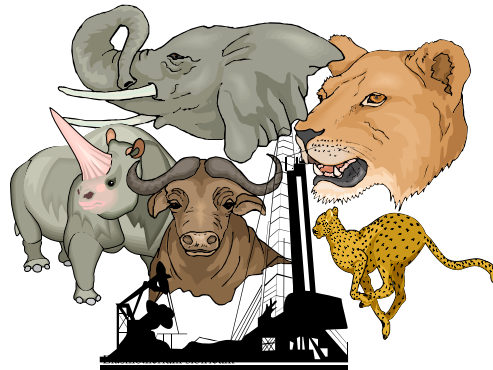


BOJANALA PLATINUM DISTRICT MUNICIPALITY



BOJANALA PLATINUM DISTRICT MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

for the year ended

30 June 2009

BOJANALA PLATINUM DISTRICT MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2009

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 28, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 15 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

Mr.C K Molokwane
Municipal Manager
28 August 2009

**BOJANALA PLATINUM DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2009**

	Note	2009 R	2008 R
NET ASSETS AND LIABILITIES			
Net assets		174 741 148	108 253 340
Revaluation Reserve		886 022	0
Government grant reserve		5 921 105	1 405 947
Accumulated Surplus/(Deficit)		167 934 021	106 847 393
Non-current liabilities		6 794	57 844
Long-term liabilities	2	6 794	57 844
Current liabilities		20 631 733	25 815 614
Provisions	3	1 098 048	676 336
Creditors	4	12 751 464	11 515 700
Unspent conditional grants and receipts	5	6 719 556	13 500 600
Current portion of long-term liabilities	2	62 665	122 978
Total Net Assets and Liabilities		<u>195 379 675</u>	<u>134 126 798</u>
ASSETS			
Non-current assets		29 957 986	19 918 401
Property, plant and equipment	7	29 957 986	19 918 401
Long-term receivables	8	0	0
Current assets		165 421 690	114 208 397
Other debtors	9	498 880	495 925
Current portion of long-term debtors	8	0	35 340
VAT	6	3 213 160	1 693 233
Call investment deposits	10	0	11 378 636
Bank balances and cash	11	161 709 650	100 605 263
Total Assets		<u>195 379 675</u>	<u>134 126 798</u>

**BOJANALA PLATINUM DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2009**

	Note	Actual	
		2009 R	2008 R
REVENUE			
Regional Services Levies - turnover		1 880	128 828
Regional Services Levies - remuneration		379 102	2 074 216
Rental of facilities and equipment		0	0
Interest earned - external investments		16 768 438	12 640 132
Interest earned - outstanding levy debtors		0	0
Government grants and subsidies	12	199 540 423	166 481 800
Other income	13	199 372	301 664
Total Revenue		216 889 215	181 626 640
EXPENDITURE			
Employee related costs	14	50 322 543	39 757 276
Remuneration of Councillors	15	7 067 248	6 246 010
Bad debts		27 470	0
Depreciation		5 318 832	4 244 947
Repairs and maintenance		1 901 299	727 687
Interest paid	16	23 908	41 422
Grants and subsidies paid	17	64 805 869	92 678 961
General expenses	18	23 056 719	16 989 386
Total Expenditure		152 523 888	160 685 689
GAINS AND LOSSES			
Gain/(Loss) on disposal of Property, Plant and Equipment		-1 209 448	0
Reversal of impairment losses/(Impairment losses)		0	0
Fair value adjustments of Property, Plant and Equipment		2 758 260	0
Net Gains and losses		1 548 812	0
SURPLUS/(DEFICIT)			
Share of surplus/(deficit) of associate accounted for under the equity method		0	0
SURPLUS/(DEFICIT) FOR THE YEAR		65 914 138	20 940 951
No segmental statement of financial performance has been prepared Refer to Appendix E(1) for comparison with the approved budget.			

**BOJANALA PLATINUM DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2009**

	Revaluation Reserve	Government Grant Reserve	Accumulated Surplus/ (Deficit)	Total
	R	R	R	R
2008				
Balance at 1 July 2007	0	1 532 724	82 339 028	83 871 752
Correction of error (Note 19)			3 440 637	3 440 637
Restated balance	0	1 532 724	85 779 665	87 312 389
Surplus/(deficit) for the year			20 940 951	20 940 951
Capital grants used to purchase PPE		136 954	-136 954	0
Donated/contributed PPE			0	0
Asset disposals			0	0
Offsetting of depreciation	0	-263 731	263 731	0
Balance at 30 June 2008	0	1 405 947	106 847 393	108 253 340
2009				
Change in accounting policy				0
Correction of error (Note 19)			0	0
Restated balance	0	1 405 947	106 847 393	108 253 340
Surplus/(deficit) for the year			65 914 138	65 914 138
Adjustments to balance Fixed Asset Register			-312 352	-312 352
Land and Buildings Revalued	886 022		0	886 022
Capital grants used to purchase PPE		5 335 210	-5 335 210	0
Donated/contributed PPE			0	0
Asset disposals		-382 597	382 597	0
Offsetting of depreciation		-437 455	437 455	0
Balance at 30 JUNE 2008	886 022	5 921 105	167 934 021	174 741 148

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BOJANALA PLATINUM DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 R	2008 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from government and other		209 573 505	197 478 334
Cash paid to suppliers and employees		<u>-163 073 952</u>	<u>-169 829 416</u>
Cash generated from/(utilised in) operations	20	46 499 553	27 648 918
Interest received		16 768 438	12 640 132
Interest paid		-23 908	-41 422
NET CASH FROM OPERATING ACTIVITIES		<u>63 244 082</u>	<u>40 247 628</u>
CASH FLOWS UTILISED IN INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-13 793 099	-6 975 778
(Increase)/decrease in non-current receivables		35 340	66 371
Proceeds on disposal of property, plant and equipment		365 832	-
NET CASH UTILISED IN INVESTING ACTIVITIES		<u>-13 391 927</u>	<u>-6 909 407</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Lease liability repaid		-126 404	-103 489
NET CASH FROM FINANCING ACTIVITIES		<u>-126 404</u>	<u>-103 489</u>
NET INCREASE/(DECREASE IN CASH AND EQUIVALENT		<u>49 725 752</u>	<u>33 234 732</u>
Cash and cash equivalents at the beginning of the year		111 983 899	78 749 167
Cash and cash equivalents at the end of the year	21	161 709 650	111 983 899

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. SIGNIFICANT ACCOUNTING POLICIES TO THE FINANCIAL STATEMENTS

1.1 Basis of preparation

The annual financial statements have been prepared on an accrual basis of accounting and are in accordance with the historical cost basis unless otherwise stated. Under this basis the effects of transactions and other events are recognised when they occur and are recorded in the financial statements within the period to which they relate. Assets, liabilities, revenues and expenses have not been offset except when offsetting is required or permitted by an accounting standard.

The annual financial statements have been prepared in accordance with the Standards of Generally Recognised Accounting Practices (GRAP) prescribed by the Minister of Finance in terms of General Notices 991 of 2005 and General Notice 516 of 2008.

These standards are summarised as follows:

- GRAP 1: Presentation of financial statements.
- GRAP 2: Cash flow statements.
- GRAP 3: Accounting policies, changes in accounting estimates and errors.
- GRAP 4: The effects of changes in foreign exchange transactions.
- GRAP 5: Borrowing costs.
- GRAP 6: Consolidated and separate financial statements.
- GRAP 7: Investments in associates.
- GRAP 8: Interests in joint ventures.
- GRAP 9: Revenue from exchange transactions.
- GRAP 10: Financial reporting in hyperinflationary economies
- GRAP 11: Construction contracts.
- GRAP 12: Inventories.
- GRAP 13: Leases.
- GRAP 14: Events after reporting date.
- GRAP 16: Investment property.
- GRAP 17: Property, plant and equipment.
- GRAP 19: Provisions, contingent liabilities, and contingent assets.
- GRAP 100: Non-current assets held for sale and discontinued operations.
- GRAP 101: Agriculture.
- GRAP 102: Intangible assets.

Accounting policies for material transactions, events or conditions not covered by the above GRAP have been developed in accordance with paragraphs 7, 11 and 12 of GRAP 3. These accounting policies and the applicable disclosures have been based on the South African Statements of Generally Accepted Accounting Practices (SA GAAP) including any interpretations of such statements issued by the Accounting Practices Board.

The accounting framework for 2008/09

There are no general exemptions from specific standards or aspects of accounting standards and the Municipality comply fully with the accounting framework set out in Directive 5 of the Accounting Standards Board.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

A summary of the significant accounting policies, which have been consistently applied, is disclosed below.

1.2 Presentation currency

These annual financial statements are presented in South African Rand.

1.3 Going concern assumption

These annual financial statements have been prepared on a going concern basis.

1.4 Comparative information

Budget information, in accordance with GRAP 1, has been provided in an annexure to these financial statements and forms part of the audited annual financial statements.

When the presentation or classification of items in the annual financial statements is amended, prior period comparative amounts are restated. The nature and reason for the reclassification is disclosed. Where accounting errors have been identified in the current year, the correction is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly. Where there has been a change in accounting policy in the current year, the adjustment is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly.

1.5 Reserves

1.5.1 *Government Grant Reserve*

When items of property, plant and equipment are financed from government grants, a transfer is made from the accumulated surplus/(deficit) to the Government grants reserve equal to the Government grant recorded as revenue in the Statement of Financial Performance in accordance with GRAP 24 Presentation of Budget information in Financial Statements issued by National Treasury in November 2007.

When such items of property, plant and equipment are depreciated, a transfer is made from the Government Grant Reserve to the accumulated surplus/(deficit).

The purpose of this policy is to promote community equity by ensuring that the future depreciation expenses that will be incurred over the useful lives of government grant funded items of property, plant and equipment are offset by transfers from this reserve to the accumulated surplus/(deficit).

When an item of property, plant and equipment financed through a government grant is disposed off, the balance in the Government grant reserve relating to the item is transferred to the accumulated surplus/(deficit).

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1.5.2 *Donations and public contributions*

When items of property, plant and equipment are financed from public contributions and donations, a transfer is made from the accumulated surplus/(deficit) to the Donations and Public Contributions Reserve equal to the donations and public contributions recorded as

revenue in the Statement of Financial Performance in accordance with GRAP 24 Presentation of Budget information in Financial Statements issued by National Treasury in November 2007.

The purpose of this reserve is to promote community equity and facilitate budgetary control by ensuring that sufficient funds are set aside to offset the future depreciation charges that will be incurred over the estimated useful life of the item of property, plant and equipment financed from donations and public contributions.

When such items of property, plant and equipment are depreciated, a transfer is made from the Donations and Public Contributions Reserve to the accumulated surplus/(deficit). When an item of property, plant and equipment financed from donations and public contributions is disposed of, the balance in the Donations and Public Contributions Reserve relating to such item is transferred to the accumulated surplus/(deficit).

1.5.3 *Revaluation Reserve*

The surplus arising from the revaluation of land and buildings is credited to a Revaluation Reserve. The revaluation reserve is realised as re-valued assets are depreciated, through a transfer from the Revaluation Reserve to the accumulated surplus/(deficit).

On disposal, the net revaluation surplus is transferred to the accumulated surplus/(deficit) while gains or losses on disposal, based on re-valued amounts, are credited or charged to the Statement of Financial Performance.

1.6 Financial Instruments

Recognition

Financial instruments are initially recognised at fair value.

Financial assets and financial liabilities are recognised on the Municipality's balance sheet when the Municipality becomes a party to the contractual provisions of the instrument.

All regular way purchases and sales of financial assets are initially recognised using trade date accounting.

Measurement

Financial instruments are initially measured at cost, which includes transaction costs. Subsequent to initial recognition these instruments are measured as set out below.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

Financial assets

The Municipality's principal financial assets are accounts receivable and cash and cash equivalents.

Receivables

Other receivables are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

Management is of the opinion that all receivables outstanding over 90 days are not recoverable and therefore the appropriate allowances for the estimated irrecoverable amounts are provided for as doubtful receivables.

Cash and cash equivalents

Cash and cash equivalents are measured at fair value.

Equity instruments

Equity instruments are recorded at the proceeds received, net of direct issue costs.

Financial liabilities

The Municipality's financial liabilities are interest bearing financial lease liabilities and accounts payable.

All financial liabilities are measured at amortised cost, comprising original debt less principal payments and amortisations, except for financial liabilities held-for-trading and derivative liabilities, which are subsequently measured at fair value.

1.7 Employee Benefits

The Municipality provides retirement benefits for its employees and councillors. Contributions to defined contribution retirement plans are recognised as an expense when employees and councillors have rendered the employed service or served office entitling them to the contribution. In the absence of a Statement of GRAP on Employee Benefits, the municipality discloses the employee benefits as per IAS 19.

Post-retirement medical benefits

A provision is maintained in respect of the liability to employees relating to post-retirement benefits, such as medical aid contributions

Provision for Performance Bonuses

A provision, in respect of the liability relating to the anticipated costs of performance bonuses payable to Section 57 employees, is maintained.

1.8 Revenue recognition

1.8.1 Revenue from Exchange Transactions

Interest and rentals are recognized on a time proportion basis.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1.8.2 Revenue from non-exchange transactions

Revenue from Regional Services Levies, both those based on turnover as well as those based on remuneration, is recognised on receipt basis. RSC levies were abolished from 1 July 2006. .

Donations are recognized on a cash receipt basis or where the donation is in the form of property, plant and equipment, when such items of property, plant and equipment are brought into use.

Revenue from the recovery of unauthorized, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Municipal Finance Management Act (Act No.56 of 2003) and is recognized when the recovery thereof is virtually certain.

Unauthorised expenditure

Unauthorized expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in the form of a grant that is not permitted in terms of the Municipal Finance Management Act (Act No.56 of 2003). Unauthorized expenditure is accounted for as an expense in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

Irregular expenditure

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act (Act No.56 of 2003), the Municipal Systems Act (Act No.32 of 2000), the Public Office Bearers Act (Act No. 20 of 1998) or is in contravention of the Municipality's supply chain management policy. Irregular expenditure excludes unauthorized expenditure. Irregular expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

Fruitless and wasteful expenditure

Fruitless and wasteful expenditure is expenditure that was made in vain and would have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

1.9 Leases

Leases are classified as finance leases where substantially all the risks and rewards associated with ownership of an asset are transferred to the municipality.

Property, plant and equipment subject to finance lease agreements are capitalised at their cash cost equivalent and the corresponding liabilities are raised. The cost of the item of property, plant and equipment is depreciated at appropriate rates on the straight-line basis over the shorter of the lease term or its estimated useful life. Lease payments are allocated between the finance lease costs and the capital repayment expensed as they become due.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1.10 Property, Plant and Equipment

Property, plant and equipment are stated at cost, less accumulated depreciation and accumulated impairment losses, except land and buildings which is re-valued as indicated. Land is not depreciated as it is deemed to have an infinite life.

The cost of an item of property, plant and equipment comprises of its purchase price, including import duties and non-refundable purchase taxes and any directly attributable costs

Where an item of property, plant and equipment is acquired at no cost, it is initially recognised at its fair value as at the date of acquisition. Incomplete construction work is stated at historical cost and depreciated only when the asset is ready for its intended use..

Depreciation is calculated on cost, using the straight line method over the estimated useful lives of the assets. The annual depreciation rates are based on the following estimated asset lives:-

Buildings	30-50
<i>Other Assets:</i>	
Furniture & Fittings	6-10
Office Equipment	5-11
Security Equipment	5-8
Emergency equipment	5-11
Plant & Equipment	5-10
Vehicles	5-12
<i>Leased Assets</i>	
Office Equipment	3

The gain or loss arising on the disposal of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying value and is recognised in the Statement of Financial Performance.

Review of useful lives

The useful lives of assets have been reviewed..

Review of depreciation method

The depreciation method was reviewed but no changes were necessary.

Impairment of non-cash generating assets

The assets in question were assessed for possible impairment.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1.11 Provisions

Provisions are recognized when the Municipality has a present or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the provision can be made. Provisions are reviewed at reporting sheet date and adjusted to reflect the current best estimate.

1.12 Value Added Tax

The Municipality accounts for Value Added Tax on the payment basis.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 R	2008 R
2 LONG-TERM LIABILITIES		
Long-term lease liability	69 459	180 822
Less : Current portion transferred to current liabilities	62 665	122 978
Total Long-term liability	<u><u>6 794</u></u>	<u><u>57 844</u></u>
3 PROVISIONS		
Provision for Medical Aid Continued Members	45 933	0
Provision for Performance bonuses	1 052 115	676 336
Total Provisions	<u><u>1 098 048</u></u>	<u><u>676 336</u></u>
Expected liability on medical aid for Municipality over the expected lives of the members: R8 067 485,64		
4 CREDITORS		
Trade creditors	4 323 911	4 380 628
Retentions	3 627 708	3 590 585
Staff leave	3 504 232	2 742 606
City of Lathi Salary Vuokko	412 970	0
Mvula Trust	24 446	24 446
F N Matlala over recovery of bursary	7 659	0
Ga Motla Housing	850 538	777 435
Total Creditors	<u><u>12 751 464</u></u>	<u><u>11 515 700</u></u>
5 UNSPENT CONDITIONAL GRANTS AND RECEIPTS		
5.1 Conditional Grants from other spheres of Government	4 672 266	11 003 917
FM Grant	0	547 345
Municipal Infrastructure Grant (MIG)	0	1 994 666
IMMIS	15 850	15 850
Fire Support Grant	1 214 708	6 090 276
Conditional Grant Disaster Management	2 750 000	1 664 072
Drought Relief Grant	217 670	217 670
Municipal Systems Improvement Grant	0	0
Transitional and Amalgamation Grant	474 038	474 038
5.2 Other Conditional Receipts	2 047 290	2 496 683
SETA Skills Development	508 125	286 706
Disaster Management Grant	592 348	1 228 960
Miscellaneous Receipts	946 817	981 017
Total Conditional Grants and Receipts	<u><u>6 719 556</u></u>	<u><u>13 500 600</u></u>
See Note 10 for reconciliation of grants from other spheres of government. These amounts are invested until utilized.		
6 VAT		
VAT Receivable	<u><u>3 213 160</u></u>	<u><u>1 693 233</u></u>
VAT is payable on the receipts basis. Only once payment is received from debtors is VAT paid over to SARS. The municipality claims back VAT on expenditure resulting in SARS being a debtor.		

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

7 PROPERTY, PLANT AND EQUIPMENT
30-Jun-09

Reconciliation of Carrying Value	Office Equipment	Land and Buildings	Other PPE	Total
	Leased			
	R		R	R
Carrying values at 1 July 2008	148 311	5 749 606	14 020 484	19 918 401
Cost	336 929	5 874 129	29 478 842	35 689 900
Correction of error (note 19)	-	-	-	-
Accumulated depreciation	188 618	124 524	15 458 358	15 771 499
Correction of error (note 19)	-	-	-	-
- Cost	188 618	124 524	15 458 358	15 771 499
- Revaluation	-	-	-	-
Acquisitions	15 041	-	15 587 032	15 602 073
Capital under Construction	-	-	-	-
Increases/decreases in revaluation	-	886 022	-	886 022
Depreciation	112 310	176 894	5 029 629	5 318 832
- based on cost	112 310	176 894	5 029 629	5 318 832
- Correction of error (note 19)	-	-	-	-
- based on revaluation	-	-	-	-
Carrying value of disposals	-	-	618 979	618 979
Cost/revaluation	-	-	2 097 429	2 097 429
Accumulated depreciation	-	-	1 478 450	1 478 450
Other movements	-	11 533	499 165	510 698
Cost	-	12 891	7 039 507	7 052 398
Accumulated depreciation	-	1 358	6 540 342	6 541 700
Carrying values at 30 June 2009	51 042	6 447 201	23 459 742	29 957 986
Cost	351 970	5 861 238	35 928 938	42 142 146
Revaluation	-	886 022	-	886 022
Accumulated depreciation	300 928	300 059	12 469 196	13 070 183
- Cost	300 928	300 059	12 469 196	13 070 183
- Revaluation	-	-	-	-

Reconciliation of Carrying Value	Office Equipment	Land and Buildings	Other PPE	Total
	Leased			
	R		R	R
Carrying values at 1 July 2007	260 621	3 233 802	12 149 758	15 644 181
Cost	-	3 234 328	23 544 199	26 778 527
Correction of error (note 19)	336 929	-	999 316	1 336 245
Revaluation	-	-	-	-
Accumulated depreciation	76 308	526	12 393 757	12 470 591
Correction of error (note 19)	-	(524 831)	(1 320 837)	(1 845 668)
- Cost	76 308	525 357	13 714 594	14 316 259
- Revaluation	-	-	-	-
Acquisitions	-	2 639 801	4 935 327	7 575 128
Capital under Construction	-	-	-	-
Increases/decreases in revaluation	-	-	-	-
Reclassification	-	-	-	-
Depreciation	112 310	123 998	3 064 601	3 300 909
- based on cost	112 310	123 998	3 064 601	3 300 909
- based on revaluation	-	-	-	-
Carrying value of disposals	-	-	-	-
Cost/revaluation	-	-	-	-
Accumulated depreciation	-	-	-	-
Impairment losses	-	-	-	-
Other movements	-	-	-	-
Carrying values at 30 June 2008	148 311	5 749 606	14 020 484	19 918 401
Cost	336 929	5 874 129	29 478 842	35 689 900
Revaluation	-	-	-	-
Accumulated depreciation	188 618	124 524	15 458 358	15 771 499
- Cost	188 618	124 524	15 458 358	15 771 499
- Revaluation	-	-	-	-

Refer to Appendix B for more detail on property, plant and equipment. The opening balance of Land and buildings and "Other PPE" has been allocated to more asset categories in Appendix B.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
8 LONG-TERM RECEIVABLES		
Car loans	0	35 340
Less : Current portion transferred to current receivables	0	35 340
Car loans	0	0
Less : Provision for Bad Debt	0	0
Total	0	0
Reconciliation of Bad Debt Provision		
Balance at beginning of year	0	0
Bad debt written off	0	0
Balance at end of year	0	0

CAR LOANS

Staff was entitled to car loans which attract interest at 8% per annum for Municipal Manager and 8.5% per annum for all other staff, which are repayable over a maximum period of 5 years. These loans are to be phased out over the next year as the Municipal Finance Management Act forbids such loans. All car loans were fully paid during the year.

	2009	2008
9 OTHER DEBTORS	R	R
Investment interest accrued	188 523	188 523
Expenses of staff and councillors: salary suspense	56 279	225 876
Morale Caterers	27 470	0
Deposits	48 178	48 178
Study loans to employees	1 900	33 348
Sundry Debtors: Vehicles sold	204 000	0
Sub Total	526 350	495 925
Less: Provision for bad debt	27 470	0
Total Other Debtors	498 880	495 925

	2009	2008
Reconciliation of the Bad Debt provision:-	R	R
Balance at the beginning of the year	0	0
Contribution to provision	27 470	0
Contribution of Gamap implementation (See note 30.9)	0	0
Bad Debt written off against provision	0	0
Reversal of provision and other	0	0
Balance at the end of the year	27 470	0

	2009	2008
10 CALL INVESTMENT DEPOSITS	R	R
Deposits (mature within 3 months)	0	11 378 636
The allocation of investments :-		
Unspent grants	0	0
Operating account	0	11 378 636
	0	11 378 636

11 BANK BALANCES AND CASH

The Municipality has the following main bank accounts: -

Current Account (Primary Bank Account)

ABSA, Rustenburg
 Account Number: 11-3150-0277

Cash book balance at beginning of year / (overdrawn)	100 601 870	58 745 774
Cash book balance at end of year / (overdrawn)	161 704 743	100 601 870
Bank statement balance at beginning of year / (overdrawn)	66 058 601	66 058 601
Bank statement balance at end of year / (overdrawn)	168 154 784	66 058 601

Savings Account

ABSA, Rustenburg, Account Number 90-8451-8967

Cash book balance	2 907	1 393
Bank statement balance	2 907	1 393
Cash on hand	2 000	2 000

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

12 GOVERNMENT GRANTS AND SUBSIDIES	2009	2008
	R	R
Equitable share	189 491 647	162 197 151
FM Grant	1 047 345	243 936
Disaster management fund	1 550 685	335 928
MIG Grants	1 994 666	0
DWAF Counter funding	0	518 263
Fire Grant	5 381 071	0
MSIG Grant		3 100 000
Drought Relief Grant		5 465
Transitional and Amalgamation Grant		3 600
Upgrading Fire Station	40 810	37 182
Integrated municipal management information system		40 275
Miscellaneous Receipts	34 200	0
Total Government Grant and Subsidies	<u>199 540 423</u>	<u>166 481 800</u>

12.1 Equitable Share

This unconditional grant is used as general revenue that is used to finance special projects and capital expenditure on behalf of local municipalities

12.2 Financial Management Grant

Balance unspent at beginning of year	547 345	541 281
Current year receipts	500 000	250 000
Conditions met - transferred to revenue	-1 047 345	-243 936
Conditions still to be met - transferred to liabilities (see note 3)	<u>0</u>	<u>547 345</u>

The conditions of the grant have been met. There was no delay or withholding of the subsidy

12.3 MIG Grant

Balance unspent at beginning of year	1 994 666	1 994 666
Current year receipts	0	0
Conditions met - transferred to revenue	-1 994 666	0
Conditions still to be met - transferred to liabilities (see note 3)	<u>0</u>	<u>1 994 666</u>

This grant was used for various projects that are not fixed assets of the Municipality. No funds have been withheld.

12.4 Transitional and Amalgamation Grant

Balance unspent at beginning of year	474 038	474 038
Current year receipts	0	0
Conditions met - transferred to revenue	0	0
Conditions still to be met - transferred to liabilities (see note 3)	<u>474 038</u>	<u>474 038</u>

The conditions of the grant have been met. There was no delay or withholding of the subsidy

12.5 Integrated municipal management information system

Balance unspent at beginning of year	15 850	19 450
Current year receipts	0	40 275
Conditions met - transferred to revenue	0	-43 875
Conditions still to be met - transferred to liabilities (see note 3)	<u>15 850</u>	<u>15 850</u>

The conditions of the grant have been met. There was no delay or withholding of the subsidy

12.6 Drought Relief Grant

Balance unspent at beginning of year	217 670	217 670
Current year receipts	0	0
Conditions met - transferred to revenue	0	0
Conditions still to be met - transferred to liabilities (see note 3)	<u>217 670</u>	<u>217 670</u>

The conditions of the grant have been met. There was no delay or withholding of the subsidy

12.7 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, 2009, no significant changes in the level of government grant funding are expected over the forthcoming three financial years. A RSC Levies Replacement Grant is included in the Equitable Share.

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 R	2008 R
13 OTHER INCOME		
Interest on vehicle and study loans	1 834	13 698
Eskom rebates	0	226 648
Retention money recognised as own income	0	318
Sale of tender documents	184 105	0
Miscellaneous revenue	13 432	61 000
	<u>199 372</u>	<u>301 664</u>

14 EMPLOYEE RELATED COSTS

Employee related costs - Salaries and Wages	32 674 995	27 765 469
Employee related costs - Contributions for UIF, pensions and medical aids	6 335 629	5 247 831
Travel and other allowances	4 818 388	3 319 890
Housing subsidy	532 820	460 155
Overtime payments	5 584 932	2 963 931
Performance bonus	375 780	0
Less: Employee costs capitalised to Property, Plant and Equipment	0	0
Less: Employee costs included in other expenses	0	0
Total Employee Related Costs	<u>50 322 543</u>	<u>39 757 276</u>

There were no advances to employees. Loans to employees are set out in note 7 and 8

Remuneration of the Municipal Manager

Annual Remuneration	858 100	695 528
Performance Bonuses		125 093
Car Allowance	180 000	180 000
Medical, pension fund and other allowances	68 000	18 000
Total	<u>1 106 100</u>	<u>1 018 621</u>

Remuneration of the Chief Finance Officer

Annual Remuneration	703 912	576 344
Performance Bonuses	79 120	98 328
Car Allowance	108 000	108 000
Medical, pension fund and other allowances	54 000	18 000
Total	<u>945 032</u>	<u>800 672</u>

Remuneration of Individual Executive Directors

	30-Jun-09	<u>Community Directorate</u>	<u>Corporate Directorate</u>	<u>LED Directorate</u>	<u>Technical Directorate</u>
		R	R	R	R
Annual Remuneration		738 120	504 330	433 670	732 245
Performance Bonuses			0	0	76 537
Car Allowance			98 813	104 930	60 000
Medical, pension fund and other allowances		34 500	13 000	49 878	31 500
Total		<u>772 620</u>	<u>616 142</u>	<u>588 478</u>	<u>900 282</u>

	30-Jun-08	<u>Community Directorate</u>	<u>Corporate Directorate</u>	<u>LED Directorate</u>	<u>Technical Directorate</u>
		R	R	R	R
Annual Remuneration		598 675	48 806	85 380	563 745
Performance Bonuses		83 814	0	0	89 844
Car Allowance		0	9 000	19 040	60 000
Medical, pension fund and other allowances		0	1 500	3 360	18 000
Total		<u>682 489</u>	<u>59 306</u>	<u>107 780</u>	<u>731 589</u>

	2009 R	2008 R
15 REMUNERATION OF COUNCILLORS		
Executive Mayor	520 146	514 039
Speaker	404 695	402 562
Councillors	5 565 362	4 848 087
Councillors' pension contribution	577 046	481 322
Total Councillors' Remuneration	<u>7 067 248</u>	<u>6 246 010</u>

In-kind Benefits

The Executive Mayor and Speaker are full-time. Each is provided with an office and secretarial support at the cost of the Council. The Mayor has use of a Council owned vehicle for official duties. The Executive Mayor has a full-time driver and bodyguard

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	R	R
16 INTEREST PAID		
Long-term liabilities: Finance Leases	23 908	41 422
Bank overdrafts	<u>0</u>	<u>0</u>
Total Interest on External Borrowings	<u>23 908</u>	<u>41 422</u>
17 GRANTS AND SUBSIDIES PAID		
Grant to Rustenburg Municipality	0	7 548 600
Grant to Kgetlengrivier Municipality	0	7 500 000
Grant to Moses Kotane Municipality	0	7 500 000
Grant to Madibeng Municipality	3 212 000	7 500 000
Grant to Moretele Municipality	10 190 300	20 000 000
Expenditure on regional facilities/special projects	51 382 620	42 626 361
Study loans converted to grants	20 949	4 000
Total Grants and Subsidies	<u>64 805 869</u>	<u>92 678 961</u>

The grants paid are in the form of special projects.

18 GENERAL EXPENSES

Included in general expenses is the following:-

General expenditure on operating budgets of departments	6 103 722	16 459 954
General expenditure from grants	2 718 900	529 432
Advertising costs	1 004 582	0
Rentals	1 845 875	0
Entertainment Costs	1 070 684	0
Audit and Audit Committee fees	1 127 855	0
Telephone Costs	2 089 536	0
Publications Communicatiopn News	1 271 255	0
Workshops/seminars registration fees ans travelling and subsistance	2 042 991	0
Insurance	1 284 639	0
Vehicle Fuel	1 447 484	0
Payment Security Guards	1 049 196	0
Other	<u>0</u>	<u>0</u>
	<u>23 056 719</u>	<u>16 989 386</u>

This note is to highlight specific expenditure included in General Expenses. It is disclosed in more detail in 2008/09 than in 2007//08

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

19 CORRECTION OF ERRORS	2009	2008
19.1 Correction of Error		
Financial lease of office machines not capitalised and depreciated according to IAS 17 and GAMAP 17 in 2006/07. It has been restated as follows:		
Increase long term liability		284 310
Increase current portion of long term liability		103 490
Increase Accumulated Surplus with redemption portion of instalment		52 618
Increase leased Property, plant and equipment		336 929
Increase accumulated depreciation of leased office machines		76 308
Decrease Accumulated Surplus with the depreciation on leased assets		-76 308
Net effect on Accumulated Surplus		<u>-23 690</u>
19.2 Correction of Error		
Adjustment of Long term liabilities. Current portion of long term liabilities understated resulting in long term liabilities to be overstated	R	R
Long Term Liabilities		10 668
Current portion of long term liabilities		10 668
Accumulated Surplus		0
Net effect on surplus/(deficit) for the year		<u>0</u>
19.3 Correction of Error		
Adjustment of PPE at cost and Accumulated Depreciation differences with Fixed Asset Register		
It has been restated as follows:		
Accumulated Depreciation		591 948
Property, plant and equipment at cost		591 948
Accumulated Surplus		0
Net effect on surplus/(deficit) for the year		<u>0</u>
19.4 Correction of Error		
Adjustment of VAT control accounts		
It has been restated as follows:		
VAT		1 621 266
Accumulated surplus		1 621 266
Net effect on surplus/deficit for the year		<u>0</u>
19.5 Correction of error		
Adjustment of PPE and depreciation calculations with compilation of Fixed Asset Register		
Property, plant and equipment recognised at fair value		407 368
Depreciation on Assets not previously recognised		-116 559
Correction of depreciation calculations in 2007 and 2008		1 552 252
Net effect on Accumulated Surplus		<u>1 843 061</u>
Summary Note 19		
Net effect on Accumulated Surplus		3 440 637
Net effect on surplus/(deficit) for year		0
20 CASH GENERATED BY OPERATIONS		
Surplus/(Deficit) for the year	65 914 138	20 940 951
Adjustment for:-		
Cash contributions from State		
Depreciation	5 318 832	4 244 947
Adjustment provisions		
Loss on disposal of property, plant and equipment	1 209 448	0
Contribution to bad debt provision	27 470	
Fair value adjustments	-2 758 260	0
Investment income	-16 768 438	-12 640 132
Interest paid	23 908	41 422
Operating surplus before working capital changes:	<u>52 967 099</u>	<u>12 587 188</u>
Increase in provisions	421 712	109 776
(Increase)/decrease in other debtors	-2 955	1 464 246
(Decrease)/increase in conditional grants and receipts	-6 781 044	5 920 744
(Decrease)/Increase in creditors	1 235 764	7 265 012
(decrease)/Increase in VAT	1 519 927	301 952
Cash generated by/(utilized in) operations	<u><u>49 360 503</u></u>	<u><u>27 648 918</u></u>

BOJANALA PLATINUM DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
21 CASH AND CASH EQUIVALENTS		
Cash and cash equivalents included in the cash flow statement comprise the following statement of amounts indicating financial position :		
Bank balances and cash	161 709 650	100 605 263
Call investment	0	11 378 636
Bank overdraft	0	0
Total cash and cash equivalents	161 709 650	111 983 899

22 UNAUTHORIZED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

	2009	2008
<u>22.1 Unauthorized expenditure</u>	R	R
Reconciliation of unauthorized expenditure		
Opening balance	0	0
Unauthorized expenditure current year	0	0
Approved by Council or condoned	0	0
Transfer to receivables for recovery (note 16)	0	0
Unauthorized expenditure awaiting authorization	<u>0</u>	<u>0</u>

22.2 Fruitless and wasteful expenditure

Reconciliation of fruitless and wasteful expenditure		
Opening balance	0	0
Fruitless and wasteful expenditure current year	0	0
Condoned or written off by Council	0	0
To be recovered – contingent asset (see note 40)	0	0
Fruitless and wasteful expenditure awaiting condonement	<u>0</u>	<u>0</u>

22.3 Irregular expenditure

Reconciliation of irregular expenditure		
Opening balance	0	0
Fruitless and wasteful expenditure current year	0	0
Condoned or written off by Council	0	0
Transfer to receivables for recovery – not condoned	0	0
Irregular expenditure awaiting condonement	<u>0</u>	<u>0</u>

23 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

23.1 Contributions to organized local government

Opening balance	0	0
Council subscriptions	265 819	238 706
Amount paid - current year	-265 819	-238 706
Amount paid - previous years	0	0
Balance unpaid (included in creditors)	<u>0</u>	<u>0</u>

23.2 Audit fees

Opening balance	0	0
Current year audit fee	1 095 227	949 234
Amount paid - current year	-1 095 227	-949 234
Amount paid - previous years	0	0
Balance unpaid (included in creditors)	<u>0</u>	<u>0</u>

23.3 VAT

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

23.4 PAYE and UIF

Opening balance	0	0
Current year payroll deductions	9 820 424	7 443 822
Amount paid - current year	-9 820 424	-7 443 822
Amount paid - previous years	0	0
Balance unpaid (included in creditors)	<u>0</u>	<u>0</u>

BOJANALA PLATINUM DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

24 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (CONTINUED)

24.1 Pension and Medical Aid Deductions

	2009	2008
	R	R
Opening balance		0
Current year payroll deductions and Council Contributions	11 100 811	9 538 347
Amount paid - current year	-11 100 811	-9 538 347
Amount paid - previous years	0	0
Balance unpaid (included in creditors)	0	0

24.2 Non-Compliance with Chapter 11 of the Municipal Finance Management Act

The Municipality did not deviate from the procurement policy and there was nothing reported to council in 2008/09

Service Provider and kind of goods or service	Motivation	Value
		R
None		

25 CAPITAL COMMITMENTS

	2009	2008
	R	R
Commitments in respect of capital expenditure:		
- Approved and contracted for	34 983 068	10 385 429
<i>Infrastructure</i>	34 983 068	10 385 429
<i>Community</i>	0	0
<i>Other</i>	0	0
- Approved but not yet contracted for	17 217 645	10 000 000
<i>Infrastructure</i>	17 217 645	10 000 000
<i>Community</i>	0	0
<i>Other</i>	0	0
Total	52 200 712	20 385 429

The expenditure will be financed from current revenue cash flows and grants.
 The expenditure is not recognised as Property, plant and equipment by the District Municipality as the assets are transferred to the local municipalities.
 These transfers are recognised as Grants Paid in the Statement of Financial Performance.

26 RETIREMENT BENEFIT INFORMATION

Contributions by Council in respect of Councillor and employees retirement funding have been expended in the year

BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

2009

2008

27 CONTINGENT LIABILITIES

27.1) Amalgamated Services are claiming R698513 from the municipality for extra work done on a water project. The amount is contested by the Municipality. Legal cost is estimated at R100 000.00 if the claim succeeds. Indications are that the case will be heard in November 2009.

27.2) There is an outstanding arbitration award to pay eight months salary to Mr Mpho Seromo. The amount is R283000. The award is currently on review at the Labour Court. No account as to legal costs incurred has been submitted.

28 CONTINGENT ASSETS

The municipality are claiming an amount of R500000 from Power House Utilities for a double payment in error for the purchase of a generator. The High Court case is pending. Legal cost of R80000.00 may be added but no account for legal costs has been submitted.

29 EVENTS AFTER THE REPORTING DATE

None

30 COMPARISON WITH THE BUDGET

The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexures E (1) and E (2)

31 FINANCE LEASE OBLIGATION

2009

2008

Minimum Lease Payments Due
 Within One Year
 In second and fifth year inclusive

66 860	144 911
<u>7 560</u>	63 259
74 420	208 170
<u>4 962</u>	<u>27 348</u>
<u>69 458</u>	<u>180 822</u>

Less future finance charges
 Present value of minimum lease payments

Present value of Lease Payments Due
 Within One Year
 In second and fifth year inclusive

62 665	122 975
<u>6 794</u>	<u>57 847</u>
<u>69 458</u>	<u>180 822</u>

The Gestetner lease is secured by office equipment under financial lease. The effective interest is 17.38% and is repayable in 36 equal installments of R12076 of which the first was paid in December 2006. The last installment will be payable in November 2009. (See Note 2)

The Technofin lease is secured by office equipment. The effective interest rate is 17.5% and is repayable in 36 equal installments of R540 of which the first was paid on 17 September 2009. The last installment will be paid in August 2011.

32 MINIMUM LEASE PAYMENTS: OPERATIONAL LEASE

2009
R

2008
R

Bojanala Platinum District Municipality leases office buildings in terms of an operating lease agreement starting on 1 July 1997. These lease agreement provides for payments per month with an escalation of 12% per year.

Future minimum lease payments
 The total future minimum lease payments are payable over the following periods:

Payments due within 12 months
 Payments due within 12 to 18 months
 Total

1 156 631	937 893
<u>584 375</u>	<u>744 636</u>
<u>1 741 006</u>	<u>1 682 529</u>

**BOJANALA PLATINUM DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

	2009	2008
--	------	------

33 AWARDS TO CLOSE FAMILY MEMBERS IN TERMS OF SECTION 45 OF

No transactions in 2007/08 and 2008/2009

34 RELATED PARTY TRANSACTIONS

Car Loans to employees (See Note 8 for more detail)	0	35 340
Study Loans to employees	1 900	33 348
PPE disposed off by awarding tenders to staff members	504 000	0

Assistance with the cost of personal studies is given. If successful with the Disposal of assets to staff members via the awarding of tenders

35 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMEN

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 honour 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, 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.

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:

	2009	2008
Fixed Deposit Investments	0	0
Long-term Receivables	0	0
Current portion of long-term debtors	0	35 340
Other Debtors	498 880	567 892
Short-term Investment Deposits	0	11 378 636
Bank and Cash Balances	161 709 650	100 605 263
Maximum Credit and Interest Risk Exposure	162 208 530	112 587 131

**APPENDIX B
BOJANALA PLATINUM DISTRICT MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2009**

	Cost/Revaluation				Accumulated Depreciation				Carrying Value	
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals		Closing Balance
Land and Buildings										
Buildings	5 874 129	886 022	-	(12 891)	6 747 261	124 523	176 894	(1 358)	300 059	6 447 202
	5 874 129	886 022	-	(12 891)	6 747 261	124 523	176 894	(1 358)	300 059	6 447 202
Other Assets										
Furniture & Fittings	2 815 416	725 989		(642 487)	2 898 918	1 388 502	284 918	(497 848)	1 175 571	1 723 346
Office Equipment	5 944 691	8 039 236		(1 013 593)	12 970 334	3 854 544	1 801 502	(1 035 616)	4 620 431	8 349 903
Security Equipment	1 000 683	-		(1 000 343)	340	418 017	200 069	(617 746)	340	-
Emergency equipment	1 041 243	491 019		(2 321)	1 529 941	157 268	190 629	(471)	347 425	1 182 516
Tented Camp (Game Parks)	2 616 390	-		(2 616 390)	-	2 616 390	-	(2 616 390)	-	-
Plant & Equipment	173 367	1 106		(171 130)	3 343	68 676	34 466	(102 533)	609	2 734
Vehicles	15 887 052	6 329 681		(3 598 578)	18 618 156	6 954 962	2 518 045	(3 056 093)	6 416 915	12 201 241
	29 478 842	15 587 032	-	(9 044 842)	36 021 032	15 458 359	5 029 629	(7 926 698)	12 561 291	23 459 741
Total Own Assets	35 352 971	16 473 054	-	(9 057 733)	42 768 292	15 582 882	5 206 523	(7 928 055)	12 861 349	29 906 943
Leased Assets										
Office Equipment	336 929	15 041	-	-	351 970	188 618	112 310	-	300 927	51 043
Total Leased assets	336 929	15 041	-	-	351 970	188 618	112 310	-	300 927	51 043
Total All Assets	35 689 900	16 488 095	-	(9 057 733)	43 120 262	15 771 500	5 318 832	(7 928 055)	13 162 277	29 957 986

No segmental analysis of Property, plant and equipment has been prepared

APPENDIX E(1)

BOJANALA PLATINUM DISTRICT MUNICIPALITY: ACTUAL VERSUS BUDGET (REVENUE AND EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2009

	2009 Actual (R)	2009 Budget (R)	2009 Variance (R)	2009 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
REVENUE					
Regional Services Levies	1 880	0	1 880	-100%	Not budgeted
Regional Services Levies	379 102	0	379 102	-100%	Not budgeted
Rental of facilities and equipment	0	0	0		Not budgeted
Interest earned - external investments	16 768 438	7 500 000	9 268 438	124%	Beter than anticipated cash flows
Interest earned - outstanding debtors	0	0	0		Not budgeted
Government grants and subsidies	199 540 423	210 564 118	-11 023 695	-5%	Dependent on grant projects
Other income	199 372	0	199 372	-100%	Not budgeted
Gains on disposal of property, plant and equipment	0	0	0	0%	
Total Revenue	216 889 215	169 230 636	47 658 579	28%	Budget structure not fully GRAP compliant. AFS comply.
EXPENDITURE					
Employee related costs	50 322 543	51 003 948	-681 405	-1%	
Remuneration of Councillors	7 067 248	6 984 080	83 168	1%	
Bad debts	27 470	0	27 470	-100%	Not budgeted
Depreciation	5 318 832		5 318 832	-100%	Not budgeted for
Repairs and maintenance	1 901 299	2 609 530	-708 231	-27%	All infrastructure assets transferred to municipalities
Grants and subsidies paid	64 805 869	143 554 844	-78 748 975	-55%	Different treatment of grants under GRAP
General expenses - other	23 056 719	29 162 451	-6 105 732	-21%	Expenditure from grants not budgeted for
Total Expenditure	152 523 888	233 314 853	-80 790 965	-35%	Budget not fully GRAP compliant
Net Gains and losses	1 548 812	0	1 548 812	-100%	Not budgeted
NET SURPLUS/(DEFICIT) FOR THE YEAR	65 914 138	-64 084 217	129 998 355	-203%	Budget structure not fully GRAP compliant. AFS comply.

APPENDIX E(2)

BOJANALA PLATINUM DISTRICT MUNICIPALITY: ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2009

	2009 Actual	2009 Under Construction	2009 Total Additions	2009 Budget	2009 Variance	2009 Variance	Explanation of Significant Variances greater than 5% versus Budget
	R	R	R	R	R	%	
Land and Buildings							
Buildings	886 022	0	886 022	0	886 022	-100%	Revaluation of land and buildings:Reserve
	886 022	0	886 022	0	886 022	-100%	
Other Assets							
Furniture & Fittings	725 989	0	725 989	775 000	-49 011	-6%	Budget not sufficient
Office Equipment	8 039 236	0	8 039 236	6 618 000	1 421 236	21%	Reclassification of assets per category
Emergency equipment	491 019	0	491 019	50 000	441 019	882%	Reclassification of assets per category
Plant & Equipment	1 106	0	1 106	0	1 106	-100%	Reclassification of assets per category
Vehicles	6 329 681	0	6 329 681	808 250	5 521 431	683%	Expenditure from grants not budgeted
	15 587 032	0	15 587 032	8 251 250	7 335 782	89%	
Total Additions: Own Assets	16 473 054	0	16 473 054	8 251 250	8 221 804	100%	

**APPENDIX F
BOJANALA PLATINUM DISTRICT MUNICIPALITY
DISCLOSURE OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003**

Grants and Subsidies received: 2008/2009

Name of Grants	Name of organ of state or municipal entity	Total Receipts for the Year	Total Expenditure for the Year	Delay \ withheld	Gazette amount Municipal year	Reason for delay/ withholding of funds	Did your municipality comply with the grant conditions in terms of grant framework in the latest Division of Revenue Act	Reason for non-compliance
		Total	Total	Total	Total			
Equitable Share	DPLG	189 491 647	189 491 647	0	189 491 647	None	Not Applicable	None
Financial Management Grant	National Treasury	500 000	1 047 345	0	500 000	None	Yes	None
Systems Improvement Grant	DPLG	0	0	0	0	None	Yes	None
IMMIS	Provincial	0	0	0	0	None	Yes	None
MIG Grant	DPLG	0	1 994 666	0	0	None	Yes	None
Fire Support Grant	Provincial	546 313	5 381 071	0	0	None	Yes	None
Upgrading Fire Stations Grant	Provincial	0	40 810	0	0	None	Yes	None
Drought Relief Grant	DWARF	0	0	0	0	None	Yes	None
DMSP Grant	Provincial	0	0	0	0	None	Yes	None
Transitional and Amalgamation Grant	National Treasury	0	0	0	0	None	Yes	None
Disaster Management Grant	Provincial	2 000 000	1 550 684	0	0	None	Yes	None
Miscellaneous Receipts	Diverse	221 419	34 200	0	0	None	Yes	None
		192 759 379	199 540 423	0	189 991 647			

Equitable Share shown as expended in order that total grant expenditure recognised as revenue balance with Note 12