



**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2022**

**Audited  
By**  
2022 -11- 3 0  
**Auditor General South Africa  
Mpumalanga Business Unit**

**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

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**Abbreviations**

COIDA	Compensation for Occupational Injuries and Diseases
DEA	Department of Environmental Affairs
FNB	First National Bank
IDC	Industrial Development Corporation
SARS	South African Revenue Services
THALEDA	Thaba Chweu Local Economic Development Agency
GRAP	General Recognised Accounting Practice



**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

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**Additional Information**

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Country of Incorporation and domicile	South Africa
Nature of business and principal activities	Local Economic Development and Related Activities
Shareholders	Thaba Chweu Local Municipality
Directors	MJ Thobejane ( Chairperson) K Tshinetise SJ Jacobus T Rabelani B Manasoe
Registered Office	CNR Viljoen and Sentraal Street Lydenburg 1120
Business address	168 JT waterval Farm Old Lydenburg road ( Castle rock caravan park) Sabie 1260
Postal address	P.O.Box 876 Sabie 1260
Bankers	First National bank
Auditors	Auditor General South Africa
Company registration	2010/017614/07
Preparer	The Financial Statements were internally compiled by: Mr D Zitha CFA(IcbaSA), BAP (SA) SAIBA
Accounting Officer	Mr Jean Mantsengwane ( Acting )





**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

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**Director's Responsibilities and Approval**

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The Director is required by the Companies Act of South Africa, 2008, to maintain adequate accounting records and is responsible for the content and integrity of the financial statement and related financial information in this report. It is his responsibility to ensure that the annual financial statement fairly present the state of affairs of the Agency as at end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with Generally Recognised Accounting Practices. The external auditors are engaged to express an independent opinion on the financial statements.

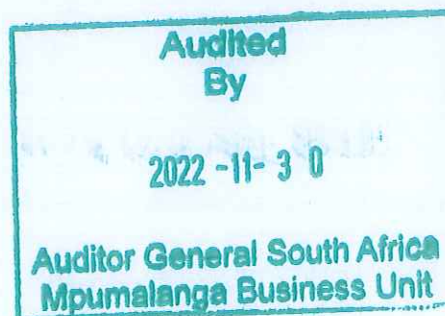
The financial statements are prepared in accordance with Generally Recognised Accounting Practice (GRAP) and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Director acknowledges that he is ultimately responsible for the internal financial control established by the Agency and places considerable importance on maintaining a strong control environment. To enable the director to meet these responsibilities, the Board sets standards for internal control aimed at reducing the risk of error or loss 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 risk. These controls are monitored throughout the Agency and all employees are required to maintain the highest ethical standards in ensuring the Agency's business is conducted in a manner that in all reasonable circumstances is able to be reproached. The focus of risk management in the Agency is on identifying, assessing, managing and monitoring all known forms of risks across the Agency. While operating risk cannot be fully eliminated, the Agency endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Director 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The financial statement set out on pages 4 to 21 were approved by the Board on \_\_\_\_\_ and were signed on its behalf by:

\_\_\_\_\_  
Accounting Officer



**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

**Statement of Financial Position as at 30 June 2022**

Figures in Rand	Note(S)	2022	2021
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property plant and equipment	2	20 852	39 929
Intangible assets	3	0	0
<b>Total Non-current assets</b>		<b>20 852</b>	<b>39 929</b>
<b>Current Assets</b>			
Cash and cash equivalents	4	5 071	19 377
Trade and other receivables from exchange transactions	5	4 935	4 934
<b>Total current assets</b>		<b>10 006</b>	<b>24 311</b>
<b>Total Assets</b>		<b>30 858</b>	<b>64 240</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Leave provisions	6	23 003	21 375
Trade and other payables from exchange transactions	7	1 167 529	1 229 241
Vat Payable	8	241 542	161 412
<b>Total current liabilities</b>		<b>1 432 074</b>	<b>1 412 028</b>
<b>Total Liabilities</b>		<b>1 432 074</b>	<b>1 412 028</b>
<b>Net assets</b>		<b>(1 401 216)</b>	<b>(1 347 788)</b>

Audited  
By  
2022-11-30  
Auditor General South Africa  
Mpumalanga Business Unit



**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

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Annual Financial Statement of the year ended 30 June 2022

**Statement of Financial Performance for the year ended 30 June 2022**

Figures in Rand	Note(S)	2022	2021
<b>Revenue</b>			
<b>Revenue from exchange transactions</b>			
Caravan park revenue	9	20 383	1 957
Project monitoring fees	10	606 715	729 380
<b>Total revenue from exchange transactions</b>		<b>627 098</b>	<b>731 337</b>
<b>Revenue from non-exchange transactions</b>			
Investment Income-Interest	11	-	4 047
Thaba Chweu Local Municipality Grant		500 000	500 000
<b>Total revenue from non-exchange transactions</b>		<b>500 000</b>	<b>504 047</b>
<b>Total revenue</b>		<b>1 127 098</b>	<b>1 235 384</b>
<b>Expenditure</b>			
Board of Directors - remuneration	12	28 366	62 755
Caravan park expenses	13	23 839	20 870
Depreciation and Amortisation	14	19 077	20 717
Employee cost	15	573 223	538 278
General expenses	16	528 506	2 115 439
Repairs and maintenance	17	7 515	-
<b>Total expenses</b>		<b>1 180 526</b>	<b>2 758 059</b>
<b>Net surplus/( Deficit) for the year</b>		<b>(53 428)</b>	<b>(1 522 675)</b>



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Cash Flow Statement for the year ended 30 June 2021

Figures in Rand	Note(S)	2022	2021
<b>Cash flows from operating activities</b>			
Cash generated by operating activities	18	(94 438)	(104 003)
Interest received	11	-	4 047
Tax - VAT receivable		80 132	87 482
<b>Net cash from operating activities</b>		<b>(14 306)</b>	<b>(12 474)</b>
<b>Cash flows from investing activities</b>			
Purchase of Property plant and equipment's	2	-	(10 172)
<b>Net cash from investing activities</b>		<b>-</b>	<b>(10 172)</b>
<b>Increase/(decrease) in cash and cash equivalents</b>		<b>(14 306)</b>	<b>(22 646)</b>
Cash and cash equivalents at beginning of the year		19 377	42 023
Cash and cash equivalents at end of the year	4	5 071	19 377

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**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

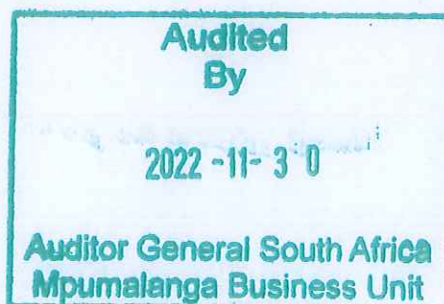
Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

**Statement of Net Assets as at 30 June 2021**

Figures in Rand

	Capital Contribution	Accumulated Surplus	Total net assets
<b>Balance at 01 July 2020</b>	100	174 787	174 887
Surplus (Deficit) for the year	-	(1 522 675)	(1 522 675)
<b>Balance at 01 July 2021</b>	100	(1 347 888)	(1 347 788)
Prior year Adjustment	-	-	-
Net Surplus/ (Deficit) for the year	-	(53 428)	(53 428)
<b>Balance as at 30 June 2022</b>	100	(1 401 316)	(1 401 216)





# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

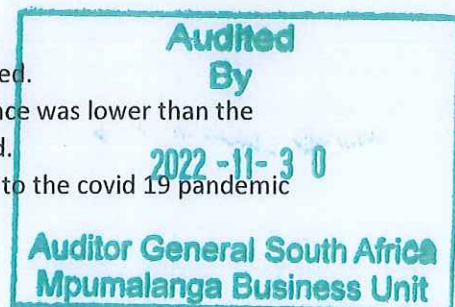
Annual Financial Statement of the year ended 30 June 2022

## Statement of Comparison of Budget and Actual amount

Figures in Rand

	Approved Budget	Adjustme	Final Budget	Actual amounts	Variance	Reference
<b>Revenue</b>	<b>3 148 568</b>		<b>3 192 282</b>	<b>1 127 098</b>		
Thaba Chweu Local Municipali Grant	2 000 000	-	2 000 000	500 000	(1 500 000)	1
Investment income	50 000	-	50 000	-	(50 000)	2
Revenue from Projects	798 568	-	842 282	627 098	(215 184)	3
Other revenue	300 000	-	300 000	-	(300 000)	4
<b>Expenditures</b>	<b>3 124 967</b>		<b>3 124 557</b>	<b>1 160 526</b>		
Employee cost	1 916 304	-	1 916 304	573 223	1 343 081	5
Operational cost	295 714	-	295 714	141 275	154 439	6
Staff training	60 000	-	60 000	4 672	55 328	7
Social Capital	60 000	-	60 000	-	60 000	8
Travel and accommodation	30 000	-	30 000	16 268	13 732	9
Contents costs	524 000	-	524 000	396 722	127 278	10
Audit Committee remuneration	59 495		59 085	-	59 085	11
Board Members remuneration	179 455	-	179 455	28 366	151 089	12

- 1 Equity grant from Thaba Chweu Municipality was partially received.
- 2 Investment account could not earn interest as the account balance was lower than the expected balance due to delay in grant funding for the period.
- 3 Income was not earned as expected on the tourism projects due to the covid 19 pandemic lockdowns.economy still recovering.
- 4 Other income was not received in the year 2021/2022
- 5 Some positions were vacant during the period.
- 6 Limited funds , some items were not implemented,
- 7 Some positions were vacant during the period as a result this item was not fully implemented.
- 8 Item not implement as it was budgeted on grant not yet received.
- 9 Few meetings were held than expected and most of them were held via Zoom.
- 10 Delays in land realises from Department and grants have resulted to delays in projects implementations.
- 11 No Audit Committee meeting was held during the financial year because the Audit Committee positions werestill vacant.
- 12 Few Board meetings were held than the budgeted number of meetings.



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Accounting Policies

### 1 Presentation of Financial Statements

The annual financial statements have been prepared in accordance with the Standard of Generally Recognised Accounting Practices ( GRAP ) prescribe by the Minister of finance in terms of General Notice 991 and 1992 of 2005. This annual financial statements have been prepared on accrual basis of accounting and are in accordance with historic cost convention unless specified otherwise.

A summary of the significant accounting polies, which have been consistently applied are disclosed below.

A summary of the accounting policies are consistent with previous periods

#### 1,1 Property plants and equipment

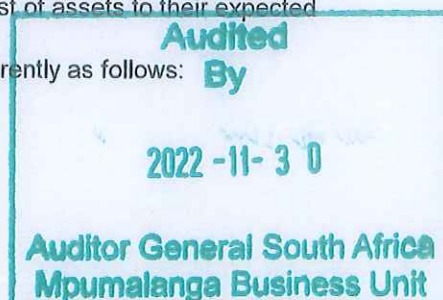
Office furniture and computer equipment's are tangible items that:

- are held for use in the Agency for administrative purposes.
- and are expected to be used more than one period.

Property, plant and equipment are stated at historic cost less accumulated depreciation and impairm  
Depreciation is calculated on a straight line basis to write off the cost of assets to their expected residual values.

The estimated useful lives of property, plant and equipment are currently as follows:

Item	Useful life
Computer equipment	3 years
Furniture and fittings	10 years
Office equipment's	5 years
Machinery	5 years



#### 1,2 Revenue

Revenue comprise of conditional grants received from Industrial Development Corporation(IDC), The Chweu Local Municipality, Department of Environmental affairs for the development of Mashishing Community park and other income from Private sector, interest received from FNB 7 days notice accounts and bind documents sales. Grants are recognised when there is reasonable assurance that the agency will comply with the conditions attached to them, that the grant will be received and these grants can be measured reliably.

Contract revenue

Where the outcome of a construction contract cannot be estimated reliable, revenue has been recognised only to the extent of contract costs incurred that it is probable recoverable.

#### 1,3 Financial Instruments

Financial instruments carried on the statement of financial position include cash and bank balances, receivables and payables. Financial assets and liabilities are accountant for at cost. Subsequently these financial instruments are measured at amortised cost using effective interest rate method, less any impairment loss recognised to reflect irrecoverable amounts.

#### 1,4 Current expenditure

Expenditure is recognised in the statements of financial performance on accrual basis.

#### 1,5 Taxation

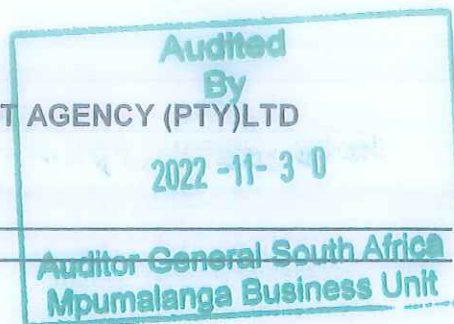
THALEDA has applied for cooperate tax exemptions from the South African Revenue Services. THALEDA accounts for VAT on an invoice basis.



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

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## Accounting Policies

### 1,6 Provisions

Provisions are recognised when the Agency has a present obligation as a result of a past event; It is probable that an outflow of resources embodying economic benefit will be required to settle; and the amount of obligation can be estimated reliable. Provisions are measured at the present value of the amount expected to be required to settle the obligation.

### 1,7 Intangible assets

An asset is identified as an intangible asset when it:

- is capable of being separated or divided from the Agency and sold, transferred, licensed, rented or exchanged, either individually or together with a related contract, assets or liability; or
- arises from contractual rights or other legal rights, excluding rights granted by statute, regardless whether those rights are transferable or separate from the Agency or from other rights and obligations. An intangible asset is recognised when:
- it is probable that the expected future economic benefits or service potential that are attributable to the asset will flow to the Agency; and
- the cost or fair value of the asset can be measured reliably. Intangible assets are initially recognised at cost. Where an intangible asset is acquired at no cost, or for a nominal cost, its cost is its fair value as at the date of acquisition.

Expenditure on research (or on the research phase of an internal project) is recognised as an expense when it is incurred.

An intangible asset arising from development (or from the development phase of an internal project) recognised when:

- it is technically feasible to complete the asset so that it will be available for use or sale;
- there is an intention to complete and use or sell it;
- there is an ability to use or sell it;
- it will generate probable future economic benefits or service potential;
- there are available technical, financial and other resources to complete the development and to use or sell the asset; and
- the expenditure attributable to the asset during its development can be measured reliably.

Subsequent to initial measurement intangible assets are carried at cost less any accumulated amortisation and any impairment losses.

An intangible asset is regarded as having an indefinite useful life when, based on all relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows or service potential. Amortisation is not provided for these intangible assets but they are tested for impairment annually and whenever there is an indication that the asset may be impaired. The amortisation period and the amortisation method for intangible assets are reviewed at each reporting date. Reassessing the useful life of an intangible asset with a finite useful life after it was classified as indefinite is an indicator that the asset may be impaired.

As a result the asset is tested for impairment and the remaining carrying amount is amortised over its useful life. Internally generated brands, mastheads, publishing titles, customer and items similar in substance are not recognised as intangible assets. Amortisation is provided to write down the intangible assets, on a straight line basis, to their residual values as follows:

#### Item Useful life

Computer software 5 years

Intangible assets are derecognised on disposal, or when no future economic benefits or service potential are expected from its use or disposal. The gain or loss from the derecognition of an intangible asset is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the intangible asset.

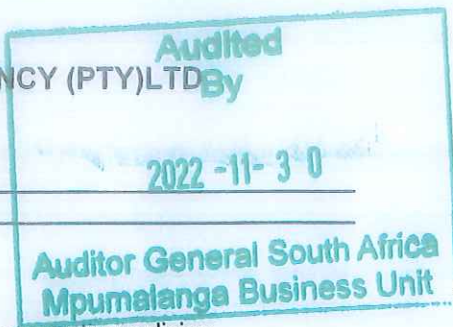
Such difference is recognised in surplus or deficit when the intangible asset is derecognised.



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022



## Accounting Policies

### 1,8 Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern this basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

### 1,9 Subsequent events

Events after reporting period were assessed and reported on the managers report for the year ending 30 June 2022.

### 1,1 Operating leases

Operating lease payments are recognised as an expense on a straight-line basis over lease term. The difference between the amounts recognised as an expense and contractual payments are recognised as an operating lease asset or liability. Liability is not discounted. Any contingent rents are expensed in the period they are incurred.

### 1,11 Revenue from exchange transactions

Revenue is the gross inflow of economic benefits or service potential during the reporting period when those inflows result in an increase in net assets, other than increases relating to contributions from owners.

An exchange transaction is one in which the municipality receives assets or services, or has liabilities extinguished, and directly approximately equal value (primarily in the form of goods and services use of assets) to the other party in exchange.

#### Measurement

Revenue is measured at the fair value of the consideration received or receivable, net of trade discounts and volume rebates.

#### Rendering of services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the reporting date. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits or service potential associated with the transaction will flow to the Agency;
- the stage of completion of the transaction at the reporting date can be measured reliably;
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably. When services are performed by an indeterminate number of acts over a specified time frame, revenue is recognised on a straight line basis over the specified time frame unless there is evidence that some other method better represents the stage of completion. When a specific act is much more significant than any other acts, the recognition of revenue is postponed until the significant act is executed. When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable. Service revenue the reporting is recognised by reference to the stage of completion of the transaction at date. Stage of completion is determined by surveys of work performed.

Revenue arising from the use by others of entity assets yielding interest or similar distributions is recognised when:

- it is probable that the economic benefits or service potential associated with the transaction will flow to the Agency;



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**Accounting Policies**

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**1,11 Revenue from exchange transactions ( Continued)**

- the amount of the revenue can be measured reliably. Interest is recognised, in surplus or deficit, using the effective interest rate method.

**1,12 Revenue from non-exchange transactions**

Revenue comprises gross inflows of economic benefits or service potential received and receivable by the Agency which represents an increase in net assets, other than increases relating to contribution from owners. Conditions on transferred assets are stipulations that specify that the future economic benefits or service potential embodied in the asset is required to be consumed by the recipient as specified or future economic benefits or service potential must be returned to the transferor. Non-exchange transactions are transactions that are not exchange transactions. In a non-exchange transaction, the Agency either receives value from another party without directly giving approximately equal value in exchange or gives value to another party without directly receiving approximately equal value in exchange. Restrictions on transferred assets are stipulations that limit or direct the purposes for which a transferred asset may be used, but do not specify that future economic benefits or service potential is required to be returned to the transferor if not deployed as specified.

**Recognition**

An inflow of resources from a non-exchange transaction recognised as an asset is recognised as revenue, except to the extent that a liability is also recognised in respect of the same inflow. As the Agency satisfies a present obligation recognised as a liability in respect of an inflow of resources from no exchange transaction recognised as an asset, it reduces the carrying amount of the liability recognised and recognises an amount of revenue equal to that reduction. Revenue received from conditional grants, donations and funding are recognised as revenue to the extent that the Agency has complied with any of the criteria, conditions or obligations embodied in the agreement. To the extent that the criteria conditions or obligations have not been met, a liability is recognised.

**Measurement**

Revenue from a non-exchange transaction is measured at the amount of the increase in net assets recognised by the Agency. When, as a result of a non-exchange transaction, the Agency recognises an asset, it also recognises revenue equivalent to the amount of the assets measured at its fair value as at the date of acquisition, unless it is also required to recognise a liability. Where a liability is required to be recognised it will be measured as the best estimate of the amount required to settle the obligation at the reporting date, and the amount of the increase in net assets, if any, recognised as revenue. When a liability is subsequently reduced, because a condition is satisfied, the amount of the reduction in liability is recognised as revenue.

**1,13 Offsetting**

Assets, liabilities, revenue and expenses have not been offset except when offsetting is required or permitted by the standard of GRAP.

**1,14 Presentation of Budget information in the Annual Financial Statements**

The approved budget is prepared on accrual basis and presented by economic classification linked to performance outcome objectives.

The approved budget covers the fiscal period from 01 July 2021 to 30 June 2022.





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**Accounting Policies**

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**1,15 Impairment of assets**

The Agency assesses at each reporting period date whether there is any indication that an asset may be impaired. If any such indication exists, the Agency estimates the recoverable amount of the asset.

Irrespective of whether there is any indication of impairment, the Agency also:

-tests goodwill, with an indefinite useful life or intangible assets not yet available for use for impairment annually by comparing its carrying amount with its recoverable amount. This impairment test performed during the annual period and at the same time every period.

If there is an indication that an asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount (selling price less costs to complete an sale in the case of inventories), but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in surplus or deficit.

**1,16 Related parties**

A related party is a person or an entity with the ability to control or jointly control the other party or exercise significant influence over the other party, or vice versa, or an entity that is subject to common control, or joint control

THALEDA consider the Thaba Chweu Local Municipality (TCLM) and its entities as related parties.

Management are those persons responsible for planning, directing and controlling the activities of the entity, including those charged with the governance of the entity in accordance with legislation, in instances where they are required to perform such functions.

Close members of the family of a person are considered to be those family members who may be expected to influence, or be influenced by, management in their dealings with the entity.

Only transactions with related parties not at arm's length or not in the ordinary course of business are disclosed





**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY) LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022



**Notes to the Annual Financial Statement**

Figures in Rand

**2 Property Plant and Equipment's**

	2022			2021		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and Fittings	110 833	(104 252)	6 581	110 833	(93 962)	16 871
Computer equipment's	35 731	(35 687)	43	35 731	(35 472)	259
Office equipment's	7 924	(7 924)	0	7 924	(7 776)	148
Machinery	42 122	(27 896)	14 226	42 122	(19 472)	22 650
	<u>196 610</u>	<u>(175 759)</u>	<u>20 852</u>	<u>196 610</u>	<u>(156 682)</u>	<u>39 929</u>

Reconciliation of property plants and equipments-2022

	Opening balance	additions	Disposals/ Adjustment	Depreciation	Total
Furniture and Fittings	16 871	-	-	(10 290)	6 581
Computer equipment's	259	-	-	(215)	43
Office equipment's	148	-	-	(148)	0
Machinery	22 650	-	-	(8 424)	14 226
	<u>39 927</u>	<u>-</u>	<u>-</u>	<u>(19 077)</u>	<u>20 851</u>

Reconciliation of property plants and equipments-2021

	Opening balance	additions	Disposals/ Adjustment	Depreciation	Total
Furniture and Fittings	24 347	3 607	-	(11 083)	16 871
Computer equipment's	474	-	-	(215)	259
Office equipment's	296	-	-	(148)	148
Machinery	24 354	6 565	-	(8 269)	22 650
	<u>49 471</u>	<u>10 172</u>	<u>-</u>	<u>(19 716)</u>	<u>39 928</u>

**3 Intangible assets**

	2022			2021		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer Software's	30 783	(30 783)	0	30 783	(30 783)	0
	<u>30 783</u>	<u>(30 783)</u>	<u>0</u>	<u>30 783</u>	<u>(30 783)</u>	<u>0</u>

Reconciliation of computer softwares-2021

	Opening balance	additions	Disposals	Amortisation	Total
Computer software's	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Reconciliation of computer softwares-2021

	Opening balance	additions	Disposals	Amortisation	Total
Computer software's	1 001	-	-	(1 001)	0
	<u>1 001</u>	<u>-</u>	<u>-</u>	<u>(1 001)</u>	<u>0</u>

# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand 2022 2021

### 4 Cash and cash equivalent

THALEDA has the following bank account :

Bank	Code	Account no	Type		
FNB Sabie	270752	62302132981	Current	1 553	1 478
FNB Sabie	270752	74362049741	7 Day Notice	1 202	16 202
Petty Cash on hand				1 512	986
Caravan park cash on hand				803	711
				<u>5 071</u>	<u>19 377</u>

### 5 Trade and other receivables from exchange transactions

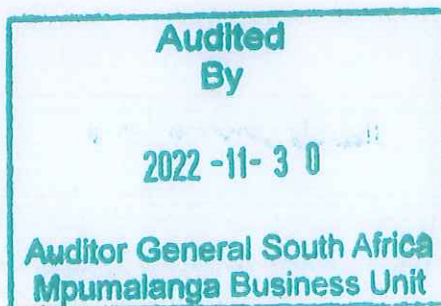
Graskop resort	1 442 000	1 442 000
Operating lease asset	4 934	4 934
Prepayment	-	-
Mashishing Recreational centre	223 180	203 180
	<u>1 670 114</u>	<u>1 650 114</u>
Less Provision for Bad Debts	(1 665 179)	(1 645 179)
<b>Net Trade and other receivables from exchange transactions</b>	<u>4 935</u>	<u>4 935</u>

### 6 Leave provision

Staff and senior management	<u>23 003</u>	<u>21 375</u>
-----------------------------	---------------	---------------

### 7 Trade and other payables from exchange transactions

Employee Cost	1 051 805	1 090 247
Board Members Remunerations	-	65 269
Jean Mantsengwane consulting	1 498	6 877
Nashua	4 458	998
Graskop Gorge	40 000	-
Sundry payables	6	6
Telkom SA	6 420	2 503
Thaba Chweu Local Municipality	63 010	63 010
Tusk security cc	333	333
	<u>1 167 530</u>	<u>1 229 242</u>



### 8 VAT Payable

	<u>241 542</u>	<u>161 412</u>
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### 9 Caravan Park revenue

Daily visit	-	-
Camping and accommodation	20 383	1 957
	<u>20 383</u>	<u>1 957</u>

### 10 Project monitoring fees

Project monitoring fee - Graskop Gorge	589 324	432 859
Project monitoring fee - Graskop resort	-	200 870
Project monitoring fee - Mashishing Recreational Centre	17 391	95 652
	<u>606 715</u>	<u>729 380</u>



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand

2022

2021

### 11 Investment Income-Interest received

During the period THALEDA earned interest on the following bank account:

Interest received from 7 day Notice account 74362049741	-	4 047
	-	4 047

### 12 Board of Directors - remuneration

MJ Thobejane	11 098	15 940
K Tshinetise	8 634	8 916
B Manasoe	8 634	16 590
SJ Jacobus	-	10 066
T Rabelani	-	11 243
	28 366	62 755

### 13 Caravan park expenses

Consumables expenses	13 012	6 218
Repair and maintenance	10 827	14 652
	23 839	20 870

### 14 Depreciation and Amortisation

Furniture and fittings depreciation	10 290	11 083
Computer equipment's depreciation	215	215
Office equipment's depreciation	148	148
Machinery	8 424	8 269
Intangible assets amortisation	-	1 001
	19 077	20 717

### 15 Employee cost

#### Chief Executive Officer

Basic Salary	-	-
Bonus	-	-
Pension	-	-
UIF	-	-
Travelling allowance	-	-
Leave provision adjustment	-	-
	-	-

#### Other Employees

Basic Salary	461 581	427 394
Bonus	36 927	34 192
Pension	69 238	64 109
UIF	3 849	3 394
Leave provisions	1 628	9 190
	573 223	538 278

#### Total Employee Cost

573 223 538 278





**THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD**

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

**Notes to the Annual Financial Statement**

Figures in Rand	2022	2021
<b>16 General expenses</b>		
<b>16,1 Administrative expenses</b>		
Bank charges	4 221	5 448
Cleaning	-	1 815
Computer expenses	4 685	6 275
Entertainment expenses	7 689	8 579
Insurance	10 755	8 400
Interest and Penalties	519	1 315
Security expenses	3 475	12 327
Stationary and printing	18 269	18 367
Subscriptions	15 259	14 618
Staff training	4 672	14 675
Telephone and fax	25 971	26 984
	-	-
	<u>95 515</u>	<u>118 803</u>
<b>16,2 Operating expenses</b>		
Provision for Bad Debts	20 000	1 645 179
Consulting fees	396 722	332 068
Traveling and accommodation expenses	16 268	19 389
	<u>432 990</u>	<u>1 996 636</u>
<b>Total general expenses for the period</b>	<u><b>528 506</b></u>	<u><b>2 115 439</b></u>
<b>17 Repairs and maintenance</b>		
General repairs and maintenance	7 515	-

**Audited  
By**  
**2022-11-30**  
**Auditor General South Africa  
Mpumalanga Business Unit**

# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand 2022 2021

### 18 Cash Generated from operations

Net surplus/Deficit for the year	(53 428)	(1 522 675)
Add : Depreciation and amortisation	19 077	20 717
Loss on Assets	-	-
less: Interest received	-	(4 047)
Operating profit/ (Loss ) before change in working capital	(34 351)	(1 506 006)
Movements in working capital	(60 088)	1 402 001
(Increase)/decrease in Trade and Other receivables	(4)	1 306 718
Increase/(decrease) in Trade and other payables	(60 084)	95 284
<b>Cash generated by operations</b>	<b>(94 438)</b>	<b>(104 003)</b>

### 19 Fruitless and wasteful expenditure

Reconciliation of Fruitless and wasteful expenditure		
Opening balance	5 054	3 252
Unauthorised expenditure current year	-	1 802
Condoned by board of directors	-	-
Transferred to receivables for recovery		
Amount received		
Fruitless and wasteful awaiting authorisation	5 054	5 054

### 20 Irregular expenditure

Reconciliation of Irregular expenditure		
Opening balance	123 438	123 438
Irregular expenditure current year	-	-
Approved by board of directors	-	-
Transferred to receivables for recovery		
Irregular expenditure awaiting authorisation	123 438	123 438

**Audited  
By**

**2022 -11- 3 0**

**Auditor General South Africa  
Mpumalanga Business Unit**

### 21 Contractual commitments

Johan Oosthuizen Land surveyors	Transactional Advisors	10 425	10 425
Ngoti development consultants	Environmental impact assessn	14 526	14 526
Ngoti development consultants	Environmental impact assessn	15 000	15 000
Nashua Operating lease agreement		39 071	49 490
		79 022	89 441



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand 2022 2021

### 22 Operating lease agreement

On the 1st of April 2020 THALEDA entered into an operating lease agreement

Agreed monthly rental		868
Cumulative annual escalation rate of the rental		0%
Initial rental period		60 Months
Payments due within 12 months	10 419	10 419
Payment due after 12 months	28 652	39 071
Total	39 071	49 490

**Audited  
By**

**2022-11-30**

**Auditor General South Africa  
Mauritius Business Unit**

### 23 Related parties

Amounts included in Trade receivable regarding related party  
Thaba Chweu Local Municipality - -

Amounts included in Trade payables regarding related party  
Thaba Chweu Local Municipality ( Rates payables) 55 688 69 312

#### Related parties transactions

Revenue from non-exchange transactions received from related party  
Thaba Chweu Local municipality 500 000 500 000

Service charges incurred from related party  
Thaba Chweu Local Municipality - -

#### THALEDA benefited from the use of the following facilities provided by related party at no cost

- Sabie castle rock caravan park

#### THALEDA benefited from the use of the following services provided by related party at no cost

- Annual audit services conducted by AGSA was paid by Thaba Chweu local Municipality or behalf of THALEDA

No loans were awarded to key management of THALEDA during the year.

None of the key management has or had significant influence in any entity with whom THALEDA had significant transactions during the year

# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand 2022 2021

### 24 PPP Disclosures

#### PPP Disclosures: Graskop Holiday Resort

##### Description of the agreement:

PPP Agreement to finance, reinstate, design, upgrade, refurbish, develop, expand operate and maintain the Graskop Holiday Resort in Graskop, Mpumalanga.

##### Terms of the arrangement that may affect the amount, timing and certainty of future cash flows:

Clause 10.1: Ring fencing

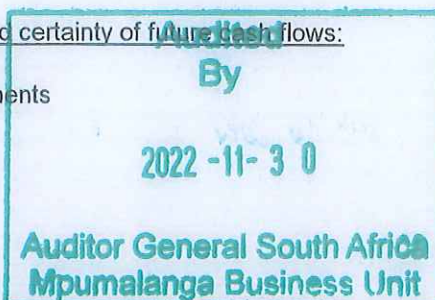
Clause 14: General Reporting and Financial Reporting Requirements

Clause 19: Operation Fee

Clause 22: Consequences of a Relief Event

Clause 23: Consequences of a Compensation event

Clause 26: Municipal Default



##### The nature and extent of rights to use specified assets:

The buildings and other facilities together with all supporting infrastructure, plant and equipment, as required to enable the Private Party to exercise its rights and perform its obligations included in the Project Deliverables.

Extent of facility and marketing natural features that are non-developable – 13ha

##### The obligations to provide or rights to expect provision of services:

None.

##### The obligations to acquire or build assets:

None. All risk to finance, design, re-instate, upgrade, refurbish, develop, expand, operate, and maintain the facility have been transferred to the Private Party.

##### The obligations to deliver or rights to receive specified assets at the end of the PPP agreement:

All assets reinstated and built, including all intellectual property will revert back to the municipality at the end of the PPP agreement.

##### The renewal and termination options:

There is no renewal option. The agreement shall endure until the earlier of the Expiry Date and the Termination Date.

The termination option is contained in Clause 28: Termination of the PPP Agreement.

##### Other rights and obligations (e.g. major overhauls):

The Private Party have the exclusive right and obligation for its benefit and risk to levy and collect user charges in respect of the Operation and Maintenance, with effect from the Effective Date.

##### Changes in the agreement occurring during the period:

Variations in terms of the concession (waived operation fee) for the first three years from the Effective Date managed through a contract management plan and approved by the Board of Directors of the Municipal Entity.

#### PPP Disclosures: Graskop Gorge and Lift Centre

##### Description of the agreement:

PPP Agreement to develop, operate, maintain and transfer the Graskop Gorge Lift and Retail Complex in Graskop, Mpumalanga Province



# THABA CHWEU LOCAL ECONOMIC DEVELOPMENT AGENCY (PTY)LTD

Registration number 2010/017614/07

Annual Financial Statement of the year ended 30 June 2022

## Notes to the Annual Financial Statement

Figures in Rand	2022	2021
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### Terms of the arrangement that may affect the amount, timing and certainty of future cash flows:

Clause 12: General Reporting and Financial Reporting Requirements

Clause 18: Operation Fee

Clause 21: Consequences of a Relief Event

Clause 22: Consequences of a Compensation event

Clause 25: Municipal Default



### The nature and extent of rights to use specified assets:

The buildings and other facilities together with all supporting infrastructure, plant and equipment as required to enable the Private Party to exercise its rights and perform its obligations included in the Asset Register, as updated from time to time.

Extent of facility and marketing natural features that are non-developable – 19ha

### The obligations to provide or rights to expect provision of services:

None.

### The obligations to acquire or build assets:

None. All risk to develop, operate, maintain the facility have been transferred to the Private Party.

### The obligations to deliver or rights to receive specified assets at the end of the PPP agreement:

All assets built, including all intellectual property will revert back to the municipality at the end of the PPP agreement.

### The renewal and termination options:

The renewal option is contained in Clause 4: Duration of the PPP Agreement.

The termination option is contained in Clause 27: Effects of Termination of the PPP Agreement.

### Other rights and obligations (e.g. major overhauls):

The Private Party have the exclusive right and obligation for its benefit and risk to levy and collect user charges in respect of the Operation and Maintenance, with effect from the Operation Commencement Date.

### Changes in the agreement occurring during the period:

None. A contract management plan has been signed to manage all changes, risks and variations to the PPP agreement.

**Annexure L: Service delivery backlogs experienced by community where another sphere of government is responsible for service provision**

**INTEGRATED DEVELOPMENT PLANNING (IDP) SECTOR PRIORITIES**

**DISTRICT: EHLANZENI DISTRICT MUNICIPALITY**

**NOVEMBER 2021**



**NAME OF MUNICIPALITY: THABA CHWEU LOCAL MUNICIPALITY**

**THABA CHWEU LOCAL MUNICIPALITY  
DEPARTMENT OF HEALTH**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Healthcare Service		13, 4 and 9	Spekboom, Klipspruit, Orighstad, Leroro	That a mobile clinic be dispatched to the said areas twice a wee
Need for a 24hr clinic	Inadequate access to healthcare services	04,5, 10	Coromandel, Draaikraal, Skhila and Graskop	That a clinic be built for the community, alternatively the service of a mobile clinic can be provided in the area twice a week atleast in the interim
Need for an ambulance		10	Graskop	That an accessible and efficient ambulance be allocated for the residents of Graskop
Need for medical waste storage & construction of waiting area	Inadequate and ineffective health facilities	10	Graskop	That government allocates a budget for ensuring that the facilities are effective
Need for the refurbishment of Lydenburg Hospital	The Lydenburg Hospital is dilapidated and require refurbishment	14	Lydenburg	That an assessment of the works to be done be conducted and the process of refurbishing the hospital can commence
Need for availability of Staff, particularly Doctors	Inadequate Doctors working at the Matibidi Hospital	9	Matibidi	That Doctors be deployed into the said space



**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF EDUCATION**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Need for Refurbishment of School	Dilapidated buildings and need for the school to be electrified	13	Spekboom	That an assessment of the work to be done be conducted and allocate funding for the work at hand
Need for a satellite FET College	The Community in The Said Areas Do Not Have Access To A Tertiary Institution	09	Leroro, Moremela, Matibidi	That feasibility studies be conducted to enable the establishment of such a facility in the area
Need for a Secondary school	Insufficient secondary schools in the area	01,9	Mashishing, Moremela	That assessments be conducted by the department on the practicability of a school in the area and strategize on where and how the school can be built.
Primary School	Insufficient primary Schools in the area	02,4,5,13	Mashishing/Coromandel/Draaikraal/Kellysville, Orighstad	That assessments be conducted by the department on the practicability of a school in the area and strategize on where and how the school can be built.
Need for ABET learning Facilities	There are a few the elderly who require learning facilities suitable for their age	4	Badfontein	That the department conducts an assessment and devise a way to provide the facility in the area also in collaboration with other stakeholders

**NAME OF MUNICIPALITY: THABA CHWEU LOCAL MUNICIPALITY**

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF HUMAN SETTLEMENTS**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Need for land for residential development	The communities are in need for land for human settlement as well as to purchase serviced stands for residential purposes for those who don't qualify for RDPs and bond funded houses	1, 2, 3, 4, 5, 6, 7,10,11 & 13	Mashishing, Badfontein, Draaikraal, Boschfontein, Kellysville, Skhila, Sabie Spekboom, Pilgrims and Brondal area	That the department assists with purchase of land (Brondal, Badfontein, Spekboom), assist with township establishment processes and to provide services for formalised settlements (i.e., Harmony Hill Ext 2, Simile, Mashishing Ext 9 & 10 etc) Assist with secure of tenure for Farm areas
Need for Housing	Need for RDPs, CRUs and Maintenance of dilapidated RDPs	1,2,3,4,5,6,7,8,9, 10	Mashishing, Sabie, Moremela, Leroro, Coromandel, Matibidi, Graskop	That the department would prepare the land i.e provide services and town planning procedures for the identified land. Assist with refurbishing the facilities at hand.
Need for refurbishments of past built RDPs	Need for replacement of Asbestos roofs as it possesses a risk to occupants	1, 2 & 3	Mashishing	That a budget for the changing of the roofs be set aside and assessments be done with the aid of the municipality
Land Acquisition	Need for land for Human settlement, Communities occupy privately owned land and require services	11, 04, 05, 13	Brondal, Badfontein, Draaikraal, Pilgrims Rest & Spekboom	Land Purchase for township Establishment and provision of services

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF HUMAN SETTLEMENTS**

Land Tenure	Need for registering of new and rectifying wrongly registered title deeds	All Wards	All areas	Assist with intervening in deregistering previously issued title deeds for RDP developments and to register and issue title deeds for unregistered RDP developments.
Housing	Need for the department to assist resolve the housing requirement for New Town Township	13	Pilgrims Rest	That the department assist with an intervention to resolve the housing requirement

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF SOCIAL DEVELOPMENT**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Need for orphanage and Disability centre	The elderly and the disabled in some of our wards don't have access to such facilities	1,2, 3,6,7	Mashishing & Sabie	That assessments be done on how the facilities can be offered based on the principles of the department
Need for ECDs	Insufficient Crèches/Early Childhood Development centres	09,13,4,2	Orighstad, Moremela, Klipspruit, Mashishing	
Need for Mobile SASSA Office	The elderly living in these areas have to travel far to receive their grants	05	Farm Areas, Boschfontein	That the department facilitate for the mobile office to go to the area at certain days per month

**NAME OF MUNICIPALITY: THABA CHWEU LOCAL MUNICIPALITY**

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF PUBLIC WORKS, ROADS AND TRANSPORT**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Roads	Refurbishment/Resurfacing of Provincial roads within the Municipality to stimulate tourism Need for the construction of a sidewalk from Graskop town to Graskop Ext 5 (Unsafe for the pedestrians walking to their houses)	All Wards 10	All Towns Graskop	Surfacing (tarring) of gravel roads and resurfacing of the provincial roads. That a budget be put aside for the feasibility study and construction of the sidewalk



THABA CHWEU LOCAL MUNICIPALITY

DEPARTMENT OF PUBLIC WORKS, ROADS AND TRANSPORT

Land Acquisition/Release/ Partnerships with Private owners for purposes of basic service delivery	Need of land for human settlement	04	Badfontein	That land be acquired for township establishment
	Need to speed up the land claims	05	Kiwi, Shaga, Boschfontein	That land be acquired for township establishment
Land Acquisition/Release/ Partnerships with Private owners for purposes of basic service delivery	Need for sites for housing development (middle- and high-income earners)	06	Simile	That land be acquired for township establishment
	Need for an access to land for all development	10	Graskop	That land be acquired for township establishment
	Need for land for human settlement	11	Brondal, Witklip & Hendriksdal	That land be acquired for township establishment
	Pilgrim's Rest & Spekboom	13	(Pilgrim's Rest & Spekboom)	That land be acquired for township establishment
Land Release	Need for land for a Taxi Rank	12	Lydenburg	That land be acquired for township establishment
	Need for land for infill development	01, 02, 03, 10, 12 & 14	Mashishing, graskop and lydenburg town	That the department release land to the municipality for development
Roads	Need for the department to grade roads	04, 05, 08, 09,	Badfontein, kiwi, shagga, Boschfontein, matibidi, moremela and Leroro	That the department develops a grading programme in both the rural and farm areas within the municipality
Economic Development	Need for revitalisation of Pilgrims Rest	13	Pilgrims Rest	That a town revitalisation programme be developed for economic spin offs

## List of Provincial and National Routes

Routes	Problem Statement	Ward/s affected	Affected Towns & Tourism Spots	Required Intervention
R540	Potholes (Out of life span)	01, 02, 03, 04, 05, 12, 14	Belfast, Dullstroom, Lydenburg	Refurbishment
R36	Potholes (Out of life span)	04,05	Lydenburg, Pilgrim's Rest	Refurbishment
R533	Potholes (Out of life span)	13,10	Pilgrim's Rest, Graskop,	Refurbishment
R535	Potholes (Out of life span)	10	Kruger Park, Kruger National Park, Hazyview	Refurbishment
R536	Potholes (Out of life span)	07	Sabie, Hazyview, Kruger Park, Kruger National Park	Refurbishment

### THABA CHWEU LOCAL MUNICIPALITY

#### DEPARTMENT OF COMMUNITY SAFETY, SECURITY AND LIAISON

Priority	Problem statement	Affected wards	Location	Proposed intervention
Policing	Need for a Police Station	04	Coromandel	That a satellite SAPS office be established

### NAME OF MUNICIPALITY: THABA CHWEU LOCAL MUNICIPALITY

### THABA CHWEU LOCAL MUNICIPALITY

#### DEPARTMENT OF AGRICULTURE, RURAL DEVELOPMENT, LAND & ENVIRONMENTAL AFFAIRS

Priority	Problem statement	Affected wards	Location	Proposed intervention
Need for land for farming purposes	Emerging farmers need land to farm.	2 & 5	Mashishing, Draaikraal, Bosfontein, & Skapskraal	That land owned by government be released for farming purposes and land with claims submitted must be finalised speedily
Skills development for farmers (Agricultural & Farming)	Claimants feel there is a delay in the finalisation of Land Claims and the community needs land to farm crops for consumption and commercial purposes Capacity development is lacking for agricultural cooperatives and SMMEs	All Wards	All Towns	That the department develops Skills development programmes for SMMEs and cooperatives
Farming Equipment	Need for equipment by SMMEs and Cooperatives for farming purposes	01, 02,03, 08, 09,	Mashishing/Lydenburg, Northern areas and farm areas	That the department would allocate budget for the purchase of equipment



**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF AGRICULTURE, RURAL DEVELOPMENT, LAND & ENVIRONMENTAL AFFAIRS**

Stray Animals	Strat animals which pose a risk for tourist	13	Pilgrims Rest	That the department assists with granting proper grazing land for cattle owners and this will address issues of cattle theft
Waste Management	Need to acquire license for closure of landfill sites	07,06	Sabie	That the department assists with the process of closing a land fill site

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF ECONOMIC DEVELOPMENT AND TOURISM**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Local Economic Development	Need to stimulate the local economy in order to ensure economic growth and job creation	All Wards	All Towns	<p>That the department assists locals with exploring the local economy through:</p> <ul style="list-style-type: none"> <li>• Access to the Department of Small Business Development</li> <li>• Access to MEGA</li> <li>• Enforcement of tourism upgrade on TCLM Tourism products under the MTPA custody</li> <li>• Facilitate economic Activities in Pilgrims Rest</li> <li>• Assist with compliance of the by law and support to informal traders.</li> <li>• Have programmes to support township tourism.</li> <li>• Assist municipality with MTPA to manage municipal biological aspects i.e. Nature Reserve</li> <li>• Assist the municipality with implementing the LED Strategy</li> </ul> <p>Upgrading &amp; operationalising of Lydenburg Fisheries/ coordination that it be ceded to the municipality.</p>
Economic Development	Need for revitalisation of Pilgrims Rest	13	Pilgrims Rest	That a town revitalisation programme be developed for economic spin offs

**NAME OF MUNICIPALITY: THABA CHWEU LOCAL MUNICIPALITY**

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF CULTURE, SPORTS AND RECREATION**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Public Library	The community in the northern areas, and Coromandel have insufficient access to library facilities	04, 10	Coromandel, Hlabekisa	Construction of new public library
Economic Development	Need for revitalisation of Pilgrims Rest	13	Pilgrims Rest	That a town revitalisation programme be developed for economic spin offs

**THABA CHWEU LOCAL MUNICIPALITY**

**DEPARTMENT OF HOME AFFAIRS**

Priority	Problem statement	Affected wards	Location	Proposed intervention
Immigrants	Illegal immigrants that invade municipal properties/land and tap into the service networks	11, 06, 07, 05, 03	Brondal, NKanini, Polar Park, Riverside, Marikana	<ul style="list-style-type: none"> <li>• Repatriation of illegal immigrants in informal settlements</li> <li>• Control residents' status and assylumship</li> </ul>



## Glossary

<b>Activities</b>	The processes or actions that use a range of inputs to produce the desired outputs and ultimately outcomes. In essence, activities describe "what we do".
<b>Annual Report</b>	A report to be prepared and submitted annually based on the regulations set out in Section 121 of the Municipal Finance Management Act. Such a report must include annual financial statements as submitted to and approved by the Auditor-General.
<b>Approved Budget</b>	The annual financial statements of a municipality as audited by the Auditor General and approved by council or a provincial or national executive.
<b>Baseline</b>	Current level of performance that a municipality aims to improve when setting performance targets. The baseline relates to the level of performance recorded in a year prior to the planning period.
<b>Basic municipal Service</b>	A municipal service that is necessary to ensure an acceptable and reasonable quality of life to citizens within that particular area. If not provided it may endanger the public health and safety or the environment.
<b>Budget year</b>	The financial year for which an annual budget is to be approved – means a year ending on 30 June.
<b>Financial Statements</b>	Includes at least a statement of financial position, statement of financial performance, cash-flow statement, notes to these statements and any other statements that may be prescribed.
<b>Integrated Development Plan (IDP)</b>	Set out municipal goals and development plans.
<b>Performance Indicator</b>	Indicators should be specified to measure performance in relation to input, activities, outputs, outcomes and impacts. An indicator is a type of information used to gauge the extent to which an output has been achieved (policy developed, presentation delivered, service rendered)
<b>Performance Targets:</b>	The level of performance that municipalities and its employees strive to achieve. Performance Targets relate to current baselines and express a specific level of performance that a municipality aims to achieve within a given time period.
<b>Service Delivery Budget Implementation Plan</b>	Detailed plan approved by the mayor for implementing the municipality's delivery of services; including projections of the revenue collected and operational and capital expenditure by vote for each month. Service delivery targets and performance indicators must also be included.
<b>Vote</b>	One of the main segments into which a budget of a municipality is divided for appropriation of money for the different departments or functional areas of the municipality. The Vote specifies the total amount that is appropriated for the purpose of a specific department or functional area. Section 1 of the MFMA defines a "vote" as: a) <i>one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and</i> b) <i>which specifies the total amount that is appropriated for the purposes of the department or functional area concerned</i>