



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

PRESS RELEASE

31 August 2012

**Local Government Revenue and Expenditure: Fourth Quarter Local Government
Section 71 Report (Preliminary Results)
For the period: 1 July 2011 – 30 June 2012**

The National Treasury today released local government's revenue and expenditure for the fourth quarter of the 2011/12 financial year, as well as spending on conditional grants for the same period. This report covers the twelve months (1 July 2011 - 30 June 2012) of the municipal financial year ending on 30 June 2012.

This report is part of the *In-year Management, Monitoring and Reporting System for Local Government (IYM)*, which enables provincial and national government to exercise oversight over municipalities, and identify possible problems in implementing municipal budgets and conditional grants.

In-year reporting is now well institutionalised with most municipalities consistently producing quarterly financial reports. The reporting facilitates transparency, better in-year management as well as the oversight of budgets, making these reports management tools and early warning mechanisms for councils to monitor and improve municipal performance.

HIGHLIGHTS:

- Aggregate revenue and billing exceeded aggregate expenditure indicating that municipalities are starting to adopt a more prudent approach to managing expenditure in line with revenue estimates.
- When compared to the aggregated operating adjustments budget, the decrease in expenditure is in response to the underperformance of billed own revenue indicating an improved understanding by municipalities of the funding requirements outlined in the Municipal Finance Management Act.
- In aggregate, municipalities are beginning to demonstrate an understanding of the importance of budgeting for operating surpluses to mitigate cash and liquidity challenges. In addition this prudent budgeting approach will contribute in generating internal capacity to fund capital infrastructure from own revenue sources. This trend applies to both the budgeted and actual operating figures for the 2011/12 financial year.

KEY TRENDS:

Aggregate trends

1. On aggregate, municipalities spent 88.3 per cent, or R233.9 billion, of the total adjusted budget of R264.8 billion as at 30 June 2012 (fourth quarter YTD results for the 2011/12 financial year). In respect of revenue, aggregate billing and other revenue amounted to 90.8 per cent, or R260.3 billion, of a total adjusted revenue budget of R286.6 billion.
2. Underpinning the above position is aggregate net overspending of R4.3 billion, or 1.6 per cent, and aggregate net underspending of R35.2 billion or 13.3 per cent of municipalities' total budgets. The over- and underspending was made up as follows:
 - Aggregate overspending of the adjusted operating budget – R4 billion or 1.8 per cent;
 - Aggregate underspending of the adjusted operating budget – R22.3 billion or 10.2 per cent;
 - Aggregate overspending of the adjusted capital budget – R2.2 billion or 4.9 per cent; and
 - Aggregate underspending of the adjusted capital budget – R14.8 billion or 32.3 per cent.
3. Note that combining the capital and operating budgets will result in a different outcome to that of analysing them separately.
4. On aggregate municipalities overspent conditional grants by R0.8 billion, or 3.8 per cent, while aggregate underspending of conditional grants was R5.1 billion, or 25.3 per cent. These amounts are included in the aggregate amounts reflected in paragraph 2 above.
5. When measured against the total adjusted revenue budget of R170.4 billion, metropolitan municipalities achieved a 94.2 per cent, or R160.5 billion, of billed and other revenue. City of Tshwane has the highest proportion at 99.9 per cent followed by the City of Joburg at 97.1 per cent. Of concern is that these two cities have the highest growth rate in outstanding debtors, a clear indication that they are not collecting all billed revenue. The lowest reported was by Buffalo City at 75.9 per cent. Underperformance in relation to collections is a significant risk as it directly impacts on cash and cash equivalents.
6. A quarter-on-quarter comparison of preliminary in-year figures shows that the metros on average realised an increase in revenue of 8.8 per cent compared to the fourth quarter of the previous financial year. Most of this increase can be attributed to higher rates and tariffs, rather than efficiency improvements in revenue management.
7. The aggregate adjusted capital budget for all municipalities in the 2011/12 financial year was R46 billion, of which only R33.2 billion or 72.5 per cent had been spent by 30 June 2012. This reflects the challenges of planning for the implementation of capital projects.
8. The aggregated adjusted capital budget for metros in the 2011/12 financial year was R22 billion of which metros spent R17.5 billion or 79.5 per cent by 30 June 2012.
 - By the end of the fourth quarter Nelson Mandela Bay had spent 96.1 per cent of its adjusted capital budget followed by the City of Tshwane with 87.2 per cent; and
 - Spending has been low in Buffalo City and eThekweni where only 32.8 and 65.6 per cent respectively of their adjusted capital budgets were spent by the end of the fourth quarter.
9. Metros in aggregate spent the following on core services when measured against their adjusted budgets:
 - Water R17.5 billion or 98 per cent;
 - Electricity R45.6 billion or 95.5 per cent;

- Waste water management R4.4 billion or 94 per cent; and
 - Waste management R6.5 billion or 94.5 per cent.
10. The spending on core services for the secondary cities was as follows:
 - Water R3.1 billion or 90.7 per cent;
 - Electricity R9.3 billion or 98.1 per cent;
 - Waste water management R992 million or 79.8 per cent; and
 - Waste management R1.1 billion or 103.2 per cent.
 11. Aggregate municipal consumer debts were R77.6 billion at 30 June 2012 (unaudited figures) of which government's contribution represents 4.1 per cent, or R3.2 billion. Households were largest component, accounting for 65.4 per cent or R50.8 billion.
 12. Metropolitan municipalities were owed R46.1 billion as at 30 June 2012. This represents an increase of R7.5 billion, or 19.3 per cent, from the fourth quarter of the 2010/11 financial year. When compared to the previous financial year, Mangaung's debt has increased by 37.6 per cent, City of Tshwane's by 34.5 per cent and City of Joburg's increased 26 per cent.
 13. Secondary cities were owed R13.2 billion in outstanding consumer debt at 30 June 2012. This represents a decrease of R346 million from the corresponding period in the 2010/11 financial year. Analysis of the outstanding debtors per customer group indicates that outstanding household debt accounts for R9.4 billion, or 71.5 per cent, of the total outstanding debt.
 14. Municipalities owed R15.9 billion as at 30 June 2012, an overall increase of R4.8 billion compared to the R11.1 billion reported in the third quarter of 2011/12. Free State had the highest percentage of creditors outstanding for more than 90 days at 55.4 per cent, followed by Limpopo (53.1 per cent) and North West (50.6 per cent). A rise in outstanding creditors, especially those in excess of 90 days, could be indicative of a cash and liquidity challenges.
 15. Municipalities originally budgeted for an average 91.8 per cent collection rate. However, their adjusted budgets reflect an average collection rate of 95.9 per cent. The average collection rate for the four quarters of the 2011/12 financial year is 90.7 per cent, which suggests that many municipalities based their cash and revenue estimates in their adjustments budgets on unrealistically optimistic collection rate assumptions.
 16. The underperformance of actual collections against billed revenue can be attributed to, amongst others, the affordability of municipal services. The ongoing economic slowdown and substantial increases in electricity tariffs are starting to impact on affordability and subsequently the ability of consumers to pay for services.
 17. The total borrowing by municipalities is R45.5 billion as at 30 June 2012. This includes long term loans of R30.1 billion, short term marketable bonds of R10.2 billion, long term marketable bonds of R4.3 billion and other short term loans of R212 million.

Conditional Grants

18. The Division of Revenue Act, 2011 (Act No.6 of 2011) allocated R65.6 billion originally for local government. This consists of the local government equitable share of R34.1 billion and R31.5 billion for both direct and indirect grants.
19. These allocations were adjusted in December in terms of Government Gazette No. 34 880 of 2011 DoRA which shows all additional in-year allocations, new allocations, re-allocations, rollovers and technical adjustments to local government spheres. These adjustments were done in terms of Sections 6(3), 17 and 18 of the 2011 DoRA. The adjustment Gazette increased the total baseline for the local government conditional grant allocations from R24.7 billion to a revised total of R24.8 billion.

20. R22.6 billion was transferred by the national departments responsible for administering local government conditional grants against an allocation of R24.8 billion for both direct and indirect conditional grants. This constitutes 91.1 per cent of the total conditional grants allocated for the 2011/12 financial year.
21. Municipalities receiving direct conditional grants reported an average expenditure of 78.5 per cent, or R15.8 billion, of the R20.1 billion allocated directly to municipalities. This represents an underperformance of R4.3 billion, or 20.4 per cent, for the municipal financial year.
22. The main contributor to underspending was the Public Transport Infrastructure and Systems Grants (PTIS) reflecting expenditure of 48.7 per cent or R2.3 billion from allocated amount of R4.8 billion, which accounts for 23.9 per cent of the direct allocation to municipalities.
23. Reporting and performance against unspent committed funds that were rolled-over by municipalities from 2010/11 allocation to 2011/12 financial year was very weak. In June 2012 the aggregate expenditure for roll-over funds was R360.3 million, or 14.8 per cent, of the R2.4 billion that was approved by National Treasury to be spent in the 2011/12 financial year.
24. A summary of key aggregated information is included in the tables in **Annexure A**.
25. Reconciliation between the 2011/12 MTREF budget publication released on 30 November 2011 and the 4th quarter publication is reflected in **Annexure B**.

Further details on this report can be accessed on the National Treasury's website: www.treasury.gov.za.

ENDS

NOTE TO EDITORS:

- This information is published in terms of Sections 71 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) and 30(3) of the 2011 Division of Revenue Act. The budgeted figures shown are based on the 2011/12 adjusted budgets approved by municipal councils after their six month review of their performance.
- In terms of the process, Municipal Managers and Chief Financial Officers were required to sign and submit data to the National Treasury by 27 July 2012. Any queries on the figures in the statement should therefore be referred to the relevant Municipal Manager or Chief Financial Officer. Queries on conditional grants may be referred to the national department responsible for administering the grant.
- A municipal budget must be funded in terms of Section 18 of the MFMA before a municipal Council can adopt that budget for implementation. A funded budget is essentially a budget that is funded by cash derived either from realistically anticipated revenues to be collected in that year or from cash backed surpluses of previous years. It is a common practice amongst most municipalities when preparing their annual budgets to overstate or inflate revenue projections either to reflect a surplus or on the surface to show that excess expenditure requirements are adequately covered by revenues to be collected. Hence, the revenue estimates are seldom underpinned by realistic or realisable revenue assumptions resulting in the municipality not being able to collect this revenue and therefore finding themselves in cash flow difficulties. Should such situations arise, municipalities must adjust expenditure downwards to ensure that there is sufficient cash to meet these commitments.
- Caution must therefore be exercised where interpreting the information / results pertaining to under-collection of revenue and expenditure contained in this publication. Under-expenditure as reported in different dimensions does not imply that the cash and cash equivalents were in the bank accounts of municipalities. It is because that revenue estimates were in most cases unrealistic that significant under-expenditure has been reported. The National Treasury is compelled to report against the legal budget documents approved by Council forming part of the annual budget process (main budget adopted by 30 May and adjustments budgets by 28 February). Therefore, although we report on under collection of revenue and expenditure, the cash available to fund this expenditure was not there to begin with. In future, we aim to track the relationship between revenue and expenditure, actual billing and cash in bank.
- This fourth quarter publication covers 276 municipalities.

STRUCTURE OF INFORMATION RELEASED:

Other information released on National Treasury's website (www.treasury.gov.za) as part of this process includes the following:

- Municipal Budget Statements:
 - a. Cash Flow closing balances as at 30 June 2012,
 - b. Over and under spending of adjusted budget 2011/12 for the following dimensions:
 - i. Total municipal budgets;
 - ii. Capital budgets;
 - iii. Operating budgets; and
 - iv. Employee costs.
 - c. Over and under spending of allocated conditional grants;
 - d. High-level summary of revenue for 276 municipalities, and
 - e. High-level summary of expenditure for 276 municipalities.
- Summary of revenue and expenditure per function (electricity, water, etc):
 - a. High level summary of revenue per function, and
 - b. High level summary of expenditure per function.
- Consolidation of revenue and expenditure numbers for each municipality in one file.
- Detail per province per municipality.
- Summary of Conditional Grant (CG) Information for all municipalities and per grant.
- CG - Detail per province per Municipality.
- Summary of Conditional Grant (CG) information per programme.
- Section 71 summary information for the fourth quarter:
 - a. Summary of total monthly operating expenditure – 276 municipalities;
 - b. Summary of total monthly operating revenue – 276 municipalities;
 - c. Summary of total monthly capital expenditure – 276 municipalities;
 - d. Summary of total monthly capital revenue – 276 municipalities;
 - e. Summary – Metros;
 - f. Conditional Grant summary – Metros;
 - g. Summary – Top 19 municipalities;
 - h. Conditional Grant summary – Top 19 municipalities;
 - i. Summary – Provinces;
 - j. Conditional Grant summary – Provinces;
 - k. Analysis of Sources of Revenue – 276 municipalities; and
 - l. Listing of borrowing instruments – 155 municipalities.
- Non Compliance:
 - a. List municipalities not complying with Section 71 of the MFMA.

The section 71 information reported by municipalities to National Treasury is now being published on the National Treasury website in the format of Schedule C, which is the format for monthly and quarterly municipal financial statements as prescribed by the Municipal Budget and Reporting Regulations.

SUMMARY TABLES:

Aggregated revenue and expenditure for municipalities

Table 1: National aggregated revenue and expenditure as at 4th Quarter Ended 30 June 2012

R thousands	Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12
	Operating	Capital	Total	Operating	Capital	Total	4th Q as % of adj budget	Operating	Capital	Total	Total as % of adj budget	Operating	Capital	Total	Total as % of adj budget	
Expenditure																
Category A (Metro)	137 034 334	22 043 554	159 077 888	35 953 752	7 941 022	43 894 774	27.6%	129 558 571	17 524 419	147 082 990	92.5%	34 070 066	8 065 986	42 136 052	94.4%	4.2%
Category B (Local)	68 373 054	16 592 221	84 965 275	15 151 240	4 693 630	19 844 871	23.4%	59 332 967	11 361 407	70 694 374	83.2%	15 399 671	3 536 755	18 936 425	84.1%	4.8%
Category C (District)	13 609 039	7 183 024	20 792 063	3 377 716	1 534 424	4 912 140	23.6%	11 730 273	4 353 069	16 083 342	77.4%	3 790 002	815 894	4 605 896	81.8%	6.6%
Total	219 016 427	45 818 799	264 835 226	54 482 708	14 169 077	68 651 784	25.9%	200 621 810	33 238 896	233 860 706	88.3%	53 259 739	12 418 634	65 678 373	90.1%	4.5%
Revenue																
Category A (Metro)	148 332 362	22 043 554	170 375 916	36 558 980	7 941 021	44 500 001	26.1%	142 957 486	17 524 417	160 481 903	94.2%	32 835 711	8 065 986	40 901 697	94.4%	8.8%
Category B (Local)	75 253 776	15 584 722	90 838 498	12 777 140	4 550 981	17 328 121	19.1%	68 141 924	10 935 741	79 077 665	87.1%	11 969 651	3 230 328	15 199 979	90.1%	14.0%
Category C (District)	18 440 946	6 976 855	25 417 801	2 027 584	1 548 357	3 575 941	14.1%	16 361 359	4 401 843	20 763 202	81.7%	2 590 068	769 762	3 359 831	98.9%	6.4%
Total	242 027 083	44 605 131	286 632 214	51 363 703	14 040 359	65 404 063	22.8%	227 460 768	32 862 001	260 322 769	90.8%	47 395 430	12 066 076	59 461 507	93.4%	10.0%

Source: National Treasury Local Government Database

Aggregated revenue trends for metros

Table 2: Metros aggregated revenue as at 4th quarter ended 30 June 2012

R thousands	Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	4th Q as % of adj budget	Operating Revenue	Capital Revenue	Total	Total Rev as % of adj budget	Operating Revenue	Capital Revenue	Total	Total Rev as % of adj budget	
Buffalo City	4 016 118	725 646	4 741 764	482 489	101 126	583 615	12.3%	3 359 550	237 935	3 597 485	75.9%	314 515	169 362	483 877	82.7%	20.6%
Cape Town	32 345 098	4 561 212	36 906 311	7 500 586	1 826 479	9 327 065	25.3%	30 634 518	3 895 460	34 529 978	93.6%	7 284 873	1 374 560	8 659 433	93.3%	7.7%
Ekurhuleni Metro	21 265 501	2 252 104	23 517 604	4 726 502	835 077	5 561 579	23.6%	20 630 245	1 938 680	22 568 925	96.0%	3 918 076	699 969	4 618 045	90.7%	20.4%
eThekweni	26 333 214	5 302 103	31 635 317	6 826 540	1 212 491	8 039 032	25.4%	25 522 749	3 478 362	29 001 112	91.7%	6 368 081	2 203 014	8 571 095	96.8%	(6.2%)
City Of Johannesburg	32 616 362	3 749 203	36 365 565	9 157 277	1 671 787	10 829 064	29.8%	32 047 069	3 255 571	35 302 640	97.1%	9 109 047	1 928 595	11 037 643	99.3%	(1.9%)
Mangaung	4 470 948	815 046	5 285 995	903 252	209 536	1 112 788	21.1%	3 557 478	565 050	4 122 528	78.0%	568 861	154 862	723 723	74.3%	53.8%
Nelson Mandela Bay	7 616 421	1 234 602	8 851 022	1 869 425	577 553	2 446 979	27.6%	7 127 784	1 185 851	8 313 636	93.9%	1 587 933	459 053	2 046 985	98.7%	19.5%
City Of Tshwane	19 668 700	3 403 637	23 072 337	5 092 908	1 506 971	6 599 879	28.6%	20 078 092	2 967 508	23 045 600	99.9%	3 684 326	1 076 571	4 760 897	93.8%	38.6%
Total	148 332 362	22 043 554	170 375 916	36 558 980	7 941 021	44 500 001	26.1%	142 957 486	17 524 417	160 481 903	94.2%	32 835 711	8 065 986	40 901 697	94.4%	8.8%

Source: National Treasury Local Government Database

Aggregated expenditure trends for metros

Table 3: Metros aggregated expenditure as at 4th quarter ended 30 June 2012

R thousands	Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11			
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	4th 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	3 723 816	725 646	4 449 462	802 784	101 126	903 910	20.3%	3 092 419	237 935	3 330 354	74.8%	847 311	169 362	1 016 673	84.3%
eThekweni	23 966 381	5 302 103	29 268 484	6 798 971	1 212 491	8 011 463	27.4%	22 599 959	3 478 362	26 078 321	89.1%	6 093 568	2 203 014	8 296 582	92.7%
Mangaung	3 750 588	815 046	4 565 635	739 684	209 536	949 220	20.8%	2 958 354	565 050	3 523 403	77.2%	593 200	154 862	748 062	91.6%
Cape Town	30 125 803	4 561 212	34 687 015	7 237 837	1 826 479	9 064 316	26.1%	27 808 028	3 895 460	31 703 488	91.4%	7 532 333	1 374 560	8 906 893	94.9%
Ekurhuleni Metro	21 085 004	2 252 104	23 337 108	5 426 768	835 077	6 261 845	26.8%	20 396 133	1 938 680	22 334 813	95.7%	4 934 656	699 969	5 634 625	99.7%
City Of Johannesburg	29 358 254	3 749 203	33 107 457	7 452 683	1 671 787	9 124 471	27.6%	28 533 452	3 255 573	31 789 026	96.0%	7 187 944	1 928 595	9 116 539	77.1%
City Of Tshwane	18 403 369	3 403 637	21 807 006	5 435 166	1 506 971	6 942 138	31.8%	17 708 114	2 967 508	20 675 622	94.8%	5 295 321	1 076 571	6 371 892	91.7%
Nelson Mandela Bay	6 621 119	1 234 602	7 855 720	2 059 858	577 553	2 637 411	33.6%	6 462 112	1 185 851	7 647 963	97.4%	1 585 734	459 053	2 044 786	98.6%
Total	137 034 334	22 043 554	159 077 888	35 953 752	7 941 022	43 894 774	27.6%	129 558 571	17 524 419	147 082 990	92.5%	34 070 066	8 065 986	42 136 052	94.4%

Source: National Treasury Local Government Database

Aggregated revenue and expenditure for secondary cities

Table 4: 19 Secondary cities aggregated budgets and expenditure as at 4th quarter ended 30 June 2012

R thousands	Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	4th 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	
Matjhabeng	1 487 579	557 222	2 044 801	208 698	38 236	246 934	12.1%	1 015 679	180 873	1 196 551	58.5%	181 162	55 285	236 448	106.4%	4.4%
Emluleni	3 822 930	364 370	4 187 300	589 809	52 415	642 224	15.3%	2 704 096	158 584	2 862 680	68.4%	613 658	30 670	644 327	90.8%	(0.3%)
Govan Mbeki	1 055 979	145 354	1 201 333	257 330	13 725	271 055	22.6%	1 016 506	64 549	1 081 055	90.0%	242 125	36 045	278 170	82.5%	(2.6%)
uMhlatuze	1 920 720	166 771	2 087 490	517 956	24 162	542 117	26.0%	1 958 139	74 203	2 032 343	97.4%	426 819	43 821	470 640	73.3%	15.2%
Mbombela	1 552 607	535 596	2 088 203	443 660	85 726	529 386	25.4%	1 515 966	253 078	1 769 044	84.7%	286 138	124 136	410 274	72.4%	29.0%
Newcastle	1 489 844	302 957	1 792 801	390 515	39 877	430 392	24.0%	1 360 402	153 941	1 514 344	84.5%	285 334	83 681	369 015	86.9%	16.6%
Sleve Tshwete	924 834	364 067	1 288 901	248 861	77 816	326 677	25.3%	894 740	193 771	1 088 511	84.5%	186 382	59 330	245 712	85.5%	33.0%
Ruslenburg	2 277 492	528 576	2 806 068	379 512	156 680	536 192	19.1%	1 678 677	290 638	1 969 315	70.2%	586 117	69 474	655 591	67.5%	(18.2%)
Msunduzi	3 339 106	351 441	3 690 547	581 954	143 279	725 234	19.7%	2 498 944	223 528	2 722 472	73.8%	732 141	36 147	768 288	63.8%	(5.6%)
Sol Plaatje	1 275 282	177 405	1 452 687	280 409	45 954	326 363	22.5%	1 074 192	125 337	1 199 529	82.6%	201 685	36 151	237 836	93.5%	37.2%
Stellenbosch	839 480	210 104	1 049 583	205 781	97 837	303 618	28.9%	664 325	164 865	829 190	79.0%	303 956	67 992	371 948	87.5%	(18.4%)
Mogale City	1 663 896	176 951	1 840 847	482 175	48 223	530 398	28.8%	1 659 670	139 755	1 799 425	97.7%	460 425	52 580	513 006	91.7%	3.4%
George	1 162 590	133 325	1 295 915	235 784	50 313	286 097	22.1%	952 606	105 685	1 058 291	81.7%	219 059	37 839	256 897	80.6%	11.4%
Tlokweng	788 995	118 956	907 951	212 170	20 928	233 099	25.7%	752 342	96 569	848 910	93.5%	204 796	25 136	229 932	99.3%	1.4%
City Of Matlosana	1 707 795	133 605	1 841 400	363 224	35 384	398 608	21.6%	1 375 492	109 666	1 485 159	80.7%	404 143	45 886	450 029	83.8%	(11.4%)
Madibeng	949 715	284 250	1 233 965	177 671	93 560	271 231	22.0%	742 559	233 845	976 403	79.1%	213 592	39 452	253 044	92.5%	7.2%
Drakenstein	1 199 886	320 261	1 520 147	289 371	135 708	425 079	28.0%	1 140 984	270 785	1 411 769	92.9%	309 863	133 206	443 069	79.2%	(4.1%)
Polokwane	1 475 280	389 198	1 864 478	460 087	196 445	656 532	35.2%	1 453 146	355 965	1 809 111	97.0%	443 347	77 232	520 579	93.8%	26.1%
Emalahleni (Mp)	-	-	-	279 022	13 354	292 376	0%	1 092 109	24 430	1 116 539	-	282 468	36 165	318 633	93.2%	(8.2%)
Total	28 934 009	5 260 408	34 194 418	6 603 989	1 369 622	7 973 611	23.3%	25 550 573	3 220 067	28 770 640	84.1%	6 583 210	1 090 230	7 673 440	84.5%	3.9%

Source: National Treasury Local Government Database

Operating expenditure per function for metros

Table 5: Metros aggregated budgets and expenditure per function as at 4th quarter ended 30 June 2012

	Budget	Fourth Quarter 2011/12		Year to date: 30 June 2012		Fourth Quarter 2010/11		Q4 of 2010/11 to Q4 of 2011/12
	Adjusted Budget	Actual Expenditure	4th Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
R thousands								
Water								
Buffalo City	340 118	56 929	16.7%	296 823	87.3%	77 097	94.7%	(26.2%)
Cape Town	3 471 761	837 621	24.1%	3 269 773	94.2%	1 000 230	102.1%	(16.3%)
Ekurhuleni Metro	3 049 279	725 721	23.8%	2 887 138	94.7%	651 102	93.7%	11.5%
eThekwini	3 217 656	999 505	31.1%	3 162 063	98.3%	956 076	94.6%	4.5%
City Of Johannesburg	4 628 628	1 242 808	26.9%	4 904 741	106.0%	1 093 203	103.1%	13.7%
Mangaung	400 498	73 295	18.3%	363 291	90.7%	69 012	100.7%	6.2%
Nelson Mandela Bay	491 633	154 900	31.5%	471 638	95.9%	34 727	97.2%	346.1%
City Of Tshwane	2 222 865	596 824	26.8%	2 110 043	94.9%	450 013	100.8%	32.6%
Total	17 822 438	4 687 603	26.3%	17 465 509	98.0%	4 331 461	99.1%	8.2%
Electricity								
Buffalo City	1 152 937	261 736	22.7%	1 027 174	89.1%	247 058	94.1%	5.9%
Cape Town	7 612 168	1 692 826	22.2%	6 875 631	90.3%	1 870 520	96.6%	(9.5%)
Ekurhuleni Metro	9 071 467	2 538 370	28.0%	9 066 276	99.9%	1 979 787	98.0%	28.2%
eThekwini	8 361 238	2 109 378	25.2%	7 764 771	92.9%	1 673 304	91.4%	26.1%
City Of Johannesburg	10 639 532	2 627 576	24.7%	10 188 895	95.8%	2 282 237	100.1%	15.1%
Mangaung	1 438 444	201 845	14.0%	1 078 457	75.0%	207 262	78.3%	(2.6%)
Nelson Mandela Bay	2 490 100	803 746	32.3%	2 394 313	96.2%	673 952	84.6%	19.3%
City Of Tshwane	6 983 476	2 294 153	32.9%	7 207 995	103.2%	1 720 291	105.8%	33.4%
Total	47 749 362	12 529 630	26.2%	45 603 512	95.5%	10 654 411	96.6%	17.6%
Waste Water Management								
Buffalo City	252 887	85 139	33.7%	300 036	118.6%	113 297	96.3%	(24.9%)
Cape Town	1 828 095	504 160	27.6%	1 786 354	97.7%	528 269	104.2%	(4.6%)
Ekurhuleni Metro	419 297	104 599	24.9%	407 439	97.2%	10 803	190.7%	868.3%
eThekwini	1 159 662	329 386	28.4%	1 023 574	88.3%	370 752	97.3%	(11.2%)
City Of Johannesburg	-	-	-	-	-	-	-	-
Mangaung	136 082	26 254	19.3%	115 912	85.2%	24 806	78.2%	5.8%
Nelson Mandela Bay	433 987	123 355	28.4%	369 653	85.2%	80 327	78.1%	53.6%
City Of Tshwane	455 019	124 809	27.4%	401 602	88.3%	87 857	81.9%	42.1%
Total	4 685 029	1 297 702	27.7%	4 404 570	94.0%	1 216 110	96.6%	6.7%
Waste Management								
Buffalo City	226 384	36 520	16.1%	135 908	60.0%	41 563	86.0%	(12.1%)
Cape Town	2 033 033	525 809	25.9%	1 939 761	95.4%	604 972	98.5%	(13.1%)
Ekurhuleni Metro	1 055 817	276 979	26.2%	990 846	93.8%	249 418	88.2%	11.1%
eThekwini	998 365	323 952	32.4%	976 306	97.8%	257 508	93.6%	25.8%
City Of Johannesburg	1 230 791	296 431	24.1%	1 272 155	103.4%	336 035	109.0%	(11.8%)
Mangaung	100 849	23 042	22.8%	83 580	82.9%	17 924	100.1%	28.6%
Nelson Mandela Bay	311 457	68 914	22.1%	255 305	82.0%	75 217	94.3%	(8.4%)
City Of Tshwane	890 543	258 177	29.0%	814 202	91.4%	419 722	111.8%	(38.5%)
Total	6 847 240	1 809 824	26.4%	6 468 062	94.5%	2 002 359	99.0%	(9.6%)

Source: National Treasury Local Government Database

Operating expenditure per function for secondary cities

Table 6a: 19 Secondary cities aggregated budgets and expenditure per function as at 4th quarter ended 30 June 2012

	Adjusted Budget	Fourth Quarter 2011/12		Year to date: 30 June 2012		Fourth Quarter 2010/11		Q4 of 2010/11 to Q4 of 2011/12
		Actual Expenditure	4th Q as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
R thousands								
Water								
City Of Matlosana	193 917	45 427	23.4%	163 908	84.5%	40 094	479.9%	13.3%
Drakenstein	59 030	17 190	29.1%	60 275	102.1%	13 534	90.9%	27.0%
Emalahleni (Mp)	-	32 369	-	112 117	-	22 333	91.4%	44.9%
Emsfuleni	377 228	98 553	26.1%	396 237	105.0%	95 323	112.9%	3.4%
George	117 854	22 382	19.0%	88 322	74.9%	19 385	55.4%	15.5%
Gov an Mbeki	188 262	50 737	27.0%	194 428	103.3%	49 475	91.9%	2.6%
Madibeng	-	24 744	-	28 055	-	14 325	51.5%	72.7%
Majhabeng	207 741	40 550	19.5%	147 196	70.9%	30 248	60.3%	34.1%
Mbombela	123 219	29 615	24.0%	127 755	103.7%	19 134	54.5%	54.8%
Mogale City	228 379	68 824	30.1%	229 708	100.6%	76 007	105.4%	(9.5%)
Msunduzi	592 785	12 705	2.1%	285 060	48.1%	64 334	74.8%	(80.3%)
Newcastle	243 399	73 052	30.0%	225 784	92.8%	42 002	96.4%	73.9%
Polokwane	195 305	64 127	32.8%	198 309	101.5%	60 783	95.0%	5.5%
Rustenburg	326 560	78 637	24.1%	303 086	92.8%	78 431	101.5%	0.3%
Sol Plaatje	117 099	24 167	20.6%	90 823	77.6%	20 620	77.7%	17.2%
Stellenbosch	56 967	13 176	23.1%	39 990	70.2%	31 184	91.7%	(57.7%)
Steve Tshwete	58 157	13 550	23.3%	53 563	92.1%	12 798	98.5%	5.9%
Tlokwe	32 925	6 333	19.2%	52 662	159.9%	7 242	81.3%	(12.5%)
uMhlatuze	325 286	88 219	27.1%	325 706	100.1%	76 020	91.4%	16.0%
Total	3 444 111	804 359	23.4%	3 122 984	90.7%	773 273	91.5%	4.0%

Source: National Treasury Local Government Database

Table 6b: 19 Secondary cities aggregated budgets and expenditure per function as at 4th quarter ended 30 June 2012

	Adjusted Budget	Fourth Quarter 2011/12		Year to date: 30 June 2012		Fourth Quarter 2010/11		Q4 of 2010/11 to Q4 of 2011/12
		Actual Expenditure	4th Q as % of adjusted budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
R thousands								
Electricity								
City Of Matlosana	454 412	82 898	18.2%	343 966	75.7%	70 284	94.2%	17.9%
Drakenstein	508 179	108 481	21.3%	468 201	92.1%	136 013	96.4%	(20.2%)
Emalahleni (Mp)	-	132 010	-	549 615	-	140 401	97.1%	(6.0%)
Emsfuleni	1 069 491	247 615	23.2%	1 187 627	111.0%	223 984	92.5%	10.6%
George	349 751	74 120	21.2%	295 299	84.4%	59 021	79.5%	25.6%
Gov an Mbeki	378 040	88 704	23.5%	360 790	95.4%	60 310	103.7%	47.1%
Madibeng	-	53 786	-	89 528	-	93 584	143.4%	(42.5%)
Majhabeng	231 024	12 589	5.4%	276 688	119.8%	14 530	104.3%	(13.4%)
Mbombela	425 533	126 711	29.8%	429 542	100.9%	76 460	84.8%	65.7%
Mogale City	577 663	167 377	29.0%	554 898	96.1%	174 308	99.8%	(4.0%)
Msunduzi	1 181 370	273 179	23.1%	1 062 597	89.9%	290 794	99.3%	(6.1%)
Newcastle	428 790	87 762	20.5%	371 602	86.7%	76 917	79.5%	14.1%
Polokwane	480 304	133 959	27.9%	481 702	100.3%	123 857	93.7%	8.2%
Rustenburg	1 141 104	88 294	7.7%	632 828	55.5%	199 508	103.0%	(55.7%)
Sol Plaatje	397 053	70 959	17.9%	351 410	88.5%	50 937	85.6%	39.3%
Stellenbosch	279 247	84 779	30.4%	243 340	87.1%	93 273	102.3%	(9.1%)
Steve Tshwete	314 315	101 926	32.4%	318 233	101.2%	47 610	86.6%	114.1%
Tlokwe	307 488	81 049	26.4%	272 822	88.7%	78 073	95.0%	3.8%
uMhlatuze	919 527	262 120	28.5%	975 265	106.1%	192 647	102.1%	36.1%
Total	9 443 290	2 278 317	24.1%	9 265 954	98.1%	2 202 512	96.7%	3.4%

Source: National Treasury Local Government Database

Table 6c: 19 Secondary cities aggregated budgets and expenditure per function as at 4th quarter ended 30 June 2012

	Adjusted Budget	Fourth Quarter 2011/12		Year to date: 30 June 2012		Fourth Quarter 2010/11		Q4 of 2010/11 to Q4 of 2011/12
		Actual Expenditure	4th Q as % of adjusted budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
R thousands								
Waste Water Management								
City Of Matlosana	113 260	11 707	10.3%	60 209	53.2%	20 547	57.6%	(43.0%)
Drakenstein	49 600	10 854	21.9%	51 818	104.5%	14 475	98.2%	(25.0%)
Emalahleni (Mp)	-	15 250	-	44 568	-	9 582	98.6%	59.2%
Emfuleni	78 339	19 132	24.4%	77 235	98.6%	22 883	34.8%	(16.4%)
George	78 234	15 014	19.2%	65 103	83.2%	14 109	47.7%	6.4%
Gov an Mbeki	71 799	10 138	14.1%	42 031	58.5%	14 911	92.0%	(32.0%)
Madibeng	-	11 520	-	14 886	-	11 463	123.6%	0.5%
Matjhabeng	-	9 362	-	32 588	-	7 421	64.3%	26.2%
Mbombela	84 361	20 989	24.9%	63 566	75.4%	17 720	62.3%	18.4%
Mogale City	79 484	24 295	30.6%	82 963	104.4%	21 352	109.0%	13.8%
Msunduzi	221 106	1 862	0.8%	9 084	4.1%	1 394	38.4%	33.5%
New castle	41 500	9 883	23.8%	41 609	100.3%	13 884	101.1%	(28.8%)
Polokwane	42 820	22 930	53.6%	44 186	103.2%	22 569	85.2%	1.6%
Rustenburg	85 688	22 121	25.8%	78 733	91.9%	23 573	107.1%	(6.2%)
Sol Plaatje	42 359	10 911	25.8%	38 957	92.0%	7 793	89.5%	40.0%
Stellenbosch	51 499	13 942	27.1%	41 753	81.1%	19 354	83.3%	(28.0%)
Steve Tshwete	54 433	10 880	20.0%	49 975	91.8%	13 853	98.4%	(21.5%)
Tlokw e	33 977	10 363	30.5%	34 755	102.3%	9 359	67.2%	10.7%
uMhlathuze	115 666	27 287	23.6%	118 325	102.3%	31 423	103.8%	(13.2%)
Total	1 244 125	278 438	22.4%	992 342	79.8%	297 665	73.1%	(6.5%)

Source: National Treasury Local Government Database

Table 6d: 19 Secondary cities aggregated budgets and expenditure per function as at 4th quarter ended 30 June 2012

	Adjusted Budget	Fourth Quarter 2011/12		Year to date: 30 June 2012		Fourth Quarter 2010/11		Q4 of 2010/11 to Q4 of 2011/12
		Actual Expenditure	4th Q as % of adjusted budget	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of adj budget	
R thousands								
Waste Management								
City Of Matlosana	45 808	11 588	25.3%	41 196	89.9%	11 463	95.6%	1.1%
Drakenstein	38 992	8 764	22.5%	38 415	98.5%	10 336	87.7%	(15.2%)
Emalahleni (Mp)	-	14 512	-	52 862	-	11 457	99.1%	26.7%
Emfuleni	131 137	21 982	16.8%	95 534	72.9%	33 013	54.3%	(33.4%)
George	46 532	9 930	21.3%	36 290	78.0%	7 760	71.3%	28.0%
Gov an Mbeki	46 329	9 997	21.6%	41 942	90.5%	12 363	72.2%	(19.1%)
Madibeng	-	-	-	-	-	-	-	-
Matjhabeng	-	-	-	-	-	-	-	-
Mbombela	117 655	34 595	29.4%	109 181	92.8%	27 329	91.6%	26.6%
Mogale City	95 575	29 603	31.0%	96 775	101.3%	25 310	91.0%	17.0%
Msunduzi	132 193	46 511	35.2%	168 047	127.1%	50 515	75.8%	(7.9%)
New castle	83 650	23 179	27.7%	83 858	100.2%	26 630	83.5%	(13.0%)
Polokwane	59 515	15 237	25.6%	65 185	109.5%	17 510	78.1%	(13.0%)
Rustenburg	72 508	27 206	37.5%	79 795	110.0%	25 005	115.9%	8.8%
Sol Plaatje	38 744	9 130	23.6%	37 416	96.6%	8 335	93.6%	9.5%
Stellenbosch	28 192	9 269	32.9%	26 161	92.8%	9 525	98.8%	(2.7%)
Steve Tshwete	53 149	13 807	26.0%	53 739	101.1%	12 143	99.5%	13.7%
Tlokw e	36 111	8 918	24.7%	32 043	88.7%	6 414	-	39.1%
uMhlathuze	67 582	18 256	27.0%	70 636	104.5%	16 801	105.2%	8.7%
Total	1 093 672	312 484	28.6%	1 129 075	103.2%	311 909	84.7%	0.2%

Source: National Treasury Local Government Database

Aggregated municipal debtors age analysis

Table 7a: National Debtors Age Analysis as at 4th quarter ended 30 June 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Written Off	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtor Age Analysis By Income Source												
Water	2 207 287	10.5%	719 609	3.4%	780 557	3.7%	17 399 998	82.4%	21 107 451	27.2%	286 220	1.4%
Electricity	5 022 821	38.7%	841 164	6.5%	552 472	4.3%	6 575 118	50.6%	12 991 575	16.7%	12 026	.1%
Property Rates	2 676 512	15.6%	609 055	3.6%	648 023	3.8%	13 176 387	77.0%	17 109 976	22.0%	47 069	.3%
Sanitation	821 857	11.2%	288 799	3.9%	297 142	4.0%	5 950 239	80.9%	7 358 037	9.5%	12 539	.2%
Refuse Removal	430 902	7.5%	180 457	3.1%	248 667	4.3%	4 871 510	85.0%	5 731 535	7.4%	22 229	.4%
Other	535 156	4.0%	584 337	4.4%	325 966	2.4%	11 877 909	89.2%	13 323 368	17.2%	741 963	5.6%
Total By Income Source	11 694 535	15.1%	3 223 421	4.2%	2 852 827	3.7%	59 851 160	77.1%	77 621 942	100.0%	1 122 046	1.4%
Debtor Age Analysis By Customer Group												
Government	574 084	18.1%	165 541	5.2%	159 029	5.0%	2 279 880	71.7%	3 178 533	4.1%	63 335	2.0%
Business	5 279 692	33.3%	808 455	5.1%	617 519	3.9%	9 158 316	57.7%	15 863 981	20.4%	87 240	.5%
Households	5 563 030	11.0%	1 737 735	3.4%	1 831 701	3.6%	41 627 354	82.0%	50 759 820	65.4%	455 129	.9%
Other	277 729	3.6%	511 690	6.5%	244 579	3.1%	6 785 611	86.8%	7 819 608	10.1%	516 341	6.6%
Total By Customer Group	11 694 535	15.1%	3 223 421	4.2%	2 852 827	3.7%	59 851 160	77.1%	77 621 942	100.0%	1 122 046	1.4%

Source: National Treasury Local Government Database

Debtors' age analysis for the metros

Table 7b: Metros Debtors Age Analysis as at 4th quarter ended 30 June 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
4th Quarter Ended 30 June 2012										
Nelson Mandela Bay	339 775	21.3%	131 266	8.2%	75 489	4.7%	1 045 215	65.7%	1 591 745	3.5%
Buffalo City	165 381	18.9%	50 814	5.8%	42 046	4.8%	616 767	70.5%	875 008	1.9%
Mangaung	171 831	9.8%	93 096	5.3%	81 591	4.7%	1 400 781	80.2%	1 747 300	3.8%
Ekurhuleni Metro	1 058 726	10.5%	351 777	3.5%	261 961	2.6%	8 414 215	83.4%	10 086 678	21.9%
City Of Johannesburg	3 449 614	22.6%	693 879	4.6%	426 123	2.8%	10 679 390	70.0%	15 249 007	33.1%
City Of Tshwane	1 442 239	28.1%	93 875	1.8%	120 659	2.4%	3 475 387	67.7%	5 132 160	11.1%
eThekweni	652 173	12.5%	268 442	5.1%	168 960	3.2%	4 140 888	79.2%	5 230 462	11.3%
Cape Town	1 222 445	19.8%	210 777	3.4%	242 415	3.9%	4 501 118	72.9%	6 176 755	13.4%
Total	8 502 183	18.4%	1 893 924	4.1%	1 419 246	3.1%	34 273 762	74.4%	46 089 114	12.5%
4th Quarter Ended 30 June 2011										
Nelson Mandela Bay	223 429	16.5%	88 379	6.5%	31 854	2.4%	1 008 780	74.6%	1 352 442	3.5%
Buffalo City	141 070	18.8%	40 425	5.4%	29 878	4.0%	539 356	71.8%	750 729	1.9%
Mangaung	184 113	14.5%	71 897	5.7%	51 325	4.0%	962 784	75.8%	1 270 120	3.3%
Ekurhuleni Metro	993 365	11.0%	343 835	3.8%	265 057	2.9%	7 391 633	82.2%	8 993 890	23.3%
City Of Johannesburg	2 217 640	18.3%	515 978	4.3%	484 810	4.0%	8 883 285	73.4%	12 101 713	31.3%
City Of Tshwane	894 470	23.4%	82 841	2.2%	84 093	2.2%	2 755 377	72.2%	3 816 782	9.9%
eThekweni	732 242	16.0%	257 762	5.6%	168 147	3.7%	3 430 401	74.8%	4 588 552	11.9%
Cape Town	1 167 146	20.3%	266 965	4.6%	167 106	2.9%	4 160 129	72.2%	5 761 346	14.9%
Total	6 553 476	17.0%	1 668 082	4.3%	1 282 270	3.3%	29 131 745	75.4%	38 635 574	12.5%
Movement between 30 June 2011 and 30 June 2012										
Nelson Mandela Bay	116 346		42 887		43 635		36 435		239 303	
Buffalo City	24 311		10 388		12 168		77 411		124 279	
Mangaung	(12 282)		21 198		30 266		437 997		477 180	
Ekurhuleni Metro	65 360		7 942		(3 096)		1 022 582		1 092 788	
City Of Johannesburg	1 231 974		177 901		(58 686)		1 796 105		3 147 294	
City Of Tshwane	547 769		11 033		36 566		720 010		1 315 378	
eThekweni	(80 070)		10 680		813		710 487		641 910	
Cape Town	55 299		(56 188)		75 309		340 989		415 409	
Total	1 948 706		225 842		136 976		5 142 017		7 453 541	
Growth rate Q4 of 2010/11 to Q4 of 2011/12										
Nelson Mandela Bay	52.1%		48.5%		137.0%		3.6%		17.7%	
Buffalo City	17.2%		25.7%		40.7%		14.4%		16.6%	
Mangaung	(6.7%)		29.5%		59.0%		45.5%		37.6%	
Ekurhuleni Metro	6.6%		2.3%		(1.2%)		13.8%		12.2%	
City Of Johannesburg	55.6%		34.5%		(12.1%)		20.2%		26.0%	
City Of Tshwane	61.2%		13.3%		43.5%		26.1%		34.5%	
eThekweni	(10.9%)		4.1%		0.5%		20.7%		14.0%	
Cape Town	4.7%		(21.0%)		45.1%		8.2%		7.2%	
Total	29.7%		13.5%		10.7%		17.7%		19.3%	

Source: National Treasury Local Government Database

Table 7c: Metros Debtors Age Analysis as at 4th quarter ended 30 June 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Written Off	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtor Age Analysis By Customer Group												
Government	281 894	20.4%	74 818	5.4%	48 122	3.5%	978 624	70.7%	1 383 458	3.0%	1 706	.1%
Business	4 071 497	34.2%	594 942	5.0%	393 738	3.3%	6 852 091	57.5%	11 912 268	25.8%	1 215	-
Households	4 176 096	13.9%	1 120 617	3.7%	906 537	3.0%	23 911 672	79.4%	30 114 922	65.3%	8 344	-
Other	(27 304)	(1.0%)	103 548	3.9%	70 849	2.6%	2 531 374	94.5%	2 678 466	5.8%	484 134	18.1%
Total By Customer Group	8 502 183	18.4%	1 893 924	4.1%	1 419 246	3.1%	34 273 762	74.4%	46 089 114	100.0%	495 399	1.1%

Source: National Treasury Local Government Database

Debtors' age analysis for secondary cities

Table 8a: Secondary cities Debtors Age Analysis as at 4th quarter ended 30 June 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
City Of Matlosana	79 926	9.5%	24 983	3.0%	23 232	2.8%	712 427	84.8%	840 567	6.4%
Drakenstein	62 653	25.6%	11 762	4.8%	8 920	3.6%	161 472	66.0%	244 807	1.9%
Emalahleni (Mp)	-	-	-	-	-	-	-	-	-	-
Emfuleni	177 816	6.6%	87 895	3.3%	64 114	2.4%	2 356 671	87.7%	2 686 495	20.4%
George	34 992	35.5%	2 836	2.9%	2 709	2.7%	58 054	58.9%	98 590	0.7%
Govan Mbeki	46 017	7.5%	13 698	2.2%	14 775	2.4%	535 329	87.8%	609 820	4.6%
Madibeng	58 495	8.0%	33 950	4.7%	25 093	3.4%	610 875	83.9%	728 413	5.5%
Majhabeng	105 169	7.0%	65 246	4.4%	44 407	3.0%	1 279 829	85.6%	1 494 651	11.4%
Mbombela	58 127	13.9%	2 800	0.7%	14 284	3.4%	343 294	82.0%	418 505	3.2%
Mogale City	217 387	25.2%	8 139	0.9%	6 790	0.8%	631 792	73.1%	864 107	6.6%
Msunduzi	267 555	24.7%	34 368	3.2%	34 729	3.2%	745 458	68.9%	1 082 111	8.2%
Newcastle	37 829	4.7%	24 248	3.0%	22 063	2.8%	714 446	89.5%	798 586	6.1%
Polokwane	91 270	22.7%	309 964	77.3%	-	-	-	-	401 234	3.0%
Rustenburg	113 273	6.4%	66 437	3.8%	48 719	2.8%	1 537 277	87.1%	1 765 706	13.4%
Sol Plaatje	64 398	11.3%	25 925	4.5%	19 834	3.5%	461 398	80.7%	571 555	4.3%
Stellenbosch	23 363	20.5%	4 200	3.7%	3 392	3.0%	83 079	72.9%	114 034	0.9%
Steve Tshwete	32 287	52.8%	3 758	6.1%	1 992	3.3%	23 135	37.8%	61 172	0.5%
Tlokwe	53 243	32.3%	7 821	4.8%	7 767	4.7%	95 797	58.2%	164 629	1.3%
uMhlatuze	159 262	72.6%	10 793	4.9%	5 443	2.5%	43 869	20.0%	219 367	1.7%
Total	1 683 063	12.8%	738 824	5.6%	348 261	2.6%	10 394 203	79.0%	13 164 350	5.3%

Source: National Treasury Local Government Database

Table 8b: Secondary cities Debtors Age Analysis as at 4th quarter ended 30 June 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Written Off	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtor Age Analysis By Customer Group												
Government	70 936	15.7%	20 976	4.6%	13 146	2.9%	346 470	76.7%	451 529	3.4%	-	-
Business	684 643	37.3%	106 258	5.8%	64 595	3.5%	979 486	53.4%	1 834 981	13.9%	-	-
Households	758 100	8.0%	273 052	2.9%	244 612	2.6%	8 142 925	86.5%	9 418 690	71.5%	-	-
Other	169 383	11.6%	338 538	23.2%	25 908	1.8%	925 322	63.4%	1 459 150	11.1%	-	-
Total	1 683 063	12.8%	738 824	5.6%	348 261	2.6%	10 394 203	79.0%	13 164 350	100.0%	-	-

Source: National Treasury Local Government Database

Collection rates

Table 9a: National collection rates as at 30 June 2012

	2010/11	Budget year 2011/12						
	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual	YTD Actual
Collection Rate	103.04	91.78	95.91	79.29	94.62	94.54	95.97	90.66
Property rates	104.21	75.35	87.85	71.21	86.05	95.90	93.94	85.44
Service charges	103.31	97.97	99.26	82.74	98.37	95.06	97.55	93.17
Service charges - electricity revenue	106.07	78.21	95.51	80.30	98.45	90.91	98.87	91.79
Service charges - water revenue	85.17	81.01	92.05	80.53	86.15	78.78	92.52	84.57
Service charges - sanitation revenue	67.18	69.45	77.61	49.89	69.93	67.57	72.23	63.94
Service charges - refuse revenue	124.83	70.85	131.06	110.63	117.66	82.32	113.63	103.69
Interest earned - outstanding debtors	75.72	43.06	64.75	63.60	58.68	58.51	54.97	58.85

Source: National Treasury Local Government Database

Table 9b: Metros collection rates as at 30 June 2012

	2010/11	Budget year 2011/12						
	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual	YTD Actual
Collection Rate	101.82	93.62	93.55	82.80	96.97	94.67	96.61	92.54
Property rates	97.79	70.18	89.15	83.57	80.20	93.40	92.09	87.06
Service charges	103.66	102.23	95.53	82.79	103.67	95.67	98.80	94.89
Service charges - electricity revenue	109.73	79.05	93.39	80.89	104.93	92.65	105.48	95.47
Service charges - water revenue	84.13	81.25	92.00	80.80	90.34	77.43	94.56	86.03
Service charges - sanitation revenue	58.77	66.25	67.45	49.65	68.94	63.49	70.71	62.68
Service charges - refuse revenue	146.66	63.43	153.87	160.08	144.67	86.02	142.99	124.62
Interest earned - outstanding debtors	79.08	32.48	54.78	62.79	61.77	59.55	51.06	58.61

Source: National Treasury Local Government Database

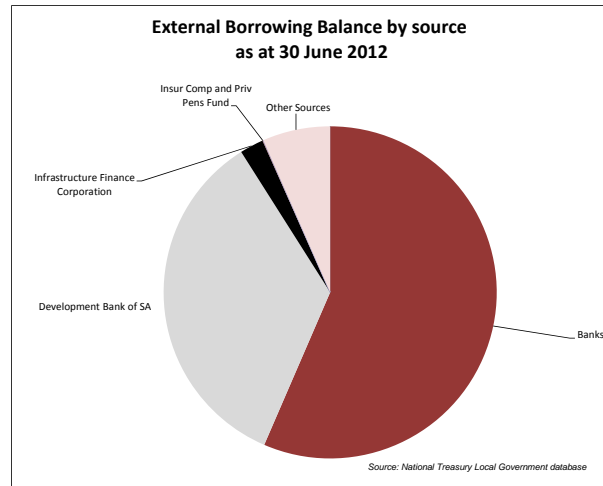
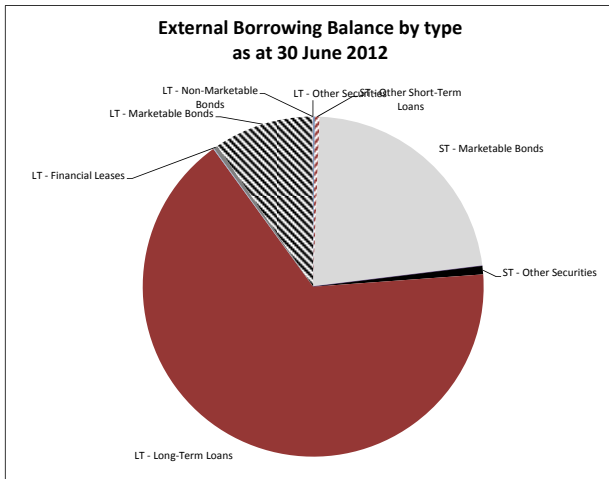
Aggregated municipal creditors age analysis

Table 10: Creditor Age Analysis for 4th quarter as at 30 June 2012

R thousands	0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Eastern Cape	485 326	76.3%	36 363	5.7%	16 442	2.6%	98 212	15.4%	636 343	4.0%
Free State	490 041	32.2%	90 659	6.0%	96 624	6.4%	842 889	55.4%	1 520 213	9.6%
Gauteng	8 180 246	99.3%	52 563	0.6%	(34 556)	-0.4%	37 534	0.5%	8 235 787	52.0%
KwaZulu-Natal	2 623 626	97.2%	34 902	1.3%	9 786	0.4%	30 256	1.1%	2 698 570	17.0%
Limpopo	296 833	44.9%	9 309	1.4%	4 135	0.6%	351 419	53.1%	661 696	4.2%
Mpumalanga	212 160	57.0%	54 938	14.8%	27 252	7.3%	78 039	21.0%	372 390	2.3%
Northern Cape	127 653	72.1%	3 980	2.2%	6 789	3.8%	38 655	21.8%	177 078	1.1%
North West	328 426	41.2%	34 085	4.3%	31 003	3.9%	403 081	50.6%	796 595	5.0%
Western Cape	709 809	94.4%	20 505	2.7%	8 914	1.2%	12 475	1.7%	751 703	4.7%
Total	13 454 120	84.9%	337 306	2.1%	166 390	1.0%	1 892 560	11.9%	15 850 375	100.0%

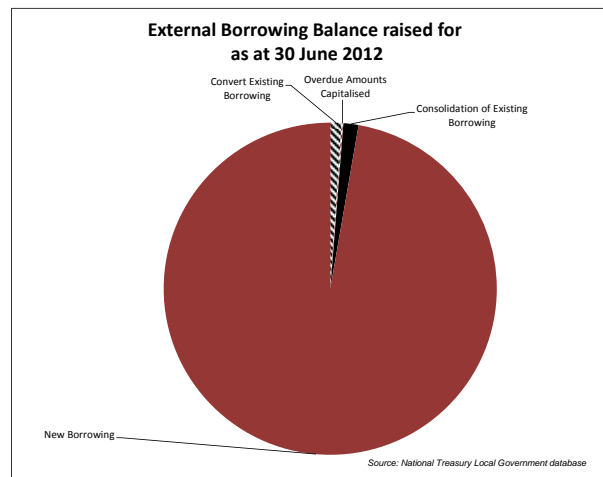
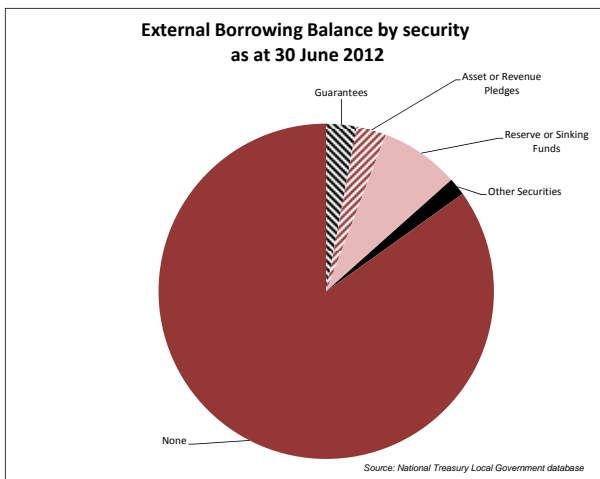
Source: National Treasury Local Government Database

Borrowing instruments



Type	Balance (R'000)
ST - Bank Overdraft	67 626
ST - Other Short-Term Loans	212 102
ST - Marketable Bonds	10 220 050
ST - Non-Marketable Bonds	200
ST - Other Securities	364 882
LT - Long-Term Loans	30 134 332
LT - Instalment Credit	36 177
LT - Financial Leases	172 302
LT - Marketable Bonds	4 300 000
LT - Non-Marketable Bonds	6 805
LT - Other Securities	23 222
TOTAL	45 537 698

Source	Balance (R'000)
General Public	3 332
Banks	25 720 626
Development Bank of SA	15 724 854
Infrastructure Finance Corporation	1 054 326
Public Investment Commissioners	
Insur Comp and Priv Pens Fund	35 357
Municipal Pension Funds	325
Other Public Pension Funds	
Unit Trusts	
Internal Funds	787
Other Sources	2 998 090
TOTAL	45 537 697



Security	Balance (R'000)
Guarantees	1 332 549
Asset or Revenue Pledges	1 298 941
Bond Insurance	
Reserve or Sinking Funds	3 474 689
Other Securities	778 241
None	38 653 278
TOTAL	45 537 698

Raised For	Balance (R'000)
Convert Existing Borrowing	500 895
Overdue Amounts Capitalised	76 764
Consolidation of Existing Borrowing	664 701
New Borrowing	44 295 338
Bridging Finance	
TOTAL	45 537 698

Table 11a: Aggregated over and under spending of total budgets for the 4th quarter ended 30 June 2012 (Preliminary results)

R thousands	Code	Main appropriation	Adjusted Budget	Year to date: 30 June 2012	Total Expenditure as % of main appropriation	Total Expenditure as % of adjusted budget	(Over)	Under	(Over)/Under as % of adjusted budget
Summary per Province									
Eastern Cape	EC	22 855 760	23 167 186	20 155 303	88.2%	87.0%	(854 814)	3 866 697	13.0%
Free State	FS	12 990 656	13 396 503	10 058 703	77.4%	75.1%	(133 400)	3 471 199	24.9%
Gauteng	GT	86 737 293	88 734 802	82 934 822	95.6%	93.5%	(2 936)	5 802 916	6.5%
Kw azulu-Natal	KZ	50 153 249	50 604 242	43 411 672	86.6%	85.8%	(259 301)	7 451 871	14.2%
Limpopo	LP	13 173 110	13 400 496	9 989 226	75.8%	74.5%	-	3 411 270	25.5%
Mpumalanga	MP	8 875 830	10 440 750	9 457 718	106.6%	90.6%	(1 524 199)	2 507 231	9.4%
North West	NW	11 709 661	12 137 163	9 838 808	84.0%	81.1%	(369 353)	2 667 708	18.9%
Northern Cape	NC	4 922 244	5 034 943	4 100 182	83.3%	81.4%	(116 736)	1 051 497	18.6%
Western Cape	WC	49 048 530	47 919 140	43 914 271	89.5%	91.6%	(997 600)	5 002 469	8.4%
Total National		260 466 332	264 835 226	233 860 706	89.8%	88.3%	(4 258 340)	35 232 860	11.7%
							Net	30 974 520	

Source: National Treasury Local Government Database

Table 11b: Aggregated over and under spending of capital budgets for the 4th quarter ended 30 June 2012 (Preliminary results)

R thousands	Code	Main appropriation	Adjusted Budget	Year to date: 30 June 2012	Total Expenditure as % of main appropriation	Total Expenditure as % of adjusted budget	(Over)	Under	(Over)/Under as % of adjusted budget
Summary per Province									
Eastern Cape	EC	5 337 528	5 269 061	3 531 943	66.2%	67.0%	(159 258)	1 896 376	33.0%
Free State	FS	2 630 521	2 804 587	1 670 344	63.5%	59.6%	(10 646)	1 144 889	40.4%
Gauteng	GT	10 125 458	10 263 972	8 762 177	86.5%	85.4%	(131 452)	1 633 247	14.6%
Kw azulu-Natal	KZ	10 176 063	10 365 823	6 949 455	68.3%	67.0%	(139 232)	3 555 599	33.0%
Limpopo	LP	4 489 023	4 577 530	2 124 570	47.3%	46.4%	(33 365)	2 486 325	53.6%
Mpumalanga	MP	1 315 385	2 165 887	1 334 117	101.4%	61.6%	(349 081)	1 180 850	38.4%
North West	NW	2 085 514	2 579 568	1 689 725	81.0%	65.5%	(367 504)	1 257 347	34.5%
Northern Cape	NC	1 099 089	995 552	586 068	53.3%	58.9%	(30 072)	439 556	41.1%
Western Cape	WC	7 305 845	6 796 820	6 590 497	90.2%	97.0%	(1 001 711)	1 208 034	3.0%
Total National		44 564 427	45 818 799	33 238 896	74.6%	72.5%	(2 222 321)	14 802 224	27.5%
							Net	12 579 903	

Source: National Treasury Local Government Database

Table 11c: Aggregated over and under spending of operating budgets for the 4th quarter ended 30 June 2012 (Preliminary results)

R thousands	Code	Main appropriation	Adjusted Budget	Year to date: 30 June 2012	Total Expenditure as % of main appropriation	Total Expenditure as % of adjusted budget	(Over)	Under	(Over)/Under as % of adjusted budget
Summary per Province									
Eastern Cape	EC	17 518 232	17 898 125	16 623 360	94.9%	92.9%	(1 082 580)	2 357 345	7.1%
Free State	FS	10 360 135	10 591 916	8 388 360	81.0%	79.2%	(152 269)	2 355 825	20.8%
Gauteng	GT	76 611 834	78 470 830	74 172 645	96.8%	94.5%	(9 063)	4 307 248	5.5%
Kw azulu-Natal	KZ	39 977 186	40 238 420	36 462 217	91.2%	90.6%	(326 799)	4 103 002	9.4%
Limpopo	LP	8 684 086	8 822 966	7 864 657	90.6%	89.1%	(462 668)	1 420 978	10.9%
Mpumalanga	MP	7 560 445	8 274 863	8 123 600	107.4%	98.2%	(1 362 878)	1 514 140	1.8%
North West	NW	9 624 147	9 557 595	8 149 082	84.7%	85.3%	(427 672)	1 836 185	14.7%
Northern Cape	NC	3 823 154	4 039 392	3 514 115	91.9%	87.0%	(120 454)	645 731	13.0%
Western Cape	WC	41 742 685	41 122 320	37 323 775	89.4%	90.8%	(9 997)	3 808 542	9.2%
Total National		215 901 906	219 016 427	200 621 810	92.9%	91.6%	(3 954 379)	22 348 996	8.4%
							Net	18 394 616	

Source: National Treasury Local Government Database

Table 11d: Aggregated over and under spending of employee cost budgets for the 4th quarter ended 30 June 2012 (Preliminary)

R thousands	Code	Main appropriation	Adjusted Budget	Year to date: 30 June 2012	Total Expenditure as % of main appropriation	Total Expenditure as % of adjusted budget	(Over)	Under	(Over) spending as % of adjusted budget	Under spending as % of adjusted budget
Summary per Province										
Eastern Cape	EC	5 629 782	5 667 266	5 502 443	97.7%	97.1%	(419 036)	583 859	7.4%	10.3%
Free State	FS	3 060 056	3 059 452	2 824 636	92.3%	92.3%	(34 023)	268 839	1.1%	8.8%
Gauteng	GT	18 746 271	16 268 915	18 236 156	97.3%	112.1%	(2 454 190)	486 949	15.1%	3.0%
Kwazulu-Natal	KZ	9 930 464	9 959 563	9 507 037	95.7%	95.5%	(179 217)	631 742	1.8%	6.3%
Limpopo	LP	3 101 131	3 194 756	2 960 920	95.5%	92.7%	(152 075)	385 910	4.8%	12.1%
Mpumalanga	MP	2 274 757	2 501 088	2 660 312	116.9%	106.4%	(413 842)	254 618	16.5%	10.2%
North West	NW	2 698 586	2 671 129	2 454 955	91.0%	91.9%	(32 159)	248 332	1.2%	9.3%
Northern Cape	NC	1 372 967	1 388 038	1 364 931	99.4%	98.3%	(87 573)	110 680	6.3%	8.0%
Western Cape	WC	10 493 505	10 376 782	9 548 596	91.0%	92.0%	(17 303)	845 489	0.2%	8.1%
Total National		57 307 520	55 086 989	55 059 987	96.1%	100.0%	(3 789 417)	3 816 419	6.9%	6.9%
							Net	27 001		

Source: National Treasury Local Government Database

Table 11d: Over and under spending of conditional grants adjusted allocations for the 4th quarter ended 30 June 2012 (Preliminary results)

R thousands	Code	Main allocation	Revised allocation	Year to date: 30 June 2010	Total Expenditure as % of main allocation	Total Expenditure as % of revised allocation	(Over)	Under	(Over) spending as % of adjusted budget	Under spending as % of adjusted budget
Summary per Province										
Eastern Cape	EC	3 880 679	3 867 849	2 940 802	75.8%	76.0%	(23 894)	950 940	0.6%	24.6%
Free State	FS	1 000 526	1 022 080	923 885	92.3%	90.4%	(19 953)	118 148	2.0%	11.6%
Gauteng	GT	2 803 333	2 860 851	1 630 303	58.2%	57.0%	(31 290)	1 261 838	1.1%	44.1%
Kwazulu-Natal	KZ	3 494 055	3 482 560	3 611 926	103.4%	103.7%	(417 093)	287 726	12.0%	8.3%
Limpopo	LP	2 710 465	2 793 435	2 269 574	83.7%	81.2%	(70 055)	593 916	2.5%	21.3%
Mpumalanga	MP	1 508 959	1 496 409	1 211 760	80.3%	81.0%	(51 691)	336 339	3.5%	22.5%
North West	NW	1 568 874	1 519 344	1 152 482	73.5%	75.9%	(83 386)	450 248	5.5%	29.6%
Northern Cape	NC	625 354	572 458	436 631	69.8%	76.3%	(12 784)	148 610	2.2%	26.0%
Western Cape	WC	2 463 751	2 462 351	1 578 261	64.1%	64.1%	(64 270)	948 360	2.6%	38.5%
Total		20 055 994	20 077 335	15 755 625	78.6%	78.5%	(774 415)	5 096 125	3.9%	25.4%
							Net	4 321 710		

Source: National Treasury Local Government Database

Table 11f: Over and under spending of the total budget as at 30 June 2012 (Preliminary results)

Count [†]	(Over)			Target		Under		
	More than -15%	Betw een -15 and -10%	Betw een -5 and -10%	Betw een 0 and -5%	Betw een 0 and 5%	Betw een 5 and 10%	Betw een 15 and 10%	more than 15%
Summary per Province								
Eastern Cape	10	0	1	3	2	1	3	24
Free State	2	0	0	0	1	2	2	17
Gauteng	0	0	0	1	3	2	1	5
Kwazulu-Natal	7	2	1	2	8	2	7	32
Limpopo	0	0	0	0	2	0	7	21
Mpumalanga	2	0	0	0	1	1	2	12
North West	1	0	0	0	3	1	2	15
Northern Cape	2	1	0	0	4	1	2	22
Western Cape	1	0	0	1	0	6	4	18
Total National	25	3	2	7	24	16	30	166

Source: National Treasury Local Government database

[†] 5 municipalities did not submit capital and operating budget figures

Table 11g: Over and under spending of the Capital budget as at 30 June 2012 (Preliminary results)

Count [†]	(Over)			Target		Under		
	More than -15%	Between -15 and -10%	Between -5 and -10%	Between 0 and -5%	Between 0 and 5%	Between 5 and 10%	Between 15 and 10%	more than 15%
Summary per Province								
Eastern Cape	2	0	0	1	1	2	2	30
Free State	0	2	0	0	1	1	1	19
Gauteng	0	0	0	0	0	0	3	8
Kwazulu-Natal	6	1	0	3	4	2	1	43
Limpopo	0	1	0	0	0	2	1	24
Mpumalanga	2	0	0	0	0	1	1	12
North West	1	0	0	0	0	0	0	19
Northern Cape	1	0	0	1	1	0	0	27
Western Cape	3	0	0	0	2	1	3	21
Total National	15	4	0	5	9	9	12	203

Source: National Treasury Local Government database

† 21 municipalities did not submit capital budget figures

Table 11h: Over and under spending of the Operating budget as at 30 June 2012 (Preliminary results)

Count [†]	(Over)			Target		Under		
	More than -15%	Between -15 and -10%	Between -5 and -10%	Between 0 and -5%	Between 0 and 5%	Between 5 and 10%	Between 15 and 10%	more than 15%
Summary per Province								
Eastern Cape	9	1	0	1	4	1	1	23
Free State	2	0	0	2	1	1	2	16
Gauteng	0	0	0	1	6	0	0	5
Kwazulu-Natal	7	2	0	8	4	10	1	29
Limpopo	1	1	1	0	5	2	2	18
Mpumalanga	0	1	0	0	5	0	0	12
North West	3	0	0	3	4	1	1	10
Northern Cape	3	1	0	3	4	1	2	18
Western Cape	0	0	1	0	4	4	7	14
Total National	25	6	2	18	37	20	16	145

Source: National Treasury Local Government database

† 9 municipalities did not submit budget figures

Table 11i: Over and under spending of conditional grants adjusted allocations for the 4th quarter ended 30 June 2012 (Preliminary results)

Count	(Over)			Target		Under		
	More than -15%	Between -15 and -10%	Between -5 and -10%	Between 0 and -5%	Between 0 and 5%	Between 5 and 10%	Between 15 and 10%	more than 15%
Summary per Province								
Eastern Cape	1	1	2	9	7	4	2	19
Free State	1	1	3	4	5	2	3	5
Gauteng	1	0	1	2	2	1	0	5
Kwazulu-Natal	9	1	7	5	5	5	3	26
Limpopo	3	0	3	1	1	0	3	19
Mpumalanga	2	1	0	1	2	2	3	10
North West	2	1	1	1	0	0	0	18
Northern Cape	1	1	3	2	6	1	3	15
Western Cape	7	1	2	6	2	1	3	8
Total	27	7	22	31	30	16	20	125

Source: National Treasury Local Government Database

Table 12a: Over and under spending by municipalities, 2008/09 to 2011/12

R thousand	2008/09			2009/10			2010/11			2011/12		
	(Over)	Under	Nett	(Over)	Under	Nett	(Over)	Under	Nett	(Over)	Under	Nett
Total	(2 571 148)	19 130 256	16 559 108	(8 318 334)	25 011 734	16 693 400	(3 874 337)	28 449 093	24 574 756	(4 258 340)	35 232 860	30 974 520
Capital	(349 834)	7 290 032	6 940 198	(3 812 107)	11 972 805	8 160 698	(1 060 105)	12 361 041	11 300 936	(2 222 321)	14 802 224	12 579 903
Conditional grants				(2 369 635)	5 902 426	3 532 791	(584 226)	5 079 853	4 495 627	(774 415)	5 096 125	4 321 710

Source: National Treasury Local Government database

Table 12b: Over and under spending by municipalities, 2008/09 to 2011/12

Percentage	2008/09		2009/10		2010/11		2011/12	
	(Over)	Under	(Over)	Under	(Over)	Under	(Over)	Under
Total	1.4%	10.5%	3.9%	11.7%	1.6%	12.0%	1.6%	13.3%
Capital	0.8%	15.7%	8.0%	25.1%	2.5%	29.3%	4.9%	32.3%
Conditional grants			10.7%	26.6%	3.2%	28.2%	3.9%	25.4%

Source: National Treasury Local Government database

Conditional grants transfers, payments and expenditure as at 30 June 2012

4th Quarter Ended 30 June 2012

CONDITIONAL GRANTS TRANSFERRED FROM NATIONAL DEPARTMENTS AND ACTUAL PAYMENTS MADE BY MUNICIPALITIES: PRELIMINARY RESULTS

AGGREGATED INFORMATION FOR ALL MUNICIPALITIES

	Division of revenue Act No. 6 of 2011	Adjustment (Mid year)	Other Adjustments	Total Available 2011/12	Year to date		First Quarter		Second Quarter		Third Quarter		Fourth Quarter		YTD Expenditure		% Changes from 3rd to 4th Q		% Changes for the 4th Q		
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2011	Actual expenditure by municipalities by 30 September 2011	Actual expenditure National Department by 31 December 2011	Actual expenditure by municipalities by 31 December 2011	Actual expenditure National Department by 31 March 2012	Actual expenditure by municipalities by 31 March 2012	Actual expenditure National Department by 30 June 2012	Actual expenditure by municipalities by 30 June 2012	Actual expenditure National Department	Actual expenditure by municipalities	Actual expenditure National Department	Actual expenditure by municipalities	Exp as % of Allocation National Department	Exp as % of Allocation by municipalities	
R thousands																					
National Treasury (Vote 10)																					
Local Government Financial Management Grant	384 641	39 000	-	423 641	423 641	423 641	95 705	98 731	90 337	95 475	76 497	87 559	95 316	141 062	357 855	422 827	24.6%	61.1%	84.5%	99.8%	
Neighbourhood Development Partnership (Schedule 6)	750 000	-	-	750 000	738 393	738 393	99 599	113 527	68 140	152 398	178 103	139 887	220 357	304 788	566 199	710 600	23.7%	117.9%	75.5%	94.7%	
Neighbourhood Development Partnership (Schedule 7)	100 000	-	-	100 000	50 111	50 111	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	1 234 641	39 000	-	1 273 641	1 212 145	1 212 145	195 304	212 257	158 477	247 873	254 600	227 446	315 673	445 850	924 054	1 133 426	24.0%	96.0%	78.7%	96.6%	
Cooperative Governance (Vote 3)																					
Municipal Systems Improvement Grant	219 420	790	-	220 210	220 210	219 420	16 934	39 370	27 423	57 814	25 108	45 202	33 724	80 775	103 189	223 161	34.3%	78.7%	46.9%	101.3%	
Disaster Relief Funds	32 236	-	-	32 236	32 147	32 147	-	-	-	-	-	8 496	-	11 388	19 884	-	-	-	34.0%	-	61.7%
Internally Displaced People Management Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	251 656	790	-	252 446	252 357	219 420	16 934	39 370	27 423	57 814	25 108	53 698	33 724	92 163	103 189	243 045	34.3%	71.6%	40.9%	96.3%	
Transport (Vote 37)																					
Public Transport Infrastructure and Systems Grant	4 803 347	-	-	4 803 347	4 803 347	4 611 647	226 060	177 616	553 133	535 680	439 701	528 113	1 859 754	1 099 812	3 078 648	2 341 221	323.0%	108.3%	64.1%	48.7%	
Rural Transport Grant	35 440	-	-	35 440	35 440	35 440	1 589	135	302	2 963	3 234	7 422	6 048	10 520	11 174	-	150.5%	87.0%	29.7%	31.5%	
Sub-Total Vote	4 838 787	-	-	4 838 787	4 838 787	4 647 087	226 060	179 205	553 268	535 981	442 664	531 347	1 867 176	1 105 861	3 089 168	2 352 395	321.8%	108.1%	63.8%	48.6%	
Public Works (Vote 7)																					
Expanded Public Works Programme Incentive Grant (Municipally)	679 583	-	-	679 583	679 583	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	679 583	-	-	679 583	679 583	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Energy (Vote 29)																					
Integrated National Electrification Programme (Municipal) Grant	1 096 612	-	-	1 096 612	1 096 611	1 096 612	197 105	142 698	150 617	252 043	96 446	289 851	115 661	335 249	559 829	1 019 840	19.9%	15.7%	51.1%	93.0%	
National Electrification Programme (Allocation in-kind) Grant	1 737 811	-	-	1 737 811	1 737 811	1 165 476	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Backlogs in the Electrification of Clinics and Schools (Allocation in-kind)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Electricity Demand Side Management (Municipal) Grant	280 000	-	-	280 000	280 000	280 000	19 300	16 322	41 087	115 985	48 718	61 951	145 689	194 258	254 795	-	(46.6%)	199.0%	69.4%	91.0%	
Electricity Demand Side Management (Eskom) Grant	118 800	-	-	118 800	118 800	118 800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	3 233 223	-	-	3 233 223	3 233 222	2 660 888	197 105	161 998	166 939	293 130	212 431	338 569	177 612	480 939	754 087	1 274 635	(16.4%)	42.1%	54.8%	92.6%	
Water Affairs (Vote 38)																					
Backlogs in Water and Sanitation at Clinics and Schools Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Implementation of Water Services Projects	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Regional Bulk Infrastructure Grant	1 704 140	(18 038)	-	1 686 102	1 686 102	1 259 990	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Water Services Operating and Transfer Subsidy Grant (Schedule 6)	560 794	(18 449)	-	542 345	542 345	542 345	194 545	189 952	192 590	260 598	82 983	188 778	12 452	113 176	482 570	752 504	(85.0%)	(40.0%)	89.0%	138.7%	
Water Services Operating and Transfer Subsidy Grant (Schedule 7)	99 935	28 507	-	128 442	128 442	97 982	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Drought Relief Grant	450 000	-	-	450 000	450 000	450 000	125 096	59 909	60 595	83 668	56 767	69 610	151 099	242 458	364 285	-	(100.0%)	117.1%	53.9%	81.0%	
Sub-Total Vote	2 814 869	(7 980)	-	2 806 889	2 806 889	2 350 317	319 641	249 861	253 185	344 265	139 750	258 388	12 452	264 275	725 028	1 116 789	(91.1%)	2.3%	73.1%	112.5%	
Sport and Recreation South Africa (Vote 19)																					
2010 World Cup Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2010 FIFA World Cup Stadiums Development Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Human Settlements (Vote 31)																					
Rural Households Infrastructure Grant	231 500	26 008	-	257 508	257 505	77 754	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	231 500	26 008	-	257 508	257 505	77 754	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total	13 284 259	57 818	-	13 342 077	13 341 984	11 167 611	955 044	842 692	1 159 292	1 479 064	1 074 553	1 409 447	2 406 637	2 389 087	5 595 525	6 120 290	124.0%	69.5%	64.8%	70.9%	
Cooperative Governance (Vote 3)																					
Municipal Infrastructure Grant	11 443 505	-	-	11 443 505	11 443 505	11 443 489	1 849 815	1 822 029	1 982 627	2 223 434	2 221 328	2 043 448	3 158 531	3 546 424	9 212 302	9 635 335	42.2%	73.6%	80.5%	84.2%	
Sub-Total Vote	11 443 505	-	-	11 443 505	11 443 505	11 443 489	1 849 815	1 822 029	1 982 627	2 223 434	2 221 328	2 043 448	3 158 531	3 546 424	9 212 302	9 635 335	42.2%	73.6%	80.5%	84.2%	
Sub-Total	11 443 505	-	-	11 443 505	11 443 505	11 443 489	1 849 815	1 822 029	1 982 627	2 223 434	2 221 328	2 043 448	3 158 531	3 546 424	9 212 302	9 635 335	42.2%	73.6%	80.5%	84.2%	
Total	24 727 764	57 818	-	24 785 582	24 785 489	22 611 100	2 804 858	2 664 721	3 141 919	3 702 498	3 295 881	3 452 894	5 565 168	5 935 511	14 807 827	15 755 625	68.9%	71.9%	73.8%	78.5%	

Reconciliation of published 2011/12 MTREF budget information and section 71 in-year reporting

1. When measured against various enhancements and transitional arrangements in terms of the Municipal Budget and Reporting Regulations, the reported results for the fourth quarter show better alignment against the 2011/12 MTREF budget figures.
2. However, the fourth quarter figures may be overstated because 31 municipalities are still including in their Section 71 in-year reports internal transfers as part of their operational revenue. In addition, internal transfers and debt tends to overstate the actual revenue generated to fund the capital budget. The above tables therefore reconcile the published adjusted budget figures and the 4th quarter section 71 in-year reporting publication.

Table 13: National aggregated revenue and expenditure as at 4th quarter ended 30 June 2012

R thousands	Main appropriation			Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12	
	Operating	Capital	Total	Operating	Capital	Total	Operating	Capital	Total	4th Q as % of adj budget	Operating	Capital	Total	Total as % of adj budget	Operating	Capital	Total	Total as % of adj budget		
Expenditure																				
Category A (Metro)	136 165 129	22 465 346	158 630 475	137 034 334	22 043 554	159 077 888	35 953 752	7 941 022	43 894 774	27.6%	129 558 571	17 524 419	147 082 990	92.7%	34 070 066	8 065 986	42 136 052	94.4%	4.2%	
Category B (Local)	66 389 842	15 217 128	81 606 970	68 373 054	16 592 221	84 965 275	15 151 240	4 693 630	19 844 871	23.4%	59 332 967	11 361 407	70 694 374	86.6%	15 399 671	3 536 755	18 944 147	84.1%	4.8%	
Category C (District)	13 346 934	6 881 953	20 228 887	13 609 039	7 183 024	20 792 063	3 377 716	1 534 424	4 912 140	23.6%	11 730 273	4 353 069	16 083 342	79.5%	3 790 002	815 894	4 606 015	81.8%	6.6%	
Total incl indirect expenditure	215 901 906	44 564 427	260 466 332	219 016 427	45 818 799	264 835 226	54 482 708	14 169 077	68 651 784	25.9%	200 621 810	33 238 896	233 860 706	89.8%	53 259 739	12 418 634	65 678 373	90.1%	4.5%	
Less:																				
Indirect operating expenditure	11 101 985	-	11 101 985	13 974 808	-	13 974 808	3 069 251	-	3 069 251		10 737 534	-	10 737 534		3 323 189	-	3 323 189			
Taxation	297 041	-	297 041	412 546	-	412 546	12 150	-	12 150		29 590	-	29 590		2 809	-	2 809			
Total expenditure	204 502 879	44 564 427	249 067 306	204 629 072	45 818 799	250 447 871	51 401 307	14 169 077	65 570 383	26.2%	189 854 686	33 238 896	223 093 581	89.6%	49 933 741	12 418 634	62 352 375	26.6%		
Revenue*																				
Category A (Metro)	147 969 316	22 465 346	170 434 662	148 332 362	22 043 554	170 375 916	36 558 980	7 941 021	44 500 001	26.1%	142 957 486	17 524 417	160 481 903	94.2%	32 835 711	8 065 986	40 901 697	94.4%	8.8%	
Category B (Local)	70 901 386	15 217 128	86 118 514	75 253 776	15 584 722	90 838 498	12 777 140	4 550 981	17 328 121	19.1%	68 141 924	10 935 741	79 077 665	91.8%	11 969 651	3 230 328	15 207 700	90.1%	13.9%	
Category C (District)	17 663 190	6 881 953	24 545 143	18 440 946	6 976 855	25 417 801	2 027 584	1 548 357	3 575 941	14.1%	16 361 359	4 401 843	20 763 202	84.6%	2 590 068	769 762	3 359 949	98.9%	6.4%	
Total incl indirect revenue and capital transfers	236 533 893	44 564 427	281 098 319	242 027 083	44 605 131	286 632 214	51 363 703	14 040 359	65 404 063	22.8%	227 460 768	32 862 001	260 322 769	92.6%	47 395 430	12 066 076	59 461 507	93.4%	10.0%	
Less:																				
Capital transfers	22 041 560	-	22 041 560	22 802 224	-	22 802 224	4 166 887	-	4 166 887		15 587 997	-	15 587 997		4 652 793	-	4 652 793			
Indirect operating revenue	11 193 200	-	11 193 200	13 514 107	-	13 514 107	2 776 836	-	2 776 836		10 223 141	-	10 223 141		3 255 762	-	3 255 762			
External loans / borrowing	-	7 267 846	7 267 846	-	7 848 041	7 848 041	-	2 793 910	2 793 910		-	6 210 664	6 210 664		-	2 688 484	2 688 484			
Internally generated funds	-	8 014 380	8 014 380	-	7 394 644	7 394 644	-	1 817 886	1 817 886		-	4 638 701	4 638 701		-	4 057 589	4 057 589			
Total revenue	203 299 133	29 282 201	232 581 334	205 710 751	29 362 446	235 073 197	44 419 980	9 428 564	53 848 544	22.9%	201 649 630	22 012 637	223 662 267	96.2%	39 486 875	5 320 003	44 806 877	18.2%		

Source: National Treasury Local Government database

3. Total expenditure in Table 13 above includes internal transfers and taxation amounting to R14.4 billion. This is a duplication, which means that total adjusted expenditure should be R250.4 billion.
4. Total revenue also reflects a duplication of R51.6 billion, being the total for capital transfers, indirect operating revenue, borrowing and internally generated capital funds.
5. The inclusion of capital transfers in total operating revenue is also duplication as this funding source is accounted for in the capital revenue source and internal operating revenue is considered the counter entry for the internal operating expenditure.
6. Borrowing and internally generated capital funding is not considered revenue, but rather a funding source of the capital programme.
7. The total adjusted revenue for the 2011/12 financial year is therefore R235.1 billion.
8. Table 14 and 15 provide for the same reconciliation of the aggregated revenue and expenditure adjusted budgets for metros.

Table 14: Metros aggregated revenue as at 4th quarter ended 30 June 2012

	Main appropriation			Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12	
	Operating Revenue*	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	4th Q as % of adj budget	Operating Revenue	Capital Revenue	Total	Total Rev as % of adj budget	Operating Revenue	Capital Revenue	Total	Total Rev as % of adj budget		
R thousands																				
Buffalo City	4 307 707	764 669	5 072 376	4 016 118	725 646	4 741 764	482 489	101 126	583 615	12.3%	3 359 550	237 935	3 597 485	70.9%	314 515	169 362	483 877	13.0%	20.6%	
Cape Town	33 275 647	5 089 867	38 365 513	32 345 098	4 561 212	36 906 311	7 500 586	1 826 479	9 327 065	25.3%	30 634 518	3 895 460	34 529 978	90.0%	7 284 873	1 374 560	8 659 433	26.4%	7.7%	
Ekurhuleni Metro	21 151 848	2 374 785	23 526 634	21 265 501	2 252 104	23 517 604	4 726 502	835 077	5 561 579	23.6%	20 630 245	1 938 680	22 568 925	95.9%	3 918 076	699 969	4 618 045	20.9%	20.4%	
eThekwinini	25 700 435	5 097 529	30 797 964	26 333 214	5 302 103	31 635 317	6 826 540	1 212 491	8 039 032	25.4%	25 522 749	3 478 362	29 001 112	94.2%	6 368 081	2 203 014	8 571 095	30.6%	(6.2%)	
City Of Johannesburg	32 072 726	3 722 199	35 794 925	32 616 362	3 749 203	36 365 565	9 157 277	1 671 787	10 829 064	29.8%	32 047 069	3 255 571	35 302 640	98.6%	9 109 047	1 928 595	11 037 643	34.2%	(1.9%)	
Mangaung	4 438 450	824 147	5 262 597	4 470 948	815 046	5 285 995	903 252	209 536	1 112 788	21.1%	3 557 478	565 050	4 122 528	78.3%	568 861	154 862	723 723	15.9%	53.8%	
Nelson Mandela Bay	7 616 421	1 406 732	9 023 153	7 616 421	1 234 602	8 851 022	1 869 425	577 553	2 446 979	27.6%	7 127 784	1 185 851	8 313 636	92.1%	1 587 933	459 053	2 046 985	26.2%	19.5%	
City Of Tshwane	19 406 082	3 185 418	22 591 500	19 668 700	3 403 637	23 072 337	5 092 908	1 506 971	6 599 879	28.6%	20 078 092	2 967 508	23 045 600	102.0%	3 684 326	1 076 571	4 760 897	25.9%	38.6%	
Total incl indirect revenue and capital transfers	147 969 316	22 465 346	170 434 662	148 332 362	22 043 554	170 375 916	36 558 980	7 941 021	44 500 001	26.1%	142 957 486	17 524 417	160 481 903	94.2%	32 835 711	8 065 986	40 901 697	27.3%	8.8%	
Less:																				
Capital transfers	12 594 541	-	12 594 541	12 279 813	-	12 279 813	2 989 630	-	2 989 630		7 412 991	-	7 412 991		3 148 047	-	3 148 047			
Indirect operating revenue	10 695 637	-	10 695 637	10 581 966	-	10 581 966	2 707 298	-	2 707 298		9 942 571	-	9 942 571		2 897 661	-	2 897 661			
External loans / borrowing	-	4 835 868	4 835 868	-	5 749 112	5 749 112	-	2 377 989	2 377 989		-	5 265 291	5 265 291		-	2 301 968	2 301 968			
Internally generated funds	-	4 603 450	4 603 450	-	4 062 006	4 062 006	-	1 279 091	1 279 091		-	2 806 562	2 806 562		-	3 198 386	3 198 386			
Total revenue	124 679 138	13 026 028	137 705 166	125 470 582	12 232 436	137 703 018	30 862 051	4 283 941	35 145 993	25.5%	125 601 923	9 452 564	135 054 487	98.1%	26 790 003	2 565 631	29 355 634	19.6%		

Source: National Treasury Local Government database

Table 15: Metros aggregated expenditure as at 4th quarter ended 30 June 2012

	Adjusted Budget			Fourth Quarter 2011/12				Year to date: 30 June 2012				Fourth Quarter 2010/11				Q4 of 2010/11 to Q4 of 2011/12				
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	4th 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					
R thousands																				
Buffalo City	3 723 816	725 646	4 449 462	802 784	101 126	903 910	20.3%	3 092 419	237 935	3 330 354	74.8%	847 311	169 362	1 016 673	25.4%	(14.8%)				
eThekwinini	23 966 381	5 302 103	29 268 484	6 798 971	1 212 491	8 011 463	27.4%	22 599 959	3 478 362	26 078 321	89.1%	6 093 568	2 203 014	8 296 582	26.8%	(14.8%)				
Mangaung	3 750 588	815 046	4 565 635	739 684	209 536	949 220	20.8%	2 958 354	565 050	3 523 403	77.2%	593 200	154 862	748 062	3.3%	647.0%				
Cape Town	30 125 803	4 561 212	34 687 015	7 237 837	1 826 479	9 064 316	26.1%	27 808 028	3 895 460	31 703 488	91.4%	7 532 333	1 374 560	8 906 893	34.3%	(33.9%)				
Ekurhuleni Metro	21 085 004	2 252 104	23 337 108	5 426 768	835 077	6 261 845	26.8%	20 396 133	1 938 680	22 334 813	95.7%	4 934 656	699 969	5 634 625	18.9%	39.8%				
City Of Johannesburg	29 358 254	3 749 203	33 107 457	7 452 683	1 671 788	9 124 471	27.6%	28 533 452	3 255 573	31 789 026	96.0%	7 187 944	1 928 595	9 116 539	235.5%	(91.6%)				
City Of Tshwane	18 403 369	3 403 637	21 807 006	5 435 166	1 506 971	6 942 138	31.8%	17 708 114	2 967 508	20 675 622	94.8%	5 295 321	1 076 571	6 371 892	83.2%	(75.4%)				
Nelson Mandela Bay	6 621 119	1 234 602	7 855 720	2 059 858	577 553	2 637 411	33.6%	6 462 112	1 185 851	7 647 963	97.4%	1 585 734	459 053	2 044 786	11.6%	110.0%				
Total incl indirect expenditure	137 034 334	22 043 554	159 077 888	35 953 752	7 941 022	43 894 774	27.6%	129 558 571	17 524 419	147 082 990	92.5%	34 070 066	8 065 986	42 136 052	29.6%	(19.5%)				
Less:																				
Indirect operating expenditure	10 902 077	-	10 902 077	3 028 683	-	3 028 683		10 533 687	-	10 533 687		2 947 184	-	2 947 184						
Taxation	281 963	-	281 963	8 206	-	8 206		23 481	-	23 481		2 809	-	2 809						
Total expenditure	125 850 294	22 043 554	147 893 848	32 916 863	7 941 022	40 857 885	27.6%	119 001 403	17 524 419	136 525 822	92.3%	31 120 073	8 065 986	39 186 059	27.5%					

Source: National Treasury Local Government database