

**IKWEZI MUNICIPALITY**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30/06/09**

**INDEX**

	<b>PAGE</b>
FOREWORD BY THE MAYOR	1
GENERAL INFORMATION	2
APPROVAL OF ANNUAL FINANCIAL STATEMENTS	3
ACCOUNTING POLICIES	4 - 6
CHIEF FINANCIAL OFFICER'S REPORT	7 - 10
BALANCE SHEET	11
INCOME STATEMENT	12
CASH FLOW STATEMENT	13
NOTES TO THE FINANCIAL STATEMENTS	14 - 20
APPENDICES:	
A: STATUTORY FUNDS, TRUST FUNDS AND RESERVES	21
C: ANALYSIS OF FIXED ASSETS	23
D: ANALYSIS OF OPERATING INCOME AND EXPENDITURE	24
E: DETAILED INCOME AND EXPENDITURE STATEMENT	25
F: STATISTICAL INFORMATION	26

**IKWEZI MUNICIPALITY**  
**FOREWORD BY THE MAYOR**  
**FOR THE YEAR ENDED AT 30/06/09**

It is with great pleasure for Ikwezi Local Municipality to present the 2008/2009 annual financial statements to the relevant organs of state. As the Mayor of the municipality and the Chairperson of the Finance portfolio committee, it is my responsibility to provide general political guidance over the fiscal and financial affairs of the Municipality as prescribed by the Municipal Finance Management Act, 2003.

Council is tasked with the responsibility for each financial year to table the key reporting instruments for Council to report against the performance targets and budgets outlined in their strategic plans. Annual reports are therefore required to contain information on service delivery and outcomes, in addition to financial statements. It is meant to be a backward-looking document, focusing on performance in the financial year has just ended.

I will be tabling the annual financial statements including three main components each of which has an important function in promoting good governance and accountability, the main component are:

Annual financial statements submitted to the Auditor-General;

The Auditor-General's Audit Report on the Financial statements in terms of Section 126(3) of the MFMA; and The Auditor-General's Audit Report on performance in terms of Section 45 of the MSA.

Council has to overcome the following challenges:

Conversion from IMFO to GRAP as per requirement by National Treasury for all municipalities by the 2009/2010 financial year. The conversion process is still in progress and we will comply by the end of the financial year.

A GRAP compliant fixed asset register is in the final stages of completion and the deadline agreed with the Service Provider is 14 August 2009.

Capacity within the finance department: remains a challenge for the municipality. This is brought into being by, amongst other things, the rural nature and the size of the municipality. The in-take of finance interns has assisted a great deal in addressing this problem.

Strategic alignment of the IDP, Budget, SDBIP and PMS. We were able to comply as the municipality. The 2009/2010 budget was aligned to the IDP and the SDBIP was tabled to Council within 28 days of final approval of the budget as per legislation. Performance Agreements of top Managers were also presented to Council.

Internal control processes were adhered to but there is still a lot to improve on, in this regard.

The development of by-laws and the implementation of all financial policies remains a priority for the 2009/10 financial year. Coupled to this is the target to increase the revenue collection rate to 55 % by the end of the 2009/2010 financial year.

**SA Mngwevu**  
**Mayor**  
**Ikwezi Municipality**

**IKWEZI MUNICIPALITY**

**GENERAL INFORMATION**  
**FOR THE YEAR ENDED 30/06/2009**

**Members of the Municipality Council**

Mngwevu S.A	-	Mayor
Bester J.	-	Councillor
Ferreira S.G	-	Councillor
Lizwane A.	-	Councillor
Vanda N.P	-	Councillor

**Grading of Local Authority**

- Grade2

**Auditors**

- Auditor General

**Bankers**

- ABSA Bank - Jansenville

**Registered Office**

35 Main Street  
Jansenville  
6266

Tel. 049 836 0021 / 193  
Fax. 049 836 0106

**Municipal Manager**

- Mnyimba T.T

**Chief Financial Officer**

- Bomvane N.

**IKWEZI MUNICIPALITY**

**APPROVAL OF ANNUAL FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30/06/2009**

The annual financial statements for the 2008/2009 financial year were approved by the Municipal Manager on 30 July 2009.

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**Mnyimba T.T**  
**Municipal Manager**

**IKWEZI MUNICIPALITY**

**ACCOUNTING POLICIES**

**1. BASIS OF PRESENTATION**

- 1.1 These financial statements have been prepared so as to conform to the standards laid down by the institute of Municipal Treasurers and Accountants in its Report on the Standardisation of Financial Statements of Local Authorities. (2nd edition - 1996).
- 1.2 The financial statements are prepared on the historical cost basis. The accounting policies are consistent with those applied in the previous year.
- 1.3 The financial statements are prepared on the accrual basis:

Income is accrued when collectable and measurable.

Expenditure is accrued in the year it is incurred.

**2. CONSOLIDATION**

The balance sheet includes rate and general services, housing services, trading services and the different funds, reserves and provisions. All inter-department charges are set-off against each other, with the exception of assessment rates, refuse removals, electricity and water, which are treated as income and expenditure in the respective departments.

**3. FIXED ASSETS**

- 3.1 Fixed assets are stated at historical cost while they are in existence and fit for use, except for the property that is brought in at the valuation as determined by the valuer in 2007.
- 3.2 **Depreciation:** The balance shown against the heading "Loans Redeemed and other Capital estimated useful life. Apart from advances from the various council funds, assets may also be acquired through:

Appropriation from operating income. Where the full cost of the assets forms an immediate and direct charge against operating income, and therefore it is unnecessary to make any further provision for depreciation.

Grant of donation where the amount representing the value of such grant or donation is immediately credited to the "Local Redeemed and other Capital Receipts" account.

3.3 All net proceeds from the sale of property and proceeds from the sale of all other assets are credited to the Revolving Fund.

3.4 Capital assets are financed from different sources, including operating income and government grants.

#### **4. FUNDS AND RESERVES**

##### *4.1 Revolving Fund*

No further contributions will be made to this fund due to the fact that the municipality will be converting from IMFO to GRAP, therefore the revolving fund will not be used for financing capital expenditure.

#### **5. PROVISIONS**

The provisions are created for all liabilities of uncertain timing and amount which exist at balance sheet date.

#### **6. RETIREMENT BENEFITS**

Ikwezi Municipality and its employees contribute to the SALA Pension Fund, IMATU Retirement Fund and the SAMWU National Provident Fund.

#### **7. SURPLUS AND DEFICITS**

Any surplus or deficit arising from the operating of the electricity and water services are transferred to rate and general services to alternate the tax burden of the rate payers. Any deficits arising from the operating of the electricity and water services must be recovered from the equitable share allocation for that year.

#### **8. INVESTMENTS**

Investments are shown at market value and are invested according to the provisions contained in Circular 43 of 1993 issued by the Provision Administration.

#### **9. INCOME RECOGNITION**

##### *9.1 Electricity and Water Billings*

Electricity meters are read and billed monthly. When meters cannot be read during a particular month, customers are provisionally billed with the necessary adjustments made in the month in which the meters are read. Water is charged at fixed monthly tariffs.

##### *9.2 Assessment rates*

Assessments rates are levied on the land value of property and rebates are granted according to the use to which a particular property is put.

#### **10. TREATMENT OF ADMINISTRATION AND OTHER OVERHEAD EXPENSES**

The Cost Section: "Administrations" and "Councils' General Expenses" are charged out to other departments according to their respective expenditure incurred during the year.

## **IKWEZI MUNICIPALITY**

### **CHIEF FINANCIAL MANAGER'S REPORT FOR THE YEAR ENDED AT 30/06/09**

I have pleasure in presenting the financial statements for the year ended 30 June 2009. This will be the last year that the financial statements will be compiled on the IMFO format. The primary objective of the finance department is to assist the Head of Departments to control their budgets and to ensure effective application of financial resources.

#### **1. OPERATING RESULTS**

Details of the operating results per department, classification and object of expenditure are included in appendices D and E. The overall operating results for the year ended 30/06/0, are as follows

	<b>Actual 2009</b>	<b>Actual 2008</b>	<b>Variance 2008/09</b>	<b>Budget 2009</b>	<b>Variance Actual/ Budget</b>
	<b>R</b>	<b>R</b>	<b>%</b>	<b>R</b>	<b>%</b>
<b>Income</b>					
Operating income	#REF!	#REF!	#REF!	16 462 280	#REF!
Closing Deficit	#REF!	#REF!			
Appropriations					
	<u>#REF!</u>	<u>#REF!</u>			
<b>Expenditure</b>					
Opening deficit	2 891 734	2 232 593			
Operating Exp.	#REF!	#REF!	#REF!	#REF!	#REF!
Appropriations	1 561 177	1 218 810			
Closing deficit					
	<u>#REF!</u>	<u>#REF!</u>			

The consolidated accumulated deficit has decreased from R2,891,734 to R 2,880,597 during the year. The Council budgeted for a surplus of R5,110 and the actual surplus was R11,137 after appropriations. PAYE and UIF in arrears were raised by SARS to an amount of R1,127,076 during the year. Only an Council also wrote off an amount of R1,802,634 that was billed in the previous years on property that was not transferred from the Municipality to the new owners. The addresses of these accounts were still under the name of Ikwezi Municipality.

#### **1.1 RATES AND GENERAL SERVICES**

	<b>Actual 2009</b>	<b>Actual 2008</b>	<b>Variance 2008/09</b>	<b>Budget 2009</b>	<b>Variance Actual/ Budget</b>
	<b>R</b>	<b>R</b>	<b>%</b>	<b>R</b>	<b>%</b>
Income	#REF!	#REF!	#REF!	12 070 020	#REF!
Expenditure	#REF!	#REF!	#REF!	#REF!	#REF!
Surplus/(deficit)	<u>#REF!</u>	<u>#REF!</u>		<u>#REF!</u>	

## 1.2 TRADING SERVICES

	Actual 2009 R	Actual 2008 R	Variance 2008/09 %	Budget 2009 R	Variance Actual/ Budget %
<b>Electricity service</b>					
Income	2 884 127	2 192 976	31.52%	3 046 500	-5.33%
Expenditure	2 807 726	1 989 594	41.12%	2 937 790	4.43%
Surplus/(deficit)	<u>76 401</u>	<u>203 382</u>		<u>108 710</u>	

The decrease in the surplus of electricity is the result of the loss in electricity units that increased from 25% in 2007/08 to 30% in 2008/09.

	Actual 2009 R	Actual 2008 R	Variance 2008/09 %	Budget 2009 R	Variance Actual/ Budget %
<b>Water service</b>					
Income	1 302 446	813 979	60.01%	1 345 760	-3.22%
Expenditure	1 302 446	1 213 879	7.30%	1 393 760	-6.55%
Surplus/(Deficit)	<u>-</u>	<u>(399 900)</u>		<u>(48 000)</u>	

A contribution of R310,447 from the equitable share allocation to the water services resulted in the expenditure and income to be the same. This accounting change was needed to ensure that the economical and trading services do not recover any losses from the rates account.

## 2. CAPITAL EXPENDITURE AND FINANCING

	Actual 2009 R	Budget 2009 R	Actual 2008 R
<b>Land &amp; buildings</b>			
<b>Infrastructure:</b>			
Roads	-	-	79 362
Town Planning	-	-	-
Sewerage and sanitation	#REF!	#REF!	#REF!
Water	1 578 191	3 897 000	2 059 224
Electricity	65 000	2 000 000	-
Housing services	8 928 481	7 000 000	2 248 026
<b>Other fixed assets:</b>			
Vehicles	-	-	-
Software	-	-	415 695
Furniture and equipment	374 812	130 000	341 383
	<u>#REF!</u>	<u>#REF!</u>	<u>#REF!</u>

Resources used to finance the fixed assets were as follows:



	<b>Actual 2009</b>	<b>Budget 2009</b>	<b>Actual 2008</b>
	<b>R</b>	<b>R</b>	<b>R</b>
Grants and subsidies	12 221 171	14 627 000	19 545 518
Provision and reserves	144 354		127 123
Contributions from income	17 936		28 984
	<b>12 383 461</b>	<b>14 627 000</b>	<b>19 701 625</b>

A complete analysis of capital expenditure(budget and actual)per department and a classification of service are included in Appendix "C".

### **3. EXTERNAL LOANS, INVESTMENTS AND CASH**

No external loans were outstanding at 30 June 2009 as was the case in 2008.

Investments and cash amounts to R 5,188,358 (2008: R 3,783,308).

### **4. FUNDS AND RESERVES**

The balances of the funds and reserves were at year end a total of R2,310,249 (2007/08: R2,281,087). No interest was allocated to these funds due to the Council's cash flow shortage and the change from IMFO accounting to GRAP. These funds are also not cash backed.

### **5. POST BALANCE SHEET EVENTS**

No material transactions or events can be reported since 30 June 2009

### **EXPRESSION OF APPRECIATION**

I am grateful to the Mayor, members of the Council, the Municipal Manager and Heads of Departments for the support they have given to my staff and me during the year under review

I would also like to express my appreciation to the staff of the Auditor-General for their co-operation and assistance during the audit of the Council's financial statements.

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N Bomvane  
 Chief Financial Officer  
 Ikwezi Municipality  
 30 July 2009

**IKWEZI MUNICIPALITY**  
**BALANCE SHEET**  
**FOR THE YEAR ENDED AT 30/06/09**

	<u>Note</u>	<u>2009</u> R	<u>2008</u> R
<b><u>CAPITAL EMPLOYED</u></b>			
<b>FUNDS AND RESERVES</b>			
		2 310 249	2 281 087
Statutory Funds	1.1	1 026 750	1 027 050
Reserves	1.2	1 283 499	1 254 037
<b>ACCUMULATED DEFICIT</b>			
		#REF!	#REF!
		#REF!	#REF!
<b>TRUST FUNDS</b>			
	1.3	#REF!	1 255 495
<b>LONG-TERM LIABILITIES</b>			
	2	-	-
<b>CONSUMER DEPOSITS: SERVICES</b>			
	3	-	-
		#REF!	#REF!
<b><u>EMPLOYMENT OF CAPITAL</u></b>			
<b>NON - CURRENT ASSETS</b>			
Fixed Assets	4	-	-
<b>CURRENT ASSETS</b>			
		8 624 633	6 686 423
Debtors	5	3 436 275	2 815 344
Investments	6	4 355 138	3 871 079
Bank and cash	7	833 220	-
<b>CURRENT LIABILITIES</b>			
		3 243 121	4 667 896
Bankoverdraft	7	-	87 771
Provisions	8	478 792	328 400
Creditors	9	2 764 329	4 251 725
		#REF!	#REF!

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**IKWEZI MUNICIPALITY**

**INCOME STATEMENT  
FOR THE YEAR ENDED 30/06/09**

<u>2008</u> <u>Actual</u> <u>Income</u> R	<u>2008</u> <u>Actual</u> <u>Expenditure</u> R	<u>2008</u> <u>Surplus/</u> <u>(Deficit)</u> R		<u>2009</u> <u>Actual</u> <u>Income</u> R	<u>2009</u> <u>Actual</u> <u>Expenditure</u> R	<u>2009</u> <u>Surplus/</u> <u>(Deficit)</u> R	<u>2009</u> <u>Budget</u> <u>Surplus/</u> <u>(Deficit)</u> R
#REF!	#REF!	#REF!	<b>RATES AND GENERAL SERVICES</b>	#REF!	#REF!	#REF!	#REF!
8 956 986	6 960 825	1 996 161	Community services	9 474 603	7 821 480	1 653 123	255 460
#REF!	#REF!	#REF!	Subsidised services	#REF!	#REF!	#REF!	#REF!
1 899 019	3 004 752	(1 105 733)	Economic services	2 443 602	2 443 602	-	(140 000)
-	-	-	<b>HOUSING SERVICES</b>	-	-	-	-
3 006 955	3 203 473	(196 518)	<b>TRADING SERVICES</b>	4 186 573	4 110 172	76 401	60 710
<u>#REF!</u>	<u>#REF!</u>	<u>#REF!</u>	<b>TOTAL</b>	<u>#REF!</u>	<u>#REF!</u>	<u>#REF!</u>	<u>#REF!</u>
		(1 218 810)	Appropriations for the year (refer to Note 14)			(1 561 177)	
		<u>#REF!</u>	<b>Net Surplus/(deficit) for the year</b>			<u>#REF!</u>	
		(2 232 593)	Accumulated deficit at beginning of the year			#REF!	
		<u>#REF!</u>	<b>ACCUMULATED DEFICIT AT END OF THE YEAR</b>			<u>#REF!</u>	

**IKWEZI MUNICIPALITY**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30/06/09**

	<u>Note</u>	<u>2009</u> R	<u>2008</u> R
<b>CASH RETAINED FROM OPERATING ACTIVITIES</b>		#REF!	20 988 335
Cash available from operations	15	#REF!	(10 267 941)
Cash received in investing activities		594 892	595 171
(Increase)/decrease in Working capital	16	(3 516 903)	(754 332)
Less: External interest paid		-	-
Cash utilised by operations		#REF!	(10 427 102)
<u>Add:</u> Grants & Subsidies		26 270 810	31 415 437
Nett proceeds on disposal of assets		-	-
<b>CASH EFFECT OF INVESTING ACTIVITIES</b>			
Investment in fixed assets		(10 946 484)	(19 701 625)
<b>Net Cash flow</b>		<u>#REF!</u>	<u>1 286 710</u>
<b>CASH EFFECT OF FINANCING ACTIVITIES</b>			
Increase / (Decrease) in Long-term Liabilities	17	-	-
(Increase) / Decrease in Cash investments	18	(484 059)	(1 832 232)
<b>Net cash (generated) / utilised</b>		<u>(484 059)</u>	<u>(1 832 232)</u>

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>1 FUNDS</b>		
<b>1.1 STATUTORY FUNDS</b>		
Revolving fund	929 475	929 475
Dog Tax fund	48 822	48 822
Housing Development fund	48 453	48 753
	<u>1 026 750</u>	<u>1 027 050</u>
(Refer to Appendix A for more detail)		
<b>1.2 RESERVES</b>		
Leave reserve Fund	774 715	600 899
Capital Replacement Reserve	508 784	653 138
	<u>1 283 499</u>	<u>1 254 037</u>
(Refer to Appendix A for more detail)		
<b>1.3 TRUST FUNDS</b>		
Water Report	-	29 716
IDP	1 498	8 189
LED - Ostrich/Feedlot	#REF!	-
CMIP - Bucket eradication - Klipplaat	#REF!	416 823
General Valuation	39 030	79 107
Klipplaat Housing Project (250 Houses)	81 877	166 622
Klipplaat Housing Project (210 Houses)	543 338	95 852
MSIG	-	114 486
PMS and Municipal Organogram	-	9 003
Water Service Authority	-	41 253
Development of By-Laws	-	24 386
Rainwater Harvest	214 982	196 466
LED - Co-ordinator/Thina Sinako project	13 838	22 849
Performance Management System	19 466	48 252
Indigent Register	-	2 491
CIP Funds	199 725	-
LED Expert Funds	263 210	-
MIG: Water Purification	2 083 860	-
Water Communal House	11 678	-
Cacadu: Survey	147 000	-
IEC Infrastructure	30 000	-
MDE: Elect Upgrading	1 995 212	-
	<u>#REF!</u>	<u>1 255 495</u>
(Refer to Appendix A for more detail)		
<b>2 LONG-TERM LIABILITIES</b>		
Development Bank of South Africa	-	-
<u>Less:</u> Current portion of Long term liabilities	-	-
	<u>-</u>	<u>-</u>
(Refer to Appendix B for more detail)		

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>3 CONSUMER DEPOSITS : SERVICES</b>		
Electricity & Water	-	-
Other	-	-
	<u>-</u>	<u>-</u>

<b>4 FIXED ASSETS</b>		
Fixed Assets at beginning of year	-	49 973 215
<u>Add:</u> Capital expenditure during the year	10 946 484	19 701 625
Assets transferred during the year	-	(12 992)
<b>Total Fixed Assets</b>	<u>10 946 484</u>	<u>69 661 848</u>
<u>Less:</u> Loans redeemed and other capital receipts	12 383 461	69 661 848
<b>Net Fixed Assets</b>	<u>-</u>	<u>-</u>

Not included in above total, is an amount of R25 000 and R172 000 relating to clinic and Admin offices in Kiplaat respectively, which are still not transferred to the Municipality  
Also not included is the infrastructure cost for the period before the financial year 2004/05, value of which still needs to be determined.

(Refer to Appendix C for more details)

<b>5 DEBTORS</b>		
Debtors for rates and service charges *	11 170 410	9 864 432
Less: Provision for bad debts	<u>(10 679 562)</u>	<u>(9 270 986)</u>
	<b>490 848</b>	<b>593 446</b>
Grants claimable from Cacadu DM -		
LED Projects	-	21 230
Hardwood Farm	230 092	210 938
Other	1 182	283 753
Accumulated Interest	15 991	41 920
VAT - Debtors *	872 607	652 562
VAT - creditors not yet paid/adjustments	105 906	174 404
VAT - Claim for May/June	574 285	480 654
Grants from Prov. Government - Housing	1 007 848	287 290
Fuel deposit	20 000	-
Sundry Debtors	117 516	69 147
	<u>3 436 275</u>	<u>2 815 344</u>

\* VAT shown separate

<b>6 INVESTMENTS</b>		
<b>Name of Bank</b>	<b>Acc Nr</b>	<b>Type of investment</b>
Absa Bank	9137635959	Money market deposit
		2 690 777
Absa Bank	9101589574	Savings deposit
		5 300
Absa Bank	9118667183	Call deposit
		70 048
Standard Bank	288865537	Money market deposit
		1 589 013
		<u>4 355 138</u>
		<u>3 871 079</u>

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>7 BANK AND CASH/(BANKOVERDRAFT)</b>		
<i>Current Bank account: ABSA Bank (Acc no 4053099797)</i>		
Bank statement balance at the end of year	<u>1 047 915</u>	<u>182 974</u>
<i>Current Bank account: ABSA Bank (Acc no 2520141122)</i>		
Bank statement balance at the end of year	<u>10 712</u>	<u>1 105</u>
Consolidated Cash Book Balance at the end of year	<u><b>833 220</b></u>	<u><b>(87 771)</b></u>
<b>8 PROVISIONS</b>		
Audit Costs	230 000	250 000
Performance Bonuses: Section 57 employees	99 081	78 400
Workman's Compensation	149 711	-
	<u><b>478 792</b></u>	<u><b>328 400</b></u>
<b>9 CREDITORS</b>		
Trade creditors	934 828	1 178 467
Auditor-General	-	275 634
Workman's Compensation	-	100 711
Service charges paid in advance	113 744	62 450
VAT - Income raised not yet paid by debtors	872 607	652 562
Dept. of Transport	-	32 770
Retention	818 549	913 159
Sundry creditors	2 212	22 490
PAYE/UIF in arrears for years 2000 - 2004	<u>22 389</u>	<u>1 013 482</u>
	<u><b>2 764 329</b></u>	<u><b>4 251 725</b></u>
<b>10 ASSESSMENT RATES</b>		
	<u>Actual</u>	<u>Actual</u>
	<u>income</u>	<u>income</u>
	<u>2009</u>	<u>2008</u>
	R	R
The total General valuation as at 30 June 2009 was R543 333 560	<u>1 125 522</u>	<u>1 202 753</u>
This includes residential, businesses and farms		
<b>11.1 COUNCILLORS INFORMATION</b>		
<i>Remuneration</i>		
Speaker (Amount excludes Skills levy & UIF)	217 444	195 900
Councillors (Amount excludes Skills levy & UIF)	605 716	525 252
	<u><b>823 160</b></u>	<u><b>721 152</b></u>
These remuneration of the Councillors are within the upper limits of the framework envisaged in section 219 of the Constitution		
<i>Arrear rates and service charges outstanding for more than 90 days</i>		
Speaker: SA Mngwevu	2 859	2 716
Councillor: SG Ferreira	-	-
Councillor: NP Vanda	-	7 052
Councillor: JJ Bester	4 516	1 993
Councillor: A Lizwane	<u>9 080</u>	<u>6 585</u>
	<u><b>16 455</b></u>	<u><b>18 346</b></u>



**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>11.2 EMPLOYEE RELATED COSTS</b>		
Employee related costs - Salaries, Wages and Councillors Allowances	4 464 733	3 655 684
Employee related costs - Contributions to pension, medical aids	612 048	558 097
Travel allowances	206 500	132 499
Housing, standby, SDL and other allowances	156 950	177 202
Overtime payments	344 724	270 670
Bonuses	378 075	320 763
Councillors allowances	823 160	721 152
	<u><u>6 986 190</u></u>	<u><u>5 836 067</u></u>

Although an amount of R 22 389 was payable to SARS for arrear taxes on 30 June 2009, there is a possibility that they will waive the penalties which is more than the outstanding balance

**Remuneration of the Municipal Manager**

Annual Remuneration	350 745	196 846
Public office allowance	12 000	-
Subsistence allowance	12 000	-
Performance Bonus (still to be approved - see provisions)	63 483	28 000
Car Allowance	72 000	55 004
	<u><u>510 228</u></u>	<u><u>279 850</u></u>

**Remuneration of the Chief Finance Officer (only filled for 9 months)**

Annual Remuneration	160 068	178 591
Performance Bonus (still to be approved - see provisions)	28 478	18 094
Car Allowance	58 500	43 880
Leave payout (Former CFO)	13 992	-
	<u><u>261 038</u></u>	<u><u>240 565</u></u>

**Remuneration of the Technical Manager (only filled for 7months)**

Annual Remuneration	110 854	191 717
Performance Bonus (still to be approved - see provisions)	7 120	33 600
Car Allowance	40 000	53 833
Leave payout (Former Technical Manager)	10 010	-
	<u><u>167 984</u></u>	<u><u>279 150</u></u>

**12 AUDITORS' REMUNERATION**

Opening Balance	671 809	584 693
Current year external audit fee (Provision)	230 000	250 000
Current year internal audit fee	163 128	153 120
Previous years external audit fee under provided	<u>116 348</u>	<u>128 041</u>
	1 181 285	1 115 854
Amount paid - current year internal audit fee	(163 128)	(6 945)
Amount paid - previous years external audit fee	(641 982)	(437 100)
Amount paid - previous year internal audit fee	<u>(146 175)</u>	<u>-</u>
Balance unpaid (Included in provisions and creditors)	<u><u>230 000</u></u>	<u><u>671 809</u></u>

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30/06/09**

	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b>R</b>	<b>R</b>
<b>13 FINANCE TRANSACTIONS</b>		
Total external interest paid and earned :		
- Interest earned - (Interest amount excludes interest from chq acc - R	594 892	595 171
- Interest paid	-	-
	<hr/>	<hr/>
Capital charges debited to operating account :		
Interest : External	-	-
	<hr/>	<hr/>
<b>14 APPROPRIATIONS</b>		
<b>Appropriation account</b>		
Accumulated deficit at beginning of the year	(2 891 734)	(2 232 593)
Operating Surplus for the year	#REF!	559 669
Appropriations for the year	(1 561 177)	(1 218 810)
SALA Pensionfund arrear contributions for previous years'	(139 516)	-
Write-off arrear service charges - Ikwezi Municipality properties	(1 802 634)	-
Audit cost - under provided in 2007/08	(116 348)	(128 041)
SALGA membership fees for previous years	(25 401)	-
Internal Audit committee's fees written off - CDM	40 776	-
Special Grant allocation from Prov Treasury for arrear taxes, UIF and SDL levies	700 000	-
Grant for Fire Brigade not approved by CDM	(50 000)	-
SARS PAYE/UIF arrears - returns not submitted from years 2000 - 2004	(113 594)	(1 013 482)
Billing corrections of previous years levies	(54 460)	(77 287)
	<hr/>	<hr/>
Accumulated (Deficit)/surplus at end of the year	<b>#REF!</b>	<b>(2 891 734)</b>
	<hr/>	<hr/>
<b>15 CASH AVAILABLE FROM OPERATIONS</b>		
Surplus for the year	#REF!	559 669
Prior year adjustments	(2 261 177)	(1 218 810)
Appropriations charged against income	2 134 568	3 003 135
- Accumulated Funds (Interest)	-	251 028
- Provisions & reserves	2 116 632	2 723 123
- Fixed assets	17 936	28 984
	<hr/>	<hr/>
<b>Capital charges:</b>		
Interest: external	-	-
Redemption: external	-	-
Income from Reserves and Trust funds	44 509	-
<b>Less:</b>		
Operating grants and subsidies	(7 734 452)	(6 437 895)
Expenditure charged against Provisions and reserves	(2 543 900)	(5 585 951)
Investment income (Operating Account)	(591 025)	(588 089)
	<hr/>	<hr/>
	<b>#REF!</b>	<b>(10 267 941)</b>
	<hr/>	<hr/>

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>16 <u>(INCREASE)/DECREASE IN WORKING CAPITAL</u></b>		
(Increase)/Decrease in Inventory	-	-
(Increase)/Decrease in Trade and other receivables	(2 029 507)	(703 708)
Increase/(Decrease) in Trade and other payables	(1 487 396)	(50 624)
	<u>(3 516 903)</u>	<u>(754 332)</u>
<b>17 <u>INCREASE/(DECREASE) IN LONG-TERM LIABILITIES</u></b>		
Loans raised	-	-
Loans repaid	-	-
	<u>-</u>	<u>-</u>
<b>18 <u>(INCREASE)/DECREASE IN CASH INVESTMENTS</u></b>		
Investments made	(5 788 859)	(9 566 232)
Investments realised	5 304 800	7 734 000
	<u>(484 059)</u>	<u>(1 832 232)</u>
<b>19 <u>(INCREASE)/DECREASE IN CASH</u></b>		
Cash on hand at beginning of year	(87 771)	457 751
Less: Cash on hand at end of year	833 220	(87 771)
	<u>(920 991)</u>	<u>545 522</u>
<b>20 <u>CONTRIBUTION TO ORGANIZED LOCAL GOVERNMENT</u></b>		
Opening balance	-	-
Council subscriptions - current year	31 501	20 055
Council subscriptions - short paid - previous years	25 401	-
Amount paid - current year	(56 902)	(20 055)
Balance unpaid	<u>-</u>	<u>-</u>
<b>21 <u>RETIREMENT BENEFIT INFORMATION</u></b>		
The employees of this Municipality are members of the following pension funds:		
SALA Pension Fund		
IMATU Retirement		
SAMWU Provident Fund		

**IKWEZI MUNICIPALITY**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>
	R	R
<b>22 CAPITAL COMMITMENTS</b>		
- Approved and contracted for	12 666 787	6 038 172
Infrastructure	259 117	6 038 172
Other	12 407 670	-
- Approved and not contracted for	3 276 107	-
Infrastructure	3 276 107	-
Other	-	-
 This expenditure will be financed from:		
- Government Grants	15 942 894	6 038 172
	<u>15 942 894</u>	<u>6 038 172</u>

**23 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE**

***Reconciliation of unauthorised expenditure***

Opening balance	-	3 619 309
Unauthorised expenditure current year	115 401	-
Approved by Council or condoned	-	3 619 309
Unauthorised expenditure awaiting authorising	<u>115 401</u>	<u>-</u>

***Reconciliation of wasteful expenditure***

Opening balance	-	-
Fruitless and wasteful expenditure current year	-	-
Approved by Council or condoned	-	-
Fruitless and wasteful expenditure awaiting condonement	<u>-</u>	<u>-</u>

***Reconciliation of irregular expenditure***

Opening balance	-	-
Irregular expenditure current year	-	-
Approved by Council or condoned	-	-
Irregular expenditure awaiting condonement	<u>-</u>	<u>-</u>

**24 CONTINGENT LIABILITIES**

No contingent liabilities exists at year end	<u>-</u>	<u>-</u>
--	----------	----------

**25 TAXES PAID TO SARS**

PAYE	651 549	594 175
Unemployment Insurance Fund: Council	52 622	45 178
Employee's	52 622	45 178
Skills development Levy	66 082	44 271
	<u>822 875</u>	<u>728 802</u>

See Note 11.2 for outstanding amounts on these taxes and levies

**26 RELATED PARTIES**

The son of Councillor NP Vanda, Mr. M Vanda, is one of the two managers in charges of the LED project, Ikhala Sewing Factory.

The total expenditure for this project for the 2008/09 financial year is R2 504, which is recoverable from the Ikhala Sewing Project, when they received their income for sales.

**APPENDIX A**  
**IKWEZI MUNICIPALITY**  
**STATUTORY FUNDS, TRUST FUNDS AND RESERVES**  
**FOR THE YEAR ENDED 30/06/09**

	<u>Balance at</u> <u>1 July 2008</u>	<u>Contributions</u> <u>during the year</u>	<u>Interest on</u> <u>investments</u>	<u>Other</u> <u>income</u>	<u>Operating</u> <u>Expenditure</u>	<u>Capital</u> <u>Expenditure</u>	<u>Balance at</u> <u>30 June 2009</u>
<b>STATUTORY FUNDS</b>							
Revolving Fund	929 475	-	-	-	-	-	929 475
Dog Tax Fund	48 822	-	-	-	-	-	48 822
Housing Development fund	48 753	-	-	-	300	-	48 453
	<b>1 027 050</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>300</b>	<b>-</b>	<b>1 026 750</b>
<b>RESERVES</b>							
Leave reserve	600 899	229 264	-	-	55 448	-	774 715
Capital Replacement Reserve	653 138	-	-	-	-	144 354	508 784
	<b>1 254 037</b>	<b>229 264</b>	<b>-</b>	<b>-</b>	<b>55 448</b>	<b>144 354</b>	<b>1 283 499</b>
<b>TRUST FUNDS</b>							
Water Report	29 716	-	-	-	1 366	28 350	-
IDP	8 189	-	-	158 166	115 834	49 023	1 498
MIG: Jansenville Sewer project	1 373 679	-	-	-	16 056	1 357 623	-
HIV Aids Programme	-	-	-	60 000	-	-	60 000
Financial Management Grant	-	-	-	750 000	750 000	-	-
General Valuation	166 622	-	-	-	127 592	-	39 030
Klipplaat Housing Project (250 Houses)	95 852	-	3 867	-	17 842	-	81 877
Klipplaat Housing Project (210 Houses)	-	-	-	1 531 526	-	988 188	543 338
Jansenville Housing project (350 Houses)	-	-	-	7 940 293	-	7 940 293	-
MSIG	114 486	-	-	735 000	547 732	301 754	-
PMS and Municipal Organogram	9 003	-	-	-	9 003	-	-
Water Service Authority	41 253	-	-	-	10 825	30 428	-
Development of By-Laws	24 386	-	-	-	24 386	-	-
Rainwater Harvest	-	-	-	366 882	135 311	16 589	214 982
LED - Co-ordinator/Thina Sinako project	196 466	-	-	-	182 628	-	13 838
Performance Management System	22 849	-	-	-	3 383	-	19 466
Indigent Register	48 252	-	-	-	48 252	-	-
Angora Goat project	2 491	-	-	-	2 491	-	-
LED: Bakery Project	-	-	-	10 000	10 000	-	-
CIP Funds	-	-	-	200 000	275	-	199 725
LED Expert Funds	-	-	-	400 000	130 691	6 099	263 210
MIG: Water Purification	-	-	-	3 017 000	-	933 140	2 083 860
Water Communal House	-	-	-	535 000	21 297	502 025	11 678
Cacadu: Survey	-	-	-	147 000	-	-	147 000
IEC Infrastructure	-	-	-	30 000	-	-	30 000
MDE: Elect Upgrading	-	-	-	2 000 000	4 788	-	1 995 212
	<b>2 133 244</b>	<b>-</b>	<b>3 867</b>	<b>17 880 867</b>	<b>2 159 752</b>	<b>12 153 512</b>	<b>5 704 714</b>

**APPENDIX B**  
**IKWEZI MUNICIPALITY**  
**EXTERNAL LOANS AND INTERNAL ADVANCES**  
**FOR THE YEAR ENDED 30/06/09**

<b>EXTERNAL LOANS</b>	<b><u>Balance at</u></b> <b><u>1 July 2008</u></b>	<b><u>Interest</u></b> <b><u>during the year</u></b>	<b><u>Redeemed</u></b> <b><u>during the year</u></b>	<b><u>Balance at</u></b> <b><u>30 June 2009</u></b>
Development Bank of South Africa (16,85% - 2011)	-	-	-	-
Development Bank of South Africa (15.72% - 2008)	-	-	-	-
(Refer to Note 3)	-	-	-	-

Above loans were fully redeemed during the 2006/07 financial year  
(See also Note 9)

**APPENDIX C**  
**IKWEZI MUNICIPALITY**  
**ANALYSIS OF FIXED ASSETS**  
**FOR THE YEAR ENDED 30/06/09**

<u>Expenditure</u> <u>2007/08</u> R	<u>Service</u>	<u>Budget</u> <u>2008/09</u> R	<u>Balance at</u> <u>1 July 2008</u> R	<u>Expenditure</u> <u>during year</u> R	<u>Transferred or</u> <u>written off</u> R	<u>Balance at</u> <u>30 June 2009</u> R
<b>836 440</b>	<b>RATES AND GENERAL SERVICES</b>	<b>130 000</b>	<b>14 927 078</b>	<b>374 812</b>	-	<b>15 301 890</b>
<b>658 311</b>	<b>Community services</b>	<b>130 000</b>	<b>9 647 994</b>	<b>368 313</b>	-	<b>10 016 307</b>
	Land & Buildings		6 287 748	-	-	6 287 748
549 965	Administration	130 000	1 170 214	368 313	-	1 538 527
28 984	Council's General	-	268 984	-	-	268 984
-	Motor vehicles	-	-	-	-	-
-	Office furniture & equipment	-	-	-	-	-
-	Health - Clinic	-	10 713	-	-	10 713
-	Computer equipment	-	-	-	-	-
-	Health - General	-	-	-	-	-
79 362	Roads & Storm water	-	1 750 426	-	-	1 750 426
-	Public works	-	-	-	-	-
-	Town Planning	-	159 909	-	-	159 909
-	<b>Subsidised services</b>	-	<b>5 600</b>	-	-	<b>5 600</b>
-	Civil buildings	-	-	-	-	-
-	Library	-	5 600	-	-	5 600
<b>178 129</b>	<b>Economic services</b>	-	<b>5 273 484</b>	<b>6 499</b>	-	<b>5 279 983</b>
51 006	LED: Feedlot Project	-	80 744	-	-	80 744
-	LED: Bakery Project	-	125 174	-	-	125 174
127 123	LED: Shoe Fabric	-	271 971	-	-	271 971
-	LED: Hardwood Farm	-	4 795 595	6 499	-	4 802 094
<b>2 059 224</b>	<b>TRADING SERVICES</b>	<b>5 897 000</b>	<b>5 535 777</b>	<b>1 643 191</b>	-	<b>7 178 968</b>
-	Electricity	2 000 000	376 360	65 000	-	441 360
2 059 224	Water works	3 897 000	5 159 417	1 578 191	-	6 737 608
<b>2 248 026</b>	<b>HOUSING SERVICES</b>	<b>7 000 000</b>	<b>20 599 035</b>	<b>8 928 481</b>	-	<b>29 527 516</b>
2 248 026	Sub economic housing	7 000 000	20 599 035	8 928 481	-	29 527 516
<b>5 143 690</b>	<b>TOTAL PROPERTY, PLANT AND EQUIPMENT</b>	<b>13 027 000</b>	<b>41 061 890</b>	<b>10 946 484</b>	-	<b>52 008 374</b>
<b>19 701 625</b>	<b>LESS: LOANS REDEEMED AND OTHER CAPITAL RECEIPTS</b>	<b>14 627 000</b>	<b>69 661 848</b>	<b>12 383 461</b>	-	<b>82 045 309</b>
-	Loans redeemed and advances repaid	-	-	-	-	-
28 984	Contributions ex operating income	-	247 298	17 936	-	265 234
127 123	Provisions and reserves	-	127 123	144 354	-	271 477
19 545 518	Grants and subsidies	14 627 000	69 287 427	12 221 171	-	81 508 598
<b>(14 557 935)</b>	<b>NET PROPERTY, PLANT AND EQUIPMENT</b>	<b>(1 600 000)</b>	<b>(28 599 958)</b>	-	-	-

**APPENDIX D**  
**IKWEZI MUNICIPALITY**  
**ANALYSIS OF OPERATING INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED 30/06/09**

<u>Actual</u> <u>2008</u> R	<u>INCOME</u>	<u>Actual</u> <u>2009</u> R	<u>Budget</u> <u>2009</u> R
1 202 753	Assessment Rates	1 125 522	1 200 000
5 694 191	Equitable share	7 133 765	6 970 000
5 570	Income from Burial sites	5 575	5 000
1 111 159	Income from other Sources	1 465 220	750 000
84 861	Agency fees: Motorverhicle licence fees	97 849	80 000
588 089	Interest earned - external	591 025	250 000
714 426	Refuse Removal	785 923	780 000
19 507	Rentals	31 045	12 600
2 187 932	Sale of electricity	2 678 666	2 735 000
813 979	Sale of water	886 065	870 000
696 789	Sanitation/Sewerage	703 436	710 000
743 704	Subsidies/Government Grants *	600 687	2 099 680
<b>13 862 960</b>	<b>TOTAL INCOME</b>	<b>16 104 778</b>	<b>16 462 280</b>
	<b>EXPENDITURE</b>		
<b>5 836 067</b>	Salaries, wages & allowances **	<b>6 986 190</b>	<b>7 694 790</b>
3 732 458	Other	4 037 904	5 671 920
<b>400 781</b>	Repairs and Maintenance	<b>447 921</b>	<b>540 300</b>
-	Capital charges	-	-
<b>28 984</b>	Contribution to capital	<b>17 936</b>	-
<b>2 394 723</b>	Contribution to funds	<b>1 637 840</b>	<b>1 230 000</b>
<b>#REF!</b>	<b>GROSS EXPENDITURE</b>	<b>#REF!</b>	<b>#REF!</b>
504 016	<b>Less : Amounts charged out</b>	531 738	579 840
<b>#REF!</b>	<b>NET EXPENDITURE</b>	<b>#REF!</b>	<b>#REF!</b>

\* The FMG and MSIG, of R750 000 and R735 000 respectively were budgeted under the operating income but actually shown under the Trust Funds in Appendix A.

\*\* The salaries for the Finance Interns and accountants of R621 236 were budgeted for under this sub-section but are actually shown under the FMG operating expenses in Appendix A



**APPENDIX E**  
**IKWEZI MUNICIPALITY**  
**DETAILED INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30/06/09**

<u>2008</u> <u>Actual</u> <u>Income</u> R	<u>2008</u> <u>Actual</u> <u>Expenditure</u> R	<u>2008</u> <u>Surplus/</u> <u>(Deficit)</u> R		<u>2009</u> <u>Actual</u> <u>Income</u> R	<u>2009</u> <u>Actual</u> <u>Expenditure</u> R	<u>2009</u> <u>Surplus/</u> <u>(Deficit)</u> R	<u>2009</u> <u>Budget</u> <u>Surplus/</u> <u>(Deficit)</u> R
#REF!	#REF!	#REF!		#REF!	#REF!	#REF!	#REF!
<b>8 956 986</b>	<b>6 960 825</b>	<b>1 996 161</b>	<b>RATES &amp; GENERAL SERVICES</b>	<b>9 474 603</b>	<b>7 821 480</b>	<b>1 653 123</b>	<b>255 460</b>
1 202 753	-	1 202 753	<b>Community services</b>	-	-	-	-
-	-	-	Assessment rates	95 930	358 251	(262 321)	(242 230)
-	-	-	Mayoral Executive	7 874	334 219	(326 345)	(359 530)
-	-	-	Human Resources	22 712	1 462 270	(1 439 558)	(1 462 080)
6 766 905	3 926 933	2 839 972	Accounting Officer	8 565 940	2 722 336	5 843 604	4 603 310
-	672 106	(672 106)	Budget and Treasury	1 017	1 110 898	(1 109 881)	(1 168 150)
5 570	11 258	(5 688)	Administration: Public Works	5 575	24 942	(19 367)	(21 750)
304 101	348 891	(44 790)	Cemeteries	403 303	390 130	13 173	7 000
583 598	1 123 116	(539 518)	Health: Klipplaat clinic	266 070	900 176	(634 106)	(610 970)
-	736 014	(736 014)	Municipal Council	-	346 709	(346 709)	(347 770)
-	57 634	(57 634)	Streets & stormwater	-	16 492	(16 492)	(15 550)
9 198	70 598	(61 400)	Sport grounds	8 333	78 849	(70 516)	(119 280)
84 861	14 275	70 586	Town Halls	97 849	76 208	21 641	(7 540)
			Traffic & licensing				
#REF!	#REF!	#REF!	<b>Subsidised services</b>	#REF!	#REF!	#REF!	#REF!
<b>1 899 019</b>	<b>3 004 752</b>	<b>(1 105 733)</b>	<b>Economic services</b>	<b>2 443 602</b>	<b>2 443 602</b>	<b>-</b>	<b>(140 000)</b>
714 426	890 917	(176 491)	Refuse Removal	1 135 190	1 135 190	-	(26 000)
696 789	1 626 031	(929 242)	Sanitation & sewerage	1 115 420	1 115 420	-	(114 000)
86 172	86 172	-	LED: Bakery Project	-	-	-	-
7 056	7 056	-	LED: Shoe Factory	-	-	-	-
394 576	394 576	-	LED: Hardwood Farm	192 992	192 992	-	-
<b>3 006 955</b>	<b>3 203 473</b>	<b>(196 518)</b>	<b>TRADING SERVICES</b>	<b>4 186 573</b>	<b>4 110 172</b>	<b>76 401</b>	<b>60 710</b>
2 192 976	1 989 594	203 382	Electricity	2 884 127	2 807 726	76 401	108 710
813 979	1 213 879	(399 900)	Water	1 302 446	1 302 446	-	(48 000)
#REF!	#REF!	#REF!	<b>TOTAL</b>	#REF!	#REF!	#REF!	#REF!
		<b>(1 218 810)</b>	Appropriations for the year (refer to Note 14)			<b>(1 561 177)</b>	
		#REF!	<b>NET SURPLUS/(DEFICIT) FOR THE YEAR</b>			#REF!	
		<b>(2 232 593)</b>	<b>ACCUMULATED DEFICIT AT BEGINNING OF THE YEAR</b>			<b>(2 891 734)</b>	
		#REF!	<b>ACCUMULATED SURPLUS/(DEFICIT) AT END OF THE YEAR</b>			#REF!	

**ANNEXURE F  
IKWEZI MUNICIPALITY  
STATISTICAL INFORMATION  
FOR THE YEAR ENDED 30/06/09**

	<u>2009</u>	<u>2008</u>	<u>2007</u>
<b>A. <u>General statistics</u></b>			
1. <u>Population:</u>			
Jansenville	5791	5791	5791
Klipplaat	3275	3275	3275
2. <u>Area (km<sup>2</sup>)</u>	4293	4293	4293
3. <u>Valuation of Property</u>			
Rateable property			
- Land & Improvements	R 533 601 350	R571 974 310	
Non-rateable property			
- Land & Improvements	R 9 732 210	N/A	
Date of Valuation	01 July 2007	01 July 2007	
Residential property			
- Land	N/A	N/A	
- Improvements			
Commercial, industrial and other property			
- Land	N/A	N/A	
4. <u>Number of properties</u>			
- Residential, Commercial, and Agriculture	3 810	N/A	N/A
5. <u>Assessment rates: Cent in the Rand</u>			
Residential properties			
- Land	1.565	1.476	0.034
- Buildings	1.565	1.476	0.034
Commercial, industrial and other property			
- Land	1.877	1.771	0.036
- Buildings	1.877	1.771	0.036
Agriculture			
- Land	0.160	0.300	
- Buildings	0.160	0.300	
6. <u>Number of employees</u>			
	67	69	63
<b>B. <u>Electricity Statistics</u></b>			
Units purchased	5 895 057	5 663 629	5 613 622
Units Sold	4 112 263	4 233 372	4 044 343
Units lost in distribution	1 782 794	1 430 257	1 569 279
Percentage lost in distribution	30%	25%	28%
Cost per unit sold	R 0.68	R 0.47	R 0.48
<b>C. <u>Water statistics</u></b>			
Units purified	N/A	N/A	N/A
Units Sold	N/A	N/A	N/A
Units lost in distribution	N/A	N/A	N/A
Percentage lost in distribution	N/A	N/A	N/A
Cost per unit sold	N/A	N/A	N/A
- Residential	N/A	N/A	N/A
- Commercial	N/A	N/A	N/A