



**national treasury**

Department:  
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## **PRESS RELEASE**

**02 JUNE 2009**

### **Local Government Budgets 2008/09 Financial Year Third Quarter Local Government Section 71 Report**

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#### **SUMMARY:**

1. The third quarter local government budget statement was released today by the National Treasury. The statement covers revenues and expenditure for the first nine months of the 2008/09 financial year, which ended 31 March 2009, as well as information on the spending of local government conditional grants. The statement is available on the National Treasury's website: [www.treasury.gov.za](http://www.treasury.gov.za).
2. National Treasury publishes this information in terms of section 71 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003)(MFMA), and in terms of section 32(2) of the 2008 Division of Revenue Act.
3. This information is commonly referred to as the In-year Management, Monitoring and Reporting System for Local Government (IYM), and is intended to enable provincial and national government to exercise oversight of municipalities, and identify possible problems in the implementation of municipal budgets and conditional grants.
4. The information is based on the section 71 MFMA reports signed by each Municipal Manager and Chief Financial Officer and which had to be submitted to the National Treasury by 13 May 2009. Any queries on budget, revenue or expenditure numbers reflected in the statement should therefore be referred to the relevant Municipal Manager, or the relevant Chief Financial Officer. Queries on conditional grants may also be referred to the relevant transferring official of the national department responsible for administering the grant.
5. The information released together with this press statement reflects aggregated municipal financial performance information for the third quarter of the 2008/09 financial year for all but one of the 283 municipalities. Lekwa Local Municipality (MP305) in Mpumalanga was the only municipality that did not report to National Treasury as required in terms of section 71 of the MFMA.
6. Note that the budgeted figures for municipalities are based on the 2008/09 revised budget statements tabled in the various municipal councils during February 2009.
7. The following section outlines some of the important trends that emerge from this information:

## **HIGHLIGHTS:**

8. At 31 March 2009 (third quarter YTD results for the 2008/09 financial year), municipalities in aggregate had spent 63.8 per cent or R111.5 billion of the R174.8 billion total adjusted budget. On the revenue side they have however collected in aggregate 68.6 per cent or R130.7 billion of the R190.7 billion total adjusted revenue budgets.
9. Metropolitan municipalities have on average collected 63.9 per cent of their revenue and have spent 63.7 per cent or R67.8 billion of the R106.4 billion total adjusted expenditure budget.
10. Of the aggregated adjusted capital budget amounting to R27.2 billion for metropolitan municipalities, only R13.9 billion or 50.9 per cent was spent as at 31 March 2009. eThekweni capital spending was the highest at 66.1 per cent or R3.9 billion out of a R5.9 billion adjusted capital budget, followed by City of Johannesburg at 52.5 per cent or R3.4 billion out of a R6.5 billion adjusted capital budget. The lowest capital spend is in the Ekurhuleni Metro at 35.8 per cent.
11. Of particular concern is that 2010 FIFA World Cup host cities like Mbombela have spent only 33.7 per cent and Rustenburg 43.9 per cent of their capital budgets respectively.
12. Metropolitan municipalities were owed a total of R30.3 billion as at 31 March 2009. This is an increase of R3.7 billion or 13.8 per cent from the same period the previous year. The City of Johannesburg is still owed the largest amount at R10.7 billion. It is followed by Ekurhuleni at R6.7 billion and eThekweni and Cape Town at approximately R4.2 billion each.
13. Consumer debts owed to secondary cities amounted to R10.7 billion as at 31 March 2008. They have increased by 12.5 per cent or R1.2 billion from the same period last year. In all instances consumer debtors over 90 days constitute a very large proportion of what is owed to municipalities. In the case of the secondary cities it is R8.6 billion or 80.1 per cent of the total amount outstanding.
14. The creditor age analysis shows that Mpumalanga has the highest percentage of creditors outstanding for more than 90 days at 64.5 per cent, followed by Northern Cape at 42.5 per cent. Eastern Cape, Free State and North West range between 20 to 30 per cent for creditors outstanding for more than 90 days, while Gauteng, KwaZulu-Natal, Western Cape and Limpopo lies between 0 and 4 per cent. This indicates that municipalities in Mpumalanga and Northern Cape are experiencing difficulties in paying their creditors, which is probably due to serious cash flow problems.
15. On aggregate municipalities spent 4.1 per cent of their total budget (operating plus capital) on repairs and maintenance year to date in the third quarter. This is a slight increase of 0.5 per cent when compared to the year to date in the third quarter of 2007/08 and still points to insufficient provision for the maintenance of existing infrastructure.

## **CONDITIONAL GRANTS:**

16. An amount of R19.5 billion was transferred by the national departments responsible for administering local government conditional grants as at 31 March 2009. This constitutes 93.4 per cent of the total revised conditional grants of R20.9 billion allocated for the 2008/09 financial year.
17. Municipalities indicated that they had spent R13.6 billion by the end of the third quarter, which is 73.2 per cent of the allocated amount. At an aggregate level this suggests municipalities are doing fairly well in this area of expenditure.
18. The best performing programme is the 2010 FIFA World Cup Stadiums Development Grant at actual expenditure of 95.2 per cent. This is followed closely by the MIG programme reporting 80.8 per cent at the end of the national financial year, 31 March 2009.

## **STRUCTURE OF INFORMATION RELEASED:**

19. The information being released on National Treasury's website as part of this process includes the following:

- Press Release – this document
- Municipal Budget Statements:
  - a. High-level summary of revenue for all 283 municipalities
  - b. High-level summary of expenditure for all 283 municipalities
  - c. Consolidation of revenue and expenditure numbers for each municipality in one file
- Summary per function (electricity, water etc):
  - a. High level summary of revenue per function
  - b. High level summary of expenditure per function
  - c. High level summary of repairs and maintenance
- Detail per province per municipality:
  - a. Eastern Cape
  - b. Free State
  - c. Gauteng
  - d. KwaZulu-Natal
  - e. Limpopo
  - f. Mpumalanga
  - g. Northern Cape
  - h. North West
  - i. Western Cape
- Summary of Conditional Grant (CG) Information
- CG - Detail per province per Municipality:
  - a. Eastern Cape
  - b. Free State
  - c. Gauteng
  - d. KwaZulu-Natal
  - e. Limpopo
  - f. Mpumalanga
  - g. Northern Cape
  - h. North West
  - i. Western Cape
- Summary Information (Section 71):
  - a. Summary - 3rd Quarter - Metros
  - b. Summary - 3rd Quarter - Top 21
- Non Compliance:
  - a. List of Non Compliance to Section 71 of the MFMA

All information is available on the National Treasury's website at [www.treasury.gov.za](http://www.treasury.gov.za).

20. This information will assist policy makers, researchers, sector specialists, elected representatives, academics and those responsible for implementation. The MFMA envisages that regularly published budget implementation information will enable and empower communities to hold their Municipal Councils accountable. A summary of key aggregated tables is included and can be found as part of Annexure A.

## SUMMARY TABLES:

## Aggregated revenue and expenditure as at 31 March 2009

Table 1: National aggregated revenue and expenditure as at 3rd quarter ended 31 March 2009

R thousands	Adjusted Budget			Third Quarter 2008/09				Year to date: 31 March 2009				Third Quarter 2007/08				Q3 of 2007/08 to Q3 of 2008/09	
	Operating	Capital	Total	Operating	Capital	Total	3rd Q as % of adj budget	Operating	Capital	Total	Total as % of adj budget	Operating	Capital	Total	Total as % of adj budget		
<b>Expenditure</b>																	
Category A (Metro)	79 205 454	27 202 113	106 407 567	17 533 293	4 826 577	22 359 870	21.0%	53 956 792	13 851 726	67 808 518	63.7%	14 650 674	2 806 271	17 456 945	60.6%		28.1%
Category B (Local)	41 263 313	15 933 520	57 196 833	9 488 671	2 421 215	11 909 886	20.8%	29 020 749	7 351 578	36 372 327	63.6%	6 997 709	1 840 217	8 837 926	63.7%		34.8%
Category C (District)	7 267 025	3 940 376	11 207 401	1 645 132	592 922	2 238 054	20.0%	5 010 069	2 306 643	7 316 712	65.3%	1 006 933	409 421	1 416 354	53.1%		58.0%
<b>Total expenditure</b>	<b>127 735 792</b>	<b>47 076 009</b>	<b>174 811 801</b>	<b>28 667 096</b>	<b>7 840 714</b>	<b>36 507 810</b>	<b>20.9%</b>	<b>87 987 610</b>	<b>23 509 947</b>	<b>111 497 557</b>	<b>63.8%</b>	<b>22 655 316</b>	<b>5 055 909</b>	<b>27 711 225</b>	<b>61.1%</b>		<b>31.7%</b>
<b>Revenue</b>																	
Category A (Metro)	91 952 791	26 356 070	118 308 861	22 037 311	4 826 610	26 863 921	22.7%	61 735 043	13 851 759	75 586 802	63.9%	17 190 817	2 806 271	19 997 088	65.9%		34.3%
Category B (Local)	44 744 415	15 657 023	60 401 438	12 898 282	2 349 930	15 248 212	25.2%	36 851 362	7 211 057	44 062 419	72.9%	8 242 791	1 863 153	10 105 944	74.7%		50.9%
Category C (District)	8 005 680	3 935 395	11 941 075	3 252 496	902 365	4 154 861	34.8%	8 319 186	2 768 058	11 087 244	92.8%	2 055 314	461 567	2 516 881	78.0%		65.1%
<b>Total revenue</b>	<b>144 702 886</b>	<b>45 948 488</b>	<b>190 651 374</b>	<b>38 188 089</b>	<b>8 078 905</b>	<b>46 266 994</b>	<b>24.3%</b>	<b>106 905 591</b>	<b>23 830 874</b>	<b>130 736 465</b>	<b>68.6%</b>	<b>27 488 922</b>	<b>5 130 991</b>	<b>32 619 913</b>	<b>69.2%</b>		<b>41.8%</b>

Source: National Treasury Local Government Database

## Aggregate revenue trends for Metros

Table 2: Metros aggregated revenue as at 3rd quarter ended 31 March 2009

R thousands	Adjusted Budget			Third Quarter 2008/09				Year to date: 31 March 2009				Third Quarter 2007/08				Q3 of 2007/08 to Q3 of 2008/09
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	3rd Q as % of adj budget	Operating Revenue	Capital Revenue	Total	Total Revenue as % of adj	Operating Revenue	Capital Revenue	Total	Total Revenue as % of adj	
Nelson Mandela Bay	4 448 353	1 951 352	6 399 705	1 560 600	400 893	1 961 493	30.6%	4 419 160	1 379 790	5 798 950	90.6%	427 273	264 352	691 625	50.3%	183.6%
Ekurhuleni Metro	13 289 131	2 934 433	16 223 564	3 274 108	383 759	3 657 867	22.5%	9 571 638	1 049 225	10 620 863	65.5%	2 750 384	255 933	3 006 317	68.6%	21.7%
City Of Johannesburg	23 999 965	6 474 589	30 474 554	5 135 340	1 447 340	6 582 680	21.6%	14 837 148	3 397 357	18 234 505	59.8%	4 584 577	544 647	5 129 224	68.2%	28.3%
City Of Tshwane	13 159 725	3 050 998	16 210 723	3 442 741	402 105	3 844 846	23.7%	8 855 285	1 246 919	10 102 204	62.3%	2 457 845	250 491	2 708 336	66.0%	42.0%
eThekwinini	19 114 501	5 929 687	25 044 188	3 979 289	1 310 171	5 289 460	21.1%	11 256 223	3 920 757	15 176 980	60.6%	3 373 536	793 334	4 166 870	66.5%	26.9%
Cape Town	17 941 116	6 015 011	23 956 127	4 645 233	882 342	5 527 575	23.1%	12 795 589	2 857 711	15 653 300	65.3%	3 597 202	697 514	4 294 716	66.4%	28.7%
<b>Total revenue</b>	<b>91 952 791</b>	<b>26 356 070</b>	<b>118 308 861</b>	<b>22 037 311</b>	<b>4 826 610</b>	<b>26 863 921</b>	<b>22.7%</b>	<b>61 735 043</b>	<b>13 851 759</b>	<b>75 586 802</b>	<b>63.9%</b>	<b>17 190 817</b>	<b>2 806 271</b>	<b>19 997 088</b>	<b>65.9%</b>	<b>34.3%</b>

Source: National Treasury Local Government Database

## Aggregate expenditure trends for Metros

Table 3: Metros aggregated expenditure as at 3rd quarter ended 31 March 2009

R thousands	Adjusted Budget			Third Quarter 2008/09				Year to date: 31 March 2009				Third Quarter 2007/08				Q3 of 2007/08 to Q3 of 2008/09
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	3rd Q as % of adj budget	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of adj budget	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of adj budget	
Nelson Mandela Bay	4 204 865	2 797 395	7 002 260	899 673	400 893	1 300 566	18.6%	2 753 537	1 379 790	4 133 327	59.0%	1 025 540	264 352	1 289 892	46.2%	0.8%
Ekurhuleni Metro	13 064 999	2 934 433	15 999 432	2 848 524	383 759	3 232 283	20.2%	8 763 956	1 049 225	9 813 181	61.3%	2 309 107	255 933	2 565 040	59.2%	26.0%
City Of Johannesburg	19 626 715	6 474 589	26 101 304	4 592 524	1 447 340	6 039 864	23.1%	14 564 252	3 397 357	17 961 609	68.8%	3 918 178	544 647	4 462 825	62.2%	35.3%
City Of Tshwane	12 570 387	3 050 998	15 621 385	2 858 172	402 105	3 260 277	20.9%	8 530 665	1 246 919	9 777 584	62.6%	2 111 597	250 491	2 362 088	64.1%	38.0%
eThekwinini	15 407 512	5 929 687	21 337 199	3 185 465	1 310 171	4 495 636	21.1%	9 710 201	3 920 757	13 630 958	63.9%	2 667 538	793 334	3 460 872	64.2%	29.9%
Cape Town	14 330 976	6 015 011	20 345 987	3 148 935	882 309	4 031 244	19.8%	9 634 181	2 857 678	12 491 859	61.4%	2 618 714	697 514	3 316 228	60.7%	21.6%
<b>Total expenditure</b>	<b>79 205 454</b>	<b>27 202 113</b>	<b>106 407 567</b>	<b>17 533 293</b>	<b>4 826 577</b>	<b>22 359 870</b>	<b>21.0%</b>	<b>53 956 792</b>	<b>13 851 726</b>	<b>67 808 518</b>	<b>63.7%</b>	<b>14 650 674</b>	<b>2 806 271</b>	<b>17 456 945</b>	<b>60.6%</b>	<b>28.1%</b>

Source: National Treasury Local Government Database

## Secondary cities

Table 4: 21 Secondary cities aggregated budgets and expenditure as at 3rd quarter ended 31 March 2009

R thousands	Adjusted Budget			Third Quarter 2008/09				Year to date: 31 March 2009				Third Quarter 2007/08				Q3 of 2007/08 to Q3 of 2008/09
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	3rd Q as % of adj budget	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of adj budget	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of adj budget	
Buffalo City	2 341 737	724 182	3 065 919	565 781	63 286	629 067	20.5%	1 393 556	161 915	1 555 471	50.7%	404 844	78 346	483 190	59.2%	30.2%
City Of Matlosana	1 086 961	297 692	1 384 653	241 900	25 866	267 766	19.3%	699 921	105 764	805 685	58.2%	106 345	36 417	142 762	42.3%	87.6%
Drakenstein	668 959	233 240	902 199	(130 833)	25 707	(105 126)	(11.7%)	(137 530)	116 497	(21 033)	(2.3%)	112 705	(16 827)	95 878	-	(209.6%)
Emalahleni (Mp)	45 724	448 958	494 682	111 100	25 483	136 583	27.6%	528 787	94 839	623 626	126.1%	141 523	22 597	164 120	43.5%	(16.8%)
Emfuleni	2 169 664	293 090	2 462 754	438 779	16 692	455 471	18.5%	1 271 360	75 452	1 346 812	54.7%	-	-	-	-	-
George	674 299	332 210	1 006 509	127 376	60 155	187 531	18.6%	427 456	170 663	598 119	59.4%	115 682	38 594	154 276	55.5%	21.6%
Govan Mbeki	809 302	109 001	918 303	183 767	7 347	191 114	20.8%	553 566	52 044	605 610	65.9%	135 569	3 358	138 927	60.9%	37.6%
Madibeng	406 483	162 870	569 353	35 256	14 362	49 618	8.7%	392 224	67 171	459 395	80.7%	150 951	29 519	180 470	-	(72.5%)
Mangaung	2 139 277	840 015	2 979 292	440 708	137 095	577 803	19.4%	1 228 087	405 928	1 634 013	54.8%	317 365	119 779	437 144	57.8%	32.2%
Matjhabeng	1 065 071	141 400	1 206 471	-	24 802	24 802	2.1%	318 772	65 952	384 724	31.9%	155 767	27 176	182 943	53.5%	(86.4%)
Mbombela	798 179	1 276 251	2 074 430	185 380	135 388	320 768	15.5%	506 688	429 740	936 428	45.1%	145 506	65 077	210 583	36.9%	52.3%
Mogale City	949 226	139 631	1 088 857	181 878	12 366	194 244	17.8%	618 615	52 222	670 837	61.6%	-	-	-	-	-
Msunduzi	1 668 721	323 303	1 992 024	442 003	39 103	481 106	24.2%	1 436 026	171 536	1 607 562	80.7%	388 677	55 804	444 481	71.5%	8.2%
Newcastle	-	80 245	80 245	185 176	3 067	188 243	234.6%	544 174	21 246	565 420	704.6%	167 530	5 676	173 206	-	8.7%
Polokwane	861 032	1 244 109	2 105 141	547 666	219 898	767 564	36.5%	547 666	653 075	1 200 741	57.0%	518 746	101 940	620 686	67.1%	23.7%
Rustenburg	1 394 951	362 747	1 757 698	370 235	45 646	415 881	23.7%	1 051 964	159 216	1 211 180	68.9%	411 256	34 799	446 055	60.7%	(6.8%)
Sol Plaatje	665 077	125 707	790 784	67 020	38 738	105 758	13.4%	425 404	71 692	497 096	62.9%	133 440	33 838	167 278	60.8%	(36.8%)
Stellenbosch	535 311	150 371	685 682	106 059	16 875	122 934	17.9%	348 491	39 475	387 966	56.6%	91 063	14 877	105 940	50.1%	16.0%
Steve Tshwete	505 352	316 456	821 808	110 334	28 785	139 119	16.9%	342 159	93 180	435 339	53.0%	90 796	33 670	124 466	56.7%	11.8%
Tlokwe	467 421	150 478	617 899	110 284	25 285	135 569	21.9%	332 998	49 676	382 674	61.9%	93 561	20 515	114 076	66.0%	18.8%
uMhlatuze	1 346 058	506 126	1 852 184	253 791	104 687	358 478	19.4%	798 393	248 481	1 046 874	56.5%	201 520	50 408	251 928	57.6%	42.3%
<b>Total secondary cities</b>	<b>20 598 805</b>	<b>8 258 082</b>	<b>28 856 887</b>	<b>4 573 660</b>	<b>1 070 633</b>	<b>5 644 293</b>	<b>19.6%</b>	<b>13 628 777</b>	<b>3 305 762</b>	<b>16 934 539</b>	<b>58.7%</b>	<b>3 882 846</b>	<b>755 563</b>	<b>4 638 409</b>	<b>61.8%</b>	<b>21.7%</b>

Source: National Treasury Local Government Database

## Operating Expenditure per functions for Metros

**Table 5: Metros aggregated budgets and expenditure per function as at 3rd quarter ended 31 March 2009**

	Budget	Third Quarter 2008/09		Year to date: 31 March		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
	Adjusted Budget	Actual Expendi- ture	3rd Q as % of adj budget	Actual Expendi- ture	Total Exp as % of adj budget	Actual Expendi- ture	YTD Exp as % of adj budget	
<b>R thousands</b>								
<b>Water</b>								
Nelson Mandela Bay	317 190	48 078	15.2%	208 200	65.6%	73 196	54.2%	(34.3%)
Ekurhuleni Metro	2 034 620	530 907	26.1%	1 481 258	72.8%	440 916	66.8%	20.4%
City Of Johannesburg	3 325 096	873 376	26.3%	2 735 042	82.3%	817 746	73.7%	6.8%
City Of Tshwane	1 491 515	304 831	20.4%	926 741	62.1%	286 884	66.2%	6.3%
eThekwini	2 421 443	538 921	22.3%	1 541 746	63.7%	483 381	67.4%	11.5%
Cape Town	1 368 872	301 849	22.1%	931 837	68.1%	226 615	70.7%	33.2%
<b>Total Water</b>	<b>10 958 736</b>	<b>2 597 962</b>	<b>23.7%</b>	<b>7 824 824</b>	<b>71.4%</b>	<b>2 328 738</b>	<b>69.1%</b>	<b>11.6%</b>
<b>Electricity</b>								
Nelson Mandela Bay	1 321 978	147 753	11.2%	664 302	50.3%	243 674	64.3%	(39.4%)
Ekurhuleni Metro	4 129 778	810 750	19.6%	2 674 541	64.8%	618 528	62.9%	31.1%
City Of Johannesburg	5 451 352	1 134 675	20.8%	3 921 864	71.9%	842 917	75.1%	34.6%
City Of Tshwane	3 735 647	864 788	23.1%	2 679 520	71.7%	617 172	69.7%	40.1%
eThekwini	4 424 848	929 528	21.0%	3 076 917	69.5%	702 617	72.0%	32.3%
Cape Town	3 779 057	767 482	20.3%	2 516 335	66.6%	594 613	68.2%	29.1%
<b>Total Electricity</b>	<b>22 842 660</b>	<b>4 654 976</b>	<b>20.4%</b>	<b>15 533 479</b>	<b>68.0%</b>	<b>3 619 521</b>	<b>69.6%</b>	<b>28.6%</b>
<b>Sanitation</b>								
Nelson Mandela Bay	275 101	55 514	20.2%	149 232	54.2%	86 223	51.4%	(35.6%)
Ekurhuleni Metro	13 321	1 107	8.3%	5 451	40.9%	5 505	11.6%	(79.9%)
City Of Johannesburg	-	-	-	-	-	-	-	-
City Of Tshwane	596 587	161 384	27.1%	442 501	74.2%	155 660	75.6%	3.7%
eThekwini	687 643	167 477	24.4%	482 851	70.2%	135 865	65.2%	23.3%
Cape Town	519 219	149 835	28.9%	399 131	76.9%	109 282	70.7%	37.1%
<b>Total Sanitation</b>	<b>2 091 871</b>	<b>535 317</b>	<b>25.6%</b>	<b>1 479 166</b>	<b>70.7%</b>	<b>492 535</b>	<b>66.8%</b>	<b>8.7%</b>
<b>Refuse removal</b>								
Nelson Mandela Bay	-	33 358	-	124 587	-	44 709	53.3%	(25.4%)
Ekurhuleni Metro	528 803	152 014	28.7%	424 899	80.4%	108 551	57.3%	40.0%
City Of Johannesburg	1 094 916	238 635	21.8%	733 097	67.0%	174 974	64.8%	36.4%
City Of Tshwane	-	-	-	-	-	-	-	-
eThekwini	559 717	150 269	26.8%	423 196	75.6%	140 560	71.9%	6.9%
Cape Town	950 497	224 355	23.6%	654 751	68.9%	202 252	62.0%	10.9%
<b>Total Refuse removal</b>	<b>3 133 933</b>	<b>798 631</b>	<b>25.5%</b>	<b>2 360 530</b>	<b>75.3%</b>	<b>671 046</b>	<b>62.9%</b>	<b>19.0%</b>

Source: National Treasury Local Government Database

## Expenditure per functions for secondary cities

**Table 6a: 21 Secondary cities aggregated budgets and expenditure per function as at 3rd quarter ended 31 March 2009**

R thousands	Adjusted Budget	Third Quarter 2008/09		YTD: 31 March 2009		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
		Actual Expenditure	3rd Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
<b>Water</b>								
Buffalo City	248 171	62 949	25.4%	148 023	59.6%	39 148	62.3%	60.8%
City Of Matlosana	143 816	36 982	25.7%	104 725	72.8%	(8 001)	35.1%	(562.2%)
Drakenstein	35 137	(3 156)	(9.0%)	(3 955)	(11.3%)	2 913	-	(208.3%)
Emalahleni (Mp)	-	9 826	-	58 231	-	13 445	49.5%	(26.9%)
Emfuleni	348 204	73 961	21.2%	203 952	58.6%	-	-	-
George	63 938	11 784	18.4%	41 456	64.8%	11 805	58.7%	(0.2%)
Govan Mbeki	108 428	30 010	27.7%	89 374	82.4%	24 514	80.8%	22.4%
Madibeng	71 175	2 887	4.1%	22 777	32.0%	-	-	-
Mangaung	284 614	76 257	26.8%	180 826	63.5%	56 794	64.6%	34.3%
Matjhabeng	187 792	-	-	47 574	25.3%	34 987	-	(100.0%)
Mbombela	91 224	21 182	23.2%	57 986	63.6%	16 864	61.2%	25.6%
Mogale City	149 723	27 431	18.3%	89 278	59.6%	-	-	-
Msunduzi	224 561	61 551	27.4%	178 700	79.6%	60 216	82.0%	2.2%
Newcastle	-	35 702	-	106 014	-	36 566	-	(2.4%)
Polokwane	-	86 400	-	86 400	-	24 539	66.8%	252.1%
Rustenburg	181 658	58 432	32.2%	154 011	84.8%	51 704	81.8%	13.0%
Sol Plaatje	74 927	16 952	22.6%	40 913	54.6%	23 837	62.5%	(28.9%)
Stellenbosch	44 248	8 956	20.2%	25 351	57.3%	8 164	58.4%	9.7%
Steve Tshwete	28 689	6 578	22.9%	18 813	65.6%	6 551	66.6%	0.4%
Tlokwe	19 357	4 001	20.7%	10 651	55.0%	5 701	39.6%	(29.8%)
uMhlathuze	137 362	32 408	23.6%	91 824	66.8%	28 645	70.0%	13.1%
<b>Total Water</b>	<b>2 443 024</b>	<b>661 093</b>	<b>27.1%</b>	<b>1 752 924</b>	<b>71.8%</b>	<b>438 392</b>	<b>78.5%</b>	<b>50.8%</b>

Source: National Treasury Local Government Database

**Table 6b: 21 Secondary cities aggregated budgets and expenditure per function as at 3rd quarter ended 31 March 2009**

R thousands	Adjusted Budget	Third Quarter 2008/09		YTD: 31 March 2009		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
		Actual Expenditure	3rd Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
<b>Electricity</b>								
Buffalo City	588 482	122 075	20.7%	350 582	59.6%	83 215	60.7%	46.7%
City Of Matlosana	213 309	46 731	21.9%	155 393	72.8%	(7 286)	39.2%	(741.4%)
Drakenstein	223 395	(50 425)	(22.6%)	(37 906)	(17.0%)	39 677	-	(227.1%)
Emalahleni (Mp)	-	45 281	-	220 920	-	54 087	61.8%	(16.3%)
Emfuleni	531 942	114 080	21.4%	412 983	77.6%	-	-	-
George	183 238	33 848	18.5%	111 331	60.8%	28 212	61.1%	20.0%
Govan Mbeki	217 390	47 120	21.7%	156 687	72.1%	32 043	84.2%	47.1%
Madibeng	(166 106)	3 929	(2.4%)	69 409	(41.8%)	-	-	-
Mangaung	795 530	173 209	21.8%	471 458	59.3%	93 141	62.9%	86.0%
Matjhabeng	233 262	-	-	65 586	28.1%	26 263	-	(100.0%)
Mbombela	59 904	11 252	18.8%	33 224	55.5%	8 678	15.4%	29.7%
Mogale City	279 356	43 907	15.7%	144 145	51.6%	-	-	-
Msunduzi	564 456	117 968	20.9%	447 485	79.3%	85 066	69.2%	38.7%
Newcastle	-	43 966	-	136 971	-	34 702	-	26.7%
Polokwane	-	175 076	-	175 076	-	39 466	70.1%	343.6%
Rustenburg	516 609	91 242	17.7%	361 780	70.0%	100 503	78.1%	(9.2%)
Sol Plaatje	154 539	54 134	35.0%	109 315	70.7%	21 389	64.4%	153.1%
Stellenbosch	123 113	24 265	19.7%	89 844	73.0%	18 844	68.4%	28.8%
Steve Tshwete	164 028	28 913	17.6%	108 990	66.4%	24 757	67.9%	16.8%
Tlokwe	152 143	34 041	22.4%	110 432	72.6%	22 213	72.9%	53.2%
uMhlathuze	513 466	81 712	15.9%	292 810	57.0%	52 247	76.8%	56.4%
<b>Total Electricity</b>	<b>5 348 056</b>	<b>1 242 324</b>	<b>23.2%</b>	<b>3 986 515</b>	<b>74.5%</b>	<b>757 217</b>	<b>72.5%</b>	<b>64.1%</b>

Source: National Treasury Local Government Database

**Table 6c: 21 Secondary cities aggregated budgets and expenditure per function as at 3rd quarter ended 31 March 2009**

R thousands	Adjusted Budget	Third Quarter 2008/09		YTD: 31 March 2009		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
		Actual Expenditure	3rd Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
<b>Sanitation</b>								
Buffalo City	256 535	71 992	28.1%	147 049	57.3%	50 091	64.2%	43.7%
City Of Matlosana	93 663	17 201	18.4%	45 676	48.8%	155 935	154.1%	(89.0%)
Drakenstein	29 485	(4 688)	(15.9%)	(5 643)	(19.1%)	4 043	-	(216.0%)
Emalahleni (Mp)	-	6 369	-	26 185	-	-	-	-
Emfuleni	132 411	16 510	12.5%	46 391	35.0%	-	-	-
George	85 587	8 825	10.3%	49 239	57.5%	13 594	61.5%	(35.1%)
Govan Mbeki	48 990	15 647	31.9%	43 203	88.2%	9 230	91.9%	69.5%
Madibeng	28 058	1 474	5.3%	17 850	63.6%	-	-	-
Mangaung	82 640	15 205	18.4%	44 753	54.2%	12 971	46.3%	17.2%
Matjhabeng	23 462	-	-	5 777	24.6%	4 017	-	(100.0%)
Mbombela	20 887	4 573	21.9%	13 035	62.4%	2 489	50.3%	83.7%
Mogale City	48 499	7 851	16.2%	27 054	55.8%	-	-	-
Msunduzi	91 021	24 234	26.6%	71 129	78.1%	23 667	79.9%	2.4%
Newcastle	-	10 950	-	28 698	-	11 145	-	(1.7%)
Polokwane	-	10 913	-	10 913	-	4 618	63.6%	136.3%
Rustenburg	62 390	12 802	20.5%	36 769	58.9%	20 111	86.3%	(36.3%)
Sol Plaatje	26 064	3 546	13.6%	16 055	61.6%	-	-	-
Stellenbosch	34 992	6 392	18.3%	20 788	59.4%	5 899	61.3%	8.4%
Steve Tshwete	24 096	5 757	23.9%	16 826	69.8%	5 054	72.0%	13.9%
Tlokwe	19 960	4 975	24.9%	14 382	72.1%	5 023	51.7%	(1.0%)
uMhlathuze	83 919	17 825	21.2%	49 599	59.1%	14 874	74.5%	19.8%
<b>Total Sanitation</b>	<b>1 192 659</b>	<b>258 353</b>	<b>21.7%</b>	<b>725 728</b>	<b>60.8%</b>	<b>342 761</b>	<b>83.5%</b>	<b>(24.6%)</b>

Source: National Treasury Local Government Database

**Table 6d: 21 Secondary cities aggregated budgets and expenditure per function as at 3rd quarter ended 31 March 2009**

R thousands	Adjusted Budget	Third Quarter 2008/09		YTD: 31 March 2009		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
		Actual Expenditure	3rd Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
<b>Refuse removal</b>								
Buffalo City	144 899	33 009	22.8%	83 390	57.6%	38 800	75.3%	(14.9%)
City Of Matlosana	37 533	8 030	21.4%	24 487	65.2%	(2 897)	34.5%	(377.2%)
Drakenstein	29 379	(5 558)	(18.9%)	(7 298)	(24.8%)	5 007	-	(211.0%)
Emalahleni (Mp)	-	2 730	-	23 501	-	-	-	-
Emfuleni	250 997	20 762	8.3%	56 372	22.5%	-	-	-
George	26 634	8 083	30.3%	21 527	80.8%	6 819	71.5%	18.5%
Govan Mbeki	37 407	10 526	28.1%	32 313	86.4%	9 748	95.8%	8.0%
Madibeng	-	1 172	-	2 294	-	-	-	-
Mangaung	70 247	18 600	26.5%	52 384	74.6%	16 976	65.3%	9.6%
Matjhabeng	-	-	-	-	-	-	-	-
Mbombela	59 683	16 938	28.4%	40 218	67.4%	10 628	78.9%	59.4%
Mogale City	61 441	10 076	16.4%	40 694	66.2%	-	-	-
Msunduzi	60 903	16 436	27.0%	56 055	92.0%	19 942	88.6%	(17.6%)
Newcastle	-	14 811	-	42 175	-	12 268	-	20.7%
Polokwane	-	20 241	-	20 241	-	7 505	63.0%	169.7%
Rustenburg	71 563	4 555	6.4%	37 097	51.8%	17 877	81.0%	(74.5%)
Sol Plaatje	28 889	6 187	21.4%	18 943	65.6%	-	-	-
Stellenbosch	23 961	4 922	20.5%	14 355	59.9%	5 505	56.1%	(10.6%)
Steve Tshwete	26 335	6 042	22.9%	19 330	73.4%	5 586	70.7%	8.2%
Tlokwe	23 646	5 340	22.6%	15 076	63.8%	4 679	63.6%	14.1%
uMhlathuze	38 225	7 573	19.8%	22 727	59.5%	7 801	68.8%	(2.9%)
<b>Total Refuse removal</b>	<b>991 742</b>	<b>210 475</b>	<b>21.2%</b>	<b>615 881</b>	<b>62.1%</b>	<b>166 244</b>	<b>79.8%</b>	<b>26.6%</b>

Source: National Treasury Local Government Database



## Debtors' Age Analysis for the Metros

**Table 7: Metros Debtors Age Analysis as at 3rd quarter ended 31 March 2009**

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
<b>3rd QUARTER ENDED 31 MARCH 2009</b>										
Nelson Mandela Bay	378 803	31.5%	60 577	5.0%	22 952	1.9%	739 168	61.5%	1 201 501	4.0%
Ekurhuleni Metro	737 423	11.0%	264 537	3.9%	219 330	3.3%	5 487 752	81.8%	6 709 042	22.1%
City Of Johannesburg	1 390 009	13.0%	501 282	4.7%	322 527	3.0%	8 494 457	79.3%	10 708 275	35.3%
City Of Tshwane	671 248	21.0%	89 574	2.8%	73 797	2.3%	2 358 450	73.9%	3 193 069	10.5%
eThekwini	723 592	17.0%	311 288	7.3%	127 432	3.0%	3 105 222	72.8%	4 267 534	14.1%
Cape Town	891 393	20.9%	216 609	5.1%	134 282	3.2%	3 019 440	70.9%	4 261 723	14.0%
<b>Total</b>	<b>4 792 468</b>	<b>15.8%</b>	<b>1 443 867</b>	<b>4.8%</b>	<b>900 320</b>	<b>3.0%</b>	<b>23 204 489</b>	<b>76.5%</b>	<b>30 341 144</b>	<b>100.0%</b>
<b>3rd QUARTER ENDED 31 MARCH 2008</b>										
Nelson Mandela Bay	297 492	25.2%	56 561	4.8%	19 459	1.6%	807 541	68.4%	1 181 053	4.4%
Ekurhuleni Metro	952 532	15.1%	274 458	4.3%	173 163	2.7%	4 923 934	77.9%	6 324 086	23.7%
City Of Johannesburg	841 454	8.8%	510 349	5.3%	294 688	3.1%	7 960 080	82.9%	9 606 570	36.0%
City Of Tshwane	484 887	17.7%	155 791	5.7%	104 039	3.8%	1 989 520	72.8%	2 734 237	10.3%
eThekwini	720 347	22.3%	197 643	6.1%	99 113	3.1%	2 213 527	68.5%	3 230 630	12.1%
Cape Town	761 393	21.3%	156 853	4.4%	114 967	3.2%	2 546 320	71.1%	3 579 534	13.4%
<b>Total</b>	<b>4 058 105</b>	<b>15.2%</b>	<b>1 351 655</b>	<b>5.1%</b>	<b>805 429</b>	<b>3.0%</b>	<b>20 440 922</b>	<b>76.7%</b>	<b>26 656 110</b>	<b>100.0%</b>
<b>MOVEMENT BETWEEN 3rd QUARTER ENDED 31 MARCH 2008 and 3rd QUARTER ENDED 31 MARCH 2009</b>										
Nelson Mandela Bay	81 311		4 016		3 493		(68 373)		20 448	
Ekurhuleni Metro	(215 109)		(9 921)		46 167		563 818		384 956	
City Of Johannesburg	548 555		(9 067)		27 839		534 377		1 101 705	
City Of Tshwane	186 361		(66 217)		(30 242)		368 930		458 832	
eThekwini	3 245		113 645		28 319		891 695		1 036 904	
Cape Town	130 000		59 756		19 315		473 120		682 189	
<b>Total</b>	<b>734 363</b>		<b>92 212</b>		<b>94 891</b>		<b>2 763 567</b>		<b>3 685 034</b>	
<b>GROWTH RATE 3rd QUARTER ENDED 31 MARCH 2008 and 3rd QUARTER ENDED 31 MARCH 2009</b>										
Nelson Mandela Bay	27.3%		7.1%		18.0%		(8.5%)		1.7%	
Ekurhuleni Metro	(22.6%)		(3.6%)		26.7%		11.5%		6.1%	
City Of Johannesburg	65.2%		(1.8%)		9.4%		6.7%		11.5%	
City Of Tshwane	38.4%		(42.5%)		(29.1%)		18.5%		16.8%	
eThekwini	0.5%		57.5%		28.6%		40.3%		32.1%	
Cape Town	17.1%		38.1%		16.8%		18.6%		19.1%	
<b>Total</b>	<b>18.1%</b>		<b>6.8%</b>		<b>11.8%</b>		<b>13.5%</b>		<b>13.8%</b>	

Source: National Treasury Local Government Database

## Debtors' Age Analysis for secondary cities

Table 8: 21 Secondary cities Debtors Age Analysis as at 3rd quarter ended 31 March 2009

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Buffalo City	110 570	19.7%	32 504	5.8%	18 794	3.4%	399 129	71.1%	560 998	5.2%
City Of Matlosana	44 384	6.3%	18 529	2.6%	125 373	17.7%	518 103	73.3%	706 389	6.6%
Drakenstein	53 280	25.7%	18 248	8.8%	7 931	3.8%	128 082	61.7%	207 541	1.9%
Emalahleni (Mp)	-	-	-	-	-	-	-	-	-	-
Emfuleni	128 045	4.8%	56 736	2.1%	55 425	2.1%	2 453 170	91.1%	2 693 376	25.1%
George	26 869	38.1%	2 516	3.6%	1 650	2.3%	39 433	56.0%	70 468	0.7%
Govan Mbeki	45 142	13.7%	14 553	4.4%	10 124	3.1%	259 273	78.8%	329 092	3.1%
Madibeng	34 154	10.8%	20 908	6.6%	14 611	4.6%	245 805	77.9%	315 478	2.9%
Mangaung	103 424	12.1%	50 430	5.9%	40 058	4.7%	662 499	77.4%	856 411	8.0%
Matjhabeng	99 814	8.4%	46 223	3.9%	32 468	2.7%	1 011 794	85.0%	1 190 299	11.1%
Mbombela	47 101	15.8%	3 081	1.0%	15 958	5.4%	231 604	77.8%	297 745	2.8%
Mogale City	96 843	16.7%	16 367	2.8%	10 056	1.7%	456 102	78.7%	579 368	5.4%
Msunduzi	159 203	31.5%	21 316	4.2%	15 988	3.2%	309 364	61.2%	505 871	4.7%
Newcastle	24 966	6.2%	17 678	4.4%	17 457	4.3%	341 989	85.1%	402 090	3.7%
Polokwane	62 883	24.5%	15 421	6.0%	16 792	6.5%	161 702	63.0%	256 798	2.4%
Rustenburg	67 686	7.1%	36 718	3.9%	26 489	2.8%	819 314	86.2%	950 207	8.8%
Sol Plaatje	49 640	10.1%	33 847	6.9%	33 964	6.9%	375 944	76.2%	493 396	4.6%
Stellenbosch	20 703	22.5%	5 504	6.0%	2 369	2.6%	63 266	68.9%	91 843	0.9%
Steve Tshwete	6 262	23.5%	1 731	6.5%	1 282	4.8%	17 324	65.1%	26 599	0.2%
Tlokwe	29 330	20.7%	6 754	4.8%	5 102	3.6%	100 570	70.9%	141 757	1.3%
uMhlathuze	47 966	65.7%	4 235	5.8%	964	1.3%	19 865	27.2%	73 030	0.7%
<b>Total</b>	<b>1 258 265</b>	<b>11.7%</b>	<b>423 299</b>	<b>3.9%</b>	<b>452 855</b>	<b>4.2%</b>	<b>8 614 332</b>	<b>80.1%</b>	<b>10 748 756</b>	<b>100.0%</b>

Source: National Treasury Local Government Database

## Repairs and Maintenance

Table 9: Repairs and Maintenance per Category of Municipality as at 3rd quarter ended 31 March 2009

R thousands	Adjusted Budget			Third Quarter 2008/09		Year to date: 31 March 2009		Third Quarter 2007/08		Q3 of 2007/08 to Q3 of 2008/09
	Operating Expenditure	Capital Expenditure	Total	Repairs and Maintenance	3rd Q as % of adj budget	Repairs and Maintenance	Total Exp as % of adj budget	Repairs and Maintenance	Total Exp as % of adj budget	
<b>Category</b>										
Category A (Metro)	79 205 454	27 202 113	106 407 567	1 610 865	1.5%	5 001 519	4.7%	1 226 202	4.0%	31.4%
Category B (Local)	41 263 313	15 933 520	57 196 833	602 410	1.1%	1 719 286	3.0%	440 738	3.1%	36.7%
Category C (District)	7 267 025	3 940 376	11 207 401	140 747	1.3%	374 967	3.3%	42 671	1.6%	229.8%
<b>Total Categories</b>	<b>127 735 792</b>	<b>47 076 009</b>	<b>174 811 801</b>	<b>2 354 022</b>	<b>1.3%</b>	<b>7 095 772</b>	<b>4.1%</b>	<b>1 709 611</b>	<b>3.6%</b>	<b>37.7%</b>
<b>Metros</b>										
Nelson Mandela Bay	4 204 865	2 797 395	7 002 260	110 925	1.6%	264 637	3.8%	45 612	1.8%	143.2%
Ekurhuleni Metro	13 064 999	2 934 433	15 999 432	334 010	2.1%	1 083 016	6.8%	161 654	3.8%	106.6%
City Of Johannesburg	19 626 715	6 474 589	26 101 304	92 396	0.4%	334 059	1.3%	83 559	1.1%	10.6%
City Of Tshwane	12 570 387	3 050 998	15 621 385	369 459	2.4%	1 171 767	7.5%	338 338	7.9%	9.2%
eThekweni	15 407 512	5 929 687	21 337 199	414 220	1.9%	1 257 243	5.9%	339 877	5.7%	21.9%
Cape Town	14 330 976	6 015 011	20 345 987	289 855	1.4%	890 797	4.4%	257 162	4.6%	12.7%
<b>Total Metros</b>	<b>79 205 454</b>	<b>27 202 113</b>	<b>106 407 567</b>	<b>1 610 865</b>	<b>1.5%</b>	<b>5 001 519</b>	<b>4.7%</b>	<b>1 226 202</b>	<b>4.0%</b>	<b>31.4%</b>
<b>Sector</b>										
Water	17 015 777	-	17 015 777	446 165	2.6%	1 279 703	7.5%	262 268	5.7%	70.1%
Electricity	32 140 830	-	32 140 830	597 969	1.9%	1 750 846	5.4%	460 780	5.3%	29.8%
Sanitation	4 080 247	-	4 080 247	173 488	4.3%	551 428	13.5%	208 376	14.2%	(16.7%)
Refuse Removal	4 886 609	-	4 886 609	91 669	1.9%	236 253	4.8%	149 468	6.4%	(38.7%)
Other	69 612 333	-	69 612 333	1 044 725	1.5%	3 277 530	4.7%	628 717	3.7%	66.2%
<b>Total Sectors</b>	<b>127 735 796</b>	<b>-</b>	<b>127 735 796</b>	<b>2 354 016</b>	<b>1.8%</b>	<b>7 095 760</b>	<b>5.6%</b>	<b>1 709 609</b>	<b>4.8%</b>	<b>37.7%</b>

Source: National Treasury Local Government Database