

Summarised Outcome: Municipal Budget and Benchmarking Engagement - 2011/12 Budget vs Original Budget 2010/11

	EKU Ekurhuleni Metro (H)	JHB City of Johannesburg (H)	TSH City of Tshwane (H)	GT421 Emfuleni (H)	GT422 Midvaal (M)	GT423 Lesedi (M)	DC42 Sedibeng (M)	GT481 Mogale City (H)	GT482 Randfontein (H)	GT483 Westonaria (M)	GT484 Merafong City (H)	DC48 West Rand (M)
R thousands												
Total Operating Revenue¹	19 824 807	29 371 287	18 231 501	3 481 524	499 091	407 580	345 950	1 488 012	704 450	355 038	1 257 834	252 647
Total Operating Expenditure	21 151 308	28 266 482	18 218 844	3 362 657	549 766	390 316	354 051	1 374 612	704 450	355 442	1 336 289	252 132
Operating Performance Surplus / (Deficit)	-1 326 501	1 104 805	12 658	118 868	-50 674	17 263	-8 101	113 399	-	-405	-78 455	514
Cash and Cash Equivalents at the Year End	1 609 876	1 635 853	1 825 960	436 262	-79 661	4 473	24 164	30 520	-113 337	42 587	16	37 438
Net Increase / (Decrease) in Cash held for the Year	528 245	992 726	769 866	48 504	-69 385	584	24 164	4 781	-113 337	42 587	16	13 756
Cash Backing / Surplus (Deficit) Reconciliation	-1 416 116	-203 380	1 467 931	171 611	12 668	600	-69 398	-31 247	-	117 523	-89 542	35 438
Cash Coverage Ratio	1	1	1	2	-3	0	1	0	-3	2	-	3
STATEMENT OF OPERATING PERFORMANCE												
Revenue												
% Increase in Total Operating Revenue	14.2%	11.6%	21.1%	13.9%	14.1%	16.1%	7.6%	8.7%	17.1%	18.0%	(10.4%)	16.4%
% Increase in Property Rates Revenue	6.6%	4.4%	14.5%	(10.8%)	(9.0%)	33.6%	0.0%	(34.6%)	(0.4%)	32.4%	0.0%	(100.0%)
% Increase in Electricity Revenue	18.1%	25.3%	24.2%	23.5%	25.6%	0.0%	19.6%	10.5%	48.8%	14.8%	0.0%	0.0%
% Increase in Water Revenue	7.2%	13.4%	37.6%	24.1%	13.9%	10.0%	0.0%	8.9%	2.7%	29.8%	16.1%	0.0%
% Increase in Property Rates & Service Charges	14.5%	16.7%	23.4%	15.8%	17.1%	16.5%	0.0%	12.3%	5.5%	34.3%	34.7%	(32.9%)
Collection Rate Including Other Revenue	100.0%	86.9%	91.1%	78.4%	90.1%	84.5%	72.0%	109.8%	91.4%	97.5%	0.1%	5.8%
Expenditure												
% Increase in Total Operating Expenditure	13.7%	12.3%	22.8%	4.5%	14.9%	10.5%	8.9%	9.3%	17.1%	62.7%	20.4%	5.9%
% Increase in Employee Costs	(2.6%)	7.5%	42.1%	9.8%	7.4%	(3.5%)	17.3%	11.0%	11.4%	22.3%	22.2%	15.1%
% Increase in Electricity Bulk Purchases	17.9%	28.6%	24.9%	30.5%	26.7%	25.0%	0.0%	21.5%	26.9%	60.4%	25.3%	0.0%
% Increase in Water Bulk Purchases	(11.6%)	17.0%	42.2%	17.3%	12.9%	10.4%	0.0%	20.5%	12.9%	0.0%	15.9%	0.0%
Provision of Debt Impairment % of Total Billable Revenue	9.7%	7.4%	6.4%	10.8%	2.0%	2.3%	0.0%	6.6%	0.0%	14.1%	12.3%	48.2%
Debt Impairment	1 536 306	1 723 445	910 744	295 360	7 120	7 583	-	80 528	-	34 402	69 760	2 980
MANAGEMENT												
Capital Expenditure and Funding												
Total Capital Budget	2 374 785	3 722 199	3 185 418	303 246	41 524	-	65 200	226 213	112 296	93 578	-	1 000
Internally Funded and Other	210 668	463 170	510 837	118 868	8 429	-	31 070	110 789	52 410	-	-	1 000
Grant Funding and Other	1 296 183	2 259 029	1 174 581	184 378	30 645	-	34 130	115 424	59 886	54 759	-	-
Internally Generated Funds % of Non Grant Funding	19.5%	31.7%	25.4%	100.0%	77.5%	0.0%	100.0%	100.0%	100.0%	0.0%	0.0%	100.0%
Borrowing % of Non Grant Funding	80.5%	68.3%	74.6%	0.0%	22.5%	0.0%	0.0%	0.0%	0.0%	100.0%	0.0%	0.0%
Grant Funding % of Total Funding	54.6%	60.7%	36.9%	60.8%	73.8%	0.0%	52.3%	51.0%	53.3%	58.5%	0.0%	0.0%
Borrowing												
Total Borrowing Liability	4 333	11 456 836	6 487 030	70 461	116 157	-	-	152 651	-	-32 258	94 141	10 732
Borrowing for the Financial Year	867 935	1 000 000	1 500 000	-	2 450	-	-	-	-	38 818	-	-
Cost of Borrowing for the Financial Year	312 875	1 202 621	256 918	-489	4 589	1 340	-	10 719	1 181	9 974	22 039	1 317
Total Cost of Debt as a % of Total Borrowing Liability	7 220.1%	10.5%	4.0%	(0.7%)	4.0%	0.0%	0.0%	7.0%	0.0%	(30.9%)	23.4%	12.3%
Financing Cost % of Asset Base	668.7%	3.2%	1.2%	0.0%	0.4%	2.2%	0.0%	0.2%	0.0%	3.0%	0.9%	1.7%
Capital Charges to Operating	1.5%	4.3%	1.4%	0.0%	0.8%	0.3%	0.0%	0.8%	0.2%	2.8%	1.6%	0.5%
Borrowing to Asset Ratio	9.3%	30.1%	31.3%	4.0%	10.8%	0.0%	0.0%	3.2%	0.0%	(9.8%)	3.8%	13.7%
Asset Management												
Total Value of PPE	46 792	38 039 104	20 697 384	1 760 164	1 076 816	60 664	258 377	4 767 455	-	327 617	2 485 376	78 229
Asset Renewal	-	801 998	1 947 447	121 335	17 345	-	-	155 853	78 700	-	-	-
Asset Renewal % of Depreciation	0.0%	50.4%	226.5%	93.6%	34.2%	0.0%	0.0%	1 491.0%	1 495.5%	0.0%	0.0%	0.0%
R&M % of PPE	0.0%	0.0%	0.0%	11.4%	4.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	6.8%
Asset Renewal and R&M as a % of PPE	0.0%	2.1%	9.4%	18.3%	5.7%	0.0%	0.0%	3.3%	0.0%	0.0%	0.0%	6.8%
Depreciation as % of Asset Base	4 490.4%	4.2%	4.2%	7.4%	4.7%	53.8%	3.1%	0.2%	0.0%	1.3%	3.6%	9.4%
Repairs & Maintenance	-	-	-	201 012	43 533	-	-	-	-	-	-	5 306
SOCIAL PACKAGE												
Total Number of Households	775	1 314 629	831	258	31	32	-	138	32	29	-	-
Number of Households receiving Free Basic Services												
Water (6 kilolitres per household per month)	779	1 291 696	90	126	31	30	-	9	24	18	7	-
Sanitation (free minimum level service)	779	120 815	90	61	-	-	-	9	6	18	7	-
Electricity/Other energy (50kwh per household per month)	296	242 551	90	61	2	23	-	9	24	3	7	-
Refuse/removed at least once a week)	50	186 000	90	61	-	-	-	9	24	18	7	-
Highest level of free service provided												
Water (kilolitres per household per month)	9	6	12	10 000	6	-	-	-	10	6	6	-
Electricity (kwh per household per month)	100	150	100	50 000	-	-	-	-	100	50	50	-
Cost of Free Basic Services provided	505 312	256 503	213 067	109 683	104	10 032	-	91 619	44 704	85 365	17 298	-
Revenue Cost of free services provided	1 257 916	655 320	411 930	115 500	177	13 395	-	104 643	42 437	71 030	31 346	-
Local Government Equitable Share	1 644 128	1 897 561	923 020	539 842	44 379	52 626	220 439	189 605	81 638	87 796	167 868	163 221
MTREF Funded ✓ / Unfunded ✗	x	x	✓	✓	✓	✓	x	x	✓	✓	x	✓

Source: National Treasury Local Government Database

¹Total revenue excludes internal charges