



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

PRESS RELEASE

LOCAL GOVERNMENT REVENUE AND EXPENDITURE: SECOND QUARTER LOCAL GOVERNMENT SECTION 71 REPORT

FOR THE PERIOD: 1 JULY 2017 – 31 DECEMBER 2017

National Treasury has today released local government's revenue and expenditure for the second quarter of the 2017/18 financial year, as well as spending on conditional grants for the same period. This report covers the second quarter of the municipal financial year ending on 31 December 2017.

The 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 institutionalised with most municipalities that consistently produce quarterly financial reports. The reporting facilitates transparency, better in-year management as well as the oversight of municipal budgets. This makes these reports management tools and early warning mechanisms for councils, provincial legislatures and officials in order to monitor and improve municipal performance.

KEY TRENDS:

Aggregate trends

1. On aggregate, municipalities spent 40.4 per cent, or R168.3 billion, of the total adopted budget of R416.9 billion as at 31 December 2017 (Second quarter results for the 2017/18 financial year). In respect of revenue, aggregate billing and other revenue amounted to 46.5 per cent, or R192.0 billion, of the total adopted revenue budget of R413.2 billion.
2. Of the adopted operating expenditure budget amounting to R346.3 billion, R146.6 billion or 42.6 per cent was spent by 31 December 2017.
3. Municipalities have adopted a budget for salaries and wages expenditure at R111.1 billion, which is R18.6 billion more than the adjusted budget of R92.5 billion for the 2016/17 municipal financial year. This constitutes 32.1 per cent of their total operational expenditure budget of R346.3 billion. At 31 December 2017, spending is 43.1 per cent, or R47.9 billion.

In the period under review, capital expenditure amounted to R20.6 billion, or 29.2 per cent, of the adopted capital budget of R70.6 billion. The slow spending on the capital budget is a

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concern. This partly relates to the hockey stick phenomena in Local Government but also the late start of effective SCM planning processes.

4. Aggregated year-to-date total expenditure for metros amounts to R105.1 billion, or 43.5 per cent, of their adopted budget expenditure of R241.3 billion. The aggregated adopted capital budget for metros in the 2017/18 financial year is R37.9 billion, of which 26.2 per cent, or R9.9 billion, has been spent as at 31 December 2017.
5. When billed revenue is measured against their adopted budgets, the performance of metros shows surpluses across all four core services for the second quarter of 2017/18. This does not take into account the collection rate:
 - Water revenue billed was R15.1 billion against expenditure of R13.7 billion;
 - Electricity revenue billed was R37 billion against expenditure of R32.8 billion;
 - The revenue billed for waste water management was R3.9 billion against expenditure of R2.9 billion, and
 - Levies for waste management billed were R4.3 billion against expenditure R4.1 billion.
6. As at 31 December 2017, aggregated revenue for secondary cities is 41.8 per cent or R24.4 billion of their total adopted budget revenue of R58.4 billion for the 2017/18 financial year. The year-to-date operating expenditure level of the secondary cities is 35.6 per cent or R18.3 billion of the total adopted operating budget of R51.4 billion for the 2017/18 financial year.
7. Capital spending levels are low at an average of 31.2 per cent or R2.4 billion of the adopted capital budget of R7.8 billion.
8. The performance against the adopted budget for the four core services for the secondary cities for the second quarter 2017/18 also shows surpluses against billed revenue without taking into account the collection rate:
 - Water revenue billed was R3.3 billion against expenditure of R2.2 billion;
 - Electricity revenue billed was R7.9 billion against expenditure of R6.7 billion;
 - The revenue billed for waste water management was R1.3 billion against expenditure of R748 million; and
 - Levies for waste management billed were R1 billion against expenditure of R609 million.
9. Aggregate municipal consumer debts amounted to R138.2 billion (compared to R117.7 billion reported in the second quarter of 2016/17) as at 31 December 2017. A total amount of R858.1 million, or 0.6 per cent, has been written off as bad debt. Government accounts for 5.4 per cent, or R7.4 billion (R6.3 billion reported in the second quarter of 2016/17). The largest component relates to households which account for 71.8 per cent, or R99.2 billion (66.2 per cent or R77.9 billion in the second quarter of the previous financial year).
10. It needs to be acknowledged that not all the outstanding debt of R138.2 billion is realistically collectable, as these amounts are inclusive of debt older than 90 days (historic debt that has



accumulated over an extended period), interest on arrears and other recoveries.

11. If consumer debt is limited to below 90 days, then the actual realistically collectable amount is estimated at R26 billion. This should not be interpreted that the National Treasury by implication suggests that the balance must be written-off by municipalities.
12. Metropolitan municipalities are owed R72.5 billion (R57.0 billion reported in the second quarter) in outstanding debt as at 31 December 2017. This represents a decrease of R300 million when compared to the previous quarter's publication. The largest contributors are the City of Johannesburg, which is owed the largest amount at R18.3 billion, followed by Ekurhuleni Metro at R14.4 billion, City of Tshwane at R10.8 billion, and eThekweni at R9.5 billion.
13. Households in metropolitan areas are reported to account for R56.1 billion, or 77.4 per cent, of outstanding debt to metros, followed by businesses, which account for R13 billion or 17.8 per cent. Debt owed by government agencies is approximately R1.7 billion, or 2.4 per cent, of the total outstanding debt owed to metros.
14. Secondary cities are owed R24.6 billion (R25.9 billion reported in the second quarter of 2016/17) in outstanding consumer debt. The majority of debt is owed by households, which amount to R15.4 billion, or 62.6 per cent, of the total outstanding debt. Out of the total debt of R24.6 billion, R20.9 billion, or 84.6 per cent, has been outstanding for more than 90 days.
15. Municipalities owed their creditors R41.2 billion as at 31 December 2017, a decrease of R1.7 billion when compared to the R42.9 billion reported in the first quarter of 2017/18.
16. The Free State has the highest percentage of outstanding creditors greater than 90 days at 87.6 per cent, followed by Mpumalanga at 80.7 per cent, and the North West at 76.2 per cent. The year-on-year increase in outstanding creditors could be an indication that municipalities are experiencing liquidity and cash challenges.
17. The aggregated year-to-date actual collection rate is 88.1 per cent, compared to an adopted budgeted collection rate of 90.3 per cent. This represents an aggregated under-performance of 2.2 per cent. It is suspected that the reported collection rate is distorted, owing to reporting inconsistencies on cash flow movements of municipalities.
18. Metros budgeted for a collection rate of 92.3 per cent, and achieved an actual collection of 94.8 per cent, which is 2.5 per cent above the target. The secondary cities reported 72.8 per cent collection against an adopted collection rate of 88.1 per cent, which is 15.3 per cent below the budgeted collection rate.
19. The total balance on borrowing for all municipalities equates to R68.3 billion as at 31 December 2017. This includes long term loans of R44.2 billion, long term marketable bonds of R15.1 billion, short term non-marketable bonds of R5.4 billion, other short term loans of R3.3 billion. The balance represents other short and long term financing instruments.
20. As at 31 December 2017, the total investments made by municipalities equates to R30.7 billion. This is R823 million less than the R31.5 billion reported in the second quarter of 2016/17. Investments include bank deposits of R23.1 billion, guaranteed endowment policies (sinking funds) of R4.7 billion, negotiable certificates of deposits at banks of R1.5 billion, listed corporate bonds of R1.3 billion, and some smaller investments.



Conditional Grants

21. According to the Division of Revenue Act, 2017 (Act No.3 of 2017) (DoRA), R108 billion has been allocated to local government in the 2017/18 financial year. This amount comprises of the unconditional transfer of the Equitable Share of R57 billion, direct conditional grants allocated for capacity grants of R1.9 billion, includes an unallocated amount of R300 million for municipal disaster, direct conditional grants for infrastructure projects of R30 billion, the Urban Settlement Development Grant of R11.4 billion and the Integrated City Development Grant of R292 million and Indirect conditional grants of R7.3 billion.
22. As at 31 December 2017, an amount of R20.2 billion was transferred to municipalities, which is 63 per cent against an allocation of R32.1 billion for direct conditional grants.
23. The overall expenditure reported by municipalities, as at 31 December 2017, is 68.4 per cent, or R12.2 billion against the R20.2 billion transferred to municipalities. In terms of the total allocation, the aggregate expenditure is 38.2 per cent, or R12.2 billion, of R39.4 billion allocated to municipalities as direct conditional grants. Whereas expenditure reported by national transferring officers (NTOs) is sitting at 53 per cent of the R20.2 billion transferred.
24. The highest performing direct infrastructure grants to municipalities during the second quarter is the Municipal Infrastructure Grant (MIG) with reported performance of 43.2 per cent, the Integrated National Electrification Programme (INEP) grant with reported performance of 35.2 per cent and the Public Transport Network (PTNG) with reported performance of 31.7 per cent.

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.



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 2017 Division of Revenue Act. The budgeted figures shown are based on the 2017/18 adopted budgets approved by municipal councils.
- In terms of the process, Municipal Managers and Chief Financial Officers are required to sign and submit data to the National Treasury by 29 January 2018. Any queries on the figures in these statements should 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 a combination of cash derived either from realistically anticipated revenues to be collected in that year, and 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. Therefore, the revenue estimates are seldom underpinned by realistic or realisable revenue assumptions resulting in municipalities not being able to collect this revenue, and as a result 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.
- This second quarter publication covers 257 municipalities on financial information and conditional grant information.

Issued on behalf of the National Treasury
Date: 26 February 2018



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 31 December 2017;
 - b. High-level summary of revenue for 257 municipalities; and
 - c. High-level summary of expenditure for 257 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 second quarter:
 - a. Summary of total monthly operating expenditure – 257 municipalities;
 - b. Summary of total monthly operating revenue – 257 municipalities;
 - c. Summary of total monthly capital expenditure – 257 municipalities;
 - d. Summary of total monthly capital revenue – 257 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 – 257 municipalities;
 - l. Listing of borrowing instruments – 373 municipalities;
 - m. Listing of investment instruments – 2 095 municipalities;
 - n. Monthly repairs and maintenance expenditure per asset class – 257 municipalities; and
 - o. Monthly repairs and maintenance operating expenditure – 257 municipalities.
- Service delivery information (non-financial performance) for all 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 also 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:

According to the budgeted monthly operational and capital expenditure submitted by all municipalities as supporting tables to the adopted budgets, municipalities recorded an under performance of 2.2 per cent or R3.9 billion on revenue collection, an under performance of 11.4 per cent or R19.1 billion on operational expenditure and 43.4 per cent or R15.8 billion on capital expenditure.

1. Consolidated statement of financial performance

Summary - Table C4 Quarterly Budget Statement - Financial Performance (rev and expend) (All) for 2nd Quarter ended 31 December 2017

Description	Ref	Budget year 2017/18									
		2016/17	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands	1	Audited Outcome									
Revenue By Source											
Property rates		51 419 483	57 887 242	57 869 505	16 851 152	13 254 983	30 106 135	29 206 159	899 976	3.08	57 869 505
Property rates - penalties and collection charges		486 154	186 132	189 569	77 407	62 528	139 936	139 936	-	-	189 569
Service charges - electricity revenue		100 057 978	108 534 070	108 533 175	29 455 182	22 853 223	52 308 405	55 060 552	(2 752 147)	(5.00)	108 533 175
Service charges - water revenue		34 314 299	38 318 009	38 318 010	9 875 646	9 431 769	19 307 415	18 750 840	556 575	2.97	38 318 010
Service charges - sanitation revenue		9 735 151	15 323 746	15 323 803	2 589 980	2 656 635	5 246 615	7 443 578	(2 196 963)	(29.51)	15 323 803
Service charges - refuse revenue		9 715 502	10 882 796	10 882 797	2 841 424	2 542 862	5 384 286	5 383 382	904	0.02	10 882 797
Service charges - other		2 253 827	1 039 986	1 040 027	240 505	252 469	492 973	496 153	(3 180)	(0.64)	1 040 027
Rental of facilities and equipment		1 980 918	2 441 103	2 438 486	502 741	682 644	1 185 385	1 140 278	45 107	3.96	2 438 486
Interest earned - external investments		4 886 803	4 765 505	4 767 168	836 001	1 392 777	2 228 778	1 946 420	282 358	14.51	4 767 168
Interest earned - outstanding debtors		5 187 807	5 081 729	5 080 548	1 230 635	1 191 743	2 422 378	2 348 604	73 774	3.14	5 080 548
Dividends received		2 519	5 166	5 166	17 593	5 264	22 857	4 256	18 601	437.00	5 166
Fines		4 664 968	4 913 770	4 913 769	697 517	883 706	1 581 222	2 225 442	(644 220)	(28.95)	4 913 769
Licences and permits		684 461	947 170	947 169	186 140	197 585	383 725	451 831	(68 106)	(15.07)	947 169
Agency services		1 461 726	2 339 700	2 339 700	494 669	543 226	1 037 896	1 051 014	(13 119)	(1.25)	2 339 700
Transfers recognised - operational		65 630 913	76 566 063	77 124 802	24 603 143	19 541 953	44 145 096	43 205 351	939 746	2.18	77 124 802
Other own revenue		14 855 636	12 878 544	12 881 943	3 190 238	2 010 739	5 200 977	6 413 032	(1 212 055)	(18.90)	12 881 943
Gains on disposal of PPE		1 402 205	437 872	442 872	167 498	26 532	194 030	194 042	(12)	(0.01)	442 872
Total Revenue (excl. capital transfers and contributions)		308 740 348	342 548 602	343 098 509	93 857 471	77 530 638	171 388 109	175 320 935	(3 932 826)	(2.24)	343 098 509
Expenditure By Type											
Employee related costs		85 501 891	99 464 317	99 495 923	22 273 005	23 909 011	46 182 016	48 997 288	(2 815 272)	(5.75)	99 495 923
Remuneration of councillors		3 338 206	3 991 169	3 990 994	826 103	814 998	1 641 102	1 939 704	(298 602)	(15.39)	3 990 994
Debt impairment		23 624 494	19 795 974	19 750 774	3 320 125	3 117 403	6 437 528	8 532 232	(2 094 704)	(24.55)	19 750 774
Depreciation and asset impairment		28 826 421	29 994 911	29 994 911	4 221 843	5 850 663	10 072 506	13 879 121	(3 806 615)	(27.43)	29 994 911
Finance charges		8 959 454	9 722 678	9 759 527	1 326 620	2 725 588	4 052 208	4 412 152	(359 944)	(8.16)	9 759 527
Bulk purchases		93 020 066	97 355 515	97 728 289	24 084 075	20 140 574	44 224 648	48 741 206	(4 516 558)	(9.27)	97 728 289
Other Materials		7 213 823	12 404 486	12 379 877	1 626 864	3 165 474	4 792 337	6 370 612	(1 578 274)	(24.77)	12 379 877
Contracted services		20 824 407	30 830 133	30 796 055	5 023 965	8 218 492	13 242 456	14 012 561	(770 105)	(5.50)	30 796 055
Transfers and grants		6 248 027	4 077 617	4 371 609	830 451	1 367 194	2 197 644	1 793 468	404 176	22.54	4 371 609
Other expenditure		44 920 314	38 190 261	37 906 829	6 670 548	8 057 042	14 727 590	18 037 111	(3 309 521)	(18.35)	37 906 829
Loss on disposal of PPE		1 229 492	50 821	50 720	29 886	6 625	36 511	28 912	7 598	26.28	50 720
Total Expenditure		323 706 597	345 877 882	346 225 508	70 233 485	77 373 062	147 606 547	166 744 367	(19 137 820)	(11.48)	346 225 508
Surplus/(Deficit)											
Transfers recognised - capital		34 449 005	41 447 343	41 586 013	6 338 400	7 717 662	14 056 062	19 920 260	(5 864 197)	(29.44)	41 586 013
Contributions recognised - capital		-	-	-	-	-	-	372 536	(372 536)	(100.00)	-
Contributed assets		81 958	683 170	679 490	35 197	11 637	46 834	314 944	(268 110)	(85.13)	679 490
Surplus/(Deficit) after capital transfers and contributions		19 564 714	38 801 233	39 138 504	29 997 584	7 886 875	37 884 458	29 184 308	8 700 150	29.81	39 138 504
Taxation		(186 715)	396 803	396 803	14 784	15 903	30 687	14 482	16 205	111.90	396 803
Surplus/(Deficit) after taxation		19 751 429	38 404 430	38 741 701	29 982 800	7 870 972	37 853 771	29 169 826	8 683 945	29.77	38 741 701
Attributable to minorities		(12 084)	-	-	6	-	6	-	6	-	-
Surplus/(Deficit) attributable to municipality		19 739 345	38 404 430	38 741 701	29 982 806	7 870 972	37 853 777	29 169 826	8 683 951	29.77	38 741 701
Share of surplus/ (deficit) of associate		21 931	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		19 761 276	38 404 430	38 741 701	29 982 806	7 870 972	37 853 777	29 169 826	8 683 951	29.77	38 741 701

Source: National Treasury Local Government database

2. Consolidated statement of financial position

Quarterly Budget Statement - Financial Position for 2nd Quarter ended 31 December 2017

Description	Ref	Budget year 2017/18									
		2016/17	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands	1	Audited Outcome									
ASSETS											
Current assets											
Cash		20 853 483	21 599 052	21 535 363	22 367 639	25 819 093	25 819 093	10 767 681	15 051 411	139.78	21 535 363
Call investment deposits		24 269 716	37 743 103	37 096 738	21 780 861	30 862 011	30 862 011	18 548 369	12 313 642	66.39	37 096 738
Consumer debtors		49 498 337	55 159 023	55 191 320	54 096 036	50 845 213	50 845 213	27 595 660	23 249 553	84.25	55 191 320
Other debtors		21 855 790	17 149 782	17 190 214	19 670 073	118 562 881	118 562 881	8 595 107	109 967 774	1 279.42	17 190 214
Current portion of long-term receivables		1 645 775	927 664	927 917	554 133	1 129 564	1 129 564	463 959	665 605	143.46	927 917
Inventory		6 634 766	7 195 804	7 205 957	6 091 987	7 161 995	7 161 995	3 602 979	3 559 017	98.78	7 205 957
Total current assets		124 757 866	139 774 428	139 147 509	124 560 730	234 380 756	234 380 756	69 573 755	164 807 002	236.88	139 147 509
Non current assets											
Long-term receivables		516 760	472 866	472 944	424 368	1 726 162	1 726 162	236 472	1 489 690	629.96	472 944
Investments		6 045 970	12 531 079	13 308 385	8 733 584	7 563 583	7 563 583	6 654 192	909 390	13.67	13 308 385
Investment property		24 199 561	22 822 323	22 820 235	16 728 303	16 819 208	16 819 208	11 410 117	5 409 091	47.41	22 820 235
Investment in Associate		2 123 107	1 200 392	1 245 239	1 030 627	1 024 717	1 024 717	622 619	402 097	64.58	1 245 239
Property, plant and equipment		587 301 092	644 526 562	646 501 466	462 616 145	518 144 282	518 144 282	323 250 733	194 893 549	60.29	646 501 466
Agricultural		70 167	57 932	57 932	18 202	15 596	15 596	28 966	(13 370)	(46.16)	57 932
Biological		167 617	156 322	156 322	191 419	171 569	171 569	78 161	93 408	119.51	156 322
Intangible		4 017 336	4 194 474	4 197 485	2 485 439	2 646 301	2 646 301	2 098 742	547 559	26.09	4 197 485
Other non-current assets		12 467 586	2 064 070	2 083 906	11 149 362	9 800 948	9 800 948	1 041 953	8 758 995	840.63	2 083 906
Total non current assets		636 909 196	688 026 020	690 843 914	503 377 449	557 912 366	557 912 366	345 421 957	212 490 409	61.52	690 843 914
TOTAL ASSETS		761 667 062	827 800 448	829 991 423	627 938 180	792 293 122	792 293 122	414 995 712	377 297 410	90.92	829 991 423
LIABILITIES											
Current liabilities											
Bank overdraft		829 128	1 443 275	1 448 728	413 417	354 045	354 045	724 364	(370 319)	(51.12)	1 448 728
Borrowing		7 584 174	4 521 721	4 568 080	9 348 398	6 137 866	6 137 866	2 284 040	3 853 826	168.73	4 568 080
Consumer deposits		5 772 480	5 480 734	5 481 582	4 057 564	5 182 987	5 182 987	2 740 791	2 442 196	89.11	5 481 582
Trade and other payables		95 656 418	81 565 319	81 727 321	63 461 974	76 988 073	76 988 073	40 863 660	36 124 413	88.40	81 727 321
Provisions		5 949 175	5 673 353	5 650 319	6 747 740	5 140 148	5 140 148	2 825 160	2 314 988	81.94	5 650 319
Total current liabilities		115 791 375	98 684 402	98 876 030	84 029 093	93 803 119	93 803 119	49 438 015	44 365 104	89.74	98 876 030
Non current liabilities											
Borrowing		65 835 889	71 003 737	72 540 583	51 875 857	55 434 198	55 434 198	36 270 291	19 163 907	52.84	72 540 583
Provisions		37 512 451	44 900 360	44 897 515	34 466 825	29 795 511	29 795 511	22 448 758	7 346 753	32.73	44 897 515
Total non current liabilities		103 348 341	115 904 097	117 438 098	86 342 683	85 229 710	85 229 710	58 719 049	26 510 660	45.15	117 438 098
TOTAL LIABILITIES		219 139 715	214 588 498	216 314 129	170 371 776	179 032 829	179 032 829	108 157 065	70 875 764	65.53	216 314 129
NET ASSETS	2	542 527 346	613 211 949	613 677 295	457 566 404	613 260 294	613 260 294	306 838 647	306 421 646	99.86	613 677 295
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		514 525 164	574 906 225	575 171 379	431 814 622	583 849 965	583 849 965	287 585 690	296 264 275	0	575 171 379
Reserves		27 407 174	38 305 725	38 276 858	25 398 449	27 295 497	27 295 497	19 138 429	8 157 068	0	38 276 858
Minorities interests		595 008		229 057	353 333	2 114 832	2 114 832	114 529	2 000 303	2	229 057
TOTAL COMMUNITY WEALTH/EQUITY	2	542 527 346	613 211 949	613 677 295	457 566 404	613 260 294	613 260 294	306 838 647	306 421 646	0	613 677 295

Source: National Treasury Local Government database

3. Consolidated cash flow

Summary - Table C7 Quarterly Budget Statement - Cash Flows for 4th Quarter ended 30 June 2018

Description	Ref	Budget year 2017/18								
		Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES	1									
Receipts										
Property rates, penalties and collection charges		53 787 793	54 317 699	13 349 048	13 786 221	27 135 270	54 317 699	(27 182 429)	(50.04)	54 317 699
Service charges		157 420 672	156 910 513	35 997 843	37 263 123	73 260 966	156 910 513	(83 649 547)	(53.31)	156 910 513
Other revenue		22 156 294	22 158 210	11 178 612	11 318 916	22 497 529	22 158 210	339 318	1.53	22 158 210
Government - operating		76 476 554	77 013 934	29 058 790	20 040 849	49 099 638	77 013 934	(27 914 296)	(36.25)	77 013 934
Government - capital		42 282 507	42 390 644	11 931 747	9 917 450	21 849 197	42 390 644	(20 541 447)	(48.46)	42 390 644
Interest		7 569 035	7 569 043	1 410 593	1 281 899	2 692 492	7 569 043	(4 876 551)	(64.43)	7 569 043
Dividends		56 069	56 069	1 086	1 044	2 130	56 069	(53 939)	(96.20)	56 069
Payments										
Suppliers and employees		(279 296 307)	(279 751 330)	(84 864 922)	(74 953 674)	(159 818 596)	(279 751 330)	119 932 734	(42.87)	(279 751 330)
Finance charges		(9 153 233)	(9 149 140)	(939 666)	(2 998 854)	(3 938 519)	(9 149 140)	5 210 620	(56.95)	(9 149 140)
Transfers and grants		(3 772 304)	(3 661 559)	(771 343)	(1 087 435)	(1 858 777)	(3 661 559)	1 802 781	(49.24)	(3 661 559)
NET CASH FROM/(USED) OPERATING ACTIVITIES		67 527 078	67 854 084	16 351 790	14 569 538	30 921 328	67 854 084	(36 932 756)	(54.43)	67 854 084
CASH FLOW FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1 039 583	1 045 580	1 516 949	(1 054 381)	462 569	1 045 580	(583 011)	(55.76)	1 045 580
Decrease in non-current debtors		148 413	148 413	(27 395)	677 416	650 021	148 413	501 609	337.98	148 413
Decrease in other non-current receivables		249 819	357 883	65 137	154 573	219 710	357 883	(138 172)	(38.61)	357 883
Decrease (increase) in non-current investments		930 328	930 328	120 582	(7 222 046)	(7 101 464)	930 328	(8 031 793)	(863.33)	930 328
Payments										
Capital assets		(68 868 950)	(70 772 257)	(9 651 926)	(2 993 363)	(12 645 289)	(70 772 257)	58 126 968	(82.13)	(70 772 257)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(66 500 807)	(68 290 053)	(7 976 652)	(10 437 801)	(18 414 453)	(68 290 053)	49 875 600	(73.03)	(68 290 053)
CASH FLOW FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		506 000	506 000	3 192 328	28 835	3 221 163	506 000	2 715 163	536.59	506 000
Borrowing long term/refinancing		12 655 407	14 248 737	5 053 931	(133 894)	4 920 038	14 248 737	(9 328 699)	(65.47)	14 248 737
Increase (decrease) in consumer deposits		222 778	223 345	54 611	64 043	118 654	223 345	(104 691)	(46.87)	223 345
Payments										
Repayment of borrowing		(7 772 042)	(7 912 784)	(1 587 751)	(1 052 510)	(2 640 261)	(7 912 784)	5 272 524	(66.63)	(7 912 784)
NET CASH FROM/(USED) FINANCING ACTIVITIES		5 612 143	7 065 297	6 713 121	(1 093 526)	5 619 594	7 065 297	(1 445 703)	(20.46)	7 065 297
NET INCREASE/(DECREASE) IN CASH HELD		6 638 414	6 629 328	15 088 258	3 038 211	18 126 469	6 629 328	11 497 142	173.43	6 629 328
Cash/cash equivalents at the year begin:		43 488 674	43 206 756	41 381 873	55 728 322	41 381 873	43 206 756	(1 824 883)	(4.22)	43 206 756
Cash/cash equivalents at the year end:		50 127 088	49 836 083	56 470 131	58 766 534	59 508 342	49 836 083	9 672 259	19.41	49 836 083

Source: National Treasury Local Government database

4. Aggregated revenue and expenditure for municipalities

National aggregated revenue as at 2nd Quarter Ended 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/18
	Operating	Capital	Total	Operating	Capital	Total	2nd Q as % of Main app	Operating	Capital	Total	Total as % of main app	Operating	Capital	Total	Total as % of main app	
Revenue																
Category A (Metro)	204 887 025	37 916 441	242 803 466	48 752 049	6 774 096	55 526 145	22.9%	102 511 631	9 918 213	112 429 845	46.3%	47 910 818	7 055 205	54 966 023	48.0%	1.0%
Category B (Local)	117 722 794	23 169 679	140 892 473	23 566 592	4 637 175	28 203 767	20.0%	57 795 166	7 639 927	65 435 093	46.4%	25 939 968	4 529 204	30 469 172	50.4%	(7.4%)
Category C (District)	19 938 784	9 536 975	29 475 759	5 211 997	1 705 957	6 917 954	23.5%	11 081 312	3 060 198	14 141 510	48.0%	4 614 687	2 058 077	6 672 765	46.3%	3.7%
Total	342 548 602	70 623 096	413 171 698	77 530 638	13 117 228	90 647 866	21.9%	171 388 109	20 618 338	192 006 447	46.5%	78 465 473	13 642 486	92 107 959	48.7%	(1.6%)
Summary per Province																
Eastern Cape	29 686 854	8 805 888	38 492 742	7 041 647	1 528 574	8 570 221	22.3%	17 558 854	2 841 600	20 400 454	53.0%	6 615 894	1 903 589	8 519 483	44.5%	0.6%
Free State	16 800 636	2 821 395	19 622 031	3 747 186	504 455	4 251 641	21.7%	7 823 944	816 463	8 640 407	44.0%	3 663 049	764 971	4 428 020	48.0%	(4.0%)
Gauteng	125 408 823	20 419 616	145 828 439	29 483 971	3 560 179	33 044 150	22.7%	62 107 906	4 683 952	66 791 858	45.8%	28 900 392	3 088 287	31 988 680	46.7%	3.3%
Kwazulu-Natal	58 805 827	14 570 998	73 376 825	13 617 209	2 664 083	16 281 291	22.2%	30 382 276	4 491 440	34 873 715	47.5%	14 201 544	3 065 709	17 267 253	51.9%	(5.7%)
Limpopo	16 386 863	6 261 795	22 648 658	4 035 548	1 353 476	5 389 023	23.8%	8 386 214	2 235 075	10 621 290	46.9%	3 336 417	1 174 127	4 510 543	46.1%	19.5%
Mpumalanga	16 717 571	3 152 048	19 869 619	3 052 756	614 465	3 667 220	18.5%	7 455 460	1 077 184	8 532 645	42.9%	3 517 327	727 307	4 244 635	49.3%	(13.6%)
North West	16 988 909	3 107 218	20 096 127	2 103 337	612 247	2 715 585	13.5%	6 235 910	922 739	7 158 648	35.6%	3 792 201	658 183	4 450 384	58.2%	(39.0%)
Northern Cape	6 304 117	1 391 803	7 695 920	1 162 199	242 050	1 404 249	18.2%	3 010 074	424 258	3 434 332	44.6%	2 028 639	198 414	2 227 053	54.3%	(36.9%)
Western Cape	55 449 003	10 092 333	65 541 336	13 286 785	2 037 700	15 324 485	23.4%	28 427 472	3 125 626	31 553 098	48.1%	12 410 010	2 061 898	14 471 908	50.0%	5.9%
Total National	342 548 602	70 623 096	413 171 698	77 530 638	13 117 228	90 647 866	21.9%	171 388 109	20 618 338	192 006 447	46.5%	78 465 473	13 642 486	92 107 959	48.7%	(1.6%)

Source: National Treasury Local Government database

National aggregated expenditure as at 2nd Quarter Ended 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/18
	Operating	Capital	Total	Operating	Capital	Total	2nd 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)	203 362 646	37 916 441	241 279 088	49 850 220	6 774 096	56 624 316	23.5%	95 134 646	9 918 213	105 052 860	43.5%	44 674 327	7 055 205	51 729 531	43.4%	9.5%
Category B (Local)	122 539 452	23 169 679	145 709 131	23 074 268	4 637 175	27 711 443	19.0%	44 498 400	7 639 927	52 138 326	35.8%	24 774 200	4 529 204	29 303 404	40.1%	(5.4%)
Category C (District)	20 372 586	9 536 975	29 909 562	4 464 477	1 705 957	6 170 434	20.6%	8 004 188	3 060 198	11 064 386	37.0%	4 403 591	2 058 077	6 461 668	39.4%	(4.5%)
Total	346 274 685	70 623 096	416 897 781	77 388 965	13 117 228	90 506 194	21.7%	147 637 234	20 618 338	168 255 572	40.4%	73 852 117	13 642 486	87 494 603	42.0%	3.4%
Summary per Province																
Eastern Cape	30 792 297	8 805 888	39 598 186	7 528 494	1 528 574	9 057 068	22.9%	13 511 303	2 841 600	16 352 902	41.3%	6 191 046	1 903 589	8 094 635	39.4%	11.9%
Free State	17 549 597	2 821 395	20 370 993	3 697 552	504 455	4 202 007	20.6%	6 640 773	816 463	7 457 236	36.6%	3 531 322	764 971	4 296 293	41.3%	(2.2%)
Gauteng	124 510 694	20 419 616	144 930 310	30 662 318	3 560 179	34 222 497	23.6%	57 828 090	4 683 952	62 512 042	43.1%	28 191 910	3 088 287	31 280 197	43.2%	9.4%
Kwazulu-Natal	58 688 407	14 570 998	73 259 405	13 035 027	2 664 083	15 699 110	21.4%	26 534 336	4 491 440	31 025 776	42.4%	12 876 363	3 065 709	15 942 072	43.5%	(1.5%)
Limpopo	15 798 928	6 261 795	22 060 723	3 225 649	1 353 476	4 579 124	20.8%	6 038 403	2 235 075	8 273 478	37.5%	3 121 296	1 174 127	4 295 423	37.4%	6.6%
Mpumalanga	17 850 732	3 152 048	21 002 781	2 861 276	614 465	3 475 741	16.5%	5 364 125	1 077 184	6 441 310	30.7%	3 271 262	727 307	3 998 570	37.4%	(13.1%)
North West	18 461 735	3 107 218	21 568 953	1 915 495	612 247	2 527 742	11.7%	4 886 531	922 739	5 809 270	26.9%	3 429 917	658 183	4 088 100	46.3%	(38.2%)
Northern Cape	6 621 198	1 391 803	8 013 001	1 219 040	242 050	1 461 090	18.2%	2 517 402	424 258	2 941 660	36.7%	1 362 506	198 414	1 560 920	38.3%	(6.4%)
Western Cape	56 001 098	10 092 333	66 093 431	13 244 115	2 037 700	15 281 815	23.1%	24 316 271	3 125 626	27 441 898	41.5%	11 876 495	2 061 898	13 938 394	41.7%	9.6%
Total National	346 274 685	70 623 096	416 897 781	77 388 965	13 117 228	90 506 194	21.7%	147 637 234	20 618 338	168 255 572	40.4%	73 852 117	13 642 486	87 494 603	42.0%	3.4%

Source: National Treasury Local Government database

Quarterly Budget Statement Summary as at 31 December 2017

Description	2016/17		Budget year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
Financial Performance									
Property rates	51 905 637	58 073 374	58 059 074	16 928 559	13 317 511	30 246 071	29 206 159	1 039 912	3.56
Service charges	156 076 757	174 098 607	174 097 811	45 002 736	37 736 958	82 739 695	87 134 505	(4 394 811)	(5.04)
Investment revenue	4 886 803	4 765 505	4 767 168	836 001	1 392 777	2 228 778	1 946 420	282 358	14.51
Transfers recognised - operational	65 630 913	76 566 063	77 124 802	24 603 143	19 541 953	44 145 096	43 205 351	939 746	2.18
Other own revenue	30 240 239	29 045 054	29 049 654	6 487 032	5 541 438	12 028 470	13 828 501	(1 800 031)	(13.02)
Total Revenue (excluding capital transfers and contributions)	308 740 348	342 548 602	343 098 509	93 857 471	77 530 638	171 388 109	175 320 935	(3 932 826)	(2.24)
Employee costs	85 501 891	99 464 317	99 495 923	22 273 005	23 909 011	46 182 016	48 997 288	(2 815 272)	(5.75)
Remuneration of councillors	3 338 206	3 991 169	3 990 994	826 103	814 998	1 641 102	1 939 704	(298 602)	(15.39)
Depreciation & asset impairment	28 826 421	29 994 911	29 994 911	4 221 843	5 850 663	10 072 506	13 879 121	(3 806 615)	(27.43)
Finance charges	8 959 454	9 722 678	9 759 527	1 326 620	2 725 588	4 052 208	4 412 152	(359 944)	(8.16)
Materials and bulk purchases	100 233 890	109 760 001	110 108 165	25 710 939	23 306 047	49 016 986	55 111 818	(6 094 832)	(11.06)
Transfers and grants	6 248 027	4 077 617	4 371 609	830 451	1 367 194	2 197 644	1 793 468	404 176	22.54
Other expenditure	90 598 708	88 867 189	88 504 378	15 044 524	19 399 562	34 444 086	40 610 816	(6 166 731)	(15.18)
Total Expenditure	323 706 597	345 877 882	346 225 508	70 233 485	77 373 062	147 606 547	166 744 367	(19 137 820)	(11.48)
Surplus/(Deficit)	(14 966 249)	(3 329 280)	(3 126 999)	23 623 986	157 575	23 781 562	8 576 568	15 204 994	177.29
Transfers recognised - capital	34 449 005	41 447 343	41 586 013	6 338 400	7 717 662	14 056 062	19 920 260	(5 864 197)	(29.44)
Contributions recognised - capital & contributed assets	81 958	683 170	679 490	35 197	11 637	46 834	687 480	(640 646)	(93.19)
Surplus/(Deficit) after capital transfers & contributions	19 564 714	38 801 233	39 138 504	29 997 584	7 886 875	37 884 458	29 184 308	8 700 150	29.81
Share of surplus/ (deficit) of associate	21 931	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	19 586 644	38 801 233	39 138 504	29 997 584	7 886 875	37 884 458	29 184 308	8 700 150	29.81
Capital expenditure & funds sources									
Capital expenditure	64 235 548	70 623 096	72 840 188	7 501 109	13 117 228	20 618 338	36 420 094	(15 801 756)	(43.39)
Transfers recognised - capital	38 646 277	42 207 765	42 354 666	5 242 564	8 082 379	13 324 943	21 177 333	(7 852 390)	(37.08)
Public contributions & donations	2 797 538	834 801	841 530	110 921	358 241	469 162	420 765	48 397	11.50
Borrowing	8 288 962	13 327 264	15 065 641	926 962	2 130 292	3 057 254	7 532 821	(4 475 567)	(59.41)
Internally generated funds	14 502 772	14 253 266	14 578 350	1 220 663	2 546 316	3 766 979	7 289 175	(3 522 196)	(48.32)
Total sources of capital funds	64 235 548	70 623 096	72 840 188	7 501 110	13 117 228	20 618 338	36 420 094	(15 801 756)	(43.39)

Source: National Treasury Local Government database

Salaries and wages expenditure as at 2nd Quarter Ended 31 December 2017

R thousands	Main appropriation	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
		Actual Expenditure	1st Q as % of Main app	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total as % of main app	Actual Expenditure	Total as % of main app	
Category A (Metro)	64 809 256	13 307 880	20.5%	14 545 111	22.4%	27 852 991	43.0%	12 896 662	48.7%	12.8%
Category B (Local)	37 642 016	7 830 974	20.8%	8 166 065	21.7%	15 997 039	42.5%	8 185 752	46.7%	(0.2%)
Category C (District)	8 610 419	1 960 255	22.8%	2 012 833	23.4%	3 973 088	46.1%	1 917 493	46.4%	5.0%
Total	111 061 692	23 099 108	20.8%	24 724 010	22.3%	47 823 118	43.1%	22 999 908	47.8%	7.5%
Per Province										
Eastern Cape	10 778 714	2 343 213	21.7%	2 529 083	23.5%	4 872 295	45.2%	2 241 904	44.2%	12.8%
Free State	5 352 588	1 180 439	22.1%	1 404 100	26.2%	2 584 538	48.3%	1 249 378	49.0%	12.4%
Gauteng	39 833 938	7 388 046	18.5%	7 901 190	19.8%	15 289 236	38.4%	7 134 153	48.5%	10.8%
Kwazulu-Natal	18 469 466	4 158 374	22.5%	4 492 192	24.3%	8 650 566	46.8%	4 258 130	48.2%	5.5%
Limpopo	5 918 249	1 240 356	21.0%	1 142 872	19.3%	2 383 228	40.3%	1 213 361	43.5%	(5.8%)
Mpumalanga	5 400 269	1 144 413	21.2%	1 191 910	22.1%	2 336 322	43.3%	1 139 124	47.2%	4.6%
North West	4 616 020	1 030 884	22.3%	616 712	13.4%	1 647 597	35.7%	1 052 368	54.2%	(41.4%)
Northern Cape	2 547 752	498 613	19.6%	577 700	22.7%	1 076 313	42.2%	597 131	46.0%	(3.3%)
Western Cape	18 144 697	4 114 772	22.7%	4 868 251	26.8%	8 983 023	49.5%	4 114 359	48.1%	18.3%
Total	111 061 692	23 099 108	20.8%	24 724 010	22.3%	47 823 118	43.1%	22 999 908	47.8%	7.5%

Source: National Treasury Local Government database

5. Aggregate revenue and expenditure trends for metros

Metro Aggregated Revenue as at 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/17
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	2nd Q as % of Main app	Operating Revenue	Capital Revenue	Total	Total Rev as % of main app	Operating Revenue	Capital Revenue	Total	Total Revenue as % of main app	
Buffalo City	6 200 028	1 646 166	7 846 195	1 568 884	299 183	1 868 067	23.8%	3 213 936	426 808	3 640 744	46.4%	1 653 615	364 327	2 017 942	48.5%	(7.4%)
Cape Town	38 292 542	7 023 203	45 315 745	9 565 056	1 413 313	10 978 369	24.2%	19 503 309	2 203 961	21 707 270	47.9%	9 047 293	1 518 669	10 565 962	49.9%	3.9%
City of Ekurhuleni	32 294 898	6 715 956	39 010 854	8 531 350	1 166 192	9 697 542	24.9%	17 204 242	1 530 496	18 734 738	48.0%	8 047 337	833 087	8 880 423	49.7%	9.2%
eThekweni	33 384 656	7 340 084	40 724 740	7 642 409	1 172 886	8 815 295	21.6%	17 020 956	2 064 470	19 085 426	46.9%	8 135 683	1 497 062	9 632 745	51.2%	(8.5%)
City Of Johannesburg	48 849 779	8 589 421	57 439 200	10 547 353	1 403 080	11 950 433	20.8%	22 850 419	1 879 116	24 729 535	43.1%	10 671 413	1 203 273	11 874 686	44.2%	0.6%
Mangaung	6 275 571	1 139 436	7 415 008	1 487 689	258 572	1 746 261	23.6%	2 670 144	382 396	3 052 540	41.2%	1 204 897	443 577	1 648 474	42.8%	5.9%
Nelson Mandela Bay	9 363 536	1 601 891	10 965 427	2 448 119	346 405	2 794 524	25.5%	5 073 473	577 901	5 651 373	51.5%	2 063 469	307 611	2 371 080	46.4%	17.9%
City Of Tshwane	30 226 013	3 860 284	34 086 298	6 961 190	714 465	7 675 655	22.5%	14 975 154	853 065	15 828 218	46.4%	7 087 111	887 599	7 974 710	48.1%	(3.8%)
Total	204 887 025	37 916 441	242 803 466	48 752 049	6 774 096	55 526 145	22.9%	102 511 631	9 918 213	112 429 845	46.3%	47 910 818	7 055 205	54 966 023	48.0%	1.0%

Source: National Treasury Local Government database

Metros aggregated expenditure as at 2nd Quarter Ended 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/18
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	2nd Q as % of Main app	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main app	Operating Expenditure	Capital Expenditure	Total	Total Expenditure as % of main app	
Buffalo City	6 198 140	1 646 166	7 844 306	2 079 074	299 183	2 378 257	30.3%	3 516 438	426 808	3 943 246	50.3%	1 427 595	364 327	1 791 922	44.9%	32.7%
Cape Town	38 322 274	7 023 203	45 345 477	8 976 593	1 413 313	10 389 905	22.9%	17 004 804	2 203 961	19 208 766	42.4%	7 974 124	1 518 669	9 492 793	42.4%	9.5%
City of Ekurhuleni	32 773 094	6 715 956	39 489 050	7 851 619	1 166 192	9 017 811	22.8%	14 964 635	1 530 496	16 495 131	41.8%	7 585 732	833 087	8 418 819	44.1%	7.1%
eThekweni	32 697 271	7 340 084	40 037 355	7 459 812	1 172 886	8 632 698	21.6%	15 320 889	2 064 470	17 385 359	43.4%	6 915 297	1 497 062	8 412 359	42.3%	2.6%
City Of Johannesburg	47 740 117	8 589 421	56 329 538	11 269 792	1 403 080	12 672 872	22.5%	22 799 773	1 879 116	24 678 889	43.8%	10 516 798	1 203 273	11 720 071	44.0%	8.1%
Mangaung	6 147 612	1 139 436	7 287 049	1 566 015	258 572	1 824 587	25.0%	2 558 678	382 396	2 941 074	40.4%	1 443 720	443 577	1 887 297	42.6%	(3.3%)
Nelson Mandela Bay	9 488 809	1 601 891	11 090 701	2 275 678	346 405	2 622 083	23.6%	4 255 830	577 901	4 833 731	43.6%	2 007 958	307 611	2 315 569	45.6%	13.2%
City Of Tshwane	29 995 329	3 860 284	33 855 613	8 371 638	714 465	9 086 103	26.8%	14 713 598	853 065	15 566 663	46.0%	6 803 103	887 599	7 690 703	43.1%	18.1%
Total	203 362 646	37 916 441	241 279 088	49 850 220	6 774 096	56 624 316	23.5%	95 134 646	9 918 213	105 052 860	43.5%	44 674 327	7 055 205	51 729 531	43.4%	9.5%

Source: National Treasury Local Government database

Quarterly Budget Statement Summary as at 31 December 2017

R thousands	Description	Budget year 2017/18						
		Original Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
Financial Performance								
	Property rates	40 491 172	10 359 830	10 242 310	20 602 140	19 856 652	745 488	3.75
	Service charges	115 349 313	29 459 790	26 522 242	55 982 032	58 837 757	(2 855 725)	(4.85)
	Investment revenue	3 135 983	530 099	1 020 058	1 550 158	1 206 117	344 041	28.52
	Transfers recognised - operational	30 187 405	9 468 113	7 598 074	17 066 187	16 757 305	308 881	1.84
	Other own revenue	15 723 152	3 941 750	3 369 365	7 311 115	7 710 474	(399 359)	(5.18)
	Total Revenue (excluding capital transfers and contributions)	204 887 025	53 759 583	48 752 049	102 511 631	104 368 304	(1 856 673)	(1.78)
	Employee costs	56 319 357	13 102 707	14 337 651	27 440 359	28 164 391	(724 033)	(2.57)
	Remuneration of councillors	883 694	205 173	207 459	412 632	422 622	(9 990)	(2.36)
	Depreciation & asset impairment	15 462 388	2 886 360	4 099 372	6 985 732	7 496 412	(510 680)	(6.81)
	Finance charges	7 749 954	1 113 489	2 294 216	3 407 706	3 456 215	(48 509)	(1.40)
	Materials and bulk purchases	72 040 176	18 183 330	16 168 670	34 352 001	37 077 700	(2 725 699)	(7.35)
	Transfers and grants	2 201 769	491 138	867 958	1 359 096	975 656	383 440	39.30
	Other expenditure	48 308 506	9 287 445	11 858 989	21 146 434	22 292 166	(1 145 732)	(5.14)
	Total Expenditure	202 965 843	45 269 642	49 834 317	95 103 959	99 885 163	(4 781 204)	(4.79)
	Surplus/(Deficit)	1 921 181	8 489 940	(1 082 268)	7 407 672	4 483 141	2 924 531	65.23
	Transfers recognised - capital	17 363 005	1 633 146	3 089 278	4 722 424	7 206 600	(2 484 176)	(34.47)
	Contributions recognised - capital & contributed assets	182 585	31 776	3 296	35 071	180 789	(145 717)	(80.60)
	Surplus/(Deficit) after capital transfers & contributions	19 466 772	10 154 863	2 010 305	12 165 168	11 870 530	294 638	2.48
	Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-
	Surplus/(Deficit) for the year	19 466 772	10 154 863	2 010 305	12 165 168	11 870 530	294 638	2.48
Capital expenditure & funds sources								
	Capital expenditure	37 916 441	3 144 117	6 774 096	9 918 213	19 780 124	(9 861 911)	(49.86)
	Transfers recognised - capital	17 309 187	1 423 692	3 005 525	4 429 218	8 665 000	(4 235 782)	(48.88)
	Public contributions & donations	541 390	83 889	311 344	395 233	270 695	124 539	46.01
	Borrowing	11 425 976	809 763	1 792 900	2 602 663	6 481 725	(3 879 062)	(59.85)
	Internally generated funds	8 639 890	826 773	1 664 327	2 491 099	4 362 705	(1 871 606)	(42.90)
	Total sources of capital funds	37 916 441	3 144 117	6 774 096	9 918 213	19 780 124	(9 861 911)	(49.86)

Source: National Treasury Local Government database

6. Aggregated revenue and expenditure for secondary cities

Secondary cities aggregated budgets and revenue as at 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/18
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	2nd 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	
City Of Maflosana	2 955 774	213 747	3 169 521	-	23 829	23 829	.8%	732 070	69 331	801 401	25.3%	606 585	29 859	636 444	51.2%	(96.3%)
City of Mbombela	2 734 077	607 134	3 341 211	687 973	168 520	856 492	25.6%	1 402 125	181 613	1 583 738	47.4%	303 926	214 503	518 429	36.7%	65.2%
Drakenstein	2 107 107	633 142	2 740 248	389 338	213 708	603 046	22.0%	1 241 466	280 523	1 521 989	55.5%	355 821	135 427	491 248	52.6%	22.8%
Emalahleni (Mp)	2 917 169	245 503	3 162 671	6 632	26 018	32 650	1.0%	257 945	26 018	283 963	9.0%	551 612	8 134	559 745	40.2%	(94.2%)
Emluleni	6 028 010	423 589	6 451 599	1 596 622	59 919	1 656 541	25.7%	3 110 070	92 681	3 202 751	49.6%	1 303 338	47 281	1 350 618	45.3%	22.7%
George	1 735 267	340 932	2 076 199	391 813	33 903	425 716	20.5%	743 633	58 817	802 450	38.6%	391 230	38 701	429 931	42.1%	(1.0%)
Govan Mbeki	1 687 472	104 396	1 791 868	0	1 463	1 463	.1%	346 329	4 726	351 054	19.6%	403 817	20 217	424 034	49.9%	(99.7%)
J B Marks	1 572 913	241 498	1 814 411	328 304	78 005	406 309	22.4%	471 985	97 923	569 908	31.4%	456 068	70 204	526 272	-	(22.8%)
Madibeng	1 688 185	301 005	1 989 190	457 244	53 424	510 669	25.7%	965 114	66 286	1 031 400	51.9%	224 009	90 695	314 703	45.4%	62.3%
Majhlabeng	2 324 173	181 215	2 505 388	561 691	35 688	597 378	23.8%	1 226 029	73 756	1 299 785	51.9%	552 720	57 002	609 722	57.0%	(2.0%)
Mogale City	2 580 168	293 878	2 874 046	632 635	92 896	725 530	25.2%	1 339 775	141 426	1 481 201	51.5%	580 928	58 866	639 794	47.6%	13.4%
Msunduzi	4 937 882	698 424	5 636 306	1 116 533	158 992	1 275 524	22.6%	2 322 873	215 187	2 538 060	45.0%	1 044 312	133 383	1 177 694	45.7%	8.3%
Newcastle	1 742 062	252 778	1 994 840	477 218	62 996	540 213	27.1%	977 235	87 722	1 064 957	53.4%	489 816	38 529	528 345	54.1%	2.2%
Polokwane	3 292 262	1 230 118	4 522 380	710 400	224 552	934 952	20.7%	1 440 167	431 299	1 871 466	41.4%	696 880	126 815	823 695	40.4%	13.5%
Rustenburg	4 717 778	581 219	5 298 997	267 239	147 866	415 105	7.8%	1 299 465	220 865	1 520 330	28.7%	969 950	119 884	1 089 834	47.3%	(61.9%)
Sol Plaatje	1 944 729	232 066	2 176 794	402 487	58 985	461 472	21.2%	1 041 708	76 862	1 118 570	51.4%	439 209	27 606	466 815	53.7%	(1.1%)
Stellenbosch	1 427 946	418 057	1 846 002	317 183	70 110	387 293	21.0%	749 577	84 584	834 162	45.2%	246 237	68 599	314 836	53.4%	23.0%
Steve Tshwete	1 357 202	282 175	1 639 377	348 331	67 774	416 105	25.4%	799 379	93 910	893 289	54.5%	335 587	41 974	377 561	47.0%	10.2%
uMhlatuze	2 895 441	521 255	3 416 696	624 602	100 586	725 188	21.2%	1 524 439	134 107	1 658 545	48.5%	677 323	78 037	755 360	49.8%	(4.0%)
Total	50 645 617	7 802 129	58 447 746	9 316 244	1 679 236	10 995 480	18.8%	21 991 384	2 437 635	24 429 019	41.8%	10 629 368	1 405 717	12 035 084	48.7%	(8.6%)

Source: National Treasury Local Government database

Secondary cities aggregated budgets and expenditure as at 2nd Quarter Ended 31 December 2017

R thousands	Main appropriation			Second Quarter 2017/18				Year to date: 31 December 2017				Second Quarter 2016/17				Q2 of 2016/17 to Q2 of 2017/18
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	2nd 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 Maflosana	3 277 018	213 747	3 490 765	-	23 829	23 829	.7%	535 959	69 331	605 290	17.3%	762 604	29 859	792 463	45.0%	(97.0%)
City of Mbombela	2 682 858	607 134	3 289 992	584 676	168 520	753 196	22.9%	988 359	181 613	1 169 972	35.6%	466 915	214 503	681 417	37.8%	10.5%
Drakenstein	2 182 693	633 142	2 815 835	587 061	213 708	800 769	28.4%	973 384	280 523	1 253 907	44.5%	516 335	135 427	651 762	41.7%	22.9%
Emalahleni (Mp)	3 077 035	245 503	3 322 538	234 323	26 018	260 341	7.8%	446 447	26 018	472 465	14.2%	372 623	8 134	380 757	22.0%	(31.6%)
Emluleni	5 864 496	423 589	6 288 085	1 276 201	59 919	1 336 120	21.2%	1 738 226	92 681	1 830 907	29.1%	1 374 797	47 281	1 422 078	35.3%	(6.0%)
George	1 812 023	340 932	2 152 954	498 346	33 903	532 249	24.7%	726 843	58 817	785 660	36.5%	411 260	38 701	449 961	39.9%	18.3%
Govan Mbeki	1 655 807	104 396	1 760 203	-	1 463	1 463	.1%	267 162	4 726	271 888	15.4%	379 099	20 217	399 316	55.1%	(99.6%)
J B Marks	1 711 554	241 498	1 953 052	322 631	78 005	400 636	20.5%	612 995	97 923	710 918	36.4%	342 268	70 204	412 472	-	(2.9%)
Madibeng	2 293 154	301 005	2 594 159	392 331	53 424	445 756	17.2%	637 624	66 286	703 910	27.1%	318 944	90 695	409 639	42.6%	8.8%
Majhlabeng	2 322 822	181 215	2 504 037	431 223	35 688	466 911	18.6%	896 250	73 756	970 006	38.7%	367 642	57 002	424 644	38.1%	10.0%
Mogale City	2 519 890	293 878	2 813 768	624 923	92 896	717 819	25.5%	1 232 100	141 426	1 373 526	48.8%	630 919	58 866	689 785	42.5%	4.1%
Msunduzi	4 904 829	698 424	5 603 253	1 015 601	158 992	1 174 593	21.0%	2 104 217	215 187	2 319 404	41.4%	1 090 590	133 383	1 223 973	42.3%	(4.0%)
Newcastle	1 816 269	252 778	2 069 047	566 582	62 996	629 578	30.4%	1 029 905	87 722	1 117 627	54.0%	522 285	38 529	560 814	49.9%	12.3%
Polokwane	2 902 258	1 230 118	4 132 376	704 040	224 552	928 592	22.5%	1 367 908	431 299	1 799 207	43.5%	641 236	126 815	768 052	39.2%	20.9%
Rustenburg	4 627 538	581 219	5 208 757	275 476	147 866	423 342	8.1%	1 120 564	220 865	1 341 429	25.8%	760 903	119 884	880 788	47.6%	(51.9%)
Sol Plaatje	1 936 491	232 066	2 168 556	409 197	58 985	468 183	21.6%	969 271	76 862	1 046 132	48.2%	373 660	27 606	401 266	47.3%	16.7%
Stellenbosch	1 486 676	418 057	1 904 732	370 007	70 110	440 117	23.1%	607 531	84 584	692 116	36.3%	353 440	68 599	422 038	36.8%	4.3%
Steve Tshwete	1 421 172	282 175	1 703 347	309 047	67 774	376 821	22.1%	598 529	93 910	692 439	40.7%	311 419	41 974	353 394	40.5%	6.6%
uMhlatuze	2 882 744	521 255	3 403 999	658 420	100 586	759 006	22.3%	1 430 854	134 107	1 564 961	46.0%	677 027	78 037	755 064	47.2%	0.5%
Total	51 377 325	7 802 129	59 179 454	9 260 085	1 679 236	10 939 321	18.5%	18 284 128	2 437 635	20 721 763	35.0%	10 673 967	1 405 717	12 079 683	42.2%	(9.4%)

Source: National Treasury Local Government database

Quarterly Budget Statement Summary as at 31 December 2017

Description	Budget year 2017/18							
	R thousands	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
Financial Performance								
Property rates	7 638 571	2 351 025	1 383 701	3 734 726	4 102 811	(368 084)	(8.97)	
Service charges	30 579 749	6 974 661	5 468 225	12 442 887	15 394 382	(2 951 496)	(19.17)	
Investment revenue	348 580	64 729	85 677	150 406	166 562	(16 156)	(9.70)	
Transfers recognised - operational	8 006 611	2 537 694	1 757 905	4 295 598	4 199 048	96 550	2.30	
Other own revenue	4 083 856	747 031	620 737	1 367 767	1 958 331	(590 564)	(30.16)	
Total Revenue (excluding capital transfers and contributions)	50 657 368	12 675 140	9 316 244	21 991 384	25 821 135	(3 829 751)	(14.83)	
Employee costs	12 303 171	2 517 122	2 701 213	5 218 335	6 081 256	(862 921)	(14.19)	
Remuneration of councillors	576 563	118 365	121 147	239 512	288 110	(48 598)	(16.87)	
Depreciation & asset impairment	5 235 812	654 394	810 826	1 465 220	2 524 407	(1 059 186)	(41.96)	
Finance charges	970 431	138 422	208 716	347 138	475 992	(128 854)	(27.07)	
Materials and bulk purchases	19 220 727	3 874 851	3 368 179	7 243 030	9 448 830	(2 205 800)	(23.34)	
Transfers and grants	330 933	117 617	87 067	204 684	126 306	78 378	62.05	
Other expenditure	12 751 440	1 603 272	1 962 937	3 566 208	6 005 078	(2 438 870)	(40.61)	
Total Expenditure	51 389 076	9 024 043	9 260 085	18 284 128	24 949 978	(6 665 850)	(26.72)	
Surplus/(Deficit)	(731 708)	3 651 098	56 159	3 707 256	871 157	2 836 100	325.56	
Transfers recognised - capital	4 551 446	422 264	552 316	974 580	2 365 414	(1 390 834)	(58.80)	
Contributions recognised - capital & contributed assets	52 545	-	-	-	141 383	(141 383)	(100.00)	
Surplus/(Deficit) after capital transfers & contributions	3 872 283	4 073 362	608 474	4 681 836	3 377 954	1 303 882	38.60	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	
Surplus/(Deficit) for the year	3 872 283	4 073 362	608 474	4 681 836	3 377 954	1 303 882	38.60	
Capital expenditure & funds sources								
Capital expenditure	8 135 588	758 399	1 679 236	2 437 635	4 067 794	(1 630 159)	(40.07)	
Transfers recognised - capital	4 632 698	545 389	1 023 704	1 569 094	2 316 349	(747 255)	(32.26)	
Public contributions & donations	109 048	12 872	15 720	28 592	54 524	(25 932)	(47.56)	
Borrowing	1 399 822	80 734	296 528	377 262	699 911	(322 649)	(46.10)	
Internally generated funds	1 994 021	119 404	343 284	462 687	997 011	(534 323)	(53.59)	
Total sources of capital funds	8 135 588	758 399	1 679 236	2 437 635	4 067 794	(1 630 159)	(40.07)	

Source: National Treasury Local Government database

7. Operating revenue and expenditure per function for metros

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 Decemb

R thousands	Budget	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main appropriation	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Water Revenue								
Buffalo City	558 472	173 011	31.0%	346 692	62.1%	175 556	61.1%	(1.5%)
Cape Town	4 055 531	813 228	20.1%	1 637 606	40.4%	855 597	50.4%	(5.0%)
City of Ekurhuleni	5 904 996	1 245 048	21.1%	2 912 631	49.3%	1 645 371	53.2%	(24.3%)
eThekweni	4 781 684	684 311	14.3%	1 920 884	40.2%	876 574	56.5%	(21.9%)
City Of Johannesburg	6 514 990	2 608 305	40.0%	5 181 608	79.5%	1 306 117	47.2%	99.7%
Mangaung	1 300 921	257 106	19.8%	479 861	36.9%	269 402	54.9%	(4.6%)
Nelson Mandela Bay	915 535	325 200	35.5%	679 694	74.2%	193 853	51.6%	67.8%
City Of Tshwane	3 937 218	950 431	24.1%	1 942 949	49.3%	939 523	43.0%	1.2%
Total	27 969 347	7 056 640	25.2%	15 101 927	54.0%	6 261 992	50.5%	12.7%

R thousands	Budget	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main appropriation	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Water Expenditure								
Buffalo City	575 132	137 566	23.9%	297 105	51.7%	149 179	58.1%	(7.8%)
Cape Town	3 225 897	824 853	25.6%	1 467 700	45.5%	661 979	45.6%	24.6%
City of Ekurhuleni	5 102 653	1 526 661	29.9%	2 766 262	54.2%	1 477 832	47.4%	3.3%
eThekweni	4 922 325	1 108 923	22.5%	2 075 239	42.2%	791 528	41.4%	40.1%
City Of Johannesburg	5 411 191	2 403 138	44.4%	4 753 159	87.8%	1 555 952	67.2%	54.4%
Mangaung	891 932	216 354	24.3%	342 712	38.4%	179 806	42.1%	20.3%
Nelson Mandela Bay	772 686	275 602	35.7%	388 120	50.2%	187 859	56.5%	46.7%
City Of Tshwane	3 128 834	945 336	30.2%	1 559 827	49.9%	850 943	39.2%	11.1%
Total	24 030 652	7 438 431	31.0%	13 650 125	56.8%	5 855 080	49.2%	27.0%

Source: National Treasury Local Government database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

R thousands	Budget	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Electricity Revenue								
Buffalo City	1 880 968	449 744	23.9%	895 919	47.6%	603 563	52.2%	(25.5%)
Cape Town	12 092 396	2 921 081	24.2%	6 147 018	50.8%	2 877 530	50.8%	1.5%
City of Ekurhuleni	13 624 812	3 384 071	24.8%	7 835 293	57.5%	3 256 285	54.5%	3.9%
eThekweni	13 194 823	2 910 450	22.1%	6 170 960	46.8%	3 091 660	51.2%	(5.9%)
City Of Johannesburg	16 365 805	3 212 407	19.6%	7 373 677	45.1%	3 643 528	47.1%	(11.8%)
Mangaung	2 312 723	501 537	21.7%	979 034	42.3%	500 443	48.2%	0.2%
Nelson Mandela Bay	3 857 239	868 139	22.5%	1 953 554	50.6%	867 942	50.8%	0.0%
City Of Tshwane	11 406 582	2 552 288	22.4%	5 675 099	49.8%	2 541 577	50.2%	0.4%
Total	74 735 348	16 799 718	22.5%	37 030 553	49.5%	17 382 527	50.6%	(3.4%)

R thousands	Budget	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Electricity Expenditure								
Buffalo City	1 829 086	487 518	26.7%	1 003 826	54.9%	409 117	53.7%	19.2%
Cape Town	9 929 327	2 123 380	21.4%	4 519 103	45.5%	2 220 920	46.8%	(4.4%)
City of Ekurhuleni	13 186 125	2 773 500	21.0%	5 777 587	43.8%	2 785 307	49.5%	(0.4%)
eThekweni	11 789 188	2 153 951	18.3%	5 553 104	47.1%	2 214 229	40.9%	(2.7%)
City Of Johannesburg	14 767 783	3 074 798	20.8%	7 702 804	52.2%	3 488 669	52.5%	(11.9%)
Mangaung	2 220 526	501 911	22.6%	901 573	40.6%	516 996	53.3%	(2.9%)
Nelson Mandela Bay	3 712 787	780 628	21.0%	1 848 596	49.8%	773 985	49.7%	0.9%
City Of Tshwane	10 073 638	2 980 230	29.6%	5 459 203	54.2%	2 343 559	48.1%	27.2%
Total	67 508 460	14 875 915	22.0%	32 765 795	48.5%	14 752 782	48.3%	0.8%

Source: National Treasury Local Government database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

Budget Main app	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
R thousands							
Waste Water Management Revenue							
Buffalo City	490 531	156 202 31.8%	286 867	58.5%	122 026	57.4%	28.0%
Cape Town	2 161 406	365 564 16.9%	758 982	35.1%	436 995	48.9%	(16.3%)
City of Ekurhuleni	1 423 583	901 534 63.3%	1 186 050	83.3%	270 905	55.9%	232.8%
eThekwini	1 209 785	283 764 23.5%	663 972	54.9%	305 554	66.0%	(7.1%)
City Of Johannesburg	4 343 327	- -	- -	- -	740 832	41.5%	(100.0%)
Mangaung	403 308	109 487 27.1%	202 015	50.1%	68 574	49.5%	59.7%
Nelson Mandela Bay	787 867	129 824 16.5%	255 650	32.4%	155 930	43.2%	(16.7%)
City Of Tshwane	1 294 911	265 370 20.5%	503 575	38.9%	217 723	45.5%	21.9%
Total	12 114 717	2 211 745 18.3%	3 857 113	31.8%	2 318 539	48.8%	(4.6%)
R thousands							
Waste Water Management expenditure							
Buffalo City	483 287	80 308 16.6%	170 267	35.2%	140 224	51.2%	(42.7%)
Cape Town	1 990 882	410 067 20.6%	755 733	38.0%	372 334	44.2%	10.1%
City of Ekurhuleni	1 289 955	386 649 30.0%	621 342	48.2%	178 426	41.4%	116.7%
eThekwini	1 316 640	382 710 29.1%	696 799	52.9%	336 820	43.5%	13.6%
City Of Johannesburg	3 607 461	- -	- -	- -	338 910	21.9%	(100.0%)
Mangaung	437 423	141 016 32.2%	170 064	38.9%	60 342	42.9%	133.7%
Nelson Mandela Bay	511 934	164 809 32.2%	232 133	45.3%	114 557	47.3%	43.9%
City Of Tshwane	1 107 046	146 984 13.3%	242 152	21.9%	147 879	39.3%	(0.6%)
Total	10 744 629	1 712 544 15.9%	2 888 488	26.9%	1 689 493	35.8%	1.4%

Source: National Treasury Local Government database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

Budget Main app	Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
R thousands							
Waste management Revenue							
Buffalo City	421 021	111 121 26.4%	230 500	54.7%	105 070	50.1%	5.8%
Cape Town	1 363 387	330 056 24.2%	659 606	48.4%	305 062	49.0%	8.2%
City of Ekurhuleni	1 787 173	548 903 30.7%	1 085 305	60.7%	529 514	53.2%	3.7%
eThekwini	1 081 325	169 139 15.6%	524 273	48.5%	261 462	64.8%	(35.3%)
City Of Johannesburg	1 617 798	403 803 25.0%	821 574	50.8%	344 037	46.5%	17.4%
Mangaung	295 760	77 327 26.1%	170 712	57.7%	86 764	65.9%	(10.9%)
Nelson Mandela Bay	337 813	51 794 15.3%	112 691	33.4%	65 476	48.6%	(20.9%)
City Of Tshwane	1 456 585	336 694 23.1%	671 442	46.1%	310 561	49.2%	8.4%
Total	8 360 861	2 028 837 24.3%	4 276 103	51.1%	2 007 946	52.2%	1.0%
R thousands							
Waste management Expenditure							
Buffalo City	359 525	134 538 37.4%	211 906	58.9%	104 484	59.6%	28.8%
Cape Town	1 880 759	479 118 25.5%	835 249	44.4%	532 160	43.7%	(10.0%)
City of Ekurhuleni	1 404 693	353 648 25.2%	622 641	44.3%	490 006	51.9%	(27.8%)
eThekwini	996 947	329 643 33.1%	603 805	60.6%	300 822	60.5%	9.6%
City Of Johannesburg	2 270 446	540 233 23.8%	1 063 106	46.8%	485 918	49.4%	11.2%
Mangaung	201 872	72 389 35.9%	127 391	63.1%	60 225	47.9%	20.2%
Nelson Mandela Bay	377 247	102 632 27.2%	183 570	48.7%	63 001	74.4%	62.9%
City Of Tshwane	1 078 799	260 573 24.2%	465 254	43.1%	335 735	43.2%	(22.4%)
Total	8 570 286	2 272 772 26.5%	4 112 921	48.0%	2 372 351	49.6%	(4.2%)

Source: National Treasury Local Government database

8. Operating revenue and expenditure per function for secondary cities

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

R thousands	Budget	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Water Revenue										
City Of Matlosana	642 197	131 323	20.4%	-	-	131 323	20.4%	121 614	39.7%	(100.0%)
City of Mbombela	97 265	24 556	25.2%	26 063	26.8%	50 619	52.0%	14 556	22.3%	79.1%
Drakenstein	234 543	63 362	27.0%	62 253	26.5%	125 615	53.6%	48 093	42.3%	29.4%
Emalahleni (Mp)	525 938	26 301	5.0%	(963)	(0.2%)	25 337	4.8%	17 517	9.3%	(105.5%)
Emsfuleni	1 281 334	270 606	21.1%	561 991	43.9%	832 597	65.0%	319 281	53.5%	76.0%
George	150 446	25 602	17.0%	42 368	28.2%	67 970	45.2%	32 868	47.4%	28.9%
Gov an Mbeki	341 879	87 905	25.7%	-	-	87 905	25.7%	86 354	48.7%	(100.0%)
J B Marks	204 282	(2 070)	(1.0%)	32 292	15.8%	30 222	14.8%	28 517	-	13.2%
Madibeng	150 432	39 306	26.1%	40 688	27.0%	79 994	53.2%	17 336	23.1%	134.7%
Majhabeng	343 077	104 747	30.5%	88 343	25.8%	193 090	56.3%	97 297	84.1%	(9.2%)
Mogale City	276 761	78 419	28.3%	72 574	26.2%	150 993	54.6%	80 691	49.2%	(10.1%)
Msunduzi	1 068 452	226 141	21.2%	202 757	19.0%	428 898	40.1%	176 049	41.4%	15.2%
Newcastle	237 278	65 317	27.5%	79 506	33.5%	144 823	61.0%	73 673	60.9%	7.9%
Polokwane	313 506	80 602	25.7%	91 327	29.1%	171 929	54.8%	79 363	56.0%	15.1%
Rustenburg	832 501	198 709	23.9%	37 664	4.5%	236 373	28.4%	110 099	32.7%	(65.8%)
Sol Plaafe	264 326	79 652	30.1%	65 040	24.6%	144 692	54.7%	86 060	54.8%	(24.4%)
Stellenbosch	180 632	60 094	33.3%	65 804	36.4%	125 898	69.7%	39 169	40.7%	68.0%
Steve Tshwete	93 003	26 281	28.3%	25 072	27.0%	51 353	55.2%	24 741	50.7%	1.3%
uMhlatuze	428 303	130 647	30.5%	127 961	29.9%	258 608	60.4%	110 297	57.1%	16.0%
Total	7 666 155	1 717 502	22.4%	1 620 738	21.1%	3 338 239	43.5%	1 563 573	45.5%	3.7%
Water Expenditure										
City Of Matlosana	540 811	112 592	20.8%	-	-	112 592	20.8%	117 851	32.6%	(100.0%)
City of Mbombela	288 225	28 539	9.9%	51 643	17.9%	80 182	27.8%	51 733	27.6%	(0.2%)
Drakenstein	144 106	12 245	8.5%	27 115	18.8%	39 360	27.3%	28 562	26.6%	(5.1%)
Emalahleni (Mp)	351 677	-	-	-	-	-	-	48 265	-	(100.0%)
Emsfuleni	1 348 015	132 807	9.9%	76 254	5.7%	209 061	15.5%	259 670	35.4%	(70.6%)
George	108 980	16 167	14.8%	38 396	35.2%	54 562	50.1%	33 675	42.0%	14.0%
Gov an Mbeki	307 300	28 563	9.3%	-	-	28 563	9.3%	55 646	85.3%	(100.0%)
J B Marks	123 073	6 262	5.1%	10 799	8.8%	17 060	13.9%	18 825	-	(42.6%)
Madibeng	221 020	34 147	15.4%	52 574	23.8%	86 721	39.2%	53 947	37.1%	(2.5%)
Majhabeng	477 716	100 421	21.0%	95 896	20.1%	196 316	41.1%	74 165	37.2%	29.3%
Mogale City	346 847	88 686	25.6%	100 442	29.0%	189 128	54.5%	102 329	52.6%	(1.8%)
Msunduzi	1 006 422	129 405	12.9%	152 798	15.2%	282 203	28.0%	165 633	32.0%	(7.7%)
Newcastle	269 241	174 837	64.9%	130 465	48.5%	305 303	113.4%	62 915	64.1%	107.4%
Polokwane	301 177	48 296	16.0%	63 688	21.1%	111 985	37.2%	72 763	41.5%	(12.5%)
Rustenburg	758 130	58 886	7.8%	1	0.0%	58 887	7.8%	107 079	38.7%	(100.0%)
Sol Plaafe	223 230	65 714	29.4%	57 751	25.9%	123 465	55.3%	41 764	47.7%	38.3%
Stellenbosch	108 719	9 901	9.1%	29 137	26.8%	39 038	35.9%	30 957	34.5%	(5.9%)
Steve Tshwete	86 160	15 052	17.5%	18 903	21.9%	33 955	39.4%	22 216	39.7%	(14.9%)
uMhlatuze	454 907	125 731	27.6%	138 952	30.5%	264 683	58.2%	122 140	54.6%	13.8%
Total	7 465 755	1 188 251	15.9%	1 044 813	14.0%	2 233 063	29.9%	1 470 134	43.0%	(28.9%)

Source: National Treasury Local Government database

Secondary cities aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

R thousands	Budget	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Electricity Revenue										
City Of Matlosana	861 685	186 116	21.6%	-	-	186 116	21.6%	167 836	42.8%	(100.0%)
City of Mbombela	948 153	233 193	24.6%	212 349	22.4%	445 543	47.0%	128 904	35.3%	64.7%
Drakenstein	1 084 110	286 492	26.4%	248 711	22.9%	535 203	49.4%	254 967	51.3%	(2.5%)
Emalahleni (Mp)	1 226 148	90 074	7.3%	9 688	0.8%	99 763	8.1%	251 887	46.7%	(96.2%)
Emluleni	2 472 940	638 780	25.8%	475 896	19.2%	1 114 676	45.1%	412 644	40.8%	15.3%
George	627 761	156 275	24.9%	162 389	25.9%	318 664	50.8%	193 175	47.1%	(15.9%)
Govan Mbeki	465 073	-	-	-	-	-	-	107 836	44.5%	(100.0%)
J B Marks	680 219	47 405	7.0%	191 236	28.1%	238 641	35.1%	160 782	-	18.9%
Madibeng	475 190	123 495	26.0%	112 283	23.6%	235 778	49.6%	102 083	36.9%	10.0%
Majhabeng	637 540	176 883	27.7%	130 796	20.5%	307 679	48.3%	130 825	37.3%	(0.0%)
Mogale City	937 754	252 257	26.9%	228 650	24.4%	480 907	51.3%	232 148	50.9%	(1.5%)
Msunduzi	1 521 675	532 084	35.0%	488 828	32.1%	1 020 912	67.1%	465 166	47.7%	5.1%
New castle	753 977	219 746	29.1%	188 784	25.0%	408 530	54.2%	190 060	50.7%	(0.7%)
Polokwane	972 480	184 523	19.0%	159 855	16.4%	344 378	35.4%	208 861	47.4%	(23.5%)
Rustenburg	2 545 284	526 977	20.7%	182 255	7.2%	709 232	27.9%	564 715	53.3%	(67.7%)
Sol Plaatje	711 106	175 115	24.6%	136 552	19.2%	311 667	43.8%	139 830	44.9%	(2.3%)
Stellenbosch	522 191	118 905	22.8%	101 710	19.5%	220 615	42.2%	130 086	49.6%	(21.8%)
Stev e Tshwete	547 556	104 290	19.0%	137 615	25.1%	241 905	44.2%	137 715	50.9%	(0.1%)
uMhlathuze	1 537 751	473 219	30.8%	251 538	16.4%	724 757	47.1%	364 939	56.7%	(31.1%)
Total	19 528 593	4 525 829	23.2%	3 419 136	17.5%	7 944 965	40.7%	4 344 459	48.9%	(21.3%)
Electricity Expenditure										
City Of Matlosana	859 958	211 904	24.6%	-	-	211 904	24.6%	203 721	48.3%	(100.0%)
City of Mbombela	763 697	194 801	25.5%	201 334	26.4%	396 136	51.9%	60 485	25.6%	232.9%
Drakenstein	881 873	186 138	21.1%	206 313	23.4%	392 451	44.5%	198 814	43.3%	3.8%
Emalahleni (Mp)	1 375 821	-	-	-	-	-	-	125 834	-	(100.0%)
Emluleni	1 991 459	255 996	12.9%	739 513	37.1%	995 509	50.0%	611 028	45.1%	21.0%
George	538 207	64 930	12.1%	174 477	32.4%	239 407	44.5%	123 614	45.4%	41.1%
Govan Mbeki	564 201	1	0.0%	-	-	1	0.0%	137 207	58.1%	(100.0%)
J B Marks	637 098	135 880	21.3%	124 010	19.5%	259 889	40.8%	115 878	-	7.0%
Madibeng	496 539	32 124	6.5%	136 255	27.4%	168 378	33.9%	77 447	43.5%	75.9%
Majhabeng	510 470	46 672	9.1%	52 924	10.4%	99 596	19.5%	45 193	22.1%	17.1%
Mogale City	836 756	225 387	26.9%	161 862	19.3%	387 249	46.3%	182 671	50.5%	(11.4%)
Msunduzi	1 660 150	523 107	31.5%	389 320	23.5%	912 427	55.0%	375 155	46.6%	3.8%
New castle	532 397	131 694	24.7%	145 281	27.3%	276 974	52.0%	123 308	52.6%	17.8%
Polokwane	806 231	186 311	23.1%	149 995	18.6%	336 305	41.7%	171 269	51.9%	(12.4%)
Rustenburg	2 142 261	526 818	24.6%	165 978	7.7%	692 796	32.3%	400 459	52.4%	(58.6%)
Sol Plaatje	666 189	202 318	30.4%	123 214	18.5%	325 532	48.9%	119 327	51.7%	3.3%
Stellenbosch	430 599	90 282	21.0%	102 575	23.8%	192 857	44.8%	107 906	41.2%	(4.9%)
Stev e Tshwete	532 465	64 621	12.1%	114 502	21.5%	179 123	33.6%	117 085	45.2%	(2.2%)
uMhlathuze	1 251 802	396 282	31.7%	216 150	17.3%	612 432	48.9%	276 314	52.0%	(21.8%)
Total	17 478 172	3 475 266	19.9%	3 203 701	18.3%	6 678 967	38.2%	3 572 716	49.7%	(10.3%)

Source: National Treasury Local Government database

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

	Budget Main app	First Quarter		Second Quarter		Year to date: 31		Second Quarter		Q2 of 2016/17 to Q2 of 2017/18
		Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
R thousands										
Waste Water Management Revenue										
City Of Matlosana	176 095	28 840	16.4%	-	-	28 840	16.4%	48 161	53.5%	(100.0%)
City of Mbombela	41 274	7 106	17.2%	7 256	17.6%	14 362	34.8%	5 648	41.9%	28.5%
Drakenstein	124 521	107 035	86.0%	11 153	9.0%	118 188	94.9%	4 646	86.6%	140.0%
Emalahleni (Mp)	199 285	10 860	5.4%	(3 760)	(1.9%)	7 100	3.6%	32 514	39.7%	(111.6%)
Emsfuleni	399 881	69 401	17.4%	79 425	19.9%	148 827	37.2%	103 473	47.5%	(23.2%)
George	122 865	29 401	23.9%	40 352	32.8%	69 753	56.8%	21 901	55.0%	84.2%
Govan Mbeki	98 600	25 626	26.0%	-	-	25 626	26.0%	22 308	44.7%	(100.0%)
J B Marks	68 786	(259)	(0.4%)	17 635	25.6%	17 377	25.3%	16 127	-	9.4%
Madibeng	37 583	13 768	36.6%	12 710	33.8%	26 478	70.5%	3 210	10.8%	295.9%
Majhabeng	147 748	45 790	31.0%	43 296	29.3%	89 086	60.3%	38 745	60.1%	11.7%
Mogale City	190 867	65 499	34.3%	60 583	31.7%	126 082	66.1%	45 345	52.0%	33.6%
Msunduzi	193 750	46 883	24.2%	47 630	24.6%	94 513	48.8%	42 505	48.3%	12.1%
New castle	196 133	68 256	34.8%	52 271	26.7%	120 528	61.5%	53 219	60.8%	(1.8%)
Polokwane	94 496	27 242	28.8%	28 861	30.5%	56 104	59.4%	21 070	56.7%	37.0%
Rustenburg	424 239	75 947	17.9%	11 275	2.7%	87 222	20.6%	92 452	44.3%	(87.8%)
Sol Plaatje	72 382	18 695	25.8%	18 957	26.2%	37 652	52.0%	19 084	49.9%	(0.7%)
Stellenbosch	105 649	37 647	35.6%	38 036	36.0%	75 683	71.6%	22 585	89.9%	68.4%
Steve Tshwete	79 725	25 515	32.0%	23 970	30.1%	49 484	62.1%	20 267	56.2%	18.3%
uMhlatuze	235 505	74 962	31.8%	64 765	27.5%	139 727	59.3%	51 682	47.1%	25.3%
Total	3 009 384	778 215	25.9%	554 416	18.4%	1 332 632	44.3%	664 941	51.4%	(16.6%)
	Budget Main app	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
		Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
R thousands										
Waste Water Management Expenditure										
City Of Matlosana	181 267	21 424	11.8%	-	-	21 424	11.8%	42 014	45.1%	(100.0%)
City of Mbombela	73 276	2 168	3.0%	6 798	9.3%	8 966	12.2%	26 123	218.4%	(74.0%)
Drakenstein	150 938	28 959	19.2%	38 883	25.8%	67 842	44.9%	34 976	41.7%	11.2%
Emalahleni (Mp)	194 529	-	-	-	-	-	-	18 703	-	(100.0%)
Emsfuleni	348 976	387	0.1%	44 484	12.7%	44 871	12.9%	27 074	18.6%	64.3%
George	92 627	13 350	14.4%	30 153	32.6%	43 502	47.0%	28 948	39.1%	4.2%
Govan Mbeki	169 984	17 593	10.3%	-	-	17 593	10.3%	23 421	22.0%	(100.0%)
J B Marks	72 653	13 156	18.1%	11 557	15.9%	24 713	34.0%	14 690	-	(21.3%)
Madibeng	31 282	5 897	18.9%	7 902	25.3%	13 800	44.1%	8 539	53.8%	(7.5%)
Majhabeng	111 558	11 951	10.7%	21 732	19.5%	33 683	30.2%	20 324	37.0%	6.9%
Mogale City	112 388	21 442	19.1%	30 193	26.9%	51 636	45.9%	25 195	45.4%	19.8%
Msunduzi	146 027	49 289	33.8%	52 628	36.0%	101 917	69.8%	60 464	41.0%	(13.0%)
New castle	4 289	2 185	50.9%	1 467	34.2%	3 652	85.2%	6 737	64.7%	(78.2%)
Polokwane	100 353	10 729	10.7%	4 726	4.7%	15 455	15.4%	16 985	31.8%	(72.2%)
Rustenburg	392 385	63 659	16.2%	118	0.0%	63 777	16.3%	43 236	19.3%	(99.7%)
Sol Plaatje	70 996	16 119	22.7%	13 658	19.2%	29 777	41.9%	17 931	51.4%	(23.8%)
Stellenbosch	129 674	15 211	11.7%	48 108	37.1%	63 319	48.8%	35 722	38.4%	34.7%
Steve Tshwete	72 263	12 717	17.6%	15 340	21.2%	28 057	38.8%	19 933	48.2%	(23.0%)
uMhlatuze	233 697	48 017	20.5%	66 017	28.2%	114 034	48.8%	63 110	56.3%	4.6%
Total	2 689 164	354 253	13.2%	393 763	14.6%	748 016	27.8%	534 127	41.7%	(26.3%)

Source: National Treasury Local Government database

Secondary cities aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2017

R thousands	Budget	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Waste Management Revenue										
City Of Matlosana	216 251	38 407	17.8%	-	-	38 407	17.8%	34 318	34.9%	(100.0%)
City of Mbombela	109 509	25 374	23.2%	25 555	23.3%	50 929	46.5%	17 748	39.6%	44.0%
Drakenstein	158 744	128 087	80.7%	10 570	6.7%	138 658	87.3%	10 944	294.9%	(3.4%)
Emalahleni (Mp)	128 756	8 195	6.4%	13	0.0%	8 208	6.4%	-	-	-
Emfuleni	200 632	38 593	19.2%	36 783	18.3%	75 377	37.6%	66 412	53.6%	(44.6%)
George	101 008	23 685	23.4%	34 167	33.8%	57 852	57.3%	15 765	55.8%	116.7%
Gov an Mbeki	112 887	28 497	25.2%	-	-	28 497	25.2%	26 512	49.3%	(100.0%)
J B Marks	61 489	(172)	(0.3%)	16 039	26.1%	15 868	25.8%	14 583	-	10.0%
Madibeng	38 300	14 351	37.5%	13 800	36.0%	28 150	73.5%	8 466	12.3%	63.0%
Majhabeng	83 979	27 659	32.9%	28 363	33.8%	56 021	66.7%	24 021	66.2%	18.1%
Mogale City	189 572	63 579	33.5%	58 457	30.8%	122 036	64.4%	51 785	77.0%	12.9%
Msunduzi	105 531	6 948	6.6%	4 600	4.4%	11 548	10.9%	5 996	10.7%	(23.3%)
Newcastle	120 371	27 824	23.1%	21 781	18.1%	49 606	41.2%	30 615	56.1%	(28.9%)
Polokwane	106 145	28 808	27.1%	27 495	25.9%	56 303	53.0%	24 819	60.0%	10.8%
Rustenburg	218 206	64 189	29.4%	9 595	4.4%	73 784	33.8%	33 446	41.3%	(71.3%)
Sol Plaatje	56 963	14 026	24.6%	12 189	21.4%	26 215	46.0%	14 142	49.8%	(13.8%)
Stellenbosch	70 664	25 548	36.2%	20 216	28.6%	45 765	64.8%	19 156	97.6%	5.5%
Stev e Tshwete	92 361	30 054	32.5%	25 604	27.7%	55 658	60.3%	23 894	58.1%	7.2%
uMhlathuze	135 006	48 624	36.0%	43 523	32.2%	92 147	68.3%	31 590	50.9%	37.8%
Total	2 306 375	642 277	27.8%	388 751	16.9%	1 031 028	44.7%	454 211	52.4%	(14.4%)
R thousands	Budget	First Quarter 2017/18		Second Quarter 2017/18		Year to date: 31 December 2017		Second Quarter 2016/17		Q2 of 2016/17 to Q2 of 2017/18
	Main app	Actual Revenue	1st Q as % of Main app	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Revenue as % of main app	Actual Revenue	Total Revenue as % of main app	
Waste Management Expenditure										
City Of Matlosana	142 173	15 898	11.2%	-	-	15 898	11.2%	14 637	24.0%	(100.0%)
City of Mbombela	171 138	30 764	18.0%	48 372	28.3%	79 136	46.2%	46 781	32.9%	3.4%
Drakenstein	145 478	11 158	7.7%	46 256	31.8%	57 413	39.5%	25 691	39.1%	80.0%
Emalahleni (Mp)	120 707	-	-	-	-	-	-	-	-	-
Emfuleni	197 571	1 211	0.6%	30 732	15.6%	31 943	16.2%	23 131	25.4%	32.9%
George	70 575	17 725	25.1%	27 494	39.0%	45 218	64.1%	19 128	53.3%	43.7%
Gov an Mbeki	84 674	7 966	9.4%	-	-	7 966	9.4%	19 857	14.2%	(100.0%)
J B Marks	48 011	9 138	19.0%	15 582	32.5%	24 720	51.5%	12 448	-	25.2%
Madibeng	69 835	8 917	12.8%	14 715	21.1%	23 632	33.8%	17 205	52.4%	(14.5%)
Majhabeng	91 718	24 273	26.5%	22 495	24.5%	46 768	51.0%	23 306	53.7%	(3.5%)
Mogale City	102 000	27 169	26.6%	30 289	29.7%	57 458	56.3%	29 177	34.7%	3.8%
Msunduzi	79 190	9 671	12.2%	9 148	11.6%	18 819	23.8%	15 044	21.2%	(39.2%)
Newcastle	71 297	16 862	23.7%	18 287	25.6%	35 149	49.3%	21 635	68.0%	(15.5%)
Polokwane	64 984	5 301	8.2%	12 352	19.0%	17 653	27.2%	15 157	45.5%	(18.5%)
Rustenburg	214 454	12 794	6.0%	11 531	5.4%	24 324	11.3%	28 067	38.9%	(58.9%)
Sol Plaatje	56 863	10 520	18.5%	426	0.7%	10 946	19.2%	11 696	46.5%	(96.4%)
Stellenbosch	84 673	8 273	9.8%	8 994	10.6%	17 267	20.4%	13 582	29.8%	(33.8%)
Stev e Tshwete	86 956	17 012	19.6%	18 861	21.7%	35 873	41.3%	18 269	44.1%	3.2%
uMhlathuze	126 863	27 492	21.7%	31 745	25.0%	59 237	46.7%	28 581	51.3%	11.1%
Total	2 029 160	262 143	12.9%	347 279	17.1%	609 422	30.0%	383 394	38.4%	(9.4%)

Source: National Treasury Local Government database

9. Aggregated municipal debtors age analysis

Debtors Age Analysis as at 2nd Quarter Ended 31 December 2017

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Trade and Other Receivables from Exchange Transactions - Water	3 517 948	8.9%	1 629 282	4.1%	1 489 008	3.8%	32 969 671	83.2%	39 605 909	28.7%	660 520	1.7%	3 758 850	9.5%
Trade and Other Receivables from Exchange Transactions - Electricity	4 924 311	27.3%	1 371 589	7.6%	812 177	4.5%	10 949 449	60.6%	18 057 526	13.1%	20 307	0.1%	1 516 109	8.4%
Receivables from Non-exchange Transactions - Property Rates	4 303 317	14.8%	1 170 724	4.0%	1 117 934	3.8%	22 530 131	77.4%	29 122 105	21.1%	52 548	0.2%	3 278 425	11.3%
Receivables from Exchange Transactions - Waste Water Management	1 111 041	8.4%	535 440	4.0%	539 980	4.1%	11 077 180	83.5%	13 263 641	9.6%	41 850	0.3%	953 936	7.2%
Receivables from Exchange Transactions - Waste Management	821 053	7.7%	359 376	3.4%	372 694	3.5%	9 058 823	85.4%	10 611 947	7.7%	29 565	0.3%	776 385	7.3%
Receivables from Exchange Transactions - Property Rental Debtors	113 838	5.0%	37 971	1.7%	23 187	1.0%	2 120 807	92.4%	2 295 803	1.7%	4 889	0.2%	148 966	6.5%
Interest on Arrear Debtor Accounts	388 039	3.0%	288 939	2.3%	377 208	2.9%	11 789 289	91.8%	12 843 475	9.3%	40 771	0.3%	899 045	7.0%
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	13	100.0%	-	-	-	-	-	-	13	-	-	-	-	-
Other	166 858	1.4%	466 663	3.8%	90 361	0.7%	11 651 654	94.2%	12 375 537	9.0%	7 615	0.1%	576 679	4.7%
Total	15 346 418	11.1%	5 859 984	4.2%	4 822 550	3.5%	112 147 004	81.2%	138 175 955	100.0%	858 064	0.6%	11 908 396	8.6%
Debtors Age Analysis By Customer Group														
Organs of State	702 848	9.5%	354 184	4.8%	216 023	2.9%	6 120 871	82.8%	7 393 926	5.4%	(1 066)	(0.0%)	526 056	7.1%
Commercial	5 330 071	25.0%	1 460 927	6.9%	862 276	4.1%	13 661 676	64.1%	21 314 950	15.4%	72 086	0.3%	1 835 891	8.6%
Households	8 398 547	8.5%	3 623 527	3.7%	3 510 709	3.5%	83 697 428	84.4%	99 230 211	71.8%	185 326	0.2%	9 346 518	9.4%
Other	914 952	8.9%	421 346	4.1%	233 541	2.3%	8 667 029	84.7%	10 236 868	7.4%	601 718	5.9%	199 931	2.0%
Total	15 346 418	11.1%	5 859 984	4.2%	4 822 550	3.5%	112 147 004	81.2%	138 175 955	100.0%	858 064	0.6%	11 908 396	8.6%
Per Province														
Eastern Cape	2 201 168	18.2%	500 730	4.2%	409 066	3.4%	8 965 418	74.2%	12 076 381	8.7%	66 796	0.6%	1 914 876	15.9%
Free State	769 068	5.4%	489 032	3.4%	954 240	6.7%	12 065 961	84.5%	14 278 301	10.3%	66	-	2 880 899	20.2%
Gauteng	6 303 152	11.7%	2 121 667	3.9%	1 748 955	3.3%	43 699 456	81.1%	53 873 229	39.0%	695 767	1.3%	1 229 788	2.3%
Kwazulu-Natal	2 022 644	12.9%	1 178 767	7.5%	636 898	4.1%	11 832 576	75.5%	15 670 886	11.3%	(1 667)	(0.0%)	4 424 996	28.2%
Limpopo	258 959	4.4%	235 755	4.0%	200 464	3.4%	5 155 581	88.1%	5 850 760	4.2%	-	-	14 184	0.2%
Mpumalanga	471 389	4.9%	304 188	3.2%	235 244	2.5%	8 569 717	89.5%	9 580 538	6.9%	2 767	0.0%	619 399	6.5%
North West	360 759	3.2%	565 821	5.0%	310 486	2.7%	10 117 363	89.1%	11 354 429	8.2%	-	-	-	-
Northern Cape	234 009	5.4%	134 381	3.1%	135 096	3.1%	3 842 378	88.4%	4 345 863	3.2%	-	-	672 063	15.5%
Western Cape	2 725 270	24.5%	329 644	3.0%	192 100	1.7%	7 898 554	70.9%	11 145 568	8.1%	94 335	0.9%	152 190	1.4%
Total	15 346 418	11.1%	5 859 984	4.2%	4 822 550	3.5%	112 147 004	81.2%	138 175 955	100.0%	858 064	0.6%	11 908 396	8.6%

Source: National Treasury Local Government database

10. Debtors' age analysis for the metros

Metros Debtors Age Analysis as at 2nd Quarter Ended 31 December 2017

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
2nd Quarter Ended 31 December 2017														
Buffalo City	278 188	13.1%	100 343	4.7%	94 124	4.4%	1 653 607	77.8%	2 126 262	2.9%	-	-	-	-
Cape Town	1 928 814	23.0%	168 782	2.0%	52 290	0.6%	6 224 846	74.3%	8 374 731	11.6%	-	-	-	-
City of Ekurhuleni	1 831 219	12.7%	602 674	4.2%	408 627	2.8%	11 606 842	80.3%	14 449 362	19.9%	-	-	-	-
eThekweni	1 344 279	14.1%	890 609	9.4%	449 389	4.7%	6 837 785	71.8%	9 522 061	13.1%	-	-	4 382 053	46.0%
City Of Johannesburg	1 601 628	8.7%	884 250	4.8%	811 624	4.4%	15 037 425	82.0%	18 334 927	25.3%	-	-	-	-
Mangaung	326 988	7.8%	195 232	4.7%	152 344	3.6%	3 524 408	83.9%	4 198 971	5.8%	-	-	2 366 387	56.4%
Nelson Mandela Bay	1 712 019	36.9%	230 439	5.0%	148 085	3.2%	2 549 992	55.0%	4 640 536	6.4%	66 796	1.4%	1 914 876	41.3%
City Of Tshwane	1 812 841	16.7%	305 437	2.8%	245 874	2.3%	8 464 762	78.2%	10 828 913	14.9%	695 767	6.4%	-	-
Total	10 835 976	15.0%	3 377 766	4.7%	2 362 357	3.3%	55 899 666	77.1%	72 475 764	100.0%	762 564	1.1%	8 663 315	12.0%
2nd Quarter Ended 31 December 2016														
Buffalo City	273 178	14.1%	96 558	5.0%	66 896	3.4%	1 506 473	77.5%	1 943 105	3.4%	-	-	-	-
Cape Town	1 951 207	25.8%	218 386	2.9%	109 135	1.4%	5 300 158	69.9%	7 578 886	13.3%	-	-	-	-
City of Ekurhuleni	1 679 834	13.3%	565 934	4.5%	401 926	3.2%	10 011 412	79.1%	12 659 107	22.2%	-	-	-	-
eThekweni	132 683	11.8%	96 456	8.6%	75 598	6.7%	823 479	73.0%	1 128 216	2.0%	176 054	15.6%	519 205	46.0%
City Of Johannesburg	2 443 683	13.8%	832 301	4.7%	696 470	3.9%	13 731 305	77.6%	17 703 759	31.1%	-	-	-	-
Mangaung	296 259	7.5%	168 820	4.3%	170 456	4.3%	3 308 751	83.9%	3 944 287	6.9%	-	-	2 503 537	63.5%
Nelson Mandela Bay	1 341 585	36.6%	225 090	6.1%	159 958	4.4%	1 943 549	53.0%	3 670 182	6.4%	539 584	14.7%	2 041 014	55.6%
City Of Tshwane	1 395 781	16.6%	211 946	2.5%	228 848	2.7%	6 549 120	78.1%	8 385 695	14.7%	43 713	0.5%	-	-
Total	9 514 210	16.7%	2 415 492	4.2%	1 909 288	3.4%	43 174 248	75.7%	57 013 237	100.0%	759 351	1.3%	5 063 756	8.9%
Movement between 31 December 2016 and 31 December 2017														
Buffalo City	5 010		3 785		27 229		147 134		183 157					
Cape Town	(22 393)		(49 605)		(56 845)		924 688		795 845					
City of Ekurhuleni	151 385		36 740		6 701		1 595 429		1 790 254					
eThekweni	1 211 596		794 153		373 791		6 014 305		8 393 845					
City Of Johannesburg	(842 055)		51 949		115 154		1 306 120		631 168					
Mangaung	30 729		26 412		(18 112)		215 657		254 685					
Nelson Mandela Bay	370 435		5 350		(11 873)		606 443		970 354					
City Of Tshwane	417 060		93 491		17 026		1 915 641		2 443 218					
Total	1 321 766		962 274		453 069		12 725 418		15 462 527					
Growth rate 31 December 2016 to 31 December 2017														
Buffalo City	1.8%		3.9%		40.7%		9.8%		9.4%					
Cape Town	(1.1%)		(22.7%)		(52.1%)		17.4%		10.5%					
City of Ekurhuleni	9.0%		6.5%		1.7%		15.9%		14.1%					
eThekweni	913.2%		823.3%		494.4%		730.4%		744.0%					
City Of Johannesburg	(34.5%)		6.2%		16.5%		9.5%		3.6%					
Mangaung	10.4%		15.6%		(10.6%)		6.5%		6.5%					
Nelson Mandela Bay	27.6%		2.4%		(7.4%)		31.2%		26.4%					
City Of Tshwane	29.9%		44.1%		7.4%		29.3%		29.1%					
Total	13.9%		39.8%		23.7%		29.5%		27.1%					

Source: National Treasury Local Government database

Metros Debtors Age Analysis By Customer Group as at 2nd Quarter Ended 31 December 2017

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	409 718	23.8%	121 881	7.1%	(8 262)	(0.5%)	1 200 201	69.6%	1 723 538	2.4%	-	-	263 766	15.3%
Commercial	3 812 277	29.6%	927 725	7.2%	448 957	3.5%	7 694 625	59.7%	12 883 584	17.8%	73 033	0.6%	1 117 452	8.7%
Households	6 060 237	10.8%	2 372 514	4.2%	1 953 439	3.5%	45 720 840	81.5%	56 107 030	77.4%	97 076	0.2%	7 226 238	12.9%
Other	553 743	31.4%	(44 354)	(2.5%)	(31 778)	(1.8%)	1 284 001	72.9%	1 761 612	2.4%	592 455	33.6%	55 859	3.2%
Total	10 835 976	15.0%	3 377 766	4.7%	2 362 357	3.3%	55 899 666	77.1%	72 475 764	100.0%	762 564	1.1%	8 663 315	12.0%

Source: National Treasury Local Government database

11. Debtors' age analysis for secondary cities

Secondary cities Debtors Age Analysis as at 2nd Quarter Ended 31 December 2017

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment - Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
City Of Matlosana	-	-	-	-	-	-	-	-	-	-	-	-	-	-
City of Mbombela	100 701	17.4%	373	0.1%	37 830	6.5%	439 729	76.0%	578 632	2.3%	-	-	-	-
Drakenstein	112 044	36.7%	28 775	9.4%	17 840	5.8%	146 643	48.0%	305 303	1.2%	-	-	-	-
Emalahleni (Mp)	80 007	3.2%	76 836	3.1%	69 083	2.8%	2 245 880	90.9%	2 471 806	10.0%	-	-	-	-
Emfuleni	721 811	11.3%	158 883	2.5%	142 341	2.2%	5 348 185	83.9%	6 371 220	25.8%	-	-	-	-
George	69 866	34.0%	8 010	3.9%	5 995	2.9%	121 381	59.1%	205 252	0.8%	20 724	10.1%	-	-
Gov an Mbeki	-	-	-	-	-	-	-	-	-	-	-	-	-	-
J B Marks	68 870	17.3%	28 862	7.3%	20 668	5.2%	279 626	70.3%	398 026	1.6%	-	-	-	-
Madibeng	87 011	5.1%	73 850	4.3%	71 875	4.2%	1 484 149	86.4%	1 716 886	7.0%	-	-	-	-
Matjhabeng	129 056	4.8%	77 240	2.8%	72 622	2.7%	2 437 173	89.7%	2 716 091	11.0%	-	-	-	-
Mogale City	135 054	10.8%	41 558	3.3%	35 483	2.8%	1 040 285	83.1%	1 252 381	5.1%	-	-	-	-
Msunduzi	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Newcastle	74 434	6.8%	49 374	4.5%	29 301	2.7%	939 995	86.0%	1 093 104	4.4%	3 685	0.3%	-	-
Polokwane	25 819	2.8%	54 293	6.0%	39 330	4.3%	792 569	86.9%	912 011	3.7%	-	-	-	-
Rustenburg	14 052	0.4%	278 576	7.4%	134 897	3.6%	3 323 674	88.6%	3 751 199	15.2%	-	-	-	-
Sol Plaatje	111 036	5.1%	60 072	2.8%	54 205	2.5%	1 941 005	89.6%	2 166 318	8.8%	-	-	561 605	25.9%
Stellenbosch	66 466	33.1%	6 037	3.0%	4 471	2.2%	123 902	61.7%	200 876	0.8%	-	-	-	-
Steve Tshwete	6 069	5.6%	51 094	47.4%	2 068	1.9%	48 463	45.0%	107 693	0.4%	-	-	-	-
uMhlathuze	245 848	56.0%	9 096	2.1%	7 914	1.8%	176 328	40.2%	439 186	1.8%	-	-	-	-
Total	2 048 144	8.3%	1 002 929	4.1%	745 924	3.0%	20 888 986	84.6%	24 685 983	100.0%	24 409	0.1%	561 605	2.3%

Source: National Treasury Local Government database

Secondary cities Debtors Age Analysis By Customer Group as at 2nd Quarter Ended 31 December

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment - Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	81 404	5.5%	63 242	4.3%	53 175	3.6%	1 290 057	86.7%	1 487 878	6.0%	-	-	192 468	12.9%
Commercial	826 302	26.9%	189 558	6.2%	128 288	4.2%	1 932 229	62.8%	3 076 377	12.5%	37	-	76 160	2.5%
Households	1 071 164	6.9%	451 614	2.9%	416 688	2.7%	13 515 182	87.5%	15 454 648	62.6%	18 235	0.1%	270 968	1.8%
Other	69 274	1.5%	298 514	6.4%	147 774	3.2%	4 151 518	89.0%	4 667 080	18.9%	6 137	0.1%	22 009	0.5%
Total	2 048 144	8.3%	1 002 929	4.1%	745 924	3.0%	20 888 986	84.6%	24 685 983	100.0%	24 409	0.1%	561 605	2.3%

Source: National Treasury Local Government database

12. Collection rates

National collection rate as at 2nd Quarter Ended 31 December 2017

	Main appropriation	Second Quarter 2017/18 Actual	Year to date: 31 December 2017 Actual
R thousands			
Collection Rate	90.3%	99.1%	88.1%
Property rates	92.9%	100.1%	88.0%
Service charges - Total	90.4%	99.1%	88.7%
` Service charges - electricity revenue	92.5%	112.8%	95.0%
` Service charges - water revenue	86.7%	75.8%	74.6%
` Service charges - sanitation revenue	87.1%	78.4%	86.8%
` Service charges - refuse revenue	86.9%	80.5%	76.2%
` Service charges - other	91.7%	126.1%	122.5%
Interest earned - outstanding debtors	55.6%	88.4%	67.7%

Source: National Treasury Local Government database

Metros collection rate as at 2nd Quarter Ended 31 December 2017

	Main appropriation	Second Quarter 2017/18 Actual	Year to date: 31 December 2017 Actual
R thousands			
Collection Rate	92.3%	99.2%	94.8%
Property rates	95.5%	93.9%	94.7%
Service charges - Total	91.9%	101.5%	95.2%
` Service charges - electricity revenue	93.6%	113.5%	100.4%
` Service charges - water revenue	89.5%	85.9%	83.7%
` Service charges - sanitation revenue	88.1%	71.0%	99.7%
` Service charges - refuse revenue	88.7%	83.4%	82.9%
` Service charges - other	85.2%	28.9%	39.7%
Interest earned - outstanding debtors	57.8%	86.5%	72.6%

Source: National Treasury Local Government database

Secondary cities collection rate as at 2nd Quarter Ended 31 December 2017

	Main appropriation	Second Quarter 2017/18 Actual	Year to date: 31 December 2017 Actual
R thousands			
Collection Rate	88.1%	84.6%	72.8%
Property rates	90.0%	89.3%	68.8%
Service charges - Total	88.6%	82.9%	74.0%
` Service charges - electricity revenue	89.8%	96.6%	82.2%
` Service charges - water revenue	87.1%	51.3%	54.0%
` Service charges - sanitation revenue	84.6%	76.3%	62.6%
` Service charges - refuse revenue	85.0%	80.0%	65.3%
` Service charges - other	122.1%	179.3%	165.7%
Interest earned - outstanding debtors	59.6%	96.7%	73.0%

Source: National Treasury Local Government database

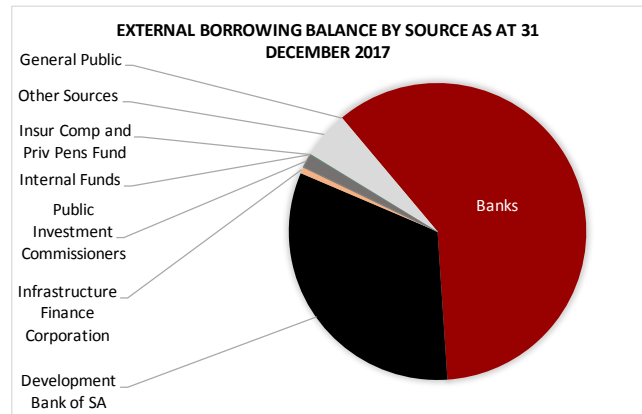
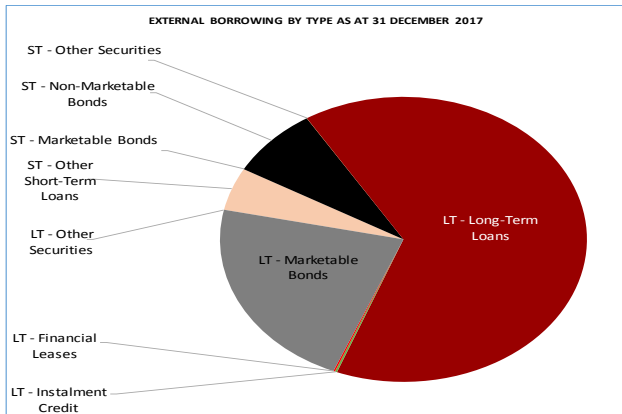
13. Aggregated municipal creditors age analysis

Creditors Age Analysis as at 31 December 2017

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Bulk Electricity	4 681 742	28.9%	709 779	4.4%	935 033	5.8%	9 880 604	61.0%	16 207 158	39.3%
Bulk Water	1 778 910	24.2%	321 342	4.4%	351 634	4.8%	4 910 473	66.7%	7 362 359	17.9%
PAYE deductions	454 158	84.6%	6 175	1.2%	7 839	1.5%	68 945	12.8%	537 118	1.3%
VAT (output less input)	105 764	90.8%	1 312	1.1%	-	-	9 352	8.0%	116 427	0.3%
Pensions / Retirement	387 025	68.8%	9 982	1.8%	8 496	1.5%	156 923	27.9%	562 426	1.4%
Loan repayments	399 445	34.1%	7	-	39 769	3.4%	731 686	62.5%	1 170 907	2.8%
Trade Creditors	5 960 939	73.9%	393 711	4.9%	453 683	5.6%	1 263 132	15.7%	8 071 466	19.6%
Auditor-General	68 306	21.3%	58 311	18.2%	31 855	10.0%	161 728	50.5%	320 201	0.8%
Other	5 463 235	79.4%	91 210	1.3%	103 523	1.5%	1 223 631	17.8%	6 881 599	16.7%
Total	19 299 523	46.8%	1 591 830	3.9%	1 931 833	4.7%	18 406 473	44.6%	41 229 660	100.0%
Per Province										
Eastern Cape	884 875	53.7%	135 653	8.2%	75 801	4.6%	552 465	33.5%	1 648 793	4.0%
Free State	646 194	6.3%	307 558	3.0%	325 099	3.2%	8 993 991	87.6%	10 272 842	24.9%
Gauteng	12 910 262	87.6%	526 154	3.6%	924 176	6.3%	375 514	2.6%	14 736 106	35.7%
Kwazulu-Natal	2 910 914	67.0%	95 204	2.2%	114 189	2.6%	1 226 110	28.2%	4 346 417	10.5%
Limpopo	360 089	20.3%	56 736	3.2%	75 182	4.2%	1 284 413	72.3%	1 776 420	4.3%
Mpumalanga	392 336	9.2%	252 522	5.9%	178 618	4.2%	3 431 615	80.7%	4 255 092	10.3%
North West	188 978	8.9%	157 509	7.4%	161 493	7.6%	1 628 460	76.2%	2 136 439	5.2%
Northern Cape	252 351	20.4%	39 938	3.2%	75 477	6.1%	871 716	70.3%	1 239 483	3.0%
Western Cape	753 525	92.1%	20 555	2.5%	1 799	0.2%	42 189	5.2%	818 069	2.0%
Total	19 299 523	46.8%	1 591 830	3.9%	1 931 833	4.7%	18 406 473	44.6%	41 229 660	100.0%

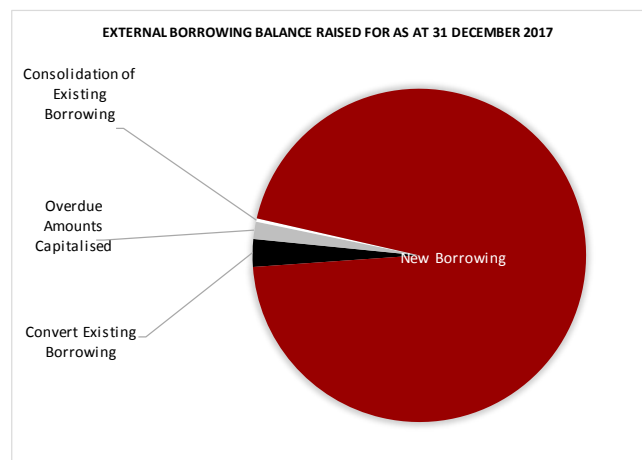
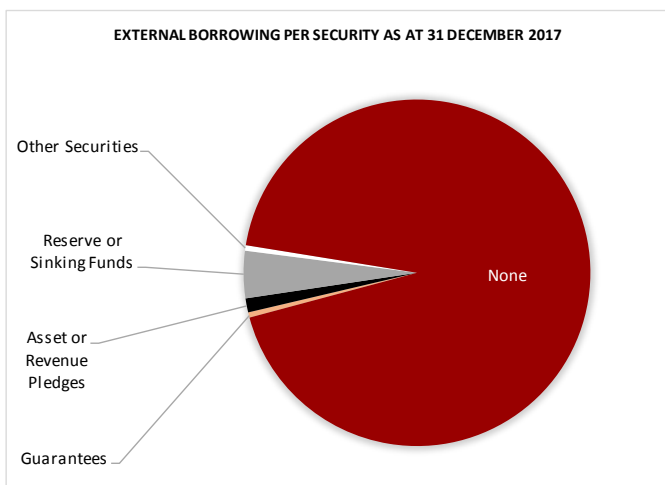
Source: National Treasury Local Government database

14. Borrowing instruments



Type	Balance (R'000)
ST - Bank Overdraft	
ST - Other Short-Term Loans	3 320 968
ST - Marketable Bonds	1 090
ST - Non-Marketable Bonds	5 439 333
ST - Other Securities	9 942
LT - Long-Term Loans	44 210 312
LT - Instalment Credit	128 933
LT - Financial Leases	99 263
LT - Marketable Bonds	15 089 000
LT - Non-Marketable Bonds	
LT - Other Securities	711
TOTAL	68 299 552

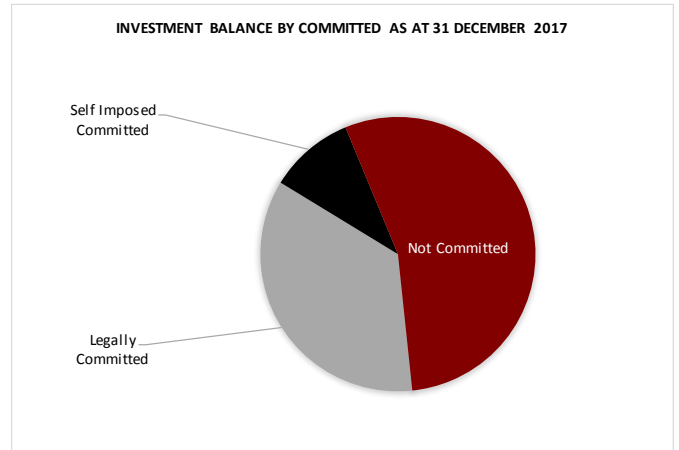
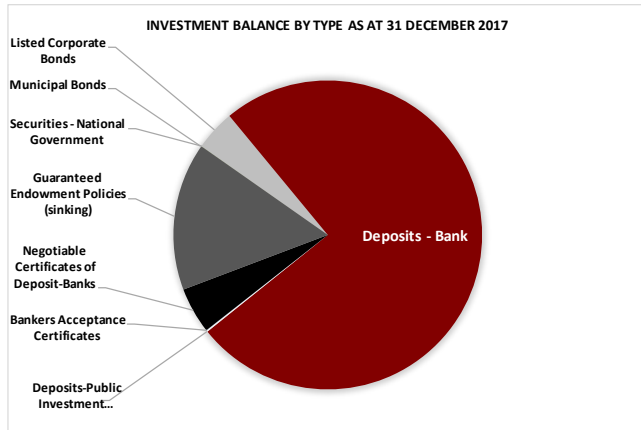
Source	Balance (R'000)
General Public	530
Banks	41 012 928
Development Bank of SA	22 189 735
Infrastructure Finance Corporation	483 795
Public Investment Commissioners	1 063 129
Insur Comp and Priv Pens Fund	30 287
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	185
Other Sources	3 518 963
TOTAL	68 299 552



Security	Balance (R'000)
Guarantees	338 189
Asset or Revenue Pledges	892 783
Bond Insurance	
Reserve or Sinking Funds	3 008 055
Other Securities	347 829
None	63 712 696
TOTAL	68 299 552

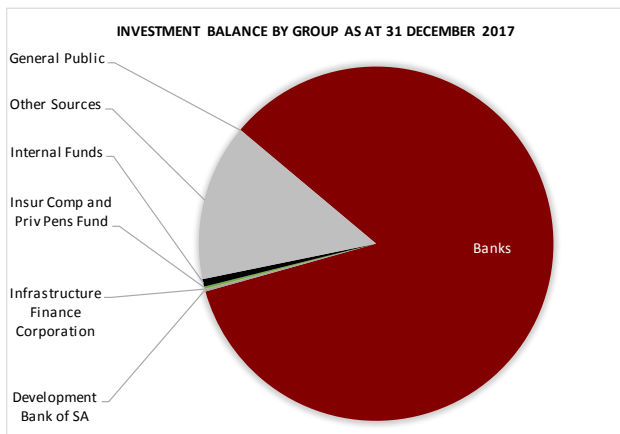
Raised For	Balance (R'000)
Convert Existing Borrowing	1 832 641
Overdue Amounts Capitalised	1 141 352
Consolidation of Existing Borrowing	223 326
New Borrowing	65 102 233
Bridging Finance	
TOTAL	68 299 552

15. Investment instruments



Type	Balance (R'000)
Securities - National Government	7 715
Listed Corporate Bonds	1 306 644
Deposits - Bank	23 088 934
Deposits-Public Investment Commissioners	50 751
Deposits-Corporation for Public Deposits	
Bankers Acceptance Certificates	4 728
Negotiable Certificates of Deposit-Banks	1 482 831
Guaranteed Endowment Policies (sinking)	4 749 673
Repurchase Agreements - Banks	
Municipal Bonds	711
TOTAL	30 691 987

Committed	Balance (R'000)
Legally Committed	10 865 069
Self Imposed Committed	3 079 894
Not Committed	16 747 025
TOTAL	30 691 987



Group	Balance (R'000)
General Public	67
Banks	25 945 145
Development Bank of SA	67 884
Infrastructure Finance Corporation	8 482
Public Investment Commissioners	
Insur Comp and Priv Pens Fund	64 639
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	209 464
Other Sources	4 396 306
TOTAL	30 691 987

16. Conditional grants transfers, payments and expenditure as at 31 December 2017

2nd Quarter Ended 31 December 2017

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

National

	Division of revenue Act No. 1 of 2015	Adjustment (Mid year)	Other Adjustments	Total Available 2017/18	Year to date		First Quarter		Second Quarter		YTD Expenditure		% Changes from 1st to 2nd Q		% Changes for the 2nd Q		Approved Roll Over		
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2017	Actual expenditure by municipalities by 30 September 2017	Actual expenditure National Department by 31 December 2017	Actual expenditure by municipalities by 31 December 2017	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	Total Available 2017/18	YTD expenditure by municipalities	
R thousands																			
National Treasury (Vote 10)																			
Local Government Financial Management Grant	502 006	-	-	502 006	502 006	502 006	87 066	104 511	143 331	134 842	230 397	239 353	64.6%	29.0%	45.9%	47.7%	1 081	-	
Infrastructure Skills Development Grant	140 774	-	-	140 774	61 800	61 800	26 743	32 394	27 694	14 497	54 437	46 891	3.6%	(55.2%)	38.7%	33.3%	903	-	
Integrated City Development Grant	292 119	-	-	292 119	-	-	-	26 264	-	39 490	-	65 754	-	50.4%	-	22.5%	4 858	-	
Neighbourhood Development Partnership (Schedule 5B)	663 390	-	-	663 390	358 603	330 130	68 359	54 727	73 358	136 846	141 717	191 573	7.3%	150.0%	21.4%	28.9%	28	-	
Neighbourhood Development Partnership (Schedule 6B)	27 744	-	-	27 744	20 657	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	1 626 033	-	-	1 626 033	943 066	893 936	182 168	217 897	244 383	325 675	426 551	543 571	34.2%	49.5%	26.7%	34.0%	6 870	-	
Cooperative Governance (Vote 3)																			
Municipal Systems Improvement Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Systems Improvement Grant (Schedule 6B)	103 249	-	-	103 249	92 989	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Disaster Grant	-	34 866	-	34 866	34 866	34 866	1 174	1 174	3 925	10 837	5 099	12 011	234.3%	823.0%	14.6%	34.4%	-	-	
Municipal Disaster Recovery Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Demarcation Transition Grant (Schedule 5B)	111 856	-	-	111 856	76 857	76 857	4 859	16 874	9 873	26 696	14 732	43 570	103.2%	58.2%	13.2%	39.0%	32 283	-	
Municipal Demarcation Transition Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	215 105	34 866	-	249 971	204 712	111 723	6 033	18 048	13 798	37 532	19 831	55 581	128.7%	108.0%	13.5%	37.9%	32 283	-	
Transport (Vote 37)																			
Public Transport Infrastructure and Systems Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Public Transport Network Operations Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Public Transport Network Grant	6 159 560	-	-	6 159 560	3 080 019	3 080 019	395 633	563 808	1 232 074	1 386 316	1 627 707	1 950 124	211.4%	145.9%	26.4%	31.7%	104 407	-	
Rural Road Assets Management Systems Grant	107 309	-	-	107 309	75 117	75 117	12 616	9 967	18 674	20 864	31 290	30 831	48.0%	109.3%	29.2%	28.7%	2 196	-	
Sub-Total Vote	6 266 869	-	-	6 266 869	3 155 136	3 155 136	408 249	573 775	1 250 748	1 407 180	1 658 997	1 980 955	206.4%	145.2%	26.5%	31.6%	106 603	-	
Public Works (Vote 6)																			
Expanded Public Works Programme Integrated Grant (Municipality)	691 447	-	-	691 447	483 990	426 708	92 680	169 966	173 233	221 023	265 913	390 988	86.9%	30.0%	38.5%	56.5%	545	-	
Sub-Total Vote	691 447	-	-	691 447	483 990	426 708	92 680	169 966	173 233	221 023	265 913	390 988	86.9%	30.0%	38.5%	56.5%	545	-	
Energy (Vote 29)																			
Integrated National Electrification Programme (Municipal) Grant	2 087 048	-	-	2 087 048	1 866 048	1 731 918	281 454	328 983	325 503	406 210	606 957	735 193	15.7%	23.5%	29.1%	35.2%	59 983	-	
Integrated National Electrification Programme (Allocation in-kind) Grant	3 846 154	-	-	3 846 154	3 461 532	-	-	-	-	-	-	-	-	-	-	-	-	-	
Backlogs in the Electrification of Clinics and Schools (Allocation in-kind)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Energy Efficiency and Demand Side Management (Municipal) Grant	203 236	-	-	203 236	142 000	78 500	9 145	4 553	23 013	27 151	32 158	31 704	151.6%	496.4%	15.8%	15.6%	4 086	-	
Energy Efficiency and Demand Side Management (Eskom) Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	6 136 438	-	-	6 136 438	5 469 580	1 810 418	290 599	333 536	348 516	433 362	639 115	766 897	19.9%	29.9%	27.9%	33.5%	64 069	-	
Water Affairs (Vote 38)																			
Backlogs in Water and Sanitation at Clinics and Schools Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Regional Bulk Infrastructure Grant (Schedule 5B)	1 865 000	-	-	1 865 000	1 480 658	1 238 368	287 408	337 450	313 577	303 977	600 985	641 427	9.1%	(9.9%)	32.2%	34.4%	52 685	-	
Regional Bulk Infrastructure Grant (Schedule 6B)	2 773 539	-	-	2 773 539	2 306 832	-	-	-	-	-	-	-	-	-	-	-	-	-	
Water Services Operating and Transfer Subsidy Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Water Services Operating and Transfer Subsidy Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Water Infrastructure Grant (Schedule 5B)	-	-	-	-	-	-	-	13 359	-	1 239	-	14 598	-	(90.7%)	-	-	-	-	
Municipal Water Infrastructure Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bucket Eradication Programme Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Water Services Infrastructure Grant (Schedule 5B)	3 329 464	-	-	3 329 464	2 584 829	2 279 329	126 460	330 394	512 975	658 053	639 435	988 447	305.6%	99.2%	19.2%	29.7%	149 423	-	
Water Services Infrastructure Grant (Schedule 6B)	587 122	-	-	587 122	512 122	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	8 555 125	-	-	8 555 125	6 884 441	3 517 697	413 868	681 203	826 552	963 269	1 240 420	1 644 472	99.7%	41.4%	23.9%	31.7%	202 108	-	
Sport and Recreation South Africa (Vote 19)																			
2013 Africa Cup of Nations Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2014 African Nations Championship Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total Vote	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Human Settlements (Vote 31)																			
Rural Households Infrastructure Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rural Households Infrastructure Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Municipal Human Settlements Capacity Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14 318	
Sub-Total Vote	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14 318	
Sub-Total	23 491 017	34 866	-	23 525 883	17 140 925	9 915 618	1 393 597	1 994 425	2 857 230	3 388 041	4 250 827	5 382 465	105.0%	69.9%	26.3%	33.2%	426 796	-	
Cooperative Governance (Vote 3)																			
Municipal Infrastructure Grant	15 891 252	-	-	15 891 252	11 607 323	10 323 345	2 627 863	2 566 980	3 946 464	4 294 194	6 574 327	6 861 175	50.2%	67.3%	41.4%	43.2%	395 146	-	
Sub-Total Vote	15 891 252	-	-	15 891 252	11 607 323	10 323 345	2 627 863	2 566 980	3 946 464	4 294 194	6 574 327	6 861 175	50.2%	67.3%	41.4%	43.2%	395 146	-	
Sub-Total	15 891 252	-	-	15 891 252	11 607 323	10 323 345	2 627 863	2 566 980	3 946 464	4 294 194	6 574 327	6 861 175	50.2%	67.3%	41.4%	43.2%	395 146	-	
Total	39 382 269	34 866	-	39 417 135	28 748 248	20 238 963	4 021 460	4 561 405	6 803 694	7 682 235	10 825 154	12 243 640	69.2%	68.4%	33.7%	38.2%	821 942	-	

Source: National Treasury Local Government database