25 037 297	5 482 733	1 033 087	-	6 515 820	18 521 477
Swimming Pools	6 079 710	12 150 363	-	-	(6 079 710)	12 150 363	3 125 501	172 728	(3 298 229)	-	12 150 363
Tennis Courts	511 516	-	-	-	-	511 516	130 583	21 619	-	152 202	359 314
	29 149 803	14 822 348	-	-	(6 079 710)	37 892 441	8 790 568	1 236 756	(3 298 229)	6 729 095	31 163 346
Total Community Assets	130 334 666	27 259 993	(8 031 865)	7 830 180	(6 079 710)	151 313 264	49 328 037	3 080 393	(3 298 229)	49 110 201	102 203 063
OTHER ASSETS											
Other Properties											
Caravan Parks	822 015	-	-	-	-	822 015	526 313	15 563	-	541 876	280 139
Compost Plant	182 353	-	-	-	-	182 353	36 472	9 118	-	45 590	136 763
Hawker Facilities	308 884	-	-	-	-	308 884	64 146	15 296	-	79 442	229 442
Markets	907 951	-	-	452 080	-	1 360 031	46 155	30 265	-	76 420	1 283 611
Nurseries	478 396	-	-	-	-	478 396	69 497	15 947	-	85 444	392 952
Recycling Centres	14 347 389	-	-	-	(14 347 389)	-	895 802	479 723	(1 375 525)	-	-
Tip Sites	47 244 281	-	-	-	(47 244 281)	-	9 158 048	1 529 149	(10 687 197)	-	-
Training Centres	160 331	-	-	-	-	160 331	42 754	5 344	-	48 098	112 233
Buy Back Centres	596 399	498 426	-	109 691	-	1 204 516	-	69 965	-	69 965	1 134 551
Transfer Stations	5 957 094	19 153 075	(5 957 094)	-	-	19 153 075	-	1 536 713	-	1 536 713	17 616 362
Waste Cells	19 424 532	-	-	-	(16 869 508)	2 555 024	241 652	96 661	(338 313)	-	2 555 024
Waste Sites	107 821 956	55 848 741	(4 929 178)	-	-	158 741 519	-	10 513 519	-	10 513 519	148 228 000
	198 251 581	75 500 242	(10 886 272)	561 771	(78 461 178)	184 966 144	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 077
Other Assets carried forward	198 251 581	75 500 242	(10 886 272)	561 771	(78 461 178)	184 966 144	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 077

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	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
Other Assets brought forward	198 251 581	75 500 242	(10 886 272)	561 771	(78 461 178)	184 966 144	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 077
Plant and Equipment											
Bins & Containers	404 566	778 826	-	-	-	1 183 382	21 333	390	-	21 723	1 161 659
Chlorination Equipment	87 765	-	-	-	-	87 765	87 765	-	-	87 765	-
Compactors	5 384 468	151 992	-	-	(5 384 468)	151 992	2 832 543	111 715	(2 832 543)	111 715	40 277
Compressors	1 722 723	74 358	-	-	-	1 797 081	1 378 179	358 304	-	1 736 483	60 598
Cremators	171 065	-	-	-	-	171 065	11 404	71 685	-	83 089	87 976
Electronic Equipment	4 010 074	2 219 086	-	-	-	6 229 160	1 470 618	1 738 881	-	3 209 499	3 019 661
Excavating Equipment	-	399 998	-	-	-	399 998	-	293 999	-	293 999	105 999
Fire Hoses	199 138	-	-	-	(199 138)	-	65 267	-	(65 267)	-	-
General	998 919	398 335	-	-	(512 074)	885 180	610 972	277 132	(503 374)	384 730	500 450
Generators	801 692	513 139	-	-	-	1 314 831	287 393	493 772	-	781 165	533 666
Graders	1 203 234	-	-	-	(1 203 234)	-	76 034	-	(76 034)	-	-
Horticultural Equipment	3 668 742	3 108 017	-	-	-	6 776 759	1 313 941	2 538 810	-	3 852 751	2 924 008
Laboratory Equipment	250 294	1 772 942	-	-	-	2 023 236	173 893	753 935	-	927 828	1 095 408
Medical Equipment	-	363 377	-	-	-	363 377	-	202 803	-	202 803	160 574
Other Emergency Equipment	2 664 322	1 241 720	-	-	-	3 906 042	236 224	787 979	-	1 024 203	2 881 839
Pumps	2 742 865	738 121	-	-	-	3 480 986	1 776 271	366 840	-	2 143 111	1 337 875
Radio Equipment	935 021	1 576 688	-	-	(935 021)	1 576 688	318 738	1 393 105	(318 738)	1 393 105	183 583
Security Equipment	3 898 942	661 988	-	47 281	-	4 608 211	2 670 274	565 232	-	3 235 506	1 372 705
Survey Equipment	-	19 332	-	-	-	19 332	-	14 209	-	14 209	5 123
Telecommunication Equipment	976 493	32 289	-	-	-	1 008 782	344 131	223 626	-	567 757	441 025
Tractors	5 405 373	-	-	-	(5 405 373)	-	533 859	-	(533 859)	-	-
Trailers	141 128	-	-	-	(141 128)	-	65 739	-	(65 739)	-	-
Watercraft	160 077	444 525	-	-	(160 077)	444 525	20 993	58 115	(20 993)	58 115	386 410
Workshop Equipment	802 207	2 827 499	-	-	-	3 629 706	324 020	1 679 964	-	2 003 984	1 625 722
	36 629 098	17 322 232	-	47 281	(13 940 513)	40 058 098	14 679 870	11 870 215	(4 416 547)	22 133 540	17 924 558
Vehicles											
Fire Engines	9 447 634	-	-	-	(9 447 634)	-	881 210	-	(881 210)	-	-
Mobile Libraries	41 568	-	-	-	(41 568)	-	16 628	-	(16 628)	-	-
Motor Vehicles	14 025 450	-	-	-	(14 025 450)	-	5 907 618	-	(5 907 618)	-	-
Refuse Vehicles	12 525 582	-	-	-	(12 525 582)	-	452 990	-	(452 990)	-	-
Tankers	434 870	-	-	-	(434 870)	-	115 964	-	(115 964)	-	-
Trucks and LDV's	28 083 855	-	-	-	(28 083 855)	-	9 448 017	-	(9 448 017)	-	-
LDV's - 4x4	-	7 088 609	-	-	-	7 088 609	-	2 885 075	-	2 885 075	4 203 534
LDV's - Standard	-	23 804 571	-	-	(116 125)	23 688 446	-	10 326 233	(44 031)	10 282 202	13 406 244
Mayorall Vehicles	-	1 475 771	-	-	-	1 475 771	-	219 150	-	219 150	1 256 621
Minibuses and Panelvans	-	7 875 630	-	-	-	7 875 630	-	3 609 958	-	3 609 958	4 265 672
Sedans	-	5 973 200	-	-	-	5 973 200	-	2 981 730	-	2 981 730	2 991 470
Sedans - Traffic	-	7 001 024	-	-	(81 800)	6 919 224	-	3 618 789	(81 800)	3 536 989	3 382 235
Bulldozers	-	1 315 789	-	-	-	1 315 789	-	1 198 313	-	1 198 313	117 476
Buses	-	12 175 482	-	-	-	12 175 482	-	6 109 477	-	6 109 477	6 066 005
Compressors	-	1 736 842	-	-	-	1 736 842	-	1 635 900	-	1 635 900	100 942
Construction Vehicles	-	3 132 872	-	-	-	3 132 872	-	2 520 302	-	2 520 302	612 570
Fire Vehicles	-	29 528 309	-	755 290	-	30 283 599	-	10 350 529	-	10 350 529	19 933 070
Front End Loaders	-	4 517 544	-	-	-	4 517 544	-	3 138 285	-	3 138 285	1 379 259
Graders	-	3 267 544	-	-	-	3 267 544	-	2 725 314	-	2 725 314	542 230
Hydraulic Platforms and Crane Trucks	-	4 722 900	-	-	-	4 722 900	-	2 739 775	-	2 739 775	1 983 125
Nightsoil Tankers	-	2 064 854	-	-	-	2 064 854	-	1 526 479	-	1 526 479	538 375
Refuse Vehicles	-	30 987 964	-	-	-	30 987 964	-	10 785 047	-	10 785 047	20 202 917
Rollers	-	578 947	-	-	-	578 947	-	563 788	-	563 788	15 159
TLB's	-	3 879 557	-	-	-	3 879 557	-	2 161 981	-	2 161 981	1 717 576
Tractors	-	7 559 630	-	-	-	7 559 630	-	2 844 311	-	2 844 311	4 715 319
Trailers	-	548 245	-	-	-	548 245	-	460 156	-	460 156	88 089
Trucks and Tipper	-	31 358 892	-	-	(630 622)	30 728 270	-	22 601 025	(35 579)	22 565 446	8 162 824
	64 558 959	190 594 176	-	755 290	(65 387 506)	190 520 919	16 822 427	95 001 617	(16 983 837)	94 840 207	95 680 712
Other Assets carried forward	299 439 638	283 416 650	(10 886 272)	1 364 342	(157 789 197)	415 545 161	42 583 138	121 189 095	(33 801 419)	129 970 814	285 574 347

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	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
Other Assets brought forward	299 439 638	283 416 650	(10 886 272)	1 364 342	(157 789 197)	415 545 161	42 583 138	121 189 095	(33 801 419)	129 970 814	285 574 347
Office Equipment											
Air Conditioners	1 609 077	451 693	-	-	(1 609 077)	451 693	525 869	176 040	(525 869)	176 040	275 653
Computer Hardware	18 926 620	14 636 775	-	-	(18 926 620)	14 636 775	11 119 679	11 662 333	(11 119 679)	11 662 333	2 974 442
Office Machines	4 347 628	1 421 306	-	-	(4 347 628)	1 421 306	1 372 983	367 571	(1 372 983)	367 571	1 053 735
	24 883 325	16 509 774	-	-	(24 883 325)	16 509 774	13 018 531	12 205 944	(13 018 531)	12 205 944	4 303 830
Furniture and Fittings											
Cabinets and Cupboards	170 921	8 147 636	-	-	(170 921)	8 147 636	75 962	2 189 609	(75 962)	2 189 609	5 958 027
General	151 726	14 828 284	-	-	(151 726)	14 828 284	23 359	6 094 182	(23 359)	6 094 182	8 734 102
Tables and Desks	317 285	5 937 081	-	-	(317 285)	5 937 081	75 064	1 529 576	(75 064)	1 529 576	4 407 505
	639 932	28 913 001	-	-	(639 932)	28 913 001	174 385	9 813 367	(174 385)	9 813 367	19 099 634
Leases											
Leased Equipment	3 945 428	1 565 140	-	-	-	5 510 568	1 938 911	995 919	-	2 934 830	2 575 738
	3 945 428	1 565 140	-	-	-	5 510 568	1 938 911	995 919	-	2 934 830	2 575 738
Capital leases											
Motor Vehicles	7 194 234	-	-	-	(7 194 234)	-	7 194 234	-	(7 194 234)	-	-
	7 194 234	-	-	-	(7 194 234)	-	7 194 234	-	(7 194 234)	-	-
General											
Planning	772 659	-	-	2 256 626	-	3 029 285	-	-	-	-	3 029 285
	772 659	-	-	2 256 626	-	3 029 285	-	-	-	-	3 029 285
Total Other Assets	336 875 216	330 404 565	(10 886 272)	3 620 968	(190 506 688)	469 507 789	64 909 199	144 204 325	(54 188 569)	154 924 955	314 582 834
INTANGIBLE ASSETS											
Computer Software	22 803 316	304 841	(275 001)	4 211 221	-	27 044 377	16 500 742	3 041 934	-	19 542 676	7 501 701
Total Intangible Assets	22 803 316	304 841	(275 001)	4 211 221	-	27 044 377	16 500 742	3 041 934	-	19 542 676	7 501 701
AGRICULTURAL ASSETS											
Aquariums	306 000	-	-	-	-	306 000	-	-	-	-	306 000
Zoos	668 150	77 350	-	-	-	745 500	-	-	-	-	745 500
Total Agricultural Assets	974 150	77 350	-	-	-	1 051 500	-	-	-	-	1 051 500
TOTAL	2 631 099 681	5 677 602 935	(60 042 887)	209 263 142	(1 403 783 217)	7 054 139 654	1 101 689 581	236 955 540	(880 730 315)	457 914 806	6 596 224 848

Under Construction Balance

Opening Balance (incl. in Opening Balance - Cost)	147 696 799
Capitalised during the year	(60 042 887)
Under Construction 2006-07 carried forward (incl. in Opening Balance - Cost)	87 653 912
Under Construction - 2007-08	209 263 142
Year-End Under Construction Balance	296 917 054

BUFFALO CITY MUNICIPALITY
APPENDIX B(ii)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2008 - ECONOMIC ENTITY

	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
LAND AND BUILDINGS											
Land	106 492 360	-	-	-	(92 115)	106 400 245	-	-	-	-	106 400 245
Buildings	261 110 826	1 334 123	(1 334 123)	8 689 647	-	269 800 473	157 130 880	7 073 631	-	164 204 511	105 595 962
Total Land and Buildings	367 603 186	1 334 123	(1 334 123)	8 689 647	(92 115)	376 200 718	157 130 880	7 073 631	-	164 204 511	211 996 207
INFRASTRUCTURE ASSETS											
Electricity											
Festive Lighting	508 726	1 479 532	-	-	-	1 988 258	212 929	75 872	-	288 801	1 699 457
High Mast Lighting	785 151	-	-	500 000	-	1 285 151	39 258	78 515	-	117 773	1 167 378
Load Control Equipment	373 613	7 736 378	-	-	(373 613)	7 736 378	304 593	3 539	(308 132)	-	7 736 378
Low Voltage Network	-	250 433 706	-	4 584 518	-	255 018 224	-	-	-	-	255 018 224
Mains	46 958 469	-	-	-	(46 958 469)	-	28 085 037	1 306 794	(29 391 831)	-	-
Meters	21 286 516	-	-	-	-	21 286 516	12 131 406	665 625	-	12 797 031	8 489 485
Substations	47 798 211	196 301 080	-	15 645 061	(47 798 211)	211 946 141	20 811 953	1 500 030	(22 311 983)	-	211 946 141
Supply and Reticulation	251 994 268	537 864 389	(6 476 651)	14 478 559	(244 454 884)	553 405 681	130 149 863	8 010 879	(138 160 742)	-	553 405 681
Switchgear Equipment	4 228 486	195 905 180	-	9 089 078	(4 228 486)	204 994 258	105 712	211 424	(317 136)	-	204 994 258
Switchhouses	-	53 254 161	-	-	-	53 254 161	-	-	-	-	53 254 161
Switchyards	-	63 906 870	-	-	-	63 906 870	-	-	-	-	63 906 870
Transformer Kiosks	3 886 620	139 541 946	-	1 527 943	(3 886 620)	141 069 889	75 217	129 554	(204 771)	-	141 069 889
	377 820 060	1 446 423 242	(6 476 651)	45 825 159	(347 700 283)	1 515 891 527	191 915 968	11 982 232	(190 694 595)	13 203 605	1 502 687 922
Roads											
Bridges, Subways and Culverts	5 530 633	528 050 040	-	14 372	(5 530 633)	528 064 412	499 520	183 934	(683 454)	-	528 064 412
Bus Terminals	154 909	-	-	-	-	154 909	30 981	7 745	-	38 726	116 183
Car Parks	298 082	-	-	-	-	298 082	214 332	6 968	-	221 300	76 782
Expressways	-	5 661 658	-	-	-	5 661 658	-	-	-	-	5 661 658
Gravel Roads	-	120 873 719	-	3 050 519	-	123 924 238	-	-	-	-	123 924 238
Minor Roads	-	763 622 256	-	2 466 670	-	766 088 926	-	-	-	-	766 088 926
Primary Roads	6 186 680	3 265 979	-	8 638 917	-	18 091 576	-	-	-	-	18 091 576
Secondary Roads	-	13 559 689	-	-	-	13 559 689	-	-	-	-	13 559 689
Tertiary Roads	4 968 496	214 467 952	-	17 304 140	-	236 740 588	-	-	-	-	236 740 588
Motorways	19 254 491	-	-	-	(19 254 491)	-	4 293 365	1 213 292	(5 506 657)	-	-
Other Roads	470 886 508	-	-	-	(470 886 508)	-	357 450 923	20 168 462	(377 619 385)	-	-
Parking Areas	6 218 792	108 110	(39 761)	-	-	6 287 141	4 583 790	184 257	-	4 768 047	1 519 094
Parking Meters	1 787 985	-	-	-	-	1 787 985	178 799	119 199	-	297 998	1 489 987
Pedestrian Facilities	3 463 807	2 134 600	-	-	-	5 598 407	604 957	346 381	-	951 338	4 647 069
Sidewalks	9 263 843	2 650 465	-	-	(9 263 843)	2 650 465	1 460 486	724 296	(2 184 782)	-	2 650 465
Stormwater	-	147 052 708	-	325 865	-	147 378 573	-	-	-	-	147 378 573
Stormwater Drains	604 143	-	-	-	(604 143)	-	425 204	14 261	(439 465)	-	-
Street Lighting	23 579 062	11 113 215	(2 435 972)	2 995 848	-	35 252 153	12 142 469	554 825	-	12 697 294	22 554 859
Taxi Facilities	10 512 969	491 227	-	-	-	11 004 196	1 232 956	524 203	-	1 757 159	9 247 037
Traffic Calming	1 744 362	2 070 828	-	8 087 918	-	11 903 108	130 070	174 436	-	304 506	11 598 602
Traffic Lights	913 893	26 585 430	-	-	(913 893)	26 585 430	395 619	34 094	(429 713)	-	26 585 430
Traffic Signs	2 176 483	407 490	-	-	-	2 583 973	863 250	152 155	-	1 015 405	1 568 568
	567 545 138	1 842 115 366	(2 475 733)	42 884 249	(506 453 511)	1 943 615 509	384 506 721	24 408 508	(386 863 456)	22 051 773	1 921 563 736
Sewerage											
Bulk Sewers	93 077 453	49 061 586	(494 480)	17 293 720	-	158 938 279	2 676 685	3 226 117	(2 768 195)	3 134 607	155 803 672
Oxidation Ponds	2 888 000	892 000	-	-	-	3 780 000	78 396	94 500	(78 396)	94 500	3 685 500
Connections	13 889 043	20 693 914	-	-	-	34 582 957	524 743	864 574	(524 743)	864 574	33 718 383
Pump Stations	16 871 604	24 360 559	(1 029 184)	69 264	(1 931 692)	38 340 551	967 472	1 759 720	(1 016 374)	1 710 818	36 629 733
Treatment Works	74 301 104	233 699 639	(8 780 920)	19 325 028	-	318 544 851	3 122 623	14 269 563	(3 122 623)	14 269 563	304 275 288
Rural Sanitation	9 685 899	-	-	6 662 831	-	16 348 730	-	-	-	-	16 348 730
Sewers	215 714 105	381 671 852	(2 182 150)	5 892 360	-	601 096 167	7 985 967	14 803 025	(7 985 969)	14 803 023	586 293 144
	426 427 208	1 710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450
Infrastructure Assets carried forward	426 427 208	710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450

BUFFALO CITY MUNICIPALITY
APPENDIX B(ii)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2008 - ECONOMIC ENTITY

	Cost						Accumulated Depreciation				Carrying Value
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs	Closing Balance	
Infrastructure Assets brought forward	426 427 208	710 379 550	(12 486 734)	49 243 203	(1 931 692)	1 171 631 535	15 355 886	35 017 499	(15 496 300)	34 877 085	1 136 754 450
Water											
Dams	15 619 607	186 653 332	-	5 128 182	(15 619 607)	191 781 514	14 993 821	45 266	(15 039 087)	-	191 781 514
Mains	54 214 069	-	-	-	(54 214 069)	-	11 174 534	2 531 948	(13 706 482)	-	-
Meters	11 684 010	39 256 770	-	-	(8 856 236)	42 084 544	3 048 004	505 566	(3 553 570)	-	42 084 544
Pump Stations	-	4 933 472	-	1 323 408	-	6 256 880	-	-	-	-	6 256 880
Reservoirs	45 171 611	275 121 342	(18 076 508)	2 410 312	(20 530 262)	284 096 495	14 948 000	368 044	(15 316 044)	-	284 096 495
Reticulation	250 282 977	712 852 607	-	28 191 626	(228 054 577)	763 272 633	161 221 706	4 249 846	(165 471 552)	-	763 272 633
Treatment Works	23 185 111	96 961 880	-	9 904 987	(23 185 111)	106 866 867	16 656 083	446 348	(17 102 431)	-	106 866 867
	400 157 385	1 315 779 403	(18 076 508)	46 958 515	(350 459 862)	1 394 358 933	222 042 148	8 147 018	(230 189 166)		1 394 358 933
Total Infrastructure Assets	1 771 949 791	5 314 697 561	(39 515 626)	184 911 126	(1 206 545 348)	6 025 497 504	813 820 723	79 555 257	(823 243 517)	70 132 463	5 955 365 041
HERITAGE ASSETS											
Historical Buildings	520 356	-	-	-	(520 356)	-	-	-	-	-	-
Artworks	39 000	-	-	-	(39 000)	-	-	-	-	-	-
Historical Buildings and Sites	-	3 524 502	-	-	-	3 524 502	-	-	-	-	3 524 502
Total Heritage Assets	559 356	3 524 502			(559 356)	3 524 502					3 524 502
COMMUNITY ASSETS											
Buildings											
Agriculture	91 954	-	-	-	-	91 954	18 392	4 598	-	22 990	68 964
Aquariums	777 463	573 016	(346 124)	-	-	1 004 355	21 567	14 378	-	35 945	968 410
Beachfront Developments	26 293 225	-	-	-	-	26 293 225	23 528 683	104 442	-	23 633 125	2 660 100
Cemeteries	13 374 945	-	-	2 278 893	-	15 653 838	3 326 357	324 561	-	3 650 918	12 002 920
Clinics & Hospitals	4 314 029	145 225	(145 225)	1 023 277	-	5 337 306	218 731	138 960	-	357 691	4 979 615
Community Centres	12 444 513	3 324 452	(2 428 729)	1 735 050	-	15 075 286	2 201 246	242 364	-	2 443 610	12 631 676
Fire Stations	3 551 647	3 298 913	(2 523 731)	-	-	4 326 829	60 433	34 264	-	94 697	4 232 132
Libraries	2 087 984	920 567	-	-	-	2 087 984	307 737	30 730	-	338 467	1 749 517
Nature Reserves	2 020 776	569 431	(518 631)	-	-	2 071 576	64 690	50 072	-	114 762	1 956 814
Parks	7 278 207	1 123 435	-	-	-	8 401 642	4 496 967	128 702	-	4 625 669	3 775 973
Public Conveniences	2 242 513	1 148 858	(1 148 858)	-	-	2 242 513	174 925	35 336	-	210 261	2 032 252
Sports & Related Stadiums	25 945 994	1 333 748	-	1 671 081	-	28 950 823	5 759 974	720 594	-	6 480 568	22 470 255
Zoos	761 613	-	-	1 121 879	-	1 883 492	357 767	14 636	-	372 403	1 511 089
	101 184 863	12 437 645	(8 031 865)	7 830 180		113 420 823	40 537 469	1 843 637		42 381 106	71 039 717
Recreational Facilities											
Floodlighting	193 265	-	-	-	-	193 265	51 751	9 322	-	61 073	132 192
Outdoor Sports Facilities	22 365 312	2 671 985	-	-	-	25 037 297	5 482 733	1 033 087	-	6 515 820	18 521 477
Swimming Pools	6 079 710	12 150 363	-	-	(6 079 710)	12 150 363	3 125 501	172 728	(3 298 229)	-	12 150 363
Tennis Courts	511 516	-	-	-	-	511 516	130 583	21 619	-	152 202	359 314
	29 149 803	14 822 348			(6 079 710)	37 892 441	8 790 568	1 236 756	(3 298 229)	6 729 095	31 163 346
Total Community Assets	130 334 666	27 259 993	(8 031 865)	7 830 180	(6 079 710)	151 313 264	49 328 037	3 080 393	(3 298 229)	49 110 201	102 203 063
OTHER ASSETS											
Other Properties											
Caravan Parks	822 015	-	-	-	-	822 015	526 313	15 563	-	541 876	280 139
Compost Plant	182 353	-	-	-	-	182 353	36 472	9 118	-	45 590	136 763
Hawker Facilities	308 884	-	-	-	-	308 884	64 146	15 296	-	79 442	229 442
Markets	907 951	-	-	452 080	-	1 360 031	46 155	30 265	-	76 420	1 283 611
Nurseries	478 396	-	-	-	-	478 396	69 497	15 947	-	85 444	392 952
Recycling Centres	14 347 389	-	-	-	(14 347 389)	-	895 802	479 723	(1 375 525)	-	-
Tip Sites	47 244 281	-	-	-	(47 244 281)	-	9 158 048	1 529 149	(10 687 197)	-	-
Training Centres	160 331	-	-	-	-	160 331	42 754	5 344	-	48 098	112 233
Buy Back Centres	596 399	498 426	-	109 691	-	1 204 516	-	69 965	-	69 965	1 134 551
Transfer Stations	5 957 094	19 153 075	(5 957 094)	-	-	19 153 075	-	1 536 713	-	1 536 713	17 616 362
Waste Cells	19 424 532	-	-	-	(16 869 508)	2 555 024	241 652	96 661	(338 313)	-	2 555 024
Waste Sites	107 821 956	55 848 740	(4 929 178)	-	-	158 741 518	-	10 513 519	-	10 513 519	148 227 999
	198 251 581	75 500 241	(10 886 272)	561 771	(78 461 178)	184 966 143	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 076
Other Assets carried forward	198 251 581	75 500 241	(10 886 272)	561 771	(78 461 178)	184 966 143	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 076

BUFFALO CITY MUNICIPALITY
APPENDIX B(ii)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2008 - ECONOMIC ENTITY

	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
Other Assets brought forward	198 251 581	75 500 241	(10 886 272)	561 771	(78 461 178)	184 966 143	11 080 839	14 317 263	(12 401 035)	12 997 067	171 969 076
Plant and Equipment											
Bins & Containers	404 556	778 826	-	-	-	1 183 382	21 333	390	-	21 723	1 161 659
Chlorination Equipment	87 765	-	-	-	-	87 765	87 765	-	-	87 765	-
Compactors	5 384 468	151 992	-	-	(5 384 468)	-	2 832 543	111 715	(2 832 543)	111 715	40 277
Compressors	1 722 723	74 358	-	-	-	1 797 081	1 378 179	358 304	-	1 736 483	60 598
Cremators	171 065	-	-	-	-	171 065	71 685	11 404	-	83 089	87 976
Electronic Equipment	4 010 074	2 219 086	-	-	-	6 229 160	1 470 618	1 738 881	-	3 209 499	3 019 661
Excavating Equipment	-	399 998	-	-	-	399 998	-	293 999	-	293 999	105 999
Fire Hoses	199 138	-	-	-	(199 138)	-	65 267	-	(65 267)	-	-
General	998 919	398 335	-	-	(512 074)	885 180	610 972	277 132	(503 374)	384 730	500 450
Generators	801 692	513 139	-	-	-	1 314 831	287 393	493 772	-	781 165	533 666
Graders	1 203 234	-	-	-	(1 203 234)	-	76 034	-	(76 034)	-	-
Horticultural Equipment	3 668 742	3 108 017	-	-	-	6 776 759	1 313 941	2 538 810	-	3 852 751	2 924 008
Laboratory Equipment	250 294	1 772 942	-	-	-	2 023 236	173 893	753 935	-	927 828	1 095 408
Medical Equipment	-	363 377	-	-	-	363 377	-	202 803	-	202 803	160 574
Other Emergency Equipment	2 664 322	1 241 720	-	-	-	3 906 042	236 224	787 979	-	1 024 203	2 881 839
Pumps	2 742 865	738 121	-	-	-	3 480 986	1 776 271	366 840	-	2 143 111	1 337 875
Radio Equipment	935 021	1 576 688	-	-	(935 021)	1 576 688	318 738	1 393 105	(318 738)	1 393 105	183 583
Security Equipment	3 898 942	661 988	-	47 281	-	4 608 211	2 670 274	565 232	-	3 235 506	1 372 705
Survey Equipment	-	19 332	-	-	-	19 332	-	14 209	-	14 209	5 123
Telecommunication Equipment	976 493	32 289	-	-	-	1 008 782	344 131	223 626	-	567 757	441 025
Tractors	5 405 373	-	-	-	(5 405 373)	-	533 859	-	(533 859)	-	-
Trailers	141 128	-	-	-	(141 128)	-	65 739	-	(65 739)	-	-
Watercraft	160 077	444 525	-	-	(160 077)	444 525	20 993	58 115	(20 993)	58 115	386 410
Workshop Equipment	802 207	2 827 499	-	-	-	3 629 706	324 020	1 679 964	-	2 003 984	1 625 722
	36 629 098	17 322 232	-	47 281	(13 940 513)	40 058 098	14 679 872	11 870 215	(4 416 547)	22 133 540	17 924 558
Vehicles											
Fire Engines	9 447 634	-	-	-	(9 447 634)	-	881 210	-	(881 210)	-	-
Mobile Libraries	41 568	-	-	-	(41 568)	-	16 628	-	(16 628)	-	-
Motor Vehicles	14 025 450	-	-	-	(14 025 450)	-	5 907 618	-	(5 907 618)	-	-
Refuse Vehicles	12 525 582	-	-	-	(12 525 582)	-	452 990	-	(452 990)	-	-
Tankers	434 870	-	-	-	(434 870)	-	115 964	-	(115 964)	-	-
Trucks and LDV's	28 083 855	-	-	-	(28 083 855)	-	9 448 017	-	(9 448 017)	-	-
LDV's - 4x4	-	7 088 609	-	-	-	7 088 609	-	2 885 075	-	2 885 075	4 203 534
LDV's - Standard	-	23 804 571	-	-	(116 125)	23 688 446	-	10 326 233	(44 031)	10 282 202	13 406 244
Mayoral Vehicles	-	1 475 771	-	-	-	1 475 771	-	219 150	-	219 150	1 256 621
Minibuses and Panelvans	-	7 875 630	-	-	-	7 875 630	-	3 609 958	-	3 609 958	4 265 672
Sedans	-	5 973 200	-	-	-	5 973 200	-	2 981 730	-	2 981 730	2 991 470
Sedans - Traffic	-	7 001 024	-	-	(81 800)	6 919 224	-	3 618 789	(81 800)	3 536 989	3 382 235
Bulldozers	-	1 315 789	-	-	-	1 315 789	-	1 198 313	-	1 198 313	117 476
Buses	-	12 175 482	-	-	-	12 175 482	-	6 109 477	-	6 109 477	6 066 005
Compressors	-	1 736 842	-	-	-	1 736 842	-	1 635 900	-	1 635 900	100 942
Construction Vehicles	-	3 132 872	-	-	-	3 132 872	-	2 520 302	-	2 520 302	612 570
Fire Vehicles	-	29 528 309	-	755 290	-	30 283 599	-	10 350 629	-	10 350 629	19 933 070
Front End Loaders	-	4 517 544	-	-	-	4 517 544	-	3 138 285	-	3 138 285	1 379 259
Graders	-	3 267 544	-	-	-	3 267 544	-	2 725 314	-	2 725 314	542 230
Hydraulic Platforms and Crane Trucks	-	4 722 900	-	-	-	4 722 900	-	2 739 775	-	2 739 775	1 983 125
Nightsoil Tankers	-	2 064 854	-	-	-	2 064 854	-	1 526 479	-	1 526 479	538 375
Refuse Vehicles	-	30 987 964	-	-	-	30 987 964	-	10 785 047	-	10 785 047	20 202 917
Rollers	-	578 947	-	-	-	578 947	-	563 788	-	563 788	15 159
TLB's	-	3 879 557	-	-	-	3 879 557	-	2 161 981	-	2 161 981	1 717 576
Tractors	-	7 559 630	-	-	-	7 559 630	-	2 844 311	-	2 844 311	4 715 319
Trailers	-	548 245	-	-	-	548 245	-	460 156	-	460 156	88 089
Trucks and Tipper	-	31 358 892	-	-	(630 622)	30 728 270	-	22 601 025	(35 579)	22 565 446	8 162 824
	64 558 959	190 594 176	-	755 290	(65 387 506)	190 520 919	16 822 427	95 001 617	(16 983 837)	94 840 207	95 680 712
Other Assets carried forward	299 439 638	283 416 649	(10 886 272)	1 364 342	(157 789 197)	415 545 160	42 583 138	121 189 095	(33 801 419)	129 970 814	285 574 346

BUFFALO CITY MUNICIPALITY
APPENDIX B(ii)
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2008 - ECONOMIC ENTITY

	Cost					Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs		Closing Balance
Other Assets brought forward	299 439 638	283 416 649	(10 886 272)	1 364 342	(157 789 197)	415 545 160	42 583 138	121 189 095	(33 801 419)	129 970 814	285 574 346
Office Equipment											
Air Conditioners	1 609 077	451 693	-	-	(1 609 077)	451 693	525 869	176 040	(525 869)	176 040	275 653
Computer Hardware	19 039 513	14 636 775	-	-	(18 926 620)	14 749 668	11 177 991	11 695 354	(11 119 679)	11 753 666	2 996 002
Office Machines	4 397 961	1 421 306	-	-	(4 347 628)	1 471 639	1 384 555	377 637	(1 372 983)	389 209	1 082 430
	25 046 551	16 509 774			(24 883 325)	16 673 000	13 088 415	12 249 031	(13 018 531)	12 318 915	4 354 085
Furniture and Fittings											
Cabinets and Cupboards	170 921	8 147 636	-	-	(170 921)	8 147 636	75 962	2 189 609	(75 962)	2 189 609	5 958 027
General	285 417	14 847 667	-	-	(151 728)	14 981 358	54 354	6 117 354	(23 359)	6 148 349	8 833 009
Tables and Desks	317 285	5 937 081	-	-	(317 285)	5 937 081	75 064	1 529 576	(75 064)	1 529 576	4 407 505
	773 623	28 932 384			(639 932)	29 066 075	205 380	9 836 539	(174 385)	9 867 534	19 198 541
Leases											
Leased Equipment	3 945 428	1 565 140	-	-	-	5 510 568	1 938 911	995 919	-	2 934 830	2 575 738
	3 945 428	1 565 140				5 510 568	1 938 911	995 919		2 934 830	2 575 738
Capital leases											
Motor Vehicles	7 194 234	-	-	-	(7 194 234)	-	7 194 234	-	(7 194 234)	-	-
	7 194 234				(7 194 234)		7 194 234		(7 194 234)		
General											
Planning	772 659	-	-	2 256 626	-	3 029 285	-	-	-	-	3 029 285
	772 659			2 256 626		3 029 285					3 029 285
Total Other Assets	337 172 133	330 423 947	(10 886 272)	3 620 968	(190 506 688)	469 824 088	65 010 078	144 270 584	(54 188 569)	155 092 093	314 731 995
INTANGIBLE ASSETS											
Computer Software	22 803 316	304 841	(275 001)	4 211 221	-	27 044 377	16 500 742	3 041 934	-	19 542 676	7 501 701
Total Intangible Assets	22 803 316	304 841	(275 001)	4 211 221		27 044 377	16 500 742	3 041 934		19 542 676	7 501 701
AGRICULTURAL ASSETS											
Aquariums	306 000	-	-	-	-	306 000	-	-	-	-	306 000
Zoos	668 150	77 350	-	-	-	745 500	-	-	-	-	745 500
Total Agricultural Assets	974 150	77 350				1 051 500					1 051 500
TOTAL	2 631 396 598	5 677 622 317	(60 042 887)	209 263 142	(1 403 783 217)	7 054 455 953	1 101 790 460	237 021 799	(880 730 315)	458 081 944	6 596 374 009

Under Construction Balance

Opening Balance (incl. in Opening Balance - Cost)

147 696 799

Capitalised during the year

(60 042 887)

Under Construction 2006-07 carried forward (incl. in Opening Balance - Cost)

87 653 912

Under Construction - 2007-08

209 263 142

Year-End Under Construction Balance

296 917 054

6 596 374 010

BUFFALO CITY MUNICIPALITY

APPENDIX C

SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)

Fixed Assets	Historical Cost						Accumulated Depreciation				Carrying Value
	Opening Balance Cost	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Disposals / Write-Offs	Closing Balance	Opening Balance	Additions / Write-Ons	Disposals / Write-Offs	Closing Balance	
Executive and Council	15 356 001	9 747 190	(2 947 360)	2 189 812	(5 691 079)	18 654 564	3 727 542	2 481 659	(2 655 895)	3 553 306	15 101 258
Finance and Administration	356 313 272	27 561 596	(275 001)	13 716 211	(44 304 476)	353 011 602	166 846 505	23 479 600	(14 173 785)	176 152 320	176 859 282
Planning and Development	91 299 261	5 153 278	(145 225)	1 499 909	(10 884 964)	86 922 259	17 834 349	2 950 271	(5 142 860)	15 641 760	71 280 499
Health	11 550 698	6 622 871	-	1 023 277	(3 132 512)	16 064 334	2 823 239	3 455 463	(1 725 991)	4 552 711	11 511 623
Community and Social Services	38 785 137	15 019 887	(1 266 692)	3 400 772	(2 274 195)	53 664 908	10 302 064	4 921 496	(953 069)	14 270 492	39 394 417
Housing	11 353 654	670 601	-	-	(142 500)	11 881 754	182 171	343 405	(81 429)	444 148	11 437 606
Public Safety	49 589 865	91 220 587	(3 857 854)	11 930 617	(33 874 728)	115 008 486	9 277 795	23 850 602	(8 676 615)	24 451 783	90 556 703
Sport and Recreation	76 146 077	21 883 156	(39 761)	-	(6 073 461)	91 916 012	39 601 700	4 650 707	(3 315 757)	40 936 651	50 979 360
Environmental Protection	16 178 087	15 318 660	-	-	(1 790 040)	29 706 707	7 334 445	7 556 159	(621 351)	14 269 254	15 437 453
Waste Management	540 386 450	845 159 278	(24 521 864)	43 460 534	(105 668 543)	1 298 815 854	24 807 184	75 717 631	(37 611 854)	62 912 961	1 235 902 894
Road Transport	530 821 917	1 834 710 361	-	46 603 432	(483 002 213)	1 929 133 497	366 609 344	46 416 809	(379 503 768)	33 522 384	1 895 611 113
Water	406 098 585	1 326 870 226	(18 076 508)	46 958 516	(353 001 184)	1 408 849 634	229 516 901	16 557 018	(232 066 835)	14 007 083	1 394 842 551
Electricity	415 680 488	1 472 404 798	(8 912 623)	38 027 983	(353 343 982)	1 563 856 664	210 940 321	22 067 373	(194 103 009)	38 904 684	1 524 951 980
Other	71 540 190	5 260 445	-	452 080	(599 340)	76 653 376	11 886 021	2 507 345	(98 099)	14 295 267	62 358 108
BCDA	296 917	19 383	-	-	-	316 300	100 879	66 259	-	167 138	149 162
TOTALS	2 631 396 598	5 677 622 317	(60 042 887)	209 263 142	(1 403 783 217)	7 054 455 953	1 101 790 460	237 021 799	(880 730 315)	458 081 944	6 596 374 009

BUFFALO CITY MUNICIPALITY
APPENDIX D
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2008
(MUNICIPALITY AND ECONOMIC ENTITY)

2007 Actual Income R	2007 Actual Expenditure R	2007 Surplus/ (Deficit) R		2008 Actual Income R	2008 Actual Expenditure R	2008 Surplus/ (Deficit) R
21 868 378	78 364 050	(56 495 672)	Executive Mayor	50 899 786	79 354 228	(28 454 442)
36 457 368	55 256 367	(18 798 999)	Municipal Manager	16 645 098	16 254 806	390 292
-	-	-	Chief Operations Officer	42 414 408	48 302 720	(5 888 312)
451 127 676	98 486 357	352 641 319	Finance	601 134 734	151 378 143	449 756 591
87 177 096	82 730 755	4 446 341	Corporate Services	65 177 299	75 225 862	(10 048 563)
858 295 881	1 153 205 186	(294 909 305)	Engineering Services	950 431 843	1 362 360 038	(411 928 195)
76 310 071	174 488 707	(98 178 636)	Planning and Econ. Dev	56 424 898	117 262 077	(60 837 179)
211 576 377	507 215 162	(295 638 785)	Health and Public Safety	93 952 686	172 429 288	(78 476 602)
-	-	-	Community Services	142 669 377	403 655 999	(260 986 622)
1 871 135	2 984 383	(1 113 248)	BCDA	1 907 174	3 063 520	(1 156 346)
1 744 683 982	2 152 730 967	(408 046 985)	Sub-Total	2 021 657 303	2 429 286 681	(407 629 378)
-	(481 539 788)	481 539 788	Less: Inter-Departmental charges	-	(590 689 003)	590 689 003
1 744 683 982	1 671 191 179	73 492 803	TOTAL	2 021 657 303	1 838 597 678	183 059 625
		1 315 706	Add: Share of Associate			(755 245)
		74 808 508				182 304 379

BUFFALO CITY MUNICIPALITY
APPENDIX E
ACTUAL VERSUS BUDGET (REVENUE & EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2008
(MUNICIPALITY AND ECONOMIC ENTITY)

	Actual 2008 R	Budget 2008 R	Variance R	Variance %	Explanation of Significant Variances greater than 10% versus Budget
REVENUE					
Property Rates	325 711 973	325 682 707	(29 266)	(0)	
Service Charges	877 917 851	849 134 044	(28 783 807)	(3)	
Rental of Facilities and Equipment	12 723 945	11 415 319	(1 308 626)	(11)	In the Directorate of Planning and Economic development the budget for Housing Rentals was not realised.
Dividends Received	76 585	45 750	(30 835)	(67)	
Fines	7 688 107	7 116 552	(571 555)	(8)	
Government Grants and Subsidies	413 113 759	453 982 989	40 869 230	9	
Licences and Permits	11 099 426	11 505 843	406 417	4	
Other Income	88 971 106	104 413 264	15 442 158	15	
Profit on Sale of Asset	7 213 660	-	-	-	
Donations & Public Contribution- PPE	16 121 430	2 747 487	(13 373 943)	(487)	
Government Grants- PPE	147 349 002	156 030 249	8 681 247	6	
Interest Earned - External Investments	81 030 891	16 183 465	(64 847 426)	(401)	Cashflow increased dramatically over the last year. Surplus cash has not been used on capital projects as anticipated, hence the above average growth.
Interest Earned - Outstanding Debtors BCDA	30 732 391 1 907 174	37 593 163 -	6 860 772 -	18 -	
Total Revenue	2 021 657 301	1 975 850 832	(45 806 469)	(2)	
EXPENDITURE					
Executive Mayor	78 514 933	77 576 905	(938 028)	(1)	
Municipal Manager	15 091 058	16 805 637	1 714 579	10	
Chief Operations Officer	46 097 763	60 305 626	14 207 863	24	
Finance	172 862 326	165 841 472	(7 020 854)	(4)	
Corporate Services	72 847 448	70 058 100	(2 789 348)	(4)	
Engineering Services	860 492 830	842 010 669	(18 482 161)	(2)	
Planning & Economic Development	94 469 343	103 739 898	9 270 555	9	
Health and Public Safety	137 921 842	143 234 725	5 312 883	4	
Community Services	337 197 814	323 802 969	(13 394 845)	(4)	
Net Transfers to Other Reserves BCDA	20 038 802 3 063 520	12 336 390 -	(7 702 412) -	(62) -	No actual contribution was made for Water, Refuse and Sewerage during the current financial year.
Total Expenditure	1 838 597 679	1 815 712 391	(22 885 288)	(1)	
NET SURPLUS FOR THE YEAR	183 059 623	160 138 441	(22 921 181)	(14)	

BUFFALO CITY MUNICIPALITY

APPENDIX F

ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2008

Description	2008	2008	2008	2008	2008	2008	2008	Explanation of Significant Variances versus Budget
	Additions / Write-Ons	Under Construction Capitalised	Under Construction	Total Additions	Budget	Variance	Variance	
	R	R	R	R	R	R	%	
Executive and Council	9 747 190	(2 947 360)	2 189 812	8 989 642	10 627 879	(1 638 237)	(15)	
Finance and Administration	27 561 596	(275 001)	13 716 211	41 002 806	36 017 018	4 985 788	14	
Planning and Development	5 153 278	(145 225)	1 499 909	6 507 962	4 751 381	1 756 581	37	Asset Take On
Health	6 622 871	-	1 023 277	7 646 148	3 656 260	3 989 888	109	Asset Take On
Community and Social Services	15 019 887	(1 266 692)	3 400 772	17 153 967	13 668 935	3 485 032	25	
Housing	670 601	-	-	670 601	8 429 125	(7 758 525)	(92)	
Public Safety	91 220 587	(3 857 854)	11 930 617	99 293 349	32 726 564	66 566 785	203	Asset Take On
Sport and Recreation	21 883 156	(39 761)	-	21 843 395	6 638 640	15 204 755	229	Asset Take On
Environmental Protection	15 318 660	-	-	15 318 660	2 957 669	12 360 991	418	Asset Take On
Waste Management	845 159 278	(24 521 864)	43 460 534	864 097 948	62 604 544	801 493 404	1 280	Asset Take On
Road Transport	1 834 710 361	-	46 603 432	1 881 313 793	42 405 081	1 838 908 712	4 337	Asset Take On
Water	1 326 870 226	(18 076 508)	46 958 516	1 355 752 234	34 445 495	1 321 306 739	3 836	Asset Take On
Electricity	1 472 404 798	(8 912 623)	38 027 983	1 501 520 158	37 994 449	1 463 525 709	3 852	Asset Take On
Other	5 260 445	-	452 080	5 712 525	1 352 880	4 359 645	322	
BCDA	19 383	-	-	19 383	-	19 383	-	
TOTALS	5 677 622 317	(60 042 887)	209 263 142	5 826 842 572	298 275 920	5 528 566 652	1 854	

BUFFALO CITY MUNICIPALITY
APPENDIX G
CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)

	UNSPENT BALANCE 01/07/2007	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	TRANSFER TO REVENUE OPERATING EXPENDITURE	TRANSFER TO REVENUE CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30/06/2008
NATIONAL GOVERNMENT							
Transitional Grant	103 520	-	10 250	-	-	-	113 770
Financial Management Grant	820 258	500 000	130 634	(274 366)	(19 300)	-	1 157 226
Land Affairs	49 887 206	-	6 230 125	-	-	-	56 117 331
Restructuring Grant	47 891 291	-	4 715 817	(42 457 159)	(12 815 464)	3 610 471	944 956
CMIP	19 311 149	87 451 615	4 970 672	(7 028 302)	(99 909 319)	(1 974 340)	2 821 475
KWT: Grants Government	2 053	-	-	-	-	-	2 053
Project Consolidated-Billing System-MSIG	4 303 032	-	305 822	(807 344)	(2 948 883)	-	852 627
Equitable Share Grant	8 899 406	15 000 063	-	(22 302 906)	(148 533)	-	1 448 030
Energy Efficient Technology	5 655 804	-	588 212	(264 913)	-	-	5 979 103
DWAF Funded Projects-Sewerage	6 686 516	-	631 582	-	-	(726 965)	6 591 133
DWAF Funded Projects - Water	8 359 891	2 107 344	967 853	(1 457 590)	(535 233)	-	9 442 265
European Commission (MURP)	18 290 000	-	1 537 499	(9 022 055)	(11 388 760)	583 316	-
IMEP	-	17 441 228	1 114 428	(3 445 481)	(17 580 635)	2 470 461	-
	170 210 124	122 500 250	21 202 894	(87 060 116)	(145 346 127)	3 962 943	85 469 969
PROVINCIAL GOVERNMENT							
Gompo Survey	93 126	-	15 064	(16 833)	-	-	91 357
Upgrade Water Supply	21 873	-	2 166	-	-	-	24 039
Mdantsane Upgrade - Water & Sewerage	102 697	-	9 653	-	-	-	112 350
Local Government Housing	45 124 474	13 741 800	5 233 645	(34 294 195)	(1 627 671)	-	28 178 053
Compost Waste Management	55 177	-	5 463	-	-	-	60 640
Disaster Relief Fund	2 326 563	500 000	215 206	(414 074)	(19 822)	52 116	2 659 989
Local Economic Development Fund	2 640 813	-	157 718	(42 321)	-	-	2 756 210
Map Preparation & Planning	85 778	-	8 493	-	-	-	94 271
Gompo & Mdantsane Art Centres	18 521	-	1 749	-	-	-	20 270
Environmental Project John Dube	126 047	-	12 480	-	-	-	138 527
Pilot Housing Project	162 369	-	16 076	-	-	-	178 445
Reeston Development - Land Affairs	283 686	-	224 557	-	-	-	508 243
Leiden Trust Account - Redevelop Duncan Village	198 888	-	19 692	-	-	-	218 580
Mdantsane Urban Renewal Project (Mnt Ruth Node)	5 471 012	-	569 901	-	-	-	6 040 913
Ikhwezi Block 1 Development	105 886	-	10 484	-	-	-	116 370
Mdantsane Upgrade - MD/PD: Area Planning	127 194	-	12 594	-	-	-	139 788
Mdantsane Upgrade - PD: Survey	6 439	-	638	-	-	-	7 077
Mdantsane Upgrade - MD Assessment Study	113 978	-	11 285	-	-	-	125 263
Provincial Government carried forward	57 064 521	14 241 800	6 526 864	(34 767 423)	(1 647 493)	52 116	41 470 386

BUFFALO CITY MUNICIPALITY
APPENDIX G CONTINUED
CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)

	UNSPENT BALANCE 01/07/2007	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	TRANSFER TO REVENUE OPERATING EXPENDITURE	TRANSFER TO REVENUE CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30/06/2008
Provincial Government brought forward	57 064 521	14 241 800	6 526 864	(34 767 423)	(1 647 493)	52 116	41 470 386
Planning and Map Preparation	80 644	-	7 985	-	-	-	88 629
Upgrade Kwaklifu Settlement - Phakamisa	135 889	-	13 346	(6 105)	-	-	143 130
Needscamp Planning	913 659	-	52 193	(28 600)	-	-	937 252
Potsdam Village - Plan Survey & Upgrade	33 302	-	3 337	-	-	-	36 639
Ilitha Informal Settlement Upgrade	34 808	-	3 446	-	-	-	38 254
Kwa Tshatshu Settlement Upgrade - Zwelitsha	39 160	-	3 877	-	-	-	43 037
Mdantsane Human Settlement Program	47 385	-	4 692	-	-	-	52 077
Planning Kanana Settlement	22 156	-	2 194	-	-	-	24 350
Kwa Tshatshu Survey	18 213	-	1 795	-	-	-	20 008
Mahlangu Village: Planning and Survey	38 736	-	2 134	(23 454)	-	-	17 416
Mdantsane Infill Areas: Planning and Survey	225 560	-	20 728	(16 145)	-	-	230 143
Phakamisa Clifton PH2: Bongweni: Plan and Survey	105 073	-	10 403	-	-	-	115 476
Health Management System	160 033	-	16 233	-	-	-	176 266
Aids Training and Info Centre - ATIC	946 340	1 571 573	187 366	-	-	-	2 705 279
Yellowwoods-Kei road-survey	618 110	-	61 200	-	-	-	679 310
Yellowwoods-Kei road planning	659 325	-	62 572	-	-	-	721 897
Dept of Sports , Recreation, Arts & Culture	507 641	1 750 000	71 690	(1 533 502)	-	-	795 829
Dept of Economic Affairs & Tourism (DEAT)	369 842	-	11 912	(535 592)	(355 382)	509 219	-
Municipal Support Programme	-	276 668	13 352	(177 954)	-	-	112 066
Informal Settlement Upgrading Study	-	300 000	10 563	-	-	-	310 564
Mdantsane Urban Renewal Programme	-	-	131 603	(93 910)	-	(37 693)	-
Centre for Municipal Research & Advice	-	160 461	1 589	(98 634)	-	-	63 416
	62 020 399	18 300 502	7 221 074	(37 281 319)	(2 002 875)	523 642	48 781 424
TOTAL NATIONAL/PROVINCIAL GOVERNMENT GRANT	232 230 523	140 800 752	28 423 968	(124 341 435)	(147 349 002)	4 486 585	134 251 393
DONATIONS AND PUBLIC CONTRIBUTIONS							
ADM Funding	649 083	1 315 614	-	-	-	-	1 964 697
IDC Funding - BCDA	596 037	1 683 921	-	(1 643 241)	-	-	636 717
BCMET Funding	579 707	11 544 197	1 119 844	(1 526 179)	(8 650 324)	54 038	3 121 283
Public Funding	1 618 450	1 649 492	262 411	(34 381)	(326 440)	-	3 169 532
DBSA	573 637	237 235	-	(664 632)	-	-	146 240
DBSA - Housing	-	291 288	-	-	-	-	291 288
SIDA Development Trust	-	2 315 227	207 290	(100 484)	(1 782 916)	(639 117)	-
SETA Fund	522 812	1 721 839	161 869	(1 543 477)	-	-	863 043
Housing & Infrastructure Development Award	241 193	-	23 881	-	-	-	265 074
LOTTO Contribution	87 604	-	6 400	(1 064 672)	(15 979)	986 646	-
VUNA Award	887 788	-	135 914	-	(14 944)	-	1 008 758
Aquarium	3 564	-	353	-	-	-	3 917
Felzoo	9 293	-	920	-	-	-	10 213
Athletic Track	27 822	-	2 755	-	-	-	30 577
F.E.L.A.	6 130	-	607	-	-	-	6 737
SALALIDA (Sweden)	-	452 714	14 262	(320 443)	-	-	146 533
City of Leiden (Engineers)	-	344 687	17 290	-	(325 865)	-	36 112

Donations & Public Contributions carried forward	5 803 121	21 556 214	1 953 796	(6 897 509)	(11 116 468)	401 567	11 700 722
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BUFFALO CITY MUNICIPALITY
APPENDIX G CONTINUED
CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS AT 30 JUNE 2008 (MUNICIPALITY AND ECONOMIC ENTITY)

	UNSPENT BALANCE 01/07/2007	CURRENT YEARS RECEIPTS	INTEREST ALLOCATED	TRANSFER TO REVENUE OPERATING EXPENDITURE	TRANSFER TO REVENUE CAPITAL EXPENDITURE	TRANSFERS	UNSPENT BALANCE 30/06/2008
Donations & Public Contributions brought forward	5 803 121	21 556 214	1 953 796	(6 897 509)	(11 116 468)	401 567	11 700 722
Community Development	1 926 051	-	201 795	-	-	-	2 127 846
Art Gallery	8 822	-	873	-	-	-	9 695
Municipal Revenue Enhancement Programme	1 216 103	-	120 409	-	-	-	1 336 512
Climate Protection Implementation	147 251	-	14 580	-	-	-	161 831
ADM: Township Ext 1:Kidds Beach	62 169	-	8 204	-	-	-	70 373
ADM: Water Dist. Grant-Eureka	23 638	-	2 138	-	-	-	25 776
ADM: Special Grant-Macleantown	9 467	-	-	-	-	-	9 467
ADM: Special Grant-Ext 3:Kaysers	41 351	-	4 094	-	-	-	45 445
ADM: Community Hall: TRC-KWT	751	-	74	-	-	-	825
ADM: Income Generating Project: TRC-KWT	42 692	-	4 227	-	-	-	46 919
ADM: Community Hall: TRC-EL	18 960	-	1 877	-	-	-	20 837
ADM: Income Generating Project: TRC-EL	47 491	-	4 702	-	-	-	52 193
ADM: Tribal Trust: Kwelerha	10 857	-	1 075	-	-	-	11 932
ADM: Tribal Trust: Nxaruni	126 387	-	12 514	-	-	-	138 901
A.T. Taylor	55 764	-	5 515	-	-	-	61 279
C.H.T. Peplar	44 614	-	4 417	-	-	-	49 031
One stop centre (BCM Leiden Platform)	120 247	-	11 906	-	-	-	132 153
Ward Committee Training (Stitching Cordaid)	341 555	-	33 818	-	-	-	375 373
Leiden	-	970 154	28 898	(218 946)	-	(385 188)	394 918
Eastern Cape Development Agency (ECDC)	670 879	-	-	-	(255 728)	-	415 151
Umsobomvu Youth Fund	232 350	179 583	29 230	(179 455)	-	-	261 708
PADF Contributions: EX Public	226 805	118 788	12 917	-	-	-	358 510
HIV AIDS Toolkit	56 555	-	5 600	(1 977)	(56 538)	-	3 640
TOTAL DONATIONS & PUBLIC CONTRIBUTIONS	11 233 879	22 824 739	2 462 659	(7 297 887)	(11 428 734)	16 379	17 811 037
TOTAL CONDITIONAL GRANTS & RECEIPTS	243 464 402	163 625 491	30 886 627	(131 639 322)	(158 777 736)	4 502 964	152 062 432

BUFFALO CITY MUNICIPALITY
APPENDIX H
DISCLOSURE OF CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS AT 30 JUNE 2008

	EXECUTIVE MAYOR	MUNICIPAL MANAGER	CHIEF OPS OFFICER	FINANCE	CORPORATE SERVICES	ENGINEERING SERVICES	PLANNING AND ECON. DEV	COMMUNITY SERVICES	PUBLIC SAFETY & HEALTH	TOTAL
TRANSFER TO REVENUE - CAPITAL EXPENDITURE										
NATIONAL GOVERNMENT										
Financial Management Grant	-	-	-	19 300	-	-	-	-	-	19 300
Restructuring Grant	3 249 706	-	-	641 773	288 659	7 947 052	688 274	-	-	12 815 464
IMEP	-	-	-	-	-	17 580 635	-	-	-	17 580 635
MIG	-	-	-	-	-	90 031 079	8 221 913	1 656 328	-	99 909 319
MSIG	-	-	-	2 948 883	-	-	-	-	-	2 948 883
LOTTO	-	-	-	-	-	-	-	15 979	-	15 979
European Commission	-	2 406 818	-	-	-	8 453 266	528 677	-	-	11 388 760
Equitable Share Grant	-	-	-	-	-	125 641	-	22 892	-	148 533
DWAF Funded Projects-Water	-	-	-	-	-	251 642	283 591	-	-	535 233
	3 249 706	2 406 818	-	3 609 956	288 659	124 389 314	9 722 454	1 695 198	-	145 362 105
PROVINCIAL GOVERNMENT										
DEAT	-	-	-	-	-	-	355 382	-	-	355 382
Local Government Housing	-	-	-	-	-	-	1 627 671	-	-	1 627 671
Disaster Relief Fund	56 538	-	-	-	-	-	-	-	16 314	72 853
	56 538	-	-	-	-	-	1 983 053	-	16 314	2 055 906
TOTAL NATIONAL/PROVINCIAL GOVERNMENT GRANT	3 306 244	2 406 818	-	3 609 956	288 659	124 389 314	11 705 507	1 695 198	16 314	147 418 011
DONATIONS AND PUBLIC CONTRIBUTIONS										
BCMET Funding	-	-	-	-	6 900	-	8 643 424	-	-	8 650 324
Public Funding	-	-	-	-	-	-	326 440	-	-	326 440
ECDC	-	-	-	-	-	255 728	-	-	-	255 728
LEIDEN	-	-	-	-	-	325 865	-	-	-	325 865
SIDA Development Trust	1 782 916	-	-	-	-	-	-	-	-	1 782 916
VUNA Award	14 944	-	-	-	-	-	-	-	-	14 944
HIV/ AIDS	-	-	-	-	-	-	-	-	3 508	3 508
TOTAL DONATIONS AND PUBLIC CONTRIBUTIONS	1 797 860	-	-	-	6 900	581 593	8 969 864	-	3 508	11 359 725
TOTAL CONDITIONAL GRANTS & RECEIPTS	5 104 104	2 406 818	-	3 609 956	295 559	124 970 907	20 675 371	1 695 198	19 822	158 777 736

BUFFALO CITY MUNICIPALITY
APPENDIX H CONTINUED
DISCLOSURE OF CONSOLIDATED CONDITIONAL GRANTS AND RECEIPTS AT 30 JUNE 2008

	EXECUTIVE MAYOR	MUNICIPAL MANAGER	CHIEF OPS OFFICER	FINANCE	CORPORATE SERVICES	ENGINEERING SERVICES	PLANNING AND ECON. DEV	COMMUNITY SERVICES	PUBLIC SAFETY & HEALTH	TOTAL
TRANSFER TO REVENUE - OPERATING EXPENDITURE										
NATIONAL GOVERNMENT										
Financial Management Grant	-	-	-	274 366	-	-	-	-	-	274 366
Restructuring Grant	4 733 678	1 567 840	-	16 157 441	5 581 922	11 695 939	2 254 292	453 551	12 496	42 457 159
MIG	-	-	-	-	-	-	2 328	6 961 923	64 051	7 028 302
Project Consolidated - Billing System-MSIG	245 428	-	-	561 917	-	-	-	-	-	807 345
Equitable Share Grant	11 821 633	-	1 203 099	-	-	44 737	1 035 072	8 198 366	-	22 302 907
DWAF Funded Projects	-	-	-	-	-	1 457 590	-	-	-	1 457 590
	16 800 739	1 567 840	1 203 099	16 993 724	5 581 922	13 198 266	3 291 692	15 613 840	76 547	74 327 668
PROVINCIAL GOVERNMENT										
Gompo Survey	-	-	-	-	-	-	16 833	-	-	16 833
Mdantsane Infill areas : Planning and Survey	-	-	-	-	-	-	16 145	-	-	16 145
Mahlangu Village : Planning and Survey	-	-	-	-	-	-	23 454	-	-	23 454
Upgrade Kwaklifu Settlement ; Phakamisa	-	-	-	-	-	-	6 105	-	-	6 105
Needscamp Planning	-	-	-	-	-	-	28 600	-	-	28 600
Mdantsane Urban Renewal Programme	-	-	93 910	-	-	-	-	-	-	93 910
Municipal Support Programme	-	-	-	177 954	-	-	-	-	-	177 954
Local Government Housing	-	-	34 096 451	-	-	-	197 744	-	-	34 294 195
Disaster Relief Fund	-	-	-	-	-	-	-	-	374 380	374 380
Local Economic Development Fund	-	-	-	-	-	-	42 321	-	-	42 321
Dept of Sports, Recreation, Arts & Culture	1 500 000	-	-	-	-	-	-	33 502	-	1 533 502
Department of Science & Technology	-	-	-	-	-	-	-	264 913	-	264 913
Dept of Economic Affairs & Tourism (DEAT)	-	-	-	-	-	-	535 592	-	-	535 592
	1 500 000	-	34 190 361	177 954	-	-	866 794	298 415	374 380	37 407 903
TOTAL NATIONAL/PROVINCIAL GOVERNMENT GRANT	18 300 739	1 567 840	35 393 460	17 171 678	5 581 922	13 198 266	4 158 486	15 912 255	450 927	111 735 571
DONATIONS AND PUBLIC CONTRIBUTIONS										
ADM Funding	-	-	60 550	-	-	-	53 004	-	-	113 554
BCMET Funding	-	-	-	-	54 038	-	1 472 141	-	-	1 526 179
Public Funding	-	-	-	-	-	-	34 381	-	-	34 381
DBSA	539 972	-	-	-	50 800	-	-	-	-	590 772
SALAIIDA Funding	320 443	-	-	-	-	-	-	-	-	320 443
SIDA Development Trust	50 596	-	-	-	-	-	-	49 888	-	100 484
SETA Fund	-	-	-	-	1 543 477	-	-	-	-	1 543 477
LOTTO Contribution	-	-	-	-	-	30 203	-	89 159	945 310	1 064 672
Dutch Embassy	98 634	-	-	-	-	-	-	-	-	98 634
Umsobomvu Youth Fund	179 455	-	-	-	-	-	-	-	-	179 455
Leiden	15 458	-	-	-	-	-	-	203 487	-	218 945
HIV AIDS Toolkit	1 977	-	-	-	-	-	-	-	-	1 977
European Commission Funding	-	-	31 800	-	-	1 999 999	984 145	6 006 111	-	9 022 055
IMEP	-	-	-	-	-	3 445 481	-	-	-	3 445 481
TOTAL DONATIONS AND PUBLIC CONTRIBUTIONS	1 206 535	-	92 350	-	1 648 315	5 475 683	2 543 671	6 348 645	945 310	18 260 509
BCDA	-	1 643 241	-	-	-	-	-	-	-	1 643 241
TOTAL CONDITIONAL GRANTS & RECEIPTS	19 507 274	3 211 081	35 485 810	17 171 678	7 230 237	18 673 949	6 702 157	22 260 900	1 396 237	131 639 322