

Summarised Outcome: Municipal Budget and Benchmarking Engagement - 2018/19 Budget vs Original Budget 2017/18

	Location										
	City of Matlosana (H) NW403	City of Mbombela (H) MP326	Drakenstein (H) WC023	Emalahleni (MP) (H) MP312	Emfuleni (H) GT421	George (H) WC044	Govan Mbeki (H) MP307	J B Marks (H) NW405	Madibeng (H) NW372	Matjhabeng (H) FS184	Mogale City (H) GT481
R thousands											
AVERAGE HOUSEHOLD BILLS											
Percentage Increases											
Property rates	775 533.3%	.0%	8.3%	5.3%	6.1%	9.0%	0%	6.0%	5.3%	5.3%	0%
Electricity: Basic levy	241 983.3%	0%	6.8%	0%	6.8%	0%	0%	0%	0%	7.3%	0%
Electricity: Consumption	3 823 836.2%	6.8%	6.8%	5.3%	6.8%	6.8%	0%	1.9%	6.8%	7.3%	0%
Water: Basic levy	172 255.6%	5.3%	40.0%	0%	0%	8.0%	0%	6.0%	5.3%	0%	0%
Water: Consumption	733 655.6%	5.3%	30.4%	5.3%	12.2%	8.0%	0%	6.0%	5.3%	5.3%	0%
Sanitation	142 350.0%	5.3%	15.0%	5.3%	12.2%	8.5%	0%	6.0%	5.3%	5.3%	0%
Refuse removal	260 383.3%	5.3%	9.7%	5.3%	8.0%	15.0%	0%	6.0%	5.3%	5.3%	0%
Other	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Monthly Bill (Rand/cent)											
Property rates	465.38	233.17	166.32	180.91	240.12	244.41	.00	113.39	192.95	477.10	.00
Electricity: Basic levy	145.25	.00	157.62	.00	184.07	.00	.00	.00	.00	213.44	.00
Electricity: Consumption	718.90	692.93	774.60	993.44	1 207.67	873.95	.00	985.84	85.21	1 519.79	.00
Water: Basic levy	155.12	107.36	47.54	.00	.00	84.73	.00	49.39	38.82	.00	.00
Water: Consumption	660.38	418.24	1 285.82	317.54	586.35	328.16	.00	238.25	94.59	764.33	.00
Sanitation	85.47	170.21	123.12	146.05	186.98	203.65	.00	117.21	132.86	137.58	.00
Refuse removal	156.29	124.90	235.45	131.96	169.43	190.55	.00	101.16	93.46	92.36	.00
Other	87.75	.00	.00	.00	.00	.00	.00	.00	.00	.00	.00
Total Monthly Bill (excluding VAT)	2 474.54	1 746.81	2 790.47	1 769.90	2 574.62	1 925.45	.00	1 605.24	637.88	3 204.61	.00
SOCIAL PACKAGE											
Total Number of Households	183 626	206 136	72 217	127 174	0	64 743	63 283 500	37 455	604 040	132 071	138 659
Highest level of free service provided											
Water (kilolitres per household per month)	0	6	6	49	0	6	0	6	6	6	6
Electricity (kwh per household per month)	0	50	100	53	0	70	0	80	50	50	53
Number of Households receiving Free Basic Services											
Water (6 kilolitres per household per month)	25 380	9 953	18 000	0	0	14 750	0	0	7 523	19 664	2 461 088
Sanitation (free minimum level service)	25 380	9 953	18 000	0	0	14 750	0	0	7 523	19 664	1 329 766
Electricity/Other energy (50kwh per household per month)	25 380	9 953	18 000	0	0	11 347	0	0	7 523	0	433 112
Refuse/removed at least once a week	25 380	9 953	18 000	0	0	14 750	0	0	7 523	19 664	259
Cost of Free Basic Services provided											
Water (6 kilolitres per household per month)	102 996	11 197	11 950	7 643	-	15 760	10	4 200	5 005	22 408	7 713
Sanitation (free minimum level service)	64 227	5 385	15 828	4 339	167 131	39 755	-	12 800	1 600	11 204	7 713
Electricity/Other energy (50kwh per household per month)	74 966	4 718	22 079	8 198	-	6 814	10	52 000	14 380	-	7 385
Refuse/removed at least once a week	57 922	14 009	38 808	10 297	73 312	34 054	-	12 000	1 800	3 193	4 945
Average Cost per Household Per Annum	11 824.71	3 547.64	4 873.62	.00	.00	6 672.96	.00	.00	3 028.75	1 871.67	19 120.14
Water (6 kilolitres per household per month)	4 058.15	1 125.00	663.91	.00	.00	1 068.48	.00	.00	665.29	1 139.54	3.13
Sanitation (free minimum level service)	2 530.62	541.08	879.35	.00	.00	2 695.26	.00	.00	212.68	569.77	5.80
Electricity/Other energy (50kwh per household per month)	2 953.73	474.00	1 174.39	.00	.00	600.49	.00	.00	1 911.51	.00	17.05
Refuse/removed at least once a week	2 282.21	1 407.56	2 155.98	.00	.00	2 308.73	.00	.00	239.27	162.36	19 094.15
Cost of Free Basic Services Provided to "Registered Indigent"	300 111	35 310	87 725	-	-	98 426	-	-	22 785	36 804	47 056 349
Revenue cost of free services provided (excl property rates and other)	-	87 959	22 079	-	-	13 926	-	20 000	-	-	53 064
Local Government Equitable Share	392 856	661 329	137 518	325 738	707 724	137 401	257 245	233 655	624 943	459 037	369 809

Summarised Outcome: Municipal Budget and Bench

	Msunduzi (H) KZN225	Newcastle (H) KZN252	Polokwane (H) LIM354	Rustenburg (H) NW373	Sot Plaatje (H) NC091	Stellenbosch (H) WC024	Steve Tshwete (H) MP313	uMhlatuze (H) KZN282
R thousands								
Total Operating Revenue	5 032 038	1 768 721	3 634 554	4 779 287	2 056 107	1 629 546	1 486 348	3 054 874
Total Operating Expenditure	4 928 912	2 234 510	3 348 689	4 772 532	2 046 855	1 716 330	1 556 717	3 016 497
Operating Performance Surplus / (Deficit)	103 126	(465 788)	285 865	6 755	9 252	(86 784)	(70 370)	38 377
Cash and Cash Equivalents at the Year End	739 427	1 265	138 325	662 598	183 584	423 733	76 972	638 788
Net Increase / (Decrease) in Cash held for the Year	196 856	(31 986)	120 312	285 630	(60 106)	(51 267)	(6 930)	171 912
Cash Backing / Surplus (Deficit) Reconciliation	1 996 663	16 344	50 698	492 133	845 926	112 402	513 906	180 663
Cash Coverage Ratio	2.1	0	6	2.0	1.3	3.6	.7	3.2
STATEMENT OF OPERATING PERFORMANCE								
Revenue								
% Increase in Total Operating Revenue	1.9%	1.5%	10.4%	1.3%	5.7%	14.1%	9.5%	5.5%
% Increase in Property Rates Revenue	6.0%	4.4%	18.9%	6.5%	5.8%	5.2%	9.6%	4.8%
% Increase in Electricity Revenue	6.8%	(1.0%)	8.5%	(20.0%)	2.4%	10.6%	7.1%	3.2%
% Increase in Water Revenue	(15.8%)	(6.3%)	(20.7%)	6.5%	1.5%	57.7%	7.2%	9.0%
% Increase in Property Rates & Service Charges	(.4%)	(3.3%)	5.8%	(10.7%)	3.7%	16.5%	8.0%	4.3%
% Increase in Operating Grant Revenue	14.2%	11.5%	4.1%	8.0%	10.3%	12.7%	14.7%	9.3%
% Increase in Capital Grant Revenue	(12.1%)	(30.8%)	22.7%	(1.0%)	77.2%	52.7%	30.4%	(12.3%)
Collection Rate Including Other Revenue	87.5%	82.1%	87.6%	84.0%	78.8%	90.1%	99.1%	94.1%
Annual Debtors Collection Rate (Payment Level %)	85.8%	82.2%	82.7%	81.7%	76.6%	90.7%	95.6%	91.9%
Current Debtors Collection Rate	85.8%	84.7%	82.7%	81.7%	76.6%	90.7%	95.6%	91.9%
Outstanding Debtors to Revenue	37.7%	19.1%	14.8%	13.7%	60.5%	21.5%	8.6%	16.0%
O/S Service Debtors to Revenue	47.7%	25.8%	26.6%	19.3%	74.4%	27.0%	11.0%	19.0%
Expenditure								
% Increase in Total Operating Expenditure	5%	23.0%	15.4%	3.1%	5.7%	15.4%	9.5%	4.6%
% Increase in Employee Costs	10.6%	4.4%	9.9%	8.8%	5.5%	16.7%	12.2%	11.5%
% Overtime measured against Employee Related Costs	4.3%	3.7%	4.9%	3.4%	4.0%	5.4%	11.6%	7.7%
% Increase in Electricity Bulk Purchases	7.0%	5.3%	7.2%	(10.4%)	4.1%	5.0%	6.7%	(4.9%)
% Increase in Water Bulk Purchases	(16.8%)	15.5%	1.7%	16.7%	13.1%	93.3%	12.7%	(20.4%)
Remuneration % of Oper Exp (excl debt impair and deprec)	29.3%	34.8%	28.0%	18.2%	40.9%	39.7%	39.7%	31.1%
Contracted Services % of Oper Exp (excl debt impair and deprec)	13.9%	2.3%	27.2%	8.3%	2.9%	15.4%	14.1%	12.0%
Debt Impairment % of Billable Revenue	2.8%	12.5%	11.6%	15.9%	13.7%	7.1%	1.7%	1.0%
% Electricity Distribution Losses	0%	2.8%	6.3%	7.7%	14.2%	0%	0%	9.0%
% Water Distribution Losses	0%	32.7%	17.8%	32.2%	45.0%	0%	0%	32.8%
Employee costs/Total Revenue	25.3%	30.4%	22.5%	14.4%	34.9%	34.8%	36.7%	26.6%
INFRASTRUCTURE DEVELOPMENT & ASSET MANAGEMENT								
Capital Funding								
Total Capital Budget	571 382	205 576	1 912 547	829 492	333 242	528 041	374 410	525 161
Internally Funded and Other	123 000	43 150	284 022	119 607	50 446	276 237	132 981	85 937
Grant Funding and Other	406 341	162 426	798 465	506 885	282 796	91 804	88 204	129 224
Internally Generated Funds % of Non Grant Funding	74.5%	100.0%	25.5%	37.1%	100.0%	63.3%	46.5%	21.7%
Borrowing % of Non Grant Funding	25.5%	0%	74.5%	62.9%	0%	36.7%	53.5%	78.3%
Grant Funding % of Total Funding	71.1%	79.0%	41.7%	61.1%	84.9%	17.4%	23.6%	24.6%
Borrowing								
Total Borrowing Liability	349 414	373 941	728 258	703 000	182 534	321 540	315 610	608 787
Borrowing for the Financial Year	42 041	-	830 000	203 000	-	160 000	153 224	310 000
Cost of Borrowing for the Financial Year	134 063	75 979	183 477	185 542	35 197	41 867	35 560	224 028
Total Cost of Debt as a % of Total Borrowing Liability	38.4%	20.3%	25.2%	26.4%	19.3%	13.0%	11.3%	36.8%
Financing Cost % of Asset Base	1.8%	1.1%	1.2%	1.8%	1.9%	.8%	.5%	4.1%
Capital Charges % of Operating Expenditure	2.7%	3.4%	5.5%	3.9%	1.7%	2.4%	2.3%	7.4%
Borrowing % of Total Assets	4.7%	5.5%	4.9%	6.8%	9.8%	6.3%	4.8%	11.0%
Capital Charges to Own Revenue	3.1%	5.5%	7.0%	4.6%	1.9%	2.8%	2.7%	8.3%
Borrowed Funding of own Capital Expenditure	0%	0%	75.5%	24.8%	0%	36.7%	53.5%	78.3%
Gearing	3.8%	5.3%	4.9%	6.8%	6.6%	6.0%	4.7%	11.4%
Current Ratio	5.4	1.2	1.1	1.8	5.3	2.5	3.3	1.8
Liquidity Ratio	1.5	0	.2	.9	.7	1.3	2.1	1.0
Finance charges and Depreciation/Total Revenue	10.3%	32.2%	8.2%	11.4%	4.6%	13.8%	12.2%	14.5%
Debt coverage	19.0	33.5	13.5	11.5	30.1	20.9	25.2	12.6
Capital Programmes								
Trading Services								
Total Appropriation - Electricity Infrastructure	164 374	85 500	780 693	363 557	147 730	303 820	195 328	204 068
Total Appropriation - Electricity Infrastructure	53 741	-	69 070	66 238	53 997	84 900	77 322	85 472
Total Appropriation - Water Infrastructure	66 472	85 500	300 703	147 141	55 932	66 850	44 243	68 773
Total Appropriation - Waste Water Management	40 311	-	392 320	142 131	37 801	140 585	50 027	48 123
Total Appropriation - Waste Management	3 850	-	18 600	8 047	-	11 485	23 735	1 700
Economic and Environmental	269 052	116 436	755 557	277 321	169 747	89 055	59 797	137 876
Total Appropriation - Planning and Development	45 257	-	7 000	26 803	5 000	18 780	7	3 953
Total Appropriation - Road Transport	221 445	116 436	748 557	250 518	164 747	68 025	59 790	133 723
Total Appropriation - Environmental Protection	2 350	-	-	-	-	2 250	-	200
Governance and Administration	64 442	1 000	332 907	17 800	7 000	21 165	80 870	102 236
Community and Public Safety	68 684	2 640	43 390	42 164	4 765	113 981	37 278	80 981
Other	4 830	-	128 650	-	4 000	20	1 137	-
% Capital Appropriations measured against Total Capital								
Trading Services	28.8%	41.6%	40.8%	43.8%	44.3%	57.5%	52.2%	38.9%
% of Capital Budget - Electricity Infrastructure	9.4%	0%	3.6%	8.0%	16.2%	16.1%	20.7%	16.3%
% of Capital Budget - Water Infrastructure	11.6%	41.6%	15.7%	17.7%	16.8%	12.7%	11.8%	13.1%
% of Capital Budget - Waste Water Management	7.1%	0%	20.5%	17.1%	11.3%	26.6%	13.4%	9.2%
% of Capital Budget - Waste Management	.7%	0%	1.0%	1.0%	0%	2.2%	6.3%	.3%
Economic and Environmental	47.1%	56.6%	39.5%	33.4%	50.9%	16.9%	16.0%	26.3%
% of Capital Budget - Planning and Development	7.9%	0%	.4%	3.2%	1.5%	3.6%	0%	.8%
% of Capital Budget - Road Transport	38.8%	56.6%	39.1%	30.2%	49.4%	12.9%	16.0%	25.5%
% of Capital Budget - Environmental Protection	.4%	0%	0%	0%	0%	.4%	0%	0%
Governance and Administration	11.3%	5%	17.4%	2.1%	2.1%	4.0%	21.6%	19.5%
Community and Public Safety	12.0%	1.3%	2.3%	5.1%	1.4%	21.6%	10.0%	15.4%
Other	.8%	0%	0%	15.5%	1.2%	0%	3%	0%
Asset Management								
Total Value of PPE	7 486 874	6 840 820	14 877 687	10 400 719	1 870 186	5 076 612	6 542 581	5 515 086
Capital Asset Renewal	472 909	66 500	469 222	327 950	216 335	189 395	151 012	168 369
Operational Repairs & Maintenance	132 542	68 123	492 286	244 627	141 853	91 427	88 952	608 208
Asset Renewal % of Depreciation	100.9%	12.7%	247.0%	73.4%	312.4%	95.3%	92.9%	44.8%
R&M % of PPE	1.8%	1.0%	3.3%	2.4%	7.6%	1.8%	1.4%	11.0%
Asset Renewal and R&M as a % of PPE	8.1%	2.0%	6.5%	5.5%	19.2%	5.5%	3.7%	14.1%
Depreciation as % of Asset Base	6.3%	7.7%	1.3%	4.3%	3.7%	3.9%	2.5%	6.8%
Repairs & Maintenance/Total Revenue	2.6%	3.9%	13.5%	5.1%	6.9%	5.6%	6.0%	19.9%

Summarised Outcome: Municipal Budget and Bench

	Msunduzi (H) KZN225	Newcastle (H) KZN252	Polokwane (H) LIM354	Rustenburg (H) NW373	Sot Plaatje (H) NC091	Stellenbosch (H) WC024	Steve Tshwete (H) MP313	uMhlatuze (H) KZN282
R thousands								
AVERAGE HOUSEHOLD BILLS								
Percentage Increases								
Property rates	6.0%	7.2%	6.0%	6.4%	6.0%	5.7%	6.9%	6.7%
Electricity: Basic levy	6.8%	7.2%	8.5%	5.9%	0%	0%	6.8%	0%
Electricity: Consumption	6.8%	8.0%	8.5%	7.5%	(26.4%)	7.3%	6.8%	5.5%
Water: Basic levy	6.0%	7.2%	0%	16.7%	0%	15.0%	0%	7.0%
Water: Consumption	14.3%	7.2%	10.5%	5.8%	5.9%	15.3%	9.4%	7.0%
Sanitation	6.0%	7.2%	6.0%	15.6%	6.0%	9.0%	6.1%	7.0%
Refuse removal	6.0%	7.2%	6.0%	9.2%	6.0%	9.0%	6.3%	8.0%
Other	0%	0%	6.0%	0%	0%	0%	0%	0%
Monthly Bill (Rand/cent)								
Property rates	445.91	479.19	190.99	220.42	394.09	198.75	457.98	393.54
Electricity: Basic levy	35.53	208.04	89.27	311.35	226.09	00	63.00	00
Electricity: Consumption	474.37	599.12	642.96	615.49	646.58	775.14	677.18	793.70
Water: Basic levy	21.07	47.29	00	81.00	00	64.98	00	21.69
Water: Consumption	451.28	269.18	296.89	342.07	415.79	216.16	221.17	206.45
Sanitation	153.35	224.56	67.09	156.46	121.42	166.84	102.55	176.76
Refuse removal	99.18	131.32	112.00	135.61	86.68	151.13	131.60	129.86
Other	00	00	58.30	00	00	00	00	00
Total Monthly Bill (excluding VAT)	1 680.70	1 958.71	1 457.50	1 862.40	1 890.65	1 573.00	1 653.48	1 722.00
SOCIAL PACKAGE								
Total Number of Households	170 618	272 690	241 793	83 302	64 176	51 677	93 858	103 289
Highest level of free service provided								
Water (kilolitres per household per month)	6	0	6	6	6	6	10	6
Electricity (kwh per household per month)	70	0	100	50	50	100	50	50
Number of Households receiving Free Basic Services								
Water (6 kilolitres per household per month)	39 476	19 100	15 075	2 875	15 000	6 000	14 298	55 743
Sanitation (free minimum level service)	39 476	19 100	14 539	2 875	15 000	6 000	18 153	41 201
Electricity/Other energy (50kwh per household per month)	3 265	19 100	14 539	2 875	15 000	6 000	16 598	475
Refuse(removed at least once a week)	6 078	19 100	14 539	2 875	15 000	6 000	17 637	29 049
Cost of Free Basic Services provided								
Water (6 kilolitres per household per month)	149 345	15 249	21 111	6 275	8 375	11 038	26 749	128 948
Sanitation (free minimum level service)	11 184	21 584	15 777	4 853	21 867	11 169	22 640	20 039
Electricity/Other energy (50kwh per household per month)	1 837	3 581	27 589	1 550	8 230	10 513	9 828	1 173
Refuse(removed at least once a week)	5 979	30 441	13 226	3 618	15 602	12 198	27 481	23 192
Average Cost per Household Per Annum	5 612.97	3 709.66	5 292.83	5 668.11	3 604.98	7 486.23	5 268.28	6 066.40
Water (6 kilolitres per household per month)	3 783.18	798.38	1 400.40	2 182.44	558.34	1 839.63	1 870.83	2 313.26
Sanitation (free minimum level service)	283.32	1 130.04	1 085.15	1 687.85	1 457.81	1 861.49	1 247.18	486.36
Electricity/Other energy (50kwh per household per month)	562.71	187.48	1 897.59	539.30	548.66	1 752.19	592.12	2 468.43
Refuse(removed at least once a week)	983.77	1 593.76	909.69	1 258.53	1 040.16	2 032.92	1 558.16	798.36
Cost of Free Basic Services Provided to "Registered Indigent"	221 578	70 854	79 789	16 296	54 075	44 917	75 326	338 160
Revenue cost of free services provided (excl property rates and other)	735	-	58 837	-	-	23 781	-	146 798
Local Government Equitable Share	505 853	341 408	831 436	605 006	172 437	124 176	179 370	326 255