

Represented Political Parties' Fund

Annual Report 2009/2010





SOUTH AFRICA

ELECTORAL COMMISSION

Report regarding the Management and Administration of the

Represented Political Parties' Fund

**during the financial year 1 April 2009 to 31 March 2010 in terms of
Section 8 of the Public Funding of Represented Political Parties Act, 1997
(Act 103 of 1997)**



SOUTH AFRICA

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Management and Administration

The Public Funding of Represented Political Parties Act, 1997 (hereafter referred to as the Act) determined that the financial year of the Fund will run from 1 April of every year until 31 March in the following year.

The Chief Electoral Officer, subject to the direction of the Commission, is responsible for the management and administration of the Fund and is its Accounting Officer and Chief Executive Officer.

For each financial year the Commission must have records kept of moneys received by/or accruing to the Fund, allocations made/and payments therefrom and of expenditure arising from the allocation of moneys and a current record of the capital and liabilities of the Fund.

Allocations to parties are made in accordance with the prescribed formula. A number of purposes for which such moneys may not be used by parties, is set out in the Act.

The manner in which parties have to deal with and account for moneys allocated to them, is set out in the Act. At the end of each financial year every party must prepare a statement showing the amount received and the purposes for which it was spent and have the statement and its books of records of accounts audited. The auditor must express an opinion as to whether the allocated moneys were spent for purposes not authorised by the Act.

The auditor's report and the audited statements must be submitted to the Commission.

Particulars of allocations made to represented political parties in respect of the 2009/2010 financial year are included in this report.

Extracts from the financial statements of represented political parties, as they were filed with the Commission, are published in this report.

The Auditor-General's report is unqualified but draws attention in paragraph 14 to the non-compliance with the relevant legislation by various political parties in respect of their financial statements.

The Commission expresses its appreciation to the accounting officers of all the political parties for their co-operation.



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**Allocations to
Represented
Political Parties**



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ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2010

R92 914 924.00 was available to the nineteen Represented Political Parties, as follows:

83 623 431 Proportional (90%)
9 291 492 Equitable (10%)

TABLE 1: TOTAL NUMBER OF MEMBERS - REPRESENTATION

LEGISLATURES

	NATIONAL ASSEMBLY	WESTERN CAPE	LIMPOPO	EASTERN CAPE	GAUTENG	KWAZULU NATAL	NORTHERN CAPE	NORTH WEST	MPUMALANGA	FREE STATE	TOTAL
AFRICAN CHRISTIAN DEMOCRATIC PARTY	3	1	NIL	NIL	1	1	NIL	NIL	NIL	NIL	6
AFRICAN INDEPENDENT CONGRESS	NIL	NIL	NIL	1	NIL	NIL	NIL	NIL	NIL	NIL	1
AFRICAN NATIONAL CONGRESS	264	14	43	44	47	51	19	25	27	22	556
AFRICAN PEOPLE'S CONVENTION	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
AZANIAN PEOPLE'S ORGANISATION	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
CONGRESS OF THE PEOPLE	30	3	4	9	6	1	5	3	1	4	66
DEMOCRATIC ALLIANCE	67	22	2	6	16	7	4	3	2	3	132
FREEDOM FRONT PLUS	4	NIL	NIL	NIL	1	NIL	NIL	NIL	NIL	1	6
INDEPENDENT DEMOCRATS	4	2	NIL	NIL	1	NIL	2	NIL	NIL	NIL	9
INKATHA FREEDOM PARTY	18	NIL	NIL	NIL	1	18	NIL	NIL	NIL	NIL	37
MINORITY FRONT	1	NIL	NIL	NIL	NIL	2	NIL	NIL	NIL	NIL	3
PAN AFRICANIST CONGRESS	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
UNITED CHRISTIAN DEMOCRATIC PARTY	2	NIL	NIL	NIL	NIL	NIL	NIL	2	NIL	NIL	4
UNITED DEMOCRATIC MOVEMENT	4	NIL	NIL	3	NIL	NIL	NIL	NIL	NIL	NIL	7
TOTAL	400	42	49	63	73	80	30	33	30	30	830
NUMBER OF PARTIES		5	3	5	7	6	4	4	3	4	

REPRESENTED POLITICAL PARTIES

ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2010 (continued)

TABLE 2: TRANSFER EFFECTED TO THE REPRESENTED POLITICAL PARTIES																
	NATIONAL ASSEMBLY		PROVINCIAL LEGISLATURE		TOTAL		PAID APR-09		PAID JUL-09		PAID OCT-09		PAID JAN-10		TOTAL PAID	
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R
AFRICAN CHRISTIAN DEMOCRATIC PARTY	604,506.73	694,958.35			1 299 465.09	324,866.27	324,866.27	324,866.27	324,866.27	324,866.27	324,866.27	324,866.27	324,866.27	324,866.27	1 299 465.09	
AFRICAN INDEPENDENT CONGRESS	100,751.12	272,262.33			373 013.46	93,253.36	93,253.36	93,253.36	93,253.36	93,253.36	93,253.36	93,253.36	93,253.36	93,253.36	373 013.46	
AFRICAN NATIONAL CONGRESS	56,017,623.84	2,038,623.39			58 056 247.23	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	14,514,061.81	58 056 247.23	
AFRICAN PEOPLE'S CONVENTION	100,751.12	-			100 751.12	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	100 751.12	
AZANIAN PEOPLE'S ORGANISATION	100,751.12	-			100 751.12	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	25,187.78	100 751.12	
CONGRESS OF THE PEOPLE	6,649,574.05	2,038,623.39			8 688 197.45	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	2,172,049.36	8 688 197.45	
DEMOCRATIC ALLIANCE	13,299,148.11	2,038,623.39			15 337 771.50	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	3,834,442.87	15 337 771.50	
FREEDOM FRONT PLUS	604,506.73	387,402.75			991 909.49	247,977.37	247,977.37	247,977.37	247,977.37	247,977.37	247,977.37	247,977.37	247,977.37	247,977.37	991 909.49	
INDEPENDENT DEMOCRATS	906,760.10	568,910.98			1 475 671.08	368,917.77	368,917.77	368,917.77	368,917.77	368,917.77	368,917.77	368,917.77	368,917.77	368,917.77	1 475 671.08	
INKATHA FREEDOM PARTY	3,727,791.51	513,450.13			4 241 241.65	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	1,060,310.41	4 241 241.65	
MINORITY FRONT	302,253.37	288,108.29			590 361.66	147,590.41	147,590.41	147,590.41	147,590.41	147,590.41	147,590.41	147,590.41	147,590.41	147,590.41	590 361.66	
PAN AFRICANIST CONGRESS	100,751.12	-			100 751.12	-	-	-	-	-	-	-	-	-	-	
UNITED CHRISTIAN DEMOCRATIC PARTY	403,004.49	178,267.00			581 271.49	145,317.87	145,317.87	145,317.87	145,317.87	145,317.87	145,317.87	145,317.87	145,317.87	145,317.87	581 271.49	
UNITED DEMOCRATIC MOVEMENT	705,257.85	272,262.33			977 520.19	244,380.05	244,380.05	244,380.05	244,380.05	244,380.05	244,380.05	244,380.05	244,380.05	244,380.05	977 520.19	
TOTALS	83 623 431.27	9 291 492.36			92 914 923.64											

REPRESENTED POLITICAL PARTIES

EXPENDITURE BY REPRESENTED POLITICAL PARTIES for the year ended 31 March 2010

	African Christian Democratic Party (ACDP)		African Independent Congress (AIC)		African National Congress (ANC)		African People's Convention (APC)		Azanian People's Organisation (AZAPO)		Congress of the People (COPE)		Democratic Alliance (DA)		Freedom Front Plus (FF)		Independent Democrats (ID)		Inkatha Freedom Party (IFP)		Minority Front (MF)		Pan Africanist Congress (PAC)*		United Christian Democratic Party (UCDP)		United Democratic Movement (UDM)		Total	
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	
Allocations for the year		373 013	58 056 247	100 751	100 751	8 688 197	15 337 772	991 909	1 475 671	4 241 242	590 362	100 751	581 271	977 520	92 914 922															
Unspent amount i.r.o. 2008/2009		-	-	-	-	-	-	-	-	-	-	-	-	(459)	(71 432)															
Amount unaccounted for i.r.o. 2008/2009		-	-	(22 673)	-	-	-	-	-	-	-	-	-	-	(22 673)															
Total paid		373 013	58 056 247	78 078	100 751	8 688 197	15 337 772	991 909	1 475 671	4 241 242	590 362	581 271	977 061	92 720 066																
Less: Total Expenditure		(359 424)	(58 276 367)	(76 773)	(100 453)	(7 799 048)	(15 412 221)	(833 641)	(2 364 207)	(4 212 898)	(562 638)	(576 004)	(975 899)	(92 788 624)																
Personnel expenditure		5 035	41 676 647	1 000	23 578	1 323 889	10 379 608	280 513	674 288	1 664 211	57 850	380 078	-	56 864 663																
Accommodation expenditure		-	1 707 219	773	-	301 411	-	15 368	-	-	-	-	-	2 026 464																
Travel expenditure		4 200	2 439 821	-	-	864 200	753 806	44 873	-	588 221	-	-	-	4 777 841																
Arrangements of meetings and rallies		39 135	1 917 229	-	-	3 368 775	7 763	97 399	-	209 720	-	-	130 000	5 850 226																
Administrative expenditure		236 383	9 637 349	-	76 875	661 546	4 271 044	321 350	349 574	1 517 210	156 980	195 926	25 282	17 848 810																
Promotion and publications		74 671	630 335	75 000	-	1 224 642	-	74 138	1 340 345	201 057	290 216	-	820 617	5 008 197																
Fixed asset expenditure		-	267 767	-	-	54 585	-	-	-	32 479	57 592	-	-	412 423																
Unspent money at the end of year		13 589	(220 120)	1 305	298	889 149	(74 449)	158 268	(888 536)	28 344	27 724	-	1 162	(68 558)																
Plus: Interest and other income received		-	13 858	-	-	25 130	77 160	2 700	4 295	2 430	-	-	-	133 563																
Surplus/(deficit) for the year		13 589	(206 262)	1 305	298	914 279	2 711	160 968	(884 241)	30 774	27 724	-	1 162	65 005																

Notes:

- Two political party failed to submit audit report and audited annual financial statements for the year ending 31 March 2010 within the statutory deadline (on or before 30 June 2010) as prescribed in section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are APC and AIC
- Two political parties financial statements did not comply with the disclosure requirements as set out in section 6 (3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulations, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: IFP and MF.
- One political party was not funded during the 2009/2010 due to failure to submit the audited financial statements in respect of 2007/2008 and 2008/2009. The party is PAC
- One political party failed to open separate Bank Account. The party is COPE

* Party's funding suspended during financial year 2009/2010



SOUTH AFRICA



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Extracts Of The Represented Political Parties' Statements

Published In This Report As Filed With Commission



SOUTH AFRICA

REPRESENTED POLITICAL PARTY



AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Non-Current assets			
Property, plant and equipment	2	<u>29 651</u>	<u>53 064</u>
Current assets			
Trade and other receivables	3	15 719	88 601
Cash and cash equivalents	4	<u>123 980</u>	<u>22</u>
		<u>139 699</u>	<u>88 623</u>
Total assets		<u>169 350</u>	<u>141 687</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Retained earnings		<u>121 468</u>	<u>124 037</u>
Current liabilities			
Trade and other creditors	5	<u>47 882</u>	<u>17 650</u>
Total equity and liabilities		<u>169 350</u>	<u>141 687</u>

Certified by Accounting Officer:

Mr. S.N. Swart

Audited by:

PriceWaterhouseCoopers

Audit Opinion:

Qualified

CASH FLOW STATEMENT for the year ended 31 March 2010

	Notes	2010 R	2009 R
Cash flow from operating activities			
Cash flow from operating activities	11	<u>119 369</u>	<u>(278 869)</u>
Cash flow from investing activities			
Acquisition of fixed assets		(6 000)	(20 935)
Scrapping of fixed assets		2 651	-
Interest received		<u>7 990</u>	<u>29 734</u>
Net cash generated/(used) in investing activities		<u>4 641</u>	<u>8 799</u>
Net (decrease)/increase in cash and cash equivalents		124 011	(270 070)
Cash and cash equivalents at beginning of year		<u>(29)</u>	<u>270 041</u>
Cash and cash equivalents at end of year	4	<u>123 981</u>	<u>(29)</u>

REPRESENTED POLITICAL PARTY



AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
INCOME		
Allocation from fund	1 228 492	2 177 425
Interest received	<u>7 990</u>	<u>29 734</u>
	1 236 482	2 207 159
Less: EXPENSES	1 239 051	2 373 529
Accommodation	1 693	1 050
Arrangements of meetings and rallies	80 205	249 452
Meals and refreshments	484	46 608
Rent – conference venues	59 721	112 414
Rent- equipment	-	1 100
Security	20 000	-
Travel	-	23 400
Training workshops	-	65 930
	<u>399 291</u>	<u>577 453</u>
Administration		
Audit fees	36 265	23 370
- audit fees current year	28 215	23 370
- under provision previous year	8 050	-
Bad Debts	5 645	-
Bank charges	8 879	13 232
Cleaning materials	4 800	4 780
Courier services	1 199	2 353
Depreciation	26 762	39 657
Insurance	5 606	5 076
Membership and licenses	-	178
Rental	148 253	206 983
- Head office	64 086	57 540
- Provincial office	36 252	95 706
- Other office space	17 931	14 400
- Office equipment	29 984	39 337
Repairs and maintenance	8 449	15 232
Stationery	13 944	63 062
Telephone and postage	97 073	170 139
Loss on scrapped assets	2 651	-
Water and electricity, rates and taxes	39 765	33 391

REPRESENTED POLITICAL PARTY

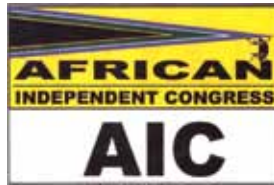


AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

INCOME STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
Promotions and publications	277 176	650 247
Advertisements	70 441	194 618
Entertainment expenditure	366	1 092
Printing	199 000	311 823
Promotions	7 369	142 714
Personnel Expenditure	397 966	579 471
Salaries	375 969	551 691
Skills Development Levy	4 285	5 673
Telephone allowance	13 427	16 434
Unemployment Insurance fund	4 285	5 673
Travel	82 720	315 856
Net loss for the year	<u>(2 569)</u>	<u>(166 370)</u>

REPRESENTED POLITICAL PARTY



AFRICAN INDEPENDENT CONGRESS (AIC)

BALANCE SHEET as at 31 March 2010

	Notes	2010
ASSETS		
Non-current assets		
Furniture and office equipment	4	23 522
Current assets		
Cash and cash equivalents		<u>13</u>
Total assets		<u>23 535</u>
CAPITAL ACCOUNT AND LIABILITIES		
Capital Account		
Surplus for the year		13 590
Current liabilities		
Accounts payables		<u>9 945</u>
TOTAL EQUITY AND LIABILITIES		<u>23 535</u>

Certified by Accounting Officer:

Audited by:

Audit Opinion:

Mr MP Galo

Nicholson & Company

Unqualified

REPRESENTED POLITICAL PARTY



AFRICAN INDEPENDENT CONGRESS (AIC)

INCOME STATEMENT for the year ended 31 March 2010

	Note	2010 R
INCOME		
Grants received - IEC		373 014
EXPENDITURE		
		(359 424)
Personnel Expenses		
Staff stipends		5 035
Travel		
Car hire		4 200
Petrol		4 000
		200
Arrangement of Meetings and Rallies		
Hire of hall		39 135
Conference facilities		150
Hire of taxis and other transport		4 785
Catering		22 000
		12 200
Administrative		
Auditor's Remuneration	3	236 383
Bank charges		9 945
Depreciation	4	2 074
Electricity		811
Legal expenses		2 050
Office rentals		135 743
Telephone, faxes and photocopies		85 760
		0
Promotions and Publications		
T-shirts		74 671
Posters		42 000
		32 671
Surplus for the year		13 590

REPRESENTED POLITICAL PARTY



AFRICAN NATIONAL CONGRESS (ANC)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Non-current assets			
Furniture and equipment	3	630 423	851 526
Intangible assets	4	23 809	70 473
Current assets			
Cash and cash equivalents	5	7 167	4 395
Trade and other receivables	6	-	30 865
Total assets		661 399	957 259
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		491 399	697 661
Current liabilities			
Trade and other payables	7	170 000	259 598
TOTAL EQUITY AND LIABILITIES		661 399	957 259

Certified by Accounting Officer:

Mr. M Phosa

Audited by:

Deloitte & Touche

Audit opinion:

Unqualified

CACH FLOW STATEMENT for the year ended 31 March 2010

	Notes	2010 R	2009 R
OPERATING ACTIVITIES			
Cash received from the Independent Electoral Commission		58 056 247	61 113 511
Cash paid to suppliers and employees		(58 067 333)	(61 741 564)
Cash (utilised in)/generated by operations	8	(11 086)	(628 053)
Interest received		13 858	47 293
Net cash generated from (utilised in) operating activities		2 772	(580 760)
INVESTING ACTIVITIES			
Additions to furniture and equipment		-	(59 702)
Net cash utilised in investing activities		-	(59 702)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of year		4 395	644 857
CASH AND CASH EQUIVALENTS AT END OF YEAR	5	7 167	4 395

REPRESENTED POLITICAL PARTY



AFRICAN NATIONAL CONGRESS (ANC)

INCOME STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
INCOME	58 070 105	61 160 804
Grants received	58 056 247	61 113 511
Interest received	13 858	47 293
EXPENDITURE	58 276 367	60 823 713
Personnel expenditure		
Salaries	41 676 647	33 103 568
Accommodation expenditure		
Accommodation and meals	1 707 219	2 219 589
Travel expenses	2 439 821	3 881 251
Air travel – local	1 796 428	2 494 430
Air travel – international	59 851	1 124 425
Subsistence allowance – local	-	130
Private transport – reimbursement	-	2 642
Parking fees and toll roads	-	174
Car rental	583 542	259 450
Arrangement of meeting and rallies	1 917 229	5 376 959
Catering	-	1 719 034
Hiring - buses and taxis	1 686 148	562 084
- conference venues	-	1 909 700
Hiring wire fence	99 180	-
Decorations	-	493 566
Equipment rentals – public addressing	-	332 736
Equipment rentals – other	131 901	148 200
Training	-	211 639

REPRESENTED POLITICAL PARTY



AFRICAN NATIONAL CONGRESS (ANC)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
EXPENDITURE (continued)		
Administrative – general	8 604 754	8 610 125
Cleaning	806 963	797 030
Communication expenses - cell phones	912 411	689 779
- telephone fax modem	2 872 836	1 237 674
Consultation fees	264 756	1 482 800
Courier services	62 754	219 834
Maintenance and repairs - buildings	207 550	90 644
- motor vehicles	18 404	16 848
Security services	3 026 131	3 189 055
Server expenses	-	318 783
Stationery	209 013	201 510
Website maintenance	223 936	366 168
Administrative – other	1 032 595	965 273
Audit costs – Independent Electoral Commission	226 180	167 600
Bank charges	986	1 678
Fuel	-	14 679
Improvement on Property	-	114 000
Internet Maintenance	77 905	3 221
Interest Paid	-	153
Legal costs	58 128	-
Renewal of Licenses	45 964	30 096
Rental - office plant	10 230	56 257
- parking	251 888	230 400
Services rendered	57 353	322 634
Staff training	-	2 180
Subscription fees	30 865	22 375
Office Catering	212 387	-
Rental-Office Equipment	60 709	-

REPRESENTED POLITICAL PARTY



AFRICAN NATIONAL CONGRESS (ANC)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
EXPENDITURE (continued)		
Promotions and publications	630 335	6 388 117
Advertisements - other	3 000	2 000 000
Advertisements - Newspapers	40 695	3 232 000
Books/magazines	-	-
Hire of sound system	118 058	61 929
Photographic costs	47 937	3 420
Press conference and media	144 073	194 105
Printing and production - books	-	8 883
- pamphlets	276 572	708 875
- posters	-	90 216
Depreciation and amortisation	<u>267 767</u>	<u>278 831</u>
(Deficit)/Surplus for the year	<u>(206 262)</u>	<u>337 091</u>

REPRESENTED POLITICAL PARTY



AFRICAN PEOPLES CONVENTION (APC)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Current assets			
Cash and cash equivalents	5	<u>4 340</u>	<u>3 035</u>
Total assets		<u>4 340</u>	<u>3 035</u>
EQUITY AND LIABILITIES			
Accumulated funds		<u>4 340</u>	<u>3 035</u>
Total equity and liabilities		<u>4 340</u>	<u>3 035</u>

Certified by Accounting Officer:

Ms. M Lethale

Audited by:

Mokwena & Partners

Audit Opinion:

Unqualified

CACH FLOW STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
Cash flows from operating activities		
Cash receipts from the IEC and other receipts	78 078	894 153
Cash paid to suppliers and employees	<u>(76 773)</u>	<u>(918 675)</u>
Cash generated/ (utilised) by operations	<u>1 305</u>	<u>(24 522)</u>
Net cash flows from operating activities	<u>1 305</u>	<u>(24 522)</u>
Cash flows from investing activities		
Net cash generated/(used) by investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Net cash generated by financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	1 305	(24 522)
Cash and cash equivalents at beginning of year	<u>3 035</u>	<u>27 557</u>
Cash and cash equivalents at end of year	<u>4 340</u>	<u>3 035</u>

REPRESENTED POLITICAL PARTY



AFRICAN PEOPLES CONVENTION (APC)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
REVENUE	78 078	894 153
IEC allocation	78 078	894 153
EXPENSES	(76 773)	(918 775)
Accommodation	-	72 123
Administration	-	391 301
Arrangement of meetings and rallies	-	393 776
Personnel	1 000	3 200
Promotions and publications	75 000	-
Travel expenses	-	58 375
Bank charges	773	-
Operating (deficit)/surplus	<u>1 305</u>	<u>(24 622)</u>

REPRESENTED POLITICAL PARTY



AZANIAN PEOPLE'S ORGANISATION (AZAPO)

BALANCE SHEET as at 31 March 2010

	Note	2010 R	2009 R
ASSETS		298	288
Non-current assets		-	2
Tangible Assets		-	2
Current assets		298	286
Cash at Bank		298	288
Total assets		<u>298</u>	<u>288</u>
EQUITY AND LIABILITIES			
Capital and reserves		298	-
Accumulated Funds		298	-
Current liabilities			
Trade and other payables		-	-
Total equity and liabilities		<u>298</u>	<u>288</u>

Certified by Accounting Officer:

Audited by:

Audit Opinion:

Mr. RD Monnakgotla

Abakah & Co Chartered Accountants

Unqualified

REPRESENTED POLITICAL PARTY



AZANIAN PEOPLE'S ORGANISATION (AZAPO)

INCOME STATEMENT for the year ended 31 March 2010

	Note	2010 R	2009 R
TOTAL INCOME		100 751	95 786
Grant/Allocation received		100 751	95 786
LESS: EXPENDITURE		100 453	108 055
<u>Administration</u>		76 875	55 849
Audit fees		4 500	4 500
Accounting officer's fee		-	1 480
Bank charges		2 490	3 129
E-mail and internet service		1 960	2 520
Repairs to office equipment		259	3 174
Rent, water & lights		53 766	24 731
Rental of office equipment		8 485	-
Printing and stationery		-	270
Sundry		1 320	-
Telephones		4 095	16 045
<u>Personnel</u>		23 578	50 906
Salaries		23 578	50 906
<u>Travelling</u>		-	1 300
Local		-	1 300
NET SURPLUS/(DEFICIT) FOR THE YEAR		298	-12 269

REPRESENTED POLITICAL PARTY



CONGRESS OF THE PEOPLE (COPE)

BALANCE SHEET as at 31 March 2010

	Note(s)	2010 R
ASSETS		
Non-current assets		
Property plant and equipment	2	<u>198 863</u>
Current assets		
Cash and cash equivalents	3	<u>1 080 408</u>
Total assets		<u>1 279 271</u>
EQUITY AND LIABILITIES		
Equity		
Surplus Funds		<u>914 281</u>
Liabilities		
Current liabilities		
Trade and other payables	4	<u>364 990</u>
TOTAL EQUITY AND LIABILITIES		<u>1 279 271</u>

Certified by Accounting Officer:

Ms. H Ndude

Audited by:

Besalca Incorporated

Audit Opinion:

Unqualified

CASH FLOW STATEMENT for the year ended 31 March 2010

	Note(s)	2010 R
Cash flows from operating activities		
Cash generated from operations	7	1 308 726
Interest income		<u>25 130</u>
Net cash from operating activities		<u>1 333 856</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	2	<u>(253 448)</u>
Total cash movement for the 18 months		1 080 408
Cash at the beginning of the 18 months		<u>-</u>
Total Cash at the end of the 18 months	3	<u>1 080 408</u>

REPRESENTED POLITICAL PARTY



COPE
CONGRESS OF THE PEOPLE

CONGRESS OF THE PEOPLE (COPE)

INCOME STATEMENT for the year ended 31 March 2010

INCOME	8 713 328
Subsidy Income IEC	8 688 197
Interest Income	25 130
EXPENDITURE	7 799 047
Administration Expenses	661 546
Accounting Fees	49 700
Audit Fees	32 000
Bank charges	110 208
Cleaning	12 761
Computer Expenses	80 965
Telephone & Fax	375 912
Promotions and publications	1 224 642
Arrangement of meetings and rallies	3 368 775
Conferences	1 637 810
Consulting Fees	447 382
Security Services	424 478
Printing & Stationery	496 169
Catering	362 934
Salaries & Wages	1 323 889
Travel	864 200
Accommodation	301 411
Depreciation	<u>54 585</u>
Surplus for the year	<u>914 281</u>

REPRESENTED POLITICAL PARTY



DEMOCRATIC ALLIANCE (DA)

STATEMENT OF FINANCIAL POSITION as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	328	327
		328	327
Current Assets			
Other financial assets	3	-	1 0 000
Accounts receivable	4	8 482	-
Cash and cash equivalents		429 977	109 343
		438 459	119 343
Total Assets		438 787	119 670
EQUITY AND LIABILITIES			
Equity			
Accumulated deficit		(21 015)	(23 728)
Liabilities			
Current Liabilities			
Accounts payable	5	459 802	143 398
Total Equity and Liabilities		438 787	119 670

Certified by Accounting Officer:

Mr. J Moakes

Audited by:

BBR Van Der Grijp

Audit Opinion:

Unqualified

STATEMENT OF CASH FLOW for the year ended 31 March 2010

	Notes	2010 R	2009 R
Cash flows from operating activities			
Cash generated from operations	11	345 088	(291 449)
Interest income		77 160	51 175
Finance costs		-	(47)
Net cash from operating activities		422 248	(240 321)
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(111 614)	-
Repayments of other financial assets		10 000	-
Net cash from investing activities		(101 614)	-
Total cash movement for the year		320 634	(240 321)
Cash at beginning of the year		109 343	349 664
Total cash at end of the year	4	429 977	109 343

REPRESENTED POLITICAL PARTY



DEMOCRATIC ALLIANCE (DA)

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2010

	Notes	2010 R	2009 R
INCOME			
Grants received from Independent Electoral Commission	6	15 337 772	10 538 737
Interest received	8	77 160	51 175
	1.3	15 414 931	10 589 912
EXPENDITURE			
Personnel expenditure			
Insurance: UIF		69 082	35 130
Medical funds		307 739	187 460
Pension funds		374 716	278 733
Recruitment of staff		13 558	49 626
Salaries		9 005 917	5 196 012
Staff gifts		2 680	285
Staff training		605 916	87 901
		10 379 608	5 835 147
Travel Expenditure		753 806	739 867
Administrative expenditure			
Auditor's remuneration	10	37 934	24 624
Bank charges		9 554	6 857
Communication expenditure: telephone and fax		1 062 297	733 644
Consultancy fees		201 863	153 936
Courier and postage services		71 605	68 378
Depreciation		111 613	-
Finance costs		-	47
Internet		421 166	181 417
Loss on disposal of asset		-	1
Maintenance and repairs: building		628 883	72 791
Maintenance and repairs: computers		356 051	419 383
Maintenance and repairs: equipment		68 943	65 137
Newspapers, books and publications		27 863	50 963
Printing and stationery		79 914	331 972
Refreshments and sundries		38 588	52 162
Rent and electricity		484 492	638 462
Rental office equipment		572 362	1 341 932
Security expenses		12 666	7 649
Skills development levies		85 252	46 756
		4 271 044	4 196 111
Arrangement of meetings and rallies		7 763	10 251
Meetings and rallies		7 763	10 251
Total expenditure		15 412 220	10 781 375
Total Comprehensive income (deficit) for the year	7	2 711	(191 463)

REPRESENTED POLITICAL PARTY



FREEDOM FRONT PLUS (FF)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
NON-CURRENT ASSETS			
Equipment, furniture and motor vehicle	2	1	1
CURRENT ASSETS			
Cash and cash equivalents	3	26 598	20 223
TOTAL ASSETS		26 599	20 224
RESERVE AND LIABILITIES			
CAPITAL AND RESERVES			
Unutilized (loss) / surplus	4	(730)	(161 698)
CURRENT LIABILITIES			
Creditors		27 329	181 922
TOTAL RESERVE AND LIABILITIES		26 599	20 224

Certified by Accounting Officer:

Col PD Uys

Audited by:

Brink & Brink

Audit Opinion:

Unqualified

CACH FLOW STATEMENT for the year ended 31 March 2010

	Notes	2010 R	2009 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash (utilised) / generated from operations	8	3 679	(52 161)
Interest paid		(4)	-
Interest received		2 700	10 292
Net (decrease)/increase in cash and cash equivalents		6 375	(41 869)
Cash and cash equivalents at beginning of period		20 223	62 092
Cash and cash equivalents at end of year		26 598	20 223

REPRESENTED POLITICAL PARTY



FREEDOM FRONT PLUS (FF)

INCOME STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
INCOME		
Allocation from fund	991 909	1 496 340
EXPENDITURE		
<u>Administration costs</u>	833 637	1 730 423
- Audit fees	10 643	13 234
- Bank charges	1 682	1 653
- Computer expenses	1 859	-
- Insurances	13 705	9 745
- Maintenance & cleaning	11 364	11 586
- Rent of property, levies and municipal costs	46 906	59 497
- Staff teas and expenses	8 880	-
- Stationery, postage and couriers	2 685	12 700
- Subscriptions	37 772	23 813
- Telephone, fax & internet	52 784	128 709
Accommodation	15 368	7 980
Arrangement of meetings and rallies	97 399	56 249
Administration fees paid to branches	133 066	210 995
Legal fees	-	16 792
Personnel expenditure	280 513	560 632
Promotions and publications	74 138	448 057
Purchase of equipment	-	21 020
Travelling expenses	44 873	147 761
Surplus for the year/(shortage)	158 272	(234 083)
Plus Interest received	2 700	10 292
Less Interest paid	(4)	-
Net Surplus / (Shortage) for the year	<u>160 968</u>	<u>(223 791)</u>

REPRESENTED POLITICAL PARTY



INDEPENDENT DEMOCRATS (ID)

STATEMENT OF FINANCIAL POSITION as at 31 March 2010

	Note(s)	2010 R	2009 R
ASSETS			
Non-Current Assets			
Property plant and equipment	2	<u>43 456</u>	<u>76 048</u>
Current Assets			
Cash and cash equivalents	3	<u>429</u>	<u>-</u>
Total Assets		<u>43 885</u>	<u>76 048</u>
EQUITY AND LIABILITIES			
Equity			
Retained surplus		<u>(1 638 737)</u>	<u>(754 496)</u>
Liabilities			
Non-Current Liabilities			
Finance lease obligation	4	<u>62 622</u>	<u>89 494</u>
Current Liabilities			
Finance lease obligation	4	26 669	23 632
Trade and other payables	5	1 593 331	716 482
Bank overdraft	3	-	936
		<u>1 620 000</u>	<u>741 050</u>
Total Liabilities		<u>1 682 622</u>	<u>830 544</u>
Total Equity and Liabilities		<u>43 885</u>	<u>76 048</u>

Accounting Officer:

Mr. MH Hoosen

Audited by:

C2M Chartered Accountants

Audit Opinion:

Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2010

	Note(s)	2010 R	2009 R
Cash flow from operating activities			
Cash generated from operations	9	20 905	13 455
Interest income		<u>4 295</u>	<u>5 472</u>
Net cash from operating activities		<u>25 200</u>	<u>18 927</u>
Cash from financing activities			
Finance lease payments		<u>(23 835)</u>	<u>(20 217)</u>
Total cash movement for the year		1 365	(1 290)
Cash at the beginning of the year		<u>(936)</u>	<u>354</u>
Total cash at end of the year	3	<u>429</u>	<u>(936)</u>

REPRESENTED POLITICAL PARTY



INDEPENDENT DEMOCRATS (ID)

INCOME STATEMENT For the year ended 31 March 2010

	Note(s)	2010 R	2009 R
Revenue			
Represented Political Party Fund allocation		<u>1 475 671</u>	<u>1 249 562</u>
Other income			
Interest received	7	<u>4 295</u>	<u>5 472</u>
Operating expenses			
Administration		349 574	1 31 389
Arrangement of meetings and rallies		-	2 595
Personnel expenditure		674 288	1 058 331
Promotions and publications		<u>1 340 345</u>	<u>447 037</u>
		<u>2 364 207</u>	<u>1 639 352</u>
Surplus / (shortfall) for the year		<u>(884 241)</u>	<u>(384 318)</u>

REPRESENTED POLITICAL PARTY



INKATHA FREEDOM PARTY (IFP)

BALANCE SHEET as at 31 March 2010

	Note(s)	2010 R	2009 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	<u>324</u>	<u>322</u>
Current Assets			
Cash and cash equivalents	3	<u>30 267</u>	<u>-</u>
TOTAL ASSETS		<u>30 591</u>	<u>322</u>
EQUITY AND LIABILITIES			
EQUITY			
Accumulated profit (loss)		<u>30 591</u>	<u>(183)</u>
LIABILITIES			
Current Liabilities			
Bank overdraft	3	<u>-</u>	<u>505</u>
TOTAL EQUITY AND LIABILITIES		<u>30 591</u>	<u>322</u>

Certified by Accounting Officer:

Mr. K Worthington

Audited by:

Nolands Richmond Incorporated

Audit Opinion:

Unqualified

CACH FLOW STATEMENT for the year ended 31 March 2010

	Note(s)	2010 R	2009 R
Cash flows from operating activities			
Cash generated from operations	4	60 823	436 231
Interest income		<u>2 430</u>	<u>16 397</u>
Net cash from operating activities		<u>63 253</u>	<u>452 628</u>
Cash flows from investing activities			
Additions to property, plant and equipment	2	<u>(32 481)</u>	<u>(463 516)</u>
Net cash movement for the year		<u>30 772</u>	<u>(10 888)</u>
Cash and cash equivalents at the beginning of the year		<u>(505)</u>	<u>0 383</u>
Cash and cash equivalents at end of the year	3	<u>30 267</u>	<u>(505)</u>

REPRESENTED POLITICAL PARTY



INKATHA FREEDOM PARTY (IFP)

INCOME STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
Revenue	4 241 242	5 403 084
Operating expenses	<u>(4 212 898)</u>	<u>(5 437 675)</u>
Personnel expenditure	1 664 211	960 672
Salaries: employees	1 657 534	832 457
Pension contributions	-	105 365
Training: computer and other	6 677	22 850
Travel expenditure	588 221	821 497
Air travel – internal	44 895	136 573
Car rental	201 483	86 837
Fuel and maintenance	16 163	1 270
Hotel expenditure	255 388	448 553
Parking fees and toll roads	66 892	104 283
Public transport	3 400	43 981
Arrangement of meeting and rallies	209 720	714 132
Food and beverages	61 310	132 673
Hiring - conference venues	30 870	101 748
Hiring - buses and taxis	108 631	354 499
Renting equipment – public address	-	65 548
Renting equipment – other	2 300	16 853
Security	6 609	42 811

REPRESENTED POLITICAL PARTY



INKATHA FREEDOM PARTY (IFP)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
EXPENDITURE (continued)		
Administration expenditure	1 517 210	2 131 885
Auditors remuneration	25 685	34 236
Bank charges	6 181	5 830
Cleaning	-	11 889
Communication expenditure: telephone, fax, modem	169 051	126 510
Entertainment	8 708	77 122
Legal costs	193 811	776 726
Maintenance and repairs - buildings	62 700	5 641
Maintenance and repairs - computers	21 205	11 894
Maintenance and repairs - equipment	42 657	102 833
Maintenance and repairs - motor vehicles	42 581	19 994
Rent paid	44 032	526 646
Rental: office equipment	34 906	68 326
Stationery	113 727	192 867
Subscriptions	12 890	5 508
Utilities	739 076	165 863
Promotions and publications	201 057	345 997
Advertising	38 975	-
Printing and production: posters, books and pamphlets	76 530	201 978
Promotional T shirts, badges, keyrings and caps	85 552	144 019
Depreciation and amortisation	<u>32 479</u>	<u>463 492</u>
Operating profit (loss)	28 344	(34 591)
Investment revenue	<u>2 430</u>	<u>16 397</u>
Profit (loss) for the year	<u>30 774</u>	<u>(18 194)</u>

REPRESENTED POLITICAL PARTY



MINORITY FRONT (MF)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Non-current assets			
Equipment, furniture and motor vehicle	2	81	36
Current assets			
Receivables and prepayments	3	-	-
Cash and cash equivalents	4	44 893	-
		<u>44 893</u>	<u>-</u>
Total assets		<u>44 974</u>	<u>36</u>
RESERVE AND LIABILITIES			
Reserve			
Unutilised surplus/(Deficit)	5	(9 838)	(37 562)
Current liabilities			
Trade and other payables	6	54 811	37 542
Bank overdraft	4	-	55
		<u>54 811</u>	<u>37 598</u>
Total reserve and liabilities		<u>44 974</u>	<u>36</u>

Certified by Accounting Officer:

Audited by:

Audit Opinion:

Ms. S. Rajbansi
Logie Govender & Co
Unqualified

CASH FLOW STATEMENT for the year ended 31 March 2010

	Notes	2010 R	2009 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated/(utilised) from operations	8.1	97 915	(12 328)
Interest received		-	-
Interest paid		-	-
Net cash inflow/outflow from operating activities		97 915	(12 328)
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of equipment, furniture and motor vehicles		(52 967)	(10 223)
		<u>(52 967)</u>	<u>(10 223)</u>
Net increase/(decrease) in cash and cash equivalents		44 948	(22 551)
Cash and cash equivalent at beginning of period		(55)	22 496
Cash and cash equivalent at end of year		<u>44 893</u>	<u>(55)</u>

REPRESENTED POLITICAL PARTY



MINORITY FRONT (MF)

INCOME STATEMENT for the year ended 31 March 2010

	2010 R	2009 R
INCOME	590 362	617 921
Allocation from Fund	590 362	617 921
EXPENDITURE	562 638	642 173
Personnel expenditure	57 850	35 200
Salaries: Employees	57 850	35 200
Administrative expenditure	156 980	130 168
Communication expenditure: Telephone, fax, modem	20 796	18 437
Communication expenditure: Cell phones	13 625	18 380
Maintenance and repairs: furniture	7 970	-
Stationery	-	22 618
Entertainment expenditure: Meetings and rallies	22 134	10 450
Audit cost	15 390	15 390
Bank charges	5 595	2 944
Overdraft fees	1	-
Workshops	50 590	11 250
Accounting fees	1 880	1 710
Social services	-	2 000
Rental – Provincial office	18 999	26 988
Promotion and publications	290 216	466 592
Advertisement – Newspapers	84 435	202 688
Advertisement – Other	56 787	57 049
Promotions – T shirts, caps, flags	-	2 280
Promotional material	5 780	61 800
Printing and production of advertisements	143 214	142 774
Fixed assets written down	57 592	10 213
Surplus/(deficit) for the Year	<u>27 724</u>	<u>(24 252)</u>

REPRESENTED POLITICAL PARTY



PAN AFRICANIST CONGRESS OF AZANIA (PAC)

AUDITED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

Funding suspended during 2009/2010

REPRESENTED POLITICAL PARTY



UNITED CHRISTIAN DEMOCRATIC PARTY (UCDP)

STATEMENT OF FINANCIAL POSITION as at 31 March 2010

	Note	2010 R	2009 R
ASSETS			
Non-current assets			
Equipment, furniture and fittings	2	48	48
Current assets			
Cash and cash equivalents	3	2 986	575
Total Assets		<u>3 034</u>	<u>623</u>
RESERVE AND LIABILITIES			
Reserve			
Unutilised deficit	4	3 034	(2 233)
Current liabilities			
Trade and other payables	5	-	2 856
Total Reserve and Liabilities		<u>3 034</u>	<u>623</u>

Certified by Accounting Officer:

Mr. IR Mahuma

Audited by:

Walker Daly Incorporated

Audit Opinion:

Unqualified

STATEMENT OF CACHFLOWS for the year ended 31 March 2010

	Note	2010 R	2009 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated by operations	8.1	<u>2 411</u>	<u>(205)</u>
NET CASH FLOW FROM OPERATING ACTIVITIES		<u>2 411</u>	<u>(205)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		2 411	(205)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		<u>575</u>	<u>780</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u>2 986</u>	<u>575</u>

REPRESENTED POLITICAL PARTY



UNITED CHRISTIAN DEMOCRATIC PARTY (UCDP)

STATEMENT OF INCOME AND EXPENSES for the year ended 31 March 2010

	2010	2009
	R	R
INCOME	581 271	744 194
Allocation from fund	581 271	744 194
EXPENDITURE	576 004	744 086
Personnel expenditure	380 078	388 332
- Salaries employees	351 516	349 654
- Pay as you earn (PAYE)	22 313	30 122
- Casual wages	-	1 260
- Unemployment Insurance Fund (UIF)	6 249	7 296
Travel expenditure	-	34 593
- Pool vehicles	-	34 593
Administrative expenditure	195 926	254 816
- Communication expenditure: Telephone, fax, modem	76 055	66 985
- Courier services	9 130	5 010
- Insurances	-	15 440
- Interest paid	-	1
- Maintenance and repairs: Equipment	547	12 271
- Maintenance and repairs: Computer	2 485	14 949
- Stationery	6 774	29 333
- Entertainment expenditure	19 180	3 631
- Audit and accounting fees	33 074	57 100
- Bank charges	6 690	10 054
- Cleaning	-	2 168
- Security services	4 017	3 947
- Rental office equipment and consumables	37 974	32 494
- Water and lights, rates and taxes	-	1 436
Party development	-	66 346
- Workshops, meetings & rallies	-	66 346
Surplus for the year	<u>5 267</u>	<u>108</u>

REPRESENTED POLITICAL PARTY



UNITED DEMOCRATIC MOVEMENT (UDM)

BALANCE SHEET as at 31 March 2010

	Notes	2010 R	2009 R
ASSETS			
Non-current assets			
Equipment, furniture and motor vehicles	2	-	-
Current assets			
Receivables and prepayments	3	-	-
Cash and cash equivalents	4	2 021	459
		<u>2 021</u>	<u>459</u>
RESERVE AND LIABILITIES			
Reserve			
Unutilised surplus / (deficit)	5	1 621	459
Current liabilities			
Trade and other payables	6	400	-
		<u>2 021</u>	<u>459</u>

Certified by Accounting Officer:

Mr. BH Holomisa

Audited by:

Fourie + Botha

Audit Opinion:

Unqualified

CACH FLOW STATEMENT for the year ended 31 March 2010

	Notes	2010 R	2009 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from operations	9.1	1 562	(1 678)
Interest received		-	-
Interest paid		-	1
Net cashflow applied in operating activities		<u>1 562</u>	<u>(1 679)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Disposal of equipment, furniture and motor vehicles		-	-
Net increase in cash and cash equivalents		<u>1 562</u>	<u>(1 679)</u>
Cash and cash equivalents at beginning of period		<u>459</u>	<u>2 138</u>
Cash and cash equivalents at end of period		<u>2 021</u>	<u>459</u>

REPRESENTED POLITICAL PARTY



UNITED DEMOCRATIC MOVEMENT (UDM)

INCOME STATEMENT for the year ended 31 March 2010

	2010	2009
	R	R
INCOME	977 061	1 611 975
Allocation from fund	977 061	1 611 975
EXPENDITURE	975 899	1 613 654
Personnel expenditure	-	8 000
Salaries: Employees	-	8 000
Accommodation expenditure	-	-
Travel expenditure	-	-
Arrangement of meetings and rallies	130 000	200 000
Conference facilitators	130 000	200 000
Administrative expenditure	25 282	159 766
Communication expenditure: Telephone, fax and modem	2 388	2 388
Legal costs	22 000	156 361
Bank charges	894	1 016
Interest paid	-	1
Promotion and publication	820 617	1 245 888
Advertisement – Newspapers	-	120 000
Promotions – T Shirts, caps, flags	-	277 000
Printing and production of pamphlets	400 000	53 300
Printing and production of posters	320 617	322 588
Printing and production of billboards	100 000	63 000
Press conference and media	-	110 000
Surplus/(Deficit for the year)	<u>1162</u>	<u>(1 679)</u>



SOUTH AFRICA



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**Report of the
Audit Committee**

REPORT OF THE AUDIT COMMITTEE FOR THE FINANCIAL YEAR OF THE REPRESENTED POLITICAL PARTIES' FUND ESTABLISHED IN TERMS OF ACT 103 OF 1997 FOR THE PERIOD ENDED 31 MARCH 2010

The Audit Committee is pleased to present its report for the financial year of the Represented Political Parties' Fund ended 31 March 2010.

1. Audit Committee Members and Attendance

The Audit Committee consisted of three members listed hereunder and meets at least twice per annum as per its approved terms of reference. During the current financial year six meetings were held.

Name of Member	25-Jan-11	14-Sep-10	29-Jul-10	8-Jun-10	31-May-10	28-May-10
Mr. J. F. J. Scheepers (Chairperson)	✓	✓	✓	✓	✓	✓
Ms Karabo Rapoo	✓	✓	✓	✓	✓	✓
Ms Carina Wessels	✓	✓	✓	✓	✗	✓

The External Auditors, Internal Auditors, Accounting Officer(Chief Electoral Officer), Chief Financial Officer and Chief Information Officer all have standing invitations to Audit Committee meetings and have attended most of the meetings during the year under review.

2. Audit Committee Responsibility

The Audit Committee reports that it has adopted appropriate formal terms of reference as its audit committee charter, has regulated its affairs in compliance with this charter and has discharged all its responsibilities with regard to the Represented Political Parties' Fund.

3. The effectiveness of internal control

The systems of control are designed to provide cost effective assurance that assets are safeguarded and that liabilities and working capital are efficiently and effectively managed. In line with generally accepted accounting practice and procedures as well as applicable requirement of the King code of best practise, Internal Audit provides the Audit Committee and Commission with assurance whether the internal controls are appropriate and effective for the focus areas reviewed.

This is achieved by means of the risk management processes as well as the implementation of suitable corrective actions flowing from recommended enhancements to the control environment.

Management has given assurance that measures are in place to prevent errors and more importantly that the final decision regarding the listing or not of the Fund under the PFMA is vigorously being pursued with National Treasury.

Accordingly, the Audit Committee can report that there were no material deficiencies in the systems of internal control of the Represented Political Parties' Fund for the period under review.

4. The quality of in-year management, monthly and quarterly reports

The Audit Committee is of the opinion that the policies and procedures for in-year monitoring as implemented by management were in the main sufficient to ensure that the accounting and information systems and related controls are adequate and effective throughout the period under review.

5. Evaluation of Annual Financial Statements

The Audit Committee has

- Reviewed and discussed the audited annual financial statements with the Auditor-General and the Accounting Officer;
- Reviewed the Auditor-General's management letter and the response of management thereto;

The Audit Committee concurs and accepts the Auditor-General's conclusions on the annual financial statements of the Represented Political Parties' Fund and is of the opinion that the audited annual financial statements be accepted and read together with the report of the Auditor-General.



.....
J F J Scheepers
Chairperson of the Audit Committee

31 May 2011



SOUTH AFRICA

**Report of the
Auditor General**

AUDITOR'S REPORT of the AUDITOR-GENERAL TO PARLIAMENT on the REPRESENTED POLITICAL PARTIES' FUND

REPORT ON THE FINANCIAL STATEMENTS

Introduction

1. I have audited the accompanying financial statements of the Represented Political Parties' Fund (RPPF), which comprise the statement of financial position as at 31 March 2010, and the statement of comprehensive income, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 55 to 70.

Accounting officer's responsibility for the financial statements

2. The accounting officer is responsible for the preparation and fair presentation of these financial statements in accordance with South African Standards of Generally Accepted Accounting Practice (SA Standards of GAAP) and in the manner required by the Public Funding of Represented Political Parties Act, 1997 (Act No. 103 of 1997) (PFRPP Act). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor-General's responsibility

3. As required by section 188 of the Constitution of South Africa, 1996 (Act No. 108 of 1996) and section 4 of the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and section 8(2) of the PFRPP Act, my responsibility is to express an opinion on these financial statements based on my audit.
4. I conducted my audit in accordance with International Standards on Auditing and *General Notice 1570 of 2009* issued in *Government Gazette 32758 of 27 November 2009*. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
6. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

7. In my opinion the financial statements present fairly, in all material respects, the financial position of the RPPF as at 31 March 2010, and its financial performance and cash flows for the year then ended are prepared, in all material respects, in accordance with SA Statements of GAAP and in the manner required by section 4(2) of the PFRPP Act.

Emphasis of matter

8. I draw attention to the matter below. My opinion is not modified in respect of this matter.

Restatement of corresponding figures

9. As disclosed in note 15 to the financial statements, the corresponding figures for 31 March 2009 have been restated as a result of an error discovered during 2010 in the financial statements of the RPPF at, and for the year ended, 31 March 2009.

Additional matters

10. I draw attention to the matter below. My opinion is not modified in respect of the matter:

Unaudited supplementary schedules

11. The supplementary information set out on pages 71 to 73 does not form part of the financial statements and is presented as additional information. I have not audited these schedules and, accordingly I do not express an opinion thereon.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

12. As required by the PAA and in terms of *General notice 1570 of 2009* issued in *Government Gazette 32758 of 27 November 2009*, I include below my findings on the report on predetermined objectives, compliance with the following key laws and regulations, Public Finance Management Act, 1999 (Act No. 1 of 1999) (PFMA) and PFRPP Act and financial management (internal control).

Predetermined objectives

13. I was unable to conduct the audit of performance against predetermined objectives as the RPPF is not currently subject to the PFMA and is not required in terms of PFRPP Act to prepare and submit an annual performance report.

Compliance with laws and regulations PFRPP Act

14. During the audit of the financial statements for the year ended 31 March 2010 the following instances of non-compliance by political parties with the Public Funding of Represented Political Parties' Act, 1997 (Act No. 103 of 1997) (PFRPP Act) were identified:
 - During the review of the financial statements submitted by political parties, two political parties did not submit their audited financial statements for the financial year ending 31 March 2010 timeously as required by section 6(5) of the PFRPP Act.

- During the review of the financial statements it was identified that two political parties expenditure was not disclosed in accordance with section 8(1) of the PFRPP Act.
- During the review of the submitted financial statements it was identified that one political party had an emphasis of matter paragraph regarding non-compliance with section 6(1) of the PFRPP Act, as they did not keep a separate bank account for money allocated from RPPF.

15. The above mentioned instances of non-compliance resulted from political parties not adhering to the PFRPP Act.

PFMA and Treasury Regulations of 2005

16. Section 47(2) of the PFMA requires the accounting authority of an unlisted public entity to notify the National Treasury without delay, in writing, that the entity is not listed. General Notice 1570 Auditor-General Directive of the 2009, issued in Government Gazette No. 32758 of 27 November 2009 also emphasised, in paragraph 30, that unlisted entities should inform National Treasury that the entity is not listed in the PFMA. The RPPF notified the National Treasury on 14 October 2004 and on 10 September 2010, respectively, that it was not listed in the PFMA. The National Treasury is in the process of ruling on whether the RPPF should be listed as a public entity as well as the applicability of the PFMA.

INTERNAL CONTROL

17. I considered internal control relevant to my audit of the financial statements and the report on predetermined objectives as well as compliance with key laws and regulations and PFRPP Act, but not for the purposes of expressing an opinion on the effectiveness of internal control. No significant internal control deficiencies were identified during the audit.

Auditor-General

PRETORIA

21 June 2011



**AUDITOR - GENERAL
SOUTH AFRICA**

Auditing to build public confidence



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REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS
for the year ended
31 March 2010

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

STATEMENT OF FINANCIAL POSITION as at 31 March 2010

	Notes	2010 R	2009 Restated R
ASSETS			
Current assets			
Trade and other receivables	2	1,592,632	1,689,342
Cash and cash equivalents	3	2,285,108	2,076,761
		<u>3,877,740</u>	<u>3,766,103</u>
Total assets		<u>3,877,740</u>	<u>3,766,103</u>
FUNDS AND LIABILITIES			
FUNDS			
Unutilised funds	4	2,122,345	2,850,869
Current liabilities			
Trade and other payables	5	629,637	577,805
Provisions	6	1,125,758	337,429
		<u>1,755,395</u>	<u>915,234</u>
Total funds and liabilities		<u>3,877,740</u>	<u>3,766,103</u>



FDP Tlakula
 ACCOUNTING OFFICER



DATE

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2010

	Notes	2010 R	2009 R
Government Grants	8.1	92,823,000	88,187,000
Allocation to parties	8.3	(92,814,171)	(88,287,677)
Unused funds recievable from parties	9.2	337,429	1,976,360
Funds retained for other purposes		346,258	1,875,683
Administration expenses		(313,092)	(294,407)
Personnel cost		(314,986)	(263,541)
Bad Debts		(1,125,758)	-
Operating (deficit)/surplus	8	(1,407,578)	1,317,735
Finance income	9.1	679,054	770,686
Other income	9.2	-	-
Net (Deficit)/surplus for the year		(728,524)	2,088,421
Other comprehensive income for the year		-	-
Total comprehensive income		(728,524)	2,088,421
Profit / (loss) attributable to owners		(728,524)	2,088,421
Total comprehensive income attributable to owners		(728,524)	2,088,421

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

STATEMENT OF CHANGES IN FUNDS for the year ended 31 March 2010

		Unutilised Funds R
Balance at 31 March 2008		762,448
Surplus for the year		3,113,848
Balance at 31 March 2009		3,876,296
Changes in net assets	15	(1,025,427)
Restated balance at 31 March 2009		2,850,869
Surplus for the year		(728,524)
Balance at 31 March 2010		<u>2,122,345</u>

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

CASH FLOW STATEMENT for the year ended 31 March 2010

	Note	2010 R	2009 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash (utilised by)/generated from operations	10	(470,707)	(1,167,647)
Interest received		679,054	770,686
Net cash inflow from operating activities		<u>208,347</u>	<u>(396,961)</u>
Net increase in cash and cash equivalents		208,347	(396,961)
Cash and cash equivalents at beginning of period		<u>2,076,761</u>	<u>2,473,722</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u>2,285,108</u>	<u>2,076,761</u>

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

1. Notes to the financial statements

1.1 Reporting entity

The Represented Political Parties' Fund (the "Fund") provides funding for political parties participating in Parliament and provincial legislatures.

1.2 Basis of preparation

1.2.1 Statement of compliance

The annual financial statements have been prepared on the historical cost basis and conform, in all material respects, to Generally Accepted Accounting Practice (SA GAAP) and the requirements of the Public Funding of Represented Political Parties Act, 1997 (Act No. 103 of 1997) and Public Funding of Represented Political Parties Regulations, 1998.

The financial statements were authorised for issue by the Accounting Officer on 20/06/2011.

1.2.2 Basis of measurement

The financial statements have been prepared on the historical cost basis.

1.2.3 Functional and presentation currency

These financial statements are presented in Rands, which is the Fund's functional currency. All financial information presented in Rands has been rounded to the nearest R1.

1.2.4 Use of estimates and judgements

The preparation of the financial statements in conformity with SA GAAP requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the following notes:

– Notes 2 – Allowance for impairment losses; and

– Notes 6 – Provisions.

1.3 Significant accounting policies

The principal accounting policies adopted and applied during this year of operation, are set out below.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

1.3.1 Government grants

Government appropriations for the funding of political parties participating in Parliament and Provincial Legislatures and for the compensation of operating expenditure and capital, are recognised initially as deferred income when there is reasonable assurance that they will be received. Grants that compensate the Fund for expenses incurred are recognised in profit or loss on a systematic basis in the same periods in which the expenses are recognised. Government grants related to assets, including non-monetary grants at fair value, are presented in the balance sheet by deducting the grant in arriving at the carrying amount of the assets.

Government assistance as action by government designed to provide an economic benefit specific to an entity or range of entities qualifying under certain criteria.

Government assistance is not recognised in the Annual Financial Statements, but the nature, extent and duration of the assistance provided is disclosed in note 13.

1.3.2 Finance income

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues in profit or loss, using the effective interest method.

1.3.3 Financial instruments

Recognition

Financial assets and financial liabilities are recognised on the balance sheet when the Fund becomes a party to the contractual provisions of the instrument.

All "regular way" purchases and sales of financial assets are initially recognised using trade date accounting.

Measurement

Financial instruments are initially measured at fair value, which includes transaction costs. Subsequent to initial recognition these instruments are measured as set out below.

Financial assets

The Fund's principal financial assets are trade receivables and cash and cash equivalents. These financial assets are classified as loans and receivables.

Trade and other receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less allowance for impairment. Impairment of trade and other receivables is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of receivables.

Significant financial difficulties of the debtor, default or delinquency in payments are considered indicators that the trade and other receivables are impaired. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

Financial liabilities

The Fund's principal financial liabilities are trade and other payables.

All financial liabilities are initially recognised at fair value which is subsequently measured at amortised cost using the effective interest rate method.

De-recognition

Financial assets

Financial assets are de-recognised when the contracted right to the cash flow from the asset expires, or when substantially all the risks and rewards of ownership of the financial assets are transferred to another party without retaining control or substantially all risks and rewards of the assets.

Financial liabilities

Financial liabilities are de-recognised when the obligation in the contract is discharged, cancelled or expires.

1.4 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.

1.5 Cash flow

For the purposes of the Cash Flow Statement, cash includes cash on hand and deposits held on call with banks.

1.6 Comparative figures

Where necessary comparative figures have been adjusted to conform to changes in presentation in the current year.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

	2010 R	2009 R Restated
2. Trade and other receivables		
Trade accounts receivable	1,592,632	1,689,342
Party Allocation Repayable - NADECO	228,348	228,348
Party Allocation Repayable - PAC	466,874	466,874
Party Allocation Repayable - PIM	45,470	45,470
Party Allocation Repayable - ACDP	-	70,973
Party Allocation Repayable - AFD	-	2,605
Party Allocation Repayable - APC	-	22,673
Party Allocation Repayable - FD	2,003	2,003
Party Allocation Repayable - NA	95,786	95,786
Party Allocation Repayable - NVP	-	-
Party Allocation Repayable - UDM	-	459
Party Allocation Repayable - UIF	754,151	754,151
Less: Allowance for impairment	(1,125,758)	-
	<u>466,874</u>	<u>1,689,342</u>

The allowance for impairment has been determined by reference to past default experience and the current economic environment. The executive considers that the carrying amount of trade and other receivables approximates the fair value due to their short-term maturity.

3. Cash and cash equivalents

Bank balances – Call deposits	2,285,108	2,076,761
	<u>2,285,108</u>	<u>2,076,761</u>

Cash and cash equivalents comprise cash and short-term, highly liquid investments that are held with a registered bank institution with maturities of three months or less and that are subject to insignificant interest rate risk. The carrying amount of these assets approximates the fair value.

4. Unutilised funds

Opening unutilised funds	2,850,869	762,448
(Deficit)/surplus for the year	(728,524)	2,088,421
Unutilised funds at 31 March 2010	<u>2,122,345</u>	<u>2,850,869</u>

5. Trade and other payables

Trade accounts payable	<u>629,637</u>	<u>577,805</u>
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The executive considers that the carrying amount of trade and other payables approximates to their fair value due to their short-term maturity.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

6. Provisions	2010		2009
	R		R
	Political Parties	Allowance for impairment	Total
At 31 March 2009	337,429	-	337,429
Additional provisions	-	1,125,758	1,125,758
Unused amounts reversed	(337,429)	-	(337,429)
Utilised during the year		-	-
Current portion of provision	-	(1,125,758)	(1,125,758)
At 31 March 2010	-	-	-
	Political Parties	Allowance for impairment	Total
At 31 March 2008	1,188,547		1,188,547
Additional provisions	-	-	-
Unused amounts reversed	(558,807)	-	(558,807)
Utilised during the year	(292,311)	-	(292,311)
Current portion of provision	(337,429)	-	(337,429)
At 31 March 2009	-	-	-

A Provision of R337 429 was reversed in the current financial period because the fund has no present obligation, and there will not be a probable outflow of resources embodying economic benefits required to settle the obligation.

A provision for doubtful debt in relation to political parties' allocation is measured at the present value of the expected cost of settlement.

REPRESENTED POLITICAL PARTIES' FUND – NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010 – PART A

7. EXPENDITURE PER POLITICAL PARTY for the year ended 31 March 2010

	African Christian Democratic Party (ACDP)		African Independent Congress (AIC)		African National Congress (ANC)		African People's Convention (APC)		Azanian People's Organisation (AZAPO)		Congress of the People (COPE)		Democratic Alliance (DA)		Freedom Front Plus (FF)		Independent Democrats (ID)		Inkatha Freedom Party (IFP)		Minority Front (MF)		Pan Africanist Congress (PAC)		United Christian Democratic Party (UCDP)		United Democratic Movement (UDM)		Total	
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	
Allocations for the year	1 299 465	373 013	58 056 247	100 751	100 751	8 688 197	15 337 772	991 909	1 475 671	4 241 242	590 362	100 751	581 271	977 520	92 914 922															
Unspent amount i.r.o. 2008/2009	(70 973)													(459)	(71 432)															
Amount unaccounted for i.r.o. 2008/2009				(22 673)																										
Total paid	1 228 492	373 013	58 056 247	78 078	100 751	8 688 197	15 337 772	991 909	1 475 671	4 241 242	590 362	100 751	581 271	977 061	92 820 817															
Less: Total Expenditure	(1 239 051)	(359 424)	(58 276 367)	(76 773)	(100 453)	(7 799 048)	(15 412 221)	(833 641)	(2 364 207)	(4 212 898)	(562 638)	-	(576 004)	(975 899)	(92 788 624)															
Personnel expenditure	397 966	5 035	41 676 647	1 000	23 578	1 323 889	10 379 808	280 513	674 288	1 664 211	57 850	-	380 078	-	56 864 663															
Accommodation expenditure	1,693		1 707 219	773	-	301 411	-	15 368	-	-	-	-	-	-	2 026 464															
Travel expenditure	82,720	4 200	2 439 821	-	-	864 200	753 806	44 873	-	588 221	-	-	-	-	4 777 841															
Arrangements of meetings and rallies	80 205	39 135	1 917 229	-	-	3 368 775	7 763	97 399	-	209 720	-	-	-	130,000	5 850 226															
Administrative expenditure	399 291	236 383	9 637 349	-	76 875	661 546	4 271 044	321 350	349 574	1 517 210	156 980	-	185 926	25 282	17 848 810															
Promotion and publications	277,176	74 671	630 335	75 000	-	1 224 642	-	74 138	1 340 345	201 057	290 216	-	-	820 617	5 008 197															
Fixed asset expenditure	-	-	267 767	-	-	54 585	-	-	-	32 479	57 592	-	-	-	412 423															
Unspent money at the end of year	(10 559)	13 589	(220 120)	1 305	298	889 149	(74 449)	158 268	(888 536)	28 344	27 724	100 751	5 267	1 162	32 193															
Plus: Interest and other income received	7 990	-	13 858	-	-	25 130	77 160	2 700	4 295	2 430	-	-	-	-	133 563															
Surplus / (deficit) for the year	(2 569)	13 589	(206 262)	1 305	298	914 279	2 711	160 968	(884 241)	30 774	27 724	100 751	5 267	1 162	165 756															

Notes:

- Two political party failed to submit audit report and audited annual financial statements for the year ending 31 March 2010 within the statutory deadline (on or before 30 June 2010) as prescribed in section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are APC and AIC
- Two political parties financial statements did not comply with the disclosure requirements as set out in section 6 (3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulators, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: IFP and MF.
- One political party was not funded during the 2009/2010 due to failure to submit the audited financial statements in respect of 2007/2008 and 2008/2009. The party is PAC
- One political party failed to open separate Bank Account. The party is COPE

REPRESENTED POLITICAL PARTIES' FUND – NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010 – PART B

EXPENDITURE PER POLITICAL PARTY for the year ended 31 March 2009

	African Christian Democratic Party (ACDP)		Alliance of Free Democrats (AFD)		African National Congress (ANC)		African People's Convention (APC)		African People's Organisation (AZAPO)*		Christian Party (CP)		Democratic Alliance (DA)		Federation of Democrats (FD)		Freedom Front Plus (FF)		Independent Democrats (ID)		Inkatha Freedom Party (IFP)		Minority Front (MF)		National Alliance (NA)		National Democratic Convention (NADECO)		New Vision Party (NVP)*		Pan Africanist Congress (PAC)		United Christian Democratic Party (UCDP)		United Democratic Movement (UDM)		United Independent Front (UIF)		Total			
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R		
Allocations for the year	2 177 425	283 242	61 113 511	894 153	95 786	301 217	10 538 737	95 786	1 486 340	1 249 562	5 403 084	6 17 921	95 786	95 786	905 278	153 947	95 786	744 194	1 611 975	461 840	88 335 570																					
Amount paid i.r.o. 2007/2008																					292 311																	292 311				
Amount overpaid during 2008/2009																																										
Amount set off i.r.o. 2007/2008 debt																																										
Total paid	2 177 425	283 242	61 113 511	894 153	95 786	301 217	10 538 737	95 786	1 486 340	1 249 562	5 403 084	6 17 921	95 786	95 786	905 278	153 947	95 786	744 194	1 611 975	461 840	88 335 570																					
Less: Total Expenditure	(2 373 528)	(290 724)	(60 823 713)	-	(108 055)	(889 879)	(10 781 376)	(176 447)	(1 730 423)	(1 639 352)	(5 437 675)	(642 173)	-	-	(1 127 580)	-	-	(744 087)	(1 613 654)	(1 100 953)	(89 279 619)																					
Personnel expenditure	579 471	75 055	33 103	588																																						
Accommodation expenditure	1 050	590	2 219 589																																							
Travel expenditure	315 856	43 779	3 881 251																																							
Arrangements of meetings and rallies	249 452	68 175	5 376 959																																							
Administrative expenditure	577 452	99 103	9 575 398																																							
Promotion and publications	650 247	4 022	6 388 117																																							
Fixed asset expenditure	-	-	278 831																																							
Unspent money at the end of year	(196 103)	(7 482)	289 788	894 153	(12 269)	(388 662)	(242 639)	(80 661)	(234 083)	(389 750)	(34 591)	(24 252)	95 786	95 786	4 017	153 947	47 893	107	(1 679)	(346 802)	(473 312)																					
Plus: Interest and other income received	29 734	-	47 293	-	-	37 019	51 175	1 246	10 292	5 472	16 397	-	-	-	-	-	-	-	-	7 860	206 488																					
Surplus / (deficit) for the year	(166 369)	(7 482)	337 081	894 153	(12 269)	(351 643)	(191 464)	(79 415)	(223 791)	(384 318)	(18 194)	(24 252)	95 786	95 786	4 017	153 947	47 893	107	(1 679)	(338 942)	(266 824)																					

Notes:
 – Four political parties failed to submit the audited financial statements for the period under review, as prescribed by section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: APC, NA, PAC and NVP.
 – One political party did not comply with section 7(1) of the Public Funding of Represented Political Parties Act 103 of 1997, and therefore received a disclaimer audit opinion from the independent auditors. The party is UIF.
 – Six political parties failed to submit audit reports and audited annual financial statements for the year ending 31 March 2009 within the statutory deadline (on or before 14 April 2009) as prescribed in section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: AZAPO, FD, ID, MF, NADECO, UDM.
 – Two political parties financial statements did not comply with the disclosure requirements as set out in section 6 (3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulations, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: AZAPO and NADECO. NADECO has corrected their financial statements. * - AZAPO has not as yet rectified this omission.
 – Five political parties did not return unspent money as required by section 9(3) of the Public Funding of Represented Political Parties Act 103 of 1997. They are as follows: ACDP, AFD, FD, NADECO, UDM.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

8. Operating surplus/(deficit) is arrived at after taking the following into account:

	2010	2009
	R	R
8.1 Government Grants	<u>92,823,000</u>	<u>88,187,000</u>
8.2 Auditors remuneration:		
- Audit fees - Current year	226,106	246,453
- Previous year	-	-
	<u>226,106</u>	<u>246,453</u>
8.3 Allocations to Parties	92,814,171	88,287,677

9. Income

9.1 Finance Income		
Interest income on cash and cash equivalents	<u>679,054</u>	<u>770,686</u>
This amount represents interest income on financial assets measured at amortised cost.		
9.2 Other Income (political parties)		
Unused funds receivable at 31 March 2010	<u>337,429</u>	<u>1,976,360</u>

10. Reconciliation of surplus/(deficit) for the year to cash (utilised by)/generated from operating activities

(Deficit)/surplus for the year	(728,524)	2,088,421
Adjustments for:		
- Interest received	(679,054)	(770,686)
Operating (deficit)/surplus before working capital changes	(1,407,578)	1,317,735
Working capital changes:	936,871	(2,485,382)
- (Increase)/Decrease in trade and other receivables	96,710	(1,643,872)
- (Decrease)/Increase in trade and other payables and provisions	840,161	(841,510)
Cash (utilised by)/generated from operations	<u>(470,707)</u>	<u>(1,167,647)</u>

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

11. Taxation

No provision is made for taxation, as the Represented Political Parties' Fund is exempted from taxation in terms of the Income tax Act.

12. Fund Administration

The Chief Electoral Officer of the Electoral Commission is the accounting officer of the Fund. Staff of the Electoral Commission execute Fund responsibilities alongside other duties assigned to them. The Electoral Commission charges the Fund with costs related to the administration of the Fund.

	2010	2009
	R	R
13. Related party transactions		
Electoral Commission		
- Expenditure arising from the allocation of moneys from the Fund	<u>628,826</u>	<u>576,592</u>

The Electoral Commission manages and administers the Represented Political Parties Fund.

In line with prevailing government practices, functions provided on a no cost basis by the Electoral Commission to the Fund include the rendering of legal, financial, human resources management, information communication technology services, infrastructure and the exercise of internal control.

In terms of the Commission's expenditure allocation policy all expenditure incurred in connection with the rendering of administrative services on a cost recovery basis, is expensed in the Fund. Staff expenditure is allocated on a 20%/80% (manager) and 40%/60% (assistant manager) basis respectively.

14. Financial Instrument Risk Management

Electoral Commission's activities have a limited exposure to market risk, credit risk, liquidity risk and cash flow risk. Risk management is carried out by the Executive Committee under policies approved by the Commission. The Commission provides written policies for overall risk management, as well as written policies covering specific areas, such as investing excess liquidity. The Represented Political Parties Fund is managed by the Commission under the same financial policies and procedures applicable to the Commission, taking the stipulations of the Public Funding of Represented Political Parties Fund Act 103 of 1997 into account.

a) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash. Sufficient funding is maintained through thorough planning processes.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

The following are contractual maturities of financial liabilities

2010/03/31	Carrying Amounts	0-3 months
Trade and other payables	629,637	629,637
 2009/03/31		
Trade and other payables	577,806	577,806

b) Cash flow

The Fund manages its cash flow risk by aligning the quarterly government allocation to its quarterly payments to parties.

c) Credit risk

Receivables are monitored on an ongoing basis with the result that exposure to bad debts is minimised.

With respect to credit arising from cash and cash equivalents, cash is placed with quality financial institutions.

The carrying amounts of the financial assets represent the maximum credit exposure. The maximum exposure at the reporting date was:

	Carrying amounts	
	2010	2009
	R	R
Trade and other receivables	466,874	1,689,342
Cash and cash equivalents	2,285,108	2,076,761

The maximum exposure to credit risk for trade receivables at the reporting date by major customer was:

	Carrying amounts	
	2010	2009
	R	R
Trade and other receivables	466,874	1,689,342

d) Interest rate risk

The Fund is exposed to the risk of fluctuations in interest rates on its Call Deposit.

Interest rate risk refers to the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market interest rates.

REPRESENTED POLITICAL PARTIES' FUND
NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

The Fund's interest rate profile consists of floating rate bank balances which exposes the Fund to cash flow interest rate risk and can be summarised as follows:

Financial Assets

Tiered Rate Call Deposit linked to South African Prime rate.

15. Prior period adjustment

Unspent funds

Amounts of R871 480.00 and R153 947.00 in respect of APC and NVP respectively, were stated in the financial statements as unspent as at 31 March 2009, due to failure of both parties to submit the audited financial statements. The parties had since submitted their statements. As the statements were submitted after this date, an adjustment to trade and other receivables affecting prior year has now been processed.

Effect on 2009:

Decrease in other income	1,025,427
	<u>1,025,427</u>
Decrease in trade receivables	(1,025,427)
	<u>(1,025,427)</u>



SOUTH AFRICA

Appendix A

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

DETAILED INCOME AND EXPENDITURE STATEMENT for the year ended 31 March 2010

APPENDIX A

	2010	2009
	R	R
INCOME	93,839,483	90,934,046
Government appropriation	92,823,000	88,187,000
Other Income	1,016,483	2,747,046
- Unused funds receivable(NADECO)	337,429	560,836
- Unused funds receivable(PAC)	-	466,874
- Unused funds receivable(ACDP)	-	70,973
- Unused funds receivable(AFD)	-	2,605
- Unused funds receivable(APC)	-	22,673
- Unused funds receivable(FD)	-	2,003
- Unused funds receivable(NA)	-	95,786
- Unused funds receivable(NVP)	-	-
- Unused funds receivable(UDM)	-	459
- Unused funds receivable(UIF)	-	754,151
- Interest received	679,054	770,686
EXPENDITURE	94,568,007	88,845,625
Allocations to parties	92,814,171	88,287,677
African Christian Democratic Party (ACDP)	1,299,465	2,177,425
Alliance of Free Democrats (AFD)	-	283,242
African Independent Congress (AIC)	373,013	-
African National Congress (ANC)	58,056,247	61,113,511
African People's Convention (APC)	100,751	894,153
Azanian People's Organisation (AZAPO)	100,751	95,786
Congress of the People (COPE)	8,688,197	-
Christian Party (CP)	-	301,217
Democratic Alliance (DA)	15,337,772	10,538,737
Federation of Democrats (FD)	-	95,786
Freedom Front (FF)	991,909	1,496,340
Independent Democrats (ID)	1,475,671	1,249,562
Inkatha Freedom Party (IFP)	4,241,242	5,403,084
Minority Front (MF)	590,362	617,921
National Alliance (NA)	-	95,786
National Democratic Convention (NADECO)	-	905,278
New Vision Party (NVP)	-	153,947
Pan Africanist Congress (PAC)	-	47,893
United Christian Democratic Party (UCDP)	581,271	744,194
United Democratic Movement (UDM)	977,520	1,611,975
United Independent Front (UIF)	-	461,840

REPRESENTED POLITICAL PARTIES' FUND
ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2010

APPENDIX A (continued)

	2010	2009
	R	R
EXPENDITURE (continued)		
Personnel expenditure	314,986	263,541
Salaries: Employees	314,986	263,541
Subsistence allowance	-	-
Accommodation expenditure	3,219	-
Hotel expenditure & meals: Local	3,219	-
Travel expenditure	11,376	-
Car rental	810	-
Private transport - Reimburse	-	-
Parking fees and toll roads	-	-
Air Travel - Internal	10,566	-
Arrangements of meetings and rallies	-	-
Hiring: Conference venues	-	-
Administrative expenditure	233,802	253,407
Audit cost	226,106	246,453
Courier services	2,727	1,677
Stationery	4,969	5,277
Promotion & publications	64,695	41,000
Printing and production of books	64,695	41,000
Bad Debts	1,125,758	-
Allowance for impairment	1,125,758	-
Surplus(deficit)/ for the year	(728,524)	2,088,421

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