

Disclosure Notes					
These amounts are not recognised in the financial statements and are disclosed to enhance the usefulness of the financial statements.			Note	2006/07 R'000	2005/06 R'000
20.	Contingent liabilities				
	Liable to	Nature			
	Motor vehicle guarantees	Employees	ANNEXURE 2A	292	241
	Housing loan guarantees	Employees	ANNEXURE 2A	574	653
	Other guarantees		ANNEXURE 2A	-	19,969
	Claims against the department		ANNEXURE 2B	280	315
	Total			1,146	21,178
21.	Commitments				
	Current expenditure				
	Approved and contracted			3,792	8,733
	Approved but not yet contracted			-	87
				3,792	8,820
	Non-current expenditure				
	Approved and contracted			878	475
				878	475
	Total Commitments			4,670	9,295
22.	Accruals		30 Days R'000	30+ Days R'000	Total R'000
	By economic classification				
	Compensation of employees		28	23	51
	Goods and services		802	3,169	3,971
	Machinery and Equipment		6	44	50
	Total		836	3,236	4,072
	Listed by programme level				
	Administration				1,412
	Policy Planning				380
	Programme Management				1,352
	Housing Sector Performance				915
	Housing Development Funding				13
	Total				4,072
	Confirmed balances with departments				
					-
	Confirmed balances with other government entities				
					-
	Total				-
				Note	2006/07 R'000
					2005/06 R'000
23.	Employee benefit provisions				
	Leave entitlement			914	984
	Thirteenth cheque			2,112	1,730
	Performance awards			927	2,623
	Capped leave commitments			4,568	4,455
	Total			8,521	9,792

24. Lease Commitments				
	Land R'000	Buildings & other fixed structures R'000	Machinery and equipment R'000	Total R'000
24.1 Operating leases				
2006/2007				
Not later than 1 year	-	-	-	-
Later than 1 year and not later than 5 years	-	-	-	-
Later than five years	-	-	-	-
Total present value of lease liabilities	-	-	-	-
2005/2006				
Not later than 1 year	-	-	-	-
Later than 1 year and not later than 5 years	-	-	-	-
Later than five years	-	-	-	-
Total present value of lease liabilities	-	-	-	-
24.2 Finance leases 2006/2007				
Not later than 1 year	-	-	672	672
Later than 1 year and not later than 5 years	-	-	146	146
Later than five years	-	-	-	-
Total present value of lease liabilities	-	-	818	818
Analysis				
Condoned	-	-	818	818
Not condoned	-	-	-	-
Total	-	-	818	818
2005/2006				
Not later than 1 year	-	-	1,077	1,077
Later than 1 year and not later than 5 years	-	-	831	831
Later than five years	-	-	-	-
Total present value of lease liabilities	-	-	1,908	1,908
Analysis				
Condoned	-	-	1,908	1,908
Not condoned	-	-	-	-
Total	-	-	1,908	1,908
<i>Finance lease resulted from using transversal contract RT3 - National Treasury. Nett present value of the above financial leases amounts to R818,195.44 (06/07) R1,907,816.65 (05/06) - Condoned Practice Note 5 of 2006/2007</i>				

25. Irregular expenditure	Note	2006/07 R'000	2005/06 R'000
25.1 Reconciliation of irregular expenditure			
Opening Balance		3,396	1,241
Irregular expenditure – current year		25	2,155
Less: Amounts condoned		3,396	-
Current expenditure		3,396	
Transfers and subsidies			
Expenditure for capital assets			
Less: Not condoned		-	-
Current expenditure			
Transfers and subsidies			
Expenditure for capital assets			
Irregular expenditure awaiting condonement		25	3,396
Analysis of awaiting condonement per classification			
Current expenditure		25	
Transfers and subsidies			
Expenditure for capital assets			
		25	-
Analysis of awaiting condonement per age classification			
Current		25	2,155
Prior years			1,241
Total		25	3,396
<i>Condoned. See practice note 5 of 2006/2007 from National Treasury dated 5 December 2006.</i>			
25.2 Irregular expenditure			
Incident	Disciplinary steps taken/criminal proceedings		
Procurement - Bypassing SCM process. Compact Discs for IDP workshop 2005	Investigated and reported to management for disciplinary process.	25	-
Total		25	-

26	Key management persone							
		Description		No of Individuals	Total R'000	Total R'000		
		Political Office Bearers (provide detail below)		1	1,112	1,009		
		Officials						
		Level 15 to 16		9	5,089	1,795		
		Level 14		19	8,721	5,596		
		Total			14,922	8,400		
		Minister L Sisulu						
27	Provisions				Note	2006/07 R'000	2005/06 R'000	
	Potential irrecoverable debts							
	Other debtors					11	7	
	Total					11	7	
28	Tangible Capital Assets							
	MOVEMENT IN TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007							
		Opening balance Cost	Current Year Adjustments to prior year balances Cost	Additions Cost	Disposals Cost	Closing balance Cost		
		R'000	R'000	R'000	R'000	R'000		
	MACHINERY AND EQUIPMENT	18,945	428	3,952	530	22,795		
	Transport assets	754	-	1,221	200	1,775		
	Computer equipment	6,826	347	1,357	253	8,277		
	Furniture and Office equipment	7,974	81	839	43	8,851		
	Other machinery and equipment	3,391	-	535	34	3,892		
	TOTAL TANGIBLE ASSETS	18,945	428	3,952	530	22,795		
	EXPLANATION OF CURRENT YEAR ADJUSTMENTS TO PRIOR YEAR BALANCES: This adjustment is to effect a correction so that the annual financial statement's closing balances agrees with the fixed asset register.							
	The fair value amounts of finance lease assets recorded in the finance lease register for photocopier machines as at 31 March 2007 is R 898,105.65 [March 2006, R2,173,369.71].							
	28.1 ADDITIONS TO TANGIBLE CAPITAL ASSET PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007							
		Cash Cost	Non-Cash Fair Value	(Capital work in progress - current costs) Cost	Received current year, not paid (Paid current year, received prior year) Cost	Total Cost		
		R'000	R'000	R'000	R'000	R'000		
MACHINERY AND EQUIPMENT	3,952	-	-	-	3,952			
Transport assets	1,221	-	-	-	1,221			
Computer equipment	1,357	-	-	-	1,357			
Furniture and Office equipment	839	-	-	-	839			
Other machinery and equipment	535	-	-	-	535			
TOTAL CAPITAL ASSETS	3,952	-	-	-	3,952			

28.2 DISPOSALS OF TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007					
		Sold (cash) Cost R'000	Non-cash Fair Value R'000	Total Cost R'000	Cash Received Actual R'000
MACHINERY AND EQUIPMENT					
	Transport assets	200	-	200	-
	Computer equipment	253	-	253	-
	Furniture and Office equipment	43	-	43	-
	Other machinery and equipment	34	-	34	-
TOTAL					
		530	-	530	
28.3 MOVEMENT IN TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2006					
		Opening balance R'000	Additions R'000	Disposals R'000	Closing Balance R'000
MACHINERY AND EQUIPMENT					
	Transport assets	754	-	-	754
	Computer equipment	5,201	2,180	555	6,826
	Furniture and Office equipment	4,653	3,818	497	7,974
	Other machinery and equipment	2,313	1,078	-	3,391
TOTAL TANGIBLE ASSETS					
		12,921	7,076	1,052	18,945

29 Intangible Capital Assets						
MOVEMENT IN INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007						
	Opening balance Cost R'000	Current Year Adjustments to prior year balances Cost R'000	Additions Cost R'000	Disposals Cost R'000		Closing balance Cost R'000
COMPUTER SOFTWARE	1,326	(740)	253			839
TOTAL INTANGIBLE ASSETS	1,326	(740)	253	-		839
EXPLANATION OF CURRENT YEAR ADJUSTMENTS TO PRIOR YEAR BALANCES: This adjustment has been necessitated by a need to correctly classify expenditure on software and ensure that the opening balance does not include items which would be classified as goods and services.						
29.1 ADDITIONS TO INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007						
	Cash Cost R'000	Non-cash Fair Value R'000	(Development work in progress - current costs) Cost R'000	Received current year, not paid (Paid current year, received prior year) Cost R'000		Total Cost R'000
CAPITALISED DEVELOPMENT COSTS						-
COMPUTER SOFTWARE	253					253
MASTERHEADS AND PUBLISHING TITLES						-
PATENTS, LICENSES, COPYRIGHT, BRAND NAMES, TRADEMARKS						-
RECIPES, FORMULAE, PROTOTYPES, DESIGNS, MODELS						-
SERVICES AND OPERATING RIGHTS						-
OTHER INTANGIBLES						-
TOTAL	253	-	-	-		253
29.2 DISPOSALS OF INTANGIBLE CAPITAL ASSETS PE ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2007						
	Sold Cost R'000	Non-cash Fair Value R'000	Total Cost R'000	Cash Received Actual R'000		-
COMPUTER SOFTWARE	-		-	-		-
TOTAL	-	-	-	-		-
29.3 CAPITAL INTANGIBLE ASSET MOVEMENT SCHEDULE FOR THE YEAR ENDED 31 MARCH 2006						
	Opening balance Cost R'000	Additions Cost R'000	Disposals Cost R'000	Closing balance Cost R'000		
COMPUTER SOFTWARE	1,224	102	-	1,326		
TOTAL INTANGIBLE ASSETS	1,224	102	-	1,326		

ANNEXURE 1A										
STATEMENT OF CONDITIONAL GRANT PAID TO PROVINCES										
NAME OF PROVINCE/ GRANT	GRANT ALLOCATION				TRANSFERS		SPENT			2005/06
	Division of Revenue Act R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Transferred %	Amount received by department R'000	Amount spent by department R'000	% of available funds spent by department %	Division of Revenue Act R'000
Housing Subsidy Grant										
Eastern Cape	761,994	-	(85,294)	676,700	676,700	100.0%	676,700	636,699	94.1%	581,218
Free State	522,601	-	6,028	528,629	522,601	98.9%	522,601	518,962	99.3%	398,618
Gauteng	1,757,666	-	-	1,757,666	1,757,666	100.0%	1,757,666	1,759,822	100.1%	1,340,675
Kwa Zulu Natal	1,048,376	-	-	1,048,376	1,048,376	100.0%	1,048,376	1,074,515	102.5%	799,659
Limpopo	521,331	-	100,236	621,567	521,331	83.9%	521,331	605,307	117.0%	397,650
Mpumalanga	421,002	-	(59,069)	361,933	361,933	100.0%	361,933	329,949	91.2%	321,123
Northern Cape	104,774	-	-	104,774	104,774	100.0%	104,774	104,714	99.9%	79,917
North West	613,405	-	86,510	699,915	697,419	99.6%	697,419	696,544	99.5%	467,880
Western Cape	598,800	-	399,343	998,143	987,006	98.9%	987,006	768,921	77.9%	456,740
Total	6,349,949	-	447,754	6,797,703	6,677,806	98.2%	6,677,806	6,495,433	97.3%	4,843,480
<p>An amount of R144,363,000 was saved on the Conditional Grant. The saving is as a result of the Provincial Government of Eastern Cape and Mpumalanga surrendered part of their allocation. Section 30 (1) (c) It is certified that all funds were deposited in the primary accounts in terms of the Practice Note issued by the National Treasury. Section 30 (1) (d) The National Transferring Officer did not utilise nor retained any of the grant funds for administration purposes.</p>										

ANNEXURE 1B										
STATEMENT OF UNCONDITIONAL GRANTS AND TRANSFERS TO MUNICIPALITIES										
NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER		SPENT			2005/06
	Amount R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Amount received by municipality R'000	Amount spent by municipality R'000	% of available funds spent by municipality %	Total Available R'000
TAXES AND COMPULSORY FEES -										
MUNICIPALITIES:										
RSCL: TSHWANE										
METROPOLITAN	54			54	54	100.0%			0.0%	189
										-
TOTAL	54	-	-	54	54		-	-		189
Regional Service Council Levies: Gauteng										

ANNEXURE 1C							
STATEMENT OF TRANSFERS TO DEPARTMENTAL AGENCIES AND ACCOUNTS							
DEPARTMENTS/ AGENCY/ACCOUNT	TRANSFER ALLOCATION				TRANSFER		2005/06
	Adjusted Appropriation Act R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Final Appropriation Act R'000
SERVCON	35,000	-	-	35,000	35,000	100.0%	42,179
SOCIAL HOUSING FOUNDATION	126,455	-	-	126,455	126,455	100.0%	20,578
NURCHA	21,000	-	-	21,000	21,000	100.0%	23,500
PHPT	1,000	-	-	1,000	1,000	100.0%	5,000
THUBELISHA HOMES	45,983	-	-	45,983	45,982	100.0%	57,700
NATIONAL HOUSING FINANCE CORPORATION	1	-	-	1	-	-	1
TOTAL	229,439	-	-	229,439	229,437		148,958

ANNEXURE 1D									
STATEMENT OF TRANSFERS/SUBSIDIES TO PUBLIC CORPORATIONS AND PRIVATE ENTERPRISES									
(NAME OF PUBLIC CORPORATION /PRIVATE ENTERPRISE)	TRANSFER ALLOCATION				EXPENDITURE				2005/06
	Adjusted Appropriation Act R'000	Roll Overs Total R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Capital R'000	Current R'000	Total Available R'000
Public Corporations PHASING OUT OF SUBSIDY SCHEME	-	-	-	-	-	0.0%	-	-	1
Sub Total	-	-	-	-	-		-	-	1
Private Enterprises									
Sub Total	-	-	-	-	-		-	-	-
TOTAL	-	-	-	-	-		-	-	1

ANNEXURE 1E								
STATEMENT OF TRANSFERS TO FOREIGN GOVERNMENT AND INTERNATIONAL ORGANISATIONS								
FOREIGN GOVERNMENT/ INTERNATIONAL ORGANISATION	TRANSFER ALLOCATION				EXPENDITURE		2005/06	
	Adjusted Appropriation Act R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Final Appropriation Act R'000	
Transfers								
HABITAT	73	-	-	73	73	100.0%	69	
Total	73	-	-	73	73		69	

ANNEXURE 1F							
STATEMENT OF TRANSFERS/SUBSIDIES TO NON-PROFIT INSTITUTIONS							
NON PROFIT INSTITUTIONS	TRANSFER ALLOCATION				EXPENDITURE		2005/06
	Adjusted Appropriation Act R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Final Appropriation Act R'000
Transfers							
ESKOM CONVENTION CENTRE (Orphan and Vulnerable Children (OVC) Conference	-	-	80	80	74	92.5%	-
TOTAL	-	-	80	80	74		
ANNEXURE 1G							
STATEMENT OF TRANSFERS/SUBSIDIES TO HOUSEHOLDS							
HOUSEHOLD	TRANSFER ALLOCATION				EXPENDITURE		2005/06
	Adjusted Appropriation Act R'000	Roll Overs R'000	Adjustments R'000	Total Available R'000	Actual Transfer R'000	% of Available Funds Transferred %	Final Appropriation Act R'000
S DIKENI GIFTS	88	88	-	88	88	100.0%	-
LEAVE GRATUITY H V BRAKEL	157	157	-	157	157	100.0%	296
BURSARIES CAPACITY BUILDING	-	-	-	-	-	0.0%	37
	-	-	-	-	-	0.0%	135
Total	245	245	-	245	-		468
ANNEXURE 1H							
STATEMENT OF LOCAL AND FOREIGN AID ASSISTANCE RECEIVED FOR THE YEAR ENDED 31 MARCH 2007							
NAME OF DONOR	PURPOSE	OPENING BALANCE R'000	REVENUE R'000	EXPENDITURE R'000	CLOSING BALANCE R'000		
Received in cash							
European Union			24,999	24,999			
Netherlands			1,076	1,076			
Subtotal			26,075	26,075			
Received in kind Subtotal			-	-			
			26,075	26,075			

ANNEXURE 2A									
STATEMENT OF FINANCIAL GUARANTEES ISSUED AS AT 31 MARCH 2007 - LOCAL									
Guarantor institution	Guarantee in respect of Motor Vehicles	Original Guaranteed capital amount	Opening Balance 01/04/2006	Guarantee Draw downs during the year	Guarantee repayments/ cancelled/ reduced/ released during the year	Currency Revaluations	Closing Balance 31/03/2007	Guaranteed interest outstanding 31/03/2007	Realised losses not recoverable, i.e. claims paid out
		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
STANDARD BANK	Motor Vehicles	449	241	133	82		292	-	-
Sub Total		449	241	133	82	-	292	-	-
	Housing								
STANDARD BANK OF S.A. LIMITED	Housing	90	90	-	-	-	90		
NEDBANK LIMITED	Housing	165	165	21	-	-	186		
FIRSTSTRAND BANK LIMITED: FIRST NA	Housing	52	52	-	24	-	28		
ABSA	Housing	199	199	-	-	-	199		
OLD MUTUAL FINANCE LIMITED	Housing	6	6	-	-	-	6		
PEOPLES BANK LIMITED (FORMER FBC	Housing	14	14	-	14	-	-		
NEDBANK LTD INCORPORATING NB	Housing	16	16	-	16	-	-		
FIRST RAND BANK LTD (FNB - FORMER	Housing	75	75	36	53	-	58		
OLD MUTUAL BANK DIV. OF NEDBANK	Housing	37	37	-	30	-	7		
Sub Total		654	654	57	137	-	574	-	-
	Other								
SERVCON	Other	19,969	19,969		19,969				
Total		21,072	20,864	190	20,188	-	866	-	-