

MOQHAKA LOCAL MUNICIPALITY  
APPENDIX A (Unaudited)  
SCHEDULE OF EXTERNAL LOANS  
FOR THE YEAR ENDED 30 JUNE 2017

SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2017								
	Loan Number	Redeemable	Balance at 30 June 2016	Received / Accumulated during the year	Redeemed written off during the year	Balance at 30 June 2017	Carrying Value of Property, Plant & Equipment	Other Costs in accordance with the MFMA
<b>EXTERNAL LOANS</b>			R	R	R	R	R	R
Development Bank of SA @ 9.00%	61007042	31-Jul-27	23 627 900	2 089 128	(3 351 193)	22 365 835	2 172 439 019	-
<b>TOTAL EXTERNAL LOANS</b>			<b>23 627 900</b>	<b>2 089 128</b>	<b>(3 351 193)</b>	<b>22 365 835</b>	<b>2 172 439 019</b>	<b>-</b>

**MOQHAKA LOCAL MUNICIPALITY**  
**APPENDIX B (Unaudited)**  
**ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Cost/Revaluation					Accumulated Depreciation					Carrying Value	
	Opening balance	Additions	Disposals	Revaluations	Transfers	Closing balance	Opening balance	Depreciation	Impairment loss	Disposals		Closing balance
<b>Total property plant and equipment</b>												
Land	60 158 696.00	-	(3 324 160)	-	-	<b>56 834 539</b>	-	-	-	-	-	<b>56 834 539</b>
Buildings	60 224 760	407 586	-	-	-	<b>60 632 346</b>	(19 346 059)	(1 325 874)	-	-	(20 671 929)	<b>39 960 417</b>
Plant and machinery	6 897 939	254 481	(4 000)	-	-	<b>7 148 420</b>	(3 277 492)	(847 570)	-	2 436	(4 122 625)	<b>3 025 795</b>
Furniture and fixtures	4 963 448	267 502	-	-	-	<b>5 230 950</b>	(2 631 771)	(344 177)	-	-	(2 975 948)	<b>2 255 002</b>
Motor vehicles	56 735 153	1 600 662	(291 825)	-	-	<b>58 043 989</b>	(29 273 015)	(4 406 005)	-	159 769	(33 519 254)	<b>24 524 735</b>
Office equipment	11 160 249	36 254	(7 020 998)	-	-	<b>4 175 505</b>	(6 778 956)	(331 912)	-	4 397 075	(2 713 793)	<b>1 461 712</b>
IT equipment	8 832 762	1 822 645	-	-	-	<b>10 655 407</b>	(4 347 587)	(1 155 073)	-	-	(5 502 660)	<b>5 152 747</b>
Finance leased assets	2 146 732	84 000	(287 961)	-	-	<b>1 942 771</b>	(802 640)	(667 349)	-	225 670	(1 244 319)	<b>698 452</b>
Infrastructure	3 873 671 920	92 478 793	(3 720 518)	-	-	<b>3 962 430 195</b>	(1 966 639 809)	(95 520 171)	-	2 217 112	(2 059 942 868)	<b>1 902 487 327</b>
Community assets	169 156 661	8 596 491	(662 796)	-	-	<b>177 090 356</b>	(81 935 772)	(5 700 804)	-	523 636	(87 112 940)	<b>89 977 416</b>
Capital work in progress	96 809 254	50 567 793	-	-	(100 633 045)	<b>46 744 002</b>	-	-	-	-	-	<b>46 744 002</b>
<b>Heritage assets</b>	2 163 451	-	-	-	-	<b>2 163 451</b>	-	-	-	-	-	<b>2 163 451</b>
<b>Intangible assets</b>												
Computer software	5 229 441	-	-	-	-	<b>5 229 441</b>	(1 346 311)	(314 116)	-	-	(1 660 427)	<b>3 569 014</b>
<b>Investment properties</b>												
Investment properties	158 154 797	-	(50 700)	2 185 403	782 896	<b>161 072 396</b>	-	-	-	-	-	<b>161 072 396</b>
<b>TOTAL</b>	<b>4 516 305 262</b>	<b>156 116 205</b>	<b>(15 362 958)</b>	<b>2 185 403</b>	<b>(99 850 149)</b>	<b>4 559 393 768</b>	<b>(2 116 379 413)</b>	<b>(110 613 050)</b>	-	<b>7 525 698</b>	<b>(2 219 466 763)</b>	<b>2 339 927 004</b>

MOQHAKA LOCAL MUNICIPALITY

APPENDIX C (Unaudited)

SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT

FOR THE YEAR ENDED 30 JUNE 2017

	COST							Accumulated Depreciation					Carrying Value
	Opening balance	Additions	Transfer In	Revaluation	Additions Under Construction	Disposals	Closing balance	Opening balance	Depreciation	Transfer In	Impairment	Closing balance	
Community Assets	169 156 661	8 596 491	-	-	-	(662 796)	<b>177 090 356</b>	81 935 772	5 700 804	-	-	<b>87 636 576</b>	<b>89 453 780</b>
Roads	1 310 491 912	4 272 895	-	-	-	942 586	<b>1 313 822 222</b>	665 356 255	30 223 552	-	-	<b>695 579 807</b>	<b>618 242 415</b>
Sewer	476 867 840	18 894 028	-	-	-	444 300	<b>495 317 568</b>	200 176 214	10 451 382	-	-	<b>210 627 597</b>	<b>284 689 971</b>
Storm Water	218 584 164	-	-	-	-	-	<b>218 584 164</b>	122 561 928	4 368 689	-	-	<b>126 930 617</b>	<b>91 653 546</b>
Water	594 674 790	61 756 553	-	-	-	-	<b>656 101 359</b>	286 001 348	14 298 303	-	-	<b>300 086 188</b>	<b>356 015 170</b>
Electricity	1 174 482 692	7 555 317	-	-	-	-	<b>1 182 038 009</b>	639 817 957	34 392 048	-	-	<b>674 210 005</b>	<b>501 910 118</b>
Other (Supply / Reticulation)	98 570 523	-	-	-	-	-	<b>98 570 523</b>	45 476 050	1 786 183	-	-	<b>47 262 233</b>	<b>49 976 105</b>
<b>TOTAL</b>	<b>4 042 828 580</b>	<b>101 075 284</b>			-	<b>724 089</b>	<b>4 141 524 200</b>	<b>2 041 325 525</b>	<b>101 220 961</b>		-	<b>2 142 333 023</b>	<b>1 991 941 106</b>

MOQHAKA LOCAL MUNICIPALITY

APPENDIX D (Unaudited)

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2017

Actual Income	Actual Expenditure	Surplus / (Deficit)	Vote/Cost Centre		Actual Income	Actual Expenditure	Surplus / (Deficit)
2016					2017		
R	R	R			R	R	R
243 081 815	240 082 110	2 999 705	1100	Executive & Council	172 084 332	223 196 769	(51 112 437)
-	8 109 882	(8 109 882)	1200	Municipal Manager	-	10 781 057	(10 781 057)
5 094 512	35 055 328	(29 960 816)	1300	Corporate Services	377 994	28 648 205	(28 270 211)
75 244 512	29 541 431	45 703 081	1400	Financial Services	78 033 912	48 486 683	29 547 229
361 292 201	353 766 512	7 525 688	1500	Technical Services	437 053 781	402 558 739	34 495 042
35 586 488	138 828 166	(102 858 418)	1600	Community Services	32 806 010	133 549 113	(100 743 103)
			1700	LED and Planning	11 560 942	23 309 106	(11 748 164)
<b>720 299 528</b>	<b>805 383 430</b>	<b>(84 700 641)</b>		<b>Total</b>	<b>731 916 971</b>	<b>870 529 672</b>	<b>(138 612 701)</b>

MOQHAKA LOCAL MUNICIPALITY

APPENDIX E (1) (Audited)

ACTUAL VERSUS BUDGET (REVENUE AND EXPENDITURE)

FOR THE YEAR ENDED 30 JUNE 2017

	Current Year 2017 Actual	Current Year 2017 Budget	Current Year 2017 Variance	Current Year 2017 Variance	Explanation of Significant Variances greater than 10% versus Budget
	R	R	R	%	
<b>REVENUE</b>					
Property rates	52 375 071	67 069 000	(14 693 929)	-21.91%	The property rates revenue has declined as a result of the discounts/rebates (Income Foregone) offered by the municipality.
Service charges	380 575 963	475 022 000	(94 446 037)	-19.88%	The service charges (Water) declined as a result severe water drought that the municipality experienced at the beginning of the 1st quarter of the financial year.
Donated assets	150 769	-	150 769	0.00%	
Rental of facilities and equipment	7 584 352	5 467 000	2 117 352	38.73%	The budget rental on facilities declined due to the current facilities conditions which have deteriorated.
Fines	2 624 854	2 792 000	(167 146)	-5.99%	
Government grants and subsidies	209 850 606	160 968 000	48 882 606	30.37%	The decrease in the grants during the 2016/17 financial year is mainly as a result fo the RBIG funding from Department of Water and Sanitation (DWS) which was implemented during the 2015/16 financial year.
Fees Earned	743 280	-	743 280	0.00%	
Discount Received	3 949	-	3 949	0.00%	
Other Income	11 448 088	10 502 000	946 088	9.01%	
Interest received	20 772 166	16 984 000	3 788 166	22.30%	The additional interest was as a result of the interest on the outstanding debtors during the year.
Dividends received	5 349	-	5 349	0.00%	
<b>Total Revenue</b>	<b>686 134 447</b>	<b>738 804 000</b>	<b>(52 669 553)</b>	<b>-7.13%</b>	
<b>EXPENDITURE</b>					
Employee related costs	(229 461 714)	(209 811 000)	(19 650 714)	9.37%	
Remuneration of Councillors	(16 777 176)	(17 195 000)	417 824	-2.43%	
Depreciation & Amortisation	(110 613 036)	(8 712 000)	(101 901 036)	1169.66%	The significant increase in the depreciation/amortisation is mainly as a result of the revaluation of infrastructure assets.
Finance costs	(19 821 993)	(2 354 000)	(17 467 993)	742.06%	The finance cost increased significantly due to the increase in the employee benefits valuations.
Debt impairment	(51 128 872)	(5 898 000)	(45 230 872)	766.88%	The significant variance on the debt impairment is as a result of the increased provision in doubtful debts, as a result of the significant amount of long outstanding debtors.
Repairs and maintenance	(56 585 784)	(67 334 000)	10 748 216	-15.96%	The repairs and maintenance declined mainly as a result of the reclassification of expenditure.
Bulk Purchases	(225 422 287)	(228 540 000)	3 117 713	-1.36%	
Contracted services	(25 731 473)	(28 623 000)	2 891 527	-10.10%	The municipality strengthened its cost saving measures, which has resulted in the decrease of contracted services.
Grants and subsidies paid	(3 347 423)	-	2 948 541	0.00%	
General expenses	(90 352 850)	(146 422 000)	56 069 150	-38.29%	The Cash flow constraint led to non spending on the low priority budget items.
<b>Total Expenditure</b>	<b>(829 242 608)</b>	<b>(714 889 000)</b>	<b>(108 057 644)</b>	<b>15.1%</b>	
<b>Other revenue and cost</b>					
Fair value adjustments	2 180 595	-	2 180 595	0.00%	
Inventory write-ups / (write-downs)	219 126	-	219 126	0.00%	
Loss on disposal of assets	(7 837 260)	-	(7 837 260)	0.00%	
Actuarial Gains/(Losses) on retirement benefit obligation	9 932 999	-	9 932 999	0.00%	
<b>NET SURPLUS/(DEFICIT) FOR THE YEAR</b>	<b>(138 612 701)</b>	<b>23 915 000</b>	<b>(148 394 477)</b>	<b>-620.51%</b>	

MOQHAKA LOCAL MUNICIPALITY

APPENDIX F1 (Unaudited)

DISCLOSURE OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, ACT 56 OF 2003

FOR THE YEAR ENDED 30 JUNE 2017

Name of Grants	Name Organ of State or Municipal entity	Quarterly Receipts				Quarterly Expenditure				Grants and Subsidies delayed / withheld				Reasons for delay / withholding of funds	Compliance with conditions (Y/N)	Reasons for non-compliance
		September	December	March	June	September	December	March	June	September	December	March	June			
Equitable Share	National Treasury	R 66 049 000	R 52 840 000	R 39 630 000	R -	R 39 629 750	R 39 629 750	R 39 629 750	R 39 629 750	R -	R -	R -	R -	-	Y	-
FMG	National Treasury	R 1 810 000	R -	R -	R -	R 452 500	R 452 500	R 452 500	R 452 500	R -	R -	R -	R -	-	Y	-
MIG	National Treasury	R 14 870 000	R 10 528 000	R 13 041 000	R -	R 9 609 750	R 9 609 750	R 9 609 750	R 9 609 750	R -	R -	R -	R -	-	Y	-
RBIG	National Treasury	R 304 836	R 1 284 324	R 1 070 635	R 169 516	R 304 836	R 1 284 324	R 1 070 635	R 169 516	R -	R -	R -	R -	-	Y	-
EPWP	National Treasury	R 250 000	R -	R 750 000	R -	R 250 000	R 250 000	R 250 000	R 250 000	R -	R -	R -	R -	-	Y	-
INEG	National Treasury	R 2 598 000	R 2 066 000	R 2 336 000	R -	R 1 750 000	R 1 750 000	R 1 750 000	R 1 750 000	R -	R -	R -	R -	-	Y	-
LG Seta	SETA	R -	R -	R 114 341	R -	R -	R -	R -	R 4 103	R -	R -	R -	R -	-	Y	-