

THE NXUBA LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

MUNICIPAL MANAGER

M. BONGCO

CHIEF FINANCIAL OFFICER

M. DYUSHU

**PRIVATE BAG 350
ADELAIDE
5760**

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

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GENERAL INFORMATION

MEMBERS OF THE COUNCIL

Mr M Mhana (Mayor)
Mrs CA Auld
Mrs NB Mahleza
Mr FF Ngqwebo
Mr G De Lange
Mr S Maseti
Mr Makhenyane

GRADING OF LOCAL AUTHORITY

Grade 2

AUDITORS

Office of the Auditor General
First National Bank of South Africa - Bedford

REGISTERED OFFICE

Private Bag 350
Adelaide
5760

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MUNICIPAL MANAGER

M Bongco

ACTING CHIEF FINANCIAL OFFICER

R. Dolonga

MUNICIPAL MANAGER
(Accounting Officer)

ACTING CHIEF FINANCIAL OFFICER

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APPROVAL OF ANNUAL FINANCIAL STATEMENTS

The Annual Financial Statements set out on pages 5 to 27 were approved by the Municipal Manager on the 31 August 2009 and will be presented to next ordinary council for adoption.

.....
MUNICIPAL MANAGER

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

FOREWORD BY THE HONOURABLE MAYOR

Herewith are the Annual Financial Statements for the year ended 30 June 2009.

The financials show that the municipality has achieved a surplus during the current financial year. This is pleasing, however we will endeavour during the next financial year to achieve a better cash flow position.

Each year the Nxuba Municipality transforms its way of doing business, especially in this term transformation has become our Motto where we emphasize changing the environment to be better for ourselves and the community that we serve.

The municipality has indeed improved its operational performance and is more involved in service delivery of our community's needs.

The budget for the 2009/2010 financial year has been submitted to the National Treasury for approval. The emphasis will remain on maintaining sound financial control to ensure that spending is properly managed.

My thanks go to the Municipal Manager and his staff and my fellow councillors for the hard work and

.....
THE HONOURABLE MAYOR
Mr M Mhana

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REPORT OF THE AUDITOR GENERAL

The financial statements have not yet been audited.

The Report of the Auditor General will be included when the audit has been completed.

NXUBA LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

ACTING CHIEF FINANCIAL OFFICER'S REPORT

BACKGROUND

The NXUBA Municipality is a grade two municipality.

CHALLENGES

The municipality has been under extremely challenging conditions. It has to address challenges of Infrastructure, Tourism, Local economic development, poverty, MFMA implementation and getting other sources of revenue. The municipality has achieved some objectives such as a performance management system but there is still long way to go.

GENERAL

1. OPERATING RESULTS

	Actual 2009 R	Actual 2008 R	Variance %	Budget 2009 R	Variance %
Revenue	28 506 695	25 011 028	-12%	38 707 479	65%
Total Expenditure	30 289 694	23 467 775	-23%	38 707 480	61%
Salaries, wages and allowances	15 047 480	12 302 611	-18%	16 474 760	75%
Contributions to fixed assets	6 658 164	7 414		7 166 500	
Contributions		1 335 686			
Net Surplus / (Deficit)	<u>-1 782 999</u>	<u>1 543 253</u>		<u>0</u>	

2. ACCUMULATED DEFICIT

	R
Current year deficit in the balance sheet	<u>-2 499 488</u>
Prior year deficit	<u>-4 603 544</u>

NXUBA LOCAL MUNICIPALITY

3. OVERALL CASH POSITION

	2009 R
Council's investments at local financial institutions of	<u>39 400</u>
Cash book balance is in overdraft	<u>2 372 527</u>

4. ACCOUNTS RECEIVABLE

	2009 R	2008 R
The value of debtors as per the balance sheet	<u>8 326 049</u>	<u>6 624 692</u>

5. CAPITAL AND FINANCING

No loans were taken out during the current financial year.
Loans to the value of R 115 866 were paid during the current year.

6. INVESTMENTS

	2009 R
Investment as per the balance sheet	<u>39 400</u>

NXUBA LOCAL MUNICIPALITY
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ACTING CHIEF FINANCIAL OFFICER'S REPORT

7. FUNDS AND RESERVES

There has been no changes to the funds in the balance sheet for the current year.

8. POST BALANCE SHEET EVENTS

No events subsequent to balance sheet occurred, that required a note in the financial statements or amendment to the amounts disclosed on the trial balance.

9. FIXED ASSETS

The table below explains the movement in fixed assets from the prior to the current year :

	R		
	2008	2009	Movement
Cost of Fixed Assets			
Total Assets	43 624 906	50 242 659	6 617 753
Loans Redeemed	43 585 664	50 242 659	6 656 995

10. EXPRESSION OF APPRECIATION

I would like to thank the mayor, councilors, municipal manager, heads of departments and the staff for their support during the year.

ACTING CHIEF FINANCIAL OFFICER

DATE

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

ACCOUNTING POLICY NOTES

1 BASIS OF PRESENTATION

- 1.1 These financial statements have been prepared so as to conform to the standards laid down by the Institute of Municipal Finance Officers in its Code of Accounting Practice (1997) and Report on Published Annual Financial Statements (Second edition - January 1996).
- 1.2 The financial statements are prepared on the historical cost basis, adjusted for fixed assets as more fully detailed in Accounting Policy note 3.
- 1.3 The financial statements are prepared on the accrual basis as stated :
- (i) Income is accrued when available to finance operations. Certain direct income is accrued when received and /or when the amount can be measured with certainty.
 - (ii) Expenditure is accrued in the year it is incurred.
- 1.4 All amounts disclosed in these Financial Statements are rounded off to the nearest Rand, but actual amounts were used in the calculations.

2 CONSOLIDATION

The financial statements include rates and general services, equitable share, trading services and the different funds and reserves. All inter departmental charges are set-off against each other.

3 FIXED ASSETS

- 3.1 *Fixed assets are stated :*

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

3 FIXED ASSETScontinued

3.2 Depreciation

The balance shown against the heading "Loans Redeemed and Other Capital Receipts" in the notes to the balance sheet is tantamount to a provision for depreciation, however, certain structural differences do exist. By way of this "Provision" assets are written down over their estimated useful life. Apart from advances from the various council funds, assets may also be acquired through:

(i) Appropriations from income, where the full cost of the asset forms an immediate and direct charge against the operating income, and therefore it is unnecessary to make any further provision for depreciation.

(ii) Grant or donation, where the amount representing the value of such grant or donation is immediately credited to the "Loans Redeemed and Other capital Receipts" account.

3.3 All net proceeds from the sale of fixed property are credited to the Puplic Improvement Fund. Net proceeds from the sale of all assets are credited to a CDF.

3.4 Fixed assets are financed from different sources, including external grants, operating income and internal advances. These loans and advances are repaid within the estimated lives of the assets acquired from such loans or advances. Interest is charged to the service concerned at the ruling interest rate applicable at the time that the advance is made.

4 INVENTORY

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

5 FUNDS AND RESERVES

5.1 Capital Development Fund

The Local Government Ordinance, No. 25 of 1974, requires a minimum contribution of 3.0% of the defined income of local authority for the immediately preceding financial year.

5.3 Leave Provision

A provision equal to the actual leave credit as at 30 June is maintained to provide for leave payments on request. Contributions are made from the operating account.

5.4 Bad Debt Provision

A provision equal to the anticipated risk as at 30 June is maintained to provide for bad debts. Contributions are made from the applicable accumulated account based on outstanding debtors more than ninety days.

5.5 Working Reserves

Some funds are reserved for the unexpected variation of working capital.

6 RETIREMENT BENEFITS

Nxuba Municipality and its employees contribute to the Cape Joint Municipal Pension Fund or the Cape Joint Municipal Provident Fund which provides retirement benefits to such employees. The retirement benefit plan is subject to the rules and regulations prescribed by the Local Government Superannuation Ordinance, 1973 (Ordinance No. 24 of 1973) and in accordance with the requirements of the Pensions Fund Act, 1956. Current contributions are charged against operating income on the basis of current service costs.

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

7 LEASED ASSETS

Leases are treated as operating leases and the relevant rentals are charged to the operating account in a systematic manner related to the period of use of the assets concerned.

8 INVESTMENTS

Investments are shown at the lower of cost or market value if a permanent decline in the value occurred, and are invested in securities as prescribed by section 125 of the Local Authorities Ordinance, 1974 (Ordinance No. 25 of 1974) and section 10G(9) of the Local Government Transition Act, 1993 (Act No. 209 of 1993).

9 INCOME RECOGNITION

9.1 Electricity Billings

All meters are read and billed monthly. Income is recognised when meters are read and the monthly levies debited to the respective consumer account. Where meters cannot be read during a particular month, they are provisionally billed with the necessary adjustments made in the month they are read. With regard to pre-payment electricity purchases, income is recognised at the date of purchase.

9.2 Assessment rates

The local authority applies a uniform system of rating. In terms of this system the assessment rates are levied on the land value of property and improvements, at the same rate. Rebates are granted on state owned properties. Income is recognised when such levies are raised and debited to the respective ratepayer account.

9.3 Other Income

Income from services such as refuse removal, recovered by way of debtors, is recognised when such levies are raised and debited against the respective consumer accounts. Income from other sources are recognised when paid.

9.4 Interest Income

Income from investments and operations are recognised when receipted.

10 SURPLUSES AND DEFICITS

The Unappropriated Surplus is maintained as an Operating cash reserve, to fund expenditure during the financial year, prior to the collection of revenue.

It may also be utilized to fund projects that the council may deem necessary to fund.

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

11.0 CONSOLIDATED LOANS FUND

The capital resources of the Consolidated Loans Fund consists of both external and internal loans. Advances made to borrowing departments at an interest rate equal to the cost of servicing the funds capital and are repaid over the useful life of the asset acquired.

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 R	2008 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES			
STATUTORY FUNDS	1	3 650 085	3 650 085
(ACCUMULATED DEFICIT)	2	(2 499 488)	(4 603 544)
		<u>1 150 597</u>	<u>(953 459)</u>
LONG-TERM LIABILITIES	3	-	39 242
TRUST FUNDS	1	183 921	318 435
CONSUMER DEPOSITS	4	341 798	322 787
		<u>1 676 316</u>	<u>(272 995)</u>
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	5	-	39 242
NET CURRENT ASSETS		1 676 315	(312 237)
CURRENT ASSETS			
		8 390 552	7 364 194
INVESTMENTS	6	39 400	364 835
DEBTORS	7	8 326 049	6 624 692
CASH AND OTHER CASH EQUIVALENTS	8	668	374 667
INTANGIBLE ASSETS		24 435	-
CURRENT LIABILITIES			
		6 714 237	7 676 431
CREDITORS	10	3 230 397	6 302 556
BANK OVERDRAFT	11	2 372 527	335 563
PROVISIONS	9	1 111 313	961 688
LONG TERM LIABILITIES: SHORT-TERM PORTION	3	-	76 624

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2008 Actual Income R	2008 Actual Expenditure R	2008 Surplus/ (Deficit) R		2009 Actual Income R	2009 Actual Expenditure R	2009 Surplus/ (Deficit) R
17 356 338	15 766 373	1 589 965	RATES AND GENERAL SERVICES	21 112 721	26 167 370	(5 054 649)
13 066 609	13 548 263	(481 654)	Community services	19 419 601	23 275 113	(3 855 512)
988 572	1 019 244	(30 673)	Subsidised services	244 441	1 168 398	(923 957)
3 301 157	1 198 866	2 102 291	Economic services	1 448 679	1 723 859	(275 179)
7 172 101	7 525 065	(352 964)	TRADING SERVICES	7 393 974	4 122 324	3 271 650
<u>25 011 028</u>	<u>23 467 775</u>	<u>1 543 253</u>	TOTAL	<u>28 506 695</u>	<u>30 289 694</u>	<u>(1 782 999)</u>
Prior Year Transfer of Water			Appropriations for the year (refer note 2)			3 887 055
		<u>1 543 253</u>	Net Surplus for the year			<u>2 104 056</u>
		<u>(4 603 544)</u>	ACCUMULATED (DEFICIT) AT THE END OF THE YEAR			<u>(2 499 488)</u>

NXUBA LOCAL MUNICIPALITY
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	Note	2009 R	2008 R
CASH (APPLIED TO) / RETAINED FROM OPERATING ACTIVITIES		3 179 282	(2 281 414)
Cash (utilised) / generated by operations	17	7 934 195	(18 808 024)
Investment income	13	40	94 560
Decrease / (increase) in working capital		(4 773 516)	611 503
Proceeds on disposal of fixed assets			-
Finance costs	13	<u>18 563</u>	<u>-</u>
CASH UTILISED BY OPERATIONS		<u>3 179 282</u>	<u>(5 732 918)</u>
NET CASH FLOW		<u>3 179 282</u>	<u>(2 385 772)</u>
Increase in consumer deposits		19 011	-
Decrease in cash investments		(325 435)	2 000 735
(Increase) / decrease in bank balances and cash		(2 738 333)	366 474
NET CASH UTILISED		<u>(3 179 271)</u>	<u>2 385 772</u>

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	2009 R	2008 R
1. Statutory funds		
Revolving Fund	3 650 085	3 650 085
Trust Funds	183 921	318 435
	<u>3 834 006</u>	<u>3 650 085</u>
(Refer to appendix "A" for more details)		
2. Accumulated surplus		
<i>Appropriations</i>		
Accumulated surplus / (deficit) at the beginning of the year	-4 603 544	-6 146 797
Surplus (Deficit) for the year	-1 782 999	1 543 253
Total Brought Down	-6 386 543	-4 603 544
Appropriations for the year	<u>3 887 055</u>	<u>0</u>
Accumulated (deficit) at the end of the year	<u>-2 499 488</u>	<u>-4 603 544</u>
3. Long-term Liabilities		
Development Bank of South Africa	0	115 866
Less : Short Term portion transferred to Current Liabilities	0	-76 624
	<u>0</u>	<u>39 242</u>
(Refer to appendix "B" for more details)		
4. Consumer Deposits: Services		

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	2009 R	2008 R
5. Fixed Assets		
Fixed Assets at the beginning of the year	43 624 906.00	43 520 548.00
Capital Expenditure and Verification Additions	6 617 753.00	104 358.00
Total Fixed Assets	<u>50 242 659.00</u>	<u>43 624 906.00</u>
Less : Loans redeemed and other capital receipts	50 242 659.00	43 585 664.00
	<u>0.00</u>	<u>39 242.00</u>
 (Refer to Appendix "C" for more information).		
6. Investments		
Project Investments	39 400.00	318 435.00
Security Investments	<u>39 400.00</u>	<u>46 400.00</u>

The above mentioned investments are held as securities for bonds over property purchased by the above staff members.

NXUBA LOCAL MUNICIPALITY
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	2009	2008
	R	R
7. DEBTORS		
Current Debtors	29 529 137	25 351 911
Sundry Debtors	626 370	14 218
	<u>30 155 507</u>	<u>25 366 129</u>
Less Provision for Bad debts	(21 829 458)	(18 741 437)
	<u><u>8 326 049</u></u>	<u><u>6 624 692</u></u>
8. CASH AND CASH EQUIVALENT		
Floats	668	668
Operating Account - FNB	-	64 274
Operating Account - ABSA Bank (Traffic)	-	307 919
Call Account - ABSA Bank	-	1 806
	<u><u>668</u></u>	<u><u>374 667</u></u>
9. PROVISIONS		

NXUBA LOCAL MUNICIPALITY
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	2009 R	2008 R
10. Creditors		
Trade Creditors	3 230 397	3 853 380
VAT Provision	-	362 428
Sundry Creditors	-	632 579
Advances from Trust Funds	-	1 454 168
	3 230 397	6 302 555

11. BANK OVERDRAFT

ABSA Bank	2 372 527	335 563
	2 372 527	335 563

12. ASSESSMENT RATES

Valuations on land and improvements are performed every four years. The last general valuation came into effect on 1 July 2004. The basic rate on land and improvements varies from area to area.

State		13 540 940
Exempt		19 702 780
		159 215 835

Rates - All

Residential

All Erven and Improvements 0.0176

The following rebates were granted:

State 20%

Actual Rateable Income **2 747 517**

13. DIRECTORS AND OFFICIALS REMUNERATION

Mayor's allowance: 364 449

Councillor's allowances: 981 771

1 346 220

Technical Services 369 660

1 613 423

973 422

The municipalities employees cost spend as a percentage of total spend is: 52%

NXUBA LOCAL MUNICIPALITY
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	2009	2008
	R	R
14. AUDITOR'S REMUNERATION		
Audit fees	<u>99306</u>	<u>115390</u>
15. FINANCE TRANSACTIONS		
Total external interest earned or paid:		
Interest earned	40	19 028
Interest paid	18 563	18 563
Capital charges debited to operating account:		
Interest paid on external loans	18 563	18 563
Interest paid on internal loans	-	-
Redemption of external loans	115 866	11 576
Redemption of internal loans	-	-
	<u>134 429</u>	<u>30 139</u>
16. APPROPRIATIONS		
Operating (deficit) / surplus for the year	(1 782 999)	1 543 253
Total Brought Down	<u>(6 386 543)</u>	<u>(4 603 544)</u>
Less: Appropriations for the year: -	3 887 055	-
Prior year adjustments	<u>3 887 055</u>	<u>-</u>
Accumulated deficit at the end of year	<u>(2 499 488)</u>	<u>(4 603 544)</u>

NXUBA LOCAL MUNICIPALITY
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	2009 R	2008 R
17. CASH UTILISED IN OPERATIONS		
(Deficit) / Surplus for the year	-1 782 999	1 543 253
Adjustments in respect of:		
Prior Year's Operating Transactions		0
Appropriations charged against income:	149 625	1 155 665
Revolving Fund	0	266 568
Provisions	149 625	881 683
Fixed Assets		7 414
Investment income (operating account)		-19 028
Capital charges	18 603	30 139
Interest Paid on External Loans	18 563	18 563
Redemption on External Loans	40	11 576
Expenditure charged against funds	-6 658 164	-10 654 008
Expenditure charged against provisions	0	-3 699 620
Non Operating Income	-663 978	1 527 606
Transfers to funds and reserves		1527606
	<u>7 934 195</u>	<u>18 808 024</u>
18. (INCREASE) / DECREASE IN WORKING CAPITAL		
(Increase) / Decrease in Debtors, Long Term Debtors	0	126 949
(Decrease) / Increase in Creditors, Consumer Deposits	-3 053 148	484 557
	<u>-3 053 148</u>	<u>611 503</u>
19. INCREASE / (DECREASE) IN LONG-TERM LIABILITIES		
Loans raised	0	-
Investments Realised	-325 435	2 000 735
Investments Made		-
	<u>-325 435</u>	<u>2 000 735</u>

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	R	R
21. INCREASE / (DECREASE) IN CASH		
Cash balance at the beginning of the year	366 474	405 578
Less: Cash balance at end of year	-2 371 859	39 103
	-2 738 333	366 474

22. CONTINGENT LIABILITIES AND CONTRACTUAL OBLIGATIONS

No material contingent liabilities have been identified.

23. POST BALANCE SHEET EVENTS

No material post balance sheet events have been identified.

24. RETIREMENT BENEFITS

The employees of the municipality and the municipality contribute to various pensions, provident and retirement

SALA Pension Fund	8.60%	8.60%
Cape Joint Pension Fund	9.00%	9.00%
Local Government Pension	7.50%	7.50%
Municipal Councillors Pension	13.75%	13.75%

25. CAPITAL COMMITMENTS

Commitments in respect of capital expenditure	7 503 326	-
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This expenditure will be funded financed from: -

Internal Sources		-
External Sources		-
Other Sources		-
Provincial Government	7 503 326	-
	7 503 326	-

NXUBA LOCAL MUNICIPALITY
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	2009	2008
	R	R
18. MFMA Expense Disclosures		
Audit Fees	99 306	115 390
Medical Aid Costs	566 492	453 194
Pension Fund Contributions	1 218 015	974 412
	1 883 813	1 542 996

19. Contingent Liabilities

Management have not identified any contingent liabilities that affect the Municipality at year end.

20. Capital Commitments

Commitments in respect of capital expenditure:

	2009	2008
Roads, pavements, bridges and stormwater	4 604 706	4 398 000
Vehicles	282 690	270 000
Office Equipment	521 930	498 500
Other	2 094 000	2 000 000
Total	7 503 326	7 166 500

This expenditure will be financed from:

- Government grants	0	8 018 338
- Own resources	7 503 326	14 082 005
	7 503 326	22 100 343

NXUBA LOCAL MUNICIPALITY
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APPENDIX A

Accumulated Funds, Trust funds, Reserves and Provisions for the Year Ended 30 June 2009

	Balance at 2008/06/30	Contributions during the year	Expenditure during the year	Balance at 2009/06/30
	R	R	R	R
Statutory Funds:	3 650 085			3 650 085
Revelvoing Fund	3 650 085			3 650 085
Trust Funds				
Bucket Eradication	2 974		0	2974
Capital development fund	0		0	0
Cemetary Adelaide	1 482		-429	1053
Cemetary Bedford	1 749		0	1749
Civils VAT	0		0	0
Cleanest Town	0		0	0
Finance Management Grant	9 622		-9 622	0
Minicipal Support	23 401		-23 401	0
Ndlovini Fund	1 560		2	1561.89
NER	5 846		0	5846.18
Nxuba Hosing - 172Zinc Houses	44 133		-21 510	22622.99
Nxuba Housing - 200 Units Goodwin Park	4		-52	-47.62
Nxuba Housing - 428 Mud Houses	1 906		-5 537	(3 631)
Nxuba Housing - 481 Units	48 624		46 578	95 202
Nxuba Housing - 624 Units	27 870		27 295	55 165
	318 435	0	-134 514	183 921

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30

APPENDIX B

External Loans and Internal Advances for the Year Ended 30 June 2008

	Balance at 30/06/2008	Interest for the year
	R	R
EXTERNAL LOANS		
Annuity Loans		
Development Bank of South Africa (Electricity) - Capital	39 242	
Development Bank of South Africa (Electricity) - Arrears	76 624	
Development Bank of South Africa (Water) - Capital	-	
Development Bank of South Africa (Water) - Arrears	-	
Development Bank of South Africa (Water) - Capital	-	
Development Bank of South Africa (Water) - Arrears	-	
TOTAL EXTERNAL LOANS	115 866	-

JUNE 2009

2009

Redeemed / write off during the year	Balance at 30/06/2009
R	R
(39 242)	-
(76 624)	-
(115 866)	-



NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

APPENDIX C: ANALYSIS OF FIXED ASSETS FOR THE YEAR ENDED 30 JUNE 2009

SERVICE	Balance at 30.6.2008 R	Expenditure 08/09 R	Redeemed transferred or written off R	Balance at 30.6.2009 R
RATES & GENERAL SERVICES	22 206 207	6 617 753	0	28 823 960
Community Services	13 883 821	4 088 319	0	17 972 140
Roads and Streetworks	7 147 867	2 560 434		9 708 301
Management Services	1 906 538	432 565		2 339 103
Civil Defence	9 558			9 558
Town Estates	3 598 599	809 120		4 407 719
Traffic Services	91 476	30 160		121 636
Health Services	1 129 783	256 040		1 385 823
Subsidised Services	7 425 236	2 288 415		9 713 651
Fire	410 000	70 479		480 479
Library Services	129 401			129 401
Economic Services	897 150	241 019		1 138 169
Refuse	539 094	200 859.00		739 953
Abattoir	77 485			77 485
Sewerge	0			0
Sawmill	280 571	40 160		320 731
Housing Services	13 337 682	0	0	13 337 682
Trading Services	8 081 017	0	0	8 081 017
Electricity Services	8 081 017			8 081 017
Less: LOANS REDEEMED AND OTHER CAPITAL RECEIPTS	43 585 664	0	6 656 995	50 242 659
Contributions from Other Sources	18 814 815			18 814 815
Contributions from Operating Income	5 529 936	0		5 529 936
Grants and Subsidies	19 240 913		6 656 995	25 897 908
NET FIXED ASSETS	39 242	6 617 753	-6 656 995	0

NXUBA LOCAL MUNICIPALITY
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APPENDIX D

Analysis of Operating Income and Expenditure for the year ended 30 June 2009

Actual 2008 R		Actual 2009 R	Budgeted 2009 R
	<i>Income</i>		
8 692 032	Grants and Subsidies	15 088 109	19 861 786
16 318 996	Operating income	13 418 586	18 845 693
2 747 517	Assessment rates	3 584 175	2 955 264
6 688 788	Electricity Charges	7 393 974	10 582 511
2 097 461	Refuse	882 217	4 121 000
0	Other Income	516 460	802 788
1 684 512	Interest Received	39	0
3 100 718	Income from Tariffs, Service Charges etc	1 041 721	384 129
25 011 028	Total income	28 506 695	38 707 479
3 417 781	General expenses	4 034 126	5 811 972
487 824	Repairs and Maintenance	409 027	715 550
30 139	Capital Charges	18 563	0
7 414	Contribution to Fixed Assets	6 658 164	7 166 500
1 335 686	Contribution to Funds		
23 467 775	Gross Expenditure	30 289 694	38 707 480
1 543 253	Net Surplus (Deficit)	-1 782 999	-0

ANNUAL FINAN

DETAILED

Actual Income 2 008 R	Actual expenditure 2 008 R	Surplus / (Deficit) 2 008 R
14 478 300	11 895 960	2 582 340
10 279 074	9 677 850	601 224
3 229 235	619 242	2 609 993
461 997	1 956 305	-1 494 308
3 514 278	3 690 885	-176 607
3 050 643	3 411 418	-360 775
22 921	0	22 921
988 571	1 019 244	-30 673
3 210 655	1 198 866	2 011 789
3 210 655	1 198 866	2 011 789
482 589	176 337	306 252
482 589	176 337	306 252
7 172 101	7 525 065	-352 964
7 172 101 0	7 525 065 0	-352 964 0
22 132 990	19 597 362	2 535 628
		-3 887 055
		0
		-3 611 169

NXUBA LOCAL MUNICIPALITY
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

APPENDIX E

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Actual Income 2 009 R	Actual expenditure 2 009 R
RATES AND GENERAL SERVICES	28 506 695	30 289 694
Community Services	19 419 601	18 056 798
Assessment Rates	3 584 175	0
Council's General	7 141 408	9 776 663
Municipal Manager	3 757 100	4 214 454
Financial Manager	4 936 918	4 065 680
Subsidised Services	244 441	1 468 398
Economic Services	1 448 679	1 530 212
Refuse	1 448 679	1 530 212
HOUSING SERVICES	0	193 647
Selling and Letting Schemes	0	193 647
TRADING SERVICES	7 393 974	9 040 640
Electricity Services	7 393 974	9 040 640
TOTAL	28 506 695	30 289 694
Transfer of Water and Sanitation Services		
Appropriations for the year (Refer to note 17)		
Accumulated (deficit) at the end of the year		

Surplus / (Deficit)

2 009

R

-1 782 999

1 362 803

3 584 175

-2 635 255

-457 354

871 237

-1 223 957

-81 532

-81 532

-193 647

-193 647

-1 646 665

-1 646 665

-1 782 999

3 887 055

-2 499 488

NXUBA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

APPENDIX F
STATISTICAL INFORMATION

General statistics	2008/2009	2007/2008
Population		24 801
Site Valuation at		
Residential	60	125 972 115
State	108	13 540 940
Exempt	7 632	19 702 780
		159 215 835
Assessment Rates:		
All Properties 0.0176 cents in the Rand		
Pensioners can apply for a 40% rebate if Income less than R 1,100 per month		
Churches exempt		
Number of Residential Properties	6 045	5 706
Units bought/generated	6.900	6.900
Units Sold	6.350	6.350
Units lost in distribution	0.55	0.55
Units lost in distribution (%)	8.0%	8.0%
Cost per unit sold		
Income per unit sold		
Water Statistics		
See note below		
Sanitation		
See note below		
Note:		
The District Municipality took over all water, sewerage and sanitation services.		