

EDEN DISTRICT MUNICIPALITY



[These financial statements have not been audited]

FINANCIAL STATEMENTS

30 JUNE 2008

GENERAL INFORMATION

MEMBERS OF THE MAYORAL COMMITTEE

(as at 30 June 2008)

A C Laws	Executive Mayor
J Harmse	Deputy Executive Mayor (Chairperson: Integrated Planning Committee)
S C P Biljohn	Executive Councillor (Chairperson: Community Services Committee)
E N Mtabati	Executive Councillor (Chairperson: Transport Committee)
P J Roodtman	Executive Councillor (Chairperson: Corporate Services Committee)
J L Hartnick	Executive Councillor (Chairperson: Strategic Planning Committee)
J M G Bekker	Executive Councillor (Chairperson: Finance & Corporate Committee)

AUDITORS

Auditor - General
Business Connection Building, East Wing, Bridge Road, Century City, 7446

BANKER

Absa Bank
P O Box, George 6530

REGISTERED OFFICE

Eden District Municipality	P O Box 54	Tel 044-803 1300
York Street 12	George	Fax 044-874 6626
George	6530	

MUNICIPAL MANAGER

Mr. G Louw

ACTING CHIEF FINANCIAL OFFICER

Mr. J Stander

MEMBERS OF THE EDEN DISTRICT MUNICIPALITY

Proportional

Mr. S de Vries
Mr. L Dorfling
Me. M Fielies
Mrs. J L Hartnick
Mr. F Josephs
Me. B Le Roux
Me. H Loff
Mr. P Luiters
Mr. E Mtabati
Mr. P J W Murray
Mr. J Koegelenberg
Mr. PJ Roodtman
Mr JMG Bekker

Representatives from Local Municipalities

George Municipality	J Alberts N Bityi P Grobler A C Laws P van der Hoven
Mossel Bay Municipality	H Floors R Skombingo ND Giles
Oudtshoorn Municipality	S C P Biljohn J Harmse HJJ Lamprecht
Knysna Municipality	NE Koti HJ McCombi
Hessequa Municipality	J Boucher A Hartnick
Bitou Municipality	D Xego
Kannaland Municipality	A Baartman

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 68 in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the District Municipality.

G Louw
Municipal Manager

Date

EDEN DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2008

NET ASSETS AND LIABILITIES		30-Jun-2008	30-Jun-2007
		R	R
	Note	505 061 183	507 741 571
Net assets			
Housing Development Fund	2	50 253	260 462
Capital replacement reserve		13 583 753	12 271 690
Government grant reserve		2 601 219	1 136 664
Revaluation reserve		-	-
Accumulated Surplus/(Deficit)		488 825 958	494 072 755
Non-current liabilities		76 863 013	66 895 967
Long-term liabilities	3	6 084 047	6 911 699
Non-current provisions	5	70 778 966	59 984 268
Current liabilities		64 658 560	39 813 282
Consumer deposits	4	57 253	64 721
Provisions	6	4 718 000	3 823 517
Trade Payables	7	29 839 467	13 001 782
Unspent conditional grants and receipts	8	28 665 680	21 693 114
Taxes	9	-	1 959
Short-term loans	10	-	-
Cash and Cash Equivalents		253 121	-
Current portion of long-term liabilities	2	1 125 038	1 228 189
Total Net Assets and Liabilities		646 582 755	614 450 820
ASSETS			
Non-current assets		581 528 110	528 402 786
Property, plant & equipment	11	565 676 690	513 425 465
Intangible Assets	12	848 863	916 042
Investments	13	9 054	9 054
Long-term receivables	14	14 993 502	14 052 226
Current assets		65 054 645	86 048 034
Inventory	15	3 348 785	2 857 391
Trade receivables from exchange transactions	16	612 635	621 315
Other receivables - Non exchange transactions	17	12 895 689	18 484 084
Vat receivable	9	3 267 353	2 707 850
Current portion of long-term debtors	14	969 878	1 087 759
Cash and Cash Equivalents	18	43 960 305	60 289 634
		-	-
Total Assets		646 582 755	614 450 820

**EDEN DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2008**

		Actual	
REVENUE	Note	2008 R	2007 R
Revenue from Non-Exchange Transactions		217 948 747	232 055 803
Taxation Revenue		1 062 101	1 689 266
Property rates DMA	19	1 062 101	993 226
Property rates - penalties imposed and collection charges		-	-
Regional Services Levies		-	-
Public contributions, donated and contributed property, plant and equipment		-	696 040
Transfer Revenue		216 886 646	230 153 350
Regional Services Levies Equitable Share		87 717 181	76 046 040
Government grants and subsidies	20	128 862 098	154 107 310
Public contributions	21	307 367	-
Other Revenue		-	213 187
Fines		-	213 187
Assets Identified for the First Time		-	-
Revenue from Exchange Transactions		36 073 051	36 396 546
Service charges	22	4 709 773	4 334 121
Rental of facilities and equipment		1 198 216	983 213
Interest earned - external investments		7 819 823	7 382 520
Interest earned - outstanding debtors		2 223 086	1 978 788
Licenses and permits		-	951 168
Actuarial Gain from Ex-Gratia Pensions		40 495	-
Income for agency services		7 598 772	12 519 644
Other income	23	9 523 676	5 556 921
TASK Contributions Municipalities		2 724 813	2 553 383
Contribution Shop Steward		234 398	136 788
Total Revenue		<u>254 021 798</u>	<u>268 452 349</u>
EXPENDITURE			
Employee related costs	24	63 576 193	53 792 302
Remuneration of Councillors	25	5 010 097	4 858 106
Bad debts		15 078 309	3 279 461
Actuarial Loss from Health Care Benefits		3 943 914	2 837 970
Actuarial Loss from Long Service Awards		380 425	114 478
Actuarial Loss from Ex-Gratia Pensions		-	86 714
Increase in Provision for Rehabilitation of Landfill Sites		1 600 000	-
Increase in Provision for Alien Vegetation		1 851 945	-
Depreciation		5 094 426	4 549 815
Amortisation		241 609	165 833
Repairs and maintenance		3 153 719	2 824 538
Interest paid	26	922 779	895 305
Bulk purchases	27	1 576 187	1 454 883
Contracted services		6 396 329	10 165 106
Grants and subsidies utilised		30 266 431	31 335 927
Roads - Grants and subsidies utilised	28	97 740 318	114 254 907
Allocations to Municipalities	29	46 461 882	36 125 084
General expenses	30	16 173 977	18 532 944
Total Expenditure		<u>299 468 540</u>	<u>285 273 373</u>
SURPLUS/(DEFICIT) FOR THE YEAR		(45 446 742)	(16 821 024)
Gains on disposal of property, plant and equipment		363 665	7 980
Loss on disposal of property, plant and equipment		-	-
SURPLUS/(DEFICIT) FOR THE YEAR		<u>(45 083 077)</u>	<u>(16 813 044)</u>
Share of surplus/(deficit) of associate accounted for under the equity method		-	-
NET (DEFICIT) FOR THE YEAR		<u>(45 083 077)</u>	<u>(16 813 044)</u>

Refer to Appendix E(1) for explanation of variances

**EDEN DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2008**

	<u>Capital Replacement Reserve</u>	<u>Government Grant Reserve</u>	<u>Revaluation Reserve</u>	<u>Housing Development Fund</u>	<u>Accumulated Surplus/(Deficit)</u>	<u>Total</u>
	R	R	R	R	R	R
2007						
Balance at 1 July 2006	23 783 259	-	-	227 618	80 714 373	104 725 250
Correction of error (Note 32)					(26 627 386)	-26 627 386
Prior year adjustments						0
Amount transferred to unspent grants						0
Changes in accounting policy (Note 31)					(20 688)	-20 688
Restated Balance	23 783 259	-	-	227 618	54 066 299	78 077 176
Surplus/(deficit) for the year	-				(16 813 044)	-16 813 044
Nett movements on allocations and priorities						0
Transfer to CRR	11 133					11 133
Property, plant and equipment purchased	(12 888 537)				12 888 537	0
Transfer to CRR	-				-	0
Transfer to GGR	-	1 136 664		-	(1 136 664)	0
Depreciation set off against GGR						0
Depreciation set off against Revaluation Reserve						0
Assets identified for the first time					446 476 556	446 476 556
Capital grants used to purchase PPE						0
Donated/contributed PPE						0
Contribution to Insurance Reserve						0
Insurance claims processed						0
Transfer to Housing Development Fund				23 249		23 249
Operating expenditure: Housing Development Fund				(33 500)		-33 500
Offsetting of depreciation						0
Interest received	1 365 834			43 095	(1 408 930)	-1
Balance at 30 June 2007	12 271 690	1 136 664	-	260 462	494 072 755	507 741 569
2008						
Correction of error (Note 32)						0
Assets brought onto asset register						0
Amount transferred to unspent grants						0
Changes in accounting policy (Note 31)	-				-	-
Restated Balance	12 271 690	1 136 664	-	260 462	494 072 755	507 741 569
Surplus/(deficit) for the year					(45 083 077)	-45 083 077
Nett movements on allocations and priorities						-
Transfer to CRR						-
Property, plant and equipment purchased						-
Transfer to GGR		1 464 555			(1 464 555)	-
Depreciation set off against GGR					-	-
Assets identified for the first time					42 402 688	42 402 688
Corrections	4 949				(4 949)	0
Capital grants used to purchase PPE						-
Donated/contributed PPE						-
Contribution to Insurance Reserve						-
Insurance claims processed					(0)	(0)
Transfer to Housing Development Fund				-210 210	210 210	-
Operating expenditure: Housing Development Fund						-
Asset disposal						-
Offsetting of depreciation						-
Interest received	1 307 113				(1 307 113)	-
Balance at 30 June 2008	13 583 753	2 601 219	-	50 252	488 825 958	505 061 180

**EDEN DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008**

	Note	2008 R	2007 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		240 647 566	286 237 149
Cash paid to suppliers and employees		(249 834 749)	(280 488 654)
Cash generated from/(utilised in) operations	33	<u>(9 187 184)</u>	<u>5 748 494</u>
Dividends received		-	-
Interest received		10 042 909	9 361 308
Interest paid	26	(922 779)	(895 305)
NET CASH FROM OPERATING ACTIVITIES		<u><u>(67 054)</u></u>	<u><u>14 214 497</u></u>
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(15 245 337)	(12 888 537)
Proceeds on disposal of property, plant and equipment		666 039	114 763
Increase in intangible assets		(174 430)	65 055
Decrease / (Increase) in non-current receivables		(823 395)	355 608
Decrease in non-current investments		-	85 550
Decrease in call investment deposits		-	-
NET CASH FROM INVESTING ACTIVITIES		<u><u>(15 577 124)</u></u>	<u><u>(12 267 562)</u></u>
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans raised/(repaid)		-	-
Increase/(Decrease) in consumer deposits		(7 468)	5 368
Increase/(Decrease) in Long term liabilities		(930 803)	(451 782)
Increase in funds and reserves			
NET CASH FROM FINANCING ACTIVITIES		<u><u>(938 271)</u></u>	<u><u>(446 414)</u></u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		<u><u>(16 582 449)</u></u>	<u><u>1 500 523</u></u>
Cash and cash equivalents at the beginning of the year		<u>60 289 634</u>	<u>58 789 111</u>
Cash and cash equivalent at the end of the year	34	<u>43 707 184</u>	<u>60 289 634</u>

EDEN DISTRICT MUNICIPALITY

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

	2008	2007
	R	R
2 HOUSING DEVELOPMENT FUND		
Housing Development Fund	50 253	260 462
- Unappropriated Surplus	50 253	260 462
- Loans extinguished by Government on 1 April 1998		
The Housing Development Fund is represented by the following assets and liabilities		
- Property, plant and equipment (see note 11)	-	-
- Unauthorised use of cash for other purposes		
- Bank and cash	50 253	260 462
Sub-total	-	-
Creditors		
Total Housing Development Fund Assets and Liabilities	50 253	260 462
3 LONG TERM LIABILITIES		
Local Registered Stock Loans	250 000	250 000
Annuity Loans	926 538	1 298 523
Capitalised Lease Liability	279 005	510 830
DBSA Loans	5 753 543	6 080 535
Sub-total	7 209 085	8 139 888
Less: Current portion transferred to currents liabilities	1 125 038	1 228 189
Local Registered Stock Loans	-	-
Annuity Loans	452 464	487 672
Capitalised Lease Liability	155 710	294 359
DBSA Loans	516 865	446 158
Total External Loans	6 084 047	6 911 699
Refer to Appendix A for more detail on long-term liabilities.		
Exemptions taken according to the exemptions gazetted in terms of Government Notice No. 30013 of 29 June 2007 and specifically paragraph 3(2) b of the above-mentioned notice		
• Leases (AC 105) Recognising operating lease payments / receipts on a straight line basis if the amount is recognised on the basis of the cash flows in the lease agreement. [SAICA Circular 12/06 paragraphs 8-11 and paragraphs 33, 34, 50, 51 of AC 105]		
The obligations under finance leases are scheduled below:		
	Minimum	
	Lease Payments	
	2008	2007
Amounts payable under finance leases:		
Payable within one year	405 123	409 503
Payable within two to five years	373 010	677 294
Payable after five years	-	7 840
	778 133	1 094 637
Less: Future finance obligations	(48 197)	(90 164)
Present value of lease obligations	729 936	1 004 472
Less: Amounts due for settlement within 12 months	(155 710)	(294 359)
Amount due for settlement after 12 months	574 226	710 113
4 CONSUMER DEPOSITS		
Electricity and Water	57 253	64 719
Interest paid	-	-
Total Consumer Deposits	57 253	64 719
5 NON-CURRENT PROVISIONS		
	2008	2007
	R	R
Employment Benefit Provisions		
Provision for Post Employment Health Care Benefits	52 456 000	46 045 725
Roads - Provision for Post Employment Health Care Benefits	12 477 000	10 952 275
Provision for Ex-Gratia Pension Benefits	1 293 368	1 401 541
Roads - Provision for Ex-Gratia Pension Benefits	1 103 805	1 196 123
Provision for Long Service Leave Awards	3 404 849	2 912 043
Roads - Provision for Long Service Leave Awards	1 078 687	922 561
	71 813 709	63 430 268
Less Short Term Portion Transferred to Current Provisions	(3 399 000)	(3 446 000)
Total Employee Benefit Provisions	68 414 709	59 984 268
Other Provisions		
Rehabilitation of Landfill Site	1 600 000	-
Provision for Aleviation of Alien Vegetation	764 257	-
Total Provisions	70 778 966	59 984 268

EDEN DISTRICT MUNICIPALITY

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

5 NON-CURRENT PROVISIONS (Continued)

Included in the above provision for Employee Benefits are the following amounts in respect of benefits payable to the Roads Division:

	2008
	R
Roads - Provision for Post Employment Health Care Benefits	12 477 000
Roads - Provision for Ex-Gratia Pension Benefits	1 103 805
Roads - Provision for Long Service Leave Awards	<u>1 078 687</u>
	<u><u>14 659 492</u></u>

In terms of the agreement with the Western Cape Provincial Government these amounts will be recoverable from the Provincial Government Western Cape on payment to the set employees. Refer note 14.

2008	2007
R	R

EMPLOYEE BENEFIT PROVISIONS

The municipality has elected to recognise the full increase in this defined benefit liability immediately as per IAS 19, Employee Benefits, paragraph 155 (a). Due to this allowed transitional arrangement, no comparative figures for these liabilities are therefore required and disclosed, however also refer to Accounting Policy 26.3 in this regard.

5.1 Provision for Post Employment Health Care Benefits

The Municipality provides certain post retirement medical benefits by funding the medical aid contributions of certain retired members of the Municipality. According to the rules of the medical aid funds, with which the municipality is associated, a member (who is on the current condition of service), on retirement, is entitled to remain a continuation member of such medical aid fund, in which case the Municipality is liable for a certain portion of the medical aid membership fee.

The Post Employment Health Care Benefit plan is a defined benefit plan, of which the members are made up as follows:

In-service (employee) members	195	195
Roads - In-service (employee) members	175	175
Continuation members (e.g. retirees, widows, orphans)	154	154
Roads - Continuation members (e.g. retirees, widows, orphans)	11	11
Total Members	<u>535</u>	<u>535</u>

The liability in respect of past service has been estimated to be as follows:

	2008	2007
	R	R
In-service members	13 099 000	11 498 264
Roads - In-service members	9 358 000	8 214 425
Continuation members	39 356 000	34 546 583
Roads - Continuation members	3 120 000	2 738 727
Total Liability	<u>64 933 000</u>	<u>56 998 000</u>

The municipality makes monthly contributions for health care arrangements to the following medical aid schemes:

Bonitas;
Keyhealth
LA Health
PeoSano
SAMWU Medical Aid

The Future-service Cost for the ensuing year is estimated to be R 1,817,259, whereas the Interest- Cost for the next year is estimated to be R 6,958,958.

	2008	2007
	%	%
Key actuarial assumptions used:		
i) Rate of interest		
Discount rate	10.97%	8.00%
Health Care Cost Inflation Rate	9.78%	6.50%
Net Effective Discount Rate	1.09%	1.41%

ii) Mortality rates
The PA 90 ult. Mortality table was used by the actuaries.

iii) Normal retirement age
The normal retirement age for employees of the municipality is 60 years.

EDEN DISTRICT MUNICIPALITY

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

5 NON-CURRENT PROVISIONS (Continued)

The amounts recognised in the Statement of Financial Position are as follows:

	R	R
Present value of fund obligations	52 456 000	46 045 725
Roads - Present value of fund obligations	12 477 000	10 952 275
Fair value of plan assets	-	-
Unrecognised past service cost -	-	-
Unrecognised actuarial gains / (losses) -	-	-
Present value of unfunded obligations	-	-
Net liability / (asset)	64 933 000	56 998 000

The municipality has elected to recognise the full increase in this defined benefit liability immediately as per IAS 19, Employee Benefits, paragraph 155 (a).

Reconciliation of present value of fund obligation:

	2008 R	2007 R
Present value of fund obligation at the beginning of the year	56 998 000	50 798 000
Current service cost	1 416 000	1 369 000
Present value of fund obligation recognised for the first time	-	-
Roads - Present value of fund obligation recognised for the first time	-	-
Interest Cost	4 447 000	3 958 000
Benefits Paid	(2 810 000)	(2 640 000)
Total expenses	60 051 000	53 485 000
Actuarial (gains) / losses	4 882 000	3 513 000
Present value of fund obligation at the end of the year	64 933 000	56 998 000

Reconciliation of fair value of plan assets:

Fair value of plan assets at the beginning of the year	-	-
Expected return on plan assets -	-	-
Contributions : employer	-	-
Contributions : employee -	-	-
Past service costs -	-	-
Actuarial (gains) / losses -	-	-
Benefits paid	-	-
Fair value of plan assets at the end of the year	-	-

The effect of a 1% movement in the assumed rate of health care cost inflation is as follows:

	+1% R	-1% R
Effect on the aggregate of the current service cost	1 010 800	647 000
Roads - Effect on the aggregate of the current service cost	748 100	502 200
Effect on the defined benefit obligation	59 851 000	46 416 000
Roads - Effect on the defined benefit obligation	14 854 000	10 597 000

5.2 Provision for Long Service Bonuses

The Long Service Bonus plans are defined benefit plans. As at year end, 244 Eden employees and 289 Roads employees were eligible for Long Service Bonuses.

The Future-service Cost for the ensuing year is estimated to be R 449,964, whereas the Interest- Cost for the next year is estimated to be R 469,299.

Key actuarial assumptions used:

	2008	2007
i) Rate of interest		
Discount rate	10.97%	8.00%
General Salary Inflation (long-term)	9.03%	6.50%
Net Effective Discount Rate applied to salary-related Long Service Bonuses	1.78%	1.41%

Analysis of accrued liability

	2008 R	2007 R
Fair value of plan assets -	-	-
Accrued Liability	3 404 849	2 912 043
Roads - Accrued Liability	1 078 687	922 561
Unrecognised past service cost -	-	-
Present value of unfunded obligations	-	-
Net liability / (asset)	4 483 536	3 834 604

Reconciliation of accrued liability values:

Present value of fund obligation at the beginning of the year	3 834 604	3 533 146
Current service cost	402 864	383 007
Present value of fund obligation recognised for the first time	-	-
Roads - Present value of fund obligation recognised for the first time	-	-
Interest Cost	295 994	262 846
Benefits Paid	(418 340)	(495 141)
Total expenses	4 115 122	3 683 858
Actuarial (gains) / losses	368 414	150 746
Present value of fund obligation at the end of the year	4 483 536	3 834 604

EDEN DISTRICT MUNICIPALITY

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

5 NON-CURRENT PROVISIONS (Continued)

Reconciliation of fair value of plan assets:

Fair value of plan assets at the beginning of the year	-	-
Expected return on plan assets -	-	-
Contributions : employer	-	-
Contributions : employee	-	-
Past service costs	-	-
Actuarial (gains) / losses	-	-
Benefits paid	-	-
Fair value of plan assets at the end of the year	<u>-</u>	<u>-</u>

The effect of a 1% movement in the assumed rate of general salary inflation is as follows:

	+1%	-1%
	R	R
Effect on the aggregate of the current service cost	301 064	256 459
Roads - Effect on the aggregate of the current service cost	131 559	119 625
Effect on the defined benefit obligation	3 607 000	3 220 000
Roads - Effect on the defined benefit obligation	1 172 000	995 000

5.3 Provision for Ex-Gratia Pension Benefits

The Ex-Gratia Pension Benefit plans are defined benefit plans. As at year end, 13 former Eden employees and 23 former Roads employees were eligible for Ex-Gratia Benefits.

There is no Current-service cost as there are no in-service members eligible for ex-gratia pension benefits, whereas the Interest- Cost for the next year is estimated to be R 253,217.

Key actuarial assumptions used:

	2008	2007
i) Rate of interest		
Discount rate	11.34%	8.00%
Expected Inflation Rate	8.98%	5.00%
Pension Increase Rate	4.49%	2.50%
Net Effective Discount Rate: pensioners with pension increases of 50% of DPI	6.56%	5.37%

Analysis of accrued liability

	2008	2007
	R	R
Fair value of plan assets -	-	-
Accrued Liability	1 293 368	1 401 541
Roads - Accrued Liability	1 103 805	1 196 123
Unrecognised past service cost -	-	-
Unrecognised actuarial gains / (losses) -	-	-
Present value of unfunded obligations	-	-
Net liability / (asset)	<u>2 397 173</u>	<u>2 597 664</u>

Reconciliation of accrued liability values:

Present value of fund obligation at the beginning of the year	2 597 664	2 556 297
Current service cost	-	-
Present value of fund obligation recognised for the first time	-	-
Roads - Present value of fund obligation recognised for the first time	-	-
Interest Cost	194 996	192 048
Benefits Paid	(320 432)	(311 400)
Total expenses	2 472 228	2 436 945
Actuarial (gains) / losses	(75 055)	160 719
Present value of fund obligation at the end of the year	<u>2 397 173</u>	<u>2 597 664</u>

Reconciliation of fair value of plan assets:

Fair value of plan assets at the beginning of the year	-	-
Expected return on plan assets -	-	-
Contributions : employer	-	-
Contributions : employee	-	-
Past service costs	-	-
Actuarial (gains) / losses	-	-
Benefits paid	-	-
Fair value of plan assets at the end of the year	<u>-</u>	<u>-</u>

The effect of a 1% movement in the assumed rate of inflation is as follows:

	+1%	-1%
	R	R
Effect on the interest cost	112 222	105 794
Roads - Effect on the interest cost	89 401	82 889
Effect on the defined benefit obligation	1 329 718	1 258 504
Roads - Effect on the defined benefit obligation	1 136 255	1 072 844

EDEN DISTRICT MUNICIPALITY

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

5 NON-CURRENT PROVISIONS (Continued)

5.4 Other Non-Current Provisions

30-Jun-08

Balance at beginning of year
 Transfer from non-current
 Transfer to current provisions
 Contributions to provision
 Expenditure incurred
Balance at end of year

	Provision for Aleviation of Alien Vegetation	Provision for Rehabilitation of Landfil Site
	-	-
	(1 087 688)	-
	1 851 945	1 600 000
	<u>764 257</u>	<u>1 600 000</u>

30-Jun-07

Balance at beginning of year
 Transfer from non-current
 Contributions to provision
 Expenditure incurred
Balance at end of year

	Provision for Aleviation of Alien Vegetation	Provision for Rehabilitation of Landfil Site
	-	-
	-	-
	-	-
	-	-
	<u>-</u>	<u>-</u>

According to the Alien Vegetation Eradication plan developed for the district municipality, it is estimated that an amount of R1,087,687 is required assuming that a strategy is followed where all properties were treated in the first year. The total budget required for the first follow-up would be R392,015 in the second year, R274,086 in the third year and R98,154 in the fourth year, when maintenance levels should be reached.

The provision for the rehabilitation of the Landfil Site is calculated based on rehabilitation measures of 500 mm of impervious clay with 500 mm of erosion protection with earth fill suited to the establishment of indigenous flora.

6 PROVISIONS

Performance Bonuses
 Roads - Performance Bonuses
 Current Portion of Non-Current Provisions
 Current Portion of Employee Benefit Provisions
 Current Portion of Employee Benefit Provisions - Roads
 Current Portion of Aleviation of Alien Vegetation

	2008 R	2007 R
	200 458	292 420
	30 854	85 097
	4 486 688	3 446 000
	2 943 000	2 983 695
	456 000	462 305
	1 087 688	-
	<u>4 718 000</u>	<u>3 823 517</u>

Total Provisions

30-Jun-08

Balance at beginning of year
 Transfer from non-current
 Contributions to provision - current year provision
 Contributions to provision - prior year over provision
 Expenditure incurred
Balance at end of year

	Roads - Performance Bonus	Performance Bonus
	85 097	292 420
	30 854	200 458
	-	(23 242)
	(85 097)	(269 178)
	<u>30 854</u>	<u>200 458</u>

30-Jun-07

Balance at beginning of year
 Transfer from non-current
 Contributions to provision
 Expenditure incurred
Balance at end of year

	63 163	407 494
	85 097	854 726
	(63 163)	(969 800)
	<u>85 097</u>	<u>292 420</u>

7 TRADE PAYABLES

Trade Payables
 Payments received in advance
 Deferred Revenue
 Staff leave
 Roads - Staff leave
 Long Service Bonus
 Roads - Long Service Bonus
 Other creditors
 Roads - Other creditors
 Roads - Plant Account
 Retention Creditors
 Debtors with credit balances
 Roads - Debtors with credit balances
 Allocations to municipalities

	2008 R	2007 R
	6 138 922	2 129 380
	1 525 328	-
	-	-
	2 535 553	2 044 356
	1 276 586	1 265 241
	-	626 239
	568 565	568 565
	3 886 743	2 323 448
	1 114 355	3 221 897
	-	822 656
	487 021	-
	1 610 567	-
	741 005	-
	9 954 822	-
	<u>29 839 467</u>	<u>13 001 782</u>

Total Trade Payables

EDEN DISTRICT MUNICIPALITY

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

8 UNSPENT CONDITIONAL GRANTS AND RECEIPTS

	2008	2007
	R	R
8.1 Conditional Grants from other spheres of Government	28 570 740	21 571 244
- Operating Grants	27 919 876	19 455 825
- Capital Grants	650 864	2 115 419

See appendix "F" for reconciliation of grants from other spheres of government. These amounts are invested in a ring-fenced investment until utilised and approximate its carrying value. The municipality complied with the conditions attached to all grants received to the extent of revenue recognised (Note 20). No grants were withheld.

	2008	2007
	R	R
8.2 Other Conditional Receipts	95 040	121 866
SETA	95 040	121 866
Public contributors	-	-
Total Conditional Grants and Receipts	28 665 780	21 693 110

See Note 20 for reconciliation of grants from other spheres of government.

9 TAXES

Roads - VAT payable	-	1 959
VAT receivable	3 267 353	2 707 850

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

10 SHORT-TERM LOANS

Call Bonds	-	-
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EDEN DISTRICT MUNICIPALITY

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

	2008 R	2007 R
12 INTANGIBLE ASSETS		
Cost	1 301 020	1 126 590
Opening Balance before restatement	1 126 590	-
Correction of error		
Inventory items previously not capitalised	-	19 997
Transferred from Property, Plant and Equipment - At cost - Note 11	-	80 455
Opening Balance after restatement	<u>1 126 590</u>	<u>100 452</u>
Acquisitions for the year - At cost	174 430	-
Correction of error		
Inventory items previously not capitalised	-	9 258
Transferred from Property, Plant and Equipment - At cost - Note 11	-	54 000
Assets previously not recognised at fair value	-	962 880
Less: Accumulated Amortisation	(452 157)	(210 548)
Opening Balance before restatement	(210 548)	-
Correction of error		
Inventory items previously not capitalised	-	(1 781)
Transferred from Property, Plant and Equipment - At cost - Note 11	-	(24 344)
Opening Balance after restatement	<u>(210 548)</u>	<u>(26 125)</u>
Accumulated Amortisation for the year	(241 609)	-
Correction of error		
Inventory items previously not capitalised	-	(4 335)
Transferred from Property, Plant and Equipment - At cost - Note 11	-	(18 591)
Assets previously not recognised	-	(161 498)
Total Intangible Assets	<u>848 863</u>	<u>916 042</u>
13 INVESTMENTS		
Unlisted		
KKLK shares - Held at Fair Value through Profit and Loss	8 854	8 854
NCT Forestry Co-operative LTD shares - Held at Fair Value through Profit and Loss	200	200
Total Unlisted	<u>9 054</u>	<u>9 054</u>
Total Investments	<u>9 054</u>	<u>9 054</u>
Council's valuation of unlisted investments		
KKLK shares	8 854	8 854
NCT Forestry Co-operative LTD shares	200	200
Collateral investments	-	-
	<u>9 054</u>	<u>9 054</u>

EDEN DISTRICT MUNICIPALITY

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

14 LONG-TERM RECEIVABLES	2008 R	2007 R
Car loans - At amortised cost	242 508	467 494
Computer loans - At amortised cost	21 609	75 132
Department of Transport: Roads - Post Employment Health Care Benefits (Note 5.1) - At amortised cost	12 477 000	10 952 275
Department of Transport: Roads - Long Service Awards (Note 5.2) - At amortised cost	1 078 687	922 561
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 5.3) - At amortised cost	1 103 805	1 196 123
Roads - Computer loans - At amortised cost	4 550	67 010
Long term debtors: Local Authorities - At amortised cost	<u>1 035 223</u>	<u>1 459 390</u>
	15 963 381	15 139 985
Less: Current portion transferred to current receivables	969 878	1 087 759
Car loans - At amortised cost	162 150	200 643
Computer loans - At amortised cost	50	48 217
Long term debtors: Local Authorities - At amortised cost	347 128	340 945
Department of Transport: Roads - Post Employment Health Care Benefits (Note 5.1) - At amortised cost	236 000	207 160
Department of Transport: Roads - Long Service Awards (Note 5.2) - At amortised cost	64 000	54 737
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 5.3) - At amortised cost	156 000	169 047
Roads - Computer loans - At amortised cost	4 550	67 010
	-	-
Total	<u><u>14 993 502</u></u>	<u><u>14 052 226</u></u>

LOANS TO OTHER LOCAL AUTHORITIES

The loans to other local authorities are interest free, except for the following loan:

Mosselbay Municipality:

Great Brakriver: Sewerage, loan is payable ovr 15 years interest free, installment is R 162 933.33 per year. (August 1993)

Knysna Municipality:

Hornlee - Water and sewerage loan is payable over 20 years interest free, installment is R 25 200 per year (October 1993)

Mosselbay Municipality:

Electricity D'Almeida loan is payable over 30 years interest free, installment is R 77, 039 per year. (March 1994)

CAR LOANS

Senior staff are entitled to car loans which attract interest at 8% per annum and which are repayable over a maximum period of 5 years. As from 1 July 2005 no new car loans or computer loans to staff are permitted.

DEPARTMENT OF TRANSPORT: ROADS

In terms of the agreement between the Western Cape Provincial Government and past experience, Provincial Government funds will be made available to maintain the approved organogram of the Roads department, including all employee post retirement benefits. The future claim for the provision for retirement benefits has therefore been raised as a long term debtor.

15 INVENTORY

Consumable Stores - at cost	3 314 269	2 824 519
Maintenance materials - at cost	-	-
Spare parts - at authorised value	-	-
Water - at cost	34 516	32 872
Other goods held for resale - at cost	-	-
Unsold properties held for resale - at authorized value	-	-
Total Inventory	<u><u>3 348 785</u></u>	<u><u>2 857 391</u></u>

16 TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS

As at 30 June 2008	Gross Balances	Provision for Bad Debts	Net Balances
Service debtors			
Electricity	935 547	(865 871)	69 676
Water	3 185 911	(2 948 637)	237 274
Refuse	968 125	(896 023)	72 102
Sewerage	1 262 024	(1 168 034)	93 990
Housing rentals	-	-	-
Ambulance and Fire Fighting Fees	3 037 025	(3 037 025)	-
Insurance	21 454	(21 454)	-
Rental Agreements	619 256	(479 663)	139 593
Total	<u><u>10 029 342</u></u>	<u><u>(9 416 708)</u></u>	<u><u>612 635</u></u>

EDEN DISTRICT MUNICIPALITY

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

16 TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)

As at 30 June 2007	Gross Balances	Provision for Bad Debts	Net Balances
Service debtors			
Electricity	764 503	(693 682)	70 821
Water	1 993 933	(1 809 220)	184 713
Refuse	778 918	(706 762)	72 156
Sewerage	993 733	(901 677)	92 056
Housing rentals	-	-	-
Ambulance and Fire Fighting Fees	1 813 165	(1 645 200)	167 965
Insurance	17 721	(16 080)	1 641
Rental Agreements	345 038	(313 075)	31 963
Total	6 707 011	(6 085 696)	621 315

(Electricity, Water, Refuse and Sewerage): Ageing

	2008 R	2007 R
Current (0-30 days)	(2 395)	299 308
31 - 60 Days	322 851	146 750
61 - 90 Days	214 558	169 822
91 - 120 Days	214 031	130 848
121-365 Days	157 023	3 531 355
+ 365 Days	5 445 539	253 003
Total	6 351 607	4 531 086

Housing Rentals & Rental Agreements: Ageing

	2008 R	2007 R
Current (0-30 days)	(6 560)	44 490
31 - 60 Days	99 513	23 009
61 - 90 Days	44 534	9 776
91 - 120 Days	43 544	3 505
121-365 Days	42 194	206 050
+ 365 Days	396 031	58 208
Total	619 256	345 038

Ambulance and Fire Fighting Fees-Ageing

	2008 R	2007 R
Current (0-30 days)	(42)	14 977
31 - 60 Days	15 577	16 467
61 - 90 Days	9 957	19 565
91 - 120 Days	11 385	14 359
121-365 Days	8 856	1 527 718
+ 365 Days	2 991 292	220 079
Total	3 037 025	1 813 165

Summary of Debtors by Customer Classification

As at 30 June 2008	Consumers	Industrial / Commercial	National & Prov Government
Current (0-30 days)	(9 098)	-	-
31 - 60 Days	299 080	73 490	184 174
61 - 90 Days	222 001	20 040	54 910
91 - 120 Days	227 980	4 878	46 395
121-365 Days	167 627	3 287	44 104
+ 365 Days	7 674 033	134 424	3 188 835
Sub-total	8 581 623	236 119	3 518 417
Less: Provision for bad debts			
Total debtors by customer classification	8 581 623	236 119	3 518 417

Summary of Debtors by Customer Classification

As at 30 June 2007	Consumers	Industrial / Commercial	National & Prov Government
Current (0-30 days)	379 787	-	-
31 - 60 Days	191 156		
61 - 90 Days	203 531		
91 - 120 Days	152 652		
121-365 Days	5 287 278		
+ 365 Days	2 319 504		
Sub-total	8 533 908	-	-
Less: Provision for bad debts	(6 085 696)		
Total debtors by customer classification	2 448 212	-	-

EDEN DISTRICT MUNICIPALITY

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

16 TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)

	2008	2007
	R	R
Reconciliation of the bad debt provision		
Balance at the beginning of the year	9 707 414	12 152 372
Contributions to provision: Exchange Receivables	(290 706)	1 331 481
Contributions to provision: Non-exchange Receivables	15 369 016	1 947 979
Bad debts written off against provision	-	(5 724 418)
Reversal of provision	-	-
Balance at end of year	24 785 724	9 707 414

17 OTHER RECEIVABLES FROM NON EXCHANGE TRANSACTIONS

	Gross	Provision for	
	Balances	Bad Debts	Net Balances
As at 30 June 2008			
Taxes - Rates	2 201 278	(2 122 073)	79 205
Unauthorised expenditure (see Note 35)			-
Fruitless and wasteful expenditure (see Note 35)			-
Insurance claims			-
Government subsidies: Department of Transport - Roads	538 338		538 338
Government subsidies: Work for Water	1 645 906		1 645 906
Sundry debtors	2 919 826	(269 160)	2 650 666
Roads - Sundry debtors	164 499		164 499
Roads - Plant Account	3 643 208		3 643 208
Regional Services levies	14 977 783	(12 977 783)	2 000 000
Advances to Agencies	2 173 867	-	2 173 867
Total Other Debtors	28 264 705	(15 369 016)	12 895 689

	Gross	Provision for	
	Balances	Bad Debts	Net Balances
As at 30 June 2007			
Taxes - Rates	1 844 619	(1 673 740)	170 879
Unauthorised expenditure (see Note 35)			-
Fruitless and wasteful expenditure (see Note 35)			-
Insurance claims			-
Government subsidies: Department of Transport - Roads	674 476		674 476
Government subsidies: Work for Water	-		-
Sundry debtors	800 918	-	800 918
Roads - Sundry debtors	120 076		120 076
Regional Services levies	16 460 405	(1 947 979)	14 512 426
Advances to Agencies	2 205 310	-	2 205 310
Total Other Debtors	22 105 803	(3 621 719)	18 484 084

The provision for doubtful debts on other debtors exists due to the possibility that not all debts will be recovered.

Rates-Ageing

	2008	2007
	R	R
Current (0-30 days)	-	21 012
31 - 60 Days	67 167	4 930
61 - 90 Days	19 419	4 368
91 - 120 Days	5 617	3 940
121-365 Days	3 281	22 155
+ 365 Days	2 107 199	1 788 214
Total	2 202 684	1 844 619

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

The fair value of other receivables approximate their carrying value.

The provision for doubtful debts on other debtors (loans and receivables) exists due to the possibility that not all debts will be recovered. Loans and receivables were assessed individually and grouped together at the Statement of Financial Position date as financial assets with similar credit risk characteristics and collectively assessed for impairment.

18 BANK, CASH AND OVERDRAFT BALANCES

Liabilities

Roads - Bank Account	(253 121)	-
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Assets

Call Investment Deposits	35 001 114	50 709 680
Roads - Bank Account	-	5 103 853
Roads - Cash	3 101	-
Cash	16 441	10 190
Primary Bank Account	8 939 650	4 341 042
RSC Levy Account	-	124 869
Total Cash and Cash Equivalents - Assets	43 960 305	60 289 634

The effective interest rate was 6.98% (2006: 6.3%).

The Municipality has the following bank accounts:-

EDEN DISTRICT MUNICIPALITY

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

18 BANK, CASH AND OVERDRAFT BALANCES (Continued)

Call Investment Deposits

Included in other deposits and bank balances are an amount of R 28 665 780 (2007: R 21,693,114) which is attributable to unspent grants and subsidies; and R 13 583 753 (2007: R12 271 690) which is attributable to the Capital Replacement reserve and R 50 252 (2007: R260 462) which is attributable to the Housing Development Fund and R 1 125 037 (2007: R 1 228 189) which is to repay long-term liabilities as set out in note 3

	2008	2007
	R	R
Current Account (Primary Bank Account)		
ABSA George Branch		
Account Number 4050434930		
Cash book balance at beginning of year	<u>4 341 042</u>	<u>42 776 090</u>
Cash book balance at end of year	<u>4 341 042</u>	<u>4 341 042</u>
Bank statement balance at beginning of year	<u>5 694 555</u>	<u>40 979 957</u>
Bank statement balance at end of year	<u>5 694 555</u>	<u>5 694 555</u>
Current Account (RSC levies income account)		
ABSA George Branch		
Account Number 4059188209		
Cash book balance at beginning of year	<u>124 869</u>	<u>3 501 731</u>
Cash book balance at end of year	<u>124 869</u>	<u>124 869</u>
Bank statement balance at beginning of year	<u>121 636</u>	<u>3 483 990</u>
Bank statement balance at end of year	<u>121 636</u>	<u>121 636</u>
Cash	<u>10 190</u>	<u>10 190</u>

19 PROPERTY RATES DMA

Actual		
Residential	1 062 101	993 226
Commercial	-	-
State	-	-
Municipal	-	-
Total Assessment Rates	<u>1 062 101</u>	<u>993 226</u>
Valuations	July 2006	July 2006
	R000's	R000's
Residential	154 531	154 531
Commercial	-	-
State	21 732	21 732
Municipal	3 251	3 251
Total Property Valuations	<u>179 514</u>	<u>179 514</u>

Valuations on land and buildings are performed every 4 years. The last valuation came into effect during the 2003/2004 year. Interim valuations are processed on a quarterly basis to take into account changes in individual property valuations due to alterations and subdivisions. A rate of R0.01739 (2007: R0.01656) for Uniondale and R0.00374 (2006: R0.00356) for Haarlem is applicable. Rural rates are calculated according to property valuations as follows:

Rate	Property Valuation
* R 0.0049613:	15 001 - 200 000
* R 0.0041344:	200 001 - 500 000
* R 0.0027563:	500 001 - 1 000 000
* R 0.0016538:	1 000 000>

Rebates of 30% are granted on state property owners and R15 000 on residential and rural owners. Rates are levied on an annual and monthly basis on property owners with the final date of payment being 30 September of every year.

Interest payable on arrear accounts - Prime +1%

Exemptions taken according to the exemptions gazetted in terms of Government Notice No. 30013 of 29 June 2007 and specifically paragraph 3(2) b of the notice Revenue (GAMAP 9) Initial measurement of fair value discounting all future receipts using an imputed rate of interest. [SIACA Circular 09/06 and paragraph 12]

EDEN DISTRICT MUNICIPALITY

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

20	SERVICE CHARGES	2008	2007
		R	R
	Sale of electricity	2 612 108	2 394 732
	Sale of water	1 200 619	1 082 482
	Refuse removal	320 275	306 515
	Sewerage and sanitation charges	576 771	550 392
	Total Service Charges	4 709 773	4 334 121
21	GOVERNMENT GRANTS AND SUBSIDIES	2008	2007
		R	R
	Spatial Planning	424 270	70 000
	Senior Management Development Programme	53 458	-
	Dept of Land Affairs: District Assessment Committee	2 424	-
	Roads - Department of Transport	97 740 318	114 254 907
	Non Motorised Transport	1 788 183	334 000
	Kannaland	718 252	-
	Seta	26 825	-
	LG SETA	195 547	-
	Stormsrivier Gateway	10 000	-
	Economic Development Unit	19 676	-
	Eden Learning Cape Festival	8 731	-
	Training	218 332	-
	Masibambane Sector Support Plan	-	716 250
	Provincial LED Projects	-	360 629
	Provincial health subsidies: Global Fund	3 073 797	2 424 462
	Flood Disaster	6 222 794	16 206 000
	Food Security Programme	50 368	-
	Seda	-	15 000
	CDW Programme	296 044	340 000
	Kannaland: Water Service Plan	-	114 000
	Socio Economic Survey Sanitation Practices	-	26 250
	Donation Funds - Nat Water	-	60 000
	MIG Grant 07/08	593 496	-
	MIG Grant 06/07	-	9 796 381
	Library Subsidy	371 850	-
	Bucketsystem Elimination	548 696	-
	Emergency Housing DMA	802 188	-
	Emergency Housing Zoar	577 254	-
	MIG Uniondale	1 131 000	-
	Work for Water	11 868 783	6 673 828
	MSIG Grant	524 025	-
	PIMMS Centre	-	772 141
	WC079 Regional Landfill Site	130 199	-
	Financial Management Grant	1 465 588	750 000
	Public Transport	-	166 000
	Unspent Conditional Grants Spent in 2006/2007	-	1 027 463
		-	-
	Total Government Grant and Subsidies	128 862 098	154 107 310

See Annexure F for detailed summary of unspent grants and subsidies.

21.1 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (Act 1 of 2005), no significant changes in the level of government grant funding are expected over the forthcoming 3 financial years, except for the equitable share allocation which will increase as a result of the abolishment of the RSC Levies.

22	PUBLIC CONTRIBUTIONS RECEIVED	2008	2007
		R	R
	Contribution Flood Damage	108 727	-
	Broad Based Black Economic Empowerment Summit	50 000	-
	Absa Flood Damage Support	25 000	-
	Umsobomvu Youth Fund	120 000	-
	Eden Relief Assistance	3 640	-
		-	-
		307 367	-

EDEN DISTRICT MUNICIPALITY

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

23	OTHER INCOME	2008 R	2007 R
	Sundry Income	454 224	198 273
	Building Application Fees	2 699	-
	Registration Fees: Motor vehicles	1 042 058	-
	Connection Fees	15 805	-
	Testing Fees	175	-
	Sale of pre-paid electricity meters	6 136	-
	Health Claims 2007/2008	2 525 573	-
	Tracing Fees/Address lists	4 884	4 990
	Commission on Collections	128 154	39 304
	Increase in Water Inventory	1 644	1 565
	Fire Fighting/ Health Levy	253 194	230 254
	Fire Fighting fees	162 063	22 152
	Euro 2008	117 039	-
	Eden World Cup 2010 Initiative	7 813	-
	Oudtshoorn Salaries	1 010 449	-
	Vakantebeurs	216 889	-
	Insurance	3 901	3 464
	Insurance Claim Flood Damage	66 627	698 984
	Plant hire	2 146	3 166
	Plans Copies	37 846	102 414
	Pauper Burials	607	-
	Private Telephone Calls	21 425	-
	Valuation Certificates	725	1 529
	Photostats and Faxes	1 236	-
	Admin Rezoning	7 066	12 245
	Library Fees	3 652	2 552
	Grave yards Fees	10 733	6 533
	Resorts	3 415 227	2 303 836
	Surplus cash	186	131
	Prior Funds Spent	-	1 925 529
	Recovery of unauthorized, irregular, fruitless and wasteful expenditure (Note 35)	3 500	-
	Total Other Income	9 523 676	5 556 921

24	EMPLOYEE RELATED COSTS		
	Employee related costs- Salaries and Wages	37 013 123	34 502 529
	Employee related costs - Contribution for UIF, pensions and medical aids	11 654 510	10 557 779
	Travel, motor car, accommodation, subsistence and other allowances	5 679 596	3 806 449
	Housing benefits and allowances	665 666	678 126
	Overtime payments	1 042 810	-
	Performance bonus	177 216	390 558
	Leave Payment	1 095 587	-
	Leave Bonus	3 346 234	-
	Increase in Provision for Health Care Benefits	2 466 360	2 170 688
	Increase in Provision for Long Service Awards	530 721	114 452
	Decrease in Provision for Ex-Gratia Pensions	(67 678)	(64 395)
	Long-service awards	(27 952)	1 636 116
	Less: Employee costs capitalised to Property, Plant and Equipment	-	-
	Less: Employee costs included in other expenses	-	-
	Total Employee Related Costs	63 576 193	53 792 302

Advances were made to employees. Loans to employees are set out in note 14

Remuneration of the Municipal Manager	2 Months	12 Months
Annual Remuneration	52 629	646 921
Performance Bonuses	108 848	108 848
Car Allowance	12 952	122 416
Contributions to UIF, Medical and Pension Funds	1 023	27 896
Total	175 452	906 081

The Municipal Manager was only in service of the municipality from July 2007 to August 2007

Remuneration of the Chief Finance Officer	8 Months	12 Months
Annual Remuneration	403 802	428 697
Performance Bonuses	85 097	85 097
Car Allowance	99 963	132 500
Contributions to UIF, Medical and Pension Funds	5 984	7 075
Total	594 846	653 369

The CFO was only in service of the municipality from July 2007 to February 2008

EDEN DISTRICT MUNICIPALITY

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

24 EMPLOYEE RELATED COSTS (Continued)

**Remuneration of Individual Executive Directors
30 June 2008**

	Technical Services	Corporate Services	Community Services
Annual Remuneration	697 460	331 501	-
Performance Bonuses	85 097	85 097	-
Car Allowance	122 199	83 420	-
Contributions to UIF, Medical and Pension Funds	2 890	3 921	-
Total	907 646	503 939	-

The Director Corporate Services was only in services of the municipality from July 2007 to February 2008.

**Remuneration of Individual Executive Directors
30 June 2007**

	Technical Services	Corporate Services	Community Services
Annual Remuneration	375 555	374 645	164 713
Performance Bonuses	-	85 097	-
Car Allowance	94 995	107 823	87 968
Contributions to UIF, Medical and Pension Funds	87 114	82 956	52 336
Total	557 664	650 521	305 017

25 REMUNERATION OF COUNCILLORS

	2008 R	2007 R
Executive Mayor	221 507	309 131
Deputy Executive Mayor	185 981	179 850
Speaker	215 630	332 133
Mayoral Committee Members	971 498	1 719 587
Councillors	1 429 454	2 186 814
Councillors' pension contributions	244 506	130 591
Travel Allowances	1 554 107	
Telephone Allowances	146 919	
Councilors' medical contributions	40 496	
Total Councillor's Remuneration	5 010 098	4 858 106

In-Kind Benefits

The Executive Mayor, Deputy Executive Mayor, Speaker and Mayoral Committee Members are full-time. Each is provided with an office and secretarial support at Council's cost.

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

26 INTEREST PAID

Long-term liabilities	867 334	815 785
Finance leases	55 445	79 520
Total Interest on External Borrowings	922 779	895 305

27 BULK PURCHASES

Electricity	1 576 187	1 454 883
Total Bulk Purchases	1 576 187	1 454 883

28 ROADS - GRANTS AND SUBSIDIES UTILISED

Employee Related Cost	32 214 239	29 934 359
Plant Hire	19 475 599	19 898 785
Material	17 449 722	51 682 326
Allocation Indirect Account	4 285 582	4 065 172
Contracts	90 140	107 584
General Expenses	20 660 264	2 045 931
Repairs and Maintenance	3 138 296	195 974
Appropriations for the year	-	5 949 823
Contributions to Capital	426 475	374 953
	97 740 318	114 254 907

29 ALLOCATIONS TO MUNICIPALITIES

Allocations to municipalities	46 461 882	36 125 084
Total allocations to Municipalities	46 461 882	36 125 084

The grants paid to other municipalities are for the construction or maintenance of sewerage, water, refuse or roads infrastructure and any other purpose as approved by council. The infrastructure will be under the control of the other municipalities once construction is completed.

EDEN DISTRICT MUNICIPALITY

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

30 GENERAL EXPENSES	2008	2007
	R	R
Included in general expenses are the following: -		
Admin Fees	-	-
Administrative Recoveries: Roads	50	2 413 565
Advertisements	894 304	535 584
Audit Fees	662 760	487 662
Bank Charges	176 828	112 675
Biomonitoring	96 779	99 145
Capacity Building Expenses	-	-
Computer Programs	17 252	19 443
Connections: Material	1 352	6 259
Community Participation	2 271	-
Courier Services	19 519	10 596
Deeds	1 393	18 804
Domestic Expenses	331 200	311 343
Donations: Council	549 704	377 630
Donations: Deputy Mayor	-	-
Donations: Mayor	-	-
Employee Support	6 945	12 309
Entertainment Allowances	268 158	238 227
External Audit Committee	58 555	17 251
Fire Fighting Service: DMA	-	68 327
Furniture removal	-	-
Health Advisory Committee	915	2 100
Health Contribution	-	-
Health Education	4 842	12 995
Herbicides	-	869 222
Housing Assistance	-	-
Insurance	603 761	495 225
Inventory Items	-	-
Irrigation Levy	22 938	20 121
Laboratory Test	222 372	189 289
Laundry Service	87 697	59 654
Legal Fees	122 376	104 468
License fees	5 957	12 416
Lost Library Books	1 748	1 202
Material	12 527	6 207
Medical Examinations	277	(1 350)
Membership fees	826 192	253 632
Notice Boards	-	-
Occupational Health	3 820	5 069
Overseas Tours	84 516	21 785
Pauper Burials	7 388	5 408
Performance Management Audit Committee	-	-
Pest Control	386	253
Plant	1 920 559	1 412 787
Postage/ Post Box Rental	95 261	178 073
Printing & Stationery	781 681	463 066
Professional Services	-	-
Protective Clothing	205 263	130 938
Psychological Support	-	-
Public Participation	-	-
Public Relations	146 654	170 490
Purchases: Oudtshoorn	-	-
Railway Fess	428	502
Rates & Taxes	267 971	302 712
Refreshments	84 267	67 259
Refuse Bags	57 413	5 937
Registration Fees: Congresses	174 534	193 557
Relations	-	2 393
Relief Assistance	44 263	46 290
Rent	101 822	125 732
Restaurant	291 829	-
Road Reserve	-	710 362
Rollover 2005/2006	-	323 287
Services Accounts	798 342	673 375
Skills Development Levy	-	-
Spa Purchases	-	149 223
Spatial Development	30 000	-
Special Meter Readings	3 150	5 589
Stock Losses	-	171 062

EDEN DISTRICT MUNICIPALITY

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

Store Charges Roads	351 302	385 010
Store Issues	612 420	-
Strategic Planning	120 310	138 736
Street lights	98 497	35 910
Study Assistance	254 889	145 378
Subsistence & Travel	2 031 807	2 287 513
Sundry Expenses	9 246	13 976
Telephone/Data lines	1 996 183	2 032 933
Tourism	18 975	116 477
Training	471 873	1 222 467
Transport	68 696	185 502
Valuation Fees	3 104	5 393
Water Levy	35 349	40 649
Wreaths & Bouquets	3 109	3 850
Correction of error (See Note 29.9)		-
	16 173 977	18 532 944

31 CHANGE IN ACCOUNTING POLICY

2008	2007
R	R

31.1 IMPLEMENTATION OF GRAP

The municipality adopted the following International Accounting Standards for the first time during the financial year 2007/2008 in order to comply with the basis of preparation of the annual financial statements as disclosed in accounting policy 1

- IAS 19 Employee Benefits
- IAS 17 Leases
- GRAP 102 Intangible Assets
- GAMAP 12 Inventory

The following standards were de-implemented:

- IAS 20 Government Grants

The transitional provisions of IAS 19 have been adopted as follows:

31.1.1 IAS 19 - Employee Benefits, paragraph 155 (a):

The transitional defined benefit liabilities for Retirement Benefits and Long Service Allowances have been recognised in the annual financial statements of the municipality as at 1 July 2006 in terms of IAS 19, 155 (a). Thus the full net liabilities as at 1 July 2006 has been recognised immediately in the annual financial statements.

The effect of the above-mentioned changes in accounting policies on the profit and loss and the nature of the changes in the accounting policies is as follows:

1 July 2006
R

Non Current Provisions - Eden District Municipality Staff

- Provision for Long Service Awards
- Provision for Post Employment Health Care Benefits
- Provision for Ex-Gratia Pension Benefits

	3 533 146
	50 798 000
	2 556 297

56 887 443

Non Current Provisions - Roads Department Staff

- Provision for Post Employment Health Care Benefits
- Provision for Long Service Awards
- Provision for Ex-Gratia Pension Benefits

	9 760 933
	850 034
	1 177 075

11 788 042

Due to the agreement between the Eden District Municipality and the Western Cape Provincial Government in which the Western Cape Provincial Government accepts the responsibility for the liability for the above-mentioned employee benefits for staff employed in the Roads department, long term receivables were raised for these amounts.

Long Term Receivables - Roads Department Staff

- Provision for Post Employment Health Care Benefits
- Provision for Long Service Awards
- Provision for Ex-Gratia Pension Benefits

	9 760 933
	850 034
	1 177 075

11 788 042

31.1.2 IAS 17 - Leases

The Municipality decided to comply with IAS 17 (Leases) during the current year. The municipality identified a number of printers and copiers which were previously classified as operating leases which should in fact have been treated as finance leases. The following balances were restated on 1 July 2006:

EDEN DISTRICT MUNICIPALITY

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

31.1.2 IAS 17 - Leases (Continued)

Long Term Liabilities - Capitalised Leased Assets	1 July 2006
<i>Balance previously reported</i>	-
- Implementation of IAS 17 - Recognition of lease liability	704 712
Restated Balance	<u><u>704 712</u></u>
 Property, Plant and Equipment at Cost	
<i>Balance previously reported</i>	
- Implementation of IAS 17 - Cost price of leased assets	949 600
Restated Balance	<u><u>949 600</u></u>
 Property, Plant and Equipment - Accumulated Depreciation	1 July 2006
<i>Balance previously reported</i>	
- Implementation of IAS 17 - Accumulated Depreciation of leased assets	296 883
Restated Balance	<u><u>296 883</u></u>
 Accumulated Surplus/(Deficit)	
Implementation of IAS 17	
- Backlog redemption of lease liability previously recognised as rent paid	244 888
- Backlog depreciation of leased assets not previously recognised	(296 883)
Total	<u><u>(51 995)</u></u>

31.1.3 IAS 20 - Government Grants

During the 2007/2008 year the municipality decided to de-implement IAS 20 and revert back to the use of the Government Grant Reserve due to inconsistencies with the requirements of GAMAP 9 paragraph 56. The following balances were restated on 30 June 2007.:

	30 June 2007
Trade Payables - Deferred Income	
<i>Balance previously reported</i>	1 136 664
- De-Implementation of IAS 20 - Transferred to Accumulated Surplus	(1 136 664)
Restated Balance	<u><u>-</u></u>
 Government Grant Reserve	
<i>Balance previously reported</i>	-
- De-Implementation of IAS 20 - Transferred from Accumulated Surplus	1 136 664
Restated Balance	<u><u>1 136 664</u></u>
 Accumulated Surplus/(Deficit)	
De-Implementation of IAS 20	
- Transferred to Government Grant Reserve	(1 136 664)
Total	<u><u>(1 136 664)</u></u>

31.1.4 GAMAP 12 - Inventory

The Municipality decided to early adopt GAMAP 12 during the 2007/2008 year and restated the balances on 1 July 2006.

	1 July 2006
Inventory - Water Stock at Cost	
<i>Balance previously reported</i>	-
- GAMAP 12 - Transferred to Accumulated Surplus	31 309
Restated Balance	<u><u>31 309</u></u>
 Accumulated Surplus/(Deficit)	
Implementation of GAMAP 12	
- Transferred from Inventory	31 309
Total	<u><u>31 309</u></u>

EDEN DISTRICT MUNICIPALITY

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

32 CORRECTION OF ERROR

During the current financial year, the municipality had corrected the following prior period errors:

32.1 Assets Identified for the First Time

Assets were identified for the first time during 2006/2007. The value of the assets identified were incorrectly recognised against the Revaluation Reserve. These amounts should have been recognised as fair value adjustments in the Statement of Financial Performance. The subsequent off-setting of depreciation was also corrected.

	1 July 2006
Revaluation Reserve	
<i>Balances Previously Reported</i>	446 475 454
- Transferred to Accumulated Surplus	(446 475 454)
Restated Balance	<u><u>-</u></u>
Accumulated Surplus/(Deficit)	
Assets Identified for the first time	
- Transferred from Revaluation Reserve	446 475 454
Total	<u><u>446 475 454</u></u>

32.2 RSC Levies

All RSC Levies received during 2006/2007 and 2007/2008 as well as RSC levies raised during this period were credited to the opening balance of the accumulated surplus on 1 July 2006.

	1 July 2006
Trade Receivables - Non Exchange Transactions	
<i>Balance Previously Reported</i>	5 644 373
Amounts received for RSC levies during 2006/2007, 2007/2008 and raised during 2007/2008 which should have been recognised as income during 2005/2006.	23 678 997
Value Added Tax	1 505 205
Restated Balance	<u><u>30 828 575</u></u>

The following RSC income and debtors were incorrectly recognised during the 2006/2007. These transactions were restated on 30 June 2007

	30 June 2007
Trade Receivables - Non Exchange Transactions	
<i>Balance Previously Reported</i>	5 468 800
Transferred from Accumulated Surplus	(5 468 800)
Restated Balance	<u><u>-</u></u>
Accumulated Surplus/(Deficit)	
RSC Levies incorrectly recognised	
- Transferred to Trade Receivables - Non-Exchange Transactions	(5 468 800)
Total	<u><u>(5 468 800)</u></u>

32.3 Property, Plant and Equipment

	2007
Restatement of items below a value of R 10 000 previously expensed- At Cost - Note 11	2 774 456
Restatement of items below a value of R 10 000 previously expensed - Backlog depreciation - Note 11	(463 276)
Increase in Property, Plant and Equipment credited to Accumulated Surplus	2 311 180
Disposed items previously not derecognised - At cost - Note 11	(729 715)
Disposed items previously not derecognised - Accumulated depreciation - Note 11	328 592
Decrease in Property, Plant and Equipment debited to Accumulated Surplus	(401 123)
Decrease in Property, Plant and Equipment: Buildings not previously depreciated - Backlog depreciation - Note 11	(2 171 369)
Leased property, plant and equipment previously expensed - At cost - Note 10	1 030 400
Leased property, plant and equipment previously expensed - Backlog depreciation - Note 10	(567 803)
Increase in Property, Plant and Equipment funded by finance leases - Note 10	462 597
Net Increase in Property, Plant and Equipment credited to Accumulated Surplus	<u><u>201 285</u></u>

EDEN DISTRICT MUNICIPALITY

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

32.3 Property, Plant and Equipment (Continued)	2007
Increase in Property, Plant and Equipment credited to Taxes: VAT incorrectly claimed	36 668
Computer software previously included in PPE transferred to Intangible Assets - At cost - note 11	(134 455)
Computer software previously included in PPE transferred to Intangible Assets - Accumulated amortisation - note 11	42 935
Net decrease in Property, Plant and Equipment transferred to Intangible Assets - Note 11	(91 520)
Net increase in Property, Plant and Equipment - Note 12	146 433
32.4 Intangible Assets	1 July 2006
Restatement of software identified on year-end previously not recognised - At fair value - Note 11	962 880
Restatement of items below a value of R 10 000 previously expensed - Backlog depreciation - Note 12	(161 498)
Restatement of items below a value of R 10 000 previously expensed- At Cost - Note 11	29 255
Restatement of items below a value of R 10 000 previously expensed - Backlog depreciation - Note 11	(6 116)
Increase in Intangible Assets credited to Accumulated Surplus - Note 12	824 522
Computer software previously included in PPE transferred from PPE - At cost - note 10	134 455
Computer software previously included in PPE transferred from PPE - Accumulated depreciation - note 15	(42 935)
Increase in Intangible Assets transferred from Property, Plant and Equipment - Note 11	91 520
Net increase in Intangible Assets - Note 12	916 042
32.5 Taxes	
Decrease in VAT incorrectly claimed: Plant and Equipment	36 668
32.6 Other Creditors	
Increase due to PAYE Incorrectly calculated	13 039
32.7 Other Debtors	
Decrease - Correction of Work for Water Grants	(2 153 912)
Increase - Proceeds on disposal of pump not previously recognised	34 430
	(2 119 482)
32.8 Unspent Conditional Grants	
Increase - Correction of DWAF Grant	1 563 314
Decrease - Correction of MIG Grant	(835 686)
	727 628
32.9 Changes to Accumulated Surplus	
Property, Plant and Equipment below a value of R 10 000 previously expensed - Note 32.3	2 311 180
Disposed Property, Plant and Equipment derecognised - Note 32.3	(401 123)
Buildings previously not depreciated: Backlog depreciation - Note 32..3	(2 171 369)
Leased property, plant and equipment previously expensed - Note 32.3	462 597
Software identified on year-end at fair value - Not 32.4	801 382
Software below a value of R10 000 previously expensed - Note 32.4	23 139
PAYE incorrectly calculated - Note 32.6	(13 039)
Correction of Work for Water Grants - Note 32.7	(2 153 912)
Correction of DWAF Grants - Note 32.8	(1 563 314)
Correction of MIG Grant - Note 32.8	835 686
Provisions not previously recognised - Note 31.1.1	(50 130 378)
RSC Levies incorrectly recognised	(5 468 800)
Proceeds on disposal of pump not previously recognised - Note 32.7	34 430
	(57 433 521)

EDEN DISTRICT MUNICIPALITY

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

32.9 Changes to Accumulated Surplus (Continued)

	1 July 2006
Property, Plant and Equipment below a value of R 10 000 previously expensed - Note 31.3	1 181 741
Disposed Property, Plant and Equipment derecognised - Note 31.3	(392 000)
Scrapping of Emergency Equipment - Accumulated Depreciation	3 509
Scrapping of Emergency Equipment at cost	(14 035)
Other corrections	(2 729)
Software identified on year-end at fair value - Not 31.4	962 880
Software below a value of R10 000 previously expensed - Note 31.4	18 216
Unallocated RSC levy income corrected	109 667
Correction of Work for Water Grants - Note 31.7	(2 153 912)
Correction of DWAF Grants - Note 31.8	(1 563 314)
Correction of MIG Grant - Note 31.8	835 686
RSC Levies incorrectly recognised	19 451 878
Provisions not previously recognised - Note 31.1.1	(45 099 401)
Proceeds on disposal of pump not previously recognised - Note 31.7	34 430
	<u>(26 627 385)</u>

32.10 Consolidation of the Roads Department

The Eden District Municipality consolidated the Roads function with the Eden District Municipality as at 1 July 2006. The following line items in the Statement of Financial Position and Statement of Financial Performance were increased with amounts relating to the Roads function at 30 June 2007:

30 June 2007

Statement of Financial Position at 30 June 2007

Current Liabilities

Provisions
VAT Payable
Trade Payables

(5 965 414)

(85 097)
(1 959)
(5 878 358)

Current Assets

Trade receivables from Non-Exchange Transactions
Current Portion of Long Term Receivables
Cash and Cash Equivalents

5 965 414

794 552
67 010
5 103 853

Statement of Financial Performance for the year ended 30 June 2007

Revenue from Non-Exchange Transactions

Government Grants and Subsidies

114 254 907

Expenditure

Roads: Grants and Subsidies Utilised

(114 254 907)

Net Effect on the Accumulated Surplus

-

	2008	2007
	R	R
33 CASH GENERATED FROM OPERATIONS		
(Deficit) for the year	(45 083 077)	(16 813 044)
Adjustments for: -		
Adjustment to depreciation		31 467
Proceeds on disposal of pump not previously recognised		34 194
Depreciation	5 094 426	4 549 815
Amortisation	241 609	165 833
Gain on disposal of property, plant and equipment	(363 665)	(7 980)
Contribution to provisions	12 253 725	3 096 825
Expenditure against non-current provisions	(418 340)	-
Contribution to provisions - current	208 068	-
Contribution to bad debt provision	15 078 310	3 279 461
Expenditure against current provisions	(354 272)	-
Bad debts written off	-	(5 724 418)
Investment income	(10 042 909)	(9 361 308)
Interest paid	922 779	895 305
Operating deficit before working capital changes	(22 463 346)	(19 853 851)
(Increase)/Decrease in inventory	(491 394)	458 097
(Increase)/Decrease in other receivables	(10 303 890)	22 112 141
Increase in conditional grants and receipts	6 972 566	1 754 505
Increase/(decrease) in creditors	17 660 341	1 064 108
Increase/(decrease) in provisions	-	3 017 274
(Increase)/Decrease in VAT	(561 461)	(2 803 780)
Cash generated / (utilized in) operations	(9 187 184)	5 748 494

34 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statement comprise the following amounts in the statement of financial position:

Bank balances and cash	8 959 192	9 579 954
Call deposits	35 001 114	50 709 680
Bank overdraft	(253 121)	-
Total cash and cash equivalents	43 707 184	60 289 634

EDEN DISTRICT MUNICIPALITY

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

35 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

	2008	2007
	R	R
Long-term liabilities (see Note 3)	7 209 085	8 139 888
Used to finance property, plant and equipment - at cost	<u>7 209 085</u>	<u>8 139 888</u>
Sub-total	-	-
Cash set aside for the repayment of long-term liabilities (see note 3)	1 125 038	1 228 189
Cash invested for repayment of long-term liabilities	<u><u>1 125 038</u></u>	<u><u>1 228 189</u></u>

Long-term liabilities have been utilized accordance with the Municipal Finance Management Act. Sufficient cash has been set aside to ensure that long-term liabilities can be repaid on redemption date.

36 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

36.1 Unauthorised expenditure

	2008	2007
	R	R
Reconciliation of unauthorised expenditure		
Opening balance	-	-
Unauthorised expenditure current year	51 885 205	-
Approved by Council or condoned	-	-
Transfer to receivables for recovery	-	-
Unauthorised expenditure awaiting authorisation	-	-
	<u><u>51 885 205</u></u>	<u><u>-</u></u>

The unauthorised expenditure relates mainly to budget overspendings due to amendments made to the financial statements to comply with GAMAP/GRAP requirements. It is anticipated that these overspendings will be authorised by Council on 27 November 2008.

36.2 Fruitless and wasteful expenditure

Reconciliation of fruitless and wasteful expenditure		
Opening balance	123 928	-
Fruitless and wasteful expenditure current year	-	123 928
Condoned or written off by Council	(50 128)	-
To be recovered – contingent asset (see note 46)	-	-
Fruitless and wasteful expenditure awaiting condonement	-	-
	<u><u>73 800</u></u>	<u><u>123 928</u></u>

Incident	Disciplinary steps/criminal proceedings
<i>Wasteful expenditure of R 50 128 incurred on recruitment advertisements and subsistence and travel by previous municipal manager, MC Botha.</i>	<i>None/See note</i>
<i>Wasteful expenditure of R 73 800 incurred by previous employee A Lamont.</i>	<i>Labour dispute</i>

Note:

The reason for not proceeding with the interviews was to consolidate workload amongst existing staff in order to save on staff expenses. This alone more than covers the "lost" cost of advertising, etc.

EDEN DISTRICT MUNICIPALITY

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

36.3 Irregular expenditure

	2008	2007
	R	R
Reconciliation of irregular expenditure		
Opening balance	-	-
Irregular expenditure current year	3 500	-
Condoned or written off by Council	-	-
Recovered during year	(3 500)	-
Irregular expenditure awaiting condonement	-	-
	<u>-</u>	<u>-</u>

Incident	Disciplinary steps/criminal proceedings
<i>Payment made based on fictitious invoice</i>	<i>SAPS case number 556/09/2008</i>

An irregular expenditure of R 3,500 occurred during the year, but the amount was since recovered. Subsequent to year-end, the matter was reported to the South African Police Services. Disciplinary actions taken were discontinued on the resignation of the employee.

37 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

37.1 Contributions to organized local government SALGA

	2008	2007
	R	R
Opening balance	-	-
Council subscriptions	181 032	173 685
Amount paid- current year	(181 023)	(173 685)
Amount paid - previous year	-	-
Balance unpaid (included in creditors)	<u>9</u>	<u>-</u>

37.2 Audit fees

Opening balance	-	-
Current year audit fee	662 760	487 662
Amount paid - prior year	(662 760)	(487 662)
Amount paid - previous year	-	-
Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>

37.3 VAT

VAT input receivables and VAT outputs payable are shown in note 8.

All VAT returns have been submitted by the due date throughout the year.

37.4 PAYE AND UIF

Opening balance	-	(42)
Current year payroll deductions	10 272 414	7 436 954
Amount paid - current year	(10 272 582)	(7 436 912)
Amount paid - previous years	-	-
Balance unpaid (included in debtors)	<u>(168)</u>	<u>-</u>

37.5 Pension and Medical Aid Deductions

Opening balance	-	(29 911)
Current year payroll deductions and Council Contributions	13 196 245	11 192 427
Amount paid - current year	(13 195 132)	(11 162 516)
Amount paid - previous years	-	-
Balance unpaid (included in debtors)	<u>1 113</u>	<u>-</u>

The balance represents medical aid contributions payable to the District Municipality by pensioners whose contributions were already paid to the medical aid. Invoices were issued to collect the outstanding amounts.

EDEN DISTRICT MUNICIPALITY

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

37.6 Councillor's arrear Consumer Accounts

No Councillor had arrear accounts outstanding for more than 90 days:.

	Total	Outstanding less than 90 days	Outstanding more than 90 days
AM Wildeman	475	308	167
Total		Outstanding less than 90 days	Outstanding more than 90 days

No Councillor had arrear accounts outstanding for more than 90 days as at 30 June 2007.

None	-	-	-
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38 CAPITAL COMMITMENTS

Commitments in respect of capital expenditure:

	2008 R	2007 R
-Approved and contracted for		
Infrastructure	231 252	6 169 706
Community	840 075	263 276
Land and Buildings	300 465	631 134
Heritage		
Other	971 599	-
Housing Development Fund		
Investment Properties		
Total	2 343 391	7 064 116
-Approved and not contracted for		
Infrastructure	-	3 246 376
Community	-	8 498 000
Land and Buildings	-	3 080 408
Heritage		
Other	-	3 996 000
Housing Development Fund		
Investment Properties		
Total	-	18 820 784
This expenditure will be financed from:		
- External Loans		
- Capital Replacement Reserve	2 343 391	-
- Government Grants		4 166 144
- Own Resources		21 718 756
- District Council Grants		-
Total	2 343 391	25 884 900

39 CONTINGENT LIABILITY

30 June 2008

39.1 Mr. Lamont

A former employee Mr. Lamont is suing the municipality for compensation to the equivalent of two years' salaries to the amount of R850,000. At Arbitration it was voted in favour of the Municipality. Mr. Lamont has referred the matter to the Labour Court. The attorneys are confident that the Labour Court will vote in favour of the Municipality.

850 000 920 000

39.2 Leon Dorfling Family Trust

An application has been made by the Leon Dorfling Family Trust to join the Council as co-defendant in two matters regarding a fire that originated at Highland Lodge which belongs to the Leon Dorfling Family Trust. Two adjacent landowners sued the Leon Dorfling Family Trust for damages to the amount of R1,7 million. The Trust is alleging that the Municipality's Fire Service was negligent in that it did not take adequate steps to prevent the fire from spreading to the adjacent properties. George Municipality's fire service attended to the fire and Eden's fire service only joined later. The attorneys are confident that the application will be unsuccessful.

1 700 000 -

EDEN DISTRICT MUNICIPALITY

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

39 CONTINGENT LIABILITY (Continued)

30 June 2008	2008	2007
	R	R

39.3 Volmoed Quarries

Volmoed Quarries sued the Municipality for damages of R14 971 as a result of a collision between motor vehicles belonging to the Municipality and volmoed Quarries. The vehicle belongs to the Provincial Administration Western Cape and an application has been made to join the Minister of Transport and Public Works as co-defendant in this matter. The matter is on the verge of being settled out of court.	14 971	-
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39.4 Haarlem Farmers Association

The Haarlem Farmers Association is in a dispute with the Municipality with regards to a tender awarded to Villa Gracias Events Management CC. The tender was awarded to the amount of R 250 000. The outcome of the matter is unknown at this stage	250 000	
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40 CONTINGENT ASSET

At 30 June 2008 Council had no contingent asset.

41 IN-KIND DONATIONS AND ASSISTANCE

The Municipality did not receive any in-kind donations and assistance.

42 EVENTS AFTER THE REPORTING DATE

There were no events after reporting date of which the Eden District Municipality is aware.

43 COMPARISON WITH THE BUDGET

The comparison of the Municipality's financial performance with that budget is set out in Annexure E.

44 RELATED PARTY TRANSACTIONS

44.1 Related Party Transactions

Year ended 30 June 2008

	Rates	Service Charges	Outstanding balances
Councillors	263	657	475
Municipal Manager and Section 57 Personnel	-	-	-

Year ended 30 June 2007

Councillors	155	569	210
Municipal Manager and Section 57 Personnel	-	-	-

44.2 Related Party Loans

Since 1 July 2004 loans to councillors and senior management employees are no longer permitted. Loans granted prior to this date, together with the conditions, are disclosed in note 12 to the Annual Financial Statements.

44.3 Other Related Party Transactions

Bricks were bought from Imbiya Brick CC to the value of less than R 10,000 . The business is owned by the spouse of the Acting Chief Financial Officer.

EDEN DISTRICT MUNICIPALITY

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

44.4 Related Parties

The following are persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly including any director of Eden District Municipality:

- * Executive Mayor
- * Speaker
- * Mayoral Committee members
- * Councillors
- * Municipal Manager
- * Director: Finance
- * Director: Corporate Services
- * Director: Planning & Development
- * Director: Community Services

Their short term employee benefits are disclosed in notes 24&25

45 RISK EXPOSURES

The municipality is at risk in the following areas:

(i) *Credit Risk*, which is defined as the risk that one party to a financial instrument will fail to honor its obligation, thus causing the other party to incur a financial loss.

(ii) *Interest Rate Risk*, which is defined as the risk that the fair value or future cash flows associated with a financial instrument will fluctuate in amount as a result of market interest changes.

Potential concentrations of credit risk and interest rate risk consist mainly of fixed deposit investments, long-term debtors, consumer debtors, other debtors, short-term investment deposits and bank and cash balances.

The municipality limits its counterparty exposures from its money market investment operations by only dealing with well established financial institutions of high credit standing. The credit exposure to any single counterparty is managed by setting transaction / exposure limits, which are included in the municipality's investment policy. These limits are reviewed and authorised by the Municipal Council.

Consumer debtors comprise of a debtors in the district management area. Ongoing credit evaluations are performed on the financial condition of these debtors. Consumer debtors are presented net of an allowance for doubtful debt.

Long term receivables and other debtors are individually evaluated annually at balance sheet date for impairment or discounting.

The maximum credit and interest risk exposure in respect of the relevant financial instruments are as follows:

	2008	2007
	R	R
Fixed deposits	-	0
Long-term Receivable	15 963 381	2 002 016
Consumer Debtors	612 635	621 315
Other Debtors	8 470 439	17 518 654
Short term Investment Deposits	35 001 114	50 709 680
Bank Balances and Cash	8 952 940	9 579 954
VAT	3 267 353	2 707 850
Maximum Credit and Interest Risk Exposure	72 267 861	83 139 469

EDEN DISTRICT MUNICIPALITY

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

In accordance with IAS 39.09 the financial assets of the municipality are classified as follows:

Financial Asset	Classification	2008 R	2007 R
Investments			
Fixed deposits	Held to maturity	-	-
Long-term Receivable			
Car loans - At amortised cost	Loans and receivables	242 508	467 494
Department of Transport: Roads - At amortised cost	Loans and receivables	14 659 492	13 070 959
Roads - Computer loans - At amortised cost	Loans and receivables	4 550	67 010
Computer loans - At amortised cost	Loans and receivables	21 609	75 132
Long term debtors: Local Authorities - At amortised cost	Loans and receivables	1 035 223	1 459 390
Consumer Debtors			
Service debtors	Loans and receivables	612 635	621 315
Other Debtors			
Taxes - Rates	Loans and receivables	2 201 278	170 879.00
Government subsidies: Department of Transport - Roads	Loans and receivables	538 338	674 476
Government subsidies: Work for Water	Loans and receivables	1 645 906	-
Roads - Sundry debtors	Loans and receivables	164 499	-
Sundry debtors	Loans and receivables	2 650 666	800 918
Regional Services levies	Loans and receivables	2 000 000	14 512 426
Advances to Agencies	Loans and receivables	2 173 867	2 205 310
Current Portion of Long-term Receivables			
Car loans - At amortised cost	Loans and receivables	162 150	200 643
Department of Transport: Roads - At amortised cost	Loans and receivables	456 000	430 944
Roads - Computer loans - At amortised cost	Loans and receivables	4 550	67 010
Computer loans - At amortised cost	Loans and receivables	50	48 217
Long term debtors: Local Authorities - At amortised cost	Loans and receivables	347 128	340 945
Short term Investment Deposits			
Call Deposits	Held to maturity	35 001 114	50 709 680
Bank Balances and Cash			
Bank Balances	Held to maturity	8 939 650	9 569 764
Cash Floats and Advances	Held to maturity	13 291	10 190
VAT	Loans and receivables	3 267 353	2 707 850
SUMMARY OF FINANCIAL ASSETS			
Held to maturity:			
Investments	Fixed deposits	-	-
Short term Investment Deposits	Call deposits	35 001 114	50 709 680
Bank Balances and Cash	Bank Balances	8 939 650	9 569 764
Bank Balances and Cash	Cash Floats and Advances	13 291	10 190
		<u>43 954 054</u>	<u>60 289 634</u>

EDEN DISTRICT MUNICIPALITY

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

SUMMARY OF FINANCIAL ASSETS (Continued)

		2008	2007
		R	R
Loans and Receivables:			
Long-term Receivable	Car loans - At amortised cost	242 508	467 494
Long-term Receivable	Computer loans - At amortised cost	21 609	75 132
Long-term Receivable	Long term debtors: Local Authorities - At amortised cost	1 035 223	1 459 390
Long-term Receivable	Roads - Computer loans - At amortised cost	4 550	67 010
Long-term Receivable	Department of Transport - At amortised cost	14 659 492	-
Consumer Debtors	Service debtors	612 635	621 315
Other Debtors	Government subsidies: Department of Transport - Roads	538 338	674 476
Other Debtors	Government subsidies: Work for Water	1 645 906	-
Other Debtors	Sundry debtors	2 650 666	800 918
Other Debtors	Regional Services levies	2 000 000	14 512 426
Other Debtors	Advances to Agencies	2 173 867	2 205 310
Current Portion of Long-term Receivables	Car loans - At amortised cost	162 150	200 643
Current Portion of Long-term Receivables	Department of Transport: Roads - At amortised cost	456 000	430 944
Current Portion of Long-term Receivables	Roads - Computer loans - At amortised cost	4 550	67 010
Current Portion of Long-term Receivables	Computer loans - At amortised cost	50	48 217
Current Portion of Long-term Receivables	Long term debtors: Local Authorities - At amortised cost	347 128	340 945
VAT	VAT	3 267 353	2 707 850
		<u>29 822 024</u>	<u>24 679 080</u>
Total Financial Assets		<u>73 776 077</u>	<u>84 968 714</u>

Financial Liability

Classification

Investments

Long-term liabilities	Loans payable	7 209 085	8 139 888
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No security was provided for above long term liabilities.
Refer to Annexure A for details regarding interest rate; repayments, etc.

47 LEASES

At the Statement of Financial Position date the District Municipality had outstanding commitments under non-cancelable operating leases ,which fall due as follows:

	2007	2006
Up to 1 year	146 712	23 887
1 to 5 years	-	56 413
More than 5 years	-	-
Total Operating Lease Arrangements	<u>146 712</u>	<u>80 300</u>

The district municipality mainly entered into lease agreements for office equipment. The only other operating lease agreement is in respect of a building which is leased from Telkom. The periods for these agreements range from 36 to 60 months.

EDEN DISTRICT MUNICIPALITY

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

48 DEFINED BENEFIT PLAN INFORMATION

Retirement Funds

Cape Joint Pension Fund

The fund comprises a defined benefit section and a defined contribution section. The Cape Joint Pension Fund is a multi-employer plan and the contribution rate payable is 9 % ,by employees and 18 % by the District Municipality. In respect of the defined benefit section the last valuation was performed for the year ended 30 June 2006 (30 June 2005) revealed that the fund had an actuarial surplus of R 293,01 million (R87,2 million) with a funding level of 111,4%(103,4%) and is in a sound financial position as at 30 June 2006.

Cape Joint Retirement Fund

The fund comprises a defined benefit section and a defined contribution section. The contribution rate paid by members(9 %) and the district municipality (18%) is sufficient to fund the benefits accruing from the fund in future. In respect of the defined benefit section the last valuation performed for the year ended 30 June 2006 (30 June 2005) revealed that the fund had an actuarial surplus of R 38,58 million (R17,32) million) with a funding level of 114%(106,2%) and is in a sound financial position as at 30 June 2006.

Municipal Councillors Pension Fund

The Municipal Councillors Pension Fund operates as a defined contribution scheme. The contribution rate paid by members (13,75%) and the District municipality(15%) is sufficient to fund the benefits accruing from the fund in the future.

EDEN DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

11. PROPERTY, PLANT AND EQUIPMENT

30 June 2008

Reconciliation of Carrying Value	Land and Buildings	Infrastructure	Community	Heritage	Other	Total
	R	R	R	R	R	R
Carrying values at 1 July 2007						
Cost	485 091 418	20 566 609	2 042 670	-	15 316 765	523 017 462
Revaluation	-	-	-	-	-	-
Accumulated depreciation						
- Cost	(2 106 703)	(2 279 876)	(65 920)	-	(5 139 499)	(9 591 998)
- Revaluation	-	-	-	-	-	-
	482 984 715	18 286 733	1 976 751	-	10 177 266	513 425 465
Acquisitions	3 670 539	6 837 740	845 321	-	3 891 737	15 245 337
Assets Identified on Year End recognised in terms of GAMAP 17, paragraphs 82 - 87	17 242 700	23 998 405	-	-	315 378	41 556 483
Increases/decreases in revaluation						
Depreciation						
- based on Cost	(2 236 911)	(180 789)	(69 272)	-	(2 607 455)	(5 094 426)
- based on Revaluation	-	-	-	-	-	-
Carrying value of disposals	-	-	-	-	(302 374)	(302 374)
Cost/revaluation	-	-	-	-	-	-
Depreciation on Assets Identified on Year End, GAMAP 17 paragraphs 82 - 87	-	846 205	-	-	-	846 205
Carrying values at 30 June 2008						
Cost	506 004 657	51 402 754	2 887 991	-	18 688 261	578 983 664
Revaluation	-	-	-	-	-	-
Accumulated depreciation						
- Cost	(4 343 614)	(1 614 460)	(135 191)	-	(7 213 709)	(13 306 974)
- Revaluation						
	501 661 043	49 788 294	2 752 800	-	11 474 553	565 676 690

The Minister of Finance has, in terms of General notice 522 of 2007 exempted compliance with the following requirements of GAMAP 17 (Property, Plant and Equipment):

- Review of useful life of item of PPE recognised in the annual financial statements. [Paragraphs 59-61 and 77]
- Review of the depreciation method applied to PPE recognised in the annual financial statements. [Paragraphs 62 and 77]
- Impairment of non-cash generating assets. [Paragraphs 64-69 and 75(e)(v) – (vi)]
- Impairment of cash generating assets. [Paragraphs 63 and 75(e)(v) – (vi)]

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction. The leased property, plant and equipment is secured as set out in Note 3.

EDEN DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

11. PROPERTY, PLANT AND EQUIPMENT (Continued)

30 June 2007

Reconciliation of Carrying Value	Land and Buildings	Infrastructure	Community	Heritage	Other	Total
	R	R	R	R	R	R
Carrying values at 1 July 2006						
Cost	41 816 978	11 194 910	35 272		9 016 524	62 063 684
Correction of error (note 32)						-
Disposals	(392 000)	-	-	-	(337 715)	(729 715)
Inventory not previously recognised	-	14 773	891		1 258 080	1 273 744
Finance leases not previously recognised	-	-	-	-	949 600	949 600
Intangible assets previously included in PPE	-	-	-	-	(80 455)	(80 455)
Accumulated depreciation						
- Cost	-	(1 704 686)	-	-	(4 614 899)	(6 319 585)
Correction of error (note 32)						
Disposals	-	-	-	-	328 592	328 592
Inventory not previously recognised		(479)	(35)		(91 489)	(92 003)
Finance leases not previously recognised	-	-	-	-	(296 883)	(296 883)
Intangible assets previously included in PPE	-	-	-	-	24 344	24 344
- Revaluation	-	-	-	-	-	-
	41 424 978	9 490 224	36 128	-	6 155 699	57 121 323
Acquisitions	3 673 534	4 886 082	62 240		4 266 681	12 888 537
Correction of error (note 32)						
VAT incorrectly claimed	-	-	-	-	36 668	36 668
Inventory not previously recognised	-	7 230	1 039	-	1 492 443	1 500 712.45
Finance leases not previously recognised	-	-	-	-	80 800	80 800
Intangible assets previously included in PPE	-	-	-	-	(54 000)	(54 000)
Assets identified on Y/E	439 992 906	4 505 150	1 978 500	-	-	446 476 556
Revaluations	439 992 906	4 505 150	1 978 500	-	-	446 476 556
Correction of error (note 32)	(439 992 906)	(4 505 150)	(1 978 500)	-	-	(446 476 556)
Capital under Construction	-	-	-	-	-	-
Increases/decreases in revaluation	-	-	-	-	-	-
Depreciation						
- based on Cost	(1 102)	(573 585)			(1 148 690)	(1 723 377)
- based on Revaluation	-	-	-	-	-	-
- Correction of error (note 32)						
Buildings not previously depreciated	(2 105 601)	-	(65 768)	-	-	(2 171 369)
Inventory not previously recognised	-	(1 126)	(117)	-	(370 030)	(371 273.41)
Finance leases not previously recognised	-	-	-	-	(270 920)	(270 920)
Intangible assets previously included in PPE	-	-	-	-	18 591	18 591
Carrying value of disposals	-	(41 535)	(35 272)	-	(29 976)	(106 783)
Carrying values at 30 June 2007						
Cost	485 091 418	20 566 609	2 042 670	-	15 316 765	523 017 462
Revaluation	-	-	-	-	-	-
Accumulated depreciation						
- Cost	(2 106 703)	(2 279 876)	(65 920)	-	(5 139 499)	(9 591 998)
- Revaluation						
	482 984 715	18 286 733	1 976 751	-	10 177 266	513 425 465

The Minister of Finance has, in terms of General notice 522 of 2007 exempted compliance with the following requirements of GAMAP 17 (Property, Plant and Equipment):

- Review of useful life of item of PPE recognised in the annual financial statements. [Paragraphs 59-61 and 77]
- Review of the depreciation method applied to PPE recognised in the annual financial statements. [Paragraphs 62 and 77]
- Impairment of non-cash generating assets. [Paragraphs 64-69 and 75(e)(v) – (vi)]
- Impairment of cash generating assets. [Paragraphs 63 and 75(e)(v) – (vi)]

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

The Municipality has taken advantage of the transitional provisions set out in GAMAP 17. The Municipality is in the process of itemizing all infrastructure and community assets and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2008. At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets, using global historical costs recorded in the accounting records.

**EDEN DISTRICT MUNICIPALITY
ANNEXURE A
SCHEDULE OF EXTERNAL LOANS
FOR THE YEAR ENDED 30 JUNE 2008**

EXTERNAL LOANS	Loan No.	Redeemable	Balance 30/06/2007 R	Received during the period R	Redeemed or written off R	Balance 30/06/2008 R	Carrying Value of Property, Plant and Equipment R	Other Costs in accordance with the MFMA
LONG-TERM LOANS								
Prosperity Ins. Company @ 18.75%	9	31.12.2006	-	-	-	-	-	-
Standard Bank Nominees @ 16.75%	27	31.12.2008	118 000	-	-	118 000	-	-
Standard Bank Nominees @ 16.75%	27	31.12.2008	132 000	-	-	132 000	-	-
Total long-term loans			250 000	-	-	250 000	-	-
Annuity Loan								
ABSA								
<u>Dysselsdorp Loan:</u>								
(14.5% interest rate, six monthly installments of R 153 143.36 with the final payment on 28/02/2010)								
			1 298 524	-	495 399	803 125	-	-
DBSA LOANS								
Loan: 10130/102								
(10% interest rate, six monthly installments of R 25 669.04 with the final payment on 01/01/2015)								
Loan: 10132/102								
(10% interest rate, six monthly installments of R 184 150.24 with the final payment on 01/01/2015)								
Loan: 10129/202								
(10% interest rate, six monthly installments of R 130 001.34 with the final payment on 01/01/2015)								
Loan: 10131/102								
(10% interest rate, six monthly installments of R 193 023.80 with the final payment on 01/01/2015)								
			6 080 535	-	466 947	5 613 588	-	-
			6 080 535	-	466 947	5 613 588	-	-
LEASE LIABILITY								
Office Equipment @ average of 12%								
			510 830	68 100	299 925	279 005	245 499	-
TOTAL EXTERNAL LOANS			8 139 890	68 100	1 262 272	6 945 718	245 499	-

EDEN DISTRICT MUNICIPALITY
ANNEXURE B: ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2008

	Expenditure				Accumulated Depreciation and Impairment Losses					Nett Value	Nett Value Less: U/Construction		
	Opening balance	Capital	Additions	Disposals	Closing Balance	Opening balance	Additions	GAMAP 17, par 82 - 87	Disposals			Closing Balance	
													Depreciation airmnt Losses
	under construction												
Infrastructure	20 566 609.54	-	30 836 144.69	-	51 402 754.23	2 279 876.60	180 788.52	846 204.66	-	1 614 460.46	49 788 293.77	49 788 293.77	
Drains	77 990.00	-	-	-	77 990.00	-	-	-	-	-	77 990.00	77 990.00	
Roads and Streets	7 381 788.60	-	11 978 407.93	-	19 360 196.53	67 604.72	118.28	67 580.88	-	142.12	19 360 054.41	19 360 054.51	
Beach Improvements	-	-	-	-	-	-	-	-	-	-	-	-	
Sewerage Mains and Purification	2 592 148.41	-	1 354 142.27	-	3 946 290.68	154 000.33	17 975.16	39 190.68	-	132 784.81	3 813 505.87	3 813 505.87	
Electricity mains	1 256 670.30	-	1 081 490.78	-	2 338 161.08	535 233.73	3 861.98	501 797.16	-	37 298.55	2 300 862.53	2 300 862.53	
Electricity Peak Load equipment	175 438.60	-	-	-	175 438.60	-	-	-	-	-	175 438.60	175 438.60	
Water Mains & Purification	5 829 503.36	-	7 049 823.36	-	12 879 326.72	230 179.94	6 116.44	228 012.24	-	8 284.14	12 871 042.58	12 871 042.58	
Water Reservoirs	20 000.00	-	9 314 612.32	-	9 334 612.32	-	-	-	-	-	9 334 612.32	9 334 612.32	
Water Meters	5 940.00	-	-	-	5 940.00	630.72	394.20	-	-	1 024.92	4 915.08	4 915.08	
Water Mains	3 227 130.27	-	39 367.33	-	3 266 497.60	1 292 227.16	151 838.03	9 623.70	-	1 434 441.49	1 832 056.11	1 832 056.11	
Landfill Sites	-	-	18 300.70	-	18 300.70	-	484.43	-	-	484.43	17 816.27	17 816.27	
Community Assets	2 042 671.42	-	845 321.17	-	2 887 992.59	65 919.53	69 271.68	-	-	135 191.21	2 752 801.38	2 752 801.38	
Parks and Gardens	1 930.17	-	47 459.87	-	49 390.04	152.01	277.85	-	-	429.86	48 960.18	48 960.18	
Libraries	3 800.00	-	333 555.46	-	337 355.46	-	126.72	-	-	126.72	337 228.74	337 228.74	
Recreation Grounds	-	-	50 000.00	-	50 000.00	-	561.70	-	-	561.70	49 438.30	49 438.30	
Civic Buildings	2 036 941.25	-	414 305.84	-	2 451 247.09	65 767.52	68 305.41	-	-	134 072.93	2 317 174.16	2 317 174.16	
Heritage Assets	-	-	-	-	-	-	-	-	-	-	-	-	
Historical Buildings	-	-	-	-	-	-	-	-	-	-	-	-	
Art Galleries	-	-	-	-	-	-	-	-	-	-	-	-	
Land and Buildings	485 091 417.94	-	20 913 239.33	-	506 004 657.27	2 106 703.22	2 236 910.77	-	-	4 343 613.99	501 661 043.28	501 661 043.28	
Land	417 904 760.00	-	16 461 700.00	-	434 366 460.00	-	-	-	-	-	434 366 460.00	434 366 460.00	
Buildings	67 186 657.94	-	4 451 539.33	-	71 638 197.27	2 106 703.22	2 236 910.77	-	-	4 343 613.99	67 294 583.28	67 294 583.28	
Other Assets	15 316 763.57	-	4 207 115.23	835 618.96	18 688 259.84	5 139 498.30	2 607 455.10	-	533 245.06	7 213 708.34	11 474 551.50	11 474 551.50	
Office Equipment	3 809 347.70	-	744 759.26	164 022.91	4 390 084.05	1 789 104.53	709 342.32	-	164 022.91	2 334 423.94	2 055 660.11	2 055 660.11	
Furniture and Fittings	723 788.21	-	224 506.94	24 220.00	924 075.15	165 466.72	146 428.91	-	3 229.36	308 666.27	615 408.88	615 408.88	
Bins and Containers	133 570.00	-	-	-	133 570.00	4 883.85	4 452.12	-	-	9 335.97	124 234.03	124 234.03	
Emergency equipment	945 082.45	-	931 414.45	-	1 876 496.90	130 944.02	205 735.54	-	-	336 679.56	1 539 817.34	1 539 817.34	
Motor Vehicles	4 835 974.00	-	1 320 841.23	552 316.97	5 604 498.26	1 991 385.01	604 585.78	-	290 794.06	2 305 176.73	3 299 321.53	3 299 321.53	
Fire Engines	861 158.08	-	-	-	861 158.08	62 511.65	148 474.56	-	-	210 986.21	650 171.87	650 171.87	
Refuse Tankers	-	-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment	3 529 015.63	-	985 593.35	95 059.08	4 419 549.90	982 426.37	740 553.11	-	75 198.73	1 647 780.75	2 771 769.15	2 771 769.15	
Councillars Regalia	-	-	-	-	-	-	-	-	-	-	-	-	
Concervancy Tankers	478 827.50	-	-	-	478 827.50	12 776.15	47 882.76	-	-	60 658.91	418 168.59	418 168.59	
Water crafts	-	-	-	-	-	-	-	-	-	-	-	-	
Housing Rental Stock	-	-	-	-	-	-	-	-	-	-	-	-	
Sceme 1	-	-	-	-	-	-	-	-	-	-	-	-	
Sceme 2	-	-	-	-	-	-	-	-	-	-	-	-	
Leased Assets (Infra.)	-	-	-	-	-	-	-	-	-	-	-	-	
Leased Assets (Infra.)	-	-	-	-	-	-	-	-	-	-	-	-	
Total PPE	523 017 462.47	-	56 801 820.42	835 618.96	578 983 663.94	9 591 997.65	5 094 426.07	846 204.66	533 245.06	-	13 306 974.00	565 676 689.93	565 676 689.93
Non PPE	1 126 589.86	-	174 430.13	-	1 301 019.99	210 548.32	241 608.59	-	-	452 156.91	848 863.08	848 863.08	
Investment Properties	-	-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets	1 126 589.86	-	174 430.13	-	1 301 019.99	210 548.32	241 608.59	-	-	452 156.91	848 863.08	848 863.08	
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-	-	
Total	524 144 052.33	-	56 976 250.55	835 618.96	580 284 683.93	9 802 545.97	5 336 034.66	846 204.66	533 245.06	-	13 759 130.91	566 525 553.01	566 525 553.01

EDEN DISTRICT MUNICIPALITY
ANNEXURE C: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2008

Cost centres	Expenditure					Accumulated Depreciation and Impairment Losses					Nett Value	Nett Value	
	Opening balance	Capital	Additions	Disposals	Closing Balance	Opening balance	Additions	GAMAP 17, par 82 - 87	Disposals	Closing Balance			
	under construction					Depreciation airmnt Losses						Less: Under Constructio	
Planning & Development	693 470.07	-	84 913.84	20 837.52	757 546.39	227 514.37	137 863.11	-	20 837.52	-	344 539.96	413 006.43	413 006.43
Executive & Council	2 551 570.11	-	641 224.08	209 017.23	2 983 776.96	846 703.94	367 574.21	-	195 795.10	-	1 018 483.05	1 965 293.91	1 965 293.91
Electricity	1 356 137.59	-	1 067 490.78	-	2 423 628.37	501 797.16	-	501 797.16	-	-	-	2 423 628.37	2 423 628.37
Water	8 981 587.19	-	8 346 476.23	-	17 328 063.42	1 520 007.85	148 719.72	237 635.94	-	-	1 431 091.63	15 896 971.79	15 896 971.79
Waste Water Management	3 763 797.40	-	20 000.00	-	3 783 797.40	513 493.76	118 810.92	39 190.68	-	-	593 114.00	3 190 683.40	3 190 683.40
Finance & Admin	498 321 172.41	-	17 497 291.91	59 530.33	515 758 933.99	3 772 399.21	3 193 864.66	67 580.88	52 892.11	-	6 845 790.88	508 913 143.11	508 913 143.11
-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community & Social Services	47 999.69	-	963 219.08	-	1 011 218.77	7 551.27	15 866.14	-	-	-	23 417.41	987 801.36	987 801.36
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste Management	531 497.64	-	7 381 705.92	-	7 913 203.56	333 696.40	74 989.37	-	-	-	408 685.77	7 504 517.79	7 504 517.79
Public Safety	4 755 105.82	-	4 144 375.68	455 602.06	8 443 879.44	1 366 310.07	738 469.22	-	194 079.15	-	1 910 700.14	6 533 179.30	6 533 179.30
Health	523 894.85	-	129 817.50	-	653 712.35	133 205.96	113 787.76	-	-	-	246 993.72	406 718.63	406 718.63
Sport & Recreation	1 471 274.53	-	1 662 831.40	90 631.82	3 043 474.11	363 745.21	179 269.18	-	69 641.18	-	473 373.21	2 570 100.90	2 570 100.90
Road Transport	19 955.17	-	14 862 474.00	-	14 882 429.18	5 572.45	5 211.78	-	-	-	10 784.23	14 871 644.95	14 871 644.95
Enviromental Protection	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	523 017 462.47	-	56 801 820.42	835 618.96	578 983 663.94	9 591 997.65	5 094 426.07	846 204.66	533 245.06	-	13 306 974.00	565 676 689.94	565 676 689.94

EDEN DISTRICT MUNICIPALITY

ANNEXURE D:

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2008

Actual income 2006/2007	Actual expenditure 2006/2007	Actual surplus(deficit) 2006/2007		Actual income 2007/2008	Actual expenditure 2007/2008	Actual surplus(deficit) 2007/2008
R	R	R		R	R	R
146 361 182	52 464 262	93 896 920	Executive & Council	147 197 368	109 194 419	38 002 950
	1 765 353	(1 765 353)	Municipal Manager		1 764 147	(1 764 147)
	3 100 785	(3 100 785)	Office of Executive Mayor		3 365 996	(3 365 996)
	396 253	(396 253)	Office of Executive Deputy Mayor		346 052	(346 052)
	681 978	(681 978)	Office of the Speaker		589 631	(589 631)
	100 931	(100 931)	Portfolio Committee : Corporate/ HR		68 080	(68 080)
	103 045	(103 045)	Portfolio Committee : Finance		49 958	(49 958)
	59 085	(59 085)	Portfolio Comm: DMA/ Institute Managmt		37 741	(37 741)
	57 395	(57 395)	Portfolio Committee : Community Services		62 580	(62 580)
	112 804	(112 804)	Portfolio Committee : Strategic		72 524	(72 524)
	72 975	(72 975)	Portfolio Committee : Roads		34 314	(34 314)
		-	Portfolio Committee: Reg Dev & Planning			-
	520 538	(520 538)	Performance Management		305 500	(305 500)
	50 382	(50 382)	District Public Relations		625 327	(625 327)
	1 233 344	(1 233 344)	Manager Corporate Services		881 588	(881 588)
143 510 576	38 676 740	104 833 836	Council General	139 007 983	91 776 403	47 231 581
	3 541 320	(3 541 320)	Administration		4 581 944	(4 581 944)
2 850 605	1 976 144	874 461	DMA: Administration Uniondale	8 189 385	3 337 505	4 851 880
		-	DMA: Administration Haarlem			-
	15 189	(15 189)	Inter Governmental Relations		1 295 131	(1 295 131)
-	24 685 109	(24 685 109)	Finance & Admin	-	31 096 300	(31 096 300)
	3 317 440	(3 317 440)	Manager Finance		769 279	(769 279)
	2 273 797	(2 273 797)	Finance Income		1 644 144	(1 644 144)
		-	RSC Levies			-
	2 465 543	(2 465 543)	Finance Expenditure		3 142 273	(3 142 273)
	3 673 051	(3 673 051)	Finance Management Services		4 519 922	(4 519 922)
	2 787 601	(2 787 601)	Human Resources		3 389 969	(3 389 969)
	2 502 405	(2 502 405)	Task		2 581 979	(2 581 979)
	3 993 489	(3 993 489)	Information Technology		5 675 398	(5 675 398)
		-	GIS			-
	2 028 069	(2 028 069)	Council Buildings / Property Services		4 215 066	(4 215 066)
	331 953	(331 953)	Employment Equity		19 863	(19 863)
	705 744	(705 744)	Legal Services		857 864	(857 864)
	606 019	(606 019)	Internal Audit		3 284 239	(3 284 239)
			Support Services: Oudtshoorn Municipality		996 306	(996 306)
-	34 917 107	(34 917 107)	Planning & Development	2 699	7 730 911	(7 728 212)
	895 989	(895 989)	IDP		674 469	(674 469)
	1 167 194	(1 167 194)	LED		3 644 255	(3 644 255)
		-	Planning	2 699	978 868	(976 169)
	3 934 852	(3 934 852)	Planning & Building Control			-
	70 000	(70 000)	Spatial Development Framework		30 000	(30 000)
	1 894 760	(1 894 760)	Tourism		2 415 209	(2 415 209)
	14 415 990	(14 415 990)	Project Management Unit		(11 889)	11 889
		-	Work for Water: Langtou			-
	2 090 707	(2 090 707)	Work for Water: Brandwacht			-
	2 122 835	(2 122 835)	Work for Water: Groot Brak			-
	2 542 074	(2 542 074)	Work for Water: Uniondale			-
	2 313 199	(2 313 199)	Work for Water: Karatara			-
	2 023 435	(2 023 435)	Work for Water: Knysna			-
	160 182	(160 182)	Work for Water: Haat			-
	1 285 891	(1 285 891)	PIMMS			-
		-	Kannaland Assistance			-
-	25 297 826	(25 297 826)	Public Safety	-	13 194 840	(13 194 840)
	5 076 994	(5 076 994)	Fire Fighting		7 074 185	(7 074 185)
	20 220 832	(20 220 832)	Disaster Management		6 120 654	(6 120 654)

EDEN DISTRICT MUNICIPALITY

ANNEXURE D:

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30
JUNE 2008

R	R	R		R	R	R
-	15 094 615	(15 094 615)	Health	-	15 547 998	(15 547 998)
	1 541 638	(1 541 638)	Manager Community Services		382 884	(382 884)
	714 779	(714 779)	Municipal Health Services: Admin		1 251 614	(1 251 614)
	2 790 245	(2 790 245)	Municipal Health Services: George		3 181 577	(3 181 577)
	2 351 449	(2 351 449)	Municipal Health Services: Klein Karoo		2 573 793	(2 573 793)
	2 913 581	(2 913 581)	Municipal Health Services: Langeberg		3 652 225	(3 652 225)
	2 297 764	(2 297 764)	Municipal Health Services: Lakes Area		2 639 701	(2 639 701)
	6 316	(6 316)	Community Services: Project Management		982 103	(982 103)
	2 478 843	(2 478 843)	Personal Health Services		884 102	(884 102)
	-	-	Global Fund		-	-
	-	-	Global Fund: Albertinia		-	-
	-	-	Global Fund: Uniondale		-	-
	-	-	Global Fund: ACVV Mossel Bay		-	-
	-	-	Global Fund: CBR 5 Zoar		-	-
	-	-	Global Fund: CBR 6 Uniondale		-	-
-	2 731 288	(2 731 288)	Community & Social Services	-	3 324 223	(3 324 223)
	2 577 663	(2 577 663)	Social Development		2 867 819	(2 867 819)
	647	(647)	Community Skills Development		37 395	(37 395)
	152 978	(152 978)	Fransmanshoek Conservation Libraries		43 200	(43 200)
					375 809	(375 809)
2 353 135	5 862 311	(3 509 176)	Sport & Recreation	3 460 619	6 305 149	(2 844 530)
	1 026 813	(1 026 813)	Sports, Arts & Culture		149 682	(149 682)
9 000	3 377	5 623	Resorts: Kleinkrantz	1 260	7 051	(5 791)
621 672	411 385	210 287	Resorts: Swartvlei Camping Area	704 340	489 222	215 118
431 901	393 274	38 627	Resorts: Vichaai Camping Area	413 369	631 488	(218 119)
88 351	291 033	(202 682)	Resorts: Calitzdorp Spa Restaurant	289 244	457 479	(168 236)
364 765	2 397 385	(2 032 619)	Resorts: Calitzdorp Spa Resort	1 221 242	2 807 045	(1 585 803)
766 580	1 210 902	(444 322)	Resorts: De Hoek Resort	759 532	1 596 066	(836 534)
70 866	128 142	(57 277)	Resorts: De Hoek Shop	71 632	167 116	(95 484)
68 953	4 979	63 974	Housing	51 558	387 711	(336 153)
68 953	4 979	63 974	Housing	51 558	387 711	(336 153)
		-	Housing Uniondale			-
		-	Housing Haarlem			-
329 500	1 600 935	(1 271 435)	Waste Management	344 339	986 251	(641 912)
	1 158 569	(1 158 569)	Bulk Infrastructure		718 094	(718 094)
329 500	442 366	(112 866)	Refuse	344 339	268 157	76 182
		-	Refuse Uniondale			-
		-	Refuse Haarlem			-
951 168	3 274 306	(2 323 138)	Road Transport	1 042 058	3 340 122	(2 298 064)
	854 298	(854 298)	Public Transport		355 369	(355 369)
	1 626 627	(1 626 627)	Commuter Transport			-
		-	DMA: Streets		1 968 429	(1 968 429)
		-	DMA: Streets Uniondale			-
		-	DMA: Streets Haarlem			-
951 168	793 381	157 787	Licensing Motor Vehicles	1 042 058	1 016 324	25 734
584 749	514 261	70 488	Waste Water Management	613 193	2 948 056	(2 334 863)
584 749	514 261	70 488	Sewerage	613 193	2 948 056	(2 334 863)
		-	Sewerage Uniondale			-
		-	Sewerage Haarlem			-
1 138 088	1 131 584	6 505	Water	1 272 901	2 713 392	(1 440 491)
1 138 088	1 131 584	6 505	Water	1 272 901	2 713 392	(1 440 491)
		-	Water Uniondale			-
		-	Water Haarlem			-
2 418 649	2 379 118	39 531	Electricity	2 660 409	4 723 632	(2 063 223)
2 418 649	2 379 118	39 531	Electricity	2 660 409	4 723 632	(2 063 223)
-	1 060 767	(1 060 767)	Environmental Protection	-	235 218	(235 218)
	1 060 767	(1 060 767)	Environmental Management		235 218	(235 218)
114 254 907	114 254 907	-	Roads	97 740 318	97 740 318	-
114 254 907	114 254 907	-	Roads	97 740 318	97 740 318	-
154 205 423	171 018 467	(16 813 043)	TOTAL	156 645 144	201 728 221	(45 083 077)

**EDEN DISTRICT MUNICIPALITY
ANNEXURE E(1): ACTUAL VERSUS BUDGET
FOR THE YEAR ENDED 30 JUNE 2008**

	Actual	Budget	Variance	Variance (%)	Explanation of Significant Variances
	2008 R	2008 R	2008 R	2008	
REVENUE					
Property rates	1 062 101	1 162 546	(100 445)	(9)	
Property rates - penalties imposed and collection charges	-	-	-	-	
Service charges	4 709 773	4 487 182	222 591	5	
Regional Services Levies	-	-	-	-	
Regional Services Levies Equitable Share	87 717 181	81 125 000	6 592 181	8	
Rental of facilities and equipment	1 198 216	1 174 115	24 101	2	
Interest earned - external investments	7 819 823	2 446 400	5 373 423	220	
Interest earned - outstanding debtors	2 223 086	-	2 223 086	100	
Fines	-	-	-	-	
Licenses and permits	-	824 262	(824 262)	(100)	
Income for agency services	7 598 772	7 650 000	(51 228)	(1)	
Government grants and subsidies	128 862 098	62 165 154	66 696 944	107	
Other income	9 523 676	3 831 771	5 691 905	149	
TASK Contributions Municipalities	2 724 813	642 314	2 082 499	100	
Contribution Shop Steward	234 398	-	234 398	-	
Assets Identified for the first time	-	44 900 000	(44 900 000)	100	
Actuarial Gains	40 495	-	40 495	-	
Gains on disposal of property, plant and equipment	363 665	1 844 777	(1 481 112)	(80)	
Public contributions	307 367	-	307 367	-	
Total Revenue	254 385 463	212 253 521	42 131 942		
EXPENDITURE					
Employee related costs	63 576 193	118 487 484	(54 911 291)	(46)	
Remuneration of Councillors	5 010 097	5 013 250	(3 153)	(0)	
Bad debts	15 078 309	15 078 450	(141)	(0)	
Increase in Provisions	7 776 284	3 451 950	4 324 334	125	
Collection costs	-	-	-	-	
Depreciation	5 094 426	5 257 990	(163 564)	(3)	
Amortisation	241 609	-	241 609	-	
Repairs and maintenance	3 153 719	3 165 851	(12 132)	(0)	
Interest paid	922 779	920 379	2 400	0	
Bulk purchases	1 576 187	1 576 200	(13)	(0)	
Contracted services	6 396 329	6 397 151	(822)	(0)	
Grants and subsidies	30 266 431	31 121 781	(855 350)	(3)	
Grants and subsidies - Roads	97 740 318	-	97 740 318	-	
Allocations to Municipalities	46 461 882	46 483 850	(21 968)	(0)	
Subsidy paid	-	-	-	-	
General expenses	16 173 977	17 046 526	(872 549)	(5)	
Total Expenditure	299 468 540	254 000 862	45 467 678		
NET SURPLUS/(DEFICIT) FOR THE YEAR	-45 083 077	-41 747 341	-3 335 736		-

EDEN DISTRICT MUNICIPALITY
ANNEXURE E(2): ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT)
FOR THE YEAR ENDED 30 JUNE 2008

	2008	2008	2008	2008	2008	Explanation of Significant Variances greater than 5% versus Budget
	Actual	Under Construction	Total Additions	Budget	Variance	
	R	R	R	R	R	
Executive & Council	2 216 499		2 216 499	2 216 499	0	0
Finance & Admin	1 588 753		1 588 753	1 588 753	-0	(0)
Planning & Development	105 917		105 917	105 917	0	0
Public Safety	4 055 474		4 055 474	4 055 474	0	0
Health	92 739		92 739	92 739	1	0
Community & Social Services	778 750		778 750	778 750	-0	(0)
Sport & Recreation	2 065 789		2 065 789	2 065 789	-0	(0)
Waste Management	211 520		211 520	211 520	0	0
Road Transport	74 961		74 961	74 961	0	0
Waste Water Management	1 974 357		1 974 357	1 974 357	0	0
Electricity	33 539		33 539	33 538	-1	(0)
Water	2 354 826		2 354 826	2 354 826	0	100
Environmental Protection	0		0	0	0	-
Total	15 553 122	0	15 553 122	15 553 123	1	0

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

Description	2008 Financial Year				
	Credit	Receipts		Payments	Credit Closing Balance 30 June 2008
	Balance	Cash	Debtor		
30 June 2007					
Department of Transport - Roads	-	97 876 455.29	(136 137.74)	97 740 317.55	-
MSIG	488 925.38	1 000 000.00	-	524 025.24	964 900.14
Snr Management Development Programme	116 302.86	-	-	53 457.61	62 845.25
Dpt Land Affairs: District Assessment Committee	56 086.69	-	-	2 424.01	53 662.68
Donation Funds National Water	60 000.00	-	-	-	60 000.00
Socio Economic Survey Sanitation Practices	210 000.00	210 000.00	-	-	420 000.00
Kannaland	1 704 345.61	-	-	718 251.64	986 093.97
Finance Management Grant	1 925 743.77	500 000.00	-	1 465 588.26	960 155.51
SETA	121 865.52	-	-	26 825.04	95 040.48
LGSETA: LED Learnership	243 696.24	-	-	195 546.50	48 149.74
Integration Tourism Dev Framew	65 000.00	-	-	-	65 000.00
Water and sewer master plans DMA	60 000.00	-	-	-	60 000.00
Investigation Environment Health Services	4 571.00	-	-	-	4 571.00
Spatial Planning	189 174.80	250 000.00	-	424 270.23	14 904.57
Stormsriver Gateway	50 619.00	-	-	10 000.00	40 619.00
Tourism Entrepreneurs	52 161.98	-	-	-	52 161.98
Dept LG & H : Augment Fire Fighting	137 779.71	-	-	-	137 779.71
Flood Disaster	6 531 963.70	1 337 432.45	-	6 222 793.67	1 646 602.48
MIG	2 408 254.86	835 685.99	-	593 495.97	2 650 444.88
DWAF Haarlem Water	29 103.07	-	-	-	29 103.07
Economic Developmnt Unit (EDU)	37 979.84	-	-	19 676.49	18 303.35
Eden Learning Cape Festival	9 223.95	-	-	8 730.60	493.35
Global Fund:	264 434.71	2 829 792.02	24 207.98	3 073 796.76	44 637.95
Training	230 021.39	-	-	218 331.63	11 689.76
Human Rights Programme	215 000.00	-	-	-	215 000.00
Social Services: Food security programme	89 067.49	-	-	50 368.24	38 699.25
CDW Programe	231 339.16	-	-	296 044.15	(64 704.99)
Sports Grounds: Haarlem	129 422.00	-	-	-	129 422.00
Library Services	-	48 226.00	-	38 294.95	9 931.05
Non-Motorised Transport	1 646 741.11	1 330 000.00	-	1 788 183.45	1 188 557.66
Bucketsystem Elimination Schools/Clinic	-	1 107 006.00	97 648.37	548 696.02	655 958.35
WC079: Regional Landfill Site	-	300 000.00	-	130 198.78	169 801.22
Emergency Housing: DMA	-	11 202 436.00	-	802 187.68	10 400 248.32
Emergency Housing: Zoar	-	7 225 571.50	-	577 254.47	6 648 317.03
WFW	2 268 866.41	8 805 016.97	991 427.54	11 868 783.34	196 527.58
Capital					
MIG: Uniondale	1 467 419.29	-	-	1 131 000.00	336 419.29
Libraries	648 000.00	-	-	333 555.46	314 444.54
	21 693 109.54	36 981 166.93	1 113 283.89	31 121 780.19	28 665 780.17