

EDEN DISTRICT MUNICIPALITY



[These financial statements have not been audited]

ANNUAL FINANCIAL STATEMENTS

30 JUNE 2015

EDEN DISTRICT MUNICIPALITY

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EDEN DISTRICT MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015

GENERAL INFORMATION

NATURE OF BUSINESS

Eden District Municipality is a district municipality performing the functions as set out in the Constitution. (Act no 105 of 1996)

COUNTRY OF ORIGIN AND LEGAL FORM

South African Category C Municipality (District Municipality) as defined by the Municipal Structures Act. (Act no 117 of 1998)

JURISDICTION

The Eden District Municipality includes the following municipalities:

Bitou Municipality
George Municipality
Hessequa Municipality
Kannaland Municipality
Knysna Municipality
Mossel Bay Municipality
Oudtshoorn Municipality

ACCOUNTING OFFICER

Mr. G.W. Louw

CHIEF FINANCIAL OFFICER

Miss. L. Hoek

REGISTERED OFFICE

54 York Street, George, 6530

AUDITORS

Office of the Auditor General (WC)

PRINCIPAL BANKERS

Standard Bank, George

RELEVANT LEGISLATION

Municipal Finance Management Act (Act no 56 of 2003)
Division of Revenue Act
The Income Tax Act
Value Added Tax Act
Municipal Structures Act (Act no 117 of 1998)
Municipal Systems Act (Act no 32 of 2000)
Municipal Planning and Performance Management Regulations
Water Services Act (Act no 108 of 1997)
Housing Act (Act no 107 of 1997)
Municipal Property Rates Act (Act no 6 of 2004)
Electricity Act (Act no 41 of 1987)
Skills Development Levies Act (Act no 9 of 1999)
Employment Equity Act (Act no 55 of 1998)
Unemployment Insurance Act (Act no 30 of 1966)
Basic Conditions of Employment Act (Act no 75 of 1997)
Supply Chain Management Regulations, 2005
Collective Agreements
Infrastructure Grants
SALGBC Leave Regulations

EDEN DISTRICT MUNICIPALITY

MEMBERS OF THE EDEN DISTRICT MUNICIPALITY

COUNCILLORS

Proportional		<i>Ms. NA Bityi</i>
Proportional		<i>Mr. CN Ngalo</i>
Proportional		<i>Mr. V Waxa</i>
Proportional		<i>Ms. NM Tanda</i>
Proportional		<i>Ms. D Xego</i>
Proportional		<i>Ms. M Fielies</i>
Proportional		<i>Mr. HJ McCombi</i>
Proportional		<i>Mr. JJA Koeglenberg</i>
Proportional		<i>Mr. HJ Floors</i>
Proportional		<i>Mr. T Simmers</i>
Proportional		<i>Ms. SF May</i>
Proportional		<i>Ms. NP Mkalipi (Ngemntu)</i>
Proportional		<i>Ms. CM Skietekat</i>
Proportional		<i>Mr. JG Janse van Rensburg</i>
Proportional		<i>Mr. D Kamfer</i>
Representative:	George Municipality	<i>J du Toit</i>
Representative:	George Municipality	<i>T Teyisi</i>
Representative:	George Municipality	<i>PJ van der Hoven</i>
Representative:	George Municipality	<i>LBC Esau</i>
Representative:	George Municipality	<i>GC Niehaus</i>
Representative:	George Municipality	<i>LN Qupe</i>
Representative:	Mossel Bay Municipality	<i>JJ Gerber</i>
Representative:	Mossel Bay Municipality	<i>NC Booisen</i>
Representative:	Mossel Bay Municipality	<i>D van Rensburg</i>
Representative:	Mossel Bay Municipality	<i>SS Mbandezi</i>
Representative:	Oudtshoorn Municipality	<i>M Wagenaar</i>
Representative:	Oudtshoorn Municipality	<i>J Maxim</i>
Representative:	Oudtshoorn Municipality	<i>VI van der Westhuizen</i>
Representative:	Knysna Municipality	<i>S F de Vries</i>
Representative:	Knysna Municipality	<i>D Nayler</i>
Representative:	Hessequa Municipality	<i>R Johannes</i>
Representative:	Hessequa Municipality	<i>D Abrahams</i>
Representative:	Bitou Municipality	<i>MM Mbali</i>
Representative:	Bitou Municipality	<i>N Ndayi</i>
Representative:	Kannaland Municipality	<i>WP Meshoa</i>

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements year ended 30 June 2015, which are set out on pages 1 to 86 in terms of Section 126 (1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality. The annual financial statements have been prepared in accordance with GRAP.

I acknowledge that I am ultimately responsible for the system of internal financial control and that the system of internal control provides reasonable assurance that the financial records can be relied on.

I have reviewed the Municipality's cash flow forecast for the year to 30 June 2015 and is satisfied that the Municipality can continue in operational existence for the foreseeable future. In view of the insufficient equitable share allocation, which will not sustain the operations of the municipality in the future, a Turn Around Strategy was adopted by Council on 30 May 2013, and will be implemented during 2013/2014 financial year. A long term financial plan has been compiled by INCA and the recommendations will be implemented in 2014/2015 where applicable.

The external auditors are responsible for independently reviewing and reporting on the Municipality's financial statements.

I certify that the remuneration of Councillors and in-kind benefits 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. G.W. Louw
Accounting Officer

Date

EDEN DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2015

NET ASSETS AND LIABILITIES		2015 R (Actual)	2014 R (Restated)
	Note		
Net assets		232 985 572	453 062 845
Capital replacement reserve	2	21 370 360	18 068 623
Accumulated Surplus/(Deficit)	2	211 615 212	434 994 222
Non-current liabilities		128 895 484	114 973 730
Long Term liabilities	3	-	704 932
Employee Benefits	4	125 778 452	111 132 402
Provisions	5	3 117 032	3 136 396
Current liabilities		59 188 668	53 692 560
Employee Benefits	6	20 394 991	19 137 828
Provisions	7	2 312 451	2 623 859
Payables - Exchange Transactions	8	24 319 745	21 832 054
Unspent conditional grants and receipts	9	11 458 072	8 176 225
Operating Lease Liability	19	21 616	18 142
Long Term liabilities	3	681 794	1 904 452
Total Net Assets and Liabilities		421 069 726	621 729 135
ASSETS			
Non-current assets		282 785 642	516 362 464
Property, plant & equipment	11	141 576 081	294 474 027
Investment Property	12	85 760 987	171 532 999
Intangible Assets	13	2 301 474	2 827 207
Investments	14	26 027	40 774
Long Term receivables	15	53 121 073	47 487 458
Current assets		138 284 084	105 366 670
Inventory	16	3 500 044	4 645 034
Trade receivables - Exchange transactions	17	15 528 794	14 145 662
Other receivables - Non exchange transactions	18	2 405 204	2 566 737
Operating Lease Asset	19	80 500	29 270
VAT Receivable	10	2 369 457	1 831 524
Unpaid conditional grants and receipts	9	560 584	-
Long Term receivables	15	2 756 775	2 404 270
Cash and Cash Equivalents	20	111 082 727	79 744 174
Total Assets		421 069 726	621 729 135

EDEN DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2015

Note	2015 (Actual) R	2014 (Restated) R	Correction of error R	2014 (Previously reported) R
REVENUE				
	Total			Total
Revenue from Non-Exchange Transactions	167 753 179	145 735 859	-	145 735 859
Transfer Revenue	167 753 179	145 732 716	-	145 732 716
Regional Services Levies Equitable Share	21 134 097 000	129 669 000	-	129 669 000
Government grants and subsidies	21 33 656 179	16 063 716	-	16 063 716
Other Revenue	-	3 143	-	3 143
Unamortised Discount	-	3 143	-	3 143
Revenue from Exchange Transactions	158 564 490	160 517 099	(310 161)	160 827 259
Actuarial Gain from Ex-Gratia Pensions	35.0 138 714	373 177	-	373 177
Administration Fee: Work for Water	-	679 444	-	679 444
Contribution Shop Steward	1 084 038	1 001 046	-	1 001 046
Department of Transport - Roads Service Charges	22 135 415 564	137 712 907	-	137 712 906
Decrease in provision for Impairment of Trade Receivables	17&18 2 069 744	-	-	-
Decrease in provision for Alien Vegetation	5 330 772	-	-	-
Gains on disposal of property, plant and equipment	50 026	-	-	-
Interest earned - external investments	20 7 381 072	4 690 695	7 000	4 683 695
Interest earned - outstanding debtors	729 365	-	-	-
Licenses and permits	166 561	189 121	-	189 121
Other income	23 10 320 919	13 031 363	-	13 031 363
Over provision - Shortfall on Cape Pension Fund	-	2 303 549	-	2 303 549
Rental of facilities and equipment	877 715	535 797	(317 161)	852 958
Total Revenue	326 317 669	306 252 958	(310 161)	306 563 118
EXPENDITURE				
Employee related costs	24 97 861 156	92 303 155	(258 954)	92 562 110
Employee related costs - Roads	25 57 432 867	55 224 672	-	55 224 672
Remuneration of Councillors	26 7 524 590	7 027 896	-	7 027 896
Fruitless and Wasteful expenditure	40.2 599 540	-	-	-
Impairment of Trade Receivables	17&18 -	1 247 900	(1 194 903)	2 442 803
Actuarial Loss	35.0 5 157 541	1 900 945	-	1 900 945
Impairment Losses	34 244 290 042	23 644	-	23 644
Increase in Provision for Alien Vegetation	-	274 353	-	274 353
Depreciation	27 2 684 491	4 133 225	31 672	4 101 546
Amortisation	13 596 904	734 341	5 268	729 080
Repairs and maintenance	28 3 396 598	3 560 817	(18 129)	3 578 946
Finance Charges	29 235 261	692 357	(12 100)	704 457
Contracted services	30 12 579 573	13 731 619	(76 307)	13 807 925
Roads - Operating Expenditure	31 64 197 097	69 853 879	-	69 853 878
Stock Losses	16 23 114	5 231	-	5 231
Unamortised Discount - Interest	3 51 615	78 066	-	78 066
Loss on disposal of property, plant and equipment	11 465 961	31 733 283	(35 936)	31 769 219
Loss on disposal of stock	25 518	-	-	-
General Expenses	32 49 273 077	29 759 936	(67 988)	29 827 924
Total Expenditure	546 394 945	312 285 319	(1 627 377)	313 912 695
SUPPLUS / (DEFICIT) FOR THE YEAR	(220 077 273)	(6 032 359)	1 317 216	(7 349 577)

Refer to the Statements of Comparison of budget and actual amounts for explanation of variances

**EDEN DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2015**

	<u>Capital Replacement Reserve</u>	<u>Accumulated Surplus/(Deficit)</u>	<u>Total</u>
	R	R	R
2014			
Balance at 1 July 2013	7 390 546	453 251 868	460 642 414
Correction of error (Note 33)	-	(1 547 210)	-1 547 210
Changes in accounting policy	-	-	-
Restated Balance	7 390 546	451 704 658	459 095 204
Surplus/(deficit) for the year		(6 032 359)	-6 032 359
Transfers from Accumulated Surplus	10 678 077	(10 678 077)	
Balance at 30 June 2014	18 068 623	434 994 222	453 062 845
Surplus/(deficit) for the year		(220 077 273)	-220 077 273
Purchases of Property, Plant and Equipment	(8 699 079)	8 699 079	-
Contribution to Capital Replacement Reserve	12 000 816	(12 000 816)	-
Depreciation and amortisation tranfered	3 281 395		
Purchases of Property, Plant and Equipment from own funds	8 699 079		
Car ports	20 342		
Balance at 30 June 2015	21 370 360	211 615 212	232 985 572

**EDEN DISTRICT MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 R	2014 R
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Other receipts		154 746 375	137 851 722
Government - operating		167 610 552	145 540 605
Government - capital		142 627	192 114
Interest		8 110 437	4 690 695
Payments			
Suppliers and employees		(282 293 922)	(245 514 175)
Finance charges	29	(235 261)	(692 357)
Cash generated/(absorbed) by operations	36	<u>48 080 811</u>	<u>42 068 602</u>
NET CASH FROM OPERATING ACTIVITIES		<u><u>48 080 811</u></u>	<u><u>42 068 602</u></u>
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	11	(8 767 294)	(999 416)
Proceeds on disposal of property, plant and equipment		50 026	(0)
Additions to Investment Properties		-	-
Decrease / (Increase) in intangible assets	13	(74 414)	(225 272)
Decrease / (Increase) in non-current receivables		(5 986 120)	(49 888 589)
Decrease / (Increase) in non-current investments		14 747	(40 774)
Decrease / (Increase) in Discontinued Operations		-	-
Decrease in call investment deposits		-	-
NET CASH FROM INVESTING ACTIVITIES		<u><u>(14 763 056)</u></u>	<u><u>(51 154 051)</u></u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase/(Decrease) in Long term liabilities		(1 979 204)	(1 713 558)
NET CASH FROM FINANCING ACTIVITIES		<u><u>(1 979 204)</u></u>	<u><u>(1 713 558)</u></u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		<u><u>31 338 553</u></u>	<u><u>6 759 700</u></u>
Cash and cash equivalents at the beginning of the year		<u>79 744 174</u>	<u>72 984 474</u>
Cash and cash equivalent at the end of the year	37	<u>111 082 727</u>	<u>79 744 174</u>

EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2015

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2015 R	2015 R	2015 R	Explanations for material variances
	(Actual)	(Final Budget)	(Variance)	
ASSETS				
Current assets				
				Underspending on expenditure budget.
Cash	110 948 510	95 686 000	15 262 510	
Call investment deposits	134 217	-	134 217	
Consumer debtors	2 177 529	6 758 000	(4 580 471)	Amount written of R1 224 896 and less income than budgeted for
Other Receivables	18 767 009	4 402 000	14 365 009	Roads Grant outstanding for June 2015 amounts to R9 717 250 and Councillor provision for bad debts reversed R2 964 552. Increase in VAT receivables and unpaid conditional grants
Current portion of long-term receivables	2 756 775	2 534 000	222 775	
Inventory	3 500 044	4 005 000	(504 956)	Lower level of stock on hand
Total current assets	138 284 084	113 385 000	24 899 084	
Non current assets				Change due to actuarial calculations
Long-term receivables	53 121 073	37 190 000	15 931 073	
Investments	26 027	-	26 027	
Investment property	85 760 987	345 577 000	(259 816 013)	R86 million impairment due to revaluation on properties not included in budget and class transfers between PPE and Investment Property
Property, plant and equipment	141 576 081	146 406 000	(4 829 919)	R158 million impairment due to revaluation on properties, not included in budget and class transfers between PPE and Investment Property
Intangible Assets	2 301 474	3 068 000	(766 526)	Restated amortisation for the year
Heritage Assets	-	41 000	(41 000)	
Total non current assets	282 785 642	532 282 000	(249 496 358)	
TOTAL ASSETS	421 069 726	645 667 000	(224 597 274)	
LIABILITIES				
Current liabilities				
Borrowing	681 794	700 000	(18 206)	Increase unspent conditional grants
Trade and other payables	35 799 433	44 745 000	(8 945 567)	
Provisions and Employee Benefits	22 707 441	22 087 000	620 441	Change due to actuarial calculation
Total current liabilities	59 188 668	67 532 000	(8 343 332)	
Non current liabilities				Only short term portion left
Borrowing	-	2 156 000	(2 156 000)	Change due to actuarial calculation
Provisions and Employee Benefits	128 895 484	115 415 000	13 480 484	
Total non current liabilities	128 895 484	117 571 000	11 324 484	
TOTAL LIABILITIES	188 084 153	185 103 000	2 981 153	
NET ASSETS	232 985 573	460 564 000	(227 578 427)	
COMMUNITY WEALTH				
Accumulated Surplus/(Deficit)	211 615 212	458 916 000	(247 300 788)	
Reserves	21 370 360	1 648 000	19 722 360	
TOTAL COMMUNITY WEALTH/EQUITY	232 985 572	460 564 000	(227 578 428)	

EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2014

ADJUSTMENTS TO APPROVED BUDGET

	2015 R (Approved Budget)	2015 R (Adjustments)	2015 R (Final Budget)	Explanations for material adjustments
ASSETS				
Current assets				
Cash	95 686 000	-	95 686 000	
Call investment deposits		-		
Consumer debtors	6 758 000	-	6 758 000	
Other Receivables	4 402 000	-	4 402 000	
Current portion of long-term receivables	2 534 000	-	2 534 000	
Inventory	4 005 000	-	4 005 000	
Total current assets	113 385 000	-	113 385 000	
Non current assets				
Long-term receivables	37 190 000	-	37 190 000	
Investments		-		
Investment property	345 577 000	-	345 577 000	
Property, plant and equipment	146 406 000	-	146 406 000	
Intangible Assets	3 068 000	-	3 068 000	
Other Non-Current Assets	41 000	-	41 000	
Total non current assets	532 282 000	-	532 282 000	
TOTAL ASSETS	645 667 000	-	645 667 000	
LIABILITIES				
Current liabilities				
Bank overdraft		-		
Borrowing	700 000	-	700 000	
Trade and other payables	44 745 000	-	44 745 000	
Provisions and Employee Benefits	22 087 000	-	22 087 000	
Total current liabilities	67 532 000	-	67 532 000	
Non current liabilities				
Borrowing	2 156 000	-	2 156 000	
Provisions and Employee Benefits	115 415 000	-	115 415 000	
Total non current liabilities	117 571 000	-	117 571 000	
TOTAL LIABILITIES	185 103 000	-	185 103 000	
NET ASSETS	460 564 000	-	460 564 000	
COMMUNITY WEALTH				
Accumulated Surplus/(Deficit)	458 916 000	-	458 916 000	
Reserves	1 648 000	-	1 648 000	
TOTAL COMMUNITY WEALTH/EQUITY	460 564 000	-	460 564 000	

EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2015

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2015 R (Actual Amounts)	2015 R (Final Budget)	2015 R (Variance)	Explanations for material variances
REVENUE BY SOURCE				
Rental of facilities and equipment	877 715	2 356 866	(1 479 151)	Adjustments made to rentals
Interest earned - external investments	7 381 072	4 750 000	2 631 072	Excess funds invested to generate maximum interest
Interest earned - outstanding debtors	729 365	-	729 365	Interest on outstanding debtors budget was included under interest earned investments.
Licences and permits	166 561	-	166 561	Permits/Licences issued by the air quality/EHP sections this year
Agency services	-	13 777 323	(13 777 323)	Admin fee received for the Roads agency function, at year end this revenue is consolidated
Government Grants and Subsidies - Equitable Share	134 097 000	-	134 097 000	Budget included under operating grants and subsidies
Government Grants and Subsidies - Operating	33 656 179	168 993 000	(135 336 821)	Equitable share included in the budget
Other revenue	149 359 751	139 307 218	10 052 533	Increase in allocation received from Department of transport for the Roads agency.
Gains on disposal of PPE	50 026	-	50 026	
Total Operating Revenue	326 317 669	329 184 407	(2 866 738)	
EXPENDITURE BY TYPE				
Employee related costs	95 672 597	154 233 026	(58 560 429)	Budget amount submitted include R59 917 600 in respect of roads.
Employee related costs - Department of Transport	57 432 867	-	57 432 867	Savings due to vacancies not filled
Remuneration of councillors	7 524 590	7 723 441	(198 851)	
Debt impairment	-	1 800 000	(1 800 000)	Decrease in provision for bad debts due to adjustment in calculation for councillor accounts
Depreciation & asset impairment	247 571 437	6 800 000	240 771 437	R244m impairment due to revaluation on properties, not included in budget
Finance charges	235 261	830 000	(594 739)	Long term liabilities almost redeemed at year end
Other materials	3 396 598	-	3 396 598	Budget amount included in other expenditure
Contracted services	7 495 679	8 414 182	(918 503)	Decrease in use of service providers
Grants and subsidies paid	32 879 508	34 895 559	(2 016 051)	Disaster Recovery Grant of ± R2m unspent at year end
Other expenditure	93 720 448	110 870 158	(17 149 710)	General savings
Loss on disposal of PPE	465 961	-	465 961	Not budget for
Total Operating Expenditure	546 394 945	325 566 366	220 828 579	
Operating Surplus/(Deficit) for the year	(220 077 275)	3 618 041	(223 695 316)	
Government Grants and Subsidies - Capital	-	-	-	
Net Surplus/(Deficit) for the year	(220 077 275)	3 618 041	(223 695 316)	

EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014

ADJUSTMENTS TO APPROVED BUDGET

	2015 R (Approved Budget)	2015 R (Adjustments)	2015 R (Final Budget)	Reasons for material adjustments
REVENUE BY SOURCE				
Rental of facilities and equipment	2 356 866	-	2 356 866	
Interest earned - external investments	4 500 000	250 000	4 750 000	Adjustment due to additional interest earned on excess funds
Interest earned - outstanding debtors	-	-	-	
Agency services	12 670 924	1 106 399	13 777 323	Additional allocation received from Department of Transport for roads agency fee
Government Grants and Subsidies - Equitable Share	-	-	-	
Government Grants and Subsidies - Operating	170 060 000	(1 067 000)	168 993 000	
Other revenue	119 229 000	20 078 218	139 307 218	Additional allocation received for roads agency fee, increase in subsidy
Gains on disposal of PPE	-	-	-	
Total Operating Revenue	308 816 790	20 367 617	329 184 407	
EXPENDITURE BY TYPE				
Employee related costs	155 035 000	(801 974)	154 233 026	Adjustments due to vacancies not filled
Employee related costs - Department of Transport	-	-	-	
Remuneration of councillors	7 705 275	18 166	7 723 441	
Debt impairment	800 000	1 000 000	1 800 000	Figures were adjusted to be aligned with the audited figures for 2013/2014
Depreciation & asset impairment	8 322 000	(1 522 000)	6 800 000	Figures were adjusted to be aligned with the audited figures for 2013/2014
Finance charges	530 000	300 000	830 000	Figures were adjusted to be aligned with the audited figures for 2013/2014
Contracted services	9 975 302	(1 561 120)	8 414 182	Decrease due to service providers utilized less during the year
Grants and subsidies paid	35 963 000	(1 067 441)	34 895 559	
Other expenditure	87 982 000	22 888 158	110 870 158	Provisions e.g actuarial losses adjusted to be aligned with the audited figures for 2013/2014.
Loss on disposal of PPE	-	-	-	
Total Operating Expenditure	306 312 577	19 253 789	325 566 366	
Operating Deficit for the year	2 504 213	1 113 828	3 618 041	
Government Grants and Subsidies - Capital	-	-	-	
Net Surplus for the year	2 504 213	1 113 828	3 618 041	

**EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2015**

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2015 R (Actual)	2015 R (Final Budget)	2015 R (Variance)	Explanations for material variances
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Other receipts	154 746 375	125 436 000	29 310 375	Additional funding for Roads Function.
Government - operating	167 610 552	168 993 000	(1 382 448)	Underspending of Grants
Government - capital	142 627	-	142 627	Included above
Interest	8 110 437	4 750 000	3 360 437	Adjustment due to additional interest earned on excess funds
Payments				
Suppliers and Employees	(282 293 922)	(293 704 292)	11 410 370	Savings due to implementation of turn around strategy
Finance charges	(235 261)	(830 000)	594 739	Long term liabilities almost redeemed at year end
Transfers and Grants	-	(34 895 559)	34 895 559	Included in supplies and employees cost above
NET CASH FROM/(USED) OPERATING ACTIVITIES	48 080 808	(30 250 851)	78 331 659	
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of Assets	50 026	-	50 026	
Decrease/(increase) in non-current receivables	(5 986 120)	-	(5 986 120)	Due to the actuarial calculations
Decrease / (Increase) in non-current investments	14 747	-	14 747	
Decrease (increase) other non-current receivables	-	2 534 000	(2 534 000)	
Payments				
Capital assets	(8 841 708)	(9 413 750)	572 042	Underspending of capital budget
NET CASH FROM/(USED) INVESTING ACTIVITIES	(14 763 055)	(6 879 750)	(7 883 305)	
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Borrowing	-	-	-	
Payments				
Repayment of borrowing	(1 979 204)	(650 000)	(1 329 204)	Underprovision for long term borrowings
NET CASH FROM/(USED) FINANCING ACTIVITIES	(1 979 204)	(650 000)	(1 329 204)	
NET INCREASE/(DECREASE) IN CASH HELD	31 338 553	(37 780 601)	69 119 154	
Cash and Cash Equivalents at the beginning of the year	79 744 174	94 582 000	(14 837 826)	
Cash and Cash Equivalents at the end of the year	111 082 727	56 801 399	54 281 328	

**EDEN DISTRICT MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014**

ADJUSTMENTS TO APPROVED BUDGET

	2015 R (Approved Budget)	2015 R (Adjustments)	2015 R (Final Budget)	Reasons for material adjustments
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Ratepayers and other	125 436 000	-	125 436 000	
Government - operating	170 060 000	(1 067 000)	168 993 000	
Government - capital		-	-	
Interest	4 500 000	250 000	4 750 000	
Dividends		-	-	
Payments				
Suppliers and Employees	(286 362 000)	(7 342 292)	(293 704 292)	
Finance charges	(530 000)	(300 000)	(830 000)	
Transfers and Grants	(35 963 000)	1 067 441	(34 895 559)	
NET CASH FROM/(USED) OPERATING ACTIVITIES	(22 859 000)	(7 391 851)	(30 250 851)	
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of Assets	-	-	-	
Decrease/(increase) in non-current receivables	-	-	-	
Decrease (increase) other non-current receivables	2 534 000	-	2 534 000	
Payments				
Capital assets	(8 300 000)	(1 113 750)	(9 413 750)	
NET CASH FROM/(USED) INVESTING ACTIVITIES	(5 766 000)	(1 113 750)	(6 879 750)	
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Borrowing	-	-	-	
Payments				
Repayment of borrowing	(650 000)	-	(650 000)	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(650 000)	-	(650 000)	
NET INCREASE/(DECREASE) IN CASH HELD	(29 275 000)	(8 505 601)	(37 780 601)	
Cash and Cash Equivalents at the beginning of the year	94 582 000	-	94 582 000	
Cash and Cash Equivalents at the end of the year	65 307 000	(8 505 601)	56 801 399	

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

2	NET ASSET RESERVES	2015 R	2014 R
	RESERVES	232 985 572	453 062 845
	Capital Replacement Reserve	21 370 360	18 068 623
	Accumulated Surplus	211 615 212	434 994 222
	Total Housing Development Fund Assets and Liabilities	232 985 572	453 062 845
3	LONG TERM LIABILITIES		
	Capitalised Lease Liability - At amortised cost	-	1 028 055
	DBSA Loans - At amortised cost	691 204	1 642 353
	Sub-total	691 204	2 670 408
	Less: Unamortised Charges to Loans	9 410	61 024
	Balance 1 July	61 024	139 090
	Adjustment for the Year	(51 614)	(78 066)
	Sub-total	681 794	2 609 384
	Less: Current portion transferred to current liabilities	681 794	1 904 452
	Current Portion of long term liabilities - At amortised cost	691 204	1 956 067
	Current Portion of Unamortised Charges to Loans	(9 410)	(51 615)
	Total Long-term Liabilities - At amortised cost using the effective interest rate method	-	704 932
	Annuity loans at amortised cost is calculated at 9.29%-17.82% interest rate, with first maturity date of 31 December 2009 and last maturity date of 31 March 2016. Interest rates are at arms length and the amounts reflected above represents the fair value of the financial liabilities. The schedule of contractual maturity analysis for Annuity Loans:		
	Refer to Annexure A for more detail on long-term liabilities.		
	The obligations under long term loans are scheduled below:		
		Minimum Loan Payments	
		2015	2014
	Amounts payable under long-term loans		
	Payable within one year	716 995	2 184 939
	Payable within two to five years	-	716 995
	Payable after five years	-	-
	Less: Future finance obligations	716 995 (25 790)	2 901 934 (231 526)
	Present value of loan obligations	691 205	2 670 408
	Less: Amounts due for settlement within 12 months	(691 204)	(1 996 017)
	Amount due for settlement after 12 months	0	674 391
4	EMPLOYEE BENEFITS	2015 R	2014 R
	Provision for Post Employment Health Care Benefits	70 773 219	61 374 030
	Roads - Provision for Post Employment Health Care Benefits	51 736 843	46 000 742
	Provision for Ex-Gratia Pension Benefits	449 819	646 802
	Roads - Provision for Ex-Gratia Pension Benefits	615 344	713 322
	Provision for Long Service Leave Awards	5 310 637	4 779 267
	Roads - Provision for Long Service Leave Awards	3 525 661	3 177 664
	Less Short Term Portion Transferred to Current Provisions	132 411 523 (6 633 071)	116 691 827 (5 559 425)
	Total Non-current Employee Benefit Liabilities	125 778 452	111 132 402
	Included in the above provision for Employee Benefits are the following amounts in respect of benefits payable to the Roads Division:		
	Roads - Provision for Post Employment Health Care Benefits	51 736 843	46 000 742
	Roads - Provision for Ex-Gratia Pension Benefits	615 344	713 322
	Roads - Provision for Long Service Leave Awards	3 525 661	3 177 664
	In terms of the agreement with the Western Cape Provincial Government these amounts will be recoverable from the Provincial Government Western Cape on payment to the set employees. Refer note 15.	55 877 848	49 891 728
	Post Employment Health Care Benefits		
	Balance 1 July	107 374 770	96 600 380
	Contribution for the year	3 640 316	3 266 868
	Interest Cost	9 353 001	8 063 028
	Expenditure for the year	(4 503 528)	(4 449 069)
	Actuarial Loss/(Gain)	6 645 502	3 893 563
	Total post retirement benefits 30 June	122 510 061	107 374 770
	Less: Transfer of Current Portion - Note 6	(5 075 772)	(4 503 528)
	Balance 30 June	117 434 289	102 871 242
	Long Service Leave Benefits		
	Balance 1 July	7 956 931	7 475 761
	Contribution for the year	597 565	915 457
	Interest Cost	602 059	515 028
	Expenditure for the year	(825 436)	(706 212)
	Actuarial Loss/(Gain)	505 179	(243 103)
	Total post retirement benefits 30 June	8 836 298	7 956 931
	Less: Transfer of Current Portion - Note 6	(1 351 940)	(825 436)
	Balance 30 June	7 484 358	7 131 495

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

4

EMPLOYEE BENEFITS (CONTINUED)

Ex-Gratia Pension Awards

	2015 R	2014 R
Balance 1 July	1 360 125	1 863 066
Contribution for the year	-	-
Interest Cost	92 389	115 595
Expenditure for the year	(230 461)	(299 955)
Actuarial Loss/(Gain)	(156 900)	(318 581)
Total post retirement benefits 30 June	1 065 163	1 360 125
Less: Transfer of Current Portion - Note 6	(205 359)	(230 461)
Balance 30 June	859 804	1 129 664

TOTAL NON-CURRENT EMPLOYEE BENEFITS

Balance 1 July	116 691 826	105 939 207
Contribution for the year	4 237 881	4 182 325
Interest Cost	10 047 459	8 693 651
Expenditure for the year	(5 559 425)	(5 455 236)
Actuarial Loss/(Gain)	6 993 781	3 331 879
Total post retirement benefits 30 June	132 411 522	116 691 826
Less: Transfer of Current Portion - Note 6	(6 633 071)	(5 559 425)
Balance 30 June	125 778 451	111 132 401

4.1

Post Retirement Benefits

The Post Retirement Benefit Plan is a defined benefit plan, of which the members are made up as follows:

	2015 Members	2014 Members
In-service (employee) members	180	193
Roads - In-service (employee) members	171	187
Continuation members (e.g. retirees, widows, orphans)	83	82
Roads - Continuation members (e.g. retirees, widows, orphans)	69	67
Total Members	503	529

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

	2015 R	2014 R
In-service members	25 161 505	24 979 068
Roads - In-service members	27 963 362	22 843 458
Continuation members	42 809 857	36 394 962
Roads - Continuation members	26 575 338	23 157 283
Total Liability	122 510 062	107 374 771

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2011 R	2012 R	2013 R
In-service members	18 270 798	20 197 695	20 979 543
Roads - In-service members	14 159 873	18 080 395	19 704 991
Continuation members	28 124 019	24 236 421	34 819 312
Roads - Continuation members	19 604 223	25 766 720	21 096 535
	80 158 913	88 281 231	96 600 381

Experience adjustments were calculated as follows:

	2015 R	2014 R
Liabilities: (Gain) / loss	6 645 502	3 893 563
	2011 R	2012 R
Liabilities: (Gain) / loss	(780 000)	(3 898 000)
		2013 R
		6 190 000

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

Bonitas;
Keyhealth
LA Health
ProSano
Hosmed
SAMWU Medical Aid

The Future-service Cost for the ensuing year is estimated to be R 3 994 026, whereas the Interest - Cost for the next year is estimated to be R10 387 037.

Key actuarial assumptions used:

	2015 %	2014 %
i) Rate of interest		
Discount rate	8.65%	8.89%
Health Care Cost Inflation Rate	7.90%	8.11%
Net Effective Discount Rate	0.70%	0.72%

The discount rate used is a composite of all government bonds and is calculated using a technique is known as "bootstrapping"

ii) Mortality rates

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

iii) Normal retirement age

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

It has been assumed that in-service members will retire at age 60, which then implicitly allows for expected rates of early and ill-health retirement.

iv) Actuarial Valuation Method

The Projected Unit Credit Method has been used to value the liabilities.

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

	2015 R	2014 R
Present value of fund obligations	70 773 219	61 374 030
Roads - Present value of fund obligations	51 736 843	46 000 741
Net liability/(asset)	122 510 062	107 374 771

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

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

4

EMPLOYEE BENEFITS (CONTINUED)

	2015 R	2014 R
Reconciliation of present value of fund obligation:		
Present value of fund obligation at the beginning of the year	107 374 770	96 600 380
Current service cost	3 640 316	3 266 868
Interest Cost	9 353 001	8 063 028
Benefits Paid	(4 503 528)	(4 449 069)
Total expenses	115 864 559	103 481 207
Actuarial (gains) / losses	6 645 502	3 893 563
Present value of fund obligation at the end of the year	122 510 061	107 374 770

Sensitivity Analysis on the Accrued Liability

Assumption	Change	In-service members liability (Rm)	Continuation members liability (Rm)	Total liability (Rm)	% change
Central Assumptions		53.125	69.385	122.510	
Health care inflation	1%	64.785	76.943	141.728	16.00%
Health care inflation	-1%	43.967	62.975	106.942	-13.00%
Discount Rate	1%	44.094	63.066	107.161	-13.00%
Discount Rate	-1%	64.819	76.966	141.785	16.00%
Post retirement mortality	- 1 yr	54.929	72.217	127.147	4.00%
Average retirement age	+ 1 yr	57.038	69.385	126.423	3.00%
Continuation of membership at retirement	-10%	47.605	69.385	116.990	-5.00%

Assumption	Change	Current-service Cost R	Interest Cost R	Total R	% change
Central Assumption		3 640 300	9 353 000	12 993 300	
Health care inflation	1%	4 549 600	10 877 800	15 427 400	19.00%
Health care inflation	-1%	2 942 200	8 188 700	11 060 900	-15.00%
Discount Rate	1%	2 979 000	9 051 700	12 030 700	-7.00%
Discount Rate	-1%	4 510 100	9 657 800	14 167 900	9.00%
Post-retirement mortality	-1 year	3 370 600	9 714 700	13 474 800	4.00%
Average retirement age	-1 year	3 876 600	9 660 800	13 537 400	4.00%
Withdrawal Rate	-10%	3 284 400	8 910 500	12 194 900	-6.00%

4.2 Provision for Long Service Bonuses

The Long Service Bonus plans are defined benefit plans. As at year end, 205 Eden employees and 288 Roads employees were eligible for Long Service Bonuses.

The Future-service Cost for the ensuing year is estimated to be R 691 510, whereas the Interest- Cost for the next year is estimated to be R 636 658.

Key actuarial assumptions used:

	2015 %	2014 %
j) Rate of interest		
Discount rate	7.97%	7.97%
General Salary Inflation (long-term)	7.00%	7.14%
Net Effective Discount Rate applied to salary-related Long Service Bonuses	0.74%	0.78%

The discount rate used is a composite of all government bonds and is calculated using a technique is known as "bootstrapping"

ij) Actuarial Valuation Method

The Projected Unit Credit Method has been used to value the liabilities.

Analysis of accrued liability

	2015 R	2014 R
Fair value of plan assets -		
Accrued Liability	5 310 637	4 779 267
Roads - Accrued Liability	3 525 661	3 177 664
Net liability / (asset)	8 836 298	7 956 931

Reconciliation of accrued liability values:

Present value of fund obligation at the beginning of the year	7 956 931	7 475 761
Current service cost	597 565	915 457
Interest Cost	602 059	515 028
Benefits Paid	(825 436)	(706 212)
Total expenses	8 331 119	8 200 034
Actuarial (gains) / losses	505 179	(243 103)
Present value of fund obligation at the end of the year	8 836 298	7 956 931

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

Accrued Liability	5 310 637	4 779 267
Roads - Accrued Liability	3 525 661	3 177 664
Net liability	8 836 298	7 956 931

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2011 R	2012 R	2013 R
Accrued Liability	3 744 356	4 173 517	4 362 238
Roads - Accrued Liability	2 401 975	2 499 304	3 113 523
Total Liability	6 146 331	6 672 821	7 475 761

Experience adjustments were calculated as follows:

	2015 R	2014 R
Liabilities: (Gain) / loss	505 179	(243 103)

	2011 R	2012 R	2013 R
Liabilities: (Gain) / loss	(304 411)	57 687	356 598

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

4

EMPLOYEE BENEFITS (CONTINUED)

Sensitivity Analysis on the Unfunded Accrued Liability

Assumption	Change	Liability (Rm)	% change
Central assumptions		8.836	
General salary inflation	+ 1%	9.393	6%
General salary inflation	- 1%	8.332	-6%
Discount Rate	+ 1%	8.300	-6%
Discount Rate	- 1%	9.439	7%
Average retirement age	-2 yrs	6.902	-22%
Average retirement age	+2 yrs	9.951	13%
Withdrawal rates	-50%	10.446	18%

4.3 Provision for Ex-Gratia Pension Benefits

The Ex-Gratia Pension Benefit plans are defined benefit plans. As at year end, 7 former Eden employees and 10 former Roads employees were eligible for Ex-Gratia Benefits.

There is no Current-service cost as there are no in-service members eligible for ex-gratia pension benefits, whereas the Interest- Cost for the next year is estimated to be R 72 261.

Key actuarial assumptions used:

	2015 %	2014 %
i) Rate of interest		
Discount rate	7.49%	7.41%
Pension Increase Rate	3.06%	3.05%
Net Effective Discount Rate: pensioners with pension increases of 50% of DPI	4.30%	4.23%

The discount rate used is a composite of all government bonds and is calculated using a technique is known as "bootstrapping"

ii) Actuarial Valuation Method

The Projected Unit Credit Method has been used to value the liabilities.

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

	2015 R	2014 R
Accrued Liability	449 819	646 802
Roads - Accrued Liability	615 344	713 322
Net liability	1 065 163	1 360 124

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2011 R	2012 R	2013 R
Accrued Liability	1 129 529	1 009 245	1 007 190
Roads - Accrued Liability	1 107 225	1 002 246	855 875
Total Liability	2 236 754	2 011 491	1 863 065

Experience adjustments were calculated as follows:

	2015 R	2014 R
Liabilities: (Gain) / loss	(156 900)	(318 581)
Assets: Gain / (loss)	-	-

	2011 R	2012 R	2013 R
Liabilities: (Gain) / loss	30 642	(225 549)	84 892
Assets: Gain / (loss)	-	-	-

Analysis of accrued liability

	2015 R	2014 R
Fair value of plan assets -		
Accrued Liability	449 819	646 802
Roads - Accrued Liability	615 344	713 322
Net liability / (asset)	1 065 163	1 360 124

Reconciliation of accrued liability values:

	2015 R	2014 R
Present value of fund obligation at the beginning of the year	1 360 125	1 863 066
Interest Cost	92 399	115 595
Benefits Paid	(230 461)	(299 955)
Total expenses	1 222 063	1 678 706
Actuarial (gains) / losses	(156 900)	(318 581)
Present value of fund obligation at the end of the year	1 065 163	1 360 125

Sensitivity Analysis on the Unfunded Accrued Liability

Assumption	Change	Liability (R)	% change
Central assumptions		1 065 161	
Pension Increase rate	+1%	1 114 236	5%
Pension Increase rate	-1%	1 019 571	-4%
Discount Rate	+1%	1 021 776	-4%
Discount Rate	-1%	1 112 597	4%
Post-retirement mortality	- 1 yr	1 119 860	5%
Average retirement age	- 1 yr	1 065 161	0%
Withdrawal rate	-50%	1 065 161	0%

4.4 Retirement Funds

The Municipality requested detailed employee and pensioner information as well as information on the Municipality's share of the Pension and Retirement Funds' assets from the fund administrator. The fund administrator confirmed that assets of the Pension and Retirement Funds are not split per participating employer. Therefore, the Municipality is unable to determine the value of the plan assets as defined in GRAP 25.

As part of the Municipality's process to value the defined benefit liabilities, the Municipality requested pensioner data from the fund administrator. The fund administrator claim that the pensioner data to be confidential and were not willing to share the information with the Municipality. Without detailed pensioner data the Municipality was unable to calculate a reliable estimate of the accrued liability in respect of pensioners who qualify for a defined benefit pension.

Therefore, although both the Cape Joint Pension Fund and Cape Joint Retirement Fund are defined as defined benefit plans, it will be accounted for as defined contribution plans.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

4 EMPLOYEE BENEFITS (CONTINUED)

Cape Joint Pension Fund

The contribution rate payable is 9% by members and 18% by Council. The last actuarial valuation performed for the year ended 30 June 2014 revealed that the fund is in a sound financial position with a funding level of 101.7% (30 June 2013 - 99.2%).

Contributions paid recognised in the Statement of Financial Performance

	2015	2014
	R	R
	55 615	748 757

Cape Retirement Fund

The contribution rate payable is 9% by members and 18% by Council. The last actuarial valuation performed for the year ended 30 June 2014 revealed that the fund is in a sound financial position with a funding level of 99.9% (30 June 2013 - 100.2%).

Contributions paid recognised in the Statement of Financial Performance

	22 598 600	20 948 633
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Defined Contribution Plans

Council contribute to the Municipal Council Pension Fund and the NMWF Retirement Fund which are defined contribution funds. The retirement benefit fund is subject to the Pension Fund Act, 1956, with pension being calculated on the pensionable remuneration paid. Current contributions by Council are charged against expenditure on the basis of current service costs.

Contributions paid recognised in the Statement of Financial Performance

	18 527	80 641
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5 NON-CURRENT PROVISIONS

Provision for Alleviation of Alien Vegetation on Council Properties
Less current portion transferred to Current Provisions - Note 7

	2015	2014
	R	R
	5 429 483	5 760 255
	(2 312 451)	(2 623 859)
Total Non-Current Provisions	3 117 032	3 136 396

Clearing of Alien Vegetation

Balance 1 July
Increase / (Decrease) in the provision for the year

	5 760 255	5 485 902
	(330 772)	274 353

Total provision 30 June

	5 429 483	5 760 255
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Less: Transfer of Current Portion to Current Provisions - Note 7

	(2 312 451)	(2 623 859)
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Balance 30 June

	3 117 032	3 136 396
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According to the Alien Vegetation Eradication plan developed for the district municipality, it is estimated that an amount of R5,429,482.88 is required assuming that a strategy is followed where all properties were treated in the first year. The total budget required for the first follow-up would be R881,798.39 in the second year, R638,204.72 in the third year and R228,147.04 in the fourth year and will continued for 10 years.

The discount rate used to calculate the present value of the rehabilitation costs at each reporting period is based on a calculated risk free rate as determined by the municipality. This rate is in line with a competitive investment rate the municipality can obtain from an A grade financial institution. The following rate was used - 5% (2014 - 5%)

There was no expenditure incurred for the current or prior financial years.

6 CURRENT EMPLOYEE BENEFITS

Performance Bonuses
Provision for Staff Leave

	2015	2014
	R	R
	481 322	509 294
	4 788 610	4 779 865

Balance previously reported
Correction of error for staff leave provision - Note 33.13

	-	4 756 311
	-	23 554

Provision for Staff Bonus
Roads - Provision for Staff Leave
Roads - Provision for Staff Bonus

	2 409 795	2 300 159
	3 056 771	3 026 335
	1 787 804	1 725 132
	6 633 071	5 559 425

Current Portion of Employee Benefit Provisions - Note 4
Current Portion of Employee Benefit Provisions - Roads - Note 4

	3 876 296	3 155 155
	2 756 775	2 404 270

Provision Shift Allowances

	1 237 618	1 237 618
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Balance previously reported
Correction of error for staff leave provision - Note 33.13

	-	-
	-	1 237 618

Total Provisions

	20 394 991	19 137 828
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30-Jun-15

Balance at beginning of year
Overprovision previous year
Expenditure incurred
Contributions/ (Reversal) to/of provision - current year provision

	<u>Roads - Performance Bonus</u>	<u>Performance Bonus</u>
	-	509 294
	-	(145 499)
	-	(335 823)
	-	453 350
Balance at end of year	-	481 322

30-Jun-14

Balance at beginning of year
Contributions to provision - current year provision

	-	779 438
	-	(270 144)

Balance at end of year

	-	509 294
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Performance bonuses are being paid to Municipal Manager and Directors after an evaluation of performance by the council. There is no possibility of reimbursement.

30-Jun-15

Balance at beginning of year
Contributions to provision - current year provision
Expenditure incurred

	<u>Roads - Staff Leave</u>	<u>Staff Leave</u>
	3 026 335	4 779 865
	822 069	372 803
	(791 633)	(364 058)
Balance at end of year	3 056 771	4 788 610

30-Jun-14

Balance at beginning of year
Contributions to provision - current year provision
Correction of Error - Note 33.13
Expenditure incurred

	2 787 026	4 651 107
	915 205	524 391
	-	23 554
	(675 896)	(419 187)
Balance at end of year	3 026 335	4 779 865

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

6

CURRENT EMPLOYEE BENEFITS (CONTINUED)

Staff leave accrued to employees according to collective agreement. Provision is made for the full cost of accrued leave at reporting date. This provision will be realised as employees take leave. There is no possibility of reimbursement.

2015
R

2014
R

30-Jun-15

Balance at beginning of year
Contributions to provision - current year provision
Expenditure incurred

<u>Roads - Staff Bonus</u>	<u>Staff Bonus</u>
1 725 132	2 300 159
3 119 586	4 293 539
(3 056 914)	(4 183 903)
<u>1 787 804</u>	<u>2 409 795</u>

Balance at end of year

30-Jun-14

Balance at beginning of year
Contributions to provision - current year provision
Expenditure incurred

1 529 868	2 039 418
3 073 585	4 068 069
(2 878 321)	(3 807 328)
<u>1 725 132</u>	<u>2 300 159</u>

Balance at end of year

Bonuses are being paid to all municipal staff, excluding section 57 Managers. The balance at year end represent to portion of the bonus that have already vested for the current salary cycle. There is no possibility of reimbursement.

For more information regarding the provisions for Post Retirement Benefits and Long-term Service Awards - Refer to Note 4 to the Financial Statements, Other Defined Benefit Plan Information

2015
R

2014
R

Provision Shift Allowances

Balance at beginning of year
Balance previously reported
Correction of error for staff leave provision - Note 33.13

1 237 618	1 183 704
-	-
-	1 183 704

Contributions to provision - current year provision

53 914

Balance previously reported
Correction of error for staff leave provision - Note 33.13

53 914
-

Balance at end of year

1 237 618

1 237 618

7

PROVISIONS

Current Portion of Alleviation of Alien Vegetation

2 312 451

2 623 859

Total Provisions

2 312 451

2 623 859

8

PAYABLES FROM EXCHANGE TRANSACTIONS

Trade Payables

Balance previously reported
Correction of error - incorrect provision for DMA properties - Note 33.3
Correction of error - provision for contributions to shopstewards - Note 33.3
Correction of error - provision for contributions to shopstewards - Note 33.3
Correction of error - provision for trade payables - Note 33.3
Correction of error - overstatement of creditor provision - Note 33.3

4 968 108	2 749 687
-	3 046 581
-	(23 149)
-	8 561
-	42 912
-	(313 097)
-	(12 123)

Other creditors

Balance previously reported
Correction of error - provision for trade payables - Note 33.3

5 206 341	5 146 583
-	5 146 483
-	100

Public Holiday Payments

Balance previously reported
Correction of error - incorrect journal processed in the 2011/2012 financial year - Note 33.3

310 789	310 789
-	-
-	310 789

Deposits

Deposits: Swartvlei
Deposits: Victoria Bay
Deposits: Calitzdorp Spa
Deposits: De Hoek

1 125 982	772 773
614 357	410 279
226 764	153 738
119 353	76 585
165 508	132 171

SARS - Roads

Roads - Payment Received in Advance
Roads - Other creditors
Government subsidies: Department of Transport - Roads

-	-
1 000 000	1 000 000
2 094 010	1 166 675
9 512 717	10 569 228

Balance previously reported
Correction of error - Admin Fee Roads - Note 33.3

-	10 569 228
-	-

Debtors with credit balances

101 797

116 320

Total Trade Payables

24 319 745

21 832 054

Payables are being recognised net of any discounts.

Payables are being paid within 30 days as prescribed by the MFMA. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of trade and other payables on initial recognition is not deemed necessary.

The carrying value of trade and other payables approximates its fair value.

All payables are unsecured.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
UNSPENT CONDITIONAL GRANTS AND RECEIPTS

9

Unspent Grants

National Government Grants
 Provincial Government Grants
 Balance previously reported
 Correction of emergency housing Zoar & DMA - Note 33.8
 Other Grant Providers
 Balance previously reported
 Correction of emergency housing Zoar & DMA - Note 33.8

Less:

Unpaid Conditional Grants

National Government Grants
 Balance previously reported
 Correction of emergency housing Zoar & DMA - Note 33.8
 Provincial Government Grants
 Balance previously reported
 Correction of DWAF Debtor - Note 33.4
 Other Grant Providers

Total Conditional Grants and Receipts

See appendix "B" for reconciliation of grants from other spheres of government. The Unspent Grants are cash-backed by term deposits. The municipality complied with the conditions attached to all grants received to the extent of revenue recognised. No grants were withheld.

	11 458 072	8 176 225
	5 879 161	6 044 827
	4 072 649	499 804
	-	774 344
	-	(274 540)
	1 506 262	1 631 594
	-	1 640 758
	-	(9 164)
	560 584	-
	252 624	-
	-	83 579
	-	(83 579)
	-	-
	-	248 560
	-	(248 560)
	307 960	-
	10 897 488	8 176 225

10

TAXES

VAT Receivable

Balance previously reported
 Correction of error - incorrect VAT treatment on 2012-2013 provision for trade payables - Note 33.6
 Correction of error - Incorrect billings with regards to rental properties - Note 33.6
 Correction of error - SARS audit adjustment - Note 33.6
 Correction of error - VAT incorrectly included in expense vote - Note 33.6
 Correction of error - overstatement of provision for trade payables - Note 33.6
 Correction of error - interest and penalties - Note 33.6
 Correction of error - incorrect billings with regards to rental properties - Note 33.6
 Correction of error - interest paid to SARS - Note 33.6

	2015 R	2014 R
	2 369 457	1 831 524
	-	1 483 452
	-	40 217
	-	147
	-	(52 478)
	-	2 170
	-	(1 489)
	-	(22 581)
	-	18 414
	-	363 670
	2 369 457	1 831 524

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

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

11

PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

	2015 R	2014 R
Third party payments received for losses incurred:		
Payments received (Excluding VAT)	-	-
Carrying value of assets written off/lost	462 719	29 162 629
Surplus/Deficit	462 719	29 162 629

Impairment of property plant and equipment

	2015 R	2014 R
Impairment charges on Property, plant and equipment recognised in statement of financial performance		
Land and Buildings	158 789 563	-
Other	-	23 644
	158 789 563	23 644

Effect of changes in accounting estimates

During the current year useful lives of assets were re-assessed to ensure that assets' useful lives accurately reflect the remaining useful lives that each asset will be utilised by Eden District Municipality. The effect on the current as well as future periods are as follow:

	2015 R	2016 R	2017 R
Decrease in Accumulated Depreciation: Property, plant and equipment	(584 284)	(572 544)	(542 006)

Additional disclosure matter:

Transfer of property to local (B) Municipalities:

Plan to transfer not yet finalised:

On 25 May 2015 a Council Resolution was taken to transfer portion 119 farm 60 Calitzdorp to Kannaland Municipality and portion 0 of farm 195 Kraaibosch to George Municipality. At reporting date the plan to transfer the property was not yet finalised.

The carrying value of possible affected properties as at the reporting date is estimated at:

- Land R13 113 900
- Buildings R4 410 434

Disputed properties:

The Municipality embarked on a process to dispose some of its land and buildings located within the District. Some of the local (B) municipalities have disputed that these properties can in fact be disposed since it was supposed to be transferred to them because the assets were supposed to follow the function and since Eden are not fulfilling some of these anymore the local municipalities are claiming these properties. The Municipality intends to dispute this claim.

The carrying value of possible affected properties as at the reporting date is estimated at:

- Land R37 602 251
- Buildings R 754 693

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INVESTMENT PROPERTY

Net Carrying amount at 1 July

	2015 R	2014 R
Net Carrying amount at 1 July	171 394 998	174 226 854
Cost - Buildings	7 456 559	7 790 500
Correction of Error - incorrect classification - Note 33.2	-	49 091
Correction of Error - First Time Recognition of Assets - Note 33.2	-	96 968
Correction of Error - prior period opening balance classification - Note 33.2	-	-
Cost - Land	165 996 856	167 359 500
Correction of Error - First Time Recognition of Assets - Note 33.2	-	5 172
Correction of Error - incorrect classification - Note 33.2	-	620 909
Correction of Error - Incorrect Cost Prices - Note 33.2	-	113 776
Class Transfers - Buildings	-	-
Class Transfers - Land	(138 000)	-
Accumulated Depreciation - Buildings	(1 920 417)	(1 793 540)
Class Transfers - Buildings	-	(9 693)
Correction of Error - First Time Recognition of Assets - Note 33.2	-	(5 828)
Acquisitions - Buildings	-	-
Impairments - Land	(84 881 250)	-
Impairments - Buildings	(619 229)	-
Restated depreciation for the year	(133 532)	(228 481)
Depreciation for the year - previously reported	(133 532)	(226 052)
Correction of Error - First Time Recognition of Assets - Note 33.2	-	(970)
Correction of Error - incorrect classification - Note 33.2	-	(1 459)
Disposals: Accumulated depreciation - Buildings	-	117 125
Disposals: Cost - Buildings	-	(480 000)
Disposals: Cost - Land	-	(2 102 500)
Net Carrying amount at 30 June	85 760 987	171 532 999
Cost - Buildings	7 456 559	7 456 559
Cost - Land	165 858 856	165 996 856
Accumulated Impairments - Buildings	(619 229)	-
Accumulated Impairments - Land	(84 881 250)	-
Accumulated Depreciation - Buildings	(2 053 949)	(1 920 417)

During the current year useful lives of assets were re-assessed to ensure that assets' useful lives accurately reflect the remaining useful lives that each asset will be utilised by Eden District Municipality. The effect on the current as well as future periods are as follow:

	2015 R	2016 R	2017 R
Effect of changes in accounting estimates			
Decrease in Accumulated Depreciation: Investment Property	(76 884)	(76 884)	(76 844)
Revenue derived from the rental of investment property	-	877 715	535 797

There are no restrictions on the realisability of Investment Property or the remittance of revenue and proceeds of disposal.

There are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

Additional disclosure matter

The Municipality embarked on a process to dispose some of its land and buildings located within the District. Some of the local (B) municipalities have disputed that these properties can in fact be disposed since it was supposed to be transferred to them because the assets were supposed to follow the function and since Eden are not fulfilling some of these anymore the local municipalities are claiming these properties. The Municipality intends to dispute this claim.

The carrying value of possible affected properties as at the reporting date is estimated at:

- Land - Investment Properties R29 040 000
- Buildings - Investment Properties R766 718

Other Disputes:

A legal dispute has been lodged against the Eden District Municipality by Mr Keyser regarding Farm 32 George Doornhof regarding the ownership of the property. At this stage, Eden District Municipality is awaiting correspondence from the applicants attorney Mr James King form Oudtshoorn.

- Land - Investment Properties R750 000
- Buildings - Investment Properties R89 200

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

13

INTANGIBLE ASSETS

	R	R
Cost	5 001 466	4 938 134
Opening Balance on 1 July	4 938 134	6 348 308
Balance Previously reported	4 938 134	6 320 533
Correction of Error - First Time Recognition of Assets - Note 33.12	-	27 775
Class Transfers	-	-
Acquisitions for the year - At cost	74 413	225 268
Balance Previously reported	-	225 268
Correction of Error - Correction of Cost Price - Note 33.12	-	-
Disposals	(11 081)	(1 635 442)
Balance Previously reported	-	(1 660 315)
Correction of Error - Items Previously Disposed now Found - Note 33.12	-	24 873
Less: Accumulated Impairments	(120 395)	(120 395)
Opening Balance on 1 July	(120 395)	(120 395)
Impairments for the year	-	-
Less: Accumulated Amortisation	(2 579 597)	(1 990 533)
Opening Balance on 1 July	(1 990 533)	(2 786 362)
Balance Previously reported	-	(2 774 433)
Correction of Error - First Time Recognition of Assets - Note 33.9	-	(11 930)
Class Transfers	-	-
Restated Amortisation for the year	(596 904)	(734 341)
Balance Previously reported	-	(729 080)
Correction of Error - Items Previously Disposed now Found - Note 33.9	-	(2 620)
Correction of Error - First Time Recognition of Assets - Note 33.9	-	(2 641)
Disposals	7 840	1 530 171
Balance Previously reported	-	1 539 289
Correction of Error - Items Previously Disposed now Found - Note 33.9	-	(9 118)
Total Intangible Assets	2 301 474	2 827 207

During the current year useful lives of assets were re-assessed to ensure that assets' useful lives accurately reflect the remaining useful lives that each asset will be utilised by Eden District Municipality. The effect on the current as well as future periods are as follows:

	2015 R	2016 R	2017 R
Effect of changes in accounting estimates			
Increase in Accumulated Amortisation: Intangible assets	23 807	23 807	23 807

No intangible asset were assessed having an indefinite useful life.
There are no intangible assets whose title is restricted.
There are no intangible assets pledged as security for liabilities
There are no contractual commitments for the acquisition of intangible assets.

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NON-CURRENT INVESTMENTS

	2015 R	2014 R
Unlisted		
KKLK shares and Loan Account - Held at Fair Value through Profit and Loss	26 027	40 774
Total Unlisted	26 027	40 774
Total Investments	26 027	40 774
Council's valuation of unlisted investments		
KKLK shares	26 027	40 774
	26 027	40 774

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LONG-TERM RECEIVABLES

Department of Transport: Roads - Post Employment Health Care Benefits (Note 4.1) - At amortised cost	51 736 843	46 000 742
Department of Transport: Roads - Long Service Awards (Note 4.2) - At amortised cost	3 525 661	3 177 664
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 4.3) - At amortised cost	615 344	713 322
Long term debtors: Local Authorities - At amortised cost	-	-
	55 877 848	49 891 728
Less: Current portion transferred to current receivables	2 756 775	2 404 270
Department of Transport: Roads - Post Employment Health Care Benefits (Note 4.1) - At amortised cost	2 247 828	1 973 160
Department of Transport: Roads - Long Service Awards (Note 4.2) - At amortised cost	391 465	303 117
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 4.3) - At amortised cost	117 482	127 993
Local Authorities - At amortised cost	-	-
Less: Unamortised Charges to Long Term Receivables	-	-
Balance 1 July	-	3 143
Adjustment for the Year	-	(3 143)
Total	53 121 073	47 487 458

LOANS TO OTHER LOCAL AUTHORITIES

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

DEPARTMENT OF TRANSPORT: ROADS

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

The carrying value of the Long-Term Receivables approximate their fair value and are shown at amortised cost using the effective interest rate method. As these loans are all recoverable the Municipality was not required to make any provision for any possible impairments.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

16

INVENTORY

Consumable Stores - at cost

2015 R	2014 R
3 500 044	4 645 034
3 500 044	4 645 034
23 114	5 231
-	-
23 114	5 231

Total Inventory

Consumable stores materials written down due to losses as identified during the annual stores counts.

Consumable stores materials surpluses identified during the annual stores counts.

Inventory recognised as an expense during the year

Inventory issued during the year:

Inventory issued during the year and included in expenses:

1 680 123.70 1 572 340.49

Eden

Contracted services
General expenses: Domestic expenses
General expenses: Entertainment
General expenses: Plant
General expenses: Printing and stationary
General expenses: Protective Cloting
Repairs and Maintenance
General expenses: Training

2015	2014
85 741	104 306
-	144
47 739	66 411
610	47
17 425	22 548
4 364	3 949
5 538	2 530
10 026	8 677
38	-

Roads

Operating expenditure: Domestic expenses
Operating expenditure: Material
Operating expenditure: Plant
Operating expenditure: Printing and stationary
Operating expenditure: Protective Cloting
Operating expenditure: Repairs and Maintenance

2015	2014
1 594 383	1 468 034
53 119	55 253
481 962	427 146
1 008 420	930 958
1 032	1 373
42 255	52 247
7 594	1 057

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TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS

As at 30 June 2015

Service debtors
Ambulance and Fire Fighting Fees
Councillors' Arrears
Rental Agreements
Roads - Sundry debtors

Gross Balances	Allowance for Bad Debts	Net Balances
4 214 996	(2 037 467)	2 177 529
2 694 552	-	2 694 552
1 073 285	(133 793)	939 493
9 717 220	-	9 717 220
17 700 053	(2 171 259)	15 528 794

Total

As at 30 June 2014

Service debtors
Ambulance and Fire Fighting Fees
Councillors' Arrears
Rental Agreements
Balance previously reported
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5
Correction of error - incorrect billings & provision for bad debts - Note 33.5

Gross Balances	Allowance for Bad Debts	Net Balances
5 262 546	(2 533 985)	2 728 561
2 498 736	(2 498 736)	-
1 594 133	(457 647)	1 136 486
3 332 399	(1 901 109)	1 431 290
(1 200)	40	(1 160)
(1 204 491)	1 204 491	(0)
(474 422)	129 634	(344 788)
(31 637)	98	(31 539)
113 039	-	113 039
19 600	(15 680)	3 920
(149 945)	115 564	(34 380)
(9 211)	9 315	104

Roads - Sundry debtors

10 280 615 - 10 280 615

Total

19 636 030 (5 490 368) 14 145 662

Consumer debtors are payable within 30 days. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of trade and other receivables on initial recognition is not deemed necessary

Housing Rentals & Rental Agreements: Ageing

Current (0-30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121-365 Days
+ 365 Days

2015 R	2014 R
68 439	897 027
14 155	53 536
13 609	13 737
14 448	13 161
841 450	616 672
121 185	0
1 073 285	1 594 133

Total

Councillors' Arrears: Ageing

Current (0-30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121-365 Days
+ 365 Days

5 233	-
-	-
-	-
-	-
2 497 856	2 498 736
191 463	-
2 694 552	2 498 736

Total

Ambulance and Fire Fighting Fees-Ageing

Current (0-30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121-365 Days
+ 365 Days

32 749	(650)
1 097 508	396 394
2 690	352 027
2 690	256 500
2 836 647	4 017 792
242 711	240 481
4 214 996	5 262 546

Total

Roads - Sundry debtors

Current (0-30 days)
31 - 60 Days
61 - 90 Days
91 - 120 Days
121-365 Days
+ 365 Days

9 680 607	10 051 803
36 611	8 176
-	5 054
-	2 515
-	885
-	212 183
9 717 218	10 280 616

Total

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

17 TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS (CONTINUED)

Reconciliation of the allowance for bad debt provision (Trade Receivables from exchange and Other Receivables from non-exchange)

Balance at the beginning of the year	7 735 313	7 199 069
Correction of error - incorrect billings & provision for bad debts - Note 33.5	-	(1 194 903)
Contributions to allowance: Exchange Receivables - Note 17	(1 044 263)	1 975 939
Contributions to allowance: Non-exchange Receivables - Note 18	(1 025 481)	466 863
Bad debts written off against the allowance	(1 362 103)	(711 655)
Balance at end of year	4 303 466	7 735 313

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

18 OTHER RECEIVABLES FROM NON EXCHANGE TRANSACTIONS
As at 30 June 2015

	Gross Balances	Allowance for Bad Debts	Net Balances
Recoverable Debtor: JP Zeelie	463 059	(463 059)	-
Recoverable Debtor: C Africa	6 804	-	6 804
Recoverable Debtor: Anti-fraud Hotline	27 143	-	27 143
Recoverable Debtor: DMA	135 076	-	135 076
Sundry debtors	3 504 132	(1 332 862)	2 171 271
Continued Members	401 198	(336 286)	64 912
Total Other Debtors	4 537 411	(2 132 207)	2 405 204

As at 30 June 2014

	Gross Balances	Allowance for Bad Debts	Net Balances
Recoverable Debtor: JP Zeelie	463 059	(463 059)	-
Recoverable Debtor: C Africa	6 804	-	6 804
Recoverable Debtor: DMA	557 132	-	557 132
Sundry debtors	2 973 930	(1 498 386)	1 475 544
Balance previously reported	2 662 229	(1 249 827)	1 412 402
Correction of error - Other Income allocated to incorrect debtor - Note 33.4	63 142	-	63 142
Correction of error - DWAF grant reclassification as debtor- Note33.4	248 559	(248 559)	-
Correction of error - PAYE allocations for 2012/13 financial year - Note 33.4	-	-	-
Continued Members	307 649	(278 266)	29 383
Councillors Transport Allowance	5 233	(5 233)	-
Advances to Agencies	497 873	-	497 873
Balance previously reported	-	-	-
Correction of double payment processed - Note 33.4	23 506	-	23 506
Correction of VAT on provision for trade payables - Note 33.4	(217 380)	-	(217 380)
Correction of classification of Department of Transport debtors - Note 33.4	691 746	-	691 746
Total Other Debtors	4 811 681	(2 244 944)	2 566 737

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

Recoverable Debtor: JP Zeelie

	2015 R	2014 R
+ 365 Days	463 059	463 059
Total	463 059	463 059

18 OTHER RECEIVABLES FROM NON EXCHANGE TRANSACTIONS (CONTINUED)

Recoverable Debtor: C Africa

	2015 R	2014 R
+ 365 Days	6 804	6 804
Total	6 804	6 804

Recoverable Debtor: DMA

	2015 R	2014 R
Current (0-30 days)	12 074	-
31 - 60 Days	11 839	-
61 - 90 Days	11 500	4 905
91 - 120 Days	7 694	15 164
121-365 Days	91 969	113 852
+ 365 Days	-	423 211
Total	135 076	557 132

Sundry debtors

	2015 R	2014 R
Current (0-30 days)	693 519	-
31 - 60 Days	489 738	38 550
61 - 90 Days	62 125	39 338
91 - 120 Days	(10 016)	84 357
121-365 Days	109 149	441 401
+ 365 Days	2 159 617	2 370 283
Total	3 504 132	2 973 930

Continued Members

	2015 R	2014 R
Current (0-30 days)	52 961	(59 394)
31 - 60 Days	13 021	55 167
61 - 90 Days	9 101	14 750
91 - 120 Days	6 140	7 402
121-365 Days	293 047	289 725
+ 365 Days	26 927	-
Total	401 197	307 650

Recoverable Debtor: Anti-fraud Hotline

	2015 R	2014 R
Current (0-30 days)	27 143	-
Total	27 143	-

Councillors Transport Allowance

	2015 R	2014 R
+ 365 Days	-	5 233
Total	-	5 233

Advances to Agencies

	2015 R	2014 R
Current (0-30 days)	-	(193 874)
31 - 60 Days	-	-
61 - 90 Days	-	-
91 - 120 Days	-	-
121-365 Days	-	-
+ 365 Days	-	691 746
Total	-	497 872

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

The fair value of other receivables approximate their carrying value.

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

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

19

OPERATING LEASE ARRANGEMENTS

19.1 The Municipality as Lessee

Balance on 1 July

Movement during the year

Balance on 30 June

At the Statement of Financial Position date, where the municipality acts as a lessee under operating leases, it will pay operating lease expenditure as follows:

Up to 1 Year
1 to 5 Years
More than 5 Years

2015 R	2014 R
18 142	-
3 474	18 142
21 616	18 142

19.2 The Municipality as Lessor

Balance on 1 July

Movement during the year

Balance on 30 June

At the Statement of Financial Position date, where the municipality acts as a lessor under operating leases, it will receive operating lease income as follows:

Up to 1 Year
1 to 5 Years
More than 5 Years

2015 R	2014 R
29 270	-
51 230	29 270
80 500	29 270

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CASH AND CASH EQUIVALENTS

Liabilities

Roads - Bank Account

Assets

Call Investment Deposits

Roads - Bank Account

Short term deposits

Balance previously reported

Correction of error - Standard Bank interest received - Note 33.7

Cash

Primary Bank Account

Standard Bank Account

Total Cash and Cash Equivalents - Assets

The effective interest rate was 5.4% (2014: 5.03%).

The Municipality has the following bank accounts:-

Call Investment Deposits

Included in other deposits and bank balances are an amount of **R11 467 000** (2014: R 8 176 225) which is attributable to unspent grants and subsidies; and **R 11 458 072** (2014: R 8 176 225) which is attributable to the Capital Replacement Reserve and **R21 370 360** (2014: R 18 068 623) which is to repay long-term liabilities as set out in note 3.

Current Account (Primary Bank Account)

ABSA George Branch

Account Number 4050434930

Cash book balance at beginning of year

Cash book balance at end of year

Bank statement balance at beginning of year

Bank statement balance at end of year

Current Account (Standard Bank Account)

Standard Bank George Branch

Account Number 06 083 263 0

Cash book balance at beginning of year

Cash book balance at end of year

Bank statement balance at beginning of year

Bank statement balance at end of year

Cash

Current Account (Standard Bank Account) - Roads

Standard Bank George Branch

Account Number 06 083 263 500 0

Cash book balance at beginning of year

Cash book balance at end of year

Bank statement balance at beginning of year

Bank statement balance at end of year

Call Investment Deposits

ABSA George Branch

Account Number 48872744847 & 91 8226 2703

Cash book balance at beginning of year

Cash book balance at end of year

Bank statement balance at beginning of year

Bank statement balance at end of year

2015 R	2014 R
-	-
134 217	1 104
7 426 061	5 923 716
90 223 890	60 129 973
-	60 122 973
-	7 000
11 423	21 365
13 287 136	13 668 016
111 082 727	79 744 174

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

21

GOVERNMENT GRANTS AND SUBSIDIES

	2015 R	2014 R
Unconditional		
Equitable Share	134 097 000	129 669 000
Conditional	33 656 179	16 063 719
Grants and Donations	33 656 179	16 063 719
Balance previously reported	33 656 179	16 063 719
Correction of error - incorrect provision for grant expenditure - Note 33.8	-	-
Total Government Grants and Subsidies	167 753 179	145 732 719
Government Grants and Subsidies - Operating	167 610 552	145 540 605
Government Grants and Subsidies - Capital	142 627	192 114
Total Government Grants and Subsidies	167 753 179	145 732 719
21.1 Equitable Share		
Opening balance	-	-
Grants received	134 097 000	129 669 000
VAT on Grants	-	-
Conditions met - Operating	(134 097 000)	(129 669 000)
Conditions met - Capital	-	-
Conditions still to be met	-	-
The Equitable Share is the unconditional share of the revenue raised nationally and is being allocated in terms of Section 214 of the Constitution (Act 108 of 1996) to the municipality by the National Treasury.		
21.2 Municipal Systems Improvement Grant (MSIG)		
Opening balance	59 053	(106 743)
Grants received	934 000	890 000
Repaid to National Revenue Fund	(59 000)	-
VAT on Grants	(114 499)	(93 420)
Conditions met - Operating	(720 781)	(438 670)
Conditions met - Capital	(97 065)	(192 114)
Conditions still to be met	1 708	59 053
The Municipal Systems Improvement Grant was used for building in-house capacity to perform municipal functions and stabilise institutional and governance systems.		
21.3 Local Government Financial Management Grant (FMG)		
Opening balance	12 274	12 274
Grants received	1 250 000	1 250 000
VAT on Grants	(46 129)	(64 993)
Conditions met - Operating	(1 216 145)	(1 185 007)
Conditions met - Capital	-	-
Conditions still to be met	-	12 274
The Financial Management Grant is paid by National Treasury to municipalities to help implement the financial reforms required by the Municipal Finance Management Act (MFMA), 2003. The FMG Grant also pays for the cost of the Financial Management Internship Programme (e.g. salary costs of the Financial Management Interns).		
21.4 Electricity Demand Side Management		
Opening balance	5 399 985	5 399 984
Grants received	-	-
VAT on Grants	-	-
Repaid to National Revenue Fund	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	5 399 985	5 399 984
Grant utilised for energy efficiency investigation within the region.		
21.5 Dpt Land Affairs: District Assessment Committee		
Opening balance	49 343	49 343
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	49 343	49 343
Grant utilised to assess the land affairs within the region.		
21.6 Donation Funds National Water		
Opening balance	-	41 700
Correction of error - Note 33.8	-	(41 700)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	-	-
Grant utilised to investigate the district's water plans.		
21.7 Housing Consumer Education Fund		
Opening balance	-	32 167
Correction of error - Note 33.8	-	(32 167)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	-	0
The Housing Consuming Education Grant was used for public awareness programs.		

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

21

GOVERNMENT GRANTS AND SUBSIDIES (CONTINUED)

	2015 R	2014 R
21.8		
<u>LGESTA: Re-imbursments</u>		
Opening balance	911 224	1 128 101
Grants received	153 794	131 015
VAT on Grants	-	-
Conditions met - Operating	(432 470)	(347 892)
Conditions met - Capital	-	-
Conditions still to be met	<u>632 548</u>	<u>911 224</u>
Grant is utilised for training purposes of municipal staff.		
21.9		
<u>LGSETA: LED Learnership</u>		
Opening balance	-	9 164
Correction of error - Note 33.8	-	(9 164)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>0</u>
Grant is utilised for training purposes of municipal staff.		
21.10		
<u>Human Rights Programme</u>		
Opening balance	-	53 797
Correction of error - Note 33.8	-	(49 197)
Grants received	-	-
VAT on Grants	-	(565)
Conditions met - Operating	-	(4 035)
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>0</u>
Grant utilised for the promotion of human rights within the region.		
21.11		
<u>Sports Grounds: Haarlem</u>		
Opening balance	-	8 678
Correction of error - Note 33.8	-	(8 678)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>-</u>
Grant utilised for purchase of sports grounds in Haarlem.		
21.12		
<u>Libraries Grant - Facilities</u>		
Opening balance	-	77 506
Correction of error - Note 33.8	-	(77 506)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>(0)</u>
The grant was used for appointment of library staff.		
21.13		
<u>Non-Motorised Transport</u>		
Opening balance	-	2 442
Correction of error - Note 33.8	-	(2 442)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>-</u>
Grant utilised of building sub-roads for bicycles and pedestrians.		
21.14		
<u>Bucket system Elimination Schools/Clinic</u>		
Opening balance	128 417	128 417
Grants received	-	-
VAT on Grants	(4 605)	-
Conditions met - Operating	(47 495)	-
Conditions met - Capital	-	-
Conditions still to be met	<u>76 317</u>	<u>128 417</u>
Grant utilised for replacing bucket system with VIP toilets.		
21.15		
<u>LG: Bulk Water and Waste Water infrastructure.</u>		
Opening balance	-	62 850
Correction of error - Note 33.8	-	(62 850)
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>-</u>
Grant utilised for bulk infrastructure investigations.		

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

21

GOVERNMENT GRANTS AND SUBSIDIES (CONTINUED)

	2015 R	2014 R
21.16		
<u>Expanded Public Works Incentives</u>		
Opening balance	-	(83 579)
Correction of error - Note 33.8	-	83 579
Grants received	1 000 000	1 000 000
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	(1 000 000)	(1 000 000)
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
The grant is utilised for job creation.		
21.17		
<u>Task Contributions - Municipalities</u>		
Opening balance	86 460	(50 247)
Grants received	290 400	274 000
Debtor	32 800	-
VAT on Grants	(4 417)	(3 594)
Conditions met - Operating	(175 929)	(133 699)
Conditions met - Capital	(27 511)	-
Conditions still to be met	-	-
	<u>201 804</u>	<u>86 460</u>
Grant utilised for the funding of the TASK unit.		
21.18		
<u>WFW: Brandwacht 2010/11</u>		
Opening balance	-	-
Grants received	-	643 067
VAT on Grants	-	(19 724)
Conditions met - Operating	-	(623 344)
Conditions met - Capital	-	-
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
Grant utilised for the eradication of alien vegetation.		
21.19		
<u>WFW: Great - Brak 2010/11</u>		
Opening balance	-	-
Grants received	-	942 108
VAT on Grants	-	(31 811)
Conditions met - Operating	-	(910 297)
Conditions met - Capital	-	-
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
Grant utilised for the eradication of alien vegetation.		
21.20		
<u>WFW: Karatara 2010/11</u>		
Opening balance	-	-
Grants received	-	475 542
VAT on Grants	-	(5 837)
Conditions met - Operating	-	(469 706)
Conditions met - Capital	-	-
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
Grant utilised for the eradication of alien vegetation.		
21.21		
<u>WFW: Knysna 2010/11</u>		
Opening balance	-	-
Grants received	-	44 718
VAT on Grants	-	(729)
Conditions met - Operating	-	(43 989)
Conditions met - Capital	-	-
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
Grant utilised for the eradication of alien vegetation.		
21.22		
<u>WFW: Moordkuyl 2010/11</u>		
Opening balance	-	-
Grants received	-	414 726
VAT on Grants	-	(21 768)
Conditions met - Operating	-	(392 958)
Conditions met - Capital	-	-
Conditions still to be met	-	-
	<u>-</u>	<u>-</u>
Grant utilised for the eradication of alien vegetation.		

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

21

GOVERNMENT GRANTS AND SUBSIDIES (CONTINUED)

	2015 R	2014 R
21.23 WC FMG Assistance		
Opening balance	73 516	550 000
Grants received	-	-
VAT on Grants	-	(21 673)
Conditions met - Operating	-	(454 811)
Conditions met - Capital	-	-
Conditions still to be met	<u>73 516</u>	<u>73 516</u>
21.24 DWA: Abstraction Validation on Bitou		
Opening balance	35 589	35 589
Grants received	-	-
VAT on Grants	-	-
Conditions met - Operating	-	-
Conditions met - Capital	-	-
Conditions still to be met	<u>35 589</u>	<u>35 589</u>
21.25 DWAF: Chemical Water Sampling		
Opening balance	-	(7 248)
Correction of error - Note 33.4	-	248 559
Grants received	-	126 801
VAT on Grants	-	(45 178)
Conditions met - Operating	-	(322 934)
Conditions met - Capital	-	-
Conditions still to be met	<u>-</u>	<u>-</u>
21.26 RBIG & DBSA: Bulk Water Studies		
Opening balance	633 910	(102 600)
Correction of error	-	-
Grants received	-	2 904 935
VAT on Grants	-	(192 693)
Conditions met - Operating	-	(1 975 732)
Conditions met - Capital	-	-
Conditions still to be met	<u>633 910</u>	<u>633 910</u>
21.27 Integrated Transport		
Opening balance	138 559	-
Grants received	1 800 000	604 000
VAT on Grants	-	(100 346)
Conditions met - Operating	-	(365 095)
Conditions met - Capital	-	-
Conditions still to be met	<u>1 938 559</u>	<u>138 559</u>
21.28 Municipal Disaster Recovery		
Opening balance	-	-
Grants received	27 432 000	6 584 000
VAT on Grants	-	-
Conditions met - Operating	(25 607 055)	(6 584 000)
Conditions met - Capital	-	-
Conditions still to be met	<u>1 824 945</u>	<u>-</u>
21.29 Mandela Memorial Celebrations		
Opening balance	136 250	-
Grants received	-	150 000
VAT on Grants	-	-
Conditions met - Operating	-	(13 750)
Conditions met - Capital	-	-
Conditions still to be met	<u>136 250</u>	<u>136 250</u>
21.30 Braille Project		
Opening balance	11 645	-
Grants received	-	15 000
VAT on Grants	-	(412)
Conditions met - Operating	-	(2 943)
Conditions met - Capital	-	-
Conditions still to be met	<u>11 645</u>	<u>11 645</u>
21.31 WC FMG Allocations		
Opening balance	500 000	-
Grants received	880 300	500 000
VAT on Grants	(79 550)	-
Conditions met - Operating	(878 747)	-
Conditions met - Capital	(18 051)	-
Conditions still to be met	<u>403 952</u>	<u>500 000</u>

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
GOVERNMENT GRANTS AND SUBSIDIES (CONTINUED)

21

21.32 **Nelson Mandela Biosphere Reserve Project**

Opening balance	-	-
Grants received	90 000	-
VAT on Grants	-	-
Conditions met - Operating	(52 000)	-
Conditions met - Capital	-	-
Conditions still to be met	38 000	-

21.33 **Study: Implementation alternative Solid Waste Tech**

Opening balance	-	-
Grants received	639 500	-
VAT on Grants	(116 355)	-
Conditions met - Operating	(831 105)	-
Conditions met - Capital	-	-
Conditions still to be met	(307 960)	-

21.34 **RGIB & Bulk and Waste Water Infrastructure**

Opening balance	-	-
Grants received	1 933 648	-
VAT on Grants	(268 489)	-
Conditions met - Operating	(1 917 781)	-
Conditions met - Capital	-	-
Conditions still to be met	(252 622)	-

21.35 **TOTAL GRANTS**

Opening balance	8 176 225	7 241 595
Correction of Error - Note 33.8 & 33.4	-	48 434
Repaid to National Revenue Fund	(59 000)	-
Grants received	170 500 643	146 618 912
Debtor	32 800	-
VAT on Grants	(634 045)	(602 743)
Conditions met - Operating	(166 976 507)	(144 937 862)
Correction of Error - Transferred to Capital	-	-
Correction of Error - Transferred from Operating	-	-
Conditions met - Capital	(142 627)	(192 114)
Conditions still to be met	10 897 487	8 176 225

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

24.1 **Changes in levels of government grants**

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

22 **DEPARTMENT OF TRANSPORT - ROADS SERVICES CHARGES**

	2015 R	2014 R
Department of Transport - Roads Service Charges	121 629 964	125 078 551
Income for agency services	13 785 600	12 634 356
	135 415 564	137 712 907

Income for agency services is determined at a rate 3% on re-surfacing and the rest 12%.

23 **OTHER INCOME**

Borrow Pits	106 572	-
Call Centre Mosselbay	527 325	468 903
Fire Fighting fees	1 988 352	4 749 187
George Municipality - Support fire fighting services	-	281 798
Greenest Municipality Award	120 000	120 000
Harvesting Plantation	-	174 526
Health Claims	309 648	491 116
Hotline Income	17 250	-
IT Shared Services District	1 020 942	875 200
Resorts	5 617 092	5 119 771
Sundry Income	398 692	567 616
Tariffs And Penalties: Health	215 046	183 246
Total Other Income	10 320 919	13 031 363

24 **EMPLOYEE RELATED COSTS**

	2015 R	2014 R
Employee related costs- Salaries and Wages	57 231 160	53 857 700
Employee related costs - Contribution for UIF, pensions and medical aids	18 603 957	17 682 192
Previously reported	-	18 050 489
Correction of error - PAYE allocations - Note 33.11	-	(368 297)
Grant funded employee related costs	2 188 559	2 209 981
Travel, motor car, accommodation, subsistence and other allowances	8 057 520	8 077 721
Housing benefits and allowances	644 159	535 558
Overtime payments	1 159 814	886 608
Previously reported	-	800 819
Correction of error - PAYE allocations - Note 33.11	-	85 789
Performance bonus	335 823	121 907
Leave Payment	364 058	532 570
Leave Bonus	4 183 903	4 034 415
Increase in Provision for Health Care Benefits	4 583 015	3 674 230
Increase in Provision for Long Service Awards	567 457	783 857
Decrease in Provision for Ex-Gratia Pensions	(58 269)	(93 584)
Long-service awards	-	-
Total Employee Related Costs	97 861 156	92 303 155

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
EMPLOYEE RELATED COSTS (CONTINUED)

24

REMUNERATION OF KEY MANAGEMENT PERSONNEL

Remuneration of the Municipal Manager (G Louw)

	2015 R 12 Months	2014 R 12 Months
Annual Remuneration	1 083 478	1 057 852
Performance Bonuses	180 287	292 874
Telephone Allowance	33 000	-
Car Allowance	178 500	167 220
Contributions to UIF, Medical and Pension Funds	113 228	109 810
Total	1 588 493	1 627 756

Remuneration of the Chief Finance Officer: L Hoek

	2015 R 12 Months	2014 R 12 Months
Annual Remuneration	695 950	593 851
Performance Bonuses	-	-
Telephone Allowance	7 360	-
Annual Bonus	-	48 419
Car Allowance	129 662	129 662
Contributions to UIF, SDL, Medical and Pension Funds	165 028	148 218
Total	998 000	920 150

Remuneration of the Executive Director Support Services: B Holtshauzen

	2015 R 12 Months	2014 R 12 Months
Annual Remuneration	784 800	713 477
Performance Bonuses	77 266	21 000
Telephone Allowance	3 200	-
Leave Paid	63 205	-
Car Allowance	107 795	101 493
Contributions to UIF, Medical and Pension Funds	138 810	129 763
Total	1 175 076	965 733

*Remuneration of the Executive Director Management Services: C Africa
30 June 2013*

	2015 R 12 Months	2014 R 12 Months
Annual Remuneration	728 950	693 958
Housing Allowance	84 000	106 241
Car Allowance	72 600	84 000
Performance Bonuses	106 241	-
Acting Allowance	3 317	-
Telephone Allowance	2 400	-
Contributions to UIF, Medical and Pension Funds	145 855	72 600
	-	138 490
Total	1 143 363	1 095 289

Remuneration of the Senior Manager Roads: JC Ottervanger

	2015 R 12 Months	2014 R 12 Months
Annual Remuneration	613 603	561 120
Long service award	-	22 706
Housing Allowance	2 568	2 772
Car Allowance	130 693	130 693
Acting Allowance	4 800	-
Contributions to UIF, Medical and Pension Funds	149 443	139 704
Total	901 107	856 994

25 EMPLOYEE RELATED COST - ROADS

	2015 R	2014 R
Employee related costs- Salaries and Wages	37 430 079	35 631 260
Employee related costs - Contribution for UIF, pensions and medical aids	13 776 014	12 857 500
Travel, motor car, accommodation, subsistence and other allowances	1 587 592	1 619 965
Housing benefits and allowances	433 475	417 105
Overtime payments	357 161	710 053
Performance bonus	-	-
Leave Payment	791 633	915 205
Leave Bonus	3 056 914	3 073 584
Total Employee Related Costs	57 432 867	55 224 672

26 REMUNERATION OF COUNCILLORS

	2015 R	2014 R
Remuneration	5 340 606	5 032 028
Travel Allowances	1 466 333	1 386 789
Car Allowance	64 222	-
Telephone Allowances	313 020	318 409
Pension Contributions	129 273	131 393
Medical Contributions	211 136	159 277
Total Councillor's Remuneration	7 524 590	7 027 896
Van der Westhuizen VI - Executive Mayor		
Remuneration	407 982	381 706
Travel Allowances	197 398	141 885
	605 380	523 591
Esau LBC - Deputy Executive Mayor		
Remuneration	282 362	264 840
Travel Allowances	103 128	94 115
	385 490	358 955
Nayler T - Speaker		
Remuneration	383 049	280 424
Travel Allowances	15 635	92 844
	398 684	373 268
Du Toit J - Mayoral Committee Member		
Remuneration	208 079	212 007
Travel Allowances	-	71 169
Car Allowance	64 222	-
Telephone Allowances	-	6 230
	272 301	289 406

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
REMUNERATION OF COUNCILLORS (CONTINUED)

26

	2015 R	2014 R
Koegelenberg JJA - Mayoral Committee Member		
Remuneration	419 641	396 305
Travel Allowances	162 672	131 963
Telephone Allowances	20 868	20 868
	<u>603 181</u>	<u>549 136</u>
Maxim J - Mayoral Committee Member		
Remuneration	241 375	222 004
Travel Allowances	102 404	86 173
Medical Contributions	33 521	22 526
	<u>377 300</u>	<u>330 703</u>
May SF - Mayoral Committee Member		
Remuneration	419 641	397 777
Travel Allowances	138 881	131 963
Telephone Allowances	20 868	20 868
	<u>580 390</u>	<u>550 608</u>
McCombi HJ - Mayoral Committee Member		
Remuneration	364 873	366 763
Travel Allowances	154 225	159 240
Telephone Allowances	20 868	20 868
Medical Contributions	56 698	33 516
	<u>596 664</u>	<u>580 387</u>
Simmers T - Mayoral Committee Member		
Remuneration	416 494	396 794
Travel Allowances	150 412	144 732
Telephone Allowances	20 868	20 868
Medical Contributions	4 214	-
	<u>591 988</u>	<u>562 394</u>
Ngalo CN - Councillor		
Remuneration	205 348	194 697
Telephone Allowances	20 868	20 868
Medical Contributions	18 460	18 238
	<u>244 676</u>	<u>233 803</u>
Waxa V - Councillor		
Remuneration	103 010	98 955
Travel Allowances	55 952	52 785
Telephone Allowances	20 868	20 868
Pension Contributions	18 542	17 812
Medical Contributions	45 217	40 629
	<u>243 589</u>	<u>231 049</u>
Mbali MM - Councillor		
Remuneration	8 260	7 792
Travel Allowances	2 083	6 666
Pension Contributions	-	7 792
Medical Contributions	-	1 180
	<u>10 343</u>	<u>23 430</u>
Ndayi N - Councillor		
Remuneration	8 260	7 792
Travel Allowances	9 864	8 068
	<u>18 124</u>	<u>15 860</u>
Bityi NA - Councillor		
Remuneration	193 538	182 650
Telephone Allowances	20 868	20 868
Pension Contributions	29 031	27 397
	<u>243 437</u>	<u>230 915</u>
Booisen NC- Councillor		
Remuneration	8 583	7 792
Travel Allowances	8 354	7 125
	<u>16 937</u>	<u>14 917</u>
Fielles M- Councillor		
Remuneration	193 538	182 650
Telephone Allowances	20 868	20 868
Pension Contributions	29 031	27 397
	<u>243 437</u>	<u>230 915</u>
Floors HJ- Councillor		
Remuneration	167 856	158 355
Travel Allowances	61 892	52 786
Telephone Allowances	20 868	20 868
	<u>250 616</u>	<u>232 009</u>
Gerber JJ- Councillor		
Remuneration	8 260	7 792
Travel Allowances	3 869	9 722
	<u>12 129</u>	<u>17 514</u>

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

26

REMUNERATION OF COUNCILLORS (CONTINUED)

	2015 R	2014 R
Janse van Rensburg JG - Councillor		
Remuneration	167 856	158 355
Travel Allowances	76 843	52 785
Telephone Allowances	20 868	20 868
	<u>265 567</u>	<u>232 008</u>
Mbandezi SS - Councillor		
Remuneration	8 260	7 792
Travel Allowances	2 147	1 187
	<u>10 407</u>	<u>8 979</u>
Meshoa WP - Councillor		
Remuneration	21 979	34 613
Travel Allowances	8 110	12 651
	<u>30 089</u>	<u>47 264</u>
Mkalipi NP - Councillor		
Remuneration	195 829	189 203
Travel Allowances	19 342	-
Telephone Allowances	20 868	20 868
Medical Contributions	27 979	21 937
	<u>264 018</u>	<u>232 008</u>
Niehaus GC - Councillor		
Remuneration	23 608	22 282
Travel Allowances	1 816	-
	<u>25 424</u>	<u>22 282</u>
Oupe LN - Councillor		
Remuneration	22 700	25 710
Travel Allowances	1 816	-
	<u>24 516</u>	<u>25 710</u>
Skietekat CM - Councillor		
Remuneration	224 208	211 140
Travel Allowances	17 108	-
Telephone Allowances	20 868	20 868
	<u>262 184</u>	<u>232 008</u>
Tanda NM - Councillor		
Remuneration	193 538	182 650
Telephone Allowances	20 868	20 868
Pension Contributions	29 031	27 397
	<u>243 437</u>	<u>230 915</u>
Teyisi T - Councillor		
Remuneration	23 608	21 425
Travel Allowances	1 816	-
	<u>25 424</u>	<u>21 425</u>
Van de Hoven PJ - Councillor		
Remuneration	35 412	38 565
Travel Allowances	1 816	-
	<u>37 228</u>	<u>38 565</u>
Van Rensburg D - Councillor		
Remuneration	8 260	7 792
Travel Allowances	8 201	8 194
	<u>16 461</u>	<u>15 986</u>
Xego D - Councillor		
Remuneration	165 844	157 322
Travel Allowances	73 745	67 741
Telephone Allowances	20 868	20 868
Pension Contributions	23 638	23 598
Medical Contributions	25 047	21 251
	<u>309 142</u>	<u>290 780</u>
Abrahams D - Councillor		
Remuneration	16 484	20 735
Travel Allowances	8 281	4 508
	<u>24 765</u>	<u>25 243</u>

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

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REMUNERATION OF COUNCILLORS (CONTINUED)

	2015 R	2014 R
Johannes R - Councillor		
Remuneration	16 484	19 913
Travel Allowances	14 563	11 137
	<u>31 047</u>	<u>31 050</u>
Linden PDD - Councillor		
Remuneration	-	17 595
Travel Allowances	-	-
Telephone Allowances	-	1 739
	<u>-</u>	<u>19 334</u>
Kamfer D - Councillor		
Remuneration	167 856	149 841
Travel Allowances	57 854	37 350
Telephone Allowances	20 868	18 288
	<u>246 578</u>	<u>205 479</u>
De Vries SF - Councillor		
Remuneration	5 844	-
Travel Allowances	2 458	-
	<u>8 302</u>	<u>-</u>
Wagenaar M - Councillor		
Remuneration	2 687	-
Travel Allowances	2 648	-
	<u>5 335</u>	<u>-</u>
In-kind benefits		
The Mayor may utilise official Council transportation when engaged in official duties.		
Remuneration of political office bearers and councillors		
Remuneration of political office bearers and councillors are within the upper limits as determined by the framework envisaged in section 219 of the Constitution.		

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DEPRECIATION

	2015 R	2014 R
Property, Plant and Equipment	2 550 958	3 904 752
Balance previously reported	-	3 875 501
Correction of Error Removal of incorrect classifications - Note 33.1	-	(1 459)
Correction of assets previously disposed now found - Note 33.1	-	30 710
	<u>133 532</u>	<u>228 481</u>
Investment Property		
Balance previously reported	-	226 052
Correction of Error Removal of incorrect classifications - Note 33.2	-	1 459
Correction of Depreciation of Investment Property identified for the first time - 33.2	-	970
	<u>2 684 490</u>	<u>4 133 232</u>

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

28

REPAIRS AND MAINTENANCE

Buildings	637 338	901 278
Previously reported	-	912 465
Correction of error - incorrect provision for trade payables - Note 33.3	-	(11 188)
Electricity	47 164	31 681
Equipment	1 044 312	833 113
Previously reported	-	835 284
Correction of error - incorrect provision for trade payables - Note 33.3	-	(2 170)
Fleet Vehicles	428 612	56 965
General Maintenance & Complaints	234 650	177 099
Previously reported	-	178 293
Correction of error - incorrect provision for trade payables - Note 33.3	-	(1 194)
Plant	877 869	1 403 065
Previously reported	-	1 406 642
Correction of error - incorrect provision for trade payables - Note 33.3	-	(3 577)
Swimming pool	105 964	-
Radio/Transmitter Station	14 550	141 554
Water Works	6 139	16 063
	3 396 598	3 560 817

29

FINANCE CHARGES

Long-term liabilities	205 735	369 631
Previously reported	-	369 631
Correction of error - SARS penalties & interest - Note 33.6	-	-
Water and Electricity	10 530	-
A Lamont	4 084	-
SARS	14 912	322 726
Previously reported	-	334 826
Correction of error - SARS penalties & interest - Note 33.6	-	(12 100)
Total Interest on External Borrowings	235 261	692 357

30

CONTRACTED SERVICES

	2015 R	2014 R
Asset Verification: BAUD	192 309	230 421
Assistance: Year-end procedures	1 767 584	1 078 788
Disaster Management	99 639	7 670
DWAF Chemical Water Sampling	50 969	322 934
Environmental Management: Studies & other services	130 586	67 332
Fax Machines, Copiers & Maintenance Agreements	209 165	21 735
Balance previously reported	-	21 735
Correction of error - Note 33.11	-	-
Fire Fighting Services	3 936 929	5 409 041
Financial Management Assistance	878 747	154 811
Furniture Removal	133 943	14 109
Integrated Transport	-	351 660
Internal Audit Training	-	6 947
Laboratory Tests	260 960	269 838
Balance previously reported	-	271 529
Correction of error - Note 33.11	-	(1 691)
Laundry Services	84 254	32 782
Balance previously reported	-	32 807
Correction of error - Note 33.11	-	(25)
License & Support Agreements	1 280 434	1 309 566
Balance previously reported	-	1 384 157
Correction of error - Note 33.11	-	(74 591)
LG SETA & TASK	-	386 016
Maintenance Plans	333 512	255 709
Management Training	110 705	348 415
RBIG & DBSA Bulk Water Studies	1 917 781	1 975 732
Balance previously reported	-	1 975 732
Correction of error - Note 33.11	-	-
Security Services	1 136 216	62 660
Tourism	55 838	52 583
Work for Water	-	1 372 872
	12 579 573	13 731 619

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ROADS - OPERATING EXPENDITURE

	2015 R	2014 R
Plant Hire	-	-
General Expenses	62 881 758	65 826 969
Repairs and Maintenance	-	275 077
Contributions to Capital	1 315 340	3 751 833
	64 197 098	69 853 879

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GENERAL EXPENSES

Included in general expenses are the following: -

Advertisements	483 919	415 442
Balance previously reported	-	418 412
Correction of error - Note 33.11	-	(2 970)
Audit Fees	2 367 931	2 596 604
Bank Charges	146 148	122 287
Computer Programs	-	60 930
Contribution Full time Shopsteward	24 543	53 032
Balance previously reported	-	10 120
Correction of error - Note 33.11	-	42 912
Courier Services	910	-
Deeds	11 984	2 208
Disposable Equipment	-	2 368

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
GENERAL EXPENSES (CONTINUED)

32

	2015 R	2014 R
Domestic Expenses	292 219	308 372
Balance previously reported	-	308 679
Correction of error - Note 33.11	-	(307)
Employee Support	23 750	38 038
Entertainment Allowances	35 632	36 158
External Audit Committee	138 722	143 888
Health Advisory Committee	965	1 754
Herbicides	-	22 200
Health Education	12 557	21 211
Inventory Items	-	16 457
Insurance	756 578	621 539
Laboratory Test	676 595	478 369
Balance previously reported	-	484 546
Correction of error - Note 33.11	-	(6 177)
Laundry Service	145 895	143 741
Legal Fees	1 251 730	959 775
License fees	64 641	9 615
Material	2 550	24 446
Membership fees	1 083 303	907 229
Balance previously reported	-	970 371
Correction of error - Note 33.11	-	(63 142)
OPCAR - GRAP	-	691 547
Operating Projects	2 434 172	1 309 549
Balance previously reported	-	1 320 346
Correction of error - Note 33.11	-	(10 798)
Personnel Contribution Mission Street Plant	557 040	527 500
	1 193 172	990 009
Balance previously reported	-	996 565
Correction of error - Note 33.11	-	(6 556)
Postage/ Post Box Rental	37 278	29 737
Printing & Stationery	1 023 043	1 050 586
Balance previously reported	-	1 051 149
Correction of error - Note 33.11	-	(563)
Protective Clothing	293 461	386 365
Balance previously reported	-	387 117
Correction of error - Note 33.11	-	(752)
Public Relations	7 290	11 465
Purchases Mattresses	50 254	25 842
Rates & Taxes	462 055	623 983
Balance previously reported	-	635 310
Correction of error - Note 33.11	-	(11 328)
Refreshments	26 361	47 431
Registration Fees: Congresses	55 454	19 805
Rent	465 112	327 294
Rent Disaster Centre Equipment	318 399	810 240
Balance previously reported	-	816 444
Correction of error - Note 33.11	-	(6 204)
Repayment: Eden Employee s (3G)	-	(28 238)
Road Reserve	-	442 972
Security	101 657	109 148
Services Accounts	2 851 904	1 898 117
Balance previously reported	-	1 899 221
Correction of error - Note 33.11	-	(1 104)
Skills Development Levy	726 689	689 252
Strategic Planning	32 063	26 863
Study Assistance	296 070	232 987
Subsistence & Travel	1 225 254	1 081 127
Sundry Expenses	231 038	159 365
Sundry Expenses - Grant funded	25 607 055	7 574 523
Telephone/Data lines	2 914 401	2 805 827
Training	722 489	879 471
Balance previously reported	-	880 471
Correction of error - Note 33.11	-	(1 000)
Valuation Fees	54 900	-
Vermin Control	-	63
Wreaths & Bouquets	26 094	11 853
Year-end Function	39 800	39 590
	49 273 077	29 759 936

33 CORRECTION OF ERROR IN TERMS OF GRAP 3

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

33.1

Property Plant and Equipment

	2014 Cost R	2013 Cost R
Balance previously reported - 30 June	327 270 737	356 747 862
Correction of assets previously disposed now found - Note 11 & 33.11	51 561	-
Correction of assets identified for the first time - Note 11 & 33.10	413 477	413 477
Correction of Error Removal of incorrect classifications - Note 11, 12 & 33.10	(670 000)	(670 000)
Restated Balance	327 065 775	356 491 340
	2014 Accumulated Depreciation R	2013 Accumulated Depreciation R
Property Plant and Equipment		
Balance previously reported - 30 June	32 351 096	29 769 321
Correction of assets previously disposed now found - Note 11 & 33.11	35 316	-
Correction of assets identified for the first time - Note 11, 33.10 & 33.11	192 852	166 078
Correction of Error Removal of incorrect classifications - Note 11, 33.10 & 33.11	(11 152)	(9 693)
Restated Balance	32 568 112	29 925 707

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
CORRECTION OF ERROR IN TERMS OF GRAP 3 (CONTINUED)

33				
33.2	Investment Property		Cost 2014 R	Cost 2013 R
	<i>Balance previously reported - 30 June</i>		172 567 500	175 150 000
	Correction of Error Removal of incorrect classifications - Note 11, 12 & 33.10		670 000	670 000
	Correction of assets identified for the first time - Note 12 & 33.10		102 140	102 140
	Correction of Error Incorrect Cost Price - Note 11, 12, 33.10 & 33.11		113 776	113 776
	Restated Balance		173 453 415	176 035 915
	Investment Property		Accumulated Depreciation R	Accumulated Depreciation R
	<i>Balance previously reported - 30 June</i>		1 902 466	1 793 539
	Correction of Error Removal of incorrect classifications - Note 12, 33.10 & 33.11		11 152	9 693
	Correction of assets identified for the first time - Note 12, 33.10 & 33.11		6 798	5 828
	Restated Balance		1 920 416	1 809 060
33.3	Payables from exchange transactions		2014 R	2013 R
	<i>Balance previously reported - 30 June</i>		21 818 059	37 763 637
	Correction of incorrect provision made regarding DMA properties - Note 8, 33.10 & 33.11		(23 149)	(11 821)
	Correction of public holiday payments made using an incorrect formula - Note 8, 33.10 & 33.11		310 789	278 914
	Correction provision for trade payables: Contribution to shopstewards - Note 8 & 33.11		42 912	-
	Correction provision for trade payables: Contribution to shopstewards - Note 8 & 33.11		8 561	-
	Correction of incorrect provision for trade payables - Note 8 & 33.11		(312 997)	-
	Correction of overstatement of provision for trade payables - Note 8 & 33.11		(12 123)	-
	Restated Balance		21 832 054	38 030 730
33.4	Other Receivables from Non-Exchange Transactions		R 2014	R 2013
	<i>Balance previously reported - 30 June</i>		2 005 720	2 924 232
	Correction of provision for bad debts - Note 18 & 33.11		(248 559)	-
	Correction of DWAF Debtor - Note 9, 18, 21.25 & 33.11		248 559	-
	Correction of overpayment of SALGA membership fees - Note 33.11 & 18		63 142	-
	Correction of double payment made in previous financial year - Note 18 & 33.11		31 006	-
	Correction of Netcare payment - Note 18 & 33.10		(7 500)	(7 500)
	Correction of incorrect provision for trade payables - Note 18 & 33.11		(217 380)	-
	Correction of classification of Department of Transport debtors - Note 18, 33.10 & 33.11		691 746	323 450
	Restated Balance		2 566 735	3 240 182
33.5	Other Receivables from Exchange Transactions		R 2014	R 2013
	<i>Balance previously reported - 30 June</i>		14 440 466	3 369 981
	Correction of incorrect billings with regards to rental properties - Note 17 & 33.11		(1 200)	-
	Correction of incorrect billings with regards to rental properties - Note 17, 33.10 & 33.11		(474 422)	(208 067)
	Correction of incorrect billings with regards to rental properties - Note 17 & 33.10		(1 204 491)	(1 204 491)
	Correction of incorrect billings with regards to rental properties - Note 17, 33.10 & 33.11		19 600	15 974
	Correction of incorrect billings with regards to rental properties - Note 17, 33.10 & 33.11		(9 210)	(5 711)
	Correction of incorrect billings with regards to rental properties - Note 17 & 33.11		(31 637)	-
	Correction of incorrect billings with regards to rental properties - Note 17, 33.10 & 33.11		113 039	52 739
	Correction of error overprovision of bad debt on debtors - Note 17 & 33.11		1 443 462	-
	Correction of incorrect billings with regards to rental properties - Note 17, 33.10 & 33.11		(149 945)	(60 406)
	Restated Balance		14 145 662	1 960 020
33.6	VAT Receivable		R 2014	R 2013
	<i>Balance previously reported - 30 June</i>		1 483 452	1 453 089
	Correction of SARS audit adjustment - Note 10, 33.10 & 33.11		(52 478)	(52 478)
	Correction of incorrect VAT treatment on 2012-2013 provision for trade payables - Note 10 & 33.10		40 217	40 217
	Correction of VAT incorrectly allocated to expense vote - Note 10 & 33.11		2 170	-
	Correction of error - interest paid to SARS - Note 10, 33.10 & 33.11		363 670	328 989
	Correction of interest and penalties - Note 10 & 33.11		(22 581)	-
	Correction of overstatement on provision for Trade Payables - Note 10 & 33.11		(1 489)	-
	Correction of error - incorrect billings with regards to rental properties - Note 10, 33.10 & 33.11		18 414	7 418
	Correction of error - incorrect billings with regards to rental properties - Note 10 & 33.11		147	-
	Restated Balance		1 831 524	1 777 236
33.7	Cash and Cash Equivalents		R 2014	R 2013
	<i>Balance previously reported - 30 June</i>		4 683 695	78 938 189
	Correction of Standard Bank interest received - Note 20 & 33.11		7 000	-
	Restated Balance		4 690 695	78 938 189

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
CORRECTION OF ERROR IN TERMS OF GRAP 3 (CONTINUED)

	R 2014	R 2013
33.8 Conditional Grant & Receipts		
<i>Balance previously reported - 30 June</i>	8 127 791	7 592 012
Correction of Unspent Conditional Grant: Human Rigts Programme - Note 21	(49 197)	(49 197)
Correction of Unspent Conditional Grant: Sportsground Haarlem - Note 21	(8 678)	(8 678)
Correction of Unspent Conditional Grant: LG Bulk Water & Waste Water - Note 21	(62 850)	(62 850)
Correction of Unspent Grant: DWAF Chemical Water Sampling - Note 21	248 559	-
Correction of Unspent Conditional Grant: Expanded Public Works Incentives - Note 21	83 579	83 579
Correction of Unspent Conditional Grant: Non-motorised Transport - Note 21	(2 442)	(2 442)
Correction of Unspent Conditional Grant: Library Services - Note 21	(77 506)	(77 506)
Correction of Unspent Conditional Grant: Donation funds National Water - Note 21	(41 700)	(41 700)
Correction of Unspent Conditional Grant: LGSETA LED Learnerships - Note 21	(9 164)	(9 164)
Correction of Unspent Conditional Grant: Housing Consumer Education - Note 21	(32 167)	(32 167)
Restated Balance	8 176 225	7 391 887
33.9 Intangible Assets		
	R 2014 Accumulated Depreciation	R 2013 Accumulated Depreciation
<i>Balance previously reported - 30 June</i>	1 964 224	2 894 828
Correction of assets previously disposed now found - Note 13 & 33.11	11 738	-
Correction of assets identified for the first time - Note 13, 33.10 & 33.11	14 571	11 930
Restated Balance	1 990 532	2 906 758
33.10 Accumulated Surplus/(Deficit)		R
Correction of incorrect billings with regards to rental properties - Note 33.5		52 739
Correction of incorrect billings with regards to rental properties - Note 33.5		(5 711)
Correction of incorrect billings with regards to rental properties - Note 33.5		(52 988)
Correction of incorrect VAT treatment on the 2012-2013 provision for trade payables - Note 33.6		40 217
Correction of Cost of Property, Plant and Equipment identified for the first time - Note 33.1		413 477
Correction of Cost of Investment Property identified for the first time - Note 33.2		102 140
Correction of Cost of Intangible Assets identified for the first time - Note 33.13		27 775
Correction of Accumulated Depreciation of Property, Plant and Equipment identified for the first time - Note 33.1		(166 078)
Correction of Accumulated Depreciation of Investment Property identified for the first time - Note 33.2		(5 828)
Correction of Accumulated Amortisation of Intangible Assets identified for the first time - Note 33.9		(11 930)
Correction of Incorrect Cost Price of Investment Property - Note 33.2		113 776
Correction of incorrect billings with regards to rental properties - Note 33.5		15 974
Correction of incorrect billings with regards to rental properties - Note 33.5		(208 067)
Correction of incorrect billings with regards to rental properties - Note 33.5		(1 204 491)
Correction of Unspent Conditional Grant: Expanded Public Works Incentives - Note 33.8		(83 579)
Correction of Workmen Compensation paid for the Department of Roads - Note 33.4		323 450
Correction of SARS audit adjustment - Note 33.6		(52 478)
Correction of error - interest paid to SARS - Note 33.6		328 989
Correction of Unspent Conditional Grant: Human Rigts Programme - Note 33.8		49 197
Correction of Unspent Conditional Grant: Sportsground Haarlem - Note 33.8		8 678
Correction of Unspent Conditional Grant: LG Bulk Water & Waste Water - Note 33.8		62 850
Correction of Netcare payment - Note 33.4		(7 500)
Correction of Unspent Conditional Grant: Non-motorised Transport - Note 33.8		2 442
Correction of Unspent Conditional Grant: Library Services - Note 33.8		77 506
Correction of Unspent Conditional Grant: Donation funds National Water - Note 33.8		41 700
Correction of Unspent Conditional Grant: LGSETA LED Learnerships - Note 33.8		9 164
Correction of Unspent Conditional Grant: Housing Consumer Education - Note 33.8		32 167
Correction of incorrect provisions made with regards to DMA properties - Note 33.3		11 821
Correction of error provision for Firefighting shift allowances - Note 33.13		(1 183 704)
Correction of incorrect public holiday payment due to incorrect formula used - Note 33.3		(278 914)
Total amount credited/(debited) to accumulated surplus due to implementation of GRAP		(1 547 205)
33.11 Changes to Statement of Financial Performance		R
Correction of incorrect billings with regards to rental properties - Note 33.5		60 300
Correction of incorrect billings with regards to rental properties - Note 33.5		(31 637)
Correction of incorrect billings with regards to rental properties - Note 33.5		(1 053)
Correction of incorrect billings with regards to rental properties - Note 33.5		(3 500)
Correction of DWAF reallocation as debtor - Note 33.4		(248 559)
Correction of error overprovision of bad debt on debtors - Note 33.5		1 443 462
Correction of error for staff leave provision - Note 33.14		(23 554)
Correction of Depreciation of Property, Plant and Equipment identified for the first time - Note 33.1		(26 774)
Correction of Depreciation of Investment Property identified for the first time - Note 33.2		(970)
Correction of Amortisation of Intangible Assets identified for the first time - Note 33.9		(2 641)
Correction of Depreciation of Property, Plant and Equipment Previously Disposed now Found - Note 33.1		(3 936)
Correction of Amortisation of Intangible Assets Previously Disposed now Found - Note 33.9		(2 620)
Correction of Profit and Loss on Disposal of Assets Previously Disposed and now Found - Note 33.1 and Note 33.9		(40 498)
Correction of Profit and Loss on Disposal of Assets Previously Disposed and now Found - Note 33.1 and Note 33.9		76 434
Correction of overpayment of SALGA membership fees - Note 33.4		63 142
Correction of incorrect billings with regards to rental properties - Note 33.5		3 626
Correction of incorrect billings with regards to rental properties - Note 33.5		(266 355)
Correction of Standard Bank interest received - Note 33.7		7 000
Correction of Workmen Compensation paid for the Department of Roads - Note 33.4		368 297
Correction of overstatement of provision for Trade Payables - Note 33.3		10 634
Correction of VAT incorrectly included in expense - Note 33.6		2 170
Correction of incorrect provisions made with regards to DMA properties - Note 33.3		11 328
Correction of incorrect public holiday payment due to incorrect formula used - Note 33.3		(31 875)
Correction of interest and penalties - Note 33.6		(22 581)
Correction of provision for trade payables: Contributions to shoptewards - Note 33.3		(8 561)
Correction of incorrect billings with regards to rental properties - Note 33.5		(78 543)
Correction of error - interest paid to SARS - Note 33.6		34 681
Correction of incorrect provision for trade payables - Note 33.3		126 623
Correction of error provision for Firefighting shift allowances - Note 33.13		(53 914)
Correction of provision for trade payables: Contributions to shoptewards - Note 33.3		(42 912)
Total amount credited/(debited) to Statement of Financial Performance due to implementation of GRAP		1 317 216

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

33 CORRECTION OF ERROR IN TERMS OF GRAP 3 (CONTINUED)
33.12 Intangible Assets

R 2014 Cost	R 2013 Cost
Balance previously reported - 30 June	6 320 534
Correction of assets previously disposed now found - Note 13 & 33.11	-
Correction of assets identified for the first time - Note 13 & 33.10	27 775
Restated Balance	6 348 309

33.13 Current Employee Benefits

2014 R	2013 R
Balance previously reported - 30 June	17 158 630
Correction of error for staff leave provision - Note 33.11 & 6	-
Correction of error provision for Firefighting shift allowances - Note 33.10, 33.11 & 6	1 183 704
Restated Balance	18 342 334

34 IMPAIRMENT LOSSES

Investment properties

Impairments - Land
Impairments - Buildings

Property, plant & equipment

Land and Buildings
Other

R 2015	R 2014
85 500 479	-
84 881 250	-
619 229	-
158 789 563	23 644
158 789 563	-
-	23 644
244 290 042	23 644

35 ACTUARIAL (GAIN) / LOSS

Eden

Actuarial Gains
Long Service Leave Benefits
Ex-Gratia Pension Awards

Actuarial Loss

Post Employment Health Care Benefits
Long Service Leave Benefits

2015 R	2014 R
-	(106 373)
(138 714)	(266 804)
(138 714)	(373 177)
4 816 174	1 900 945
341 367	-
5 157 541	1 900 945

36 CASH GENERATED FROM OPERATIONS

(Deficit) for the year from Continued Operations

Adjustments for: -

Unamortised Discount - Expense

Unamortised Discount - Income

Depreciation

Amortisation

Grants received

Grants recognised as revenue

Gain on disposal of property, plant and equipment

Loss on disposal of property, plant and equipment

Impairments

Contribution to Non-Current Provisions

Actuarial (Gain)/Loss

Employee benefits paid

Contribution to employee benefits

Bad debts written-off

Contribution to bad debt provision

Current employee benefits paid

Contribution to Current Employee Benefits

Operating deficit before working capital changes

(Increase)/Decrease in inventory

Increase/(decrease) in Operating Lease Liability

(Increase)/Decrease in Operating Lease Asset

(Increase)/Decrease in Trade Receivables from exchange transactions

(Increase)/Decrease in Other Receivables from non-exchange transactions

Increase/(decrease) in creditors

(Increase)/Decrease in VAT

Cash generated / (utilized in) operations

2015 R	2014 R
(220 077 273)	(6 032 359)
51 615	78 066
-	(3 143)
2 684 490	4 133 232
596 904	734 341
170 533 443	146 618 912
(167 753 179)	(145 484 157)
(50 026)	-
465 961	31 733 283
244 290 042	23 644
(330 772)	274 353
6 993 781	3 331 879
(5 559 425)	(5 455 236)
14 285 340	12 875 976
(1 362 103)	(711 655)
(2 069 744)	1 247 899
(8 732 331)	(7 780 732)
8 915 847	8 388 574
42 823 572	43 972 878
1 144 990	(4 645 034)
3 474	18 142
(51 230)	(29 270)
1 935 977	(14 681 906)
274 270	(2 566 737)
2 487 691	21 832 054
(537 933)	(1 831 524)
48 080 811	42 068 602

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

37

CASH AND CASH EQUIVALENTS

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

	2015 R	2014 R
Bank balances and cash	110 948 510	79 743 070
Call deposits	134 217	1 104
Total cash and cash equivalents	111 082 727	79 744 174

38

UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

Long-term liabilities (see Note 3)
Used to finance property, plant and equipment - at cost

	2015 R	2014 R
Sub-total	691 204	2 670 408
Cash set aside for the repayment of long-term liabilities (see note 3)	691 204	2 670 408
	-	-
	-	-

Cash invested for repayment of long-term liabilities

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

39

RECONCILIATION OF AVAILABLE CASH AND INVESTMENT RESOURCES

Cash and Cash Equivalents - Note 20
Investments - Note 14

	2015 R	2014 R
	111 082 727	79 744 174
	26 027	40 774
	111 108 754	79 784 948
	11 479 688	8 194 367
	11 458 072	8 176 225
	21 616	18 142

Net cash resources available for internal distribution

Allocated to:

Capital Replacement Reserve (21 370 360) (18 068 623)

Resources available for working capital requirements 78 258 706 53 521 958

40

UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

40.1 Unauthorised expenditure

Reconciliation of unauthorised expenditure
Opening balance
Unauthorised expenditure current year
Approved by Council or condoned
Transfer to receivables for recovery

	2015 R	2014 R
	58 818 807	14 015 310
	285 410 172	44 803 497
	-	-
	-	-
	344 228 979	58 818 807

The unauthorised expenditure will be presented to Council in the 2014/2015 financial year for condonation

	2015 R	2015 R	2015 R	2015 R
	(Actual)	(Budget)	(Variance - excluding grant funded expenditure)	(Unauthorised)
Expenditure by Vote				
Executive and Council	280 825 592	44 469 742	236 355 850	236 355 850
Budget and Treasury Office	17 680 742	17 927 829	(247 087)	-
Corporate Services	27 662 512	27 151 930	510 582	510 582
Community and Social Services	-	2 311 992	(2 311 992)	-
Sport and Recreation	10 050 990	8 304 582	1 746 408	1 746 408
Public Safety	47 224 684	27 553 450	19 671 234	19 671 234
Health	27 953 129	23 604 045	4 349 085	4 349 085
Planning and Development	6 866 881	8 455 897	(1 589 017)	-
Road Transport	121 629 964	101 020 044	20 609 920	20 609 920
Electricity	-	-	-	-
Water	419 903	2 074 068	(1 654 166)	-
Waste Water Management	1 917 781	11 282	1 906 499	1 906 499
Waste Management	2 288 939	2 305 467	(16 528)	-
Environmental Protection	1 873 692	8 271 532	(6 397 840)	-
	546 394 808	273 461 859	272 932 949	285 149 578

Capital expenditure by vote

	2015 R	2015 R	2015 R	2015 R
	(Actual)	(Budget)	(Variance)	(Unauthorised)
Executive & Council	121 773	327 000	(205 227)	-
Budget and Treasury Office	121 467	6 000	115 467	115 467
Corporate Services	590 884	923 000	(332 116)	-
Community and Social Services	23 875	-	23 875	23 875
Sport & Recreation	315 069	370 000	(54 931)	-
Planning & Development	43 165	-	43 165	43 165
Public Safety	1 836 208	1 935 000	(98 792)	-
Health	78 087	-	78 087	78 087
Environmental Protection	-	53 000	(53 000)	-
Waste Management	5 711 178	5 800 000	(88 822)	-
	8 841 707	9 414 000	(572 293)	260 594

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

40

UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED (CONTINUED)

40.2 Fruitless and wasteful expenditure

	2015 R	2014 R
Reconciliation of fruitless and wasteful expenditure		
Opening balance	2 293 419	1970692
Balance previously reported	-	2 299 681
Correction of error - interest paid to SARS - Note 33.6	-	(328 989)
J De Klerk	400 000	-
A Lamont	199 540	-
Interest: A Lamont	4 084	-
Interest: Municipal accounts	10 530	-
Interest: Sars Penalties and fines	14 912	330 030
Balance previously reported	-	342 130
Correction of error - Note 33.6	-	(12 100)
Recovered during 2013/2014	-	(7 303)
	<u>2 922 485</u>	<u>2 293 419</u>

Restatements to figures reported in prior years, relate to penalties and interest payable to SARS.

The fruitless and wasteful expenditure for 2014/2015 relates to penalties and interest payable to SARS, interest on municipal accounts, as well as amounts settled following labour disputes with A Lamont and J de Klerk. For both of these individuals, services were terminated which led to labour disputes. The labour disputes were consequently settled in the labour court (A Lamont) and on Bargaining Council level (J de Klerk).

The fruitless and wasteful expenditure will be presented to Council in the 2015/2016 financial year for condonation.

40.3 Irregular expenditure

	2015 R	2014 R
Reconciliation of irregular expenditure		
Opening balance - previously reported	29 421 396	17 793 733
Irregular expenditure current year - previously reported	-	17 793 733
Correction of error	-	-
Irregular expenditure current year	2 068 207	11 627 663
Irregular expenditure current year - previously reported	-	11 627 663
Correction of error	-	-
Condoned or written off by Council	(12 497 160)	-
Recovered during year	-	-
Irregular expenditure awaiting condonement	-	-
	<u>18 992 443</u>	<u>29 421 396</u>

Irregular expenditure recognised in the current year relates to transactions with suppliers with directors in the service of the state, identified by the Auditor-General during the 2013/2014 external audit cycle.

Included in the opening balance is irregular expenditure of +R7.57m relating to a forensic investigation report issued by KPMG. The necessary procedures to recover the funds amounting to +R5.4 m from the responsible officials is in process as per the Council resolution. In 2015, Schröten and Partners Attorneys were appointed to assist with litigation. The matter has been referred to the High Court to pass judgement.

In 2015, the National Prosecution Authority has resolved that matter relating to the J Zeelie forensic investigation (relating to irregular expenditure of R456,000 incurred in prior years), will not be criminally prosecuted.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

41

	2015 R	2014 R
41.1 Contributions to organized local government		
Opening balance	-	-
Council subscriptions	51 441	57 932
Amount paid- current year	(51 441)	(57 932)
Amount paid - previous year	-	-
Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>
41.2 Audit fees		
Opening balance	-	-
Current year audit fee	2 367 931	2 596 604
Amount paid - prior year	(2 367 931)	(2 596 604)
Amount paid - previous year	-	-
Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>
41.3 VAT		
VAT input receivables and VAT outputs payable are shown in note 10 & 8.		
All VAT returns have been submitted by the due date throughout the year.		
41.4 PAYE AND UIF		
Opening balance	-	-
Current year payroll deductions	19 856 835	18 907 278
Amount paid - current year	(19 856 835)	(18 907 278)
Amount paid - previous years	-	-
Balance unpaid (included in debtors)	<u>-</u>	<u>-</u>
41.5 Pension and Medical Aid Deductions		
Opening balance	-	-
Current year payroll deductions and Council Contributions	22 286 480	20 703 194
Amount paid - current year	(22 286 480)	(20 703 194)
Amount paid - previous years	-	-
Balance unpaid (included in debtors)	<u>-</u>	<u>-</u>

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

41.6 Councillor's arrear accounts

30 June 2015	Total	Outstanding less than 90 days	Outstanding more than 90 days
The following amounts are outstanding regarding travel allowances:			
AM Wildeman	691 774	-	691 774
JL Hartnick	469 804	-	469 804
J Bouwer	324 216	-	324 216
JMG Bekker	271 226	-	271 226
PJ Roodtman	239 112	-	239 112
SCP Bijljohn	95 708	-	95 708
HJ Loff	89 088	-	89 088
HJ Mc Combi	85 984	-	85 984
A Hartnick	71 366	-	71 366
JJA Koegelenberg	56 120	-	56 120
JE Davids	42 382	-	42 382
A Ewerts	41 256	-	41 256
J Harmse	32 759	-	32 759
CN Ngalo	26 260	-	26 260
FH Stemmet	24 373	-	24 373
B Le Roux	23 700	-	23 700
P van der Hoven	21 433	-	21 433
E Nel	14 593	-	14 593
PJW Murray	12 667	-	12 667
JST Alberts	11 588	-	11 588
AR Olivier	8 261	-	8 261
M Fielles	9 304	-	9 304
EKV van Eden	7 596	-	7 596
PJL Grobler	7 076	-	7 076
A Baartman	6 170	-	6 170
N Bityi	3 798	-	3 798
D Kampher	812	-	812
EN Mtabati	605	-	605
F Joseph	289	-	289
R Johannes	1 596	-	1 596
J Harmse	3 637	-	3 637
	<u>2 694 552</u>	<u>-</u>	<u>2 694 552</u>

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

41

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

30 June 2015	Total	Outstanding less than 90 days	Outstanding more than 90 days
The following amounts are outstanding regarding cellphone accounts:			
Biljohn	18 050	-	18 050
D Kamfer	15 336	-	15 336
S Loliwe	14 718	-	14 718
Kroma	7 362	-	7 362
M Fielies	6 523	-	6 523
HJ McCombi	5 368	-	5 368
Saaiers	4 525	-	4 525
S de Vries	2 530	-	2 530
Ewerts	2 332	-	2 332
J Kemoetie	1 408	-	1 408
JH Loff	1 011	-	1 011
J Maxim	875	-	875
Dorfling	750	-	750
CN Ngalo	700	-	700
E Mtabati	622	-	622
F Stemmet	592	-	592
J Bekker	281	-	281
Simmers	1 677	-	1 677
	84 660	-	84 660

30 June 2014	Total	Outstanding less than 90 days	Outstanding more than 90 days
The following amounts are outstanding regarding travel allowances:			
AM Wildeman	642 390	-	642 390
JL Hartnick	436 266	-	436 266
J Bouwer	301 071	-	301 071
JMG Bekker	251 864	-	251 864
PJ Roodtman	222 042	-	222 042
SCP Biljohn	88 876	-	88 876
HJ Loff	82 729	-	82 729
HJ Mc Combi	79 846	-	79 846
A Hartnick	66 272	-	66 272
JJA Koegelenberg	52 114	-	52 114
JE Davids	39 357	-	39 357
A Ewerts	38 311	-	38 311
J Harmse	30 420	-	30 420
CN Ngalo	24 385	-	24 385
FH Stemmet	22 633	-	22 633
B Le Roux	22 008	-	22 008
P van der Hoven	19 903	-	19 903
E Nel	13 551	-	13 551
PJW Murray	11 762	-	11 762
JR Olivier	10 761	-	10 761
AR Olivier	9 071	-	-
M Fielies	8 640	-	8 640
EKV van Eden	7 053	-	7 053
PJL Grobler	6 571	-	6 571
A Baartman	5 729	-	5 729
N Bitji	3 527	-	3 527
D Kampher	754	-	754
EN Mtabati	562	-	562
F Joseph	268	-	268
	2 498 736	-	2 498 664

30 June 2014	Total	Outstanding less than 90 days	Outstanding more than 90 days
The following amounts are outstanding regarding cellphone accounts:			
Biljohn	18 050	-	18 050
D Kamfer	15 336	-	15 336
S Loliwe	14 718	-	14 718
Kroma	7 362	-	7 362
M Fielies	6 523	-	6 523
HJ McCombi	5 368	-	5 368
Saaiers	4 525	-	4 525
S de Vries	2 530	-	2 530
Ewerts	2 332	-	2 332
J Kemoetie	1 408	-	1 408
JH Loff	1 011	-	1 011
J Maxim	875	-	875
Dorfling	750	-	750
CN Ngalo	700	-	700
E Mtabati	622	-	622
F Stemmet	592	-	592
J Bekker	281	-	281
Simmers	1 677	-	1 677
	84 660	-	84 660

In terms of section 36 of the Municipal Supply Chain Management Regulations any deviation from the Supply Chain Management Policy needs to be approved/condoned by the Municipal Manager and noted by Council. The incidents listed hereunder have been condoned.

Deviations from procurement processes in terms of section 36 of the Supply Chain Management Regulations were identified on the following categories:

	Up to R30,000	Between R30,001 and R200,000	Between R200,001 and R2,000,000	More than R2,000,001
Financial Services	69 707	64 851	396 412	-
Management Services	212 734	156 645	575 000	-
Office of the MM	50 002	306 948	-	-
Support Services	209 091	919 329	710 125	-
Technical Services	860 009	1 648 539	756 046	-
Community Services	727 792	1 562 321	1 298 715	-
	2 129 335	4 658 633	3 736 298	-

EDEN DISTRICT MUNICIPALITY

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (CONTINUED)**

41

The major deviations were as follows:

Awarded to	Reason/Explanation	Amount
Worley Parsons	Impractical Procurement Process	947 460
University of Stellenbosch	Impractical Procurement Process	575 000
Department of Public Works	Impractical Procurement Process	485 622
Business Engineering	Sole Supplier/Impractical Procurement Process	460 100
Pricewaterhouse Coopers Combined Systems	Sole Supplier	396 412
National Health Laboratory	Bound by legislation to use supplier	351 255
Babcock	Sole supplier - agent	270 424
SMAL Elektries	Emergency Procurement	250 025
Total		3 736 298

42 CONTINGENT LIABILITY

30 June 2015

	2015 R	2014 R
42.1 GHJ Kruger Gert Hendrik Jacobus Kruger vs. the MEC for Transport and Public Works (First defendant) and Eden District Municipality (Second defendant). This matter relates to a wild fire that allegedly originated on the road reserve that belongs to the Province and spread to the property of the plaintiff. The plaintiff alleges that the suffered damages of R906 550 as a result of the fire that spread to this property. Eden is acting as an agent of the Province. Respondent (Eden District Municipality) plea filed. The court process is currently underway and not completed.	906 550	906 550
42.2 Theunis Barnard / Eden DM / September January We received a summons from Calmanz Incorporated, with regards to an accident that happened on 5 February 2010. The driver of the vehicle was September January and at the time of the accident employed at Eden District Municipality. The vehicle had the registration number PA 175 129. This matter was referred to their Insurance company. Notice of intention to defend was issued. The matter is currently not resolved.	38 231	38 231
42.3 F du Toit / DL du Plooy / Eden DM Dr du Toit and his fiancé went on vacation at Victoria Bay Camp Site. They were robbed of valuable items. Therefore they are suing Eden DM for damages. This case was referred to Millers Attorneys. A notice of intention to defend was issued. Millers recommend that Advocate Schmidt be appointed in this matter. The Municipal Manager signed the disclosure statement and it was sent to Millers for further action. Matter currently not resolved.	376 750	376 750
42.4 Lefatshe - Computer Systems Eden District Municipality entered into an agreement with Lefatshe Technologies (Pty) Ltd whereby they will provide the municipality with an integrated information technology system on or about 31 August 2011. Lefatshe Technologies (Pty) Ltd submitted accounts for certain services rendered. The Municipal Manager informed Lefatshe in writing of Council's decision to investigate the Lefatshe tender and that the contract is on hold pending the outcome of the forensic investigation. Lefatshe Technologies (Pty) Ltd was since been liquidated. On 27 August 2015 Raubenheimers informed Eden District Municipality that it seems as the Liquidators' want to continue with the claim from the claimant. On 27 August 2015, Raubenheimers informed Eden District Municipality that the liquidators have submitted a claim, with an estimated cost of R15 330 078. Arbitration date has been set for October 2015.	15 330 078	14 007 721
42.5 Hoogbaard / Delo vs. Eden DM / GW Louw A joint summons against Eden DM and Mr GW Louw for alleged defamation of character. They claim an amount of R 300 000.00 each. The Council appointed Attorneys to defend the case. Matter currently underway and not resolved.	600 000	600 000
42.6 I Gerber N.O and others / Eden DM and P McKenzie The Cape Town High Court issued a court order against Eden District Municipality. In terms of the said order each party is liable for its own costs in respect of the said Application. In addition the court ordered the Applicant to bring a court application on or before the 31st of July 2013, in order to review Eden DM's decision to lease Part 4 of the farm Woodville 172, Division George to Peter McKenzie (the second Respondent), which will have further cost implications for Eden DM. Lastly instructions were issued that a lease be drafted in the interim between the relevant parties. Eden District Municipality is in the process of obtaining an eviction order against Gerber as he was supposed to evacuate the premises on or before 1 July 2014, in order for Mr. McKenzie to make use of the land / property.	21 840	21 840
42.7 Possible Dispute with B-Municipalities Regarding Properties Registered in Eden District Municipality's Name The Municipality embarked on a process to dispose some of its land and buildings located within the District. Some of the local municipalities have disputed that these properties can in fact be disposed since it was supposed to be transferred to them because the assets were supposed to follow the function and since Eden are not fulfilling some of these anymore the local municipalities are claiming these properties. The Municipality intends to dispute this claim.	68 163 662	159 644 620
42.8 Uniondale Correction Facility on behalf of Department of Public works Electricity consumption for 2006 - 2011. A claim of R8.3 m has been received. The matter is currently still in process.	8 300 000	8 300 000
42.9 A Lamont Labour dispute between A Lamont and Eden DM relating to a possible unlawful dismissal. In 2015, judgement has been passed. For 2015, the amount due is included under other creditors.	-	1 200 000
42.10 MR Michaels A dispute has been lodged against the Eden District Municipality by Mr MR Michaels. The applicant was re-appointed on numerous fixed term contracts as a temporary fire fighter. He is now demanding a permanent appointment. The difference between his annual cost to company on a fixed term contract versus a contract appointment, amounts to R40,172 per annum.	40 171	-
42.11 Kortje and 18 others A dispute has been lodged against the Eden District Municipality by Mr Marvin Kortje and 18 others regarding unfair dismissal. Applicants were appointed on fixed term contracts since 2009 as temporary fire fighters. The outcome of this dispute could lead to retrenchment packages or permanent appointments. At this stage, the estimated amount is uncertain and cannot be determined.	-	-
42.11 Keyser, Doorndrift Farm 32 George A legal dispute has been lodged against the Eden District Municipality by Mr Keyser regarding Farm 32 George Doorndrift regarding the ownership of the property. At this stage, Eden District Municipality is awaiting correspondence from the applicants attorney Mr James King from Oudtshoorn.	839 201	-
	94 616 482	185 095 711

43 IN-KIND DONATIONS AND ASSISTANCE

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

44 EVENTS AFTER THE REPORTING DATE

The Municipality is not aware of any events after reporting date.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

45 RELATED PARTY TRANSACTIONS

45.1 Related Party Transactions	Service Charges	Outstanding balances
Year ended 30 June 2015		
Kay Beez Development Projects CC	27 000	-
C Scheepers' (Deputy Manager Human Resources, Eden District Municipality) brother in law owns Kay Beez Development Projects. Eden District Municipality received training form Kay Beez Development Projects regarding interpersonal skills.		
Mubesko Africa CC	611 268	67 152
B Holtshauzen (Eden District Municipality's Executive Director Support Services) daughter works for Mubesko Africa (Pty) Ltd. Eden District Municipality received GRAP support services from Mubesko Africa.		
Year ended 30 June 2014		
Mubesko Africa (Pty) Ltd	129 020	-
B Holtshauzen (Eden District Municipality's Executive Director Support Services) daughter works for Mubesko Africa (Pty) Ltd. From 1 March 2014 - 30 June 2014. Eden District Municipality received GRAP support services from Mubesko Africa.		
Meyer Otto (Pty) Ltd / Moorestephens MO (Pty) Ltd	676 040	15 105
B Holtshauzen (Eden District Municipality's Executive Director Support Services) daughter worked from 1 July 2013 - 28 February 2014 for Meyer Otto (Pty) Ltd / Moore Stephens MO (Pty) Ltd. Eden District Municipality received GRAP support services from Meyer Otto (Pty) Ltd / Moore Stephens MO (Pty) Ltd.		
Kay Beez Development Projects CC	29 500	-
C Scheepers' (Deputy Manager Human Resources, Eden District Municipality) brother in law owns Kay Beez Development Projects. Eden District Municipality received training form Kay Beez Development Projects.		

45.2 Related Party Loans
 Since 1 July 2004 loans to councillors and senior management employees are no longer permitted. Loans granted prior to this date, together with the conditions, are disclosed in note 16 to the Annual Financial Statements.

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

- * Executive Mayor
- * Speaker
- * Mayoral Committee members
- * Councillors
- * Municipal Manager
- * Senior Manager: Finance
- * Executive Manager: Support Services
- * Senior Manager: Technical Services
- * Executive Manager: Management Services

Their short term employee benefits are disclosed in notes 23 & 24

45.4 Other Supply Chain Transactions
 The following purchases were made from Suppliers whose shareholders is in service of the state:

Supplier	Employee	State Department	2015 R	2014 R
Juta & Company Ltd	JD Volmink - Director	North West University	10 061	32 714
African Oxygen Ltd t/a Afrox Ltd	KDK Mokhele - Director	NAT: Science & Technology	-	2 907
The Courier and Freight Group	NJD - Buick - Director	SA Medical Research Council	-	7 943
INCA Portfolio Managers	M Mokoena - Director	Gautrain Management Agency	-	176 484
Minoloco (Pty) Ltd t/a Konica Minolta	KR Mthimuny - Director	State Information Technology Ag	23 780	59 864
Cashbuild	DSS Lushabe - Non Executive Director	University of Johannesburg	-	69 028
Swift Silliker (Pty) Ltd	JJR - Billet - Director	South African Weather Services	-	15 162
L&L Projects	C Legodi - Member	NAT: Agriculture, Forestry & Fis	-	260
KPMG Services (Pty) Ltd	N Shah - Director	South African Weather Services	-	44 525
Vodacom	V Jarana - Director	Legal Aid South Africa	900 712	1 148 395
Windsor Hotel	LL Tsipa - Director	Eastern Cape Development Cor; Passanger Rail Agency of South	-	3 200
Schindler Lifts (Pty) Ltd	MG Mokoka - Director	Johannesburg Property Compan	-	23 353
Total SA (Pty) Ltd	MS Molala - Officer	NAT: Arts & Culture	-	10 953 033
Nashua Mobile	D Nchoba - Director	NTP Radioisotopes	676	4 155
AON South Africa (Pty) Ltd	MM Maponya - Director	EC: Health	841 694	746 927
MK Construction t/a Africa Co	MA Kula - Member		-	278 801
			1 776 923	13 566 751

46 RISK EXPOSURES

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions.

Price risk

The municipality is not exposed to price risk.

Interest Rate Risk

As the municipality has significant interest-bearing liabilities, the entity's income and operating cash flows are substantially dependent on changes in market interest rates.

The municipality analyse its potential exposure to interest rate changes on a continuous basis. Different scenarios are simulated which include refinancing, renewal of current positions, alternative financing and hedging. Based on these scenarios, the entity calculates the impact that a change in interest rates will have on the surplus/deficit for the year. These scenarios are only simulated for liabilities which constitute the majority of interest bearing liabilities.

The municipality did not hedge against any interest rate risks during the current year.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

The potential impact on the entity's surplus/deficit for the year due to changes in interest rates were as follows:

	2015 R	2014 R
1% (2014 - 0.5%) Increase in interest rates	(5 216)	(12 838)
0.5% (2014 - 0.5%) Decrease in interest rates	2 608	12 838

Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the Municipality to incur financial loss.

Credit risk consist mainly of cash deposits, cash equivalents, trade and other receivables and unpaid conditional grants and subsidies.

Trade and other debtors are disclosed net after provisions are made for impairment and bad debts. Trade debtors comprise of fire fighting fees and rental agreements. Ongoing credit evaluations are performed on the financial condition of these debtors. Credit risk pertaining to trade and other debtors is considered to be moderate due the diversified nature of debtors and immaterial nature of individual balances. In the case of debtors whose accounts become in arrears, Council endeavours to collect such accounts by "levying of penalty charges", "demand for payment", and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy.

All services are payable within 30 days from invoice date. Refer to note 17 and 18 for all balances outstanding longer than 30 days. These balances represent all debtors at year end which defaulted on their credit terms.

No trade and other receivables are pledged as security for financial liabilities.

Due to the short term nature of trade and other receivables the carrying value disclosed in note 17 & 18 of the financial statements is an approximation of its fair value. Interest on overdue balances are included at prime lending rate plus 1% where applicable.

The provision for bad debts could be allocated between the different classes of debtors as follows:

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RISK EXPOSURES (CONTINUED)

	2015 %	2015 R	2014 %	2014 R
Ambulance and Fire Fighting Fees	47.34%	2 037 467	32.76%	2 533 985
Councillors' Arrears	0.00%	-	32.30%	2 498 736
Rental Agreements	3.11%	133 793	5.92%	457 647
Sundry debtors	49.55%	2 132 206	29.02%	2 244 944
	100.00%	4 303 466	100.00%	7 735 312

The entity only deposits cash with major banks with high quality credit standing. No cash and cash equivalents were pledged as security for financial liabilities and no restrictions were placed on the use of any cash and cash equivalents for the period under review. Although the credit risk pertaining to cash and cash equivalents are considered to be low, the maximum exposure are disclosed below.

The risk pertaining to unpaid conditional grants and subsidies are considered to be very low. Amounts are receivable from national and provincial government and there are no expectation of counter party default.

Long-term Receivables and Other Debtors are individually evaluated annually at Balance Sheet date for impairment or discounting. A report on the various categories of debtors is drafted to substantiate such evaluation and subsequent impairment / discounting, where applicable.

Financial assets exposed to credit risk at year end are as follows:

	2015 R	2014 R
Long-term Receivable	55 877 848	49 891 728
Trade receivables - Exchange transactions	15 528 794	14 145 662
Other receivables - Non exchange transactions	2 405 204	2 566 737
Short term Investment Deposits	134 217	1 104
Bank Balances and Cash	110 948 510	79 743 070
Maximum Credit Risk Exposure	184 894 573	146 348 300

Debtors past due date no impaired

31-60 days	1 514 716	378 366
61-90 days	78 064	335 444
91-120 days	5 388	296 088
121-365 days	5 130 984	2 365 352
+365 days	530 535	1 488 228
	7 259 688	4 863 478

Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The entity manages liquidity risk through an ongoing review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	Over 10 Years
2015				
Long Term liabilities	-	-	-	-
Capital repayments	-	-	-	-
Interest	-	-	-	-
Trade and Other Payables	24 319 745	-	-	-
Unspent conditional government grants and receipts	11 458 072	-	-	-
	35 777 817	-	-	-
2014				
Long Term liabilities	716 995	-	-	-
Capital repayments	691 204	-	-	-
Interest	25 790	-	-	-
Trade and Other Payables	21 832 054	-	-	-
Unspent conditional government grants and receipts	8 176 225	-	-	-
	30 725 274	-	-	-

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

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FINANCIAL INSTRUMENTS

In accordance with GRAP 104 the financial assets of the municipality are classified as follows:

		2015 R	2014 R
Financial Asset	Classification		
Long-term Receivable			
Department of Transport: Roads - At amortised cost	Financial instruments at amortised cost	53 121 073	47 487 458
Long term debtors: Local Authorities - At amortised cost	Financial instruments at amortised cost	-	-
Consumer Debtors			
Service debtors	Financial instruments at amortised cost	15 528 794	14 145 662
Other Debtors			
Roads - Sundry debtors	Financial instruments at amortised cost	9 717 220	10 280 615
Sundry debtors	Financial instruments at amortised cost	2 236 183	1 504 927
Recoverable Debtors	Financial instruments at amortised cost	141 880	563 936
Current Portion of Long-term Receivables			
Department of Transport: Roads - At amortised cost	Financial instruments at amortised cost	2 756 775	2 404 270
Non-current Investments			
Non-current Investment	Financial instruments at amortised cost	26 027	40 774
Short term Investment Deposits			
Call Deposits	Financial instruments at amortised cost	134 217	1 104
Bank Balances and Cash			
Bank Balances	Financial instruments at amortised cost	20 713 197	19 591 732
Cash Floats and Advances	Financial instruments at amortised cost	90 235 313	60 151 338
Total Financial Assets		194 610 679	156 171 816

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FINANCIAL INSTRUMENTS (CONTINUED)

SUMMARY OF FINANCIAL ASSETS

Financial instruments at amortised cost

Financial Liability

Non-Current Liabilities

Long-term Liabilities

Current Liabilities

Trade and other payables

Current portion of long-term liabilities

Total Financial Liabilities

SUMMARY OF FINANCIAL LIABILITIES

Financial instruments at amortised cost

Classification

2015
R

2014
R

194 610 679

156 171 816

194 610 679

156 171 816

-

704 932

24 319 745

21 832 054

681 794

1 904 452

25 001 539

24 441 438

25 001 539

24 441 438

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STATUTORY RECEIVABLES

In accordance with the principles of GRAP 108, Statutory Receivables of the municipality are classified as follows:

Taxes

Vat Receivable

2 369 457

1 831 524

Receivables from Non-Exchange Transactions

Fines

-

-

2 369 457

1 831 524

49

PUBLIC PRIVATE PARTNERSHIP

Eden District Municipality is in the process of concluding a Public Private Partnership with regards to the establishment of the regional landfill site in Mossel Bay. The land has been purchased before year end, the erection of the landfill site will be done by concluding a Public Private Partnership. The closing date for the submission of the tenders for the Public Private Partnership was 31 July 2015. It is envisioned that the relevant SCM processes will be concluded before 31 December 2015, where after the erection of the landfill site will commence. The estimation of the total cost of the regional landfill site is in the region of R100 million.

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

11 PROPERTY PLANT & EQUIPMENT

30 JUNE 2015

Reconciliation of Carrying Value

	Cost							Accumulated Impairments					Accumulated Depreciation							Carrying Value	
	Opening Balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals	Class Transfer	Closing Balance	Opening balance	Additions	Reversal	Disposal	Closing Balance	Opening balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals	Class Transfer	Closing Balance		
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R		R
Infrastructure	104 489	-	104 489	-	-	-	104 489	-	-	-	-	-	29 870	-	29 870	5 099	-	-	-	34 969	69 520
Roads and Streets	104 489	-	104 489	-	-	-	104 489	-	-	-	-	-	29 870	-	29 870	5 099	-	-	-	34 969	69 520
Community Assets	928 314	-	928 314	96 148	3 237	-	1 021 225	-	-	-	-	-	206 467	-	206 467	40 206	1 498	-	-	245 175	776 050
Caravan Parks	928 314	-	928 314	96 148	3 237	-	1 021 225	-	-	-	-	-	206 467	-	206 467	40 206	1 498	-	-	245 175	776 050
Land and Buildings	293 550 370	138 000	293 688 370	5 866 736	-	-	299 555 106	-	158 789 563	-	-	158 789 563	11 650 744	-	11 650 744	778 731	-	-	-	12 429 475	128 336 069
Land	245 145 760	138 000	245 283 760	5 711 178	-	-	250 994 938	-	157 111 000	-	-	157 111 000	-	-	-	-	-	-	-	-	93 883 938
Buildings	48 404 610	-	48 404 610	155 558	-	-	48 560 169	-	1 678 563	-	-	1 678 563	11 650 744	-	11 650 744	778 731	-	-	-	12 429 475	34 452 131
Other Assets	32 482 603	-	32 482 603	2 804 410	1 452 047	-	33 834 966	23 644	-	-	-	23 644	20 681 026	-	20 681 026	1 726 922	991 066	-	-	21 416 881	12 394 441
Office Equipment	2 535 065	(511)	2 534 553	207 030	235 047	-	2 506 536	-	-	-	-	-	1 548 881	(364)	1 548 517	164 093	157 467	-	-	1 555 143	951 392
Furniture and Fittings	4 698 100	(4 721)	4 693 379	162 565	200 362	-	4 655 583	-	-	-	-	-	3 189 403	(118)	3 189 284	219 860	158 193	-	-	3 250 951	1 404 632
Bins and Containers	430 191	-	430 191	-	-	-	430 191	-	-	-	-	-	224 825	-	224 825	44 311	-	-	-	269 136	161 055
Emergency equipment	1 462 391	-	1 462 391	136 545	47 984	-	1 550 952	-	-	-	-	-	1 021 453	-	1 021 453	89 569	34 321	-	-	1 076 700	474 252
Motor Vehicles	4 912 611	-	4 912 611	96 491	79 757	-	4 929 345	-	-	-	-	-	2 624 807	-	2 624 807	223 262	43 340	-	-	2 804 730	2 124 615
Fire Engines	4 608 917	-	4 608 917	1 235 000	70 290	-	5 773 627	23 644	-	-	-	23 644	2 309 629	-	2 309 629	226 551	38 873	-	-	2 497 307	3 252 676
Computer Equipment	7 317 497	-	7 317 497	860 396	713 395	-	7 464 498	-	-	-	-	-	4 396 724	-	4 396 724	558 629	483 037	-	-	4 472 316	2 992 182
Plant and Equipment	1 685 726	5 232	1 690 958	106 383	105 212	-	1 692 130	-	-	-	-	-	1 054 855	483	1 055 337	113 704	75 835	-	-	1 093 206	598 924
Disaster Management Equipment	4 832 105	-	4 832 105	-	-	-	4 832 105	-	-	-	-	-	4 310 449	-	4 310 449	86 943	-	-	-	4 397 392	434 713
	327 065 776	138 000	327 203 776	8 767 294	1 455 283	-	334 515 787	23 644	158 789 563	-	-	158 813 207	32 568 107	-	32 568 107	2 550 958	992 564	-	-	34 126 501	141 576 081

The Loss on disposal of property of R32 103 422 relates to property transferred to the B Municipalities.

30 JUNE 2014

Reconciliation of Carrying Value

	Cost							Accumulated Impairments					Accumulated Depreciation							Carrying Value	
	Opening Balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals	Class Transfer	Closing Balance	Opening balance	Additions	Reversal	Disposal	Closing Balance	Opening balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals	Class Transfer	Closing Balance		
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R		R
Infrastructure	332 039	-	332 039	-	227 550	-	104 489	-	-	-	-	-	142 619	-	142 619	18 513	131 262	-	-	29 870	74 619
Roads and Streets	332 039	-	332 039	-	227 550	-	104 489	-	-	-	-	-	142 619	-	142 619	18 513	131 262	-	-	29 870	74 619
Community Assets	928 314	-	928 314	-	-	-	928 314	-	-	-	-	-	169 037	-	169 037	37 430	-	-	-	206 467	721 847
Caravan Parks	928 314	-	928 314	-	-	-	928 314	-	-	-	-	-	169 037	-	169 037	37 430	-	-	-	206 467	721 847
Land and Buildings	322 965 370	-	322 965 370	-	29 415 000	-	293 550 370	-	-	-	-	-	10 785 850	-	10 785 850	1 487 027	622 133	-	-	11 650 744	281 899 626
Land	271 999 620	-	271 999 620	-	26 853 860	-	245 145 760	-	-	-	-	-	-	-	-	-	-	-	-	-	245 145 760
Balance previously reported	272 620 529	-	272 620 529	-	26 768 860	-	245 851 669	-	-	-	-	-	-	-	-	-	-	-	-	-	245 851 669
Correction of error identified for the first time - Note 34.1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Correction of error disposal incorrectly classified - Note 34.1	-	-	-	-	85 000	-	(85 000)	-	-	-	-	-	-	-	-	-	-	-	-	-	(85 000)
Correction of error incorrect classification - Note 34.1	(620 909)	-	(620 909)	-	-	-	(620 909)	-	-	-	-	-	-	-	-	-	-	-	-	-	(620 909)
Buildings	50 965 750	-	50 965 750	-	2 561 140	-	48 404 610	-	-	-	-	-	10 785 850	-	10 785 850	1 487 027	622 133	-	-	11 650 744	36 753 866
Balance previously reported	50 944 701	-	50 944 701	-	2 646 140	-	48 298 561	-	-	-	-	-	10 791 327	-	10 791 327	1 487 785	622 133	-	-	11 656 979	36 641 582
Correction of error identified for the first time - Note 34.1	70 140	-	70 140	-	-	-	70 140	-	-	-	-	-	4 216	-	4 216	701	-	-	-	4 917	65 223
Correction of error disposal incorrectly classified - Note 34.1	-	-	-	-	(85 000)	-	85 000	-	-	-	-	-	-	-	-	-	-	-	-	-	85 000
Correction of error incorrect classification - Note 34.1	(49 091)	-	(49 091)	-	-	-	(49 091)	-	-	-	-	-	(9 693)	-	(9 693)	(1 459)	-	-	-	(11 152)	(37 939)

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

11 PROPERTY PLANT & EQUIPMENT (CONTINUED)

	Cost						Accumulated Impairments					Accumulated Depreciation						Carrying Value		
	Opening Balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals	Class Transfer	Closing Balance	Opening balance	Additions	Reversal	Disposal	Closing Balance	Opening balance	Class Transfer	Opening Balance (after class transfers)	Additions	Disposals		Class Transfer	Closing Balance
Other Assets	32 265 615	-	32 265 615	999 413	782 426	-	32 482 603	-	23 644	-	-	23 644	18 828 201	-	18 273 645	2 361 776	508 952	-	20 681 026	11 777 933
Office Equipment	2 673 133	-	2 673 133	-	137 044	(1 024)	2 535 065	-	-	-	-	-	1 423 006	-	1 423 006	196 014	70 138	-	1 548 881	986 184
Balance previously reported	2 635 034	-	2 635 034	-	138 375	(1 024)	2 495 635	-	-	-	-	-	1 404 990	-	1 404 990	193 023	70 752	-	1 527 261	968 374
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(1 331)	-	1 331	-	-	-	-	-	-	-	-	89	(614)	-	704	627
Correction of error identified for the first time - Note 34.1	38 099	-	38 099	-	-	-	38 099	-	-	-	-	-	18 016	-	18 016	2 901	-	-	20 917	17 182
Furniture and Fittings	4 717 792	-	4 717 792	179 882	198 924	(650)	4 698 100	-	-	-	-	-	3 086 464	-	3 086 464	259 755	156 816	-	3 189 403	1 508 697
Balance previously reported	4 692 360	-	4 692 360	179 882	214 005	(650)	4 657 587	-	-	-	-	-	3 074 475	-	3 074 475	256 933	167 190	-	3 164 218	1 493 369
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(15 081)	-	15 081	-	-	-	-	-	-	-	-	891	(10 374)	-	11 265	3 816
Correction of error identified for the first time - Note 34.1	25 432	-	25 432	-	-	-	25 432	-	-	-	-	-	11 989	-	11 989	1 931	-	-	13 920	11 512
Bins and Containers	430 191	-	430 191	-	-	-	430 191	-	-	-	-	-	169 677	-	169 677	55 148	-	-	224 825	205 366
Emergency equipment	1 543 702	-	1 543 702	-	81 311	-	1 462 391	-	-	-	-	-	957 894	-	957 894	117 594	54 036	-	1 021 453	440 938
Balance previously reported	1 459 069	-	1 459 069	-	86 007	-	1 373 062	-	-	-	-	-	918 121	-	918 121	110 788	56 795	-	972 114	400 948
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(4 696)	-	4 696	-	-	-	-	-	-	-	-	397	(2 759)	-	3 157	1 539
Correction of error identified for the first time - Note 34.1	84 633	-	84 633	-	-	-	84 633	-	-	-	-	-	39 773	-	39 773	6 409	-	-	46 182	38 451
Motor Vehicles	4 538 116	-	4 538 116	400 000	25 505	-	4 912 611	-	-	-	-	-	2 279 089	-	2 279 089	361 554	15 836	-	2 624 807	2 287 804
Balance previously reported	4 538 116	-	4 538 116	400 000	32 974	-	4 905 142	-	-	-	-	-	2 279 089	-	2 279 089	360 669	18 870	-	2 620 888	2 284 254
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(7 469)	-	7 469	-	-	-	-	-	-	-	-	885	(3 034)	-	3 919	3 550
Fire Engines	4 709 719	-	4 709 719	-	100 802	-	4 608 917	-	23 644	-	-	23 644	2 061 873	-	2 061 873	306 516	58 760	-	2 309 629	2 275 644
Computer Equipment	7 112 950	-	7 112 950	419 531	214 984	-	7 317 497	-	-	-	-	-	3 947 788	-	3 393 232	584 702	135 767	-	4 396 724	2 920 773
Balance previously reported	6 999 431	-	6 999 431	419 531	232 189	-	7 186 773	-	-	-	-	-	3 893 989	-	3 339 433	574 684	145 864	-	4 322 809	2 863 964
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(17 205)	-	17 205	-	-	-	-	-	-	-	-	1 356	(10 097)	-	11 453	5 751
Correction of error identified for the first time - Note 34.1	113 519	-	113 519	-	-	-	113 519	-	-	-	-	-	53 799	-	53 799	8 662	-	-	62 461	51 058
Plant and Equipment	1 707 907	-	1 707 907	-	23 854	1 674	1 685 726	-	-	-	-	-	936 774	-	936 774	135 681	17 601	-	1 054 855	630 872
Balance previously reported	1 626 253	-	1 626 253	-	29 635	1 674	1 598 292	-	-	-	-	-	898 489	-	898 489	129 194	22 101	-	1 005 582	592 710
Correction of error previously disposed now found - Note 34.1	-	-	-	-	(5 781)	-	5 781	-	-	-	-	-	-	-	-	317	(4 500)	-	4 818	963
Correction of error identified for the first time - Note 34.1	81 654	-	81 654	-	-	-	81 654	-	-	-	-	-	38 285	-	38 285	6 170	-	-	44 455	37 199
Disaster Management Equipment	4 832 105	-	4 832 105	-	-	-	4 832 105	-	-	-	-	-	3 965 636	-	3 965 636	344 813	-	-	4 310 449	521 656
Restated Balance	356 491 338	-	356 491 338	999 413	30 424 976	-	327 065 776	-	23 644	-	-	23 644	29 925 707	-	29 371 151	3 904 746	1 262 347	-	32 568 107	294 474 025

The leased property, plant and equipment is secured as set out in Note 3.

**EDEN DISTRICT MUNICIPALITY
ANNEXURE A
SCHEDULE OF EXTERNAL LOANS
FOR THE YEAR ENDED 30 JUNE 2014**

EXTERNAL LOANS	Loan No.	Redeemable	Balance 30/06/2014 R	Received during the period R	Redeemed or written off R	Balance 30/06/2015 R	Carrying Value of Property, Plant and Equipment R	Other Costs in accordance with the MFMA
DBSA LOANS			1 642 353	-	951 149	691 204	-	-
<i>Loan: 10130/102</i> (10% interest rate, six monthly installments of R 25 669.04 with the final payment on 30/09/2015)								
<i>Loan: 10132/102</i> (10% interest rate, six monthly installments of R 184 150.24 with the final payment on 31/03/2016)								
<i>Loan: 10129/202</i> (10% interest rate, six monthly installments of R 130 001.34 with the final payment on 30/09/2015)								
<i>Loan: 10131/102</i> (10% interest rate, six monthly installments of R 193 023.80 with the final payment on 30/09/2015)								
			1 642 353	-	951 149	691 204	-	-
LEASE LIABILITY								
Office Equipment @ average of 12%			1 028 055	-	1 028 055	-	-	-
TOTAL EXTERNAL LOANS			2 670 408	-	1 979 204	691 204	-	-

**ANNEXURE B
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003**

Description	Provider	2015 Financial Year											Unspent	Unpaid
		1 July 2014	Correction of	Restated	Receipts		Transfer to fund	Expenditure		Repaid to National	Vat	Closing Balance		
		Opening balance	Error	Opening balance	Grants received	Debtor		Operating	Capital					
Municipal Systems Improvement Grant (MSIG)	National Government Grants	59 053	-	59 053	934 000	-	59 000	720 781	97 065	-	114 499	1 708	1 708	-
Dpt Land Affairs: District Assessment Committee	Provincial Government Grants	49 343	-	49 343	-	-	-	-	-	-	-	49 343	49 343	-
Donation Funds National Water	Provincial Government Grants	41 700	(41 700)	-	-	-	-	-	-	-	-	-	-	-
Socio Economic Survey Sanitation Practices	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing Consumer Education Fund	Provincial Government Grants	32 167	(32 167)	0	-	-	-	-	-	-	-	0	0	-
Local Government Bulk Infrastructure	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Integrated Human Settlement Grant	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant (FMG)	National Government Grants	12 274	-	12 274	1 250 000	-	-	1 216 145	-	-	46 129	(0)	-	0
LGESTA:Re-imburements	Other Grant Providers	911 224	-	911 224	153 794	-	-	432 470	-	-	-	632 548	632 548	-
MSIG	National Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
LGSETA: LED Learnership	Other Grant Providers	9 164	(9 164)	0	-	-	-	-	-	-	-	0	0	-
GLOBAL FUND	Provincial Government Grants	(0)	-	(0)	-	-	-	-	-	-	-	(0)	-	0
Human Rights Programme	Provincial Government Grants	49 197	(49 197)	0	-	-	-	-	-	-	-	0	0	-
Sports Grounds: Haarlem	Provincial Government Grants	8 678	(8 678)	-	-	-	-	-	-	-	-	-	-	-
Libraries Grant - Facilities	Provincial Government Grants	77 506	(77 506)	(0)	-	-	-	-	-	-	-	(0)	-	0
Non-Motorised Transport	Provincial Government Grants	2 442	(2 442)	-	-	-	-	-	-	-	-	-	-	-
Bucket system Elimination Schools/Clinic	Provincial Government Grants	128 417	-	128 417	-	-	-	47 495	-	-	4 605	76 317	76 317	-
WC079: Regional Landfill Site	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
LG: Bulk Water and Waste Water infrastructure.	Provincial Government Grants	62 850	(62 850)	-	-	-	-	-	-	-	-	-	-	-
Expanded Public Works Incentives	National Government Grants	(83 579)	83 579	-	1 000 000	-	-	1 000 000	-	-	-	-	-	-
Umsobomvu Youth Fund	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Financial Assistance Aerial Fire fighting	Provincial Government Grants	(0)	-	(0)	-	-	-	-	-	-	-	(0)	-	0
Task Contributions - Municipalities	Other Grant Providers	86 460	-	86 460	290 400	32 800	-	175 929	27 511	-	4 417	201 804	201 804	-
Emergency Housing DMA	Provincial Government Grants	0	-	0	-	-	-	-	-	-	-	0	0	-
Emergency Housing Zoar	Provincial Government Grants	0	-	0	-	-	-	-	-	-	-	0	0	-
WC FMG Assistance	National Government Grants	73 516	-	73 516	-	-	-	-	-	-	-	73 516	73 516	-
DWA: Abstraction Validation on Bitou	Provincial Government Grants	35 589	-	35 589	-	-	-	-	-	-	-	35 589	35 589	-
DWAF: Chemical Water Sampling	Provincial Government Grants	(248 559)	248 559	-	-	-	-	-	-	-	-	-	-	-
RBIG & DBSA: Bulk Water Studies	Other Grant Providers	633 910	-	633 910	-	-	-	-	-	-	-	633 910	633 910	-
RGIB & Bulk Infrastructure Grant	National Government Grants	-	-	-	1 933 648	-	-	1 917 781	-	-	268 489	(252 622)	-	252 622
Integrated Transport	Provincial Government Grants	138 559	-	138 559	1 800 000	-	-	-	-	-	-	1 938 559	1 938 559	-
Municipal Disaster Recovery	Provincial Government Grants	-	-	-	27 432 000	-	-	25 607 055	-	-	-	1 824 945	1 824 945	-
Mandela Memorial Celebrations	Provincial Government Grants	136 250	-	136 250	-	-	-	-	-	-	-	136 250	136 250	-
Nelson Mandela Biosphere Reserve Project	Other Grant Providers	-	-	-	90 000	-	-	52 000	-	-	-	38 000	38 000	-
Study: Implementation alternative Solid Waste Tech	Other Grant Providers	-	-	-	639 500	-	-	631 105	-	-	116 355	(307 960)	-	307 960
Braille Project	Provincial Government Grants	11 645	-	11 645	-	-	-	-	-	-	-	11 645	11 645	-
WC FMG Allocations	National Government Grants	500 000	-	500 000	880 300	-	-	878 747	18 051	-	79 550	403 952	403 952	-
ROADS - DEPARTMENT OF TRANSPORT	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
CONSOLIDATED MIG PROJECTS - OPERATIONAL														
TOTALS		2 727 807	48 434	2 776 240	36 403 643	32 800		32 879 507	142 627		634 044	5 497 504	6 058 087	560 583
WFW: Brandwacht 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW: Great - Brak 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW: Uniondale 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW: Karatara 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW: Knysna 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW: Moordkuyf 2010/11	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WFW - (Unspent & PM fees)	Provincial Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
WORK FOR WATER TOTALS														
TOTALS		2 727 807	48 434	2 776 240	36 403 643	32 800		32 879 507	142 627		634 044	5 556 504	6 058 087	560 583
CAPITAL PROJECTS														
OTHER GRANTS														
Financial Management Grant	National Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal System Improvement Grant	National Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTALS														
Development of Sport & Recreation	Provincial Government Grants	(1)	-	(1)	-	-	-	-	-	-	-	(1)	-	1
DME GRANTS														
Electricity Demand Side Grant	National Government Grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Electricity Demand Side Management	National Government Grants	5 399 985	-	5 399 985	-	-	-	-	-	-	-	5 399 985	5 399 985	-
TOTALS		5 399 985		5 399 985								5 399 985	5 399 985	
TOTAL CAPITAL BALANCES		5 399 985		5 399 985								5 399 985	5 399 985	
UNSPENT BALANCES END OF REPORTING PERIOD		8 127 791	48 434	8 176 225	36 403 643	32 800		32 879 507	142 627		634 044	10 897 489	11 458 072	560 583
Consolidated MIG Projects		-	-	-	-	-	-	-	-	-	-	-	-	-
Consolidated FMG Projects		2 939 465	-	2 939 465	1 250 000	-	-	-	-	-	-	4 189 466	4 189 466	-
Consolidated MSIG Projects		(596 036)	-	(596 036)	934 000	-	-	1 216 145	-	-	-	(878 181)	-	878 181

APPENDIX C(1) - Unaudited
EDEN DISTRICT MUNICIPALITY
NATIONAL TREASURY APPROPRIATION STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
REVENUE AND EXPENDITURE (STANDARD CLASSIFICATION)

Description	2014/2015							2013/2014
	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
R thousand								
Revenue - Standard								
<i>Governance and administration</i>	171 640	(2 143)	169 497	184 892	15 395	109.1%	107.7%	162 900
Executive and council	170 528	(2 143)	168 385	183 871	15 486	109.2%	107.8%	162 025
Budget and treasury office	-	-	-	-	-	-	-	-
Corporate services	1 112	-	1 112	1 021	(91)	91.8%	91.8%	875
<i>Community and public safety</i>	4 713	409	5 122	5 844	722	114.1%	124.0%	5 327
Community and social services	-	-	-	-	-	-	-	-
Sport and recreation	4 553	409	4 962	5 629	667	113.4%	123.6%	5 143
Public safety	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-
Health	160	-	160	215	55	134.4%	134.4%	183
<i>Economic and environmental services</i>	50	99 944	99 994	135 582	35 589	135.6%	271164.3%	137 906
Planning and development	-	-	-	-	-	-	-	4
Road transport	-	99 869	99 869	135 416	35 547	135.6%	#DIV/0!	137 713
Environmental protection	50	75	125	167	42	133.2%	333.1%	189
<i>Trading services</i>	-	80	80	-	(80)	-	-	120
Electricity	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-
Waste management	-	80	80	-	(80)	-	-	120
<i>Other</i>	-	-	-	-	-	-	-	-
Total Revenue - Standard	176 403	98 289	274 692	326 318	51 625	118.8%	185.0%	306 253
Expenditure - Standard								
<i>Governance and administration</i>	92 559	(3 009)	89 550	326 169	236 619	364.2%	352.4%	107 824
Executive and council	44 270	200	44 470	280 826	236 356	631.5%	634.4%	64 374
Budget and treasury office	20 012	(2 084)	17 928	17 681	(247)	98.6%	88.3%	17 296
Corporate services	28 276	(1 125)	27 152	27 663	511	101.9%	97.8%	26 154
<i>Community and public safety</i>	60 970	804	61 774	85 229	23 455	138.0%	139.8%	63 239
Community and social services	2 940	(628)	2 312	-	(2 312)	-	-	2 279
Sport and recreation	8 008	296	8 305	10 051	1 746	121.0%	125.5%	8 275
Public safety	25 608	1 945	27 553	47 225	19 671	171.4%	184.4%	28 956
Housing	-	-	-	-	-	-	-	-
Health	24 414	(810)	23 604	27 953	4 349	118.4%	114.5%	23 729
<i>Economic and environmental services</i>	18 506	99 241	117 747	130 371	12 623	110.7%	704.5%	137 370
Planning and development	7 092	1 364	8 456	6 867	(1 589)	81.2%	96.8%	6 189
Road transport	1 152	99 869	101 020	121 630	20 610	120.4%	10562.7%	125 444
Environmental protection	10 263	(1 992)	8 272	1 874	(6 398)	22.7%	18.3%	5 737
<i>Trading services</i>	3 013	1 378	4 391	4 627	236	105.4%	153.6%	3 854
Electricity	-	-	-	-	-	-	-	-
Water	505	1 569	2 074	420	(1 654)	20.2%	83.1%	201
Waste water management	458	(447)	11	1 918	1 906	16998.8%	418.7%	1 976
Waste management	2 049	256	2 305	2 289	(17)	99.3%	111.7%	1 677
<i>Other</i>	-	-	-	-	-	-	-	-
Total Expenditure - Standard	175 047	98 414	273 462	546 395	272 933	199.8%	312.1%	312 286
Surplus/(Deficit) for the year	1 355	(125)	1 230	(220 077)	(221 308)	-17886.4%	-16237.6%	(6 033)

APPENDIX C(2) - Unaudited
EDEN DISTRICT MUNICIPALITY
NATIONAL TREASURY APPROPRIATION STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
REVENUE AND EXPENDITURE (MUNICIPAL VOTE CLASSIFICATION)

Description	2014/2015							2013/2014
	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance of Actual Outcome	Actual Outcome as % of Final	Actual Outcome as % of Original	Restated Audited Outcome
Revenue by Vote								
Executive and Council	170 528	(2 143)	168 385	183 871	15 486	109.2%	107.8%	162 025
Budget and Treasury Office	-	-	-	-	-	-	-	-
Corporate Services	1 112	-	1 112	1 021	(91)	91.8%	91.8%	875
Community and Social Services	-	-	-	-	-	-	-	-
Sport and Recreation	4 553	409	4 962	5 629	667	113.4%	123.6%	5 143
Public Safety	-	-	-	-	-	-	-	-
Health	160	-	160	215	55	134.4%	134.4%	183
Planning and Development	-	-	-	-	-	-	-	4
Road Transport	-	99 869	99 869	135 416	35 547	135.6%	#DIV/0!	137 713
Electricity	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-
Waste Water Management	-	-	-	-	-	-	-	-
Waste Management	-	80	80	-	(80)	-	-	120
Environmental Protection	50	75	125	167	42	133.2%	333.1%	189
Other	-	-	-	-	-	-	-	-
Example 14 - Vote14	-	-	-	-	-	-	-	-
Example 15 - Vote15	-	-	-	-	-	-	-	-
Total Revenue by Vote	176 403	98 289	274 692	326 318	51 625	118.8%	185.0%	306 253
Expenditure by Vote, to be appropriated								
Executive and Council	44 270	200	44 470	280 826	236 356	631.5%	634.4%	64 374
Budget and Treasury Office	20 012	(2 084)	17 928	17 681	(247)	98.6%	88.3%	17 296
Corporate Services	28 276	(1 125)	27 152	27 663	511	101.9%	97.8%	26 154
Community and Social Services	2 940	(628)	2 312	-	(2 312)	-	-	2 279
Sport and Recreation	8 008	296	8 305	10 051	1 746	121.0%	125.5%	8 275
Public Safety	25 608	1 945	27 553	47 225	19 671	171.4%	184.4%	28 956
Health	24 414	(810)	23 604	27 953	4 349	118.4%	114.5%	23 729
Planning and Development	7 092	1 364	8 456	6 867	(1 589)	81.2%	96.8%	6 189
Road Transport	1 152	99 869	101 020	121 630	20 610	120.4%	10562.7%	125 444
Electricity	-	-	-	-	-	-	-	-
Water	505	1 569	2 074	420	(1 654)	20.2%	83.1%	201
Waste Water Management	458	(447)	11	1 918	1 906	16998.8%	418.7%	1 976
Waste Management	2 049	256	2 305	2 289	(17)	99.3%	111.7%	1 677
Environmental Protection	10 263	(1 992)	8 272	1 874	(6 398)	22.7%	18.3%	5 737
Other	-	-	-	-	-	-	-	-
Example 14 - Vote14	-	-	-	-	-	-	-	-
Example 15 - Vote15	-	-	-	-	-	-	-	-
Total Expenditure by Vote	175 047	98 414	273 462	546 395	272 933	199.8%	312.1%	312 286
Surplus/(Deficit) for the year	1 355	(125)	1 230	(220 077)	(221 308)	-17886.4%	-16237.6%	(6 033)

APPENDIX C(3) - Unaudited
EDEN DISTRICT MUNICIPALITY
NATIONAL TREASURY APPROPRIATION STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
REVENUE AND EXPENDITURE

Description	2014/2015							2013/2014
	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
R thousand								
Revenue By Source								
Property rates	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1 889	(642)	1 248	878	(370)	70.4%	46.5%	536
Interest earned - external investments	2 051	550	2 601	7 381	4 780	283.8%	359.9%	4 691
Interest earned - outstanding debtors	-	-	-	729	729	#DIV/0!	#DIV/0!	-
Dividends received	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	167	167	#DIV/0!	#DIV/0!	189
Agency services	13 780	(2 500)	11 280	-	(11 280)	-	-	-
Transfers recognised - operating	133 413	7 684	141 097	167 753	26 656	118.9%	125.7%	145 733
Other revenue	17 270	101 197	118 468	149 360	30 892	126.1%	864.8%	155 105
Gains on disposal of PPE	8 000	(8 000)	-	50	50	#DIV/0!	0.6%	-
Total Revenue (excluding capital transfers and contributions)	176 403	98 289	274 692	326 318	51 625	279.5%	185.0%	306 253
Expenditure By Type								
Employee related costs	94 205	51 851	146 056	155 294	9 238	106.3%	164.8%	147 528
Remuneration of councillors	6 954	15	6 969	7 525	556	108.0%	108.2%	7 028
Debt impairment	650	-	650	-	(650)	-	-	1 248
Depreciation & asset impairment	8 136	-	8 136	247 571	239 436	3043.0%	3043.0%	4 891
Finance charges	585	(100)	485	235	(250)	48.5%	40.2%	692
Bulk purchases	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-
Contracted services	11 330	(400)	10 930	12 580	1 649	115.1%	111.0%	13 732
Transfers and grants	3 744	400	4 144	-	(4 144)	-	-	-
General Expenses	49 444	46 649	96 092	122 724	26 632	127.7%	248.2%	105 433
Loss on disposal of PPE	-	-	-	466	466	#DIV/0!	#DIV/0!	31 733
Total Expenditure	175 047	98 414	273 462	546 395	272 933	277.9%	312.1%	312 285
Surplus/(Deficit)	1 355	(125)	1 230	(220 077)	(221 308)	-17886.4%	-16237.6%	(6 032)
Transfers recognised - capital	-	-	-	-	-	-	-	-
Contributions recognised - capital	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	1 355	(125)	1 230	(220 077)	(221 308)	-17886.4%	-16237.6%	(6 032)

APPENDIX C(4) - Unaudited
EDEN DISTRICT MUNICIPALITY
NATIONAL TREASURY APPROPRIATION STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
CAPITAL EXPENDITURE BY VOTE, STANDARD CLASSIFICATION AND FUNDING

Description	2014/2015							2013/2014 Restated Audited Outcome
	Original Budget	Budget Adjustments (I.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	
R thousand								
Capital expenditure - Vote								
Multi-year expenditure								
Executive and Council								
Budget and Treasury Office								
Corporate Services								
Community and Social Services								
Sport and Recreation								
Public Safety								
Road Transport								
Electricity								
Water								
Waste Water Management								
Waste Management								
Environmental Protection								
Health								
Example 14 - Vote14								
Example 15 - Vote15								
Capital multi-year expenditure								
Single-year expenditure								
Executive and Council		327	327	122	(205)	37.2%	#DIV/0!	136
Budget and Treasury Office		6	6	121	115	2024.5%	#DIV/0!	20
Corporate Services	1 000	(77)	923	591	(332)	64.0%	59.1%	539
Community and Social Services				24	24	#DIV/0!	#DIV/0!	
Sport and Recreation	200	170	370	315	(55)	85.2%	157.5%	6
Public Safety	1 300	635	1 935	1 836	(99)	94.9%	141.2%	444
Planning and development				43	43	#DIV/0!	#DIV/0!	50
Health				78	78	#DIV/0!	#DIV/0!	31
Road Transport								
Electricity								
Water								
Waste Water Management								
Waste Management	5 800		5 800	5 711	(89)	98.5%	98.5%	
Environmental Protection		53	53		(53)			
Other								
Example 14 - Vote14								
Example 15 - Vote15								
Capital single-year expenditure	8 300	1 114	9 414	8 842	(572)	94%	107%	1 225
Total Capital Expenditure - Vote	8 300	1 114	9 414	8 842	(572)	94%	107%	1 225
Capital Expenditure - Standard								
Governance and administration	1 000	256	1 256	834	(422)	66.4%	83.4%	694
Executive and council		327	327	122	(205)	37.2%	#DIV/0!	136
Budget and treasury office		6	6	121	115	2024.5%	#DIV/0!	20
Corporate services	1 000	(77)	923	591	(332)	64.0%	59.1%	539
Community and public safety	1 500	805	2 305	2 253	(52)	97.8%	150.2%	480
Community and social services				24	24	#DIV/0!	#DIV/0!	
Sport and recreation	200	170	370	315	(55)	85.2%	157.5%	6
Public safety	1 300	635	1 935	1 836	(99)	94.9%	141.2%	444
Housing								
Health				78	78	#DIV/0!	#DIV/0!	31
Economic and environmental services		53	53	43	(10)	81.4%	#DIV/0!	50
Planning and development				43	43	#DIV/0!	#DIV/0!	50
Road transport								
Environmental protection		53	53		(53)			
Trading services	5 800		5 800	5 711	(89)	98.5%	98.5%	
Electricity								
Water								
Waste water management								
Waste management	5 800		5 800	5 711	(89)	98.5%	98.5%	
Other								
Total Capital Expenditure - Standard	8 300	1 114	9 414	8 842	(572)	94%	107%	1 225
Funded by:								
National Government								
Provincial Government								
District Municipality								
Other transfers and grants								
Transfers recognised - capital								
Public contributions & donations								
Borrowing								
Internally generated funds	8 300	1 114	9 414	8 842	(572)	93.9%	106.5%	1 225
Total Capital Funding	8 300	1 114	9 414	8 842	(572)	94%	107%	1 225

APPENDIX C(5) - Unaudited
EDEN DISTRICT MUNICIPALITY
NATIONAL TREASURY APPROPRIATION STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
CASH FLOWS

Description	2014/2015							2013/2014
	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
R thousand								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Other receipts	125 436	-	125 436	154 746	29 310	123.4%	123.4%	137 852
Government - operating	170 060	(1 067)	168 993	167 611	(1 382)	99.2%	98.6%	145 541
Government - capital		-	-	143	143	#DIV/0!	#DIV/0!	192
Interest	4 500	250	4 750	8 110	3 360	170.7%	180.2%	4 691
Dividends		-	-	-	-	-	-	-
Payments								
Suppliers and employees	(286 362)	(7 342)	(293 704)	(282 294)	11 410	96.1%	98.6%	(245 514)
Finance charges	(530)	(300)	(830)	(235)	595	28.3%	44.4%	(692)
Transfers and Grants	(35 963)	1 067	(34 896)	-	34 896	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	(22 859)	(7 392)	(30 251)	48 081	78 332	-158.9%	-210.3%	42 069
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	-	-	-	50				(0)
Decrease (Increase) in non-current debtors	-	-	-	-				-
Decrease (Increase) other non-current receivables	-	-	-	(5 986)	(5 986)	#DIV/0!	#DIV/0!	(49 889)
Decrease (Increase) in non-current investments	-	-	-	15	15	#DIV/0!	#DIV/0!	-
Payments								
Capital assets	-	(1 114)	(1 114)	(8 842)	(7 728)	793.9%	#DIV/0!	(1 225)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(1 114)	(1 114)	(14 763)	(13 649)	1325.5%	#DIV/0!	(51 113)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	-	-	-	-				-
Borrowing long term/refinancing	-	-	-	-				-
Increase (decrease) in consumer deposits	-	-	-	-				-
Payments								
Repayment of borrowing	(650)	-	(650)	(1 979)	(1 329)	304.5%	304.5%	(1 714)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(650)	-	(650)	(1 979)	(1 329)	304.5%	304.5%	(1 714)
NET INCREASE/ (DECREASE) IN CASH HELD	(23 509)	(8 506)	(32 015)	31 339	63 353	-97.9%	-133.3%	(10 758)
Cash/cash equivalents at the year begin:	94 582	-	94 582	79 744	(14 838)	84.3%	84.3%	72 984
Cash/cash equivalents at the year end:	65 307	(8 506)	62 567	111 083	47 186	177.5%	170.1%	79 744

Name of municipality:	Eden District	EDEN DISTRICT
Full name (Senqu Municipality):	EDEN DISTRICT MUNICIPALITY	
Type (Municipality/District Municipality):	DISTRICT MUNICIPALITY	
End of Current Financial Year:	30 JUNE 2015	
Start of Current Financial Year:	1 JULY 2014	
End of Previous Financial Year:	30 JUNE 2014	
Start of Previous Financial Year:	1 JULY 2013	
Current Financial Year:	2015	
Previous Financial Year:	2014	
2x Previous Financial Year:	2013	

30 June 2015

30 JUNE 2014

PAWK: ROADS
BALANCE SHEET AS AT 30 JUNE 2015

CAPITAL EMPLOYED	Note	2014/2015 R	2013/2014 R
FUNDS AND RESERVES		20 790	-
Statutory funds		-	-
Reserves	1	20 790	-
ACCUMULATED SURPLUS/(DEFICIT)	2	(46 385 921)	(39 322 499)
		<u>(46 365 131)</u>	<u>(39 322 499)</u>
TRUST FUNDS	3	-	-
NON-CURRENT PROVISIONS			
		<u>(46 365 131)</u>	<u>(39 322 499)</u>
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	4	-	-
		<u>-</u>	<u>-</u>
NET CURRENT LIABILITIES		(46 365 131)	(39 322 499)
CURRENT ASSETS		17 143 280	16 204 330
Trade & Other Receivables	6	9 717 220	10 280 614
Cash & Cash Equivalents		7 426 061	5 923 716
NON-CURRENT LIABILITIES			
Eden District Municipality - Employee Benefits	7	(53 121 073)	(47 487 458)
CURRENT LIABILITIES		(10 387 339)	(8 039 371)
Provisions	8	4 844 575	4 751 467
Trade Payables	9	3 094 010	2 166 674
Loan account - Eden District Municipality		(308 022)	(1 283 040)
Current Portion of Non-Current Liabilities		2 756 775	2 404 270
Vat	10	-	-
		<u>(46 365 131)</u>	<u>(39 322 499)</u>

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015**

2013/2014 Actual Income	2013/2014 Actual Expenditure	2013/2014 Actual Surplus/ (Deficit)		2014/2015 Actual Income	2014/2015 Actual Expenditure	2014/2015 Actual Surplus/ (Deficit)	2014/2015 Budget Surplus/ (Deficit)
130 877 378	130 387 862	489 516	RATES AND GENERAL SERVICES	121 290 398	127 634 270	(6 343 872)	81 731 254
130 877 378	130 387 862	489 516		121 290 398	127 634 270	(6 343 872)	81 731 254
130 877 378	130 387 862	489 516	TOTAL	121 290 398	127 634 270	(6 343 872)	81 731 254
		2 065 641	Appropriations for the year (refer to note 2)			(698 760)	
		2 555 157	Nett Surplus/(defecit) for the year			(7 042 632)	
		(41 877 656)	Transferred to Reserves: Accumulated surplus/(deficit) : beginning of the year			(20 790)	
		(39 322 499)	ACCUMULATED SURPLUS/(DEFECIT) END OF THE YEAR			(39 322 499)	
						(46 385 921)	

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015**

	2015	2014
CASH GENERATED FROM OPERATING ACTIVITIES	(4 483 777)	(19 423 366)
Cash generated by operations	12 (7 952 510)	1 404 877
Investment income	11 909 878	1 150 281
Decrease/(Increase) in working capital	13 2 558 857	(21 978 524)
	(4 483 775)	(19 423 366)
Less: External interest paid	-	-
Cash available from operations	(4 483 775)	(19 423 366)
CASH UTILISED IN INVESTING ACTIVITIES		
Investment in fixed assets	-	-
CASH UTILISED FROM FINANCING TRANSACTIONS		
Increase in Non-Current Liability	5 986 120	5 120 803
NET CASH FLOW	<u>1 502 344</u>	<u>(14 302 564)</u>
CASH EFFECTS OF FINANCING ACTIVITIES		
(Increase)/decrease in cash investments	15 -	-
(Increase)/decrease in cash at bank	14 (1 502 346)	14 302 565
NET CASH (GENERATED)/UTILISED	<u>(1 502 346)</u>	<u>14 302 565</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

	2015 R	2014 R
1 RESERVES		
Car ports <i>(Refer to Appendix A for more details)</i>	<u>20 790</u>	<u>-</u>
2 ACCUMULATED SURPLUS / (DEFICIT)		
<i>Appropriation account :</i>		
Accumulated surplus/(deficit) at the beginning of the year	(39 322 499)	(41 877 656)
Operating surplus/(deficit) for the year	(6 343 872)	489 516
Transferred to reserves	(20 790)	-
Appropriations for the year :	(698 760)	2 065 641
- Prior year adjustments	<u>(698 760)</u>	<u>2 065 641</u>
Accumulated deficit at the end of the year	<u>(46 385 921)</u>	<u>(39 322 499)</u>
<i>Operating account :</i>		
Capital expenditure	-	-
3 TRUST FUNDS		
Goukou - Structure Plan	-	-
Resurfacing	-	-
Reseal 04/05	-	-
Kerwelsvlei - Minor Road	-	-
Vicbay Beach Fund	-	-
Ballotsbay Resort	-	-
Disaster Fund	-	-
Vicbay Jetty	-	-
Resealing of Trunk Road 2/12	-	-
Repair ARMCO Gravelroad 83/1	-	-
GP83 Armco	-	-
AP1297 Slangriver	-	-
MR 363 Repair ARMCO	-	-
MR 369 Repair ARMCO	-	-
MR 342 Repair ARMCO	-	-
Div Roads 1316/1576/1577	-	-
<i>(Refer to Appendix A for more details)</i>	<u>-</u>	<u>-</u>
4 FIXED ASSETS		
Fixed assets at the beginning of the year	3 051 400	3 051 400
Capital expenditure during the year	-	-
Less: Assets written off, transferred or disposed of during the year	-	-
Total fixed assets	3 051 400	3 051 400
Less: Loans redeemed and other capital receipts	<u>3 051 400</u>	<u>3 051 400</u>
Net fixed assets	<u>-</u>	<u>-</u>
5 LONG-TERM DEBTORS		
Vehicle Loans	-	-
Loans for personal computers	<u>-</u>	<u>-</u>
Less: Short-term portion of long-term debtors transferred to current assets	<u>-</u>	<u>-</u>
6 TRADE & OTHER RECEIVABLES		
Suspense accounts	2 000	146 040
Plant Account	-	-
Other debtors	<u>9 715 220</u>	<u>10 134 574</u>
	<u>9 717 220</u>	<u>10 280 614</u>

7 EDEN DISTRICT MUNICIPALITY - EMPLOYEE BENEFITS

Eden District Municipality - Employment Benefit Provisions on Behalf of Department of Transport

	2015 R	2014 R
Roads - Provision for Post Employment Health Care Benefits	51 736 843	46 000 742
Roads - Provision for Ex-Gratia Pension Benefits	615 344	713 322
Roads - Provision for Long Service Leave Awards	3 525 661	3 177 664
	<u>55 877 848</u>	<u>49 891 728</u>
Less Short Term Portion Transferred to Current Provisions	(2 756 775)	(2 404 270)
Roads - Provision for Post Employment Health Care Benefits	2 247 828	1 973 160
Roads - Provision for Ex-Gratia Pension Benefits	117 482	127 993
Roads - Provision for Long Service Leave Awards	391 465	303 117
	<u>53 121 073</u>	<u>47 487 458</u>

Total Employee Benefit Provisions

Reconciliation of present value of fund obligation:

Provision for Post Employment Health Care Benefits:

Present value of fund obligation at beginning of year	46 000 742	40 801 526
Current service cost	1 874 893	1 719 286
Interest Cost	4 005 041	3 402 612
Benefits Paid	(1 973 160)	(1 915 302)
Total expenses	49 907 517	44 008 122
Actuarial (gains) / losses	1 829 328	1 992 619
Present value of fund obligation at the end of the year	<u>51 736 843</u>	<u>46 000 742</u>

Provision for Ex-Gratia Pension Benefits:

Present value of fund obligation at beginning of year	713 322	855 875
Current service cost	-	-
Interest Cost	48 200	52 908
Benefits Paid	(127 993)	(143 684)
Total expenses	633 529	765 099
Actuarial (gains) / losses	(18 186)	(51 777)
Present value of fund obligation at the end of the year	<u>615 343</u>	<u>713 322</u>

Provision for Long Service Leave Awards

Present value of fund obligation at beginning of year	3 177 664	3 113 523
Current service cost	245 828	432 235
Interest Cost	241 474	208 913
Benefits Paid	(303 117)	(440 277)
Total expenses	3 361 849	3 314 394
Actuarial (gains) / losses	163 812	(136 730)
Present value of fund obligation at the end of the year	<u>3 525 661</u>	<u>3 177 664</u>

8 PROVISIONS

Performance Bonuses	-	-
Staff Bonus	1 787 804	1 725 132
Auditor General	-	-
Staff Leave	3 056 771	3 026 335
Long Service	-	-
	<u>4 844 575</u>	<u>4 751 467</u>

9 TRADE PAYABLES

	2015 R	2014 R
Sundry creditors	2 062 375	1 060 452
Debtors with credit balances	-	-
Payments in Advance	1 000 000	1 000 000
Suspense accounts	31 636	106 223
Shortfall on Pensionfund	-	-
Plant Account	-	-
	<u>3 094 010</u>	<u>2 166 675</u>

10 VAT

Vat payable	-	-
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11 FINANCE TRANSACTIONS

Total external interest earned or paid		
- Interest earned	909 878	1 150 281
- Interest paid	-	-

12 CASH GENERATED BY OPERATIONS

	2015 R	2014 R
Surplus/(Deficit) for the year	(6 343 872)	489 517
Adjustments in respect of :		
Previous years operating transactions	(698 760)	2 065 641
Appropriations charged against income	-	-
* Provisions and reserves	-	-
* Fixed assets	-	-
Capital charges	-	-
* Interest paid:	-	-
- on external loans	-	-
* Redemption:	-	-
- of external loans	-	-
* Deferred charges written off	-	-
Investment income (operating account)	(909 878)	(1 150 281)
Non-operating expenditure:		
Charged against Provisions and Reserves	-	-
	<u>(7 952 510)</u>	<u>1 404 877</u>

13 (INCREASE)/DECREASE IN WORKING CAPITAL

Decrease/(Increase) in debtors, long term debtors	563 394	(9 923 600)
Increase/(Decrease) in creditors, consumer deposits	1 995 463	(12 054 924)
	<u>2 558 857</u>	<u>(21 978 524)</u>

14 (INCREASE)/DECREASE CASH AND CASH EQUIVALENTS

Cash balance at the beginning of the year	5 923 716	20 226 282
Less: Cash balance at the end of the year	7 426 061	5 923 716
	<u>(1 502 346)</u>	<u>14 302 566</u>

15 (INCREASE)/DECREASE IN CASH INVESTMENTS

Investments made	-	-
Investments realised	-	-
	<u>-</u>	<u>-</u>

16 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

16.1 Contributions to organized local government

	2015 R	2014 R
Opening balance	-	-
Amount paid - current year	239 365	246 063
Amount paid - previous years	(239 365)	(246 063)
Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>

The contribution to SALGA was paid by Eden District Municipality and includes the contribution for the Roads Agency Function. It was financed out of the administration levy received by Eden District Municipality.

16.2 Audit fees

Opening balance	-	-
Current year audit fee	-	-
Amount paid - current year	273 369	354 785
Amount paid - previous years	-	-
	<u>273 369</u>	<u>354 785</u>

16.3 PAYE and UIF

Opening balance	-	-
Current year payroll deductions	4 389 288	4 197 831
Amount paid - current year	(4 389 288)	(4 197 831)
Amount paid - previous year	-	-
Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>

**16 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT
(Continued)**

	2015	2014
	R	R
16.5 Pension and Medical Aid Deductions		
Opening balance	-	-
Current year payroll deductions and Council Contributions	10 480 328	10 976 037
Amount paid - current year	(10 480 328)	(10 976 037)
Amount paid - previous years	-	-
Balance outstanding (included in debtors)	<u>-</u>	<u>-</u>

The balance represents amounts due to us by pensioners regarding their medical contributions. Invoices for the outstanding amounts were issued by the Municipality.

16.6 Non-compliance with Chapter 11 of the Municipal Finance Management Act

The Municipality has developed a supply chain management policy.

**APPENDIX A:
STATUTORY FUNDS, RESERVES AND PROVISIONS
FOR THE YEAR ENDED 30 JUNE 2015**

	Balance at 30 June 2014	Contributions during the year	Interest on investments	Other income	Expenditure during the year	Balance at 30 June 2015
RESERVES						
Operating Reserve 2004	-	-	-	-	-	-
Car ports	-	20 790	-	-	-	20 790
TRUST FUNDS						
Goukou - Structure Plan	-	-	-	-	-	-
Resurfacing	-	-	-	-	-	-
Reseal 04/05	-	-	-	-	-	-
Kerwelsvlei - Minor Road	-	-	-	-	-	-
Vicbay Beach Fund	-	-	-	-	-	-
Ballotsbay Resort	-	-	-	-	-	-
Disaster Fund	-	-	-	-	-	-
Vicbay Jetty	-	-	-	-	-	-
Resealing of Trunk Road 2/12	-	-	-	-	-	-
Repair ARMCO Gravelroad 83/1	-	-	-	-	-	-
GP83 Armco	-	-	-	-	-	-
AP1297 Slangriver	-	-	-	-	-	-
MR 363 Repair ARMCO	-	-	-	-	-	-
MR 369 Repair ARMCO	-	-	-	-	-	-
MR 342 Repair ARMCO	-	-	-	-	-	-
Div Roads 1316/1576/1577	-	-	-	-	-	-
	-	20 790	-	-	-	20 790

**APPENDIX B:
ANALYSIS OF FIXED ASSETS
FOR THE YEAR ENDED 30 JUNE 2015**

Expenditure 2013/2014	Asset	Budget 2013/2014	Balance at 30 June 2014	Expenditure 2014/2015	Written off, Transferred or Disposed	Balance at 30 June 2015
0	Rates and General	-	3 051 400	-	-	3 051 400
0	Roads Expenditure	-	3 051 400	-	-	3 051 400
0	Total Fixed Assets	-	3 051 400	-	-	3 051 400
	LESS : Loans Redeemed and Other Capital Receipts		3 051 400	-	-	3 051 400
	Loans Redeemed		-	-	-	-
	Contribution from Current Income		3 051 400	-	-	3 051 400
	Donations and subsidies		-	-	-	-
	NETT FIXED ASSETS		-	-	-	-

**APPENDIX C:
ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2015**

Actual 2013/2014		Actual 2014/2015
	INCOME	
128 526 665	Government and Provincial Grants and Subsidies	119 454 031
-	Advances Plant Account	-
188 507	Actuarial Gain	18 186
2 162 206	Other Income	1 818 181
130 877 378		121 290 398
	Expenditure	
55 224 672	Employee related costs	57 432 867
3 316 692	Increase in Provision for Non-Current Liabilities	4 011 166
1 992 619	Actuarial Loss	1 993 140
-	Plant Hire	-
-	Interest on Pension Fund Liability	-
-	Allocation Indirect Account	-
-	Contracts	-
65 826 969	General Expenses	62 881 758
275 077	Repair and Maintenance costs	-
3 751 833	Contributions to Capital	1 315 340
130 387 862	Net Expenditure	127 634 270

**APPENDIX D:
DETAILED INCOME STATEMENT FOR THE YEAR ENDED
30 JUNE 2015**

2013/2014 Actual Income	2013/2014 Actual Expenditure	2013/2014 Actual Surplus/ (Deficit)		2014/2015 Actual Income	2014/2015 Actual Expenditure	2014/2015 Actual Surplus/ (Deficit)
130 877 378	130 387 862	489 517	RATES AND GENERAL SERVICES	121 290 398	127 634 270	(6 343 872)
130 877 378	130 387 862	489 516		121 290 398	127 634 270	(6 343 872)
130 492 106	130 387 862	104 244	Normal Repair & Maintenance	120 380 520	127 634 270	(7 253 750)
-	-	-	Emergency Expenses	-	-	-
-	-	-	Re-Surfacing	-	-	-
-	-	-	Fencing	-	-	-
-	-	-	Construction, Re-construction & Improvements	-	-	-
-	-	-	Road Signs	-	-	-
-	-	-	Minor Roads	-	-	-
-	-	-	Main Roads	-	-	-
-	-	-	Traffic Fines	-	-	-
-	-	-	Routine maintenance	-	-	-
385 272	-	385 272	Interest received	909 878	-	909 878
-	-	-	Interest on Pension Fund Liability	-	-	-
-	-	-	Contributions	-	-	-
-	-	-	Advances Plant Account	-	-	-
-	-	-	Approved Capital Projects	-	-	-
130 877 378	130 387 862	489 516	TOTAL	121 290 398	127 634 270	(6 343 872)
		2 065 641	Appropriations for the year			(698 760)
		2 555 157	Nett surplus for the year			(7 042 632)
			Transferred to reserves			(20 790)
		(41 877 656)	Accumulated surplus/(deficit) : beginning of the year			(39 322 499)
		(39 322 499)	ACCUMULATED DEFICIT: END OF THE YEAR			(46 385 921)

