

Tswaing Local Municipality



**Annual Financial Statements for the year ended
30 June 2013**

Tswaing Local Municipality
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2013

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Annual Financial Statements

for

Tswaing Local Municipality

for the year ended 30 June: **2013**

Province:

North West

AFS rounding:

R (i.e. only cents)

Contact Information:	
Name of Municipal Manager:	Mr D Mere
Name of Chief Financial Officer:	Mr S Maroga
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Contact e-mail address:	

Tswaing Local Municipality
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General information

Members of the Council

MR K C MOGATUSI
ME M T MOKGETHI
MR T S HENECK

Mayor
Speaker
Chiefwhip

Mayoral Committee

MR K C MOGATUSI
MR A T MABOVU

Member of the Executive Committee
Member of the Executive Committee

Councillors

MR P S BAM
MR T M SEITISHO
MRS D L MALWANE
MR M VAN DER MERWE
MR P J VIS
MISS K M BANTSIJANG
MISS K M MELELOE
MISS E S GALOITSIWE
MR V T MATHIBA
MR S H BOTSWE
MRS L Y TALJAARD
MR A T MABOVU
MISS K V MOHUBUKE
MNR B H J GROENEWALD
MR M G DIKOLOMELA
MRS S G MONARE
MR M S LETLAKANE
MR M A MOTJALE
MISS G M MALUMANANE
MISS P E LOBELO
MR S S DIRULELO
MISS K M LOBELO

[illegible]

Municipal Manager

Mr D Mere

Chief Financial Officer

Mr S Maroga

Grading of Local Authority

Low Capacity Municipality

Auditors

Auditor-General

Bankers

First National Bank

Tswaing Local Municipality
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General information (continued)

Registered Office:	Cnr. General Delerayville and Government Street Delareyville 2770
Physical address:	Cnr. General Delerayville and Government Street Delareyville 2770
Postal address:	P O Box24 Delareyville 2770
Telephone number:	(053) 948 9403
Fax number:	(053) 948 1500
E-mail address:	sello.maroga@gmail.com

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Accounting Officer's Responsibilities and Approval

The accounting officer is required by the Municipal Finance Management Act (Act 56 of 2003), to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is the responsibility of the accounting officer to ensure that the annual financial statements fairly present the state of affairs of the municipality as at the end of the financial year and the results of its operations and cash flows for the period then ended. The external auditors are engaged to express an independent opinion on the annual financial statement and was given unrestricted access to all financial records and related data.

The annual financial statements have been prepared in accordance with Standards of Generally Recognised Accounting Practice (GRAP).

The annual financial statements are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The accounting officer acknowledges that he is ultimately responsible for the system of internal financial control established by the municipality and place considerable importance on maintaining a strong control environment. To enable the accounting officer to meet these responsibilities, the accounting officer sets standards for internal control aimed at reducing the risk of error or deficit in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk.

These controls are monitored throughout the municipality and all employees are required to maintain the highest ethical standards in ensuring the municipality's business is conducted in a manner that all reasonable circumstances is above reproach. The focus of risk management in the municipality is on identifying, assessing, managing and monitoring all known forms of risk across the municipality. While operating risk cannot be fully eliminated, the municipality endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems, and ethical behaviour are applied and managed within predetermined procedures and constraints.

The accounting officer is of the opinion, based on the information and explanations given by management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or deficit.

The accounting officer has reviewed the municipality's cash flow forecast for the year ended 30 June 2013 and, in the light of this review and the current financial position, he is satisfied that the municipality has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements are prepared on the basis that the municipality is a going concern.

Although the accounting officer is primarily responsible for the financial affairs of the municipality, they are supported by the municipality's external auditors.

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

The annual financial statements set out on pages 7 to 43, which have been prepared on the going concern basis, were approved by the accounting officer on 31 August 2013 and were signed on its behalf by:

Mr.D. Mere
Accounting Officer

31 August 2013

Tswaing Local Municipality STATEMENT OF FINANCIAL POSITION as at 30 June 2013			
	Note	2013 R	Restated 2012 R
ASSETS			
Current assets			
Cash and cash equivalents	1	(6 933 474)	2 408 459
Trade and other receivables from exchange transactions	2	38 803 997	27 329 718
Other receivables from non-exchange transactions	3	85 100	85 100
Inventories	4.1	443 556	556 221
VAT receivable	8	-	-
Non-current assets			
Other non-current financial assets	4	621 409	621 409
Property, plant and equipment	5	87 649 333	47 441 123
Intangible assets	5.1	-	-
Total assets		120 669 920	78 442 029
LIABILITIES			
Current liabilities			
Trade and other payables	6	44 063 561	40 842 049
Consumer deposits	7	1 226 371	1 190 170
VAT payable	8	3 350 407	5 172 108
Taxes and transfers payable (non-exchange)	9	-	-
Current provisions	10	-	-
Bank overdraft	1	-	-
Current portion of unspent conditional grants and receipts	9	(2 617 830)	27 125 969
Current portion of borrowings	10	-	-
Current portion of finance lease liability	11	-	-
Other current financial liabilities		-	-
Non-current liabilities			
Non-current borrowings	10	8 674	16 225
Non-current provisions	11	9 691 600	9 691 600
Total liabilities		55 722 783	84 038 122
Net assets		64 947 138	(5 596 095)
NET ASSETS			
Accumulated surplus / (deficit)		64 947 138	7 775 850
Total net assets		64 947 138	7 775 850

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

Note	2013 R	Restated 2012 R
6 TRADE AND OTHER PAYABLES		
Trade creditors	26 263 569	10 088 244
Payments received in advance	2 548 592	9 337 514
Retentions	7 653 316	581 253
Staff leave accrual	6 638 093	4 279 777
Staff bonus accrual	1 238 853	1 238 853
Accrued interest	-	-
Other creditors	(278 863)	15 316 408
Total creditors	44 063 561	40 842 049

The effect of discounting Trade creditors to fair value was considered immaterial. Accordingly Trade and other payables approximate Fair Value.

7 CONSUMER DEPOSITS

Electricity Deposits	1 226 371	1 190 170
Total consumer deposits	1 226 371	1 190 170

No guarantees are held in lieu of Electricity Deposits. Consumer deposits collected do not accrue any interest .

8 VAT

VAT Payable	3 350 407	5 172 108
	3 350 407	5 172 108

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

9 UNSPENT CONDITIONAL GRANTS AND RECEIPTS

9.1 Unspent Conditional Grants from other spheres of Government

MSIG Grant	738 573	1 391 427
FMG Grant	435 203	1 298 096
Library Grant	1 174 806	795 522
LG Seta Grant	675 637	363 432
MIG Grant	(8 548 720)	21 414 280
NWPG Clean Community Grant	1 227 585	1 227 585
DLGTA Grant	-	-
LG Water Project Grant	294 886	294 886
INEP Grant	1 370 553	321 458
Community Library Grant	-	19 284
Total Unspent Conditional Grants and Receipts	(2 631 479)	27 125 969

Non-current unspent conditional grants and receipts	-	-
Current portion of unspent conditional grants and receipts	(2 631 479)	27 125 969

See Note 19 for reconciliation of unspent conditional grants and receipts.

10 BORROWING

OTHER NON-CURRENT FINANCIAL LIABILITIES

Development Bank of South Africa

Government Loan	16 069	38 246
Other borrowings	-	-
	16 069	38 246
Less : Redeemed during the year	(7 396)	(22 021)
Total Non-Current borrowings	8 674	16 225

Refer to Appendix A for more detail on borrowings.

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
11 NON-CURRENT PROVISIONS			
Post Retirement Healthcare Liability		-	-
Provision for long-service awards		-	-
Provision for rehabilitation of landfill sites		9 691 600	9 691 600
Total Non-Current Provisions		9 691 600	9 691 600

Post Retirement Healthcare Liability

The Post Retirement Healthcare Liability represents the obligation of the municipality to meet the medical aid contributions of retired employees. The amount of the liability is the present value of the obligation less the fair value of any plan assets held in respect of the post-retirement medical scheme. There are no plan assets in this valuation.

Provision for long-service awards

The long-service award is payable after every 5 years of continuous service. The provision is an estimate of the long-service based on historical staff turnover.

Post Retirement Healthcare Liability

Balance at the beginning of year	-	-
Contributions to provision	-	-
Expenditure incurred	-	-
Increase in provision due to discounting	-	-
Transfer to current provisions	-	-
Balance at the end of year	-	-

Provision for long-service awards:

Balance at the beginning of year	-	-
Contributions to provision	-	-
Expenditure incurred	-	-
Increase in provision due to discounting	-	-
Transfer to current provisions	-	-
Balance at the end of year	-	-

Provision for rehabilitation of landfill sites

Provision for rehabilitation of landfill sites:

Balance at the beginning of year	9 691 600	9 327 816
Contributions to provision	-	363 784
Expenditure incurred	-	-
Increase in provision due to discounting	-	-
Transfer to current provisions	-	-
Balance at the end of year	9 691 600	9 691 600

The municipality has the following 4 landfill sites:

Atamelang	Operational and continue
Delaraville	Operational and continue
Sannieshoff	Operational and continue
Ottosdal	Operational and continue

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
12 PROPERTY RATES			
<u>Actual</u>			
Residential		9 664 104.94	8 720 409.16
Total property rates		9 664 105	8 720 409
Property rates - penalties imposed and collection charges		-	-
Total		9 664 105	8 720 409
<u>Valuations</u>			
Residential		485 655 830	472 919 430
Commercial		176 150 100	173 906 900
State		24 853 900	10 626 900
Municipal		61 205 010	57 540 310
Agricultural		2 013 376 800	2 013 376 800
Other		85 716 515	84 418 015
Total Property Valuations		2 846 958 155	2 812 788 355
Valuations on land and buildings are performed every four years. The last valuation came into effect on 1 July 2009. Interim valuations are processed on a quarterly basis to take into account changes in individual property values due to alterations.			
13 SERVICE CHARGES			
Sale of electricity		27 309 566	26 870 797
Sale of water		5 704 665	6 308 136
Refuse removal		938 721	934 831
Sewerage		11 345 320	10 777 121
Connections		137 977	149 679
Total Service Charges		45 436 249	45 040 563
14 RENTAL OF FACILITIES AND EQUIPMENT			
Rental of facilities		219 687	179 103
Rental of equipment		65 625	111 818
Other rentals		283 546	74 040
Total rentals		568 858	364 960
15 INTEREST EARNED - EXTERNAL INVESTMENTS			
Interest on Investment		550 611	323 477
Other		-	-
Total interest		550 611	323 477
OTHER INTEREST EARNED - EXTERNAL INVESTMENTS			
Interest on Investment		19 857	26 499
Other		-	-
Total interest		19 857	26 499
17 GOVERNMENT GRANTS AND SUBSIDIES			
Equitable share		63 830 000	51 116 000
MIG Grant		36 590 490	7 799 988
Other Government Grants and Subsidies		14 395 229	21 915 760
Total Government Grant and Subsidies		114 815 719	80 831 748

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
19 Equitable Share			
Equitable Share Grant			
		(63 830 000)	(51 116 000)
		(63 830 000)	(51 116 000)
In terms of the Constitution, this grant is used to subsidise the provision of basic services to indigent community members. All registered indigents receive a monthly subsidy of R ** (2012; R **), which is funded from the grant.			
19.2 Government Grants and Subsidies			
MIG Grant			
Balance unspent at beginning of year		(27 563 278)	(14 395 266)
Current year receipts		(25 435 000)	(20 968 000)
Conditions met - transferred to revenue (Off-setting)			-
Conditions met - transferred to revenue		50 421 999	13 948 986
Conditions still to be met - remain liabilities (see note 9)		(2 576 280)	(21 414 280)
MSIG Grant			
Balance unspent at beginning of year		(1 230 331)	(367 437)
Current year receipts		(375 430)	(1 250 000)
Conditions met - transferred to revenue (Off-setting)			-
Conditions met - transferred to revenue		307 664	319 342
Conditions still to be met - remain liabilities (see note 9)		(1 298 097)	(1 298 096)
FMG Grant			
Balance unspent at beginning of year		(1 402 827)	(1 293 510)
Current year receipts		-	(790 000)
Conditions met - transferred to revenue (Off-setting)			-
Conditions met - transferred to revenue		11 426	692 083
Conditions still to be met - remain liabilities (see note 9)		(1 391 400)	(1 391 427)
DLGTA Grant			
Balance unspent at beginning of year		(79 645)	(1 400 000)
Current year receipts			
Conditions met - transferred to revenue		79 645	1 400 000
Conditions still to be met - remain liabilities (see note 9)		-	-
LG - Seta Grant			
Balance unspent at beginning of year		(363 432)	(51 228)
Current year receipts		(380 122)	(380 122)
Conditions met - transferred to revenue		67 918	67 918
Conditions still to be met - remain liabilities (see note 9)		(675 637)	(363 432)
NWPG Clean Community Project Grant			
Balance unspent at beginning of year		(1 227 585)	(1 227 585)
Current year receipts		(700 000)	-
Conditions met - transferred to revenue		700 000	-
Conditions still to be met - remain liabilities (see note 9)		(1 227 585)	(1 227 585)
INEP Grant			
Balance unspent at beginning of year		(1 410 946)	-
Current year receipts		(18 393 000)	(9 193 000)
Conditions met - transferred to revenue (Off-setting)			-
Conditions met - transferred to revenue		18 433 393	8 871 542
Conditions still to be met - remain liabilities (see note 9)		(1 370 553)	(321 458)
Library Grant			
Balance unspent at beginning of year		(811 766)	(792 482)
Current year receipts		(360 000)	(360 000)
Conditions met - transferred to revenue		(3 040)	337 676
Conditions still to be met - remain liabilities (see note 9)		(1 174 806)	(814 806)
LG Water Grant			
Balance unspent at beginning of year		(294 886)	(294 886)
Current year receipts		-	-
Conditions met - transferred to revenue		-	-
Conditions still to be met - remain liabilities (see note 9)		(294 886)	(294 886)

19.3 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (Act 6 of 2012), there are significant changes in the level of government grant funding are expected over the forthcoming 3 financial years.

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
20 OTHER INCOME, PUBLIC CONTRIBUTIONS AND DONATIONS			
20.1 Other income			
Other income		1 150 000	2 169 973
Total Other Income		1 150 000	2 169 973
21 EMPLOYEE RELATED COSTS			
Employee related costs - Salaries and Wages		36 345 092	31 778 432
Employee related costs - Contributions for UIF, pensions and medical aids		10 717 205	10 088 761
Travel, motor car, accommodation, subsistence and other allowances		2 597 338	2 253 211
Housing benefits and allowances		727 572	417 290
Overtime payments		3 299 947	2 257 997
Bonus		2 755 332	2 208 570
Other employee related costs		2 692 485	396 301
Performance and other bonuses		-	-
PRMA - Service Cost		-	-
PRMA - Interest Cost		-	-
PRMA - Actuarial Gains/Losses		-	-
LSA - Service Cost		-	-
LSA - Interest Cost		-	-
LSA - Actuarial Gains/Losses		-	-
Employee Related Costs		59 134 972	49 400 562
There were no advances to employees.			
Included in the total for employee costs above are remuneration of individual executive managers as detailed below:			
Remuneration of the Municipal Manager			
Annual Remuneration		540 000	135 000
Performance- and other bonuses		-	-
Travel, motor car, accommodation, subsistence and other allowances		407 445	102 997
Contributions to UIF, Medical and Pension Funds		-	-
Other employee related cost		-	-
Total		947 445	237 997
Remuneration of the Chief Finance Officer			
Annual Remuneration		434 500	251 114
Performance- and other bonuses		-	-
Travel, motor car, accommodation, subsistence and other allowances		338 026	102 997
Contributions to UIF, Medical and Pension Funds		-	62 310
Other employee related cost - (Salary backpay)		39 500	-
Total		812 026	416 421

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
Remuneration of Individual Executive Managers			
	Technical Services R	Corporate Services R	Community Services R
2013			
Annual Remuneration	319 600	319 600	319 600
Performance- and other bonuses	-	-	-
Travel, motor car, accommodation, subsistence and other allowances	190 400	211 118	221 146
Contributions to UIF, Medical and Pension Funds	-	-	-
Other employee related cost	-	-	-
Total	510 000	530 718	540 746

	Technical Services R	Corporate Services R	Community Services R
2012			
Annual Remuneration	319 600	410 914	319 600
Performance- and other bonuses	-	-	-
Travel, motor car, accommodation, subsistence and other allowances	102 997	205 994	102 997
Contributions to UIF, Medical and Pension Funds	-	71 773	-
Other employee related cost	-	54 751	-
Total	422 597	743 432	422 597

22 REMUNERATION OF COUNCILLORS

Councillors	6 823 675	4 667 728
Councillors' pension and medical aid contributions	581 589	403 423
Councillors' allowances	885 949	1 810 447
Total Councillors' Remuneration	8 291 212	6 881 597

In-kind Benefits

The Mayor and Speaker are full-time. Each is provided with an office and secretarial support at the cost of the Council.

The Mayor has use of the Council owned vehicle for official duties. The Executive Mayor has 1 full-time driver.

23 DEPRECIATION AND AMORTISATION EXPENSE

Property, plant and equipment	1 344 605	697 153
	1 344 605	697 153

24 FINANCE COSTS

Borrowings - DBSA	1 633	3 993
Total Finance Costs	1 633	3 993

25 BULK PURCHASES

Electricity	13 919 110	32 540 992
Water	789 398	666 524
Total Bulk Purchases	14 708 508	33 207 516

26 CONTRACTED SERVICES

Contracted services for:		
Professional services	931 026	1 907 580
Valuation roll/Interim valuation	1 798 919	273 262
Telephone System	55 616	-
Financial System	396 772	-
VAT Recovery	297 362	-
Prepaid Electricity	193 852	-
	3 673 546	2 180 842

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
27 GENERAL EXPENSES			
Included in general expenses are the following:-			
Advertising		384 843	334 414
Audit fees		2 057 357	810 876
Bank charges		357 162	455 498
Legal Fees		2 452 955	4 056 256
Entertainment		93 503	60 105
Fines and penalties		-	94 752
Inventory Write off		699 571	1 106 881
Insurance		714 243	869 094
Lease of vehicle		435 722	-
Lease rentals on operating lease		141 513	-
Licence fees - fleet		-	-
Medical expenses		-	300
Licence fees - Others		22 013	95 162
Refunds		-	4 165
Fuel and oil		1 038 788	829 883
Postage and courier		15 373	11 907
Printing and stationery		1 435 817	4 874 648
Protective Clothing		10 171	445
Security costs (guarding of municipal property)		129 418	111 425
MFA Learnership projects		-	-
Subscription and membership fees		147 670	134 335
Telephone and fax cost		1 939 795	1 966 045
Mayoral projects		12 000	84 837
Training		406 851	366 291
Travelling and subsistence		1 613 050	351 711
Material and Stock		31 713	68 269
Library grant		293 620	6 551
Loose Tools		677	1 913
Reference books and periodicals		-	-
Council contribution indigents services		1 218 800	741 486
Council contribution pensioners medical		562 294	612 026
Indigent fenurals		-	-
IDP		12 435	150
Laboratory charges		-	14 700
Work creation		452 701	2 128 633
Workmens compensation fund		-	-
Traffic Management technologies fees		114 649	432 689
Town planning expenses		-	-
Strategic planning		55 890	-
Public health education		-	16 168
Public participation		247 924	591 003
Refuse and container bags		17 800	-
Other expenses (project)		9 402 972	-
		26 519 287	21 232 617
28 GAIN / (LOSS) ON SALE OF ASSETS			
Other financial assets		-	65 207
Total Gain / (Loss) on Sale of Assets		-	65 207
28 CASH GENERATED BY OPERATIONS			
Surplus/(deficit) for the year		57 171 288	30 400 003
Adjustment for:-			
Depreciation and amortisation		1 344 605	697 153
(Gain) / loss on sale of assets		-	(65 207)
Contribution to provisions - non-current		-	363 784
Operating surplus before working capital changes:		58 515 893	31 395 733
(Increase)/decrease in inventories		112 664	48 698
(Increase)/decrease in trade receivables		(11 474 279)	(25 483 768)
(Increase)/decrease in other receivables		-	(9 213)
(Increase)/decrease in VAT receivable		(1 821 702)	(1 046 102)
Increase/(decrease) in conditional grants and receipts		(29 743 799)	7 598 461
Increase/(decrease) in trade payables		3 221 512	2 478 087
Increase/(decrease) in consumer deposits		36 201	27 261
Increase/(decrease) in VAT payable		-	-
Increase/(decrease) in other current financial liabilities		-	-
Cash generated by/(utilised in) operations		18 846 491	15 009 159
29 CASH AND CASH EQUIVALENTS			
Cash and cash equivalents included in the cash flow statement comprise the following:			
Bank balances and cash		-	-
Bank overdrafts		-	-
Net cash and cash equivalents (net of bank overdrafts)		-	-

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
30 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION			
Long-term liabilities (see Note 10)		16 069	-
Used to finance property, plant and equipment – at cost		-	-
Sub- total		16 069	-
Cash set aside for the repayment of long-term liabilities		-	-
Cash invested for repayment of long-term liabilities		-	-

Long-term liabilities have been utilised in 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.

UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE
31 DISALLOWED

31.1 Unauthorised expenditure

Reconciliation of unauthorised expenditure

Opening balance	11 233 941	-
Unauthorised expenditure current year	-	11 233 941
Approved by Council or condoned	-	-
Transfer to receivables for recovery	-	-
Unauthorised expenditure awaiting authorisation	11 233 941	11 233 941

Incident	Disciplinary steps/criminal proceedings

31.2 Fruitless and wasteful expenditure

Reconciliation of fruitless and wasteful expenditure

Opening balance -	466 820	-
Fruitless and wasteful expenditure current year	998 393	466 820
Condoned or written off by Council	-	-
To be recovered – contingent asset (see note 35)	-	-
Fruitless and wasteful expenditure awaiting condonement	1 465 213	466 820

Incident	Disciplinary steps/criminal proceedings

31.3 Irregular expenditure

Reconciliation of irregular expenditure

Opening balance	129 322	-
Irregular expenditure current year	36 184 877	129 322
Condoned or written off by Council	-	-
Transfer to receivables for recovery – not condoned	-	-
Irregular expenditure awaiting condonement	36 314 199	129 322

Incident	Disciplinary steps/criminal proceedings
<p><i>Limited suppliers within the region resulted in the municipality transacting with suppliers who had not tax clearance certificates. In some instances, suppliers were so limited within the area that it was impracticable to obtain the required three quotations, thereby causing deviations from SCM.</i></p>	

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT			
32 ACT			
32.1 Contributions to organised local government			
Opening balance		-	-
Council subscriptions		-	-
Amount paid - current		-	-
Amount paid - previous years		-	-
Balance unpaid (included in payables)		-	-

32.2 Audit fees

Opening balance	1 609 810	2 420 686
Current year audit fee	-	-
Amount paid - current year	-	-
Amount paid - previous years	(1 609 810)	(810 876)
Balance unpaid (included in payables)	-	1 609 810

The balance unpaid represents the audit fee.

32.3 VAT

VAT input receivables and VAT output payables are shown in note 8.

32.4 PAYE and UIF

Opening balance	-	5 183 995
Current year payroll deductions	-	-
Amount paid - current year	-	-
Amount paid - previous years	-	-
Balance unpaid (included in payables)	-	5 183 995

All PAYE and UIF deductions have been paid over before year-end.

32.5 Pension and Medical Aid Deductions

Opening balance	-	1 483 215
Current year payroll deductions and Council Contributions	-	-
Amount paid - current year	-	-
Amount paid - previous years	-	-
Balance unpaid (included in payables)	-	1 483 215

All Pension and Medical Aid deductions have been paid over before year-end.

32.6 Councillor's arrear consumer accounts

The following Councillors had arrear accounts outstanding for more than 90 days as at: -

	Total R	Outstanding less than 90 days R	Outstanding more than 90 days R
as at 30 June 2013			
Cllr. Mogatusi K	-	-	-
Cllr. Van der Merwe M	-	-	-
Cllr. Mathiba V	11 698	603	11 095
Cllr. Malwane D	-	-	-
Cllr. Motjale M	20 478	581	19 897
Cllr. Mokwatsi A	12 220	410	11 810
Cllr. Tsholo S	12 809	588	12 221
Cllr. Heneck T	-	-	-
Cllr. Malumane M	-	-	-
Cllr. Galoitsewe E	18 510	444	18 065
Cllr. Letlakane S	25 982	529	25 453
Cllr. Mohubuke K	25 046	444	24 602
Cllr. Mabovu T	34 685	1 979	32 706
Total Councillor Arrear Consumer Accounts	161 427	5 579	155 849

as at 30 June 2012

Cllr. Mogatusi K	3 387	170	3 217
Cllr. Van der Merwe M	50 337	20 472	29 865
Cllr. Mathiba V	15 289	511	14 778
Cllr. Malwane D	11 505	2 347	9 158
Cllr. Motjale M	14 112	525	13 587
Cllr. Mokwatsi A	12 809	547	12 262
Cllr. Tsholo S	10 261	550	9 711
Cllr. Heneck T	1 060	547	513
Cllr. Malumane M	28 628	547	28 081
Cllr. Galoitsewe E	19 960	414	19 546
Cllr. Letlakane S	19 679	414	19 265
Cllr. Mohubuke K	23 145	414	22 731
Cllr. Mabovu T	26 359	547	25 812
Total Councillor Arrear Consumer Accounts	236 531	28 005	208 526

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
33 CAPITAL COMMITMENTS			
33.1 Commitments in respect of capital expenditure			
- Approved and contracted for		-	45 934 319
Property, plant and equipment			45 934 319
Community			-
Other			-
Total		-	45 934 319
This expenditure will be financed from:			
- External Loans		-	-
- Government Grants		-	45 934 319
- Own resources		-	-
- District Council Grants		-	-
		-	45 934 319
34 CONTINGENT LIABILITY			
34.1 Claim for damages			
		-	
Jos Niemann			325 555
<i>Civil claim- veldt fire that emanated from Matsela park</i>			
MJ Coetzer			122 885
<i>Civil claim- Motorvehicle accident with Tswaing driver</i>			-
RO Seletse			1 722 538
<i>Civil claim- Motorvehicle occurred on the delareyville/vryburg N14-+</i>			-
JM Venter			120 000
<i>Civil claim- Tarrifs consultation</i>			-
34.2 Fines and penalties			40 000 000
The municipality is operating 4 landfill sites without the required permits from the Department of Environmental Affairs. The Department may imposed a penalty of up to R 10 000 000 per landfill site operated without the required permits or for non-compliance with permit conditions.			

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
35 CONTINGENT ASSET		Estimated inflow nett of legal costs	
No identified contingent assets			
36 EMPLOYEE BENEFIT INFORMATION			
<p>The municipality contributes to the following funds: Government Employee Pension Fund, Verso Pension Fund, Cape Joint Pension Fund, Cape Joint Provident Fund, Sala Pension Fund and Samwu Provident Fund. These membership is in terms of a defined contribution plan. These funds have been registered and governed under the Pension Fund Act, 1956 as amended.</p> <p>For the period ending 30 June 2013, the monthly contributions towards the Provident Fund are a minimum of 7.5% of the employee's basic salary, which is calculated as the cost to company and a 7.5% is contributed by the employer. The employee reserves the right to contribute a larger percentage as and when he / she so decides.</p>			
37 RELATED PARTIES			
Members of key management			
Municipal Manager: D Mere		<i>None identified</i>	<i>None identified</i>
Chief Financial Officer: S Maroga		<i>None identified</i>	<i>None identified</i>
Community Services: TM Ramphela		<i>None identified</i>	<i>None identified</i>
Corporate Services: AT Yende		<i>None identified</i>	<i>None identified</i>
Technical Services: HJ Breytenbach		<i>None identified</i>	<i>None identified</i>
Close family member of key management		<i>None identified</i>	<i>None identified</i>
Post employment benefit plan for employees of municipality and/or other related parties			
Other related party relationships		<i>None identified</i>	<i>None identified</i>
Compensation to councillors and other key management (refer to note 21 & 22)			
Related party balances			
Loan accounts - Owing (to) by related parties		<i>None identified</i>	<i>None identified</i>
Amounts included in Trade receivable (Trade payable) regarding related parties			
Related party transactions			
No related party transaction were identified		<i>None identified</i>	<i>None identified</i>
38 EVENTS AFTER THE REPORTING DATE			
<p>No events have occurred after 30 June 2013 which necessitates adjustment or disclosure within the annual financial statements.</p>			
39 KEY SOURCES OF ESTIMATION UNCERTAINTY AND JUDGEMENTS			
<p>The following areas involve a significant degree of estimation uncertainty:</p> <p>Provision for Long Service Awards</p> <p>Provision for Post Retirement Medical Aid Assistance</p> <p>Provision for rehabilitation of landfill sites (discount rate used, number of years, amount of cash flows)</p> <p>Provision for doubtful debts</p>			

**Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013**

	Note	2013 R	Restated 2012 R
40 RISK MANAGEMENT			
40.1 Maximum credit risk exposure			
Credit risk consists mainly of cash deposits, cash equivalents and trade debtors. The municipality only deposits cash with major banks with high quality credit standing and limits exposure to any one counter-party.			
Financial assets exposed to credit risk at year end were as follows:			
First National Bank		-	-
Trade and other receivables		38 803 997	27 329 718
Borrowings - Development Bank of South Africa			-
These balances represent the maximum exposure to credit risk.			
40.2 Liquidity risk			
The municipality's risk to liquidity is a result of the funds available to cover future commitments. The municipality manages liquidity risk through an ongoing review of future commitments and credit facilities.			
Cash flow forecasts are prepared and adequate utilised borrowing facilities are monitored.			
The table below analyses the municipality's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date 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.			
At 30 June 2013	Less than 1 year	2 - 5 years	More than 5 years
Trade and other payables from exchange transactions	44 063 561	-	-
Current portion of borrowings	-	-	-
Other current financial liabilities	-	-	-
At 30 June 2012			
Trade and other payables from exchange transactions	40 842 049	-	-
Current portion of borrowings	-	-	-
Other current financial liabilities	-	-	-
40.3 Interest rate sensitivity analysis			
The sensitivity analysis below has been determined based on financial instruments exposure to interest rates at reporting date. For floating rate instruments, the analysis is prepared assuming the amount of the instrument outstanding at the reporting date was outstanding for the whole year.			
The basis points increases or decreases, as detailed in the table below, were determined by management and represent management's assessment of the reasonably possible change in interest rates.			
A positive number below indicates an increase in surplus. A negative number below indicates a decrease in surplus.			
As the entity does not have any instruments that effect net assets directly, the disclosure only indicates the effect of the change in interest rates on surplus.			
There were no changes in the methods and assumptions used in preparing the sensitivity analysis from one year to the next.			
	2013	2012	
Increase (decrease) in interest rates			
The estimated increase (decrease) in basis points			
Effect on surplus			

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	Restated 2012 R
41 RESTATEMENT OF COMPARATIVE INFORMATION			
During the year the following prior period error corrections and reclassifications took place:			
42 COMPARISON WITH THE BUDGET			
The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexures D			

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

5 PROPERTY, PLANT AND EQUIPMENT

5 Reconciliation of Carrying Value

	Buildings	Infrastructure	Infrastructure (Community)	Computer Equipment	Other Assets	Furniture and fixtures	Motor vehicles	Office equipment	Machinery and Equipment	Total
	R	R			R	R	R	R	R	R
as at 1 July 2012	13 436 615	21 455 505	8 608 508	973 063	208 353	2 474 490	1 736 778	383 000	2 588 259	51 864 570
Cost/Revaluation	13 436 615	21 455 505	8 608 508	1 099 036	241 655	2 943 640	1 944 352	469 506	2 896 482	53 095 298
Accumulated depreciation and impairment losses	-	-	-	(125 973)	(33 302)	(469 150)	(207 574)	(86 506)	(308 223)	(1 230 728)
Acquisitions	-	-	-	83 113	119 500	4 149	-	-	22 127	228 889
Capital under Construction	-	44 622 013	-	-	-	-	-	-	-	44 622 013
Depreciation	-	-	-	(254 796)	(38 892)	(471 698)	(193 491)	(86 436)	(299 272)	(1 344 584)
Carrying value of disposals	-	-	-	(80 141)	(3 149)	(10 393)	(9 311)	(25 371)	(35 640)	(164 004)
Cost/Revaluation	-	-	-	(314 450)	(12 560)	(41 457)	(37 143)	(101 206)	(142 171)	(648 987)
Accumulated depreciation and impairment losses	-	-	-	234 309	9 411	31 064	27 832	75 835	106 531	484 983
Impairment loss/Reversal of impairment loss	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Other movements*	-	-	-	-	-	-	-	-	-	-
as at 30 June 2013	13 436 615	66 077 518	8 608 508	721 239	285 812	1 996 548	1 533 976	271 193	2 275 473	95 206 883
Cost/Revaluation	13 436 615	66 077 518	8 608 508	867 699	348 595	2 906 332	1 907 209	368 300	2 776 437	97 297 213
Accumulated depreciation and impairment losses	-	-	-	(146 460)	(62 783)	(909 783)	(373 233)	(97 107)	(500 964)	(2 090 330)

5 Reconciliation of Carrying Value

	Buildings	Infrastructure	Infrastructure (Community)	Computer Equipment	Other Assets	Furniture and fixtures	Motor vehicles	Office equipment	Machinery and Equipment	Total
	R	R			R	R	R	R	R	R
as at 1 July 2011	12 198 741	10 630 869	4 725 192	857 978	208 353	2 459 764	1 369 211	383 000	1 826 306	34 659 414
Cost/Revaluation	12 198 741	10 630 869	4 725 192	968 038	241 655	2 928 903	1 525 603	469 506	2 036 127	35 724 634
Accumulated depreciation and impairment losses	-	-	-	(110 060)	(33 302)	(469 139)	(156 392)	(86 506)	(209 821)	(1 065 220)
Acquisitions	-	-	-	130 998	-	14 737	418 749	-	860 355	1 424 839
Capital under Construction	1 237 874	10 824 636	3 883 316	-	-	-	-	-	-	15 945 826
Depreciation	-	-	-	(15 913)	-	(12)	(51 182)	-	(98 402)	(165 508)
Carrying value of disposals	-	-	-	-	-	-	-	-	-	-
Cost/Revaluation	-	-	-	-	-	-	-	-	-	-
Accumulated depreciation and impairment losses	-	-	-	-	-	-	-	-	-	-
Impairment loss/Reversal of impairment loss	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
*Other movements	-	-	-	-	-	-	-	-	-	-
as at 30 June 2012	13 436 615	21 455 505	8 608 508	973 063	208 353	2 474 490	1 736 778	383 000	2 588 259	51 864 570
Cost/Revaluation	13 436 615	21 455 505	8 608 508	1 099 036	241 655	2 943 640	1 944 352	469 506	2 896 482	53 095 298
Accumulated depreciation and impairment losses	-	-	-	(125 973)	(33 302)	(469 150)	(207 574)	(86 506)	(308 223)	(1 230 728)

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	2012 R
1 CASH AND CASH EQUIVALENTS			
Cash and cash equivalents consist of the following:			
Cash on hand		102	3 971
Cash at bank		(8 288 135)	771 922
Call Deposit		1 354 559	1 632 566
Bank Overdraft			
		(6 933 474)	2 408 459
The Municipality has the following bank accounts: -			
<u>Current Account (Other Account)</u>			
TMT Call Account - 62093258369			
Cashbook Balance			30 674
Bank Statement Balance		32 629	-
Delareyville Call Account - 61205002481			
Cashbook Balance			3 489
Bank Statement Balance		3 445	3 489
Housing Development Call Account - 62055030789			
Cashbook Balance			5 666
Bank Statement Balance		5 644	5 666
Savings Account - 4210102061			
Cashbook Balance			165 027
Bank Statement Balance			165 027
Money Market Account - 62263163752			
Cashbook Balance			1 427 710
Bank Statement Balance		1 260 248	1 427 710
Call Account - 62107561898			
Cashbook Balance			-
Bank Statement Balance		55 269	-
<u>Cash on hand</u>		-	-
Total cash and cash equivalents		-	-
Total bank overdraft		-	-

No cash and bank balances have been pledged as security and no restrictions exist on the use of the cash apart from the accounts maintained for conditional grants.

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

	Note	2013 R	2012 R
2 TRADE AND OTHER RECEIVABLES FROM EXCHANGE TRANSACTIONS	Gross Balances	Provision for Doubtful Debts	Net Balance
	R	R	R
Trade receivables			
as at 30 June 2013			
Service debtors			
Rates	27 091 300	-	27 091 300
Electricity	6 601 832	-	6 601 832
Water	46 224 012	-	46 224 012
Sewerage	44 217 243	-	44 217 243
Refuse	36 039 624	-	36 039 624
Interdepartmental receivable	(2 264 152)		(2 264 152)
			-
			-
Total	157 909 858	(119 499 109)	38 410 749
Other receivables			
Sundry Debtors	324 873	-	324 873
Other Debtors	68 375	-	68 375
Other receivables	393 248	-	393 248
Total Trade and other receivables	158 303 105	(119 499 109)	38 803 997
as at 30 June 2012			
Service debtors			
Rates	24 444 267	-19 592 258.00	4 852 009
Electricity	5 835 265	-4 677 007.00	1 158 258
Water	44 300 898	-35 507 492.00	8 793 406
Sewerage	41 701 442	-33 424 010.00	8 277 432
Refuse	32 413 577	-25 979 718.00	6 433 859
Interdepartmental receivable	(2 264 152)		(2 264 152)
Total	146 431 296	(119 180 475)	27 250 811
Other receivables			
Sundry Debtors	329 155	(263 820)	65 346
Other Debtors	68 375	(54 814)	13 561
Other receivables	397 530	(318 634)	78 907
Total Trade and other receivables	146 828 826	(119 499 109)	27 329 718

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

Note	2013 R	2012 R
Reconciliation of the doubtful debt provision		
Balance at beginning of the year		
Contributions to provision	119 499 109	119 499 109
Doubtful debts written off against provision		-
Reversal of provision	-	-
Balance at end of year	119 499 109	119 499 109

Trade and other receivables impaired

The ageing of these receivables is as follows:

Over 4 months	119 499 109	119 499 109
---------------	-------------	-------------

No debtors have been pledged as security.

3 OTHER RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

as at 30 June 2013	Gross Balances	Provision for Doubtful Debts	Net Balance
Sundry Debtors			
Other Debtors	85 100	-	85 100
Other receivables	85 100	-	85 100
Total Other Sundry debtors	85 100	-	85 100

as at 30 June 2012			
Sundry Debtors			
Other Debtors	85 100	-	85 100
Other receivables	85 100	-	85 100
Total Other Sundry debtors	85 100	-	85 100

Rates			
Less Provision for bad debts			
Net Rates			
Total Other Debtors		-	-

Rates: Ageing

Current (0 – 30 days)		137 307
31 - 60 Days		109 943
61 - 90 Days		83 125
Greater than 90 days		4 521 634
Total	-	4 852 009

Reconciliation of the doubtful debt provision

Balance at beginning of the year		(119 499 109)
Contributions to provision		
Doubtful debts written off against provision		
Reversal of provision		
Balance at end of year		(119 499 109)

Tswaing Local Municipality
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2013

Note	2013 R	2012 R
4 OTHER NON-CURRENT FINANCIAL ASSETS		
Other financial assets		
Listed shares	321 409	321 409
Deposit-Eskom Sewerage Plant	300 000	300 000
Total other non-current financial assets	621 409	621 409

4.1 INVENTORIES

Closing balance of inventories:	443 556	556 221
Consumable stores	417 610	549 131
Fuel and oil (Diesel Store Delarey)	10 784	3 005
Fuel and oil (Petrol Store Delarey)	10 832	4 084
Fuel and oil (Diesel Store Sannieshoff)	4 330	0
Water	-	-

The First-in-First-out (FIFO) costing method is applied on inventories. The same method is used as the inventories have a similar nature and use to the entity

Circumstances or events that led to the reversal of a write-down of inventories:

Tswaing Local Municipality
STATEMENT OF FINANCIAL PERFORMANCE
for the year ending 30 June 2013

	Note	2013 R	Restated 2012 R
Revenue			
Property rates	12	9 664 105	8 720 409
Service charges	13	45 436 249	45 040 563
Rental of facilities and equipment	14	568 858	364 960
Interest earned - external investments	15	550 611	323 477
Dividends received - external investment	16	19 857	26 499
Interest earned - outstanding receivables	16	-	-
Fines		46 497	47 580
Licences and permits		2 131 886	1 348 461
Government grants and subsidies	17	114 815 719	80 831 748
Other income	20	1 150 000	2 169 973
Total revenue		174 383 781	138 873 671
Expenses			
Employee related costs	21	59 134 972	49 400 562
Remuneration of councillors	22	8 291 212	6 881 597
Bad debts		-	-
Collection costs		-	-
Depreciation and amortisation expense	23	1 344 605	697 153
Repairs and maintenance		3 538 729	2 193 317
Finance costs	24	1 633	3 993
Bulk purchases	25	14 708 508	33 207 516
Contracted services	26	3 673 546	2 180 842
General expenses	27	26 519 287	21 232 617
Total expenses		117 212 493	115 797 601
Gain / (loss) on sale of assets	28	-	65 207
Surplus / (deficit) for the period		57 171 288	23 141 277

Tswaing Local Municipality
STATEMENT OF CHANGES IN NET ASSETS
as at 30 June 2013

	Revaluation Reserve	Other reserves	Total: Reserves	Accumulated Surplus/(Deficit)	Total: Net Assets
Note	R	R	R	R	R
Balance at 30 June 2011	-	-	-	(29 761 183)	(29 761 183)
Changes in accounting policy	-	-	-	-	-
Correction of prior period error	-	-	-	(6 230 756)	(6 230 756)
Restated balance as at 30 July 2011	-	-	-	(35 991 939)	(35 991 939)
Surplus / (deficit) for the period	-	-	-	23 141 277	23 141 277
Balance as at 30 June 2012	-	-	-	12 850 662	12 850 662
Changes in accounting policy	-	-	-	-	-
Correction of prior period error	-	-	-	(20 626 512)	(20 626 512)
Balance as at 01 July 2012 - Restated balance	-	-	-	7 775 850	7 775 850
Surplus / (deficit) for the period	-	-	-	57 171 288	57 171 288
Balance as at 30 June 2013	-	-	-	64 947 138	64 947 138

Comparative
Current year

-	-
-	-
-	-
<i>In balance</i>	<i>In balance</i>

Tswaing Local Municipality CASH FLOW STATEMENT as at 30 June 2013			
	Note	2013 R	2012 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts		162 909 503	113 380 689
Property Rates		9 664 105	8 720 409
Service charges		33 961 970	19 547 582
Grants		114 815 719	80 831 748
Fines		46 497	47 580
Rental of facilities and equipment		568 858	364 960
Licence and permits		2 131 886	1 348 461
Interest received		550 611	323 477
Dividends		19 857	26 499
Other receipts		1 150 000	2 169 973
Payments		(138 773 205)	(98 371 486)
Employee costs		(67 426 184)	(56 282 159)
Suppliers		(41 604 855)	(56 942 521)
Interest paid		1 633	(3 993)
Grants & Transfers		(29 743 799)	14 857 188
Net cash flows from operating activities	28	24 136 298	15 009 201
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets (PPE)	3	(33 457 031)	(14 521 026)
Change in accumulated surplus		-	-
Net cash flows from investing activities		(33 457 031)	(14 521 026)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(7 551)	(58 107)
Net cash flows from financing activities		(7 551)	(58 107)
Net increase / (decrease) in net cash and cash equivalents		(9 328 284)	430 068
Net cash and cash equivalents at beginning of period		2 408 459	3 403 231
Net cash and cash equivalents at end of period	1	(6 933 474)	2 408 459

Tswaing Local Municipality
APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2013

	Cost / Revaluation					Accumulated Depreciation					Transfers
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Depreciation	Disposals	Impairment loss/Reversal of impairment loss	Closing Balance	
	R	R	R	R	R	R	R	R	R	R	R
Land											
Land	-	-	-	-	-	-	-	-	-	-	-
Landfill Sites	-	-	-	-	-	-	-	-	-	-	-
Quarries	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-
Infrastructure											
Drains	-	-	-	-	-	-	-	-	-	-	-
Roads	-	-	-	-	-	-	-	-	-	-	-
Sewerage Mains & Purification	-	-	-	-	-	-	-	-	-	-	-
Electricity Mains	-	-	-	-	-	-	-	-	-	-	-
Electricity Peak Load Equip	-	-	-	-	-	-	-	-	-	-	-
Water Mains & Purification	-	-	-	-	-	-	-	-	-	-	-
Reservoirs – Water	-	-	-	-	-	-	-	-	-	-	-
Water Meters	-	-	-	-	-	-	-	-	-	-	-
Storm Water	-	-	-	-	-	-	-	-	-	-	-
Under construction	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Community Assets											
Parks & Gardens	-	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-	-
Recreation Grounds	-	-	-	-	-	-	-	-	-	-	-
Civic Buildings	-	-	-	-	-	-	-	-	-	-	-
Stadiums	-	-	-	-	-	-	-	-	-	-	-
Halls	-	-	-	-	-	-	-	-	-	-	-
Theatre	-	-	-	-	-	-	-	-	-	-	-
Swimming Pools	-	-	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets											
Historical Buildings	-	-	-	-	-	-	-	-	-	-	-
Paintings & Artifacts	-	-	-	-	-	-	-	-	-	-	-

Total carried forward	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-

Tswaing Local Municipality
APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2013

	Cost / Revaluation					Accumulated Depreciation					Transfers
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Depreciation	Disposals	Impairment loss/Reversal of impairment loss	Closing Balance	
	R	R	R	R	R	R	R	R	R	R	R
Total brought forward	-	-	-	-	-	-	-	-	-	-	-
Other Assets											
Office Equipment	469 506	-	(101 206)	-	368 300	(86 506)	(86 436)	75 835	-	(97 107)	-
Furniture & Fittings	2 943 640	4 149	(41 457)	-	2 906 332	(469 150)	(471 698)	31 064	-	(909 784)	-
Machinery and equipment	2 896 482	22 127	(142 171)	-	2 776 438	(308 223)	(299 272)	106 531	-	(500 964)	-
Emergency Equipment	-	-	-	-	-	-	-	-	-	-	-
Motor vehicles	1 944 352	-	(37 143)	-	1 907 209	(207 574)	(193 491)	27 832	-	(373 233)	-
Fire engines	-	-	-	-	-	-	-	-	-	-	-
Refuse tankers	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	1 099 036	83 113	(314 450)	-	867 699	(125 973)	(254 796)	234 309	-	(146 460)	-
Computer Software (part of computer equipment)	-	-	-	-	-	-	-	-	-	-	-
Other Assets	241 655	119 500	(12 560)	-	348 595	(33 302)	(38 892)	9 411	-	(62 783)	-
	9 594 671	228 889	(648 987)	-	9 174 573	(1 230 728)	(1 344 585)	484 982	-	(2 090 331)	-
Finance Lease Assets											
Office Equipment	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Total	9 594 671	228 889	(648 987)	-	9 174 573	(1 230 728)	(1 344 585)	484 982	-	(2 090 331)	-

Tswaing Local Municipality
APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2012

	Cost / Revaluation					Accumulated Depreciation					Transfers
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Depreciation	Disposals	Impairment loss/Reversal of impairment loss	Closing Balance	
	R	R	R	R	R	R	R	R	R	R	R
Land											
Land		-	-	-	-		-	-	-	-	-
Landfill Sites		-	-	-	-		-	-	-	-	-
Quarries		-	-	-	-		-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-		-	-	-	-	-
Infrastructure											
Drains		-	-	-	-		-	-	-	-	-
Roads		-	-	-	-		-	-	-	-	-
Sewerage Mains & Purification		-	-	-	-		-	-	-	-	-
Electricity Mains		-	-	-	-		-	-	-	-	-
Electricity Peak Load Equip		-	-	-	-		-	-	-	-	-
Water Mains & Purification		-	-	-	-		-	-	-	-	-
Reservoirs – Water		-	-	-	-		-	-	-	-	-
Water Meters		-	-	-	-		-	-	-	-	-
Storm Water		-	-	-	-		-	-	-	-	-
Under construction		-	-	-	-		-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Community Assets											
Parks & Gardens		-	-	-	-		-	-	-	-	-
Libraries		-	-	-	-		-	-	-	-	-
Recreation Grounds		-	-	-	-		-	-	-	-	-
Civic Buildings		-	-	-	-		-	-	-	-	-
Stadiums		-	-	-	-		-	-	-	-	-
Halls		-	-	-	-		-	-	-	-	-
Theatre		-	-	-	-		-	-	-	-	-
Swimming Pools		-	-	-	-		-	-	-	-	-
Cemeteries		-	-	-	-		-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets											
Historical Buildings		-	-	-	-		-	-	-	-	-
Paintings & Artifacts		-	-	-	-		-	-	-	-	-

Total carried forward	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-

Tswaing Local Municipality
APPENDIX B
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT
as at 30 June 2012

	Cost / Revaluation					Accumulated Depreciation					Transfers
	Opening Balance	Additions	Disposals	Under Construction	Closing Balance	Opening Balance	Depreciation	Disposals	Impairment loss/Reversal of impairment loss	Closing Balance	
	R	R	R	R	R	R	R	R	R	R	R
Total brought forward	-	-	-	-	-	-	-	-	-	-	-
Other Assets											
Office Equipment	469 506	-	-	-	469 506	(86 506)	-	-	-	(86 506)	-
Furniture & Fittings	2 928 903	14 737	-	-	2 943 640	(469 139)	-	(12)	-	(469 150)	-
Machinery and equipment	2 036 127	860 355	-	-	2 896 482	(209 821)	-	(98 402)	-	(308 223)	-
Emergency Equipment	-	-	-	-	-	-	-	-	-	-	-
Motor vehicles	1 525 603	418 749	-	-	1 944 352	(156 392)	-	(51 182)	-	(207 574)	-
Fire engines	-	-	-	-	-	-	-	-	-	-	-
Refuse tankers	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	968 038	130 998	-	-	1 099 036	(110 060)	-	(15 913)	-	(125 973)	-
Computer Software (part of computer equipment)	-	-	-	-	-	-	-	-	-	-	-
Other Assets	241 655	-	-	-	241 655	(33 302)	-	-	-	(33 302)	-
Finance Lease Assets	8 169 832	1 424 839	-	-	9 594 670	(1 065 220)	-	(165 508)	-	(1 230 728)	-
Office Equipment	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-
Total	8 169 832	1 424 839	-	-	9 594 670	(1 065 220)	-	(165 508)	-	(1 230 728)	-

-	-
-	-

Other movements	Carrying Value
R	R
-	-
-	271 193
-	1 996 548
-	2 275 474
-	-
-	1 533 976
-	-
-	-
-	721 239
-	-
-	285 812
-	7 084 242
-	-
-	-
-	-
-	7 084 242

-	-
-	-

Other movements	Carrying Value
R	R
-	-
-	383 000
-	2 474 490
-	2 588 259
-	-
-	1 736 778
-	-
-	-
-	973 063
-	-
-	208 353
-	8 363 942
-	-
-	-
-	-
-	8 363 942

Tswaing Local Municipality
APPENDIX B
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
as at 30 June 2013

	Cost / Revaluation					Accumulated Depreciation				Carrying value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
	R	R	R	R	R	R	R	R	R	R
Council general	460 536	-	-	11 051	449 485	(59 720)	(73 474)	8 281	(124 913)	324 572
Finance & Admin	983 613	117 700	-	218 193	883 120	(253 058)	(180 630)	162 182	(271 506)	611 614
Municipal manager	1 389 514	-	-	207 200	1 182 314	(387 413)	(226 770)	155 258	(458 925)	723 389
Libraries	1 055 952	11 950	-	28 560	1 039 342	(157 943)	(163 095)	21 400	(299 638)	739 704
Community & Social Services	2 474 005	12 608	-	17 320	2 469 293	(452 662)	(327 196)	12 978	(766 880)	1 702 413
Technical services	3 697 524	34 080	-	152 423	3 579 181	(563 979)	(334 111)	114 213	(783 877)	2 795 304
Corporate services	221 110	52 551	-	14 240	259 421	(43 535)	(39 308)	10 670	(72 173)	187 248
Waste Management			-	-	-	-	-	-	-	-
Road Transport			-	-	-	-	-	-	-	-
Water			-	-	-	-	-	-	-	-
Electricity			-	-	-	-	-	-	-	-
other		-	-	-	-	-	-	-	-	-
Total		228 889	-	648 987	9 862 156	(1 918 310)	(1 344 584)	484 982	(2 777 912)	7 084 244