



national treasury

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National Treasury
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PRESS RELEASE

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**Local Government Revenue and Expenditure: First Quarter Local Government
Section 71 Report
For the period: 1 July 2012 - 30 September 2012**

The National Treasury has today released local government's revenue and expenditure and spending on conditional grants for the first quarter of the 2012/13 financial year focusing on 276 municipalities. The period under review starts from 1 July 2012 to 30 September 2012 of the municipal financial year.

This report is 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 in-year financial reports compared to three years ago when less than 50 municipalities produced quarterly financial reports regularly.

The reporting facilitates transparency, better in-year management and oversight of budgets, making these reports management tools and early warning mechanisms for councils to improve municipal performance.

HIGHLIGHTS

- Municipalities have improved significantly on the reporting and verification of conditional grant information in terms of the number of both electronic and signed verified reports submitted to the local government database. It is evident that the offsetting of the unspent conditional grant and the approval of the rollover requirements played a significant role in submission of the MFMA section 71 verification by municipalities.
- 278 electronic conditional grant submissions were received for the first quarter of the 2012/13 financial year. With regard to signed verifications, 212 municipalities complied compared to 165 signed verifications submitted in first quarter of the 2011/12 financial year.

KEY TRENDS

Aggregate trends

1. On aggregate, municipalities spent 19.5 per cent or R55 billion of the total adopted budget of R281.6 billion as at 30 September 2012 (first quarter YTD results for the 2012/13 financial year). In respect of revenue, aggregated billing and other revenue amounted to 25.6 per cent or R71.8 billion of a total revenue budget of R280.8 billion.
2. The aggregated adopted capital budget for all municipalities in the 2012/13 financial year was R51.8 billion of which only R5.4 billion or 10.4 per cent was spent in the first quarter.
3. On the revenue side, Metropolitan municipalities achieved 24.5 per cent or R40.3 billion of billed and other revenue of the total adopted revenue budget of R164.8 billion. Buffalo City had the highest proportion at 37 per cent, followed by Mangaung at 28.7 per cent while Cape Town reported the lowest proportion at 22.4 per cent.
4. Quarter-on-quarter comparison of the in-year figures shows that the metros, on average, realised an increase in revenue of 14 per cent compared to the first 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.
5. The aggregated adopted capital budget for metros in the 2012/13 financial year was R25.1 billion of which the metros spent R2.4 billion or 9.5 per cent by 30 September 2012.
 - a. By the end of the first quarter Mangaung had spent 15.4 per cent of its adopted capital budget and Nelson Mandela Bay 13.5 per cent.
 - b. Spending was low in Buffalo City, Ekurhuleni Metro and the City of Joburg where less than 6 per cent of the adopted capital budget was spent by the end of the first quarter.
6. Aggregate municipal consumer debts amounted to R87.2 billion as at 30 September 2012. The growth in consumer debtors compared to the fourth quarter of the previous financial year shows that serious intervention is required to arrest further growth. National and provincial government debt accounts for 5.5 per cent or R4.8 billion of this amount. Households account for the largest proportion of consumer debt at 63.6 per cent or R55.5 billion. The increase in household debt could be attributed to three main factors: the slow economic recovery, the increase in the price of bulk services particularly bulk electricity and declining affordability thresholds as a result of municipal tariff increases.
7. As at 30 September 2012, outstanding debt due to Metropolitan municipalities increased by 12.5 per cent (R5.6 billion) to R50 billion from the first quarter of the 2011/12 financial year. The City of Joburg's share was R16.7 billion or 33.5 per cent of all metros.
8. Outstanding consumer debt in secondary cities totalled R14.8 billion as at 30 September 2012. This represents an increase of 5.3 per cent from the R12.7 billion reported in the corresponding period in the 2011/12 financial year. Household debt accounts for R10.4 billion or 70.4 per cent of the total outstanding debt. Of the total household debt, R8.7 billion or 83.3 per cent has been outstanding for more than 90 days.
9. The creditor's age analysis shows R14.6 billion is owed by municipalities as at 30 September 2012 - an overall decrease of R1.3 billion compared to the R15.9 billion reported in the fourth quarter of 2011/12. Free State has the highest percentage of creditors outstanding for more than 90 days at 64.5 per cent of total outstanding municipal creditors, followed by Mpumalanga (54 per cent) and North West (43.5 per cent).
10. Analysis of the collection rates indicates that while municipalities have budgeted for a 92.3 per cent collection rate, aggregated actual collection performance against billed revenue is 84.1 per cent. The fact that some municipalities bill yearly property rates in July distorts this analysis.

- a. The metros budgeted for a 93.6 per cent collection rate and collected 90.9 per cent.
 - b. The secondary cities appear to be collecting billed revenue at a rate of 81.9 per cent.
11. Information on municipal borrowing detailing borrowing instruments by municipality is available on a quarterly base. As at 30 September 2012, the total end balance for borrowing instruments of all municipalities amounted to R41.2 billion.

Conditional Grants

12. The Division of Revenue Act, 2012 (Act No.5 of 2012) allocated R35.5 billion as conditional transfers (both direct and indirect transfers) to local government. This amount excludes the unconditional transfer (Equitable Share) of R33.5 billion, RSC Levy replacement grant of R3.7 billion, support for councillor remuneration of R658 million and the sharing of the fuel levy of R9 billion. This brings the total amount allocated to local government to R82.4 billion.
13. The RSC Levy replacement grant, support for councillor remuneration and the sharing of the fuel levy are classified as unconditional grants and municipalities can appropriate the grants as own revenue and subsequently do not have to report on specific performance.
14. From the R35.5 billion allocated to municipalities for 2012/13 financial year, R22.7 billion goes towards the conditional grants transferred directly into the municipal primary bank account and R5.1 billion is the allocations in-kind, which is spent by transferring national officers (TNO) on behalf of the municipality.
15. Note that the R22.7 billion does not include the R7.4 billion and R316 million for Urban Settlements Development Grant (USDG) for metropolitan municipalities and an unallocated Disaster Management Grant (DMG) respectively. Only R14.2 million of the R330 million for DMG was allocated against a municipality in Limpopo.
16. During the 2012/13 financial year a new grant was introduced namely the Infrastructure Skills Development (ISD) grant which aims at increasing the pool of qualified engineers and scientists working in municipalities.
17. An amount of R7.5 billion was transferred by the national departments administering the grants to municipalities which constitute 33 per cent of the total direct conditional grant allocations. According to expenditure reports provided by the national departments, only 13.8 per cent was spent against the total conditional allocations as at 30 September 2012.
18. The expenditure analysis as at 30 September 2012 indicates an average performance of 14.3 per cent or R3.3 billion of the R22.7 billion based on the performance as reported by municipalities.
19. The expenditure reported by municipalities of 14.3 per cent for the first quarter excludes performance by all metropolitan municipalities receiving the USDG which totals R7.4 billion. The performance percentage also excludes the USDG and all schedule 7 grants.
20. First quarter performance constantly indicates low performance with both the 2011/12 and 2012/13 financial years indicating expenditure less than 25 per cent. In some cases the poor performance is attributed to technical delays and supply chain management processes.
21. A summary of key aggregated information is included in the tables in **Annexure A**.

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

ENDS

NOTE TO EDITORS

22. 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 2012 Division of Revenue Act. The budgeted figures shown are based on the 2012/13 adopted budgets approved by municipal councils prior to the end of June 2012.
23. In terms of the process, Municipal Managers and Chief Financial Officers were required to sign and submit adopted budget figures to the National Treasury by 9 October 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.
24. Results for the first quarter of the financial year start to provide an indication of trends that are emanating in municipal expenditure when compared to the previous year. However, on their own, first quarter numbers are inadequate to make judgements or arrive at conclusions on municipal spending in a particular year.
25. For comparison purposes, the National Treasury understands that it would be ideal to use audited figures for the previous financial year. At this stage, the information submitted by municipalities is not comprehensive enough. Once all municipalities adhere to this good practice, the system will be adjusted accordingly. This publication will then reconcile with the previous year's publication. In future, municipalities will be required to report their end-year results as at 30 June in three stages:
 - a. Preliminary results,
 - b. Pre-audited information as at 31 August, and
 - c. And finally, audited results once the audit outcomes are available.
26. All information in this statement is based on the Section 71 monthly MFMA reports that Municipal Managers and Chief Financial Officers were required to sign and submit to the National Treasury by 9 November 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.
27. This first quarter publication covers 276 municipalities.
28. In future municipalities will be required to provide additional information to the National Treasury as part of the submission of the Section 71 input forms. This information will assist in improving the quality of the quarterly information published. Additional information includes an extract of the trial balances from the general ledger, copies of the actual bank statements (reflecting the opening and closing bank balances) and the tabled Section 71 documents in the prescribed Schedule C format.

STRUCTURE OF INFORMATION RELEASED

29. 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 September 2012,
 - b. High-level summary of revenue for 276 municipalities, and
 - c. 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 21 municipalities;
 - h. Conditional Grant summary – Top 21 municipalities;
 - i. Summary – Provinces;
 - j. Conditional Grant summary – Provinces;
 - k. Analysis of Sources of Revenue – 278 municipalities; and
 - l. Listing of borrowing instruments – 193 municipalities.
 - Non Compliance:
 - a. List municipalities not complying with Section 71 of the MFMA.
30. 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 1st quarter ended 30 September 2012

R thousands	Main appropriation			First Quarter 2012/13				Year to date: 30 September 2012				First Quarter 2011/12				Q1 of 2011/12 to Q1 of 2012/13	
	Operating	Capital	Total	Operating	Capital	Total	1st Q as % of Main app	Operating	Capital	Total	Total as % of main app	Operating	Capital	Total	Total as % of main app		
Expenditure																	
Category A (Metro)	139 402 781	25 082 487	164 485 268	31 660 499	2 393 764	34 054 263	20.7%	31 660 499	2 393 764	34 054 263	20.7%	29 343 942	2 091 835	31 435 778	21.2%	8.3%	
Category B (Local)	76 132 370	18 531 655	94 664 025	15 437 012	1 771 723	17 208 735	18.2%	15 437 012	1 771 723	17 208 735	18.2%	14 392 121	1 916 479	16 308 599	20.0%	5.5%	
Category C (District)	14 320 027	8 176 594	22 496 621	2 555 429	1 227 484	3 782 913	16.8%	2 555 429	1 227 484	3 782 913	16.8%	2 494 451	736 361	3 230 812	16.0%	17.1%	
Total	229 855 178	51 790 736	281 645 914	49 652 940	5 392 971	55 045 912	19.5%	49 652 940	5 392 971	55 045 912	19.5%	46 230 514	4 744 676	50 975 189	20.4%	8.0%	
Revenue																	
Category A (Metro)	139 729 202	25 082 487	164 811 689	37 910 222	2 393 764	40 303 986	24.5%	37 910 222	2 393 764	40 303 986	24.5%	33 247 703	2 091 835	35 339 538	24.0%	14.0%	
Category B (Local)	75 103 419	18 531 655	93 635 074	23 452 087	1 806 933	25 259 020	27.0%	23 452 087	1 806 933	25 259 020	27.0%	20 409 218	1 980 478	22 389 696	27.8%	12.8%	
Category C (District)	14 187 821	8 176 594	22 364 415	4 855 140	1 341 245	6 196 385	27.7%	4 855 140	1 341 245	6 196 385	27.7%	3 867 684	722 323	4 590 007	22.4%	35.0%	
Total	229 020 442	51 790 736	280 811 178	66 217 449	5 541 942	71 759 391	25.6%	66 217 449	5 541 942	71 759 391	25.6%	57 524 604	4 794 636	62 319 241	25.1%	15.1%	

Source: National Treasury Local Government Database

Aggregate revenue trends for metros

Table 2: Metros aggregated revenue as at 1st quarter ended 30 September 2012

R thousands	Main appropriation			First Quarter 2012/13				Year to date: 30 September 2012				First Quarter 2011/12				Q1 of 2011/12 to Q1 of 2012/13
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	1st Q as % of Main app	Operating Revenue	Capital Revenue	Total	Total Rev as % of main app	Operating Revenue	Capital Revenue	Total	Total Rev as % of main app	
Buffalo City	3 966 637	749 097	4 715 735	1 704 045	38 431	1 742 475	37.0%	1 704 045	38 431	1 742 475	37.0%	1 483 058	36 993	1 520 051	34.4%	14.6%
Cape Town	23 901 656	5 926 610	29 828 266	6 053 866	620 978	6 674 844	22.4%	6 053 866	620 978	6 674 844	22.4%	5 533 833	354 886	5 888 718	21.8%	13.3%
Ekurhuleni Metro	22 368 169	2 650 708	25 018 877	6 526 120	147 480	6 673 600	26.7%	6 526 120	147 480	6 673 600	26.7%	5 677 399	186 037	5 863 435	26.4%	13.8%
eThekweni	23 662 218	5 308 715	28 970 933	6 159 314	596 821	6 756 135	23.3%	6 159 314	596 821	6 756 135	23.3%	5 457 524	614 665	6 072 189	22.9%	11.3%
City Of Johannesburg	33 414 387	4 261 567	37 675 954	8 961 849	227 416	9 189 265	24.4%	8 961 849	227 416	9 189 265	24.4%	7 828 995	314 777	8 143 773	24.6%	12.8%
Mangaung	4 374 349	753 667	5 128 016	1 356 594	116 278	1 472 872	28.7%	1 356 594	116 278	1 472 872	28.7%	960 359	92 165	1 052 524	22.4%	39.9%
Nelson Mandela Bay	7 246 752	1 079 076	8 325 828	1 923 971	145 739	2 069 709	24.9%	1 923 971	145 739	2 069 709	24.9%	1 502 524	126 366	1 628 890	21.0%	27.1%
City Of Tshwane	20 795 035	4 353 047	25 148 081	5 224 464	500 622	5 725 085	22.8%	5 224 464	500 622	5 725 085	22.8%	4 804 011	365 946	5 169 957	24.1%	10.7%
Total	139 729 202	25 082 487	164 811 689	37 910 222	2 393 764	40 303 986	24.5%	37 910 222	2 393 764	40 303 986	24.5%	33 247 703	2 091 835	35 339 538	24.0%	14.0%

Source: National Treasury Local Government Database

Aggregate expenditure trends for metros

Table 3: Metros aggregated expenditure as at 1st quarter ended 30 September 2012

R thousands	Main appropriation			First Quarter 2012/13				Year to date: 30 September 2012				First Quarter 2011/12				Q1 of 2011/12 to Q1 of 2012/13
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	1st Q as % of Main app	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main app	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main app	
Buffalo City	3 992 222	749 097	4 741 319	718 689	38 431	757 120	16.0%	718 689	38 431	757 120	16.0%	829 532	36 993	866 526	19.8%	(12.6%)
Cape Town	24 362 425	5 926 610	30 289 035	5 274 100	620 978	5 895 078	19.5%	5 274 100	620 978	5 895 078	19.5%	4 766 625	354 886	5 121 510	18.8%	15.1%
Ekurhuleni Metro	22 365 360	2 650 708	25 016 067	5 619 572	147 480	5 767 052	23.1%	5 619 572	147 480	5 767 052	23.1%	5 299 874	186 037	5 485 910	23.3%	5.1%
eThekweni	23 751 278	5 308 715	29 059 993	5 327 850	596 821	5 924 671	20.4%	5 327 850	596 821	5 924 671	20.4%	4 842 143	614 665	5 456 808	20.5%	8.6%
City Of Johannesburg	32 354 829	4 261 567	36 616 396	7 964 319	227 416	8 191 735	22.4%	7 964 319	227 416	8 191 735	22.4%	7 559 673	314 777	7 874 451	24.4%	4.0%
Mangaung	4 176 315	753 667	4 929 982	799 139	116 278	915 417	18.6%	799 139	116 278	915 417	18.6%	676 757	92 165	768 923	17.0%	19.1%
Nelson Mandela Bay	7 316 096	1 079 076	8 395 172	1 567 584	145 739	1 713 323	20.4%	1 567 584	145 739	1 713 323	20.4%	1 442 029	126 366	1 568 395	19.5%	9.2%
City Of Tshwane	21 084 256	4 353 047	25 437 303	4 389 245	500 622	4 889 867	19.2%	4 389 245	500 622	4 889 867	19.2%	3 927 308	365 946	4 293 255	20.1%	13.9%
Total	139 402 781	25 082 487	164 485 268	31 660 499	2 393 764	34 054 263	20.7%	31 660 499	2 393 764	34 054 263	20.7%	29 343 942	2 091 835	31 435 778	21.2%	8.3%

Source: National Treasury Local Government Database

Aggregated revenue and expenditure for secondary cities

Table 4: 19 Secondary cities aggregated budgets and expenditure as at 1st quarter ended 30 September 2012

R thousands	Main appropriation			First Quarter 2012/13				Year to date: 30 September 2012				First Quarter 2011/12				Q1 of 2011/12 to Q1 of 2012/13
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	1st Q as % of Main app	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main app	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main app	
City Of Matlosana	1 790 937	152 246	1 943 184	281 911	11 566	293 477	15.1%	281 911	11 566	293 477	15.1%	260 687	41 289	301 976	14.8%	(2.8%)
Drakenstein	1 324 055	277 652	1 601 707	285 756	12 640	298 396	18.6%	285 756	12 640	298 396	18.6%	318 618	27 661	346 279	21.6%	(13.8%)
Emalahleni (Mp)	1 574 716	149 380	1 724 096	229 823	6 741	236 564	13.7%	229 823	6 741	236 564	13.7%	299 137	254	299 391	-	(21.0%)
Emfuleni	4 152 968	367 489	4 520 457	651 318	5 326	656 644	14.5%	651 318	5 326	656 644	14.5%	772 533	16 665	789 198	21.5%	(16.8%)
George	983 290	150 922	1 134 212	183 559	13 703	197 262	17.4%	183 559	13 703	197 262	17.4%	191 829	5 863	197 692	17.5%	(0.2%)
Govan Mbeki	1 384 340	261 809	1 646 149	194 802	14 113	208 915	12.7%	194 802	14 113	208 915	12.7%	256 881	18 187	275 069	21.8%	(24.0%)
Madibeng	1 166 180	210 500	1 376 680	218 245	39 771	258 016	18.7%	218 245	39 771	258 016	18.7%	177 846	19 162	197 009	16.0%	31.0%
Matjhabeng	1 420 427	246 638	1 667 065	350 313	24 383	374 696	22.5%	350 313	24 383	374 696	22.5%	284 060	77 237	361 297	23.4%	3.7%
Mbombela	1 703 255	541 568	2 244 823	299 756	26 262	326 019	14.5%	299 756	26 262	326 019	14.5%	258 630	30 595	289 225	13.0%	12.7%
Mogale City	1 887 291	382 974	2 270 265	411 095	19 004	430 099	18.9%	411 095	19 004	430 099	18.9%	321 870	25 773	347 643	21.7%	23.7%
Msunduzi	2 982 647	230 014	3 212 661	797 711	9 776	807 487	25.1%	797 711	9 776	807 487	25.1%	546 765	13 359	560 125	14.9%	44.2%
Newcastle	1 414 019	305 418	1 719 437	330 808	39 217	370 025	21.5%	330 808	39 217	370 025	21.5%	323 031	42 259	365 291	20.4%	1.3%
Polokwane	1 670 108	485 070	2 155 178	362 897	84 938	447 834	20.8%	362 897	84 938	447 834	20.8%	353 832	38 431	392 263	21.0%	14.2%
Rustenburg	2 587 146	888 773	3 475 919	438 932	40 293	479 226	13.8%	438 932	40 293	479 226	13.8%	472 099	24 593	496 692	18.1%	(3.5%)
Sol Plaaie	1 371 847	285 010	1 656 857	385 965	19 639	405 604	24.5%	385 965	19 639	405 604	24.5%	314 706	21 588	336 294	23.3%	20.6%
Stellenbosch	891 306	189 044	1 080 350	161 693	14 836	176 529	16.3%	161 693	14 836	176 529	16.3%	152 516	9 038	161 554	15.5%	9.3%
Steve Tshwete	1 038 540	195 689	1 234 229	244 617	23 402	268 019	21.7%	244 617	23 402	268 019	21.7%	233 779	33 419	267 198	23.7%	0.3%
Tlokwe	879 485	157 673	1 037 158	229 556	13 102	242 658	23.4%	229 556	13 102	242 658	23.4%	197 410	21 931	219 342	24.2%	10.6%
uMhlatuze	1 812 294	206 483	2 018 777	563 743	15 938	579 681	28.7%	563 743	15 938	579 681	28.7%	472 625	3 834	476 458	21.0%	21.7%
Total	32 034 851	5 684 353	37 719 204	6 622 501	434 650	7 057 151	18.7%	6 622 501	434 650	7 057 151	18.7%	6 208 856	471 138	6 679 994	20.1%	5.6%

Source: National Treasury Local Government Database

Operating expenditure per function for metros

Table 5: Metros aggregated budgets and expenditure per function as at 1st quarter ended 30 September 2012

R thousands	Main app	First Quarter 2012/13		Year to date: 30 September 2012		First Quarter 2011/12		Q1 of 2011/12 to Q1 of 2012/13
		Actual Exp	1st Q as % of Main app	Actual Exp	Total Exp as % of main app	Actual Exp	Total Exp as % of main app	
Water								
Buffalo City	362 367	67 617	18.7%	67 617	18.7%	73 146	24.6%	(7.6%)
Cape Town	1 992 322	418 972	21.0%	418 972	21.0%	360 328	19.6%	16.3%
Ekurhuleni Metro	3 109 380	641 827	20.6%	641 827	20.6%	629 567	19.6%	1.9%
eThekwini	3 171 412	607 587	19.2%	607 587	19.2%	507 467	17.8%	19.7%
City Of Johannesburg	5 253 549	1 364 493	26.0%	1 364 493	26.0%	1 296 712	28.0%	5.2%
Mangaung	518 065	108 969	21.0%	108 969	21.0%	92 317	23.0%	18.0%
Nelson Mandela Bay	518 942	93 138	17.9%	93 138	17.9%	92 128	18.7%	1.1%
City Of Tshwane	2 440 802	523 598	21.5%	523 598	21.5%	406 932	19.2%	28.7%
Total	17 366 840	3 826 200	22.0%	3 826 200	22.0%	3 458 598	21.8%	10.6%
Electricity								
Buffalo City	1 288 117	329 310	25.6%	329 310	25.6%	351 505	33.0%	(6.3%)
Cape Town	7 746 821	1 954 412	25.2%	1 954 412	25.2%	1 747 154	24.4%	11.9%
Ekurhuleni Metro	9 986 835	3 117 450	31.2%	3 117 450	31.2%	2 465 134	29.9%	26.5%
eThekwini	8 690 776	2 478 675	28.5%	2 478 675	28.5%	2 154 969	27.1%	15.0%
City Of Johannesburg	12 020 206	3 618 790	30.1%	3 618 790	30.1%	3 464 970	32.5%	4.4%
Mangaung	1 656 949	376 647	22.7%	376 647	22.7%	246 306	17.1%	52.9%
Nelson Mandela Bay	2 782 901	664 199	23.9%	664 199	23.9%	579 875	23.3%	14.5%
City Of Tshwane	8 244 148	1 983 861	24.1%	1 983 861	24.1%	1 741 240	26.1%	13.9%
Total	52 416 752	14 523 344	27.7%	14 523 344	27.7%	12 751 155	27.9%	13.9%
Waste water management								
Buffalo City	410 074	46 476	11.3%	46 476	11.3%	66 231	19.7%	(29.8%)
Cape Town	1 055 231	235 675	22.3%	235 675	22.3%	204 716	23.8%	15.1%
Ekurhuleni Metro	457 506	110 986	24.3%	110 986	24.3%	100 456	24.0%	10.5%
eThekwini	960 992	199 840	20.8%	199 840	20.8%	180 497	20.0%	10.7%
City Of Johannesburg	-	-	-	-	-	-	-	-
Mangaung	116 246	24 275	20.9%	24 275	20.9%	23 664	19.3%	2.6%
Nelson Mandela Bay	456 585	77 356	16.9%	77 356	16.9%	62 677	14.4%	23.4%
City Of Tshwane	485 550	103 705	21.4%	103 705	21.4%	66 259	13.2%	56.5%
Total	3 942 184	798 312	20.3%	798 312	20.3%	704 500	19.7%	13.3%
Waste management								
Buffalo City	236 487	23 772	10.1%	23 772	10.1%	29 879	14.5%	(20.4%)
Cape Town	1 524 397	305 773	20.1%	305 773	20.1%	265 865	18.7%	15.0%
Ekurhuleni Metro	1 120 358	164 033	14.6%	164 033	14.6%	151 469	16.5%	8.3%
eThekwini	886 227	185 094	20.9%	185 094	20.9%	170 445	21.3%	8.6%
City Of Johannesburg	1 211 915	318 743	26.3%	318 743	26.3%	268 189	23.6%	18.9%
Mangaung	107 633	22 445	20.9%	22 445	20.9%	15 546	20.0%	44.4%
Nelson Mandela Bay	208 622	38 856	18.6%	38 856	18.6%	47 603	15.3%	(18.4%)
City Of Tshwane	972 841	144 756	14.9%	144 756	14.9%	135 905	15.8%	6.5%
Total	6 268 480	1 203 471	19.2%	1 203 471	19.2%	1 084 900	18.9%	10.9%

Source: National Treasury Local Government Database

Operating expenditure per function for secondary cities

Table 6a: Secondary cities aggregated budgets and expenditure for water as at 30 September 2012

R thousands	Budget	First Quarter 2012/13		Year to date: 30 September 2012		First Quarter 2011/12		Q1 of 2011/12 to
	Main appropriation	Actual Expenditure	1st Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app	Q1 of 2012/13
City Of Matlosana	207 452	33 592	16.2%	33 592	16.2%	18 916	30.4%	77.6%
Drakenstein	64 452	(1 425)	(2.2%)	(1 425)	(2.2%)	19 473	32.8%	(107.3%)
Emalaheni (Mp)	140 208	10 328	7.4%	10 328	7.4%	23 647	-	(56.3%)
Emfuleni	428 012	84 589	19.8%	84 589	19.8%	68 618	15.6%	23.3%
George	90 136	10 616	11.8%	10 616	11.8%	10 454	13.3%	1.6%
Govan Mbeki	179 035	38 833	21.7%	38 833	21.7%	42 612	30.1%	(8.9%)
Madibeng	169 422	14 744	8.7%	14 744	8.7%	-	-	-
Matjhabeng	286 550	68 694	24.0%	68 694	24.0%	37 980	19.1%	80.9%
Mbombela	106 173	20 081	18.9%	20 081	18.9%	17 459	15.3%	15.0%
Mogale City	234 210	56 425	24.1%	56 425	24.1%	41 854	23.2%	34.8%
Msunduzi	476 569	125 131	26.3%	125 131	26.3%	42 628	7.2%	193.5%
New castle	-	-	-	-	-	59 436	35.1%	(100.0%)
Polokwane	196 987	45 334	23.0%	45 334	23.0%	43 353	22.2%	4.6%
Rustenburg	358 686	77 462	21.6%	77 462	21.6%	75 058	22.5%	3.2%
Sol Plaatje	129 158	37 051	28.7%	37 051	28.7%	16 729	14.6%	121.5%
Stellenbosch	60 302	6 637	11.0%	6 637	11.0%	6 185	10.6%	7.3%
Steve Tshwete	63 082	13 266	21.0%	13 266	21.0%	10 351	18.7%	28.2%
Tlokweng	76 190	14 726	19.3%	14 726	19.3%	7 576	18.7%	94.4%
uMhlathuze	269 355	183 512	68.1%	183 512	68.1%	82 469	25.3%	122.5%
Total	3 535 981	839 597	23.7%	839 597	23.7%	624 798	19.8%	34.4%

Source: National Treasury Local Government Database

Table 6b: Secondary cities aggregated budgets and expenditure for electricity as at 30 September 2012

R thousands	Budget	First Quarter 2012/13		Year to date: 30 September 2012		First Quarter 2011/12		Q1 of 2011/12 to
	Main appropriation	Actual Expenditure	1st Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app	Q1 of 2012/13
City Of Matlosana	509 655	41 373	8.1%	41 373	8.1%	60 543	13.5%	(31.7%)
Drakenstein	582 492	173 789	29.8%	173 789	29.8%	171 892	33.6%	1.1%
Emalaheni (Mp)	753 481	76 051	10.1%	76 051	10.1%	180 052	-	(57.8%)
Emfuleni	1 644 565	357 986	21.8%	357 986	21.8%	444 587	32.3%	(19.5%)
George	367 896	83 754	22.8%	83 754	22.8%	71 717	21.7%	16.8%
Govan Mbeki	444 882	63 842	14.4%	63 842	14.4%	113 754	35.6%	(43.9%)
Madibeng	335 272	119 249	35.6%	119 249	35.6%	-	-	-
Matjhabeng	461 307	134 082	29.1%	134 082	29.1%	118 054	50.3%	13.6%
Mbombela	463 915	59 684	12.9%	59 684	12.9%	97 515	23.8%	(38.8%)
Mogale City	585 475	136 482	23.3%	136 482	23.3%	118 338	23.2%	15.3%
Msunduzi	1 228 346	380 193	31.0%	380 193	31.0%	272 154	23.0%	39.7%
New castle	524 998	97 665	18.6%	97 665	18.6%	100 338	23.4%	(2.7%)
Polokwane	535 406	166 236	31.0%	166 236	31.0%	150 575	31.4%	10.4%
Rustenburg	1 289 685	166 363	12.9%	166 363	12.9%	235 692	20.6%	(29.4%)
Sol Plaatje	449 210	156 540	34.8%	156 540	34.8%	138 321	34.1%	13.2%
Stellenbosch	311 653	69 229	22.2%	69 229	22.2%	60 262	22.0%	14.9%
Steve Tshwete	369 128	93 298	25.3%	93 298	25.3%	99 216	31.5%	(6.0%)
Tlokweng	350 746	114 090	32.5%	114 090	32.5%	99 243	32.1%	15.0%
uMhlathuze	930 240	216 685	23.3%	216 685	23.3%	236 596	23.0%	(8.4%)
Total	12 138 352	2 706 589	22.3%	2 706 589	22.3%	2 768 850	28.5%	(2.2%)

Source: National Treasury Local Government Database

Table 6c: Secondary cities aggregated budgets and expenditure for waste water management as at 30 Sept 2012

	Budget	First Quarter 2012/13		Year to date: 30 September 2012		First Quarter 2011/12		Q1 of 2011/12 to
	Main appropriation	Actual Expenditure	1st Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app	Q1 of 2012/13
R thousands								
City Of Matlosana	112 389	18 933	16.8%	18 933	16.8%	17 868	15.0%	6.0%
Drakenstein	57 217	7 744	13.5%	7 744	13.5%	12 195	21.8%	(36.5%)
Emalahleni (Mp)	78 472	54 261	69.1%	54 261	69.1%	8 154	-	565.4%
Emfuleni	105 702	13 271	12.6%	13 271	12.6%	17 427	14.6%	(23.8%)
George	59 975	11 164	18.6%	11 164	18.6%	10 486	19.7%	6.5%
Gov an Mbeki	65 140	8 564	13.1%	8 564	13.1%	9 835	16.0%	(12.9%)
Madibeng	26 089	2 695	10.3%	2 695	10.3%	-	-	-
Matjhabeng	64 182	7 638	11.9%	7 638	11.9%	6 999	-	9.1%
Mbombela	73 246	10 523	14.4%	10 523	14.4%	10 832	12.2%	(2.9%)
Mogale City	97 185	20 340	20.9%	20 340	20.9%	9 122	16.0%	123.0%
Msunduzi	80 015	23 096	28.9%	23 096	28.9%	2 088	0.9%	1006.2%
New castle	-	-	-	-	-	9 833	41.7%	(100.0%)
Polokwane	35 746	8 442	23.6%	8 442	23.6%	6 701	15.6%	26.0%
Rustenburg	91 243	13 442	14.7%	13 442	14.7%	19 874	23.1%	(32.4%)
Sol Plaatje	49 562	9 805	19.8%	9 805	19.8%	7 471	16.5%	31.2%
Stellenbosch	58 240	6 783	11.6%	6 783	11.6%	7 602	13.9%	(10.8%)
Steve Tshwete	61 480	14 153	23.0%	14 153	23.0%	13 418	23.2%	5.5%
Tlokw e	27 753	7 462	26.9%	7 462	26.9%	6 879	25.9%	8.5%
uMhlathuze	97 121	29 661	30.5%	29 661	30.5%	30 478	25.7%	(2.7%)
Total	1 240 758	267 974	21.6%	267 974	21.6%	207 262	16.8%	29.3%

Source: National Treasury Local Government Database

Table 6d: Secondary cities aggregated budgets and expenditure for waste management as at 30 September 2012

	Budget	First Quarter 2012/13		Year to date: 30 September 2012		First Quarter 2011/12		Q1 of 2011/12 to
	Main appropriation	Actual Expenditure	1st Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app	Q1 of 2012/13
R thousands								
City Of Matlosana	43 751	10 497	24.0%	10 497	24.0%	9 408	19.9%	11.6%
Drakenstein	42 654	9 718	22.8%	9 718	22.8%	9 237	21.5%	5.2%
Emalahleni (Mp)	58 249	10 783	18.5%	10 783	18.5%	11 695	-	(7.8%)
Emfuleni	142 328	12 044	8.5%	12 044	8.5%	19 621	19.7%	(38.6%)
George	43 657	7 466	17.1%	7 466	17.1%	6 872	19.3%	8.7%
Gov an Mbeki	55 621	10 520	18.9%	10 520	18.9%	10 203	20.1%	3.1%
Madibeng	36 095	8 293	23.0%	8 293	23.0%	-	-	-
Matjhabeng	-	-	-	-	-	-	-	-
Mbombela	104 705	21 121	20.2%	21 121	20.2%	20 136	19.5%	4.9%
Mogale City	92 105	21 953	23.8%	21 953	23.8%	17 770	26.3%	23.5%
Msunduzi	73 035	17 595	24.1%	17 595	24.1%	32 134	24.3%	(45.2%)
New castle	-	-	-	-	-	19 066	33.5%	(100.0%)
Polokwane	54 269	12 456	23.0%	12 456	23.0%	12 461	20.9%	(0.0%)
Rustenburg	79 116	15 850	20.0%	15 850	20.0%	16 494	22.3%	(3.9%)
Sol Plaatje	38 467	8 354	21.7%	8 354	21.7%	9 491	26.0%	(12.0%)
Stellenbosch	29 976	6 363	21.2%	6 363	21.2%	5 079	19.1%	25.3%
Steve Tshwete	63 900	14 367	22.5%	14 367	22.5%	12 400	23.5%	15.9%
Tlokw e	40 983	9 169	22.4%	9 169	22.4%	7 351	22.3%	24.7%
uMhlathuze	71 409	17 590	24.6%	17 590	24.6%	16 441	25.4%	7.0%
Total	1 070 319	214 139	20.0%	214 139	20.0%	235 859	24.0%	(9.2%)

Source: National Treasury Local Government Database

Aggregated municipal debtors age analysis

Table 7a: National Debtors Age Analysis as at 1st quarter ended 30 September 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Debt Written Off	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtor Age Analysis By Income Source												
Water	2 252 702	9.9%	1 228 071	5.4%	1 027 846	4.5%	18 267 727	80.2%	22 776 346	26.1%	162 463	.7%
Electricity	6 082 545	36.6%	2 086 097	12.6%	1 071 108	6.5%	7 365 189	44.4%	16 604 940	19.1%	119 766	.7%
Property Rates	3 675 377	17.8%	1 127 747	5.5%	1 664 600	8.1%	14 200 020	68.7%	20 667 744	23.7%	115 116	.6%
Sanitation	920 058	11.2%	469 782	5.7%	374 983	4.6%	6 451 719	78.5%	8 216 542	9.4%	81 587	1.0%
Refuse Removal	551 118	8.6%	313 840	4.9%	302 853	4.7%	5 238 363	81.8%	6 406 174	7.3%	70 456	1.1%
Other	(63 096)	(.5%)	343 799	2.8%	462 371	3.7%	11 744 382	94.0%	12 487 456	14.3%	252 724	2.0%
Total By Income Source	13 418 704	15.4%	5 569 335	6.4%	4 903 761	5.6%	63 267 401	72.6%	87 159 201	100.0%	802 111	.9%
Debtor Age Analysis By Customer Group												
Government	510 988	10.7%	308 970	6.5%	734 516	15.4%	3 202 250	67.3%	4 756 724	5.5%	30 828	.6%
Business	5 843 329	31.0%	1 930 700	10.2%	1 146 132	6.1%	9 932 470	52.7%	18 852 632	21.6%	181 444	1.0%
Households	6 666 836	12.0%	2 901 228	5.2%	2 487 136	4.5%	43 417 707	78.3%	55 472 907	63.6%	504 740	.9%
Other	397 564	4.9%	428 464	5.3%	535 978	6.6%	6 714 973	83.1%	8 076 980	9.3%	85 099	1.1%
Total By Customer Group	13 418 718	15.4%	5 569 363	6.4%	4 903 763	5.6%	63 267 401	72.6%	87 159 244	100.0%	802 111	.9%

Source: National Treasury Local Government Database

Debtors' age analysis for the metros

Table 7b: Metros Debtors Age Analysis as at 1st quarter ended 30 September 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
1st Quarter Ended 30 September 2012										
Buffalo City	198 916	20.3%	69 279	7.1%	45 135	4.6%	668 926	68.1%	982 256	2.0%
Cape Town	1 245 147	19.9%	239 623	3.8%	176 995	2.8%	4 608 272	73.5%	6 270 037	12.5%
Ekurhuleni Metro	1 623 132	14.7%	480 618	4.4%	302 068	2.7%	8 627 681	78.2%	11 033 499	22.1%
eThekweni	661 314	12.4%	295 455	5.5%	226 626	4.2%	4 151 284	77.8%	5 334 679	10.7%
City Of Johannesburg	1 928 912	11.5%	2 334 915	14.0%	1 277 774	7.6%	11 191 220	66.9%	16 732 822	33.5%
Mangaung	297 828	14.7%	162 900	8.0%	99 135	4.9%	1 472 708	72.5%	2 032 570	4.1%
Nelson Mandela Bay	1 138 672	45.2%	146 358	5.8%	71 270	2.8%	1 165 628	46.2%	2 521 928	5.0%
City Of Tshwane	1 516 495	29.7%	183 580	3.6%	145 150	2.8%	3 269 396	63.9%	5 114 620	10.2%
Total	8 610 416	17.2%	3 912 729	7.8%	2 344 152	4.7%	35 155 113	70.3%	50 022 411	12.5%
1st Quarter Ended 30 September 2011										
Buffalo City	170 016	20.0%	56 454	6.6%	49 584	5.8%	574 737	67.6%	850 791	1.9%
Cape Town	1 143 711	19.4%	273 259	4.6%	212 318	3.6%	4 258 263	72.3%	5 887 551	13.2%
Ekurhuleni Metro	1 371 547	14.1%	479 574	4.9%	300 475	3.1%	7 605 551	77.9%	9 757 148	21.9%
eThekweni	1 156 066	21.3%	256 466	4.7%	133 443	2.5%	3 871 896	71.5%	5 417 870	12.2%
City Of Johannesburg	3 251 719	23.0%	902 774	6.4%	404 128	2.9%	9 567 234	67.7%	14 125 854	31.8%
Mangaung	179 285	13.2%	120 021	8.8%	64 555	4.7%	997 945	73.3%	1 361 805	3.1%
Nelson Mandela Bay	941 656	42.0%	131 588	5.9%	32 608	1.5%	1 135 900	50.7%	2 241 752	5.0%
City Of Tshwane	1 319 484	27.4%	186 306	3.9%	105 252	2.2%	3 201 271	66.5%	4 812 312	10.8%
Total	9 533 484	21.4%	2 406 442	5.4%	1 302 363	2.9%	31 212 796	70.2%	44 455 085	12.5%
Movement between 30 September 2011 and 30 September 2012										
Buffalo City	28 900		12 825		(4 449)		94 189		131 465	
Cape Town	101 436		(33 636)		(35 323)		350 009		382 486	
Ekurhuleni Metro	251 585		1 044		1 592		1 022 129		1 276 351	
eThekweni	(494 752)		38 989		93 183		279 388		(83 191)	
City Of Johannesburg	(1 322 806)		1 432 141		873 646		1 623 986		2 606 967	
Mangaung	118 543		42 879		34 580		474 763		670 765	
Nelson Mandela Bay	197 016		14 770		38 662		29 728		280 176	
City Of Tshwane	197 011		(2 726)		39 898		68 125		302 308	
Total	(923 068)		1 506 287		1 041 789		3 942 317		5 567 326	
Growth rate Q1 of 2011/12 to Q1 of 2012/13										
Buffalo City	17.0%		22.7%		(9.0%)		16.4%		15.5%	
Cape Town	8.9%		(12.3%)		(16.6%)		8.2%		6.5%	
Ekurhuleni Metro	18.3%		0.2%		0.5%		13.4%		13.1%	
eThekweni	(42.8%)		15.2%		69.8%		7.2%		(1.5%)	
City Of Johannesburg	(40.7%)		158.6%		216.2%		17.0%		18.5%	
Mangaung	66.1%		35.7%		53.6%		47.6%		49.3%	
Nelson Mandela Bay	20.9%		11.2%		118.6%		2.6%		12.5%	
City Of Tshwane	14.9%		(1.5%)		37.9%		2.1%		6.3%	
Total	(9.7%)		62.6%		80.0%		12.6%		12.5%	

Source: National Treasury Local Government Database

Table 7c: Metros Debtors Age Analysis as at 1st quarter ended 30 September 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	134 700	9.6%	144 190	10.3%	85 857	6.1%	1 041 428	74.1%	1 406 175	2.8%	11	-
Business	4 143 564	30.0%	1 615 834	11.7%	848 957	6.1%	7 206 125	52.2%	13 814 480	27.6%	7	-
Households	4 493 640	13.9%	2 022 671	6.3%	1 271 720	3.9%	24 508 947	75.9%	32 296 978	64.6%	44	-
Other	(161 487)	(6.4%)	130 034	5.2%	137 617	5.5%	2 398 614	95.8%	2 504 779	5.0%	33 920	1.4%
Total By Customer Group	8 610 416	17.2%	3 912 729	7.8%	2 344 152	4.7%	35 155 113	70.3%	50 022 411	100.0%	33 982	.1%

Source: National Treasury Local Government Database

Debtors' age analysis for secondary cities

Table 8a: Secondary cities Debtors Age Analysis as at 1st quarter ended 30 September 2012

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
City Of Matlosana	91 565	10.1%	31 758	3.5%	36 056	4.0%	751 356	82.5%	910 734	6.2%
Drakenstein	90 518	31.9%	12 291	4.3%	8 904	3.1%	172 448	60.7%	284 162	1.9%
Emalahleni (Mp)	112 512	13.5%	47 886	5.8%	29 942	3.6%	641 515	77.1%	831 854	5.6%
Emsfuleni	221 891	8.4%	96 739	3.7%	87 148	3.3%	2 225 503	84.6%	2 631 280	17.8%
George	66 236	50.2%	4 968	3.8%	2 584	2.0%	58 246	44.1%	132 033	0.9%
Govan Mbeki	27 158	4.3%	27 460	4.3%	21 999	3.5%	556 814	87.9%	633 431	4.3%
Madibeng	31 752	4.1%	39 029	5.0%	28 817	3.7%	683 077	87.3%	782 675	5.3%
Majhabeng	113 449	7.0%	76 933	4.7%	63 749	3.9%	1 370 765	84.4%	1 624 896	11.0%
Mbombela	77 063	17.1%	7 969	1.8%	19 255	4.3%	346 579	76.9%	450 867	3.1%
Mogale City	256 773	28.3%	12 467	1.4%	22 000	2.4%	615 986	67.9%	907 226	6.1%
Msunduzi	293 127	24.7%	44 011	3.7%	33 212	2.8%	814 895	68.8%	1 185 245	8.0%
Newcastle	47 690	5.6%	33 144	3.9%	29 422	3.5%	741 065	87.0%	851 321	5.8%
Polokwane	107 853	23.3%	30 526	6.6%	19 317	4.2%	304 888	65.9%	462 584	3.1%
Rustenburg	162 316	9.2%	95 313	5.4%	47 036	2.7%	1 463 666	82.8%	1 768 331	12.0%
Sol Plaatje	82 932	13.2%	34 625	5.5%	106 252	17.0%	403 035	64.3%	626 843	4.2%
Stellenbosch	37 175	22.7%	4 754	2.9%	36 004	22.0%	85 915	52.4%	163 848	1.1%
Steve Tshwete	38 641	54.0%	6 410	9.0%	2 914	4.1%	23 586	33.0%	71 551	0.5%
Tlokwe	83 514	42.6%	6 864	3.5%	4 010	2.0%	101 582	51.8%	195 970	1.3%
uMhlatuze	176 659	68.1%	17 508	6.8%	15 501	6.0%	49 614	19.1%	259 283	1.8%
Total	2 118 826	14.3%	630 655	4.3%	614 121	4.2%	11 410 533	77.2%	14 774 134	5.3%

Source: National Treasury Local Government Database

Table 8b: Secondary cities Debtors Age Analysis as at 1st quarter ended 30 September 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	132 164	17.9%	48 938	6.6%	122 218	16.5%	436 056	59.0%	739 376	5.0%	-	-
Business	785 967	38.9%	139 776	6.9%	79 328	3.9%	1 017 098	50.3%	2 022 168	13.7%	-	-
Households	987 690	9.5%	383 293	3.7%	361 628	3.5%	8 661 706	83.3%	10 394 317	70.4%	-	-
Other	213 005	13.2%	58 648	3.6%	50 947	3.1%	1 295 673	80.1%	1 618 273	11.0%	(0)	-
Total	2 118 826	14.3%	630 655	4.3%	614 121	4.2%	11 410 533	77.2%	14 774 134	100.0%	(0)	-

Source: National Treasury Local Government Database

Collection rates

Table 9: National collection rates as at 30 September 2012

Description R thousands	2011/12	Budget year 2012/13		
	Audited Outcome	Original Budget	Q1 Sept Actual	YTD Actual
Collection Rate	100.62	92.34	84.14	84.14
Property rates	167.07	86.34	73.73	73.73
Service charges	79.80	94.67	89.59	89.59
Service charges - electricity revenue	81.33	94.31	88.60	88.60
Service charges - water revenue	78.25	89.08	86.62	86.62
Service charges - sanitation revenue	97.84	87.36	72.25	72.25
Service charges - refuse revenue	51.95	96.87	72.65	72.65
Service charges - other	101.61	(216.94)	(144.38)	(144.38)
Interest earned - outstanding debtors	79.19	71.49	38.14	38.14

Source: National Treasury Local Government Database

Aggregated municipal creditors age analysis

Table 10: Creditor Age Analysis for 1st quarter as at 30 September 2012

R thousands	0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Eastern Cape	588 499	76.3%	75 966	9.8%	6 107	0.8%	100 847	13.1%	771 420	5.3%
Free State	234 114	17.7%	149 387	11.3%	86 015	6.5%	853 854	64.5%	1 323 370	9.0%
Gauteng	5 962 910	95.5%	125 367	2.0%	29 140	0.5%	126 930	2.0%	6 244 346	42.6%
KwaZulu-Natal	1 916 676	68.8%	46 068	1.7%	174 751	6.3%	646 562	23.2%	2 784 058	19.0%
Limpopo	262 679	28.8%	15 881	1.7%	389 964	42.8%	242 749	26.6%	911 273	6.2%
Mpumalanga	345 562	36.2%	93 401	9.8%	1 133	0.1%	515 652	54.0%	955 748	6.5%
Northern Cape	95 700	54.4%	16 129	9.2%	6 383	3.6%	57 761	32.8%	175 974	1.2%
North West	363 594	34.9%	117 355	11.3%	107 623	10.3%	453 680	43.5%	1 042 252	7.1%
Western Cape	391 728	89.6%	19 070	4.4%	17 428	4.0%	9 033	2.1%	437 259	3.0%
Total	10 161 462	69.4%	658 626	4.5%	818 542	5.6%	3 007 069	20.5%	14 645 699	100.0%

Source: National Treasury Local Government Database

Conditional grants transfers, payments and expenditure as at 30 September 2011

1st Quarter Ended 30 September 2012

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

AGGREGATED INFORMATION FOR ALL MUNICIPALITIES

	Division of revenue Act No. 5 of 2012	Adjustment (Mid year)	Other Adjustments	Total Available 2012/13	Year to date		First Quarter		YTD Expenditure		% Changes for the 1st Q		Approved Roll Over	
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2012	Actual expenditure by municipalities by 30 September 2012	Actual expenditure National Department	Actual expenditure by municipalities	Exp as % of Allocation National Department	Exp as % of Allocation by municipalities	Total Available 2011/12	YTD expenditure by municipalities
R thousands														
Direct transfers	22 720 789	-	-	22 720 789	7 593 484	7 481 285	3 124 830	3 253 360	3 124 830	3 253 360	13.8%	14.3%	-	-
Infrastructure	20 850 806	-	-	20 850 806	6 540 046	6 364 899	2 890 103	2 829 757	2 890 103	2 829 757	13.9%	13.6%	-	-
Municipal infrastructure grant	13 881 633			13 881 633	5 083 821	5 083 821	2 321 958	2 153 595	2 321 958	2 153 595	16.7%	15.5%	-	-
National electrification programme	1 151 443			1 151 443	644 465	628 815	127 655	207 018	127 655	207 018	11.1%	18.0%	-	-
Public transport infrastructure and system grant	4 988 103			4 988 103	458 000	458 000	358 714	376 164	358 714	376 164	7.2%	7.5%	-	-
Neighbourhood development partnership grant	578 132			578 132	228 265	144 543	70 874	76 401	70 874	76 401	12.3%	13.2%	-	-
2010 FIFA World Cup stadiums development grant	-			-	-	-	-	-	-	-	-	-	-	-
Rural transport services and infrastructure grant	37 295			37 295	37 295	35 520	10 902	4 750	10 902	4 750	29.2%	12.7%	-	-
Electricity demand side management	200 000			200 000	74 000	-	-	11 828	-	11 828	-	5.9%	-	-
Disaster Relief Funds	14 200			14 200	14 200	14 200	-	-	-	-	-	-	-	-
Municipal Drought Relief	-			-	-	-	-	-	-	-	-	-	-	-
Capacity and others	1 869 983	-	-	1 869 983	1 053 438	1 116 386	234 727	423 603	234 727	423 603	12.6%	22.7%	-	-
Municipal Systems Improvement Programme Grant	230 096			230 096	230 096	230 096	10 651	42 749	10 651	42 749	4.6%	18.6%	-	-
Local Government Financial Management Grant	402 753			402 753	402 753	402 753	99 332	86 286	99 332	86 286	24.7%	21.4%	-	-
Water Service Operating Subsidy Grant	562 434			562 434	151 888	140 997	83 513	174 493	83 513	174 493	14.8%	31.0%	-	-
Expanded Public Works Programme Incentive Grant	599 240			599 240	239 671	314 010	29 782	109 033	29 782	109 033	5.0%	18.2%	-	-
Infrastructure Skills Development Grant	75 460			75 460	29 030	28 530	11 449	11 043	11 449	11 043	15.2%	14.6%	-	-
Indirect transfers	5 088 107	-	-	5 088 107	2 507 212	-	-	-	-	-	-	-	-	-
National electrification programme	1 879 368			1 879 368	1 002 470	-	-	-	-	-	-	-	-	-
Neighbourhood development partnership grant	80 000			80 000	35 159	-	-	-	-	-	-	-	-	-
Water Service Operating Subsidy Grant	132 598			132 598	66 288	-	-	-	-	-	-	-	-	-
Regional bulk infrastructure grant	2 516 641			2 516 641	1 229 295	-	-	-	-	-	-	-	-	-
Backlogs in water and sanitation at clinics and schools	-			-	-	-	-	-	-	-	-	-	-	-
Backlogs in the electrification of clinics and schools	-			-	-	-	-	-	-	-	-	-	-	-
Electricity demand-side management	-			-	-	-	-	-	-	-	-	-	-	-
Rural household infrastructure grant	479 500			479 500	174 000	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	27 808 896	-	-	27 808 896	10 100 696	7 481 285	3 124 830	3 253 360	3 124 830	3 253 360	13.8%	14.3%	-	-
Grants excluded from the publication	54 622 006	-	-	54 622 006	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Grant	315 800			315 800	-	-	-	-	-	-	-	-	-	-
Urban Settlement Development Grant	7 392 206			7 392 206	-	-	-	-	-	-	-	-	-	-
Equitable Share	46 914 000			46 914 000	-	-	-	-	-	-	-	-	-	-
Total as per DoRA	82 430 902	-	-	82 430 902	10 100 696	7 481 285	3 124 830	3 253 360	3 124 830	3 253 360	-	-	-	-

Row 40 grants have been excluded from the publication as they were either unallocated, schedule 4 or unconditional grants

Unallocated funds for Municipal Disaster Grant.

Equitable share amount included RSC levy replacement, support for councillor remuneration and general fuel levy.

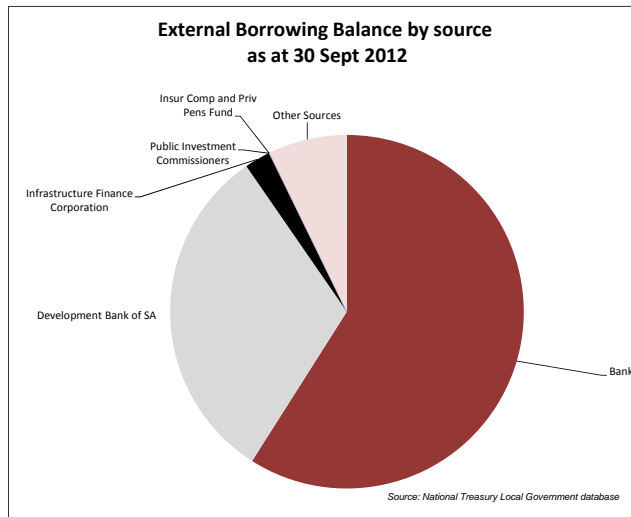
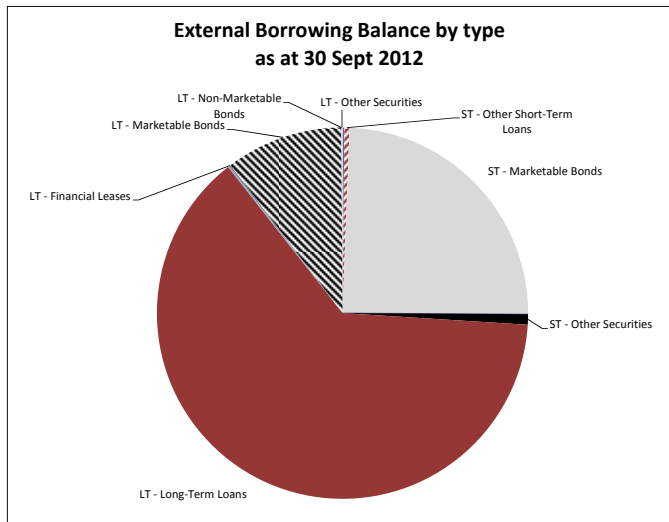
Sources: DoRA Monthly reports by the national transferring officer and Municipal sign-offs and electronic verification.

All the figures are unaudited.

In future provincial Treasuries will be required to provide the National Treasury with a payment schedule

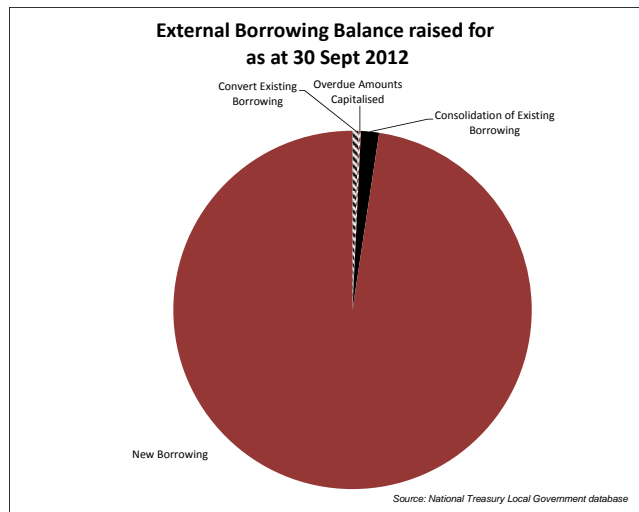
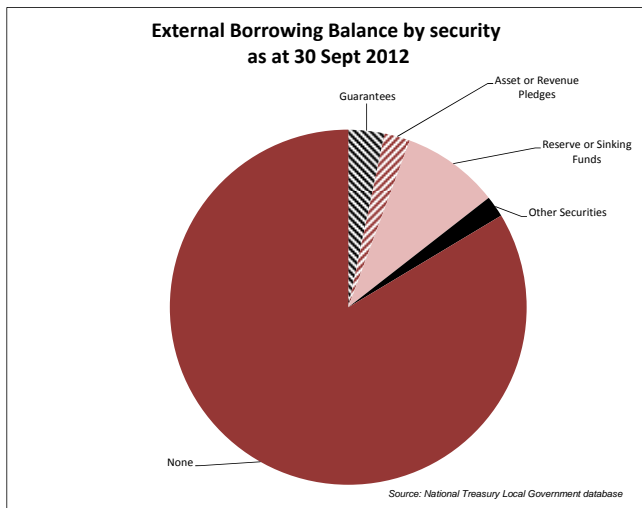
in the same format as the provincial payment schedule that correspond with the amount in Budget Statement 1 and 2.

Borrowing instruments



Type	Balance (R'000)
ST - Bank Overdraft	63 838
ST - Other Short-Term Loans	185 964
ST - Marketable Bonds	10 074 610
ST - Non-Marketable Bonds	200
ST - Other Securities	372 740
LT - Long-Term Loans	26 110 244
LT - Instalment Credit	51 579
LT - Financial Leases	53 332
LT - Marketable Bonds	4 200 000
LT - Non-Marketable Bonds	6 800
LT - Other Securities	37 744
TOTAL	41 157 051

Source	Balance (R'000)
General Public	3 215
Banks	24 281 609
Development Bank of SA	12 911 308
Infrastructure Finance Corporation	950 986
Public Investment Commissioners	641
Insur Comp and Priv Pens Fund	35 982
Municipal Pension Funds	421
Other Public Pension Funds	
Unit Trusts	
Internal Funds	739
Other Sources	2 972 150
TOTAL	41 157 051



Security	Balance (R'000)
Guarantees	1 350 032
Asset or Revenue Pledges	956 508
Bond Insurance	
Reserve or Sinking Funds	3 631 344
Other Securities	799 588
None	34 419 578
TOTAL	41 157 050

Raised For	Balance (R'000)
Convert Existing Borrowing	231 458
Overdue Amounts Capitalised	79 041
Consolidation of Existing Borrowing	670 119
New Borrowing	40 176 432
Bridging Finance	
TOTAL	41 157 050