

DEPARTMENT OF POLICE
VOTE 22
REPORT OF THE AUDIT COMMITTEE
for the year ended 31 March 2010

The Audit Committee reports in terms of section 38(1)(a) of the Public Finance Management Act, 1 of 1999, as amended and Treasury Regulations 3.1.13 and 27(1)(b) and (c) that it has adopted appropriate formal terms of reference as its Audit Committee Charter, and has regulated its affairs in compliance with this charter, and has discharged its responsibilities contained therein.

The Audit Committee consist of the members listed hereunder and meets at least (3) three times per annum as per its approved terms of reference. During the current year, (4) four meetings were held.

Name of Member	Number of Meetings attended
Mr B Coka (Chairperson)	4
Ms MM Stander (Deputy National Commissioner)	4
Ms M Roos	4
Ms KT Rapoo	4
Ms B Ngunjiri	4

In the conduct of its duties, the Audit Committee has, inter alia, reviewed the following:

- The effectiveness of the internal control systems;
- The effectiveness of the internal audit function;
- The risk areas of the entity's operations covered in the scope of internal and external audits;
- The adequacy, reliability and accuracy of financial information provided by management and other users of such information;
- Accounting and auditing concerns identified as a result of internal and external audits;
- The entity's compliance with legal and regulatory provisions;
- The activities of the internal audit function, including its annual work programme, co-ordination with the external auditors, the reports of significant investigations and the responses of management to specific recommendations; and
- The independence and objectivity of the internal and external auditors.

The Audit Committee is of the opinion, based on the information and explanations given by management and the internal auditors and discussions with the independent external auditors on the result of their audits the status in addressing the matters raised by SCOPA, that the internal accounting controls are operating, though they need strengthening and improvement to ensure that the financial records may be relied upon for preparing the annual financial statements, and accountability for assets and liabilities is maintained.

Nothing significant has come to the attention of the Audit Committee other than the matters referred to in the National Commissioner's and Auditor-General's reports to indicate that any material breakdown

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in the functioning of these controls, procedures and systems has occurred during the year under review.

The Audit Committee has evaluated the annual financial statements of the South African Police Services for the year ended 31 March 2010 and, based on the information provided to the Audit Committee, considers that it complies, in all material respects, with the requirements of the South African Police Act (Act 68 of 1995) and the Public Finance Management Act, 1 of 1999, as amended and South African Statements of Generally Recognised Accounting Practice. The Audit Committee concurs that the adoption of the going concern premise in the preparation of the annual financial statements is appropriate. At their meeting held on 29 July 2010 the Audit Committee recommended the adoption of the Annual Financial Statements by the South African Police Service.

B COKA
Chairperson
2010-07-29

REPORT OF THE AUDITOR-GENERAL
TO PARLIAMENT ON THE FINANCIAL STATEMENTS AND PERFORMANCE
INFORMATION OF VOTE 22: DEPARTMENT OF POLICE
for the year ended 31 March 2010

REPORT ON THE FINANCIAL STATEMENTS

Introduction

I have audited the accompanying financial statements of the Department of Police, which comprise the appropriation statement, statement of financial position as at 31 March 2010, statement of financial performance, statement of changes in net assets 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 135 to 191.

Accounting officer's responsibility for the financial statements

The accounting officer is responsible for the preparation of these financial statements in accordance with the modified cash basis of accounting determined by the National Treasury as set out in accounting policy note 1.1 and in the manner required by the Public Finance Management Act of South Africa, 1999 (Act No. 1 of 1999) (PFMA). 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

As required by section 188 of the Constitution of South Africa and section 4 of the Public Audit Act, 2004 (Act No. 25 of 2004) (PAA), my responsibility is to express an opinion on these financial statements based on my audit.

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 about whether the financial statements are free from material misstatement.

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 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 department's preparation 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

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Opinion

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Department of Police as at 31 March 2010, and its financial performance and its cash flows for the year then ended in accordance with the modified cash basis of accounting determined by the National Treasury as set out in accounting policy note 1.1 and in the manner required by the PFMA.

Emphasis of matters

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

Basis of accounting

The department's policy is to prepare financial statements on the modified cash basis of accounting determined by the National Treasury as set out in accounting policy note 1.1.

Fruitless and wasteful expenditure

As disclosed in note 26 to the financial statements, fruitless and wasteful expenditure to the amount of R1 127 000 (2009 – R3 015 000) was incurred for the year under review and this was mainly due to the late payment of licence fees and dormant fuel cards.

Irregular expenditure

As disclosed in note 25 to the financial statements, irregular expenditure to the amount of R3 399 000 (2009 – R15 482 000) was incurred for the year under review. The department incurred this mainly as a result of non-compliance with the supply chain management process.

Additional matters

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

Unaudited supplementary schedules

The supplementary information set out in annexures 1 to 6 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.

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REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In terms of the PAA and *General Notice 1570 of 2009*, issued in *Government Gazette No. 32758 of 27 November 2009* I include below my findings on the report on predetermined objectives, compliance with the PFMA, Public Service Act, 1994 (Act No. 103 of 1994) (PSA), Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000) (PPPFA) and financial management (internal control).

Predetermined objectives

Non-compliance with regulatory requirements

Lack of effective, efficient and transparent systems and internal controls regarding performance management (applicable at an overall performance management level)

The Department of Police did not in all instances maintain an effective, efficient and transparent system and internal controls regarding performance management, which describe and represent how the institution's processes of performance planning, monitoring, measurement, review and reporting will be conducted, organised and managed, as required in terms of section 38(1)(a)(i) and (b) of the PFMA.

Reliability of reported performance information

The following criteria were used to assess the usefulness of the planned and reported performance:

- **Validity:** Has the actual reported performance occurred and does it pertain to the entity i.e. can the reported performance information be traced back to the source data or documentation?
- **Accuracy:** Amounts, numbers and other data relating to reported actual performance have been recorded and reported appropriately.
- **Completeness:** All actual results and events that should have been recorded have been included in the reported performance information.

The following audit findings relate to the above criteria:

Not all supporting source information was provided to validate the completeness of the reported target

Programme 2: Visible policing – the number of escapes from police custody. The completeness of the reported target could not be established, as not all supporting source documentation (notification forms) could be provided for audit purposes.

Completeness of reported targets could not be verified

Programme 2: Visible policing – police action conducted to prevent contact and property-related crimes and crimes dependent on police action for detection. The Operation Planning Administration system (OPAM) is utilised for reporting on recoveries of cannabis. The source documentation (SAPS 13 register) used to update (support) this system is not sufficient to determine completeness of this

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indicator.

Reported indicator not reliable, as no supporting source information was provided

Programme 3: Organised crime – percentage of organised crime related cases referred to court (% organised crime project investigations [OCPI] successfully terminated) and conviction rate. The validity, accuracy and completeness of the reported indicator could not be established, as relevant source documentation (CAS printouts) could not be provided for audit purposes.

Compliance with laws and regulations

No matters to report.

INTERNAL CONTROL

I considered internal control relevant to my audit of the financial statements and the report on predetermined objectives and compliance with the PFMA, PSA and PPFA, but not for the purposes of expressing an opinion on the effectiveness of internal control. The matters reported below are limited to the deficiencies identified during the audit.

Leadership

Management at station and unit levels responsible for visible policing and investigating organised crime, does not exercise oversight responsibility over reporting of predetermined objectives to ensure that entries have occurred, are authorised and all entries have been captured.

Financial and performance management

Inadequate performance management systems

Manual or automated controls are not adequately designed to ensure that the entries that have been captured on the applicable systems used to report on the predetermined objectives, have occurred, are authorised, and are complete.

OTHER REPORTS

Investigations

For the year under review, a total of 362 investigations regarding disciplinary steps for fraud and corruption against employees were conducted.

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Performance audit on consultants

A performance audit was conducted during the year under review on the department's use of consultants. The audit, as communicated on 30 June 2010, is currently in the execution phase. The findings will be reported in a separate report.

Auditor-General

30 July 2010



**AUDITOR - GENERAL
SOUTH AFRICA**

Auditing to build public confidence

DEPARTMENT OF POLICE
VOTE 22
REPORT OF THE ACCOUNTING OFFICER
for the year ended 31 March 2010

Report by the Accounting Officer to the Executive Authority and Parliament of the Republic of South Africa.

1 General review of the state of financial affairs

1.1 Budget allocation and expenditure

The original allocation for the Department included in the Estimates of National Expenditure 2009 amounted to R46 409 693 000. The Adjusted Estimates for 2009/10 included an additional amount of R1 212 302 000, which increased the Department's allocation to R47 621 995 000. This represents an increase of 14,7% over the previous financial year's adjusted allocation of R41 492 309 000.

The total expenditure for the 2009/10 financial year amounted to R47 621 967 000, which represents a spending rate of 100%. The expenditure was made up as follows:

Expenditure	2008/09	2009/10	Increase/ (Decrease)
	R'000	R'000	
* Compensation of employees	29 046 228	33 739 819	16,1%
* Departmental operational costs	12 446 081	13 882 148	11,5%
Total expenditure	41 492 309	47 621 967	14,7%

The surplus on the Vote for the 2009/10 financial year amounts to R28 335. 69. Spending on compensation of employees (70,0 % in 2008/09 and 70,8 % in 2009/10) remained the most significant expense in the Department's Vote.

The trend regarding programme expenditure over the past two financial periods was as follows:

Expenditure	2008/09	2009/10	Increase/ (Decrease)
	R'000	R'000	
1. Administration	13 958 877	16 009 520	14,7%
2. Visible Policing	17 095 597	19 769 866	15,6%
3. Detective Services	6 786 741	7 493 634	10,4%
4. Crime Intelligence	1 440 204	1 658 018	15,1%
5. Protection and Security Services	2 210 890	2 690 929	21,7%
Total expenditure	41 492 309	47 621 967	14,7%

The Department's estimates will increase over the medium term to R 60,390 billion in 2012/13, at an average rate of 8,2 % over the period.

1.2 Any other material matter – Soccer World Cup clothing and tickets

No clothing or tickets were procured from the budget baseline during the year under review.

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2 Services rendered by the Department

2.1 Services rendered

Apart from the Department's core responsibilities, various other internal and extra- departmental services were rendered in terms of the Promotion of Access to Information Act, 2000 (Act No 2 of 2000) and the Firearms Control Act, 2000 (Act No 60 of 2000). As the purpose of the Promotion of Access to Information Act, 2000 is to give full effect to the constitutional right of the public to access any information held by the State, it is the Department's objective to foster a culture of transparency and accountability towards the public and to actively promote a society in which the people of the Republic of South Africa have effective access to information, thereby enabling them to exercise and protect all of their rights.

The aim of the Firearms Control Act, 2000 is to address firearm-related crime by removing illegally possessed firearms from society and to ensure effective control over firearms owned legally by individuals and Government.

A list of services rendered is included under the heading 'Programme performance' in the Annual Report.

2.2 Tariff policy

All fees, charges and tariffs that are not or cannot be fixed by any law and that relate to revenue accruing to a revenue fund were reviewed by the Department's Tariffs Committee.

2.3 Auxiliary Services

The Department caters for those services that have been classified as functional responsibilities of the Department and not for so-called free services.

The functional responsibilities of the Department include the provision of:-

- nutrition to detainees;
- nutrition to resident members in some official quarters;
- nutrition to members at SAPS training facilities; and
- services to members who participate in certain official activities such as sport, recreational and cultural activities.

2.4 Inventories

The total inventories on hand at the year-end are included in Annexure 6.

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3 Capacity constraints and improvements

As reported in the previous Annual Report, the Department gradually improved its organizational structure over the past eight years by increasing the number of personnel on the fixed establishment in order to meet the capacity needs.

Since 1 April 2002 the Department has embarked upon a strategy to increase its capacity, both human and physical. This process will continue for the next three financial years. Similarly, spending on capital immovable assets will also remain a prominent feature of the SAPS vote. The Department's staff establishment as on 31 March 2010 was 190 199.

4 Utilisation of donor funds

The Minister of Police signed an agreement with the Government of France on 9 March 2009. The purpose of this agreement is to assist the SAPS in countering transnational crime and terrorism in South Africa. The value of the project is R1,2 million, which will be provided over a period of three years.

A Bilateral Police Cooperation agreement was signed between the Netherlands and the SAPS in February 2008. The aim of the agreement is to strive to promote bilateral non-operational cooperation in the fields of law enforcement, crime prevention, public order and public safety, and to improve the quality of policing. Cooperation takes the form of a partnership and is not grand based.

A project agreement on Sustainable Policing in the Sudan was signed between the SAPS and Norway. This is a regional partnership between SAPS and the Sudanese Police Force, supported by funding from the Royal Norwegian Government.

5 Trading entities and public entities

The Private Security Industry Regulatory Authority was established in terms of the Private Security Industry Regulation Act, 2001 (Act No. 56 of 2001) with primary objective, the regulation of the private security industry, the exercise of effective control over the practice of the occupation of security service provider in the public and national interest and the interest of the private security industry itself.

No transfer of funds takes place between the Authority and the SAPS budget allocation and the SAPS is not a designated department for the Authority as contemplated in section 53(2) of the Public Finance Management Act.

6 Organisations to whom transfer payments have been made

In terms of the Skills Development Act, 1998 (Act No. 97 of 1998), and the Skills Development Services Act, 1999 (Act No. 9 of 1999), an amount of R20,818 million was paid to the Safety and Security Sector Education and Training Authority in 2009/10.

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7 Corporate governance arrangements

7.1 Fraud prevention policies

The Corruption and Fraud Prevention Plan was updated during the 1st quarter of 2009/2010. This plan included specific implementation responsibilities for provincial and divisional commissioners and station commissioners. The revised Corruption and Fraud Prevention Plan was distributed to all levels within the SAPS for implementation. The implementation of the Corruption and Fraud Prevention Plan was assessed during the third quarter of 2009/10 to identify areas where improvements could be made, the focus being the improving of implementation in 2010/11.

An assessment of the corruption-related risks most prevalent at station/local level within the SAPS was conducted and used to inform the compiling of the Strategic Risk Register for the SAPS for 2009/10. The risk of corruption and fraud involving SAPS employees was identified as a strategic risk for the SAPS and included in the Strategic Risk Register for 2009/10, which represents the SAPS's estimated risk exposure for 2009/10. This is taken into consideration at all levels.

The SAPS recruited a large number of employees in 2009/10, in accordance with its strategic priorities and Medium-term Expenditure Framework. These employees were all subjected to employee suitability checks and received training on integrity and ethics management as part of their basic training.

The SAPS managed the reporting on the Corruption and Fraud Prevention Plan on a quarterly basis, both in terms of the Department's Strategic Plan and its obligations in terms of the Government Programme of Action. Information on the number of SAPS employees charged with corruption and corruption-related crimes was provided, including the number of SAPS employees charged in terms of the SAPS Discipline Regulations for the same offences.

The Department of Public Service and Administration (DPSA) instructed all government departments to complete an audit to determine the extent of their compliance with Government's Minimum Anti-Corruption Capacity Requirements. The SAPS drew up an extensive review of the Corruption and Fraud Prevention Plan, based on the outline provided by the DPSA, which will be used in 2010/11 to ensure that the Anti-Corruption Strategy of the SAPS is fully compliant with Government's Minimum Anti-Corruption Capacity Requirements.

The SAPS was fully represented at all meetings of Government's Anti-Corruption Coordinating Committee, as well as the Anti-Corruption Learning Network. This ensures the sharing of information between the SAPS and other Governments, as well as ensuring that the anti-corruption approach of the SAPS remains aligned with that of Government.

7.2 Management processes aimed at managing conflict of interest

The Department requires all members of senior management to declare their financial interests as part of the performance management process. Management procedures are in place for regulating the performance of remunerative work outside the Department by all employees.

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7.3 Approach to risk management

The SAPS' risk management approach requires that a Strategic Risk Register, approved by the National Commissioner, be compiled, based on the annual and strategic priorities of the SAPS. The Strategic Risk Register represents the SAPS' overall risk exposure, focussing particularly on station level, the level at which the majority of SAPS' resources are located and at which the SAPS' key functions in terms of Section 205 of the Constitution are performed. This is the level in SAPS at which the majority of risk resides. The Strategic Risk register for 2009/10 was compiled and distributed to all levels with guidelines for implementation as well as a mechanism to support accountability for the mitigating of these risks at all levels.

SAPS' risk management approach was assessed in line with the revised Public Sector Risk Management Framework as well as the King III Report, released for implementation as of the 1st of April 2010. The SAPS will utilise this review to ensure that its Enterprise Risk Management Framework remains focussed on minimising SAPS' risk exposure through effective risk management and internal control, is in line with government risk management expectations and standards, and is compliant with the relevant legislation and national policy.

7.4 Implementation and assessment of the Code of Conduct

The Code of Conduct forms an integral part of all introductory training to within the SAPS, including Basic Training for entry level personnel as well as the Lateral Entry Level Programme for personnel recruited to the SAPS at level 11 and above.

This training provides learners with detailed information on the contents and implications of the SAPS= Code of Conduct, in addition to the links between the Code of Conduct, the Values of SAPS, the Code of Ethics and the SAPS= Discipline Regulations.

The Code of Conduct is reflected in all corporate documentation of the SAPS such as the Strategic and Annual Performance Plans, as well as the Annual Report. The intranet of the SAPS and internet both carry the Code of Conduct, making it accessible to all SAPS employees and members of the community who have access to the internet.

The SAPS has developed guidelines to assist functional members in the performance of their duties according to the legislative framework applicable to the organisation. These "field guides" contain the Code of Conduct, as well as ways in which it can be put into practice. The implications for members who contravene the Code are also spelled out. The field guides are distributed extensively within the SAPS.

7.5 Effectiveness of Internal Audit and Audit Committee

The Strategic Internal Audit Plan, which extends over three years and incorporates the Annual Plan for the 2009/2010 financial year, was approved by the Audit Committee. The approach was to formulate a risk-based plan that aligned the priorities of the Internal Audit Component with the objectives and goals of the Department and related strategic risk areas facing the Department over the next three years. The projects include the following kinds of reviews:

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- Risk-based compliance
- Financial Discipline
- Cyclical reviews

The scope of the co-sourced Internal Audit Component, is to ascertain whether the Department's network of risk management, control and governance processes, as designed and represented by management, are adequate and operative in a manner that will ensure the following:

- Risks are appropriately identified and managed.
- Appropriate interaction takes place with the various governance groups within the Department.
- Financial, managerial and operating information is accurate, reliable and timely.
- Employee's actions comply with policies, standards, procedures and the applicable laws and regulations.
- Resources are acquired economically, used efficiently and are adequately protected.
- Programmes, plans and objectives are achieved.
- Quality and continuous improvement are fostered in the control processes of the Department.
- Significant legislative or regulatory issues impacting on the Department are recognised and addressed appropriately.

The Internal Audit Component is independent and no restrictions are placed on their access to information. The accountability and reporting structures of the Component are properly established and regular feedback is provided to the Audit Committee, which acts as an oversight committee in evaluating -

- the progress made in carrying out the internal audit reviews in terms of the approved Internal Audit Plan;
- the results of the internal audit reviews concluded; and
- the effectiveness of the Component.

7.6 Safety, health and environment-related issues

The Department established a component attending to the working environment in terms of the Occupational Health and Safety Act, 1993 (Act No. 85 of 1993).

Ongoing projects aimed at improving health and safety in 2009/2010

- Research on proper personal protective equipment/clothing

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- Communication Plan to promote awareness on Health and Safety
- Development of Safe Working Procedures and Standards for Health and Safety on specific duties
- Legal Compliance Audits (inspections) at workplaces of the Department
- Medical Surveillance Programme
- Induction Training on Health and Safety in Training Colleges
- Investigation of all reported incidents within SAPS and report to Department of Labour as per OHS Act. 85 of 1993

Risk and Quality Management

SHE Management is planning to incorporate Risk and Quality Management in its functions. This will benefit the SAPS in reducing the number of uncalled-for incidents, preventing absenteeism and improving employees' performance.

8 Discontinued activities/activities to be discontinued

None

9 New/proposed activities

Legislation was passed to ensure that, from 1 July 2009, the duties that had been performed by the former Directorate for Special Operations (DSO) in the National Prosecuting Authority would be transferred to the SAPS. This resulted in the establishment of the Directorate for Priority Crimes Investigation, which included the duties of the Commercial and Organised Crime Unit of the SAPS, and formed part of the broader Detective Services of the South African Police Service.

10 Asset management

The Department embarked on an asset management strategy involving the enhancement of the Asset Register by means of systems developments and minimum information requirements to promote the capturing of assets of a movable nature.

In addition to the Asset Register, several functionalities and interfaces have been established and implemented to enhance an integrated asset management approach within the Department. These enhancements include the following:

- The Workshop Accounting System
- The Loss Control System

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- NATIS
- The Firearm Control System
- The Vehicle Tracking System
- The Fuel Card System
- The POLFIN Telkom System
- The Action Response System (ARS) system for computer equipment
- Reconciliation of asset additions with invoices paid.

11 Events after the reporting date

None

12 Performance information

The following accountability frameworks are in place to measure performance information regarding performance indicators and targets:

- A strategic management framework document serving as a guideline on inter alia the development and measurement of performance information at all levels of the Department has been drawn up.
- Emanating from the five-year Strategic Plan, an Annual Performance Plan has been developed that will direct the Department on the implementation of the Estimates of National Expenditure (ENE), with specific focus on measurable objectives, selected performance indicators and targets per financial programme as reflected in the ENE.
- Quarterly reports are being compiled in accordance with Treasury Regulation 5.3 in order to monitor progress regarding the implementation of the Annual Performance Plan, including the performance indicators and targets.
- Internal controls have been developed for performance management which describes the Department's processes of performance monitoring, measurement, review and reporting.
- Dedicated personnel who have been trained in strategic management, are responsible for gathering, monitoring and evaluating performance indicators per financial programme.
- Various information systems are in place which captures performance information e.g. the Crime Administration System (CAS), the Operational Planning and Monitoring System, the Firearm Registration System, etc. Manual processes are also in place to assist with the verification and analysis of performance information.

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13 Scopa resolutions

The following progress has been made regarding various Scopa resolutions:

Reference to previous audit report and SCOPA resolutions	Subject	Findings on progress
Audit Report on Performance Audit Scopa Resolution 1/2009	Vehicle Management - Implementing AVL - Training employees without driver's licences - Monitoring the use of vehicles - Maintaining vehicles turn-around times	Substantial progress
	Training - Exposing members to training - Training Database - Training budget	Substantial progress
	Community Service centres - Access for people with disabilities - Infrastructure of police stations	Substantial progress
	Domestic violence - Compliance with National Instruction and Domestic Violence Act	Substantial progress
	Bulletproof vests - Issuing of bulletproof vests	Substantial progress
	10111 Call centres - Compliance with norms and standards - Shortcomings in respect of equipment and people - Contingency plans - Training	Substantial Progress

14 Approved

The Annual Financial Statements set out from pages 1 to 40, as well as a set of Annual Financial statements compiled for consolidation purposes, have been approved by the Accounting Officer.



National Commissioner
BH Cele

**GENERAL NATIONAL COMMISSIONER: SOUTH AFRICAN POLICE SERVICE
(ACCOUNTING OFFICER)
B CELE**

Date: 2010/05/31

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Appropriation per Programme											
2009/10											2008/09
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	R'000
1. Administration											
Current payment	14 523 156	0	(66 869)	14 456 287	14 456 287	0	100%	12 466 799	12 466 799	12 466 799	12 466 799
Transfers and subsidies	206 134	0	13 706	219 840	219 840	0	100%	195 567	195 567	195 567	195 567
Payment for capital assets	1 176 342	0	157 051	1 333 393	1 333 393	0	100%	1 296 511	1 296 511	1 296 511	1 296 511
2. Visible Policing											
Current payment	18 596 596	0	(82 116)	18 514 480	18 514 480	0	100%	16 123 114	16 123 114	16 123 114	16 123 114
Transfers and subsidies	129 641	0	23 439	153 080	153 080	0	100%	126 504	126 504	126 504	126 504
Payment for capital assets	1 026 697	0	75 609	1 102 306	1 102 306	0	100%	845 979	845 979	845 979	845 979
3. Detective Services											
Current payment	7 318 341	0	(157 823)	7 160 518	7 160 518	0	100%	6 431 052	6 431 052	6 431 052	6 431 052
Transfers and subsidies	36 016	0	13 861	49 877	49 877	0	100%	46 273	46 273	46 273	46 273
Payment for capital assets	208 399	0	74 840	283 239	283 239	0	100%	309 416	309 416	309 416	309 416
4. Crime Intelligence											
Current payment	1 668 038	0	(57 575)	1 610 463	1 610 435	28	100%	1 397 808	1 397 808	1 397 808	1 397 808
Transfers and subsidies	7 633	0	1 364	8 997	8 997	0	100%	7 621	7 621	7 621	7 621
Payment for capital assets	38 463	0	123	38 586	38 586	0	100%	34 775	34 775	34 775	34 775
5. Protection and Security Services											
Current payment	2 601 932	0	42 163	2 644 095	2 644 095	0	100%	2 089 035	2 089 035	2 089 035	2 089 035
Transfers and subsidies	3 357	0	2 256	5 613	5 613	0	100%	3 189	3 189	3 189	3 189
Payment for capital assets	81 250	0	(40 029)	41 221	41 221	0	100%	118 666	118 666	118 666	118 666
Total	47 621 995	0	0	47 621 995	47 621 967	28	100%	41 492 309	41 492 309	41 492 309	41 492 309
Reconciliation with Statement of Financial Performance											
Add:	Departmental revenue			347 572						376 456	
	Aid assistance			5 127						7 234	
				47 974 694						41 875 999	
Actual amounts per Statement of Financial Performance (Total Revenue)											13 449
Add:	Aid assistance				14 711						13 449
Actual amounts per Statement of Financial Performance (Total Expenditure)					47 636 678						41 505 758

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Appropriation per Economic classification											
2009/10											2008/09
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure		
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	R'000
Current payments											
Compensation of employees	33 770 193	0	(30 346)	33 739 847	33 739 819	28	100%	29 046 228	29 046 228		
Goods and services	10 937 870	0	(292 923)	10 644 947	10 644 947	0	100%	9 459 498	9 459 498		
Financial transactions in assets and liabilities	0	0	1 049	1 049	1 049	0	100%	2 082	2 082		
Transfers and subsidies											
Provinces and municipalities	23 077	0	2 118	25 195	25 195	0	100%	22 447	22 447		
Departmental agencies and accounts	19 732	0	1 086	20 818	20 818	0	100%	18 427	18 427		
Households	339 972	0	51 422	391 394	391 394	0	100%	338 280	338 280		
Payment for capital assets											
Buildings and other fixed structures	1 014 435	0	55 691	1 070 126	1 070 126	0	100%	991 150	991 150		
Machinery and equipment	1 515 626	0	211 140	1 726 766	1 726 766	0	100%	1 612 201	1 612 201		
Biological assets	1 090	0	763	1 853	1 853	0	100%	1 996	1 996		
Total	47 621 995	0	0	47 621 995	47 621 967	28	100%	41 492 309	41 492 309		

DEPARTMENT OF POLICE
VOTE 22

APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 1 - Administration										
Detail per sub-programme		2009/10					2008/09			
		Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000
1.1 Minister										
Current payment	1 709	0	20	1 729	1 729	0	100%	1 604	1 604	
1.2 Deputy Minister										
Current payment	1 407	0	25	1 432	1 432	0	100%	1 328	1 328	
1.3 Management										
Current payment	46 680	0	3 697	50 377	50 377	0	100%	51 093	51 093	
Transfers and subsidies	14	0	249	263	263	0	100%	599	599	
Payment for capital assets	1 133	0	19	1 152	1 152	0	100%	1 263	1 263	
1.4 Corporate Services										
Current payment	12 627 842	0	(95 277)	12 532 565	12 532 565	0	100%	10 933 404	10 933 404	
Transfers and subsidies	206 120	0	13 457	219 577	219 577	0	100%	194 968	194 968	
Payment for capital assets	1 175 209	0	157 032	1 332 241	1 332 241	0	100%	1 295 248	1 295 248	
1.5 Property Management										
Current payment	1 845 518	0	24 666	1 870 184	1 870 184	0	100%	1 479 370	1 479 370	
Total	15 905 632	0	103 888	16 009 520	16 009 520	0	100%	13 958 877	13 958 877	

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Economic classification	Detail per programme 1 - Administration									
	2009/10					2008/09				
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure	
R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000		
Current payments										
Compensation of employees	8 875 546	0	269	8 875 815	8 875 815	0	100%	7 851 565	7 851 565	
Goods and services	5 647 610	0	(68 187)	5 579 423	5 579 423	0	100%	4 613 152	4 613 152	
Financial transactions in assets and liabilities			1 049	1 049	1 049	0	100%	2 082	2 082	
Transfers and subsidies										
Provinces and municipalities	3 204	0	280	3 484	3 484	0	100%	3 303	3 303	
Departmental agencies and accounts	19 207	0	1 611	20 818	20 818	0	100%	17 896	17 896	
Households	183 723	0	1 1815	195 538	195 538	0	100%	174 368	174 368	
Payment for capital assets										
Buildings and other fixed structures	1 014 435	0	41 335	1 055 770	1 055 770	0	100%	986 339	986 339	
Machinery and equipment	160 817	0	115 033	275 850	275 850	0	100%	308 245	308 245	
Biological assets	1 090	0	683	1 773	1 773	0	100%	1 927	1 927	
Total	15 905 632	0	103 888	16 009 520	16 009 520	0	100%	13 958 877	13 958 877	

DEPARTMENT OF POLICE
VOTE 22

APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 2 - Visible Policing										
Detail per sub-programme		2009/10					2008/09			
		Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000
2.1 Crime Prevention										
Current payment	16 914 842	0	(139 292)	16 775 550	16 775 550	0	100%	14 616 921	14 616 921	
Transfers and subsidies	119 413	0	24 290	143 703	143 703	0	100%	117 187	117 187	
Payment for capital assets	972 579	0	28 994	1 001 573	1 001 573	0	100%	803 995	803 995	
2.2 Borderline Security										
Current payment	178 637	0	(18 745)	159 892	159 892	0	100%	146 816	146 816	
Transfers and subsidies	119	0	217	336	336	0	100%	224	224	
Payment for capital assets	46 213	0	11 338	57 551	57 551	0	100%	21 667	21 667	
2.3 Specialised Interventions										
Current payment	1 503 117	0	75 921	1 579 038	1 579 038	0	100%	1 359 377	1 359 377	
Transfers and subsidies	10 109	0	(1 068)	9 041	9 041	0	100%	9 093	9 093	
Payment for capital assets	7 905	0	35 277	43 182	43 182	0	100%	20 317	20 317	
Total	19 752 934	0	16 932	19 769 866	19 769 866	0	100%	17 095 597	17 095 597	

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Economic classification	Detail per programme 2 - Visible Policing										
	2009/10					2008/09					
	Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000		
Current payments											
Compensation of employees	15 140 082	0	(13 212)	15 126 870	15 126 870	0	100%	12 986 076	12 986 076		
Goods and services	3 456 514	0	(68 904)	3 387 610	3 387 610	0	100%	3 137 038	3 137 038		
Transfers and subsidies											
Provinces and municipalities	14 236	0	795	15 031	15 031	0	100%	13 623	13 623		
Departmental agencies and accounts	525	0	(525)	0	0	0	100%	531	531		
Households	114 880	0	23 169	138 049	138 049	0	100%	112 350	112 350		
Payment for capital assets											
Buildings and other fixed structures	0	0	9 280	9 280	9 280	0	100%	4 712	4 712		
Machinery and equipment	1 026 697	0	66 249	1 092 946	1 092 946	0	100%	841 198	841 198		
Biological assets	0	0	80	80	80	0	100%	69	69		
Total	19 752 934	0	16 932	19 769 866	19 769 866	0	100%	17 095 597	17 095 597		

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 3 - Detective Services											
Detail per sub-programme		2009/10						2008/09			
		Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000	
3.1 Crime Investigations											
	Current payment	5 500 844	0	(199 812)	5 301 032	5 301 032	0	100%	4 773 957	4 773 957	
	Transfers and subsidies	31 902	0	10 663	42 565	42 565	0	100%	38 380	38 380	
	Payment for capital assets	107 244	0	65 457	172 701	172 701	0	100%	169 018	169 018	
3.2 Criminal Record Centre											
	Current payment	670 536	0	56 678	727 214	727 214	0	100%	630 083	630 083	
	Transfers and subsidies	1 194	0	96	1 290	1 290	0	100%	1 192	1 192	
	Payment for capital assets	24 841	0	19 136	43 977	43 977	0	100%	24 291	24 291	
3.3 Forensic Science Laboratory											
	Current payment	353 155	0	24 137	377 292	377 292	0	100%	359 408	359 408	
	Transfers and subsidies	519	0	(369)	150	150	0	100%	508	508	
	Payment for capital assets	50 997	0	(30 679)	20 318	20 318	0	100%	102 689	102 689	
3.4 Specialised Investigations											
	Current payment	793 806	0	(38 826)	754 980	754 980	0	100%	667 604	667 604	
	Transfers and subsidies	2 401	0	3 471	5 872	5 872	0	100%	6 193	6 193	
	Payment for capital assets	25 317	0	20 926	46 243	46 243	0	100%	13 418	13 418	
	Total	7 562 756	0	(69 122)	7 493 634	7 493 634	0	100%	6 786 741	6 786 741	

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Economic classification	Detail per programme 3 - Detective Services										
	2009/10						2008/09				
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure		
R'000	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	
Current payments											
Compensation of employees	6 027 999	0	(106 981)	5 921 018	5 921 018	0	100%	5 141 366	5 141 366		
Goods and services	1 290 342	0	(50 842)	1 239 500	1 239 500	0	100%	1 289 686	1 289 686		
Transfers and subsidies											
Provinces and municipalities	4 239	0	634	4 873	4 873	0	100%	4 074	4 074		
Households	31 777	0	13 227	45 004	45 004	0	100%	42 199	42 199		
Payment for capital assets											
Buildings and other fixed structures	0	0	2 808	2 808	2 808	0	100%	17	17		
Machinery and equipment	208 399	0	72 032	280 431	280 431	0	100%	309 399	309 399		
Total	7 562 756	0	(69 122)	7 493 634	7 493 634	0	100%	6 786 741	6 786 741		

DEPARTMENT OF POLICE
VOTE 22

APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 4 - Crime Intelligence										
Detail per sub-programme		2009/10					2008/09			
		Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000
4.1 Crime Intelligence Operations										
	Current payment	794 514	0	(158 896)	635 618	635 590	28	100%	633 750	633 750
	Transfers and subsidies	3 540	0	417	3 957	3 957	0	100%	3 711	3 711
	Payment for capital assets	21 165	0	(18 697)	2 468	2 468	0	100%	13 621	13 621
4.2 Intelligence and Information Management										
	Current payment	873 524	0	101 321	974 845	974 845	0	100%	764 058	764 058
	Transfers and subsidies	4 093	0	947	5 040	5 040	0	100%	3 910	3 910
	Payment for capital assets	17 298	0	18 820	36 118	36 118	0	100%	21 154	21 154
	Total	1 714 134	0	(56 088)	1 658 046	1 658 018	28	100%	1 440 204	1 440 204

DEPARTMENT OF POLICE
VOTE 22
APPROPRIATION STATEMENT
for the year ended 31 March 2010

Economic classification	Detail per programme 4 - Crime Intelligence										
	2009/10						2008/09				
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure		
R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000			
Current payments											
Compensation of employees	1 463 053	0	(50 430)	1 412 623	1 412 595	28	100%	1 193 597	1 193 597		
Goods and services	204 985	0	(7 145)	197 840	197 840	0	100%	204 211	204 211		
Transfers and subsidies											
Provinces and municipalities	611	0	90	701	701	0	100%	570	570		
Households	7 022	0	1 274	8 296	8 296	0	100%	7 051	7 051		
Payment for capital assets											
Machinery and equipment	38 463	0	123	38 586	38 586	0	100%	34 775	34 775		
Total	1 714 134	0	(56 088)	1 658 046	1 658 018	28	100%	1 440 204	1 440 204		

DEPARTMENT OF POLICE
VOTE 22

APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 5 - Protection and Security Services											
Detail per sub-programme		2009/10						2008/09			
		Adjusted Appropriation R'000	Shifting of Funds R'000	Virement R'000	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Expenditure as % of final appropriation %	Final Appropriation R'000	Actual Expenditure R'000	
5.1	VIP Protection Services										
	Current payment	387 510	0	(2 427)	385 083	385 083	0	100%	320 135	320 135	
	Transfers and subsidies	658	0	347	1 005	1 005	0	100%	672	672	
	Payment for capital assets	12 069	0	8 231	20 300	20 300	0	100%	32 535	32 535	
5.2	Static and Mobile Security										
	Current payment	549 222	0	9 136	558 358	558 358	0	100%	445 464	445 464	
	Transfers and subsidies	978	0	661	1 639	1 639	0	100%	881	881	
	Payment for capital assets	12 205	0	(7 633)	4 572	4 572	0	100%	26 843	26 843	
5.3	Port of Entry Security										
	Current payment	942 783	0	16 703	959 486	959 486	0	100%	738 396	738 396	
	Transfers and subsidies	1 170	0	391	1 561	1 561	0	100%	1 013	1 013	
	Payment for capital assets	30 045	0	(20 186)	9 859	9 859	0	100%	20 370	20 370	
5.4	Rail Police										
	Current payment	480 977	0	23 718	504 695	504 695	0	100%	383 002	383 002	
	Transfers and subsidies	154	0	979	1 133	1 133	0	100%	173	173	
	Payment for capital assets	22 291	0	(21 686)	605	605	0	100%	27 253	27 253	
5.5	Government Security Regulator										
	Current payment	46 484	0	(3 852)	42 632	42 632	0	100%	36 154	36 154	
	Transfers and subsidies	7	0	53	60	60	0	100%	67	67	
	Payment for capital assets	843	0	2 545	3 388	3 388	0	100%	6 029	6 029	
5.6	Operational Support										
	Current payment	194 956	0	(1 115)	193 841	193 841	0	100%	165 884	165 884	
	Transfers and subsidies	390	0	(175)	215	215	0	100%	383	383	
	Payment for capital assets	3 797	0	(1 300)	2 497	2 497	0	100%	5 636	5 636	
	Total	2 686 539	0	4 390	2 690 929	2 690 929	0	100%	2 210 890	2 210 890	

DEPARTMENT OF POLICE

VOTE 22

APPROPRIATION STATEMENT
for the year ended 31 March 2010

Detail per programme 5 - Protection and Security Services									
Economic classification	2009/10					2008/09			
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
Current payments									
Compensation of employees	2 263 513	0	140 008	2 403 521	2 403 521	0	100%	1 873 624	1 873 624
Goods and services	338 419	0	(97 845)	240 574	240 574	0	100%	215 411	215 411
Transfers and subsidies									
Provinces and municipalities	787	0	319	1 106	1 106	0	100%	877	877
Households	2 570	0	1 937	4 507	4 507	0	100%	2 312	2 312
Payment for capital assets									
Buildings and other fixed structures	0	0	2 268	2 268	2 268	0	100%	82	82
Machinery and equipment	81 250	0	(42 297)	38 953	38 953	0	100%	118 584	118 584
Biological assets				0		0	100%	0	0
Total	2 686 539	0	(4 390)	2 690 929	2 690 929	0	100%	2 210 890	2 210 890

DEPARTMENT OF POLICE
VOTE 22
NOTES TO THE APPROPRIATION STATEMENT
for the year ended 31 March 2010

- 1. Detail of specifically and exclusively appropriated amounts voted (after Virement):**
Detail of these transactions can be viewed in **note 1** (Annual Appropriation) to the annual financial statements.
- 2. Detail of transfers and subsidies as per Appropriation Act (after Virement):**
Detail of these transactions can be viewed in **note 7** to the annual financial statements.
- 3. Detail of financial transactions in assets and liabilities**
Detail of these transactions can be viewed in **note 6** to the annual financial statements.

DEPARTMENT OF POLICE
VOTE 22
STATEMENT OF FINANCIAL PERFORMANCE
for the year ended 31 March 2010

	<i>Note</i>	2009/10 R'000	2008/09 R'000
REVENUE			
Annual appropriation	1	47 621 995	41 492 309
Departmental revenue	2	347 572	376 456
Aid assistance	3	5 127	7 234
TOTAL REVENUE		<u>47 974 694</u>	<u>41 875 999</u>
EXPENDITURE			
Current expenditure			
Compensation of employees	4	33 739 819	29 046 228
Goods and services	5	10 644 947	9 459 498
Financial transactions in assets and liabilities	6	1 049	2 082
Aid assistance	3	13 125	9 626
Total current expenditure		<u>44 398 940</u>	<u>38 517 434</u>
Transfers and subsidies			
Transfers and subsidies	7	437 407	379 154
Aid assistance	3	0	1
Total Transfers and subsidies		<u>437 407</u>	<u>379 155</u>
Expenditure for capital assets			
Tangible capital assets	8	2 798 745	2 605 347
Aid assistance	3	1 586	3 822
Total expenditure for capital assets		<u>2 800 331</u>	<u>2 609 169</u>
TOTAL EXPENDITURE		<u>47 636 678</u>	<u>41 505 758</u>
SURPLUS FOR THE YEAR		<u>338 016</u>	<u>370 241</u>
Reconciliation of Net Surplus for the year			
		28	0
		<u>28</u>	<u>0</u>
Departmental revenue	14	347 572	376 456
Aid assistance	3	(9 584)	(6 215)
SURPLUS FOR THE YEAR		<u>338 016</u>	<u>370 241</u>

DEPARTMENT OF POLICE
VOTE 22
STATEMENT OF FINANCIAL POSITION
for the year ended 31 March 2010

	<i>Note</i>	2009/10 R'000	2008/09 R'000
ASSETS			
Current assets		201 744	197 720
Cash and cash equivalents	9	24 666	25 140
Prepayments and advances	10	51 113	44 488
Receivables	11	118 826	122 819
Aid assistance receivable	3	7 139	5 273
Non-current assets		91 708	72 617
Receivables	12	91 708	72 617
TOTAL ASSETS		<u>293 452</u>	<u>270 337</u>
LIABILITIES			
Current liabilities		164 723	154 475
Voted funds to be surrendered to the Revenue Fund	13	28	0
Departmental revenue to be surrendered to the Revenue Fund	14	3 660	10 253
Bank overdraft	15	142 883	115 517
Payables	16	10 093	12 928
Aid assistance repayable	3	1 038	5 916
Aid assistance unutilised	3	7 021	9 861
TOTAL LIABILITIES		<u>164 723</u>	<u>154 475</u>
NET ASSETS		<u>128 729</u>	<u>115 862</u>
Represented by:			
Recoverable revenue		128 729	115 862
TOTAL		<u>128 729</u>	<u>115 862</u>

DEPARTMENT OF POLICE
VOTE 22
STATEMENT OF CHANGES IN NET ASSETS
for the year ended 31 March 2010

	<i>Note</i>	2009/10	2008/09
		R'000	R'000
Recoverable revenue			
Opening balance		115 862	96 601
Transfers:		12 867	19 261
Irrecoverable amounts written off	6,5	(4 750)	(4 972)
Debts revised	11,5	(18 963)	(12 580)
Debts recovered (included in departmental receipts)		(122 331)	(94 957)
Debts raised		158 911	131 770
Closing balance		<u>128 729</u>	<u>115 862</u>

DEPARTMENT OF POLICE
VOTE 22
CASH FLOW STATEMENT
for the year ended 31 March 2010

	<i>Note</i>	2009/10	2008/09
		R'000	R'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts:		47 969 815	41 873 484
Annual appropriated funds received	1,1	47 621 995	41 492 309
Departmental revenue received	2	342 693	373 941
Aid assistance received	3	5 127	7 234
Net increase/(decrease) in working capital		(24 558)	(38 187)
Surrendered to Revenue Fund	13 & 14	(354 165)	(372 450)
Current payments		(44 398 940)	(38 517 434)
Transfers and subsidies paid		(437 407)	(379 155)
Net cash flow available from operating activities	17	2 754 745	2 566 258
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for capital assets	3.2 & 8	(2 800 331)	(2 609 169)
Proceeds from sale of capital assets	2	4 879	2 515
Net cash flows from investing activities		(2 795 452)	(2 606 654)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase/(Decrease) in net assets		12 867	19 261
Net cash flows from financing activities		12 867	19 261
Net increase/(decrease) in cash and cash equivalents		(27 840)	(21 135)
Cash and cash equivalents at beginning of period		(90 377)	(69 242)
Cash and cash equivalents at end of period	18	(118 217)	(90 377)

DEPARTMENT OF POLICE
VOTE 22
ACCOUNTING POLICIES
for the year ended 31 March 2010

The Financial Statements have been prepared in accordance with the following policies, which have been applied consistently in all material aspects, unless otherwise indicated. However, where appropriate and meaningful, additional information has been disclosed to enhance the usefulness of the Financial Statements and to comply with the statutory requirements of the Public Finance Management Act, Act 1 of 1999 (as amended by Act 29 of 1999), and the Treasury Regulations issued in terms of the Act and the Division of Revenue Act, Act 2 of 2006.

1 Presentation of the Financial Statements

1.1 Basis of preparation

The Financial Statements have been prepared on a modified cash basis of accounting, except where stated otherwise. The modified cash basis constitutes the cash basis of accounting supplemented with additional disclosure items. Under the cash basis of accounting transactions and other events are recognised when cash is received or paid.

1.2 Presentation currency

All amounts have been presented in the currency of the South African Rand (R) which is also the functional currency of the department.

1.3 Rounding

Unless otherwise stated all financial figures have been rounded to the nearest one thousand Rand (R'000).

1.4 Comparative figures

Prior period comparative information has been presented in the current year's financial statements. Where necessary figures included in the prior period financial statements have been reclassified to ensure that the format in which the information is presented is consistent with the format of the current year's financial statements.

1.5 Comparative figures - Appropriation Statement

A comparison between actual amounts and final appropriation per major classification of expenditure is included in the Appropriation Statement.

2 Revenue

2.1 Appropriated funds

Appropriated funds comprises of departmental allocations as well as direct charges against revenue fund (i.e. statutory appropriation)

DEPARTMENT OF POLICE
VOTE 22
ACCOUNTING POLICIES
for the year ended 31 March 2010

Appropriated funds are recognised in the financial records on the date the appropriation becomes effective. Adjustments to the appropriated funds made in terms of the adjustments budget process are recognised in the financial records on the date the adjustments become effective.

Total appropriated funds received during the year are presented in the Statement of Financial Performance.

Unexpended appropriated funds are surrendered to the National/Provincial Revenue Fund. Any amounts owing to the National/Provincial Revenue Fund at the end of the financial year are recognised as payable in the statement of financial position.

2.2 Departmental revenue

All departmental revenue is recognised in the statement of financial performance when received and is subsequently paid into the National/Provincial Revenue Fund, unless stated otherwise.

Any amount owing to the National/Provincial Revenue Fund is recognised as a payable in the statement of financial position.

No accrual is made for the amount receivable from the last receipt date to the end of the reporting period. These amounts are however disclosed in the disclosure note to the annual financial statements.

2.3 Direct Exchequer receipts/payments

All direct exchequer receipts are recognised in the statement of financial performance when the cash is received and subsequently paid into the National/Provincial Revenue Fund, unless otherwise stated.

All direct exchequer payments are recognised in the statement of financial performance when final authorisation for payment is effected on the system (by no later than 31 March of each year).

Any amount owing to the National/Provincial Revenue Funds at the end of the financial year is recognised as a payable in the statement of financial position.

2.4 Aid assistance

Aids assistance is recognised as revenue when received

All in-kind aid assistance is disclosed at fair value on the date of receipt in the annexures to the Annual Financial Statements

The cash payments made during the year relating to aid assistance projects are recognised as expenditure in the statement of financial performance when final authorisation for payments is effected on the system (by no later than 31 March of each year)

The value of the assistance expensed prior to the receipt of funds is recognised as a receivable in the statement of financial position.

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Inappropriately expensed amounts using aid assistance and any unutilised amounts are recognised as payables in the statement of financial position.

All CARA funds received must be recorded as revenue when funds are received. The cash payments made during the year relating to CARA earmarked projects are recognised as expenditure in the statement of financial performance when final authorisation for payments effected on the system (by no later than 31 March of each year)

Inappropriately expensed amounts using CARA funds are recognised as payables in the statement of financial position. Any unutilised amounts are transferred to retained funds as they are not surrendered to the revenue fund.

3 Expenditure

3.1 Compensation of employees

3.1.1 Short-term employee benefits

The cost of short-term employee benefits are expensed in the statement of financial performance when financial authorisation for payment is effected on the system (by no later than 31 March each year)

Short-term employee benefits that give rise to a present legal or constructive obligation are disclosed in the disclosure notes to the financial statements. These amounts must not be recognised in the statement of financial performance or position.

Employee cost are capitalised to the cost of a capital project when an employee spends more than 50% of his/her time in the project. These payments form part of expenditure for capital assets in the statement of financial performance.

3.1.2 Post retirement benefits

Employer contribution (i.e. social contributions) are expensed in the statement of financial performance when the final authorisation for payment is effected on the system (by no later than 31 March each year).

No provision is made for retirement benefits in the financial statements of the department. Any potential liabilities are disclosed in the financial statements of the National Revenue Funds and not in the financial statements of the employer department.

Social contribution (such as medical benefits) made by the department for certain of its ex-employees are classified as transfers to households in the statement of financial performance.

3.1.3 Termination benefits

Termination benefits such as severance packages are recognised as an expense in the statement of financial performance as a transfer (to households) when the final authorisation for payment is

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effected on the system (by no later than 31 March of each year).

3.1.4 Other long-term employee benefits

Other long-term employee benefits (such as capped leave) are recognised as an expense in the statement of financial performance as a transfer (to households) when the final authorisation for payment is effected on the system (by no later than 31 March of each year).

Long-term employee benefits that give rise to a present legal or constructive obligation are disclosed in the disclosure notes to the financial statements.

3.2 Goods and services

Payments made for goods and/or services are recognised as an expense in the statement of financial performance when the final authorisation for payment is effected on the system (by no later than 31 March of each year).

The expense is classified as capital if the goods and/or services were acquired for a capital project or if the total purchase price exceeds the capitalisation threshold (currently R5, 000). All other expenditures are classified as current.

3.3 Interest and rent on land

Interest and rental payments are recognised as an expense in the statement of financial performance when the final authorisation for payment is effected on the system (by no later than 31 March of each year). This item excludes the rental for the use of buildings or other fixed structures. If it is not possible to distinguish between payment for the use of land and fixed structures on it, the whole amount should be recorded under goods and services.

3.4 Financial transactions in assets and liabilities

Debts are written off when identified as irrecoverable. Debts written-off are limited to the amount of savings and/or underspending of appropriated funds. The write off occurs at year-end or when funds are available. No provision is made for irrecoverable amounts but an estimate is included in the disclosure notes to the financial statements amounts.

All other losses are recognised when authorisation has been granted for the recognition thereof.

3.5 Transfers and subsidies

Transfers and subsidies are recognised as an expense when the final authorisation for payment is effected on the system (by no later than 31 March of each year).

3.6 Unauthorised expenditure

When confirmed unauthorised expenditure is recognised as an asset in the statement of financial position until such time as the expenditure is either approved by the relevant authority, recovered from

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the responsible person or written off as irrecoverable in the statement of financial performance.

Unauthorised expenditure approved with funding is derecognised from the statement of financial position when the unauthorised expenditure is approved and the related funds are received.

Where the amount is approved without funding it is recognised as expenditure in the statement of financial performance on the date of approval.

3.7 Fruitless and wasteful expenditure

Fruitless and wasteful expenditure is recognised as expenditure in the statement of financial performance according to the nature of the payment and not as a separate line item on the face of the statement. If the expenditure is recoverable it is treated as an asset until it is recovered from the responsible person or written off as irrecoverable in the statement of financial performance.

3.8 Irregular expenditure

Irregular expenditure is recognised as expenditure in the Statement of Financial Performance. If the expenditure is not condoned by the relevant authority it is treated as an asset until it is recovered or written off as irrecoverable in the Statement of Financial Performance.

4 Assets

4.1 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost.

Bank overdrafts are shown separately on the face of the statement of financial position.

For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held, other short-term highly liquid investments and bank overdrafts.

4.2 Other financial assets

Cash and cash equivalents are carried in the Statement of Financial Position at cost.

4.3 Prepayments and advances

Amounts prepaid or advanced are recognised in the statement of financial position when the payments are made and where the goods and services have not been received by year end.

Prepayments and advances outstanding at the end of the year are carried in the statement of financial position at cost.

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4.4 Receivables

Receivables included in the statement of financial position arise from cash payments made that are recoverable from another party or from the sale of goods/rendering of services.

Receivables outstanding at year-end are carried in the statement of financial position at cost plus any accrued interest. Amounts that are potentials irrecoverable are included in the disclosure notes.

4.5 Inventory

Inventories that qualify for recognition must be initially reflected at cost. Where inventories are acquired at no cost, or for nominal consideration, their cost shall be their fair value at the date of acquisition.

All inventory items at year-end are reflected using the weighted average cost or FIFO cost formula.

4.6 Capital assets

4.6.1 Movable assets

Initial recognition

A capital asset is recorded on receipt of the item at cost. Cost of an asset is defined as the total cost of acquisition. Where the cost cannot be determined accurately, the movable capital asset is stated at fair value. Where fair value cannot be determined, the capital asset is included in the asset register at R1.

All assets acquired prior to 1 April 2002 are included in the register R1.

Subsequent recognition

Subsequent expenditure of a capital nature is recorded in the Statement of Financial Performance as “expenditure for capital asset” and is capitalised in the asset register of the department on completion of the project.

Repairs and maintenance is expensed as current “goods and services” in the Statement of Financial Performance.

4.6.2 Immovable assets

Initial recognition

A capital asset is recorded on receipt of the item at cost. Cost of an asset is defined as the total cost of acquisition. Where the cost cannot be determined accurately, the immovable capital asset is stated at R1 unless the fair value for the asset has been reliably estimated.

Subsequent recognition

Work-in-progress of a capital nature is recorded in the statement of financial performance as

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“expenditure for capital asset”. On completion, the total cost of the project is included in the asset register of the department that legally owns the asset or the provincial/national department of public works.

Repairs and maintenance is expensed as current “goods and services” in the statement of financial performance.

5 Liabilities

5.1 Payables

Recognised payables mainly comprise of amounts owing to other governmental entities. These payables are carried at cost in the statement of financial position.

5.2 Contingent liabilities

Contingent liabilities are included in the disclosure notes to the financial statements when it is possible that economic benefits will flow from the department, or when an outflow of economic benefits or service potential is probable but cannot be measured reliably.

5.3 Contingent assets

Contingent assets are included in the disclosure notes to the financial statements when it is possible that an inflow of economic benefits will flow to the entity.

5.4 Commitments

Commitments are not recognised in the Statement of Financial Position as a liability or as expenditure in the Statement of Financial Performance but are included in the disclosure notes.

5.5 Accruals

Accruals are not recognised in the Statement of Financial Position as a liability or as expenditure in the Statement of Financial Performance but are included in the disclosure notes.

5.6 Employee benefits

Short-term employee benefits that give rise to a present legal or constructive obligation are disclosed in the disclosure notes to the financial statements. These amounts are not recognised in the Statement of Financial Performance or the Statement of Financial Position.

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5.7 Lease commitments

Finance lease

Finance leases are not recognised as assets and liabilities in the statement of financial position. Finance lease payments are recognised as an expense in the statement of financial performance and are apportioned between the capital and interest portions. The finance lease liability is disclosed in the disclosure notes to the financial statements.

Operating lease

Operating lease payments are recognised as an expense in the statement of financial performance. The operating lease commitments are disclosed in the disclosure notes to the financial statement.

5.8 Provisions

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

6 Receivables for departmental revenue

Receivables for departmental revenue are disclosed in the disclosure notes to the annual financial statements.

7 Net Assets

7.1 Capitalisation reserve

The capitalisation reserve comprises of financial assets and/or liabilities originating in a prior reporting period but which are recognised in the statement of financial position for the first time in the current reporting period. Amounts are recognised in the capitalisation reserves when identified in the current period and are transferred to the National/Provincial Revenue Fund when the underlining asset is disposed and the related funds are received.

7.2 Recoverable revenue

Amounts are recognised as recoverable revenue when a payment made in a previous financial year becomes recoverable from a debtor in the current financial year. Amounts are either transferred to the National/Provincial Revenue Fund when recovered or are transferred to the statement of financial performance when written-off.

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8 Related party transactions

Specific information with regards to related party transactions is included in the disclosure notes.

9 Key management personnel

Compensation paid to key management personnel including their family members where relevant, is included in the disclosure notes.

10 Public private partnerships

A description of the PPP arrangement, the contract fees and current and capital expenditure relating to the PPP arrangement is included in the disclosure notes.

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1. Annual Appropriation

1.1 Annual Appropriation

	Final Appropriation	Actual Funds Received	Funds not requested/not received	Appropriation Received 2008/09
	R'000	R'000	R'000	R'000
Administration	16 009 520	16 009 520	0	13 958 877
Visible Policing	19 769 866	19 769 866	0	17 095 597
Detective Services	7 493 634	7 493 634	0	6 786 741
Crime Intelligence	1 658 046	1 658 046	0	1 440 204
Protection and Security Services	2 690 929	2 690 929	0	2 210 890
Total	47 621 995	47 621 995	0	41 492 309

2. Departmental revenue

	<i>Note</i>	2009/10	2008/09
		R'000	R'000
Tax revenue			
Sales of goods and services other than capital assets	2,1	168 869	223 023
Fines, penalties and forfeits	2,2	10 043	24 336
Interest, dividends and rent on land	2,3	1 365	2 235
Sales of capital assets	2,4	4 879	2 515
Financial transactions in assets and liabilities	2,5	162 416	124 347
Departmental revenue collected		347 572	376 456

**2.1 Sales of goods and services other than
capital assets**

Sales of goods and services produced by the department	2	147 654	217 375
Administrative fees		109 822	121 065
Other sales		37 832	96 310
Sales of scrap, waste and other used current goods		21 215	5 648
Total		168 869	223 023

2.2 Fines, penalties and forfeits

Fines	2	817	186
Forfeits		9 226	24 150
Total		10 043	24 336

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Detail note 2 continued...

	<i>Note</i>	2009/10	2008/09
		R'000	R'000
2.3 Interest, dividends and rent on land	2		
Interest		1 365	2 235
Total		<u>1 365</u>	<u>2 235</u>
2.4 Sales of capital assets	2		
Tangible capital assets		4 879	2 515
Machinery and equipment	29,2	4 875	2 511
Biological assets	29,2	4	4
Total		<u>4 879</u>	<u>2 515</u>
2.5 Financial transactions in assets and liabilities	2		
Stale cheques written back		1 820	1 792
Other receipts including recoverable revenue		160 596	122 555
Total		<u>162 416</u>	<u>124 347</u>

3. Aid assistance

3.1 Assistance received in cash from RDP

Foreign

Opening Balance		643	4 367
Revenue		1 427	334
Expenditure		8 171	4 058
Current		8 171	4 057
Transfers			1
Closing Balance		<u>(6 101)</u>	<u>643</u>

3.2 Aid assistance received in cash from CARA Fund

Opening Balance		9 861	12352
Revenue		3 700	6 900
Expenditure		6 540	9 391
Current		4 954	5 569
Capital	30	1 586	3 822
Closing Balance		<u>7 021</u>	<u>9 861</u>

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Detail note 3 continued...

	Note	2009/10 R'000	2008/09 R'000
3.3 Total			
Opening Balance		10 504	16 719
Revenue		5 127	7 234
Expenditure		14 711	13 449
Current		13 125	9 626
Capital		1 586	3 822
Transfers		0	1
Closing Balance	ANNEXURE 4	920	10 504
Analysis of balance			
Aid assistance receivable		7 139	5 273
RDP		7 139	5 273
Aid assistance unutilised		7 021	9 861
CARA Fund		7 021	9 861
Aid assistance repayable		1 038	5 916
RDP		1 038	5 916
Closing balance		920	10 504
4. Compensation of employees			
4.1 Salaries and wages			
Basic salary		21 592 754	18 479 990
Performance award		191 210	260 954
Service Based		39 548	42 545
Compensative/circumstantial		664 523	417 036
Other non-pensionable allowances		3 826 877	3 348 241
Total		26 314 912	22 548 766
4.2 Social contributions			
Employer contributions			
Pension		3 533 455	3 073 844
Medical		3 886 104	3 418 821
UIF		249	1
Official unions and associations		5 099	4 796
Total		7 424 907	6 497 462
Total compensation of employees		33 739 819	29 046 228
Average number of employees		185 668	177 951

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5. Goods and services	Note	2009/10 R'000	2008/09 R'000
Administrative fees		39 563	32 978
Advertising		21 417	26 957
Assets less than R5,000	5,1	375 501	325 684
Bursaries (employees)		2 739	2 355
Catering		23 622	3 750
Communication		686 323	676 118
Computer services	5,2	1 986 886	1 538 734
Consultants, contractors and agency/ outsourced services	5,3	1 440 475	1 221 261
Entertainment		3 840	16 786
Audit cost - external	5,4	23 497	31 122
Inventory	5,5	2 550 079	2 719 233
Operating leases		1 503 186	1 187 136
Owned and leasehold property expenditure	5,6	807 291	660 273
Transport provided as part of the departmental activities		863	1 647
Travel and subsistence	5,7	703 538	613 748
Venues and facilities		20 673	17 804
Training and staff development		37 914	29 374
Other operating expenditure	5,8	417 540	354 538
Total		<u>10 644 947</u>	<u>9 459 498</u>
5.1 Assets less than R5,000	5		
Tangible assets		283 528	252 473
Buildings and other fixed structures		105	0
Biological assets		53	12
Machinery and equipment		283 370	252 461
Intangible		91 973	73 211
Computer software		91 973	73 211
Total		<u>375 501</u>	<u>325 684</u>
5.2 Computer services	5		
SITA computer services		1 562 458	1 143 069
External computer service providers		424 428	395 665
Total		<u>1 986 886</u>	<u>1 538 734</u>

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Detail note 5 continued...

	Note	2009/10 R'000	2008/09 R'000
5.3 Consultants, contractors and agency/outsourced services	5		
Business and advisory services		12 433	14 435
Infrastructure and planning		5 342	3 491
Laboratory services		137	106
Legal costs		89 595	82 935
Contractors		816 569	622 407
Agency and support/outsourced services		516 399	497 887
Total		<u>1 440 475</u>	<u>1 221 261</u>
5.4 External audit fees	5		
Regularity audits		22 728	26 150
Performance audits		434	4 764
Other audits		335	208
Total		<u>23 497</u>	<u>31 122</u>
5.5 Inventory			
Learning and teaching support material	5	1 811	324
Food and food supplies		1 568	1 752
Fuel, oil and gas		1 537 384	1 852 684
Other consumable materials		171 632	150 183
Maintenance material		465 795	383 580
Stationery and printing		293 877	241 378
Medical supplies		12 206	8 430
Military stores		65 806	80 902
Total		<u>2 550 079</u>	<u>2 719 233</u>
5.6 Owned and leasehold property expenditure	5		
Municipal services		455 829	360 564
Property management fees		23 190	17 075
Other		328 272	282 634
Total		<u>807 291</u>	<u>660 273</u>
5.7 Travel and subsistence	5		
Local		636 322	556 270
Foreign		67 216	57 478
Total		<u>703 538</u>	<u>613 748</u>

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Detail note 5 continued...

	Note	2009/10 R'000	2008/09 R'000
5.8 Other operating expenditure	5		
Professional bodies, membership and subscription fees		1 814	5 176
Resettlement costs		58 890	21 585
Other		356 836	327 777
Total		<u>417 540</u>	<u>354 538</u>

6. Financial transactions in assets and liabilities

Material losses through criminal conduct		72	68
Theft	6,4	3	7
Other material losses	6,1	69	61
Other material losses written off	6,2	46	125
Debts written off	6,3	931	1 889
Total		<u>1 049</u>	<u>2 082</u>

6.1 Other material losses 6

Nature of other material losses

Incident	Disciplinary steps taken/criminal proceedings		
Cheque fraud:	Civilian	None	0
Lost cash:	Police action	None	57
Incorrect payments			12
Total			<u>69</u>

6.2 Other material losses written off 6

Nature of losses

Vehicle accidents	0	125
Lost cash	2	0
Incorrect payments	26	0
Stale cheques	18	0
Total	<u>46</u>	<u>125</u>

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Detail note 6 continued....

	Note	2009/10 R'000	2008/09 R'000
6.3 Debts written off			
Nature of debts written off			
Salaries	6	836	1 554
State guarantees		33	142
Tax debt		18	28
Fruitless and wasteful		0	165
Vehicle accidents		44	0
Total		<u>931</u>	<u>1 889</u>
6.4 Details of theft	6		
Stolen equipment		0	7
Lost cash		3	0
		<u>3</u>	<u>0</u>
6.5 Recoverable revenue written off			
Salary related debt		(2 447)	(3 371)
Property related debt		(2 209)	(1 519)
Admin related debt		(94)	(82)
Total		<u>(4 750)</u>	<u>(4 972)</u>
6.6 Assets written off			
Nature of write-off	29.2 & 30.2		
Transport assets		647 787	463 420
Computer equipment		27 974	23 627
Furniture and Office equipment		848	681
Other machinery and equipment		25 771	64 959
Biological assets		1 284	404
Immovable assets		1 025	1 989
Total		<u>704 689</u>	<u>555 080</u>
7. Transfers and subsidies			
Provinces and municipalities	7,1	25 195	22 447
Departmental agencies and accounts	7,2	20 818	18 427
Households	7,3	391 394	338 280
Total		<u>437 407</u>	<u>379 154</u>

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Detail note 7 continued....

	Note	2009/10 R'000	2008/09 R'000
7.1 Provinces and municipalities	7		
Fines and penalties		402	248
Vehicle licences		24 793	22 199
Total		<u>25 195</u>	<u>22 447</u>
7.2 Departmental agencies and accounts	7		
Safety and Security Sector Education & Training Authority		20 818	17 896
SA Civil Aviation		0	531
Total		<u>20 818</u>	<u>18 427</u>
7.3 Households	7		
Employer social benefit		266 158	240 296
Claims against the State (Households)		125 143	97 820
Payment as an act of grace		93	164
Total		<u>391 394</u>	<u>338 280</u>

8. Expenditure for capital assets

Tangible assets

Buildings and other fixed structures	30	1 071 712	991 150
Machinery and equipment	29,1	1 726 766	1 616 023
Biological assets	29,1	1 853	1 996
Total		<u>2 800 331</u>	<u>2 609 169</u>

8.1 Analysis of funds utilised to acquire capital assets - 2009/10

	Voted Funds R'000	Aid assistance R'000	Total R'000
Tangible assets	2 798 745	1 586	2 800 331
Buildings and other fixed structures	1 070 126	1 586	1 071 712
Machinery and equipment	1 726 766	0	1 726 766
Biological assets	1 853	0	1 853
Total	<u>2 798 745</u>	<u>1 586</u>	<u>2 800 331</u>

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Detail note 8 continued....

8.2 Analysis of funds utilised to acquire capital assets - 2008/09

	Voted Funds	Aid assistance	Total
	R'000	R'000	R'000
Total assets acquired	2 605 347	3 822	2 609 169

9. Cash and cash equivalents

	Note	2009/10	2008/09
		R'000	R'000
Cash on hand		23 661	25 987
Cash with commercial banks (Local)		1 005	(847)
Total		24 666	25 140

10. Prepayments and advances

Description			
Staff advances		3 051	3 042
Travel and subsistence		46 996	40 201
Prepayments		1 056	1 235
Advances paid to other entities		10	10
Total		51 113	44 488

11. Receivables - current

	Note	2009/10			2008/09	
		R'000	R'000	R'000	R'000	R'000
		Less than one year	One to three years	Older than three years	Total	Total
Claims recoverable	11.1	4 807	5 711	21 404	31 922	37 141
ANNEXURE 2						
Staff debtors	11.2	48 529	12 774	13 513	74 816	73 323
Private enterprises	11.3	17	0	0	17	0
Other debtors	11.4	7 558	126	4 387	12 071	12 355
		60 911	18 611	39 304	118 826	122 819

11.1 Claims recoverable

	Note	2009/10	2008/09
		R'000	R'000
National departments	11	19 791	25 422
Provincial departments		11 801	11 126
Private enterprises		330	593
Total		31 922	37 141

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Detail note 11 continued....

	Note	2009/10 R'000	2008/09 R'000
11.2 Staff debtors			
Salary related debt	11	61 465	57 141
Administration related debt		6 698	9 088
Inventory/property related debt		6 653	7 094
Total		<u>74 816</u>	<u>73 323</u>
11.3 Private enterprises	11		
Dishonoured cheques		17	0
Total		<u>17</u>	<u>0</u>
11.4 Other debtors			
Administration related debt	11	12 071	12 355
Total		<u>12 071</u>	<u>12 355</u>
11.5 Debts revised			
Capital increase		3 772	4 111
Capital decrease		(22 660)	(16 620)
Interest correction		(75)	(71)
Total		<u>(18 963)</u>	<u>(12 580)</u>
12. Receivables - non-current			
Staff debtors		91 708	72 617
Total		<u>91 708</u>	<u>72 617</u>
13. Voted funds to be surrendered to the Revenue Fund			
Opening balance		28	0
Transfer from Statement of Financial Performance		0	0
Paid during the year		0	0
Closing balance		<u>28</u>	<u>0</u>
14. Departmental revenue to be surrendered to the Revenue fund			
Opening balance		10 253	6 247
Transfer from Statement of Financial Performance		347 572	376 456
Paid during the year		(354 165)	(372 450)
Closing balance		<u>3 660</u>	<u>10 253</u>

DEPARTMENT OF POLICE
VOTE 22
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for the year ended 31 March 2010

15. Bank overdraft	<i>Note</i>	2009/10	2008/09
		R'000	R'000
Paymaster General Account		142 883	115 517
Total		<u>142 883</u>	<u>115 517</u>
16. Payables – current			
Description			
Clearing accounts	16,1	9 717	11 731
Other payables	16,2	376	1 197
Total		<u>10 093</u>	<u>12 928</u>
16.1 Clearing accounts			
Description			
Amounts recovered to be cleared	16	9 717	11 731
		<u>9 717</u>	<u>11 731</u>
16.2 Other payables			
Description			
Salary deductions to be paid over to institutions	16	376	1 197
		<u>376</u>	<u>1 197</u>
17. Net cash flow available from operating activities			
Net surplus as per Statement of Financial Performance		338 016	370 241
Add back non cash/cash movements not deemed operating activities		2 416 729	2 196 017
(Increase) in receivables – current		(15 098)	(23 247)
Decrease in prepayments and advances		(6 625)	(14 787)
Decrease in payables – current		(2 835)	(153)
Proceeds from sale of capital assets		(4 879)	(2 515)
Surrenders to revenue fund		(354 165)	(372 450)
Expenditure on capital assets		2 800 331	2 609 169
Net cash flow generated by operating activities		<u>2 754 745</u>	<u>2 566 258</u>

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18. Reconciliation of cash and cash equivalents for cash flow purposes

<i>Note</i>	2009/10	2008/09
	R'000	R'000
Consolidated Paymaster General Account	(142 883)	(115 517)
Cash on hand	23 661	25 987
Cash with commercial banks	(1 005)	(847)
Total	<u>(118 217)</u>	<u>(90 377)</u>

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These amounts are not recognised in the annual financial statements and are disclosed to enhance the usefulness of the financial statements.

		<i>Note</i>	2009/10	2008/09
			R'000	R'000
19. Contingent liabilities				
Liable to	Nature			
Motor vehicle guarantees	Employees	ANNEXURE 1	146	269
Housing loan guarantees	Employees	ANNEXURE 1	71 804	154 833
Claims	Private parties	ANNEXURE 5	7 486 819	7 595 885
Other departments (unconfirmed balances)		ANNEXURE 3	11 521	18 225
Capped leave commitments	Employees		4 713 642	4 362 118
			<u>12 283 932</u>	<u>12 131 330</u>

20. Commitments

Current expenditure

Approved and contracted	604 061	402 453
	<u>604 061</u>	<u>402 453</u>

Capital expenditure (including transfers)

Approved and contracted	174 449	225 035
	<u>174 449</u>	<u>225 035</u>

Total Commitments	<u>778 510</u>	<u>627 488</u>
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21. Accruals

Listed by economic classification	30 Days	30+ Days	Total	Total
Goods and services	585 908	128 252	714 160	833 083
Transfers and subsidies	24 940	11 430	36 370	30 468
Buildings and other fixed structures	78 963	180 145	259 108	189 357
Machinery and Equipment	72 065	5 191	77 256	186 037
Total	<u>761 876</u>	<u>325 018</u>	<u>1 086 894</u>	<u>1 238 945</u>

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DISCLOSURE NOTES TO THE ANNUAL FINANCIAL STATEMENTS
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Detail note 21 continued....

<i>Note</i>	2009/10	2008/09
	R'000	R'000
Listed by programme level		
Administration	614 424	689 938
Visible Policing	328 257	406 949
Detective Services	104 936	101 612
Crime Intelligence	25 127	21 478
Protection and Security Services	14 118	15 574
Donor funds	32	3 394
Total	1 086 894	1 238 945

22. Employee benefits

Compensation of employees	1 040	108
Leave entitlement	1 356 817	1 320 909
Thirteenth cheque	11	46
Capped leave commitments	24 639	25 007
Total	1 382 507	1 345 962

Although capped leave in its entirety, should be provided for under this note, the amount and circumstances under which payments were made historically, it was necessary to account for only a percentage of capped leave as employee benefits and the remainder as contingent liability.

23 Lease Commitments

23.1 Operating leases expenditure

	Land	Buildings & other fixed structures	Machinery and equipment	Total
2009/2010	R'000	R'000	R'000	R'000
Not later than 1 year	3 702	594 348	25 598	168 728
Later than 1 year and not later than 5 years	6 755	1 137 349	22 780	432 844
Later than five years	2 009	598 090	0	195 271
Total lease commitments	12 466	2 329 787	48 378	796 843

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Detail note 23 continued...

	Land	Buildings & other fixed structures	Machinery and equipment	Total
2008/2009	R'000	R'000	R'000	R'000
Not later than 1 year	0	0	19 510	19 510
Later than 1 year and not later than 5 years	0	0	20 481	20 481
Total lease commitments	0	0	39 991	39 991

24. Receivables for departmental revenue	<i>Note</i>	2009/10	2008/09
		R'000	R'000
Sales of goods and services other than capital assets		632	2 760
Fines, penalties and forfeits		8	12
Interest, dividends and rent on land		66	75
Financial transactions in assets and liabilities		2 116	2 952
Total		2 822	5 799

24.1 Analysis of receivables for departmental revenue

Opening balance	5 799	4 036
Less: Amounts received	5 799	4 036
Add: Amounts recognised	2 822	5 799
Closing balance	2 822	5 799

25. Irregular expenditure

25.1 Reconciliation of irregular expenditure

Opening Balance	994	13 970
Add: Irregular expenditure - relating to prior year	876	325
Add: Irregular expenditure - relating to current year	2 523	15 157
Less: Amounts condoned	(3 135)	(28 458)
Irregular expenditure awaiting condonation	1 258	994

Analysis of awaiting condonation per age classification

Current year	264	203
Prior years	994	791
Total	1 258	994

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Detail note 25 continued...

25.2 Details of irregular expenditure - current year

Incident	Disciplinary steps taken/ criminal proceedings	2009/10 R'000
Guest speakers	Disciplinary steps taken	3
Training	Disciplinary steps taken	1 509
Security Services	Disciplinary steps taken	140
Accommodation and Meals	Disciplinary steps taken	623
Repairs	Disciplinary steps taken	88
Catering	Disciplinary steps taken	101
Interpreters	Disciplinary steps taken	11
Day to Day Maintenance	Disciplinary steps taken	118
Cleaning Services	Disciplinary steps taken	90
Social Functions	Disciplinary steps taken	34
Communication	Disciplinary steps taken	29
Resettlement Cost	Disciplinary steps taken	20
Total		2 766

25.3 Details of irregular expenditure condoned

Incident	Condoned by (condoning authority)	2009/10 R'000
Guest speakers	Accounting Officer/BAC	18
Training	Accounting Officer/BAC	1 509
Security Services	Accounting Officer/BAC	140
Accommodation and Meals	Accounting Officer/BAC	623
Repairs	Accounting Officer/BAC	88
Catering	Accounting Officer/BAC	101
Interpreters	Accounting Officer/BAC	11
Day to Day Maintenance	Accounting Officer/BAC	366
Cleaning Services	Accounting Officer/BAC	173
Social Functions	Accounting Officer/BAC	34
Communication	Accounting Officer/BAC	52
Resettlement Cost	Accounting Officer/BAC	20
Total		3 135

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26. Fruitless and wasteful expenditure	2009/10	2008/09
26.1 Reconciliation of fruitless and wasteful expenditure	R'000	R'000
Opening balance	2 721	0
Adjustment to opening balance	(686)	0
Fruitless and wasteful expenditure – relating to prior year	480	2 435
Fruitless and wasteful expenditure – relating to current year	647	580
Less: Amounts condoned	(715)	(263)
Less: Amounts transferred to receivables for recovery	(60)	(31)
Fruitless and wasteful expenditure awaiting condonation	2 387	2 721
Analysis of awaiting condonation per economic classification		
Current	2 387	2 721
Total	2 387	2 721

26.2 Analysis of Current Year's Fruitless and wasteful expenditure

Incident	Disciplinary steps taken/ criminal proceedings	2009/10 R'000
License fees	No	520
Accommodation	No	110
Air/bus tickets	No	15
Dormant fuel cards	No	56
Training	No	78
Interest	No	1
Incorrect payments	No	216
Other eg. Meals and cellphone accounts	No	131
		1 127

27. Key management personnel

The aggregate compensation of the senior management of the department is as follows:

Description	No of Individuals	2009/10 R'000	2008/09 R'000
Political Office Bearers	2	3 161	2 245
Officials:			
Level 15 to 16 (including CFO)	34	33 832	17 787
Total		36 993	20 032

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28. Provisions

Potential irrecoverable debts

Staff debtors
Other debtors
Total

2009/10	2008/09
R'000	R'000
1 965	5 648
143	478
2 108	6 126

29. Movable Tangible Capital Assets

MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Opening balance	Current Year Adjustments to prior year balances	Additions	Disposals	Closing balance
	R'000	R'000	R'000	R'000	R'000
MACHINERY AND EQUIPMENT	10 092 757	140 536	1 420 928	702 380	10 951 841
Transport assets	7 217 994	56 679	1 035 695	647 787	7 662 581
Computer equipment	1 135 250	1 919	159 819	27 974	1 269 014
Furniture and Office equipment	68 957	2 502	30 494	848	101 105
Other machinery and equipment	1 670 556	79 436	194 920	25 771	1 919 141
BIOLOGICAL ASSETS	9 008	0	3 636	1 284	11 360
Biological assets	9 008	0	3 636	1 284	11 360
TOTAL MOVABLE TANGIBLE CAPITAL ASSETS	10 101 765	140 536	1 424 564	703 664	10 963 201

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Detail note 29 continued...

29.1 ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSET PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Cash	Non-Cash	Received: Paid and not yet captured in asset register	(Capital work in progress - current costs)	"Received current year, not paid (Paid current year, received prior year)"	Total
	R'000	R'000	R'000	R'000	R'000	R'000
MACHINERY AND EQUIPMENT	1 726 766	228 267	(266 183)	(159 141)	(108 782)	1 420 928
Transport assets	1 141 886	52 039	(62 023)	(0)	(96 208)	1 035 695
Computer equipment	160 796	48 140	(56 034)	0	6 917	159 819
Furniture and Office equipment	30 272	5 214	(4 878)	0	(114)	30 494
Other machinery and equipment	393 812	122 874	(143 248)	(159 141)	(19 377)	194 920
BIOLOGICAL ASSETS	1 853	2 600	(817)	0	(0)	3 636
Biological assets	1 853	2 600	(817)	0	(0)	3 636
TOTAL ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSETS	1 728 619	230 867	(267 000)	(159 141)	(108 782)	1 424 563

29.2 DISPOSALS OF MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Sold (cash)	Non-cash	Total	Cash Received
	R'000	R'000	R'000	R'000
MACHINERY AND EQUIPMENT	668 136	34 244	702 380	4 875
Transport assets	643 064	4 723	647 787	4 872
Computer equipment	12 169	15 805	27 974	0
Furniture and Office equipment	630	218	848	0
Other machinery and equipment	12 273	13 498	25 771	3
BIOLOGICAL ASSETS	63	1 221	1 284	4
Biological assets	63	1 221	1 284	4
TOTAL DISPOSAL OF MOVABLE TANGIBLE CAPITAL ASSETS	668 199	35 465	703 664	4 879

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Detail note 29 continued...

29.3 MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2009

	Opening balance	Current Year Adjustments to prior year balances	Additions	Disposals	Closing Balance
	R'000	R'000	R'000	R'000	R'000
MACHINERY AND EQUIPMENT	8 804 412	96 937	1 744 095	552 687	10 092 757
Transport assets	6 395 327	9 993	1 276 094	463 420	7 217 994
Computer equipment	1 000 194	(2 773)	161 456	23 627	1 135 250
Furniture and Office equipment	56 083	(5 175)	18 730	681	68 957
Other machinery and equipment	1 352 808	94 892	287 815	64 959	1 670 556
BIOLOGICAL ASSETS	7 224	(7)	2 195	404	9 008
Biological assets	7 224	(7)	2 195	404	9 008
TOTAL MOVABLE CAPITAL TANGIBLE ASSETS	8 811 636	96 930	1 746 290	553 091	10 101 765

29.4 Minor Assets

MINOR ASSETS OF THE DEPARTMENT FOR 31 MARCH 2010

	Intangible assets	Heritage assets	Machinery and equipment	Biological assets	Total
	R'000	R'000	R'000	R'000	R'000
Minor Assets	0	0	1 772 719	0	1 772 719
TOTAL	0	0	1 772 719	0	1 772 719
Number of minor assets	0	0	736 273	0	736 273
TOTAL	0	0	736 273	0	736 273

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Detail note 29 continued...

Minor Assets

MINOR ASSETS OF THE DEPARTMENT FOR 31 MARCH 2009

	Intangible assets	Heritage assets	Machinery and equipment	Biological assets	Total
	R'000	R'000	R'000	R'000	R'000
Minor Assets	0	0	1 426 138	0	1 426 138
TOTAL	0	0	1 426 138	0	1 426 138
Number of minor assets	0	0	641 737	0	641 737
TOTAL	0	0	641 737	0	641 737

30 Immovable Tangible Capital Assets

MOVEMENT IN IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Opening balance	Current year adjustments to prior year balances	Additions	Disposals	Closing balance
	R'000	R'000	R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	11 787	2 847	0	1 025	13 609
Dwellings	5 923	107	0	724	5 306
Non-residential buildings	5 864	2 740	0	301	8 303
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	11 787	2 847	0	1 025	13 609

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DISCLOSURE NOTES TO THE ANNUAL FINANCIAL STATEMENTS
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Detail note 30 continued...

30.1 Additions

ADDITIONS TO IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Cash	Non-cash	(Capital work-in-progress current costs and finance lease payments)	Received current, not paid (Paid current year, received prior year)	Total
	R'000	R'000	R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	1 071 712	0	(1 071 712)	0	0
Dwellings	8 649		(8 649)	0	0
Non-residential buildings	1 063 063		(1 063 063)	0	0
TOTAL ADDITIONS TO IMMOVABLE TANGIBLE CAPITAL ASSETS	1 071 712	0	(1 071 712)	0	0

30.2 Disposals

DISPOSALS OF IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2010

	Sold for cash	Transfer out or destroyed or scrapped	Total disposals	Cash received Actual
	R'000	R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	0	1 025	1 025	0
Dwellings	0	724	724	0
Non-residential buildings	0	301	301	0
TOTAL DISPOSAL OF IMMOVABLE TANGIBLE CAPITAL ASSETS	0	1 025	1 025	0

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DISCLOSURE NOTES TO THE ANNUAL FINANCIAL STATEMENTS
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Detail note 30 continued...

30.3 Movement for 2008/09

MOVEMENT IN IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2009

	Opening balance	Additions	Disposals	Closing balance
	R'000	R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	13 686	90	1 989	11 787
Dwellings	7 189	0	1 266	5 923
Non-residential buildings	6 041	90	267	5 864
Other fixed structures	456	0	456	0
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	13 686	90	1 989	11 787

DEPARTMENT OF POLICE
VOTE 22

ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2010

ANNEXURE 1
STATEMENT OF FINANCIAL GUARANTEES ISSUED AS AT 31 MARCH 2010 - LOCAL

Guarantee in respect of and Guarantor institution	Original Guaranteed capital amount	Opening balance 1/4/2008	Current year adjustments to prior year closing balances	Guarantee drawdowns during the year	Guarantee Repayments/ cancelled/ Released/ Reduced during the year	Currency Revaluation 2008/2009	Closing balance 31/03/2009	Realised losses not recoverable i.r.o. claims paid out
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Motor Vehicles								
STANNIC	637	269	0	0	123	0	146	0
Total	637	269	0	0	123	0	146	0
Housing								
STANDARD BANK		23 286	0	0	18 639	0	4 647	49
NEDBANK PTY LTD		52 292	0	0	41 665	0	10 627	0
FIRSTRAND BANK: FNB		37 285	0	0	4 869	0	32 416	0
ABSA		33 628	0	466	15 576	0	18 518	0
OLD MUTUAL FIN LT		1 082	0	0	839	0	243	0
INVESTEC (EX PROV)		12	0	0	12	0	0	0
HLANO FIN SERVICES		82	0	0	17	0	65	0
ITHALA LIMITED		2 573	0	0	277	0	2 296	0
FREESTATE DEVEL CORP		1 047	0	0	0	0	1 047	0
VBS MUTUAL BANK		573	0	76	450	0	199	0
MPUMALANGA		204	0	0	33	0	171	0
NP DEVELOP. CORP. LTD		1 279	0	41	852	0	468	0
GREEN START H/LOAN		404	0	28	175	0	257	0
SA HOMELOANS		141	0	0	0	0	141	0
INDLU FIN PTY LTD		16	0	0	0	0	16	0
NHFC (Masikheti)		929	0	0	236	0	693	0
Total		154 833	0	611	83 640	0	71 804	49
Grand Total		155 102	0	611	83 763	0	71 950	49

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ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2010

ANNEXURE 2
CLAIMS RECOVERABLE

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		TOTAL	
	31/03/2010	31/03/2009	31/03/2010	31/03/2009	31/03/2010	31/03/2009
	R'000	R'000	R'000	R'000	R'000	R'000
Departments						
THE PRESIDENCY	0	0	1	1	1	1
DEPARTMENT OF DEFENCE	0	0	95	111	95	111
DEPARTMENT OF AGRICULTURE	0	0	405	246	405	246
DEPARTMENT OF ARTS AND CULTURE	0	0	97	209	97	209
DEPARTMENT OF COMMUNICATIONS	0	0	3	711	3	711
DEPARTMENT OF CORRECTIONAL SERVICES	0	0	295	439	295	439
DEPARTMENT OF EDUCATION	0	0	866	547	866	547
DEPARTMENT OF ENVIRONMENTAL AFFAIRS AND TOURISM	0	0	186	137	186	137
DEPARTMENT OF FOREIGN AFFAIRS	0	0	9 028	11 390	9 028	11 390
DEPARTMENT OF HEALTH	0	0	4 010	5 141	4 010	5 141
DEPARTMENT OF HOME AFFAIRS	0	0	161	179	161	179
DEPARTMENT OF HOUSING	0	0	9	21	9	21
DEPARTMENT OF JUSTICE AND CONSTITUTIONAL DEV	0	0	399	405	399	405
DEPARTMENT OF LABOUR	0	0	251	172	251	172
DEPARTMENT OF LAND AFFAIRS	0	0	7	149	7	149
DEPARTMENT OF PUBLIC ENTERPRISES	0	0	2	1	2	1
DEPARTMENT OF PUBLIC WORKS	0	0	1 662	1 627	1 662	1 627
DEPARTMENT OF SOCIAL DEVELOPMENT	0	0	304	275	304	275
DEPARTMENT OF TRADE AND INDUSTRY	0	0	173	144	173	144
DEPARTMENT OF TRANSPORT	0	0	147	1 950	147	1 950
DEPARTMENT OF WATER AFFAIRS AND FORESTRY	0	0	533	130	533	130
DEPARTMENT OF MINERALS AND ENERGY	0	0	349	678	349	678
DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION	0	0	12	10	12	10
DEPARTMENT OF SCIENCE AND TECHNOLOGY	0	0	3	0	3	0
DEPARTMENT OF SPORT AND RECREATION	0	0	5	67	5	67

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Annexure 2 continued...

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		TOTAL	
	31/03/2010	31/03/2009	31/03/2010	31/03/2009	31/03/2010	31/03/2009
	R'000	R'000	R'000	R'000	R'000	R'000
DEPARTMENT OF PROVINCIAL AND LOCAL GOVERNMENT	0	0	8	3	8	3
DEPARTMENT OF STATE DEVELOPMENT	0	0	24	0	24	0
INDEPENDENT COMPLAINTS DIRECTORATE	0	0	17	71	17	71
NATIONAL ASSEMBLY: PARLIAMENT	0	0	305	295	305	295
NATIONAL PROSECUTING AUTHORITY	0	0	138	130	138	130
NATIONAL TREASURY	0	0	65	125	65	125
NATIONAL COMMUNICATION CENTRE	0	0	43	43	43	43
OFFICES OF THE PREMIERS	0	0	2	11	2	11
MEC SAFETY AND SECURITY	0	0	187	256	187	256
KWAZULU NATAL: PROVINCIAL GOVERNMENT	0	0	483	249	483	249
FREE STATE PROV: PROVINCIAL GOVERNMENT	0	0	17	28	17	28
WESTERN CAPE PROV: PROVINCIAL GOVERNMENT	0	0	2 025	1 163	2 025	1 163
LIMPOPO PROV: PROVINCIAL GOVERNMENT	0	2	238	92	238	94
EASTERN CAPE PROV: PROVINCIAL GOVERNMENT	0	11	8 586	9 087	8 586	9 098
GAUTENG PROV: PROVINCIAL GOVERNMENT	0	0	266	205	266	205
NORTH WEST PROV: PROVINCIAL GOVERNMENT	0	0	177	274	177	274
MPUMALANGA: PROVINCIAL GOVERNMENT	0	0	5	9	5	9
NORTHERN CAPE: PROVINCIAL GOVERNMENT	0	0	3	6	3	6
INSTITUTION FOR SECURITY STUDIES	0	0	12	12	12	12
NATIONAL INTELLIGENCE AGENCY	0	0	7	3	7	3
SA SOCIAL SECURITY AGENCY	0	0	113	201	113	201
SA RESERVE BANK	0	0	52	0	52	0
SCHINDLER LIFTS	0	0	7	7	7	7
AIRPORTS COMPANY SOUTH AFRICA	0	0	3	6	3	6
VENTURESCAPES	0	0	72	63	72	63
SUB TOTAL	0	13	31 592	36 788	31 592	36 801

DEPARTMENT OF POLICE
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ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS
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Annexure 2 continued...

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		TOTAL	
	31/03/2010	31/03/2009	31/03/2010	31/03/2009	31/03/2010	31/03/2009
	R'000	R'000	R'000	R'000	R'000	R'000
SA SECRET SERVICE	0	0	3	3	3	3
4D DÉCOR	0	0	5	5	5	5
RED HOT EVENTS	0	0	2	2	2	2
BUILD BEST	0	0	0	1	0	1
EVENTS MANAGEMENT SOLUTIONS	0	0	0	2	0	2
TRAVEL MOTIVES	0	0	2	0	2	0
SOUTH AFRICAN COMMUNIST PARTY	0	0	22	13	22	13
GREEN DOLPINE RESTAURANT	0	0	12	9	12	9
SENSE OF TASTE	0	0	15	11	15	11
SALSA CATERING	0	0	3	2	3	2
SUB TOTAL	0	0	330	340	330	340
TOTAL	0	13	31 922	37 128	31 922	37 141

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ANNEXURE 3
INTER- GOVERNMENTAL PAYABLES

GOVERNMENT ENTITY	Confirmed balance out- standing		Unconfirmed balance outstanding		TOTAL	
	31/03/2010	31/03/2009	31/03/2010	31/03/2009	31/03/2010	31/03/2009
	R'000	R'000	R'000	R'000	R'000	R'000
Departments						
Amounts not included in Statement of financial position						
DEPARTMENT OF INTERNATIONAL RELATIONS	0	0	1 538	6 791	1 538	6 791
DEPARTMENT OF JUSTICE AND CONSTITUTIONAL DEV	0	0	9 974	11 434	9 974	11 434
DEPARTMENT OF SOCIAL SERVICES	0	0	9	0	9	0
TOTAL	0	0	11 521	18 225	11 521	18 225

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ANNEXURE 4

STATEMENT OF LOCAL AND FOREIGN AID ASSISTANCE RECEIVED FOR THE YEAR ENDED 31 MARCH 2010

Name Of Donor	Purpose	Opening Balance	Revenue	Expenditure	Closing Balance
		R'000	R'000	R'000	R'000
Received in cash					
Local					
CARA Funds		9 861	3 700	6 540	7 021
Subtotal		9 861	3 700	6 540	7 021
Foreign					
European Union	Capacity Building	(4 467)	0	2	(4 469)
European Union	Crimes against Women and Children	1 500	0	1 500	0
Swiss	Operational training DRC	(124)	0	0	(124)
African Renaissance	DRC Projects	4 053	0	6 599	(2 546)
United Kingdom	DRC Projects	42	0	0	42
Norwegian	DRC Projects	321	0	70	251
Centre of peace and dialog	Operation Rachel	(682)	682		0
Enhlangano Project France	Training support	0	745		745
Subtotal		643	1 427	8 171	(6 101)
Total		10 504	5 127	14 711	920

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ANNEXURE 5

STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2010

Nature of Liability	Opening Balance 01/04/2009	Current year adjustments to prior year balances	Liabilities incurred during the year	Liabilities paid during the year	Liabilities cancelled/ reduced during the year	Closing Balance 31/03/2010
	R'000	R'000	R'000	R'000	R'000	R'000
Claims against the department						
Vehicle accidents	127 076	20 828	52 564	14 125	43 083	143 260
Legal expenses	283 267	(2 156)	38 560	1 383	156 886	161 402
Damage to property	45 544	(13 906)	3 465	883	27 573	6 647
Assault	380 210	6 318	186 589	2 538	64 438	506 141
Damage to State property	5 231	5 062	6 637	3 082	2 887	10 961
Police actions	4 631 302	945 797	1 707 373	51 986	1 576 934	5 655 552
Shooting incidents	425 999	19 143	235 983	5 383	149 231	526 511
Other (Not yet classified)	1 697 256	(660 417)	291 292	71	851 715	476 345
Total	7 595 885	320 669	2 522 463	79 451	2 872 747	7 486 819

Note: Amounts on this schedule reflects the actual amounts paid and actual amounts claimed (NOT ESTIMATED SETTLEMENT AMOUNTS) in respect of all pending civil claims against the state, which may or may not be settled in future.

STATEMENT OF THE RECOVERABILITY OF ACCUMULATED PAYMENTS MADE AS AT 31 MARCH 2010

Nature of Liability	Opening Balance 01/04/2009	Current year adjustments to prior year balances	Movement during the year			Closing Balance 31/03/2010
			Detail of finalized transactions	Amount	New transactions Amount	
	R'000	R'000		R'000	R'000	R'000
[Vehicle accidents, Legal expenses,	168 116	1 259	Written off (TR 11.4 & 12)	392	87 283	113 140
Damage to property, Assault			State funds	1 311		
Damage to State property			Claim by the Department	898		
Police actions, Shooting incidents			Waiver of claims (TR 12.7.3)	140 917		
and Other (not yet allocated)]						
Total	168 116	1 259		143 518	87 283	113 140

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ANNEXURE 6

INVENTORY

	<i>Note</i>	Quantity	2009/10
		R'000	R'000
Inventory			
Opening balance		60 005 068	732 796
Add/(Less): Adjustments to prior year balances		(351 267)	(78 151)
Add: Additions/Purchases - Cash		27 929 813	399 103
Add: Additions - Non-cash		186 609	10 787
(Less): Disposals		(1 694 411)	(30 969)
(Less): Issues		(30 460 892)	(383 237)
Add/(Less): Adjustments		(9 102)	(411)
Closing balance		55 605 818	649 916