

ALFRED NZO DISTRICT MUNICIPALITY

**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 30 JUNE 2009**

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**ALFRED NZO DISTRICT MUNICIPALITY
GENERAL INFORMATION TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

<u>Executive Mayor:</u>	01/07/08 to 30/06/09 G. G. Mpumza
<u>Speaker:</u>	N. Goya
<u>Mayoral Committee:</u>	L. Tshiki M. Nyamakazi V. N. Mdingazwe
<u>Grade of District Municipality:</u>	Grade 3
<u>Auditors:</u>	The Office of the Auditor General
<u>Bankers:</u>	First National Bank Limited – Mount Frere
<u>Registered Office:</u>	Physical Address: Erf 1400 Ntsizwa Street Mount Ayliff Postal Address: Private Bag X511 Mount Ayliff 4735
<u>Acting Municipal Manager/Accounting Officer:</u>	T. Tubane

**ALFRED NZO DISTRICT MUNICIPALITY
GENERAL INFORMATION TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

01/07/08 to 30/06/09

Chief Financial Officer:

M. Mkatu

Councillors:

L. L. Nqasha
M. Hlanekela
X. Jona
C. M. Lebenya
K. Magaya
N. A. Magadla
B. N. Maome
M. Makaula
N. Mbele
P. Mbuto
W. B. Mfulana
V. V. Mhlala
N. Mpanda
L. S. Mtshoniswa
M. V. Nkqayi
M. M. Notshele
M. M. Popokhane
F. Nxuseka
Z. Sisilana
Z. Garane

APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

ACTING MUNICIPAL MANAGER

CHIEF FINANCIAL OFFICER

**ALFRED NZO DISTRICT MUNICIPALITY
REPORT OF THE AUDITOR-GENERAL**

ALFRED NZO DISTRICT MUNICIPALITY REPORT OF THE CHIEF FINANCIAL OFFICER FOR THE YEAR ENDED 30 JUNE 2009

	2009 R	2008 R
1. <u>OPERATING RESULTS</u>		
Accumulated (deficit)/surplus at the beginning of the year	4 7 638 540	(19 069 156)
Current year surplus/(deficit)	(20 139 040)	33 387 262
Appropriation for the year	(37 010 885)	33 320 434
Accumulated (surplus)/deficit at the end of the year	(9 511 385)	47,638,540
<u>Comment on current year surplus</u>		
2. <u>TRUST FUNDS AND RESERVES</u>		
Trust funds at the end of the financial year amounted to	40 520 474	26,387,867
<i>This indicates that all trust funds received were not utilised.</i>		
3. <u>CAPITAL EXPENDITURE</u>		
Capital Expenditure during the year	139 683 595	0
Total Fixed Assets Acquired	139 683 595	0

**ALFRED NZO DISTRICT MUNICIPALITY
REPORT OF THE CHIEF FINANCIAL OFFICER
FOR THE YEAR ENDED 30 JUNE 2009**

	2009 R	2008 R
4. <u>INVESTMENTS AND CASH</u>		
Call Deposits	72 537 504	12 583 323
Long-term Investment with Investec	13 675 287	13 804 544
Closing balance at financial year end	<u>86 212 791</u>	<u>26 387 867</u>
5. <u>LONG TERM DEBTORS</u>		
Long term debtors balance at the end of the financial year is:	<u>760 565</u>	<u>719 156</u>
This relates to car loans still paid off by employees.		
6. <u>ACCOUNTS RECEIVABLE</u>		
Accounts receivable balance at the end of the year is:	<u>41 001 409</u>	<u>27 788 261</u>
7. <u>LONG TERM LIABILITIES</u>		
The balance at year end is:	<u>28 285 905</u>	<u>25 253 216</u>

8. GOING CONCERN

The Alfred Nzo District Municipality has the financial backing of both National and Provincial Treasury Department and hence the risk of losing its status as a going concern is low.

9. MIG GRANT USAGE

During the current financial year, the Municipal Infrastructure Grant to the tune of R28 million was utilised for purposes other than it was intended for. Measures are in place to rectify this shortfall.

10. APPRECIATION

I would like to thank the Executive Mayor, Finance Political Head, Members of the Mayoral Committee Councillors, Municipal Manager, Department of Heads of Alfred Nzo District Municipality for the support that they have given to me during the financial year.

Chief Financial Officer

Date

ALFRED NZO DISTRICT MUNICIPALITY
ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2009

1. Basis of Preparation

The Annual Financial Statements are prepared in accordance with standards laid down by the Institute of Municipal Treasurers and Accountants (now known as IMFO) in its Code of Accounting Practice (1997) and Report on Published Annual Financial Statements (Second Edition: January 1996).

In terms of General Notices 991 and 992 of 2005 issued in Government Gazette 28095, the Municipality should have prepared the Annual Financial Statements in terms of Statements of Generally Recognised Accounting Practices (GRAP).

The Annual Financial Statements are prepared on a historical basis. The following are the principal accounting policy directives by the district municipality which are consistent with those of the previous year, except if otherwise indicated.

1.1 Revenue Recognition

Revenue is recognised in the financial statements when measurable and available to finance operations and is matched with expenditure to comply with the accrual basis of accounting.

The Municipality recognises water and other services on usage based on the accrual basis of accounting.

Grants are recognised on a cash basis as received from Government Departments.

1.2 Property, Plant and Equipment

Property, Plant and Equipment is stated at historical cost or at valuation (based on the market price at the date of acquisition), where assets have been acquired by grant or donation, while they are in existence and fit for use, except in the case of bulk assets which are written off at the end of their estimated useful life as determined by the council.

1.3 Depreciation

The balance shown against the heading "Loans Redeemed and Other Capital Receipts" in the note to the balance sheet is a 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 the following two sources of finance:

- Appropriation from income – Where the full cost of the asset forms an immediate and direct charge against the operating income, it is unnecessary to make an additional depreciation provision; and
- Grant or donation – The amount representing the value of such grant or donation is immediately credited to the "Loans Redeemed and Other Capital Receipts" account.

1.4 Financing of Property, Plant and Equipment

Fixed assets are financed from different sources, including loans, operating income, endowments and internal advances. Interest is raised as per the agreement for finance obtained.

ALFRED NZO DISTRICT MUNICIPALITY
ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2009

2. Employee benefits

Defined Contribution Plan

Alfred Nzo District Municipality employees and Councillors contribute to a Provident Fund and Pension Fund respectively. These funds are defined contribution plans in terms of the Pension Fund Act of 1965. Contributions to a defined contribution plan in respect of service in a particular period are recognised as an expense in that period.

3. Investments

Investments are stated at the lower of cost or market valuation and are written down only where there is a permanent impairment in value.

4. Provisions

Provisions are recognised when the District Municipality has a present legal or constructive obligation as a result of past events where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

5. Inventory

Consumable stores are stated at cost or net realizable value.

Cost of inventory comprises all cost of purchase and other cost incurred in bringing the inventory to its present location and condition.

**ALFRED NZO DISTRICT MUNICIPALITY
BALANCE SHEET AT 30 JUNE 2009**

	Note	2009 R	2008 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES		40 520 474	26 387 867
Trust Funds	1	40 520 474	26 387 867
ACCUMULATED SURPLUS/(DEFICIT)	13	(9 511 385)	47 638 540
LONG TERM LIABILITIES	2	27 513 163	24 591 037
TOTAL CAPITAL EMPLOYED		58 522 252	98 617 444
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	3	1 219 989	-
LONG-TERM DEBTORS	5	152 113	-
INVESTMENTS	4	13 675 287	13 804 544
		15 047 389	13 804 544
NET CURRENT ASSETS/LIABILITIES		43 474 863	84 812 900
CURRENT ASSETS		128 189 191	101 076 280
Inventory	8	4 133 463	-
Debtors	6	35 183 294	27 788 261
Short Term Investments	4	72 537 504	12 583 323
Short-term portion of long-term debtors		608 452	719 156
Bank		15 725 478	59 985 540
Cash		1 000	-
CURRENT LIABILITIES		84 714 328	16 263 380
Provisions	7	5 630 878	2 809 703
Creditors	9	78 310 708	12 791 498
Short term portion of long term liabilities	2	772 742	662 179
TOTAL EMPLOYMENT OF CAPITAL		58 522 252	98 617 444

**ALFRED NZO DISTRICT MUNICIPALITY
INCOME STATEMENT FOR THE YEAR ENDED
30 JUNE 2009**

2008 Actual Income	2008 Actual Expen- diture	2008 Surplus/ (Deficit)		2009 Actual Income	2009 Actual Expen- Diture	2009 Surplus/ (Deficit)	2009 Budget Surplus/ (Deficit)
R	R	R		R	R	R	R
108 209 610	74 822 349	33 387 262	RATES AND GENERAL SERVICES	83 931 817	111 141 005	(27 209 188)	41 600 387
108 209 610	74 822 349	33 387 262	Community Services	83 931 817	111 141 005	(27 209 188)	41 600 387
-	-	-	Subsidised Services	-	-	-	-
-	-	-	TRADING SERVICES	7 094 020	23 872	7 070 148	-
<u>108 209 610</u>	<u>74 822 349</u>	<u>33 387 262</u>	TOTAL	<u>91 025 837</u>	<u>111 164 877</u>	<u>(20 139 040)</u>	<u>41 600 387</u>
		33 320 434	Appropriations, for the year (Refer to note 13)			(37 010 885)	
		<u>66 707 696</u>	Net surplus/(deficit) for the year			<u>(57 149 925)</u>	
		(19 069 156)	Accumulated surplus/(deficit) at beginning of the year			47 638 540	
		<u>47 638 540</u>	ACCUMULATED SURPLUS/(DEFICIT) AT THE END OF THE YEAR			<u>(9 511 385)</u>	

**ALFRED NZO DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR
ENDED 30 JUNE 2009**

	Note	2009	2008
		R	R
CASH RETAINED FROM OPERATING ACTIVITIES			
Cash generated by operations	14	(32 350 875)	41 426 889
Investment income	12	3 345 191	-
Increase/(Decrease) in working capital	15	48 131 190	(19 155 208)
		<u>19 125 506</u>	<u>22 271 681</u>
Less: External Interest Paid	12	(2 301 548)	-
Cash available from operations		<u>16 823 958</u>	<u>22 271 681</u>
Cash Contributions from the Public and State Appropriations		135 392 810	-
			8 039 627
CASH UTILISED IN INVESTING ACTIVITIES			
Net Proceeds on Disposal of Fixed Assets		-	-
Proceeds from land sales		-	-
Capital expenditure		(139 683 596)	-
NET CASH FLOW		<u>12 533 172</u>	<u>30 311 308</u>
CASH EFFECTS OF FINANCING ACTIVITIES:			
(Increase)/Decrease in cash investments	16	(59 824 924)	3 671 131
(Increase)/Decrease in bank and cash on hand	17	44 259 063	-
Increase in long term liabilities	18	3 032 689	3 433 974
Decrease in Trust Funds		-	(49 694 466)
Decrease in long term debtors		-	1 230 135
NET CASH (UTILISED)		<u>(12 533 172)</u>	<u>(41 359 225)</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

	2009	2008
	R	R
1. TRUST FUNDS		
ANDM Plant Account	211 091	211 091
Bucket Eradication	467 965	42 736
Capital Projects	23 973	8 380
CDW	318 781	5 463
Council Allowance	30 898	30 898
Department of Transport	22 656	60 251
Disaster Management	1 326 136	1 537 353
DWAF Capital	3 054 293	73 213
DWAF Sanitation	281 221	65 560
HIV/Aids	88	9 262
IEC	3 686 847	3 672
Investec	13 798 480	12 490 841
Local Economic Development	219 646	120 383
MIG	15 392 254	10 557 979
Municipal Support Grant	3 701	3 374
MSP	354 667	2 591
Reserve Fund	877 072	877 072
Rural Housing Development	8 927	191 925
Sports and Recreation	8 137	8 505
Maluti Township	349 665	3 344
EQS Vote 2	12 311	12 311
EQS Vote 3	5 237	5 237
EQS Vote 4	30 283	30 283
EQS Vote 5	11 651	11 651
EQS Vote 6	14 253	14 253
EQS Vote 7	10 241	10 241
 (Refer to Appendix A for more detail)	 40 520 474	 26 387 867

2. LONG TERM LIABILITIES

Registered Stock	-	-
Long Term Loans	-	-
Annuity Loans	28 285 905	25 253 216
	28 285 905	25 253 216
Less: Current portion transferred to Current Liabilities	772 742	662 179
	27 513 163	24 591 037

Refer to Appendix B for more information on long term liabilities.

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009 (continued)

	2009 R	2008 R
3. FIXED ASSETS		
Fixed assets at the beginning of the year	266 037 016	266 037 015
Capital expenditure during the year	139 683 595	-
<i>Less</i> : Assets written off, transferred or disposed of during the year	-	-
Total fixed assets	<u>405 720 611</u>	<u>266 037 015</u>
<i>Less</i> : Loans redeemed and other capital receipts	<u>404 500 622</u>	<u>266 037 015</u>
Net fixed assets	<u>1 219 989</u>	<u>-</u>

(Refer to Appendix C for more details on fixed assets)

4. INVESTMENTS		
Listed		
Listed	<u>-</u>	<u>-</u>
	-	-
Unlisted		
Long-term deposits	<u>-</u>	<u>-</u>
Total Long-term Investments	13 675 287	13 804 544
Total Short-term Investments	<u>72 537 504</u>	<u>12 583 323</u>
Total Investments	<u>86 212 791</u>	<u>26 387 867</u>
Market value of listed investments and management's valuation of unlisted investments	86 212 791	26 387 867
Listed Investments	-	-
Unlisted Investments	86 212 791	26 387 867

Investment income is brought to account when received or accrued.

No investments have been written off during the year.

Investment details as at 30 June:

First National Bank Short Term Investments	72 537 504	-
Investec Bank	<u>13 675 287</u>	<u>-</u>
	<u>86 212 791</u>	<u>-</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009 (continued)

	2009	2008
	R	R
5. LONG TERM DEBTORS		
Staff Loans	760 565	719 156
	<u>760 565</u>	<u>719 156</u>
<u>Less:</u> Short-term portion of long-term debtors transferred to current assets	608 452	719 156
	<u>152 113</u>	<u>-</u>
6. DEBTORS		
South African Revenue Service (VAT)	26 441 136	27 788 261
Accrued Interest	14 986	-
Consumer Debtors	14 545 287	-
	<u>41 001 409</u>	<u>27 788 261</u>
Less: Provision for bad debts	5 818 115	-
	<u>35 183 294</u>	<u>27 788 261</u>
No consumer debtors were written off in 2008/09.		
Consumer Debtors Ageing:		
Current	577 094	-
30 Days	492 125	-
60 Days	590 158	-
90 Days	1 069 050	-
120 Days+	11 816 860	-
	<u>14 545 287</u>	<u>-</u>
7. PROVISIONS		
Audit fees	2 675 988	-
Leave Pay	2 954 890	2 809 704
	<u>5 630 878</u>	<u>2 809 704</u>
8. INVENTORY		
All materials purchases are charged out to the department that they will be utilized in.	4 133 463	-
	<u>4 133 463</u>	<u>-</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009(continued)

	2009	2008
	R	R
9. CREDITORS		
Trade Creditors	12 321 061	12 492 868
Accruals	-	298 630
Payments in Advance	56 609 668	-
Salaries	6 859 603	-
DBSA Loan	1 383 061	-
Other Creditors	1 137 315	-
	<u>78 310 708</u>	<u>12 791 498</u>
10. COUNCILLORS' AND SENIOR MANAGEMENT REMUNERATION		
Councillors' Remuneration:		
Mayor's Allowance	452 930	467 296
Speaker's Allowance	346 919	373 836
Executive Committee Members' Allowances	1 022 580	1 401 888
Councillors' Allowances	803 442	875 328
	<u>2 625 871</u>	<u>3 118 348</u>
Remuneration Senior Management:		
Municipal Manager	346 173	627 463
Chief Financial Officer	510 779	577 764
Corporate Executive Manager: Community Services	318 576	381 801
Corporate Executive Manager: Engineering Services	648 192	628 146
Executive Manager: Corporate Services	636 203	571 627
Executive Manager: Development Centre	563 729	393 986
Manager: Intergrated Development Planning	-	329 673
Manager: Project Unit	-	510 861
	<u>3 023 652</u>	<u>4 021 321</u>
The above figures include the basic salaries and all the other benefits payable. Councillor allowances are within the upper limits as prescribed by the Public Office Bearers Act No. 20 of 1998.		
11. AUDITORS' REMUNERATION		
Audit fees - Current Year	2 675 988	-
- (Over)/Underprovision prior years	-	-
	<u>2 675 988</u>	<u>-</u>
12. FINANCE TRANSACTIONS		
Total external interest earned and paid:		
Interest earned	3 345 191	-
Interest paid	<u>2 301 548</u>	<u>-</u>
Capital Charges debited to operating account:		
Interest:		
- External	2 301 548	-
Redemption:		
- External	787 741	-
	<u>3 089 289</u>	<u>-</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009(continued)

	2009	2008
	R	R
13. APPROPRIATIONS		
Appropriation account:		
Accumulated Surplus at the beginning of the year	47 638 540	(19 069 156)
Operating surplus/(deficit) for the year	(20 139 040)	33 387 262
	<u>27 499 500</u>	<u>14 318 106</u>
Prior year adjustments:	(37 010 885)	33 320 434
Correction of prior year audit amounts	-	33 320 434
Adjustment Bank Balances	(11 014 193)	-
Prior Year Billing	8 051 984	-
Car Loans Adjustments	60 590	-
Prior Year Plant Hire	711 835	-
Prior Year Accruals	12 791 498	-
Adjustment Investments	(118 460)	-
Adjustment Salaries	(841 858)	-
Prior Year MIG	(27 058 000)	-
Prior Year Grant Funds	(16 068 315)	-
Prior Year Audit Fee	(3 518 003)	-
Sundries	(7 963)	-
	<u>(9 511 385)</u>	<u>47 638 540</u>
Operating Account:		
Capital Expenditure	<u>2 283 056</u>	-
Contributions to:		
Audit Fee Provision	2 675 988	-
Leave Pay Provision	145 186	-
Bad Debts Provision	5 818 115	-
	<u>8 639 289</u>	<u>-</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009 (continued)

	2009	2008
	R	R
14. CASH GENERATED BY OPERATIONS		
Surplus/(Deficit) for the year	(20 139 040)	33 387 262
Adjustments in respect of:		
Previous years' operating transactions	(37 010 885)	8 039 627
Appropriations charged against income	10 922 345	-
Capital Expenditure	2 283 056	-
Provisions and Reserves	8 639 289	-
Investment Income credited to the operating account	(3 345 191)	-
Capital Charges:		
Interest Paid:		
- External Loans	2 301 548	-
Redemption:		
- External Loans	787 741	-
Non-operating Expenditure:		
Expenditure charged against:		
- Provisions and Reserves	(123 490 948)	-
Non-operating Income:		
Income charged against:		
- Provisions and Reserves	137 623 555	-
	<u>(32 350 875)</u>	<u>41 426 889</u>
15. INCREASE/(DECREASE) IN WORKING CAPITAL		
(Increase) in Debtors	(13 254 557)	(4 868 571)
Increase/(Decrease) in Creditors	65 519 210	(14 580 486)
(Increase) in Inventory	(4 133 463)	293 848
	<u>48 131 190</u>	<u>(19 155 208)</u>
16. (INCREASE) IN CASH INVESTMENTS		
Investments made	231 854 058	-
Investments realized	172 029 134	-
	<u>(59 824 924)</u>	<u>-</u>

ALFRED NZO DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009 (continued)

	2009	2008
	R	R
17. (INCREASE)/DECREASE IN CASH AND BANK		
Cash and bank balance at the beginning of the year	59 985 541	59 985 541
Less: Cash and bank balance at the end of the year	15 726 478	59 985 541
	<u>44 259 063</u>	<u>-</u>
Bank Account details as at 30 June:		
First National Bank - Cheque Account - Primary Bank Account	16 501 242	20 998 637
First National Bank - Cheque Account – Water Bank Account	161 648	274 158
First National Bank - Cheque Account – Project Bank Account	18 433	37 621 374
First National Bank - Cheque Account – Zone Centre Bank Account	123 519	1 057 438
Cash floats and advances	1 000	33 935
18. INCREASE IN LONG TERM LIABILITIES		
Loans Raised	3 717 642	3 954 871
Loans Repaid	684 953	-
	<u>3 032 689</u>	<u>3 954 871</u>
19. CONTINGENT LIABILITIES AND CONTRACTUAL OBLIGATIONS		
There are nine possible claims against the Municipality totaling approximately R2 578 067. The only claim above R100 000 is for the non payment for services rendered and the possible claim is R1 914 259.		-
20. RETIREMENT/MEDICAL AID BENEFITS		
Pension – Council Contributions	2 407 809	-
Medical Aid – Council Contributions	1 019 450	-
21. RELATED PARTIES		
Nil		

ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX A
FUNDS, RESERVES AND PROVISIONS

	Balance at 01/07/08	Contribu- tions during the Year	Interest on investments	Other income	Operating Expenditure during the year	Capital Expenditure during the year	Balance at 30/06/09
TRUST FUNDS							
ANDM Plant Account	211 091	-	-	-	-	-	211 091
Bucket Eradication	42 736	-	-	425 229	-	-	467 965
Capital Projects	8 380	-	-	165 957	150 364	-	23 973
CDW	5 463	-	-	515 818	202 500	-	318 781
Council Allowance	30 898	-	-	-	-	-	30 898
Department of Transport	60 251	-	-	93 737	131 332	-	22 656
Disaster Management	1 537 353	-	-	1 117 438	1 328 655	-	1 326 136
DWAF Capital	73 213	-	-	4 917 603	1 936 523	-	3 054 293
DWAF Sanitation	65 560	-	-	610 826	395 165	-	281 221
HIV/Aids	9 262	-	-	-	9 174	-	88
IEC	3 672	-	-	3 971 111	287 936	-	3 686 847
Investec	12 490 841	-	1 307 639	-	-	-	13 798 480
Local Economic Development	120 383	-	-	14 162 330	14 063 067	-	219 646
MIG	10 557 979	-	-	104 478 056	99 643 781	-	15 392 254
Municipal Support Grant	3 374	-	-	327	-	-	3 701
MSP	2 591	-	-	352 444	368	-	354 667
Reserve Fund	877 072	-	-	-	-	-	877 072
Rural Housing Development	191 925	-	-	4 888 070	5 071 068	-	8 927
Sports and Recreation	8 505	-	-	-	368	-	8 137
EQS Vote 1	3 344	-	-	616 969	270 648	-	349 665
EQS Vote 2	12 311	-	-	-	-	-	12 311
EQS Vote 3	5 237	-	-	-	-	-	5 237
EQS Vote 4	30 283	-	-	-	-	-	30 283
EQS Vote 5	11 651	-	-	-	-	-	11 651
EQS Vote 6	14 253	-	-	-	-	-	14 253
EQS Vote 7	10 241	-	-	-	-	-	10 241
(Refer Note 2)	26 387 869	-	1 307 639	136 315 915	123 490 949	-	40 520 474
PROVISIONS							
Audit Fees	-	2 675 988	-	-	-	-	2 675 988
Leave Pay	2 809 704	145 186	-	-	-	-	2 954 890
	2 809 704	2 821 174	-	-	-	-	5 630 878

ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX B
EXTERNAL LOANS AND INTERNAL ADVANCES

EXTERNAL LOANS	Loan No.	Int. Rate	Redeemable	Balance at 01/07/08	Received during the year	Redeemed or written off during the year	Balance at 30/06/09
				R	R	R	R
Long Term Loans							
Development Bank of SA (R12 026 793)	100971	11.47	31/03/2025	11 716 063	1 007 242(A)	116 335 96 993(A)	12 509 977
Development Bank of SA (R9 848 997)	102129	11.47	31/03/2025	13 462 593	2 187 638 522 762(A)	231 309 165 756(A)	15 775 928
Wesbank (R392 084)	85008027 305	10.94	01/12/2008	74 560	-	74 560	-
TOTAL				25 253 216	2 187 638 1 530 004(A)	422 204 262 749(A)	28 285 905

ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX C
ANALYSIS OF FIXED ASSETS

Expenditure 2008	Service	Budget 2009	Balance at 01/07/08	Expenditure 2008	Redeemed transferred or written off during the year	Balance at 30/06/09
R		R	R	R	R	R
	RATES AND GENERAL SERVICES					
	COMMUNITY SERVICES	175 172 400	265 976 308	131 631 762	-	397 608 071
-	Speaker	-	121 165	-	-	121 165
-	Mayor	-	31 528 021	35 185	-	31 563 206
-	Municipal Manager	-	266 597	1 070 504	-	1 337 101
-	Pimms	2 635 000	110 167	-	-	110 167
-	Disaster Management	2 045 000	7 437 253	29 970	-	7 467 223
-	Financial Services	4 013 260	512 343	-	-	512 343
-	Roads and street works	16 837 516	-	-	-	-
-	Infrastructure Development	108 583 100	211 326 246	128 367 561	-	339 693 807
-	Security	-	-	-	-	-
-	Economic Development and Spatial Planning	6 612 000	13 817 163	641 188	-	14 458 351
-	Corporate Services and Human Resources	1 343 400	356 381	854 248	-	1 210 629
-	Social Development	33 103 124	149 460	96 990	-	246 450
-	Communication	-	-	-	-	-
-	Information Technology	-	351 513	536 116	-	887 629
	SUBSIDISED SERVICES	-	60 707	-	-	60 707
-	Internal Auditor	-	60 707	-	-	60 707
	TRADING SERVICES	6 539 000	-	8 051 833	-	8 051 833
-	Water	6 539 000	-	8 051 833	-	8 051 833
-	TOTAL FIXED ASSETS	181 711 400	266 037 016	139 683 595	-	405 720 611
	LESS: LOANS REDEEMED AND OTHER CAPITAL RECEIPTS		266 037 016	138 463 606	-	404 500 622
	Contributions from Revenue		-	2 283 056	-	2 283 056
	Loans Redeemed		-	787 741	-	787 741
	Grants and Subsidies		266 037 016	135 392 809	-	401 429 825
	NET FIXED ASSETS		-	1 219 989	-	1 219 989

ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX D
ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2009

Actual 2008 R		Actual 2009 R	Budget 2009 R
INCOME			
107 158 734	Grants and Subsidies	80 463 069	97 810 000
-	Water and Sewerage Service Charges	7 094 020	11 812 285
-	Interest on Investments	2 037 552	2 300 000
1 050 876	Other Income	1 431 196	177 079
<u>108 209 610</u>		<u>91 025 837</u>	<u>112 099 364</u>
EXPENDITURE			
42 137 100	Salaries, wages and allowances	62 679 562	52 863 102
30 496 989	General Expenses	33 806 630	14 104 717
1 232 349	Repairs and Maintenance	667 050	1 260 178
-	Capital Charges	3 089 290	-
888 655	Contributions to Fixed Assets	2 283 056	1 633 512
67 255	Contributions	8 639 289	637 468
<u>74 822 349</u>		<u>111 164 877</u>	<u>70 498 977</u>

ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX E
DETAILED INCOME STATEMENT FOR THE YEAR ENDED
30 JUNE 2009

2008 Actual Income	2008 Actual Expenditure	2008 Surplus/ (Deficit)		2009 Actual Income	2009 Actual Expenditure	2009 Surplus/ (Deficit)	2009 Budget Surplus/ (Deficit)
R	R	R		R	R	R	R
108 209 610	74 273 239	32 838 152	RATES AND GENERAL SERVICES	83 931 817	111 141 005	(27 209 188)	41 600 387
108 209 610	74 273 239	32 838 152	COMMUNITY SERVICES	83 931 817	111 141 005	(27 209 188)	41 600 387
-	462 138	(462 138)	Speaker	-	1 989 394	(1 989 394)	(2 265 801)
-	3 756 427	(3 756 427)	Mayor	-	6 988 645	(6 988 645)	(20 962 528)
-	552 679	(552 679)	Municipal Manager	-	130 018	(130 018)	-
-	91 626	(91 626)	PIMMS	-	32 701	(32 701)	-
-	237 843	(237 843)	Internal Auditor	-	554 841	(554 841)	-
-	1 186 125	(1 186 125)	Information Technology	-	755 360	(755 360)	-
-	1 579 187	(1 579 187)	Disaster Management	-	228 634	(228 634)	-
-	20 000	(20 000)	Special Programs Unit	-	-	-	-
-	47 842 547	(47 842 547)	Human Resources	-	38 214 697	(38 214 697)	(6 119 876)
108 209 610	17 221 214	90 988 396	Finance	83 931 817	24 969 481	58 962 336	98 100 813
-	342 879	(342 879)	Infrastructure Development	-	20 298 158	(20 298 158)	(18 020 766)
-	351 069	(351 069)	Economic Development	-	10 045 632	(10 045 632)	(4 192 441)
-	524 956	(524 956)	Community Services	-	6 435 482	(6 435 482)	(4 939 014)
-	104 549	(104 549)	ATTIC	-	32 887	(32 887)	-
-	-	-	PMU	-	465 075	(465 075)	-
-	549 110	(549 110)	TRADING SERVICES	7 094 020	23 872	7 070 148	-
-	549 110	(549 110)	Water	7 094 020	23 872	7 070 148	-
<u>108 209 610</u>	<u>74 822 349</u>	<u>33 387 262</u>	TOTAL	<u>91 025 837</u>	<u>111 164 877</u>	<u>(20 139 040)</u>	<u>41 600 387</u>
		33 320 434	Appropriations for this year (refer to note 13)			(37 010 885)	
		66 707 696	Net surplus/(deficit) for the year			(57 149 925)	
		(19 069 156)	Opening Accumulated surplus/(deficit)			47 638 540	
		<u>47 638 540</u>	Accumulated Surplus/(Deficit)			<u>(9 511 385)</u>	

**ALFRED NZO DISTRICT MUNICIPALITY
APPENDIX F
STATISTICAL INFORMATION**

	2009	2008	2007
POPULATION (APPROXIMATE):			
Umzimvubu Local Municipality		197 550	197 550
Matatiele Local Municipality		211 165	211 165
		408 715	408 715
AREA:			
Umzimvubu Local Municipality	5 298	5 298	5 298
Matatiele Local Municipality	1 417	1 417	-
	6 715	6 715	5 298
NUMBER OF PERMANENT EMPLOYEES		212	163