



Annual Financial Statements for
ZULULAND DISTRICT MUNICIPALITY
 for the year ended 30 June 2016

Province:

KwaZulu Natal

Contact Information:

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ZULULAND DISTRICT MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2016

GENERAL INFORMATION

MEMBERS OF THE COUNCIL

Cllr MA Hlatshwayo	Mayor
Cllr V O Mbuyisa	Speaker
Cllr SE Qwabe	Deputy Mayor
Cllr S Ntombela	Member of the Executive Committee
Cllr B B Zwane	Member of the Executive Committee
Cllr ME Khumalo	Member of the Executive Committee
Cllr S E Nkwanyana	Member of the Executive Committee
Cllr SR Nkosi	Member
Cllr M M Mntungwa	Member
Cllr M B Mabaso	Member
Cllr ZS Buthelezi	Member
Cllr R B Mhlungu	Member
Cllr N J Mjaja	Member
Cllr Z Siyaya	Member
Cllr T B Lukhele	Member
Cllr SJ Zulu	Member
Cllr BJ Mncwango	Member
Cllr BC Nhlabathi	Member
Cllr KE Nxumalo	Member
Cllr IA Mbatha	Member
Cllr NM Nhlabathi	Member
Cllr RM Zulu	Member
Cllr MT Lushaba	Member
Cllr NF Zulu	Member
Cllr MS Ntshangase	Member
Cllr ISM Hadebe	Member
Cllr ME Buthelezi	Member
Cllr Mkhize TK	Member
Cllr Ximba SP	Member
Cllr TL Khumalo	Member
Cllr PTAN Buthelezi	Member
Cllr LS Dumakude	Member
Cllr N Xaba	Member
Cllr TJ Khumalo	Member
Cllr Dlamini QM	Member

Note to User:

List the names of the mayor, speaker, members, etc.

ICT MUNICIPALITY
FINANCIAL STATEMENTS
ended 30 June 2016

ZULULAND DISTRICT MUNICIPALITY

B-400 GAGANE STREET
ULUNDI
3838

PRIVATE BAG X76
ULUNDI
3838

035 874 5500

035 874 5589/91

mm@zululand.org.za

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2016 annual financial statements, which are set out on pages 4 to 52, in terms of Section 219 of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.
Details of Councilors, as disclosed in note 25 of these annual financial statements are within the scope of the Remuneration of Public Officers (Remuneration and Traditional Affairs) Act, read with the Remuneration of Public Officers (Remuneration and Traditional Affairs) Determination in accordance with this Act.



insert date of signature of financial statement

ZULULAND DISTRICT MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2016

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ZULULAND DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL POSITION
as at 30 June 2016

	Note	2016 R	2015 R
TS			
nt assets		50 665 291	33 034 742
and cash equivalents	2	6 000	6 000
receivables from exchange transactions	3.1.	12 198 989	8 103 144
receivables from exchange transactions	3.2.	207 762	177 118
receivables from non-exchange transactions	4 & 38	5 538 033	12 956 283
ories	5	4 066 850	5 507 329
yments	6	922 664	759 931
receivable	13	27 724 994	5 524 936
urrent assets		2 586 974 674	2 262 620 865
urrent receivables	7	6 229 693	5 224 345
erty, plant and equipment	8	2 579 189 307	2 255 671 316
ge assets	9	1 151 452	1 151 452
ible assets	10	404 222	573 752
nd benefit plan asset	52		
assets		2 637 639 965	2 295 655 606
LIABILITIES			
nt liabilities		120 977 644	140 615 298
and other payables from exchange transactions	11	60 071 753	76 632 228
mer deposits	12	3 334 106	3 329 844
nt provisions	14	10 554 390	14 959 244
overdraft	2	33 437 872	45 486 859
ayable	12	-	
les from non-exchange transactions	15	13 579 523	207 123
urrent liabilities		19 562 420	15 738 325
l deposits held	17	2 420	5 325
etirement benefit obligations	39	19 560 000	15 733 000
liabilities		140 540 063	156 353 622
assets		2 497 099 902	2 139 301 984
ASSETS			
ulated surplus / (deficit)		2 497 099 902	2 139 301 984
net assets		2 497 099 902	2 139 301 984

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ZULULAND DISTRICT MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
for the year ending 30 June 2016

	Note	2016	2015 R	2014 R
Revenue from Exchange Transactions		33 510 640	43 547 912	
charges	18	25 445 343	29 948 179	26 899 025
of facilities and equipment	19	168 908	178 377	119 418
earned - external investments	20	3 617 095	2 037 921	6 980 485
venue from exchange transactions	23	4 279 294	3 701 241	2 533 754
of contribution to doubtful debts	3		7 682 194	
Revenue from Non-Exchange Transactions		862 928 809	659 487 058	
grant and subsidies received	22.1	862 901 048	659 449 094	673 040 161
venue from non-exchange	22.2	27 761	37 964	27 864
Revenue		896 439 449	703 034 970	709 600 706
Expenses				
operational related costs	24	153 875 023	144 055 908	128 570 712
remuneration of councillors	25	6 634 007	6 221 335	6 191 361
contribution to Doubtful debts	3	3 637 349	-	6 416 307
depreciation and amortisation expense	26.1	53 097 602	45 070 211	29 700 571
repairs and maintenance	26.2	29 008 536	41 115 042	47 091 156
depreciation	50	1 344 707	8 246 053	
operational benefits	39	3 827 000	15 733 000	-
water purification and Sewer Treatment	28	68 954 292	74 180 428	76 016 153
operational services	29	16 206 932	14 862 961	13 428 612
grants and subsidies paid	30	-	200 000	1 829 239
operational expenses	31	202 136 693	204 716 127	212 653 951
Expenses		538 722 141	554 401 066	521 898 061
on sale of assets	32	83 837	167 119	23 291
Net Loss Recovered	42		1 097 113	1 000 000
Surplus / (deficit) for the period		357 801 145	149 898 135	188 725 936

ZULULAND DISTRICT MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS
for the year ended 30 June 2016

DETAILS	Note	Accumulated Surplus(Deficit) R
Balance at 30 June 2014		1 995 801 301
Correction of prior period error	38	627 944
Restated Balance at 30 June 2014		1 996 429 245
Transfers to accumulated surplus		517 785
Surplus / (deficit) for the period - 2014/15		149 898 135
Balance at 30 June 2015		2 146 845 166
Correction of prior period error	38	(7 543 182)
Restated Balance at 30 June 2015		2 139 301 984
Other movements		(3 227)
Surplus / (deficit) for the period		357 801 145
Balance at 30 June 2016		2 497 099 902

ZULULAND DISTRICT MUNICIPALITY						
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS						
June 2016						
Description	Actual 2016	Approved Budget 2016	Adjustments	Final Budget 2016	Difference	Comments
Revenue						
Service charges	25 445 343	31 668 405	-6 223 062	25 445 343	-0	
Rental of facilities and equipment	168 908	158 000		158 000	10 908	Budget was based on the last financial year's actual.
Interest earned - external investments	3 617 095	1 000 000	1 071 000	2 071 000	1 546 095	Interest is based on estimated capital investments that fluctuate during the year.
Reversal of provision for doubtful debts						
Government grants and subsidies	862 901 048	834 199 000	29 367 118	863 566 118	-665 070	
Other income	4 307 055	95 356 784	42 848 207	138 204 991	-133 897 936	Due to the appropriation of accumulated reserves used to finance the budget
Total revenue	896 439 449	962 382 190	67 063 263	1 029 445 453	133 006 004	
Expenses						
Employee related costs	153 875 023	149 580 695	12 997 496	162 578 191	8 703 168	savings was reallocated to salaries to cater for salaries more than budget and it includes employee benefits
Remuneration of councillors	6 634 007	6 175 455	150 000	6 325 455	-308 552	
Bad debts	1 344 707				-1 344 707	Based on actual debt impairment
Depreciation and amortisation expense	53 097 602	32 565 000	16 100 000	48 665 000	-4 432 602	Other Assets are purchased at different intervals during the year and some were not capitalised since they are still in progress .
Repairs and maintenance	29 008 536	34 035 000		34 035 000	5 026 464	Savings achieved
Employee benefits	3 827 000				-3 827 000	No budget for employee benefits
Bulk Water purification and Sewer Treatment	68 954 292	84 868 000	-5 000 000	79 868 000	10 913 708	bulk water purchases is fully spent as a results of refurbishment works conducted at the plants. The figure on the AFS exclude VAT but Budget include VAT
Contracted services	16 206 932	13 348 000	5 763 182	19 111 182	2 904 250	There are savings in the budget
Grants and subsidies paid		1 861 000	-1 831 000	30 000	30 000	Funded organisations could not prove prior year expenditure and it was agreed that money will not be transferred
Contribution to doubtful debts	3 637 349					
General expenses	202 136 693	136 563 040	7 289 827	143 852 867	-58 283 826	Rural sanitation budget is not allocated to operating budget since its capital in nature, but does not qualify to be an asset, that resulted to the expenditure being operating and included in the financial performance
Total expense	538 722 141	458 996 190	35 469 505	494 465 695	-40 619 097	
Gains / (losses) on sale of assets	83 837					
Financial Loss Recovered						
Suplus/ (Deficit) for the period	357 801 146	503 386 000	31 593 758	534 979 758	173 625 100	

202 136 692.70 Budget Statement
202 136 692.70 I/S
- diff-1
3 293 050.49 paid annual leave
-3 293 050.49 diff-2

ZULULAND DISTRICT MUNICIPALITY
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
for the year ending 30 June 2016

1 ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

1.1.1 BASIS OF PRESENTATION

The annual financial statements have been prepared on an accrual basis of accounting and are in accordance with historical cost convention unless specified otherwise.

The annual financial statements have been prepared in accordance with the Standards of Generally Recognised Accounting Practices (GRAP) issued by the Accounting Standards Board in accordance with Section 122(3) of the Municipal Finance Management Act,(Act No 56 of 2003).

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

A summary of the significant accounting policies, which have been consistently applied except where a transitional provision has been granted are disclosed below.

1.2 PRESENTATION CURRENCY

These annual financial statements are presented in South African Rand, which is the functional currency of the municipality.

1.2.1 Significant judgements and sources of estimation uncertainty

In preparing the annual financial statements, management is required to make estimates and assumptions that affect the amounts represented in the annual financial statements and related disclosures. Use of available information and the application of judgements is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the annual financial statements. Significant judgements include:

Fair value estimation

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the municipality for similar financial instruments.

Impairment testing

The recoverable amount of cash-generating units and individual assets have been determined based on the higher of value-in-use calculations and fair values less costs to sell. These calculations require the use of estimates and assumptions. It is reasonably possible that the assumption may change which may then impact our estimations and may then require a material adjustment to the carrying value of goodwill and tangible assets.

The municipality reviews and tests the carrying value of assets when events or changes in circumstances suggest that the carrying amount may not be recoverable. In addition, goodwill is tested on an annual basis for impairment. Assets are grouped at the lowest level for which identifiable cash flows are largely independent of cash flows of other assets and liabilities. If there are indications that impairment may have occurred, estimates are prepared of expected future cash flows for each group of assets. Expected future cash flows used to determine the value in use of goodwill and tangible assets are inherently uncertain and could materially change over time. They are significantly affected by number of factors.

Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions are included in note 14 - Current Provisions.

1.3 GOING CONCERN ASSUMPTION

These annual financial statements have been prepared on the assumption that the municipality will continue to operate as a going concern for at least the next 12 months. The assessment is disclosed in AFS note 51

1.4 COMPARATIVE INFORMATION

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

The following standards, amendments to standards and interpretations have been issued but are not yet effective and have not been early adopted by the municipality:

ZULULAND DISTRICT MUNICIPALITY
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
for the year ending 30 June 2016

The presentation and classification of items in the current year is consistent with prior periods.

1.5 STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

The following Standards of GRAP have been issued by the Accounting Standards Board but have not been given an effective date by the Minister of Finance. The entity has not early-adopted any of these new Standards or amendments thereto, but has referred to them for guidance in the development of accounting policies in accordance with GRAP 3 as read with Directive 5.

Standard number	Standard name	Effective date (if applicable)
GRAP 18	<i>Segment Reporting</i>	<i>No effective date</i>
GRAP 20	<i>Related Party Disclosures</i>	<i>No effective date</i>
GRAP 32	<i>Service Concessions Arrangement Grantor</i>	<i>No effective date</i>
GRAP 105	<i>Transfer of Functions Between Entities Under Common Control</i>	<i>No effective date</i>
GRAP 106	<i>Transfer of Functions Between Entities Not Under Common Control</i>	<i>No effective date</i>
GRAP 107	<i>Mergers</i>	<i>No effective date</i>
GRAP 108	Statutory Receivables	No effective date

ZULULAND DISTRICT MUNICIPALITY
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
for the year ending 30 June 2016

GRAP 18: SEGMENT REPORTING

Segments are identified by the way in which information is reported to management, both for purposes of assessing performance and making decisions about how future resources will be allocated to the various activities undertaken by the municipality. The major classifications of activities identified in budget documentation will usually reflect the segments for which a municipality reports information to management.

Segment information is either presented based on service or geographical segments. Service segments relate to a distinguishable component of a municipality that provides specific outputs or achieves particular operating objectives that are in line with the municipality's overall mission. Geographical segments relate to specific outputs generated, or particular objectives achieved, by a municipality within a particular region.

The adoption of this standard is not expected to impact on the results of the municipality, but may result in more disclosure than is currently provided in the financial statements.

GRAP 20: RELATED PARTY DISCLOSURES

The objective of this Standard of GRAP is to ensure that a municipality's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and surplus or deficit may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

It is unlikely that the standard will have a material impact on the municipality's financial statements.
For the year under review, the municipality has applied IPSAS 20.

GRAP 25: EMPLOYEE BENEFITS

The objective of this standard is to prescribe the accounting and disclosure for employee benefits. The major difference between this Standard of GRAP and IAS 19 is with regards to the treatment of actuarial gains and losses and past service costs. This Standard of GRAP requires a municipality to recognise all actuarial gains and losses and past service costs immediately in the statement of financial performance once occurred.

The effective date of the standard is for years beginning on or after 01 April 2013. The municipality expects to adopt the standard for the first time in the 2014 financial statements.

It is unlikely that the standard will have a material impact on the municipality's financial statements.

GRAP 31: INTANGIBLE ASSETS

This Standard of GRAP replaces the previous Standard of GRAP on Intangible Assets (GRAP 102) due to the IPSASB that has issued an IPSAS on Intangible Assets (IPSAS 31).

The effective date of the standard is for years beginning on or after 01 April 2013.

There is no impact of the standard on adoption.

GRAP 105: TRANSFERS OF FUNCTIONS BETWEEN ENTITIES UNDER COMMON CONTROL

The objective of this Standard of GRAP is to establish accounting principles for the acquirer and transferor in a transfer of functions between municipalities under common control.

The municipality expects to adopt the standard for the first time once it becomes effective.

It is unlikely that the standard will have a material impact on the municipality's financial statements.

GRAP 106: TRANSFERS OF FUNCTIONS BETWEEN ENTITIES NOT UNDER COMMON CONTROL

The objective of this Standard of GRAP is to establish accounting principles for the acquirer and transferor in a transfer of functions between municipalities not under common control.

The municipality expects to adopt the standard once it becomes effective.

The impact of this amendment is currently being assessed.

GRAP 107: MERGERS

The objective of this Standard of GRAP is to establish accounting principles for the combined municipality and combining municipalities in a merger.

The municipality expects to adopt the standard once it becomes effective.

The impact of this standard is currently being assessed.

Impact on the municipality's financial statements once implemented:

ZULULAND DISTRICT MUNICIPALITY
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
for the year ending 30 June 2016

1.6 PROPERTY, PLANT AND EQUIPMENT

1.6.1 INITIAL RECOGNITION

Property, plant and equipment are tangible non-current assets (including infrastructure assets) that are held for use in the production or supply of goods or services, rental to others, or for administrative purposes, and are expected to be used during more than one year. Items of property, plant and equipment are initially recognised as assets on acquisition date and are initially recorded at cost. The cost of an item of property, plant and equipment is the purchase price and other costs attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by the municipality. Trade discounts and rebates are deducted in arriving at the cost. The cost also includes the necessary costs of dismantling and removing the asset and restoring the site on which it is located.

When significant components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. The major components are depreciated separately over their useful lives.

Where an asset is acquired by the municipality for no consideration (i.e. a non-exchange transaction), the cost is deemed to be equal to the fair value of that asset on the date acquired.

Where an item of property, plant and equipment is acquired in exchange for a non-monetary asset or monetary assets, or a combination of monetary and non-monetary assets, the asset acquired is initially measured at fair value (the cost). If the acquired item's fair value was not determinable, it's deemed cost is the carrying amount of the asset(s) given up.

Major spare parts and servicing equipment qualify as property, plant and equipment when the municipality expects to use them during more than one period. Similarly, if the major spare parts and servicing equipment can be used only in connection with an item of property, plant and equipment, they are accounted for as property, plant and equipment.

1.6.2 SUBSEQUENT MEASUREMENT - COST MODEL

Subsequent to initial recognition, items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated as it is deemed to have indefinite useful life.

Where the municipality replaces parts of an asset, it derecognises the part of the asset being replaced and capitalises the new component. Subsequent expenditure incurred on an asset is capitalised when it increases the capacity or future economic benefits associated with the asset.

1.6.3 DEPRECIATION AND IMPAIRMENT

Depreciation is calculated on the depreciable amount, using the straight-line method over the estimated useful lives of the assets. Components of assets that are significant in relation to the whole asset and that have different useful lives are depreciated separately. Depreciation on new acquisitions is charged to the statement of financial performance in the financial year in which the asset is available for use after taking into account the an assets' residual value where applicable.

The annual depreciation rates are based on the following estimated average asset lives:

Infrastructure

Water	15-70 years
Sewerage	15-70 years

Community

Buildings	30 years
Recreational Facilities	20-30 years

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ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2016

MFMA & standards ref:

REFERENCE

NOTE TO USER: THESE NOTES
AND SHOULD BE TAILORED TO
MUNICIPALITY. PAY PARTICULAR
BLUE - THESE ARE EXAMPLES
USER. HOWEVER, ALL THE DIS
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Note	2016 R	2015 R	2012 R	IAS 39
CASH AND CASH EQUIVALENTS				
Cash and cash equivalents consist of the following:				
Cash on hand	6 000	6 000	5 000	
Call deposits	-	-	170 021 780	
	<u>6 000</u>	<u>6 000</u>	<u>170 026 780</u>	

The Municipality has the following bank accounts: -

Current Account (Primary Bank Account)

MFMA S125 (2) (a)

ABSA BANK-KZN Public Sector Branch: 4047162045

Cash book balance at beginning of year	(45 486 859.0)	(5 499 352)	-30 395 497	
Cash book balance at end of year	<u>-33 437 872.45</u>	<u>-</u>	<u>-39 476 013</u>	
Bank statement balance at beginning of year	-	11 200 997	51 885 662	
Bank statement balance at end of year	<u>-</u>	<u>-</u>	<u>55 427 514</u>	
Cash on hand	<u>6 000</u>	<u>6 000</u>	<u>5 000</u>	
Total cash and cash equivalents	<u>6 000</u>	<u>6 000</u>	<u>170 026 780</u>	2 257 396 519.73
Total bank overdraft	<u>33 437 872</u>	<u>45 486 859</u>	<u>39 476 013</u>	-45 070 211.33
				2 917 681 405.99
				<u>5 130 007 714.39</u>

Call Accounts

Absa Bank (20-7293-6439)	-	-	95 021 780	85 008 351.00
First National Bank (IDS3607016)	-	-	65 000 000	
Standard Bank (9864660)	-	-	10 000 000	
Investec	-	-	-	
Total	<u>-</u>	<u>-</u>	<u>170 021 780</u>	

TRADE AND OTHER RECEIVABLES FROM EXCHANGE TRANSACTIONS

Trade receivables as at 30 June 2016	Gross Balances R	Provision for doubtful Debts R	Net Balance R	GRAP 1 IAS 39	
Service debtors (Water and Sanitation)	72 199 357	60 000 368	12 198 989	64 466 163.12	64 466 163.12
				640 529.39	-640 529.39
Total	<u>72 199 357</u>	<u>60 000 368</u>	<u>12 198 989</u>	63 825 633.73	63 825 633.73
as at 30 June 2015				42 268 470.54	
				21 557 163.19	
Service debtors (Water and Sanitation)	64 466 163	56 363 019	8 103 144		63 825 633.73
					640 529.39
Total	<u>64 466 163</u>	<u>56 363 019</u>	<u>8 103 144</u>	12 198 989	64 466 163.12
				6 989 827	
				5 209 162	
				<u>3 405 457</u>	
				1 803 705	

ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2016

MFMA & standards ref:

REFERENCE

NOTE TO USER: THESE NOTES
AND SHOULD BE TAILORED TO
MUNICIPALITY. PAY PARTICULAR
BLUE - THESE ARE EXAMPLES

Note	2016 R	2015 R	2012 R
Water and Sewerage: Ageing			
Current (0 – 30 days)	5 189 669	2 686 613	
31 - 60 Days	2 652 065	1 765 851	
61 - 90 Days	1 230 273	1 719 592	
91 - 120 Days	1 600 580	1 592 412	
121 - 365 Days	61 526 770	9 677 446	
+ 365 Days	-	47 024 249	
Total	72 199 357	64 466 163	

Note: The total should agree to the Gross am
included in the note above.

Summary of Debtors by Customer Classification

	Consumers	Industrial/Commercial	National & Provincial Government	
	R	R	R	
as at 30 June 2016				
Current (0 – 30 days)	3 571 945	459 710	1 158 014	
31 - 60 Days	1 866 836	199 459	585 770	
61 - 90 Days	890 843	81 784	257 646	
91 - 120 Days	1 097 935	210 816	291 829	
121 - 365 Days	53 871 774	799 950	6 855 046	
+ 365 Days	-	-	-	
Sub-total	61 299 333	1 751 719	9 148 305	
Less: Provision for doubtful debts				
Total debtors by customer classification	61 299 333	1 751 719	9 148 305	72 199 357

Note: The total should agree to the Gro
included in the note above.

as at 30 June 2015				
Current (0 – 30 days)	1 179 772	600 913	905 928	2 686 613
31 - 60 Days	941 868	308 320	515 663	
61 - 90 Days	973 638	264 356	481 598	21 960 263.56
91 - 120 Days	937 708	374 090	280 615	2 658 144.76
121 - 365 Days	7 546 429	1 026 436	1 104 581	24 618 408.32
+ 365 Days	43 150 838	1 183 754	2 689 656	
Sub-total	54 730 252	3 757 869	5 978 042	64 466 163
Less: Provision for doubtful debts				
Total debtors by customer classification	54 730 252	3 757 869	5 978 042	64 466 163

IFRS 7 (ED 52)

Reconciliation of the doubtful debt provision

Balance at beginning of the year	56 363 021	64 045 215	26 851 129	
Contributions to provision	3 637 349	-	14 996 451	
Reversal of provision	-	(7 682 194)	-234 401	
Total	60 000 370	56 363 021	41 613 179	
Balance at end of year	60 000 370	56 363 021	41 613 179	

Note: The provision figure inputted m

Trade and other receivables past due but not impaired

IFRS 7 (ED 52)

Trade and other receivables which are regular payers with amounts owing less than 60 days past due are not considered to be impaired. At 30 June 2016, R12 198 989 (2015: R8 103 144) were past due but not impaired.

The ageing of amounts past due but not impaired is as follows:

Less than 60 days past due	3 237 428	1 304 452	825 097	
Less than 180 days past due	8 961 560	6 798 692	3 148 052	
	12 198 989	8 103 144	3 973 149	

Note: The provision figure inputted must be
negative

ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2016

MFMA & standards ref:

REFERENCE

NOTE TO USER: THESE NOTES
AND SHOULD BE TAILORED TO
MUNICIPALITY. PAY PARTICULAR
BLUE - THESE ARE EXAMPLES

Note	2016 R	2015 R	2012 R	REFERENCE
Trade and other receivables impaired				
			8 961 560	IFRS 7 (ED 52)
			8 961 560	

As of 30 June 2015, trade and other receivables of R56 363 021 - (2015: R56 363 019) were impaired and provided for.

The ageing of these receivables is as follows:

3 to 6 months	60 000 370	56 363 021	56 363 019	
Over 6 months	5 599 613.57	5 072 463	8 487 882	5 072 460.51
	53 400 754.36	51 290 559	33 125 297	51 290 558.52
			60 000 367.93	

The fair value of trade and other receivables approximates their carrying amounts.

OTHER RECEIVABLES FROM EXCHANGE TRANSACTIONS

Debtor: Ondini Motors	5 606	-	
Debtor: Avis	14 751	5 364	
Debtor: Waphatha Group Pty Ltd	12 184	18 774	
Debtor: Imbali Elegance Tourism	32 184	16 092	
Debtor: Independent Electoral Commission (IEC)	-	-	
Debtor: WSSA	6 149	-	
Debtor: BP Drakensburg	136 888	136 888	
Total	207 762	177 118	

OTHER RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

Debtor: Interest on Investment (Call accounts)	-	13 631		} IAS 39
Debtor: Babazile Mpanza	179 300	-		
Debtor: WSSA	-	-		
Debtor: BG Shawe	-	-		
Debtor: B Mthabela	20 000	-		
Debtor: S S Nkambule	5 710	17 740		
Debtor: ISM Hadebe	-	23 043		
Debtor: Mthethwa TW Group Life	-	-		
Debtor: JB Dlamini	18 440	18 440		
Debtor: Natal Spa	-	-		
Debtor: Insurance Claim	202 679	202 679		
Debtor: Ulundi Municipality	503 854	-		
Debtor: Dumbe Municipality	369 621	-		
Debtor: Abaqulusi Municipality	519 266	-		
Debtor: Nongoma Municipality	304 255	-		
Debtor: Federal Air Lines	-	-		
Debtor: Nevlyn M	3 000	-		
Debtor: KZN Aviation	-	-		
Debtor: SCN Zungu	4 957	-		
Debtor: Young Mzizi	9 600	-		
Debtor: Pongola Municipality	235 609	-		
Debtor: ZM Ngwenya	-	347		
Bursary debtors	-	6 260		
Debtor: ABSA Bank	2 234	7 604		
Debtor: Water Affairs	3 078 630	12 666 538		
Bursary Debtor	-	-	11 813	
Fleet: Suspense	-	-		
Other Debtors (Accrued income)	80 878	-		
Total	5 538 033	12 956 283		
Adjusted for Correction of Error (Note 38)	-	-		
Total Other Debtors	5 538 033	12 956 283	11 813	

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AR ATTENTION TO DISCLOSURES HIGHLIGHT
ONLY AND REQUIRE SIGNIFICANT INPUT FR

**ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2016**

MFMA & standards ref:

PROPERTY, PLANT AND EQUIPMENT

Reconciliation of Carrying Value	Land	Buildings	Infrastructure	Community	Capital work in Progress	Other Assets	Total
	R	R	R	R		R	R
as at 1 July 2015	470 000	33 622 453	1 284 755 941	14 143 160	892 487 529	29 158 972	2 254 638 055
Cost/Revaluation	470 000	44 318 991	1 528 760 790	14 933 380	892 487 529	58 378 690	2 539 349 380
Accumulated depreciation and impairment losses	-	(10 696 538)	(244 004 849)	(790 220)	-	(29 219 717)	(284 711 325)
Opening balance as at 01 July 2016	470 000	33 622 453	1 284 755 941	14 143 160	892 487 529	29 158 972	2 254 638 055
Restatement							
Correction of Error (Cost)	-	1 126 601	63 727	-	517 785	510 572	2 218 685
Correction of Error (Accumulated depreciation)	-	(339 997)	(19 725)	-	-	(247 755)	(607 477)
Other adjustments	-	-	812 584	-	-	(1 390 530)	(577 946)
Restated amount as at 01 July 2015	470 000	34 409 057	1 285 612 527	14 143 160	893 005 314	28 031 259	2 255 671 316
Transfers			370 461 897		(370 461 897)		-0.00
Other movements							-
Acquisitions	-	-	107 716	-	-	482 208	589 925
Capital under Construction					376 000 138		376 000 138
Depreciation	-	(1 238 162)	(42 625 238)	(2 133 560)	-	(6 934 339)	(52 931 298)
Carrying value of disposals			(33)			(140 740)	(140 773)
Cost/Revaluation	-	-	(72)	-	-	(2 457 613)	(2 457 685)
Accumulated depreciation and impairment losses	-	-	39	-	-	2 316 873	2 316 912
as at 30 June 2016	470 000	33 170 894	1 613 556 869	12 009 600	898 543 555	21 438 388	2 579 189 307
Cost/Revaluation	470 000	45 445 592	1 899 394 059	14 933 380	898 543 555	56 913 856	2 915 700 442
Transfers	-	-	-	-	-	-	-
Accumulated depreciation and impairment losses	-	(12 274 698)	(285 837 190)	(2 923 780)	-	(35 475 468)	(336 511 135)

Refer to Appendix B for more detail on property, plant and equipment

-
240 606 179.84
240 606 179.84

2 255 671 315.82
-1 610 613
2 257 281 929.13

#REF!

-387 121.27

376 590 063.09
-7 861 087.08
#REF!

2 580 744 980.69
2 580 744 980.69
2 580 744 980.93

-0.24

2 917 681 405.99
336 936 425.06

425 289.96

2 917 681 407.51
2 541 461 702.56

-336 511 135.11
-425 291.72

-240 606 179.84

2 165 241 997.61

**ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

Reconciliation of Carrying Value	Land	Buildings	Infrastructure	Community	Capital work in Progress	Other Assets	Total
	R	R	R	R	R	R	R
Restated balance at 1 July 2014	470 000	20 313 321	1 187 160 805	14 548 686	813 181 437	31 079 198	2 066 753 448
Cost/Revaluation	470 000	43 476 034	1 382 104 989	14 933 380	813 181 437	52 015 213	2 306 181 053
reclassification 1	-	(9 525 760)	9 525 760	-	-	-	-
reclassification 2	-	(4 167 611)	3 005 775	-	-	1 161 836	-
Other movements	-	-	-	-	-	961 062	961 062
restated opening balance at 30 june 2014	470 000	29 782 663	1 394 636 524	14 933 380	813 181 437	54 138 111	2 307 142 114
Correction of error (note 48)	-	597 416	13 173 429	(349 754)	-	(620 478)	12 800 613
Accumulated depreciation and impairment losses	-	(10 066 757)	(220 649 148)	(34 940)	-	(22 438 435)	(253 189 280)
Impairment loss/Reversal of impairment loss	-	-	-	-	-	-	-
Transfers	-	14 536 329	135 560 685	-	(160 540 490)	5 816 589	(4 626 887)
Other movements*	-	-	(823 871)	-	-	-	(823 871)
Acquisitions	-	-	-	-	-	-	-
Capital under Construction	-	-	-	-	239 846 582	-	239 846 582
Depreciation	-	(1 227 197)	(35 716 622)	(405 527)	-	(7 551 258)	(44 900 604)
Carrying value of disposals	-	-	(1 425 056)	-	-	(185 557)	(1 610 613)
Cost/Revaluation	-	-	(1 436 419)	-	-	(1 576 011)	(3 012 429)
Accumulated depreciation and impairment losses	-	-	11 363	-	-	1 390 453	1 401 816
Restated balance at 1 July 2015	470 000	33 622 453	1 284 755 941	14 143 160	892 487 529	29 158 972	2 254 638 055
Cost/Revaluation	470 000	29 782 663	1 393 200 105	14 933 380	1 053 028 019	52 562 100	2 543 976 267
Transfers	-	14 536 329	135 560 685	-	(160 540 490)	5 816 589	(4 626 887)
Accumulated depreciation and impairment losses	-	(10 696 538)	(244 004 849)	(790 220)	-	(29 219 717)	(284 711 325)

2 915 700 442.33
-
2 580 744 980.94
2 580 744 980.93
0.01

298 105.79
-298 105.78
829 513.43
960 873.43
-131 360.00

Note: All figures are pulled thr

-233 345 000.00
231 122 987.00
-2 222 013.00

-253 189 279.77

1 759 833 401.00

700 908.08

2 255 671 315.82
2 253 027 441.34
2 052 991 773.00

Reclassification

1. The amount of 9525760 comprises of Airport Runway incorrectly included as buildings instead of being Infrastructure.
2. This amount comprises of amounts like airconditioners previously included as buildings instead of being an infrastructure and other assets

Other movements 1

disclosed as finance lease assets that were fully

2 257 281 929.13
#REF!

NOTE TO USER:
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240 606 179.84

2 539 349 380

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2 779 955 559.60

-387 121.27

285676391.2



(53 100 829)

(55 673 502)

336 936 425.06

281 262 922.98

-425291.72

330 944 917

-1 555 673.70

(336 936 427)

Intangible

336 936 425.06

-1.76

-336 936 425.06

-

336 936 425.06

-1.76

240 606 179.84

2 915 700 442.33

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**ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2016**

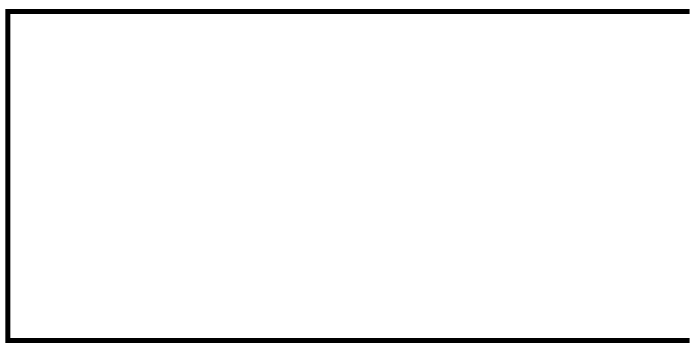
HERITAGE ASSETS

Reconciliation of Carrying Value	Art collections	Stamp collections	Collections of rare books or manuscripts	Historical buildings	Work in Progress	Total
	R	R	R	R		R
as at 1 July 2015	-	-	-	-	1 151 452	1 151 452
Cost/Revaluation	-	-	-	-	1 151 452	1 151 452
Correction of error (note 48)	-	-	-	-		-
Change in accounting policy (note 47)	-	-	-	-		-
Accumulated depreciation and impairment losses	-	-	-	-		-
Acquisitions	-	-	-	-		-
Capital under Construction	-	-	-	-		-
Carrying value of disposals	-	-	-	-		-
Cost/Revaluation	-	-	-	-		-
Impairment losses	-	-	-	-		-
Impairment loss/Reversal of impairment loss	-	-	-	-		-
Transfers	-	-	-	-		-
Other movements*	-	-	-	-		-
as at 30 June 2016	-	-	-	-	1 151 452	1 151 452
Cost/Revaluation	-	-	-	-	1 151 452	1 151 452
Transfers	-	-	-	-		-
Impairment losses	-	-	-	-		-

Refer to Appendix C for more detail on Heritage Assets

**ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

Reconciliation of Carrying Value	Art collections	Stamp collections	Collections of rare books or manuscripts	Historical buildings	Work in Progress	Total
	R	R	R	R		R
as at 1 July 2014	-	-	-	-	1 151 452	1 151 452
Cost/Revaluation	-	-	-	-	1 151 452	1 151 452
Acquisitions	-	-	-	-		-
Capital under Construction	-	-	-	-	-	-
Impairment loss/Reversal of impairment loss	-	-	-	-		-
Transfers	-	-	-	-		-
*Other movements	-	-	-	-		-
as at 30 June 2015	-	-	-	-	1 151 452	1 151 452
Cost/Revaluation	-	-	-	-	1 151 452	1 151 452
Impairment losses	-	-	-	-		-



~~Notes: All figures are in billions of dollars unless otherwise specified.~~

ZULULAND DISTRICT MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS
 for the year ended 30 June 2016

Reconciliation of carrying value	Note	
		Total
	Computer Software	R
	R	R
as at 1 July 2015	573 752	573 752
Cost	960 873	960 873
Accumulated amortisation and impairment losses	(387 121)	(387 121)
Acquisitions		-
Amortisation	(169 530)	(169 530)
Other movements		-
Transfers		-
Carrying value of disposals	-	-
Cost	(131 360)	(131 360)
Accumulated amortisation	131 360	131 360
as at 30 June 2016	404 222	404 222
Cost	829 513	829 513
Accumulated amortisation and impairment losses	(425 292)	(425 292)

ZULULAND DISTRICT MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2015

Note	2016	2015				
	R	R				
TRADE AND OTHER PAYABLES FROM EXCHANGE TRANSACTIONS						
Creditors Control Account	11 388 311	34 081 576				
Bank deposits not receipted	39 531	74 249				
Rental deposit: Ekhethelo	5 000	5 000				
Rental deposit: Avis	2 682	2 682				
Rental deposit: Waphatha Group (Pty) Ltd	2 682	2 682				
Rental deposit: Imballi Elegance Tourism	2 682	2 682				
CREDITOR: CIVIL CONTRACT	170 937	-				
Creditor previous year/ year end	3	-				
Retention	47 001 458	41 651 091				
Water & Sanitation Debtors with Credit Balances	1 458 467	1 008 129				
Total	60 071 753	76 828 090				
Adjusted for Correction of Error (Note 38)		(195 862)				
Total Restated Creditors	60 071 753	76 632 228				
CONSUMER DEPOSITS						
Water	3 334 106	3 329 844				
Total consumer deposits	3 334 106	3 329 844				
ZDM does not pay interest on deposits refunded.						
VAT RECEIVABLE						
Vat	36 498 810	13 347 306				
VAT Payable	(8 773 816)	(7 822 370)				
Total	27 724 994	5 524 936				
Vat is accounted for on the payments basis.						
CURRENT PROVISIONS						
Reconciliation of movement in Provision for Leave pay						
Opening Balance	6 814 881	5 869 455				
Provisions Raised	3 293 050	3 290 414				
Amounts Used	(2 860 893)	(2 344 989)				
Closing Balance	7 247 038	6 814 881				
This provision relates to total number of accumulated leave days for 572 employees of the municipality as at 30 June 2016. Hence provision is disclosed, the municipality is uncertain about the timing of these possible outflows due to the fact that municipal employees will utilised their accumulated days continuously from time-to-time in future.						
Reconciliation of movement in Provision for Bonuses						
Opening Balance	8 144 363	-				
Provisions Raised	3 307 352	8 144 363				
Amounts Used	(8 144 363)	-				
Closing Balance	3 307 352	8 144 363				
Total provisions	10 554 390	14 959 244				
The 2014-15 audited amount of Current Provision (R 6 814 881) was restated by 8 144 363 (bonus provision) to R 14 959 244 due to a correction of error.						
OTHER PAYABLES FROM NON-EXCHANGE TRANSACTIONS						
Grant Received in Advance (RBIG)	13 361 415	-				
Grant Received in Advance (Indonsa Grant)	500	-				
Creditors Deceased Staff (EP Zulu)	-	4 444				
Creditors (TW Mthethwa)	23 280	23 280				
Creditors (LB Shange)	179 399	179 399				
Creditors (Unverified Employees)	14 929	-				
Total	13 579 523	207 123				

ZULULAND DISTRICT MUNICIPALITY
 APPENDIX A
 SCHEDULE OF EXTERNAL LOANS
 as at 30 June 2016

Loan number	Redeemable Date	Balance at 30 June '15 R	Received during the period R	Redeemed/ written off during the period R	Balance at 30 June R	Carrying Value of Property Plant & Equipment R	Other Costs in accordance with MTRM R
		-	-	-	-	-	-
		-	-	-	-	-	-
		-	-	-	-	-	-
		-	-	-	-	-	-

APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2016

	Cost / Revaluation						Accumulated Depreciation				
	Opening Balance	Correction of Error	Other adjustment	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Correction of Error	Other adjustment	Depreciation
	R'000			R'000	R'000	R'000	R'000	R'000			R'000
Land											
Land	470 000			-	-	-	470 000	-	-	-	-
	470 000			-	-	-	470 000	-	-	-	-
Buildings	44 318 991	1 126 601					45 445 592	(10 696 538)	(339 997)		(1 238 162)
Infrastructure											
Water & Sewerage Inst	784 642 374	63 727		107 716	(72)	-	784 813 746	(160 859 066)	(19 725)	812 584	(21 906 231)
Water & Sewerage Pipes	744 118 416						744 118 416	(83 145 783)			(20 719 007)
	-			-	-		-	-			-
	-			-	-		-	-			-
	1 528 760 790	63 727		107 716	(72)	-	1 528 932 162	(244 004 849)	(19 725)	812 584	(42 625 238)
Capital Work in Progress											
Capital Work in Progress	892 487 529	517 785	-			376 000 138	1 269 005 452	-			-
	892 487 529	517 785	-	-	-	376 000 138	1 269 005 452	-	-	-	-
Community Assets											
Recreation Grounds	14 933 380						14 933 380	(790 220)	-		(2 133 560)
	14 933 380	-		-	-	-	14 933 380	(790 220)	-		(2 133 560)
Total carried forward	2 480 970 690	1 708 113	-	107 716	(72)	376 000 138	2 858 786 586	(255 491 608)	(359 722)	812 584	(45 996 960)

APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2016

	Cost / Revaluation							Accumulated Depreciation			
	Opening Balance	Correction of Error	Other adjustment	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Correction of Error	Other adjustment	Depreciation
	R'000			R'000	R'000	R'000	R'000	R'000			R'000
Total brought forward	2 480 970 690	1 708 113	-	107 716	(72)	376 000 138	2 858 786 586	(255 491 608)	(359 722)	812 584	(45 996 960)
Other Assets											
Office Equipment	1 068 122			-	-109 396		958 726	(582 989)		(970 319)	(193 466)
Furniture & Fittings	1 602 477	74 320		88 820	-15 620		1 749 997	(550 681)	(57 804)	(13 277)	(226 009)
Emergency Equipment	153 746				-		153 746	(119 384)		3 074	(16 802)
Motor vehicles	47 274 325	78 072			-1 691 542	-	45 660 856	(23 385 331)	(65 730)	(73 044)	(5 099 972)
Computer Equipment	5 036 177			299 244.64	-549 386		4 786 037	(2 868 689)		(104 274)	(802 932)
Other Assets	3 243 843	358 180		94 144	-91 670	-	3 604 496	(1 712 644)	(124 221)	(232 690)	(595 158)
	58 378 690	510 572	-	482 208	(2 457 613)	-	56 913 856	(29 219 717)	(247 755)	(1 390 530)	(6 934 339)
Finance Lease Assets											
Office Equipment	-			-	-	-	-	-			-
Other Assets	-			-	-	-	-	-			-
	-	-	-	-	-	-	-	-	-	-	-
Total	2 539 349 380	2 218 685	-	589 925	(2 457 685)	376 000 138	2 915 700 442	(284 711 325)	(607 477)	(577 946)	(52 931 298)

APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2015

	Cost / Revaluation						Accumulated Depreciation				
	Opening Balance	Reclassification		Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Reclassification	Depreciation	Correction of error
	R'000			R'000	R'000	R'000	R'000	R'000		R'000	
Land											
Land	470 000			-	-		470 000				
	470 000			-	-	-	470 000	-		-	
Buildings	43 476 034	(13 693 371)		-	-	-	29 782 663	(10 066 757)		(1 227 197)	597 416
Infrastructure											
Water & Sewerage Inst	637 986 573	12 531 535		-	(1 436 419)	-	649 081 689	(137 503 364)		(35 716 622)	13 173 429
Water & Sewerage Pipes	744 118 416			-	-	-	744 118 416	(83 145 783)		-	
	-			-	-	-	-	-		-	
	-			-	-	-	-	-		-	
	-			-	-	-	-	-		-	
	1 382 104 989	12 531 535		-	(1 436 419)	-	1 393 200 105	(220 649 148)		(35 716 622)	
Capital Work in Progress											
Capital Work in Progress	813 181 437					239 846 582	1 053 028 019			-	
	813 181 437	12 531 535		-	-	239 846 582	1 053 028 019	-		-	
Community Assets											
Recreation Grounds	14 933 380			-	-	-	14 933 380	(34 940)		(405 527)	(349 754)
	14 933 380			-	-	-	14 933 380	(34 940)		(405 527)	
Total carried forward	2 254 165 839	(1 161 836)		-	(1 436 419)	239 846 582	2 491 414 167	(230 750 845)		(37 349 346)	

APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2015

	Cost / Revaluation						Accumulated Depreciation				
	Opening Balance	Reclassification		Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Reclassification	Depreciation	
	R'000			R'000	R'000	R'000	R'000	R'000		R'000	
Total brought forward	2 254 165 839			-	(1 436 419)	239 846 582	2 492 576 003	(230 750 845)		(37 349 346)	
Other Assets											
Office Equipment	1 067 066			12 500	(11 444)	-	1 068 122	(321 336)		(273 097)	
Furniture & Fittings	980 170			622 307	-	-	1 602 477	(358 468)		(192 599)	

Disposals	Impairment loss/Reversal of impairment loss
R'000	R'000
-	-
-	-
-	-
39	-
-	-
-	-
-	-
39	-
-	-
-	-
-	-
39	-

Disposals	Impairment loss/Reversal of impairment loss
R'000	R'000
39	-
103 175	
11 735	
1 585 579	
525 214	
91 170	
<u>2 316 873</u>	<u>-</u>
	-
	-
<u>-</u>	<u>-</u>
<u>2 316 912</u>	<u>-</u>

Disposals	Impairment loss/Reversal of impairment loss
R'000	R'000
-	-
-	-
-	-
11 363	-
-	-
-	-
-	-
11 363	-
11 363	-
-	-
-	-
11 363	-

Disposals	Impairment loss/Reversal of impairment loss
R'000	R'000
11 363	-
11 444	-
387	-

APPENDIX C
ANALYSIS OF HERITAGE ASSETS
as at 30 June 2016

	Cost / Revaluation					Impairment loss/Reversal of impairment loss	Transfers	Other movements	Carrying Value
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance				
	R'000	R'000	R'000	R'000	R'000				
Art collection	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452
Work in Progress	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452
Antiquities	-	-	-	-	-	-	-	-	-
Stamp collections	-	-	-	-	-	-	-	-	-
Collections of insects and butterflies	-	-	-	-	-	-	-	-	-
Collections of fossils	-	-	-	-	-	-	-	-	-
Collections of rare books or manuscripts	-	-	-	-	-	-	-	-	-
Collection of rare books	-	-	-	-	-	-	-	-	-
Manuscripts	-	-	-	-	-	-	-	-	-
Historical Buildings	-	-	-	-	-	-	-	-	-
Graves and burial grounds	-	-	-	-	-	-	-	-	-
Historical Buildings	-	-	-	-	-	-	-	-	-
Total	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452

APPENDIX C
ANALYSIS OF HERITAGE ASSETS
as at 30 June -1

	Cost / Revaluation					Impairment loss/Reversal of impairment loss	Transfers	Other movements	Carrying Value
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance				
	R'000	R'000	R'000	R'000	R'000				
Art collection	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452
Work in Progress	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452
Antiquities	-	-	-	-	-	-	-	-	-
Stamp collections	-	-	-	-	-	-	-	-	-
Collections of insects and butterflies	-	-	-	-	-	-	-	-	-
Collections of fossils	-	-	-	-	-	-	-	-	-
Collections of rare books or manuscripts	-	-	-	-	-	-	-	-	-
Collection of rare books	-	-	-	-	-	-	-	-	-
Manuscripts	-	-	-	-	-	-	-	-	-
Historical Buildings	-	-	-	-	-	-	-	-	-
Graves and burial grounds	-	-	-	-	-	-	-	-	-
Historical Buildings	-	-	-	-	-	-	-	-	-
Total	1 151 452	-	-	-	1 151 452	-	-	-	1 151 452

ZULULAND DISTRICT MUNICIPALITY
APPENDIX D
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
for the year ended 30 June 2016

	Cost / Revaluation						Accumulated Depreciation						
	Opening Balance	Prior Year Adjustment		Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Prior Year Adjustment		Additions	Disposals	Closing Balance
	R			R	R	R	R	R			R	R	R
Executive & Council	44 788 991	1 126 601	-	-		-	45 915 592	(10 696 538)	(339 997)	-	(1 238 162)	-	(12 274 698)
Finance & Admin	54 981 101	152 392	-	388 065		(2 365 943)	53 155 615	(27 387 690)	(123 534)	(1 160 914)	(6 322 379)	2 225 703	(32 768 814)
Planning & Development	3 243 843	358 180	-	94 144		(91 670)	3 604 496	(1 712 644)	(124 221)	(232 690)	(595 158)	91 170	(2 573 542)
Health							-						-
Community & Social Services	14 933 380	-	-	-		-	14 933 380	(790 220)	-	-	(2 133 560)	-	(2 923 780)
Public Safety	153 746	-	-	-		-	153 746	(119 384)	-	3 074	(16 802)	-	(133 112)
Water	2 421 248 319	581 512	-	107 716	376 000 138	(72)	2 797 937 614	(244 004 849)	(19 725)	812 584	(42 625 238)	39	(285 837 190)
Other							-						-
Total	2 539 349 380	2 218 685	-	589 925	376 000 138	(2 457 685)	2 915 700 442	(284 711 325)	(607 477)	(577 946)	(52 931 298)	2 316 912	(336 511 135)

Transfers
- (0)
<u>(0)</u>

ZULULAND DISTRICT MUNICIPALITY
APPENDIX E
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE
for the year ended 30 June 2016

2 015		2 015		2016	2016	2016
Actual Expenditure	Surplus / (Deficit)			Actual Income	Actual Expenditure	Surplus / (Deficit)
R	R			R	R	R
44 670 777	(44 670 777)	Executive & Council		-	44 859 960.31	(44 859 960)
114 813 770	193 311 384	Finance & Admin		357 440 293	111 173 774.00	246 266 519
17 215 935	(7 684 322)	Planning & Development		6 795 605	16 347 197.00	(9 551 592)
42 797 199	(34 409 519)	Community & Social Services		1 869 109	42 195 997.00	(40 326 888)
334 903 386	43 351 369	Water & Sanitation		530 418 279	328 876 728.00	201 541 551
554 401 067	149 898 135			896 523 286	543 453 656	353 069 629

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709 600 706.28
186 922 579.36

521 874 770.02
21 578 886.29

188 725 936.26
165 343 693.07

ZULULAND DISTRICT MUNICIPALITY
APPENDIX F

Name of organ of state	Unspent portion 2014/2015 financial statements	Adjustments and Transfers	Quarterly Receipts					Quarterly Expenditure					Unspent portion 2015/2016 financial statements	Grants and Subsidies delayed / withheld
			July	Oct to Dec	Jan to Mar	April to June	Total Receipts	July to Sept	Oct to Dec	Jan to Mar	April to June	Total Expenditure		
			1	2	3	4		1	2	3	4			
DWAF			20 924 305	74 663 502.95	91 551 723.99	558 987.19	187 698 519	15 223 794	52 909 903	67 142 125	52 422 696	187 698 519	-	
National Treasury			134 460 000	107 569 000.00	80 677 000.00		322 706 000	134 460 000	107 569 000	80 677 000		322 706 000	-	
National Treasury			1 250 000.00				1 250 000	551 161.75	172 824	526 014		1 250 000	-	
KZN COGTA			2 173 000.00				2 173 000	-	483 370	1 115 764	573 867	2 173 000	-0	
Art & Culture				926 500.00	889 000.00		1 815 500	1 506 914.61	308 085		500	1 815 500	-	
DWAF					6 000 000.00		6 000 000				6 000 000	6 000 000	-	
COGTA			60 000 000.00	80 000 000.00	81 359 000.00		221 359 000	28 827 200.00	76 232 586	35 088 855	81 210 359	221 359 000	0	
COGTA			940 000.00				940 000			13 500	926 500	940 000	-0	
National Treasury			19 752 000.00	39 502 000.00	19 752 000.00		79 006 000	18 247 442.00	10 086 058	18 975 916	31 696 584	79 006 000	-	
Dept of Works			1 520 000.00	1 140 000.00	1 140 000.00		3 800 000	1 486 835.00	2 010 827	302 338		3 800 000	-	
					250 000.00		250 000				250 000	250 000	-	
Environmental Development					1 500 000.00		1 500 000					-	1 500 000	
DWA/National Treasury			11 268 831.43	9 553 422.61	12 094 180.30	-445 511	32 470 924	11 057 698.86	7 403 418	5 773 206	8 236 601	32 470 924	-	
			252 288 136	313 354 426	295 212 904	113 477	860 968 943	211 361 047	257 176 071	209 614 718	181 317 107	859 468 942	1 500 000	

ZULULAND DISTRICT MUNICIPALITY
APPENDIX F

Name of organ of state	Unspent portion 2013/2014 financial statements	Adjustments and Transfers	Quarterly Receipts					Quarterly Expenditure					Unspent portion 2014/2015 financial statements	Grants and Subsidies delayed / withheld
			July	Oct to Dec	Jan to Mar	April to June	Total Receipts	July to Sept	Oct to Dec	Jan to Mar	April to June	Total Expenditure		
			1	2	3	4		1	2	3	4			
DWAF			8 505 867.00	12 569 234.57	20 325 448.60	21 465 943.84	62 866 494	12 166 256	14 478 086	16 310 697	19 911 455.30	62 866 494	-	
National Treasury			117 728 000.00	99 140 000.00	80 552 000.00		297 420 000	117 728 000.00	99 140 000	80 552 000		297 420 000	-	
National Treasury			1 250 000.00				1 250 000	667 154.00	112 123	470 723		1 250 000	-	
KZN COGTA			2 167 000.00				2 167 000	166 832.00	187 739	855 100	957 329	2 167 000	-	
KZN COGTA													-	
Art & Culture			864 500.00		864 500.00		1 729 000	1 282 221.57	446 778			1 729 000	-	
DWAF			875 000.00	1 750 000.00	875 000.00		3 500 000	1 395 952.00	2 104 048			3 500 000	-	
COGTA			85 622 000.00	88 000 000.00	68 000 000.00		241 622 000	80 234 185.00	60 335 813	40 568 927	60 483 075	241 622 000	-	
COGTA			934 000.00				934 000			121 543	812 457	934 000	-	
Nongoma municipality													-	
KZN COGTA													-	
National Treasury			9 801 000.00	19 603 000.00	9 801 000.00		39 205 000	3 407 582.00	5 654 060	12 003 557	18 139 801	39 205 000	-	
	345 602						345 602	196 029.30	136 888		12 684	345 602	-	
Dept of Works			994 000.00	746 000.00	746 000.00		2 486 000	1 569 167.00	916 833			2 486 000	-	
KZN COGTA													-	
	212 769		250 000.00				462 769		250 000		212 769	462 769	-	
DWA				463 211.45	554 271.59		1 017 483				1 017 483	1 017 483	-	
DWA					4 443 747		4 443 747				4 443 747	4 443 747	-	
	558 370		228 991 367	222 271 446	181 718 220	25 909 691	659 449 094	218 813 379	183 762 368	150 882 546	105 990 801	659 449 094	-	

Financial information									
Financial Statements Adopt Acruial basis.									
2015/2016									
Original Budget	Budget Adjustments	Virement	Final Budget	Actual Outcome	Expenditure	Variance	as % of Final	as % of Original	Comments on variances
1	2	3	4	5	6	7	8	9	
31 668 405	(6 223 063.00)		25 445 342.45	25 445 343.07			100.00	80.35	
			-				-	-	
336 761 000	2 050 298.00		338 811 298.00	340 193 605.04			100.41	101.02	
96 514 784	43 919 207.00		140 433 991.33	8 093 058.34			5.76	8.39	accumulated reserves used to
			-				-	-	
464 944 190	39 746 442.00	-	504 690 631.78	373 732 006.45	-	-	74.05	189.75	
149 580 695	12 997 496.00		162 578 191.00	153 875 022.82			94.65	102.87	savings was reallocated to salaries to cater for salaries morethan budget and it includes employee benefits
6 175 455	150 000.00		6 325 455.36	6 634 006.91			104.88	107.43	
			-	3 637 348.90				-	Based on actual debt impairment
32 565 000	16 100 000.00		48 665 000.00	53 097 601.96			109.11	163.05	Other Assets are purchased at different intervals during the year and some were not capitalised since they are still in progress but they have been capitalised
34 035 000			34 035 000.00	29 008 535.58			85.23	85.23	Savings achieved
			-					-	No budget for employee benefits
84 868 000	(5 000 000.00)		79 868 000.00	68 954 292.37			86.34	81.25	
									Funded organisations could not prove prior year expenditure and it was agreed that money will not be transferred
1 861 000	(1 831 000.00)		30 000.00	-			-	-	
									Rural sanitation budget is not allocated to operating budget since its capital in nature, but does not qualify to be an asset, that resulted to the expenditure being operating and included in the financial performance
149 911 040	13 053 009.00		162 964 048.66	219 688 332.20			134.81	146.55	
			-				-	-	
458 996 190	35 469 505.00	-	494 465 695.03	534 895 140.74	-	-	-	-	
5 948 000	4 276 937.00	-	10 224 936.75	(161 163 134.29)	-	-	-	-	
497 438 000	27 316 820.00		524 754 820.00	524 754 820.00			-	105.49	
			-				-	-	
503 386 000	31 593 757.00	-	534 979 756.75	363 591 685.71	-	-	-	-	
503 386 000	26 316 820		529 702 820	526 354 820.00			99.37	104.56	
497 538 000	27 316 820.00		524 854 820	524 854 820.00			100.00	105.49	
			-				-	#DIV/0!	
			-				-	#DIV/0!	

5 848 000.00	(1 000 000.00)		4 848 000	1 500 000.00			30.94	25.65	
			-				-	#DIV/0!	
503 386 000.00	26 316 820.00	-	529 702 820.00	526 354 820.00	-	-	99.37	104.56	