



**national treasury**

Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

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## MEDIA STATEMENT

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

FOR THE PERIOD: 1 JULY 2019 – 31 DECEMBER 2019

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National Treasury has released the local government revenue and expenditure report for the second quarter of the 2019/20 financial year. This report covers the performance against the adopted budgets of local government for the second quarter of the municipal financial year ending on 31 December 2019 and includes spending against conditional grant allocations for the same period.

Noteworthy, is that this is the first municipal financial year that the report is prepared by using the figures from the *mSCOA* data strings. The Municipal Standard Chart of Account (*mSCOA*) Regulations were promulgated on 22 April 2014 and prescribes the uniform recording and classification of municipal budget and financial information at a transaction level. All municipalities and municipal entities had to comply with the Regulations by 01 July 2017. The *mSCOA* Regulations require that municipalities upload their budget and financial information in a data string format to the Local Government portal across the six *mSCOA* regulated segments.

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.

The credibility of the information contained in the *mSCOA* data strings is a concern. At the core of the problem is:

- The incorrect use of the *mSCOA* and municipal accounting practices by municipalities;
- A large number of municipalities are not budgeting, transacting and reporting directly in or from their core financial systems. Instead they prepare their budgets and reports on excel spreadsheet and then import the excel spreadsheets into the system. Often this manipulation of data lead to unauthorised, irregular, fruitful and wasteful (UIFW) expenditure and fraud and corruption as the controls that are built into the core financial systems are not triggered and transactions go through that should not; and
- Municipalities are not locking their adopted budgets or their financial systems at month-end to ensure prudent financial management. To enforce municipalities to lock their budgets and close their financial system at month-end in 2019/20, the Local Government Portal will be locked at the end of each quarter. System vendors were also requested to build this functionality into their municipal financial systems.

The Section 71 report facilitates transparency, better in-year management as well as the oversight of 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. The improvement of the credibility of the data strings is therefore a priority for National and provincial treasuries.

## **KEY TRENDS:**

### ***Aggregate trends***

1. In aggregate, municipalities spent 43.7 per cent, or R210.5 billion, of the total adopted expenditure budget of R481.7 billion as at 31 December 2019 (second quarter results for the 2019/20 financial year). In respect of revenue, aggregate billing and other revenue amounted to 50.1 per cent, or R239.7 billion, of the total adopted revenue budget of R478.4 billion.
2. Of the adopted operating expenditure budget amounting to R403.3 billion, R167.6 billion or 41.6 per cent was spent by 31 December 2019.
3. Municipalities have adopted the budget for salaries and wages expenditure at R125 billion, which is R11.3 billion more than the adopted budget of R113.6 billion for the 2018/19 municipal financial year. This constitutes 31 per cent of their total operational expenditure budget of R403.3 billion. At 31 December 2019, spending is 41.1 per cent, or R51.4 billion.
4. In the period under review, capital expenditure amounted to R42.9 billion, or 54.7 per cent, of the adopted capital budget of R78.4 billion.
5. Aggregated year-to-date operating expenditure for metros amounts to R117.4 billion, or 42.2 per cent, of their adopted budget expenditure of R277.9 billion. The aggregated adopted capital budget for metros in the 2019/20 financial year is R40.5 billion, of which 22.3 per cent, or R9 billion, has been spent as at 31 December 2019.
6. When billed revenue is measured against their adopted budgets, the performance of metros reflects a shortfall across water services for the second quarter of the 2019/20 financial year. This does not take into account the collection rate:
  - Water revenue billed was R11.9 billion against expenditure of R14.2 billion;
  - Energy sources revenue billed was R39 billion against expenditure of R36.3 billion;
  - The revenue billed for waste water management was R3.3 billion against expenditure of R3.1 billion, and
  - Levies for waste management billed were R5 billion against expenditure R3.8 billion.
7. As at 31 December 2019, aggregated revenue for secondary cities is 44 per cent or R27.9 billion of their total adopted revenue budget of R63.4 billion for the 2019/20 financial year. The year-to-date operating expenditure level of the secondary cities is 35.1 per cent or R20.7 billion of the total adopted operating budget of R58.9 billion for the 2019/20 financial year.
8. The performance against the adopted budget for the four core services for the secondary cities for the second quarter 2019/20 also shows surpluses against billed revenue without



taking into account the collection rate:

- Water revenue billed was R3.8 billion against expenditure of R3 billion;
  - Energy sources revenue billed was R9.6 billion against expenditure of R8.9 billion;
  - The revenue billed for waste water management was R1.5 billion against expenditure of R403 million; and
  - Levies for waste management billed were R1.2 billion against expenditure of R831 million.
9. Capital spending levels are reported at 28.1 per cent or R2.5 billion of the adopted capital budget of R8.9 billion.
10. Aggregate municipal consumer debts amounted to R181.5 billion (compared to R164.2 billion reported in the first quarter of 2019/20) as at 31 December 2019. A total amount of R25.8 billion or 14.2 per cent has been written off as bad debt. This high amount is attributable to the bad debt written off by the Mangaung municipality to the value of R16.2 billion which appears overstated due to incorrect reporting. The government accounts for 7.3 per cent or R13.2 billion (R12.1 billion reported in the first quarter of 2019/20) of the total outstanding debtors. The largest component of this debt relates to households and represents 68.5 per cent or R124.4 billion (67.8 per cent or R111.3 billion in the first quarter).
11. It needs to be acknowledged that not all the outstanding debt of R181.5 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. This should not be interpreted that the National Treasury by implication suggests that the balance must be written-off by municipalities.
12. If consumer debt is limited to below 90 days, then the actual realistically collectable amount is estimated at R34.3 billion.
13. Metropolitan municipalities are owed R90.1 billion (R100.4 billion reported in the second quarter of 2018/19) in outstanding debt as at 31 December 2019. This is a decrease of R10.3 billion when compared to the same period in the previous financial year. The largest contributors are the City of Johannesburg which is owed the largest amount at R27.4 billion, followed by City of Ekurhuleni at R14.5 billion, City of Tshwane at R13.7 billion and eThekweni at R12.8 billion.
14. Households in metropolitan areas are reported to account for R63.5 billion or 70.5 per cent of outstanding debt, followed by businesses which account for R20.7 billion or 23 per cent. Debt owed by government agencies is approximately R3.5 billion or 3.9 per cent of the total outstanding debt owed to metros.
15. For the secondary cities, R42.7 billion (R32.6 billion reported in the first quarter of 2019/20) in outstanding consumer debt. The majority of debt is owed by households amounting to R27.8 billion or 65.2 per cent of the total outstanding debt. An amount of R32.1 billion or 75.3 per cent has been outstanding for more than 90 days. R281 million or 0.7 per cent has been written off by George, Msunduzi and Newcastle during the second quarter of this financial year.



16. Municipalities owed their creditors R47.5 billion as at 31 December 2019, an increase of R6 billion when compared to the R41.5 billion reported in the first quarter of 2019/20.
17. With the exception of the incorrect figures reported by Western Cape, municipalities in the Free State have the highest outstanding creditors greater than 90 days at R8.7 billion, followed by Mpumalanga at R6.3 billion and Gauteng at R3.4 billion.
18. The total balance on borrowing for all municipalities equates to R65.2 billion as at 31 December 2019. This includes long term loans of R47 billion, long term marketable bonds of R11.7 billion and other long term non-marketable bonds of R6.3 billion. The balance represents other short and long term financing instruments.
19. As at 31 December 2019, the total investments made by municipalities equates to R37.8 billion. This is R6.9 billion higher than the R28.4 billion reported in the first quarter of 2019/20. Investments includes bank deposits of R32.8 billion, guaranteed endowment policies (sinking funds) of R4.9 billion, listed corporate bonds of R53 million and some smaller investments.

### **Conditional Grants**

#### *Conditional Grants Expenditure as at 31 December 2019*

20. The Division of Revenue Act, 2019 (Act No.16 of 2019) (DoRA) allocated a total of R121 billion to local government to be spent in the 2019/20 financial year. This amount includes unconditional transfers of the Equitable Share (R68.9 billion), direct conditional grants allocated for capacity building (R1.6 billion), which includes an unallocated amount of R489.30 million for municipal disaster), direct conditional grants for infrastructure projects, (R30.9 billion), the Urban Settlement Development Grant (R12 billion) and indirect conditional grants of R7.2 billion.
21. As at 31 December 2019, an amount of R17.9 billion was transferred to municipalities, which is 54.9 per cent against an allocation of R32.6 billion for direct conditional grants (Infrastructure and capacity grants).
22. The overall expenditure reported by municipalities through the transferring national officers responsible for grant administration as at 31 December 2019 is 59.8 per cent or R10.7 billion against the R17.9 billion transferred to municipalities in the second quarter. In terms of the total R32.6 billion allocated to municipalities as direct conditional grants, total expenditure is 32.9 per cent.

#### *Capacity Building and Other Conditional Grants Expenditure as at 31 December 2019*

23. A total of R1.6 billion is allocated to capacity building and other operational grants. These grants are intended to assist municipalities in the development of their management, planning, technical, budgeting and financial management capabilities in the 2019/20 financial year.
24. The highest performing conditional grant under this category during the second quarter is the Expanded Public Works Programme (EPWP) with reported performance of 49.6 per cent, followed by the Infrastructure Skills Development Grant (ISDG) at 42.6 per cent and the Financial Management Grant (FMG) at 37.4 per cent.



25. The lowest performing grant in the second quarter ended 31 December 2019 is the Energy Efficiency and Demand Side Management Grant (EEDSM) with reported expenditure performance of 19.7 per cent. The low expenditure reported on the grant is as a result of most projects being in the procurement stage and the late appointment of service providers.

*Infrastructure Conditional Grants Expenditure as at 31 December 2019*

26. National transfers for infrastructure, excluding indirect or in-kind allocations to Transferring Officers executing specific projects on behalf of municipalities in the municipal area, amounts to R31 billion in the 2019/20 financial year.
27. The highest performing direct grants to municipalities during the second quarter is the Municipal Infrastructure Grant (MIG) which reported performance of 41.2 per cent, followed by the Integrated Urban Development Grant which reported performance of 33.4 per cent.
28. Other infrastructure grants reported expenditures that were below 30 per cent. As a result, National Treasury together with transferring national officers administering conditional grants have initiated the stopping and reallocation process in terms of sections 19 and 20 of DoRA. This process minimizes the risk of underspending and potential use of conditional grants for unintended purposes.
29. Indirect grants (both infrastructure and capacity) allocated to municipalities amounted to R7.2 billion in the 2019/20 financial year. Indirect grants are allocations whereby the National Transferring Officers are responsible for implementation and administering the grants. Performance monitoring for these grants are not included as part of the Section 71 publications because municipalities do not receive these allocations directly (allocations in-kind). Reporting on these transfers should be included in the Section 40 reporting requirements for National Department as articulated in the Public Finance Management Act, 1999 (Act No. 1 of 1999).

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](http://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 2019 Division of Revenue Act. The budgeted figures shown are based on the 2019/20 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 30 January 2020. 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 by National Treasury**

**Date: 5 March 2020**





## STRUCTURE OF INFORMATION RELEASED:

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

- Municipal Budget Statements:
  - a. High-level summary of revenue for 257 municipalities;
  - b. 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 – Secondary cities municipalities;
  - h. Conditional Grant summary – Secondary cities municipalities;
  - i. Summary – Provinces;
  - j. Conditional Grant summary – Provinces;
  - k. Analysis of Sources of Revenue – 257 municipalities;
  - l. Listing of borrowing instruments – 203 municipalities;
  - m. Listing of investment instruments – 199 municipalities;
  - n. Monthly repairs and maintenance 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 5.7 per cent or R12 billion on revenue collection, an under performance of 18 per cent or R36.8 billion on operational expenditure and an over performance of 18.6 per cent or R6.7 billion on capital expenditure.

**1. Consolidated statement of financial performance**

Description	Budget year 2019/20							
	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
<b>R thousands</b>								
<b>Financial Performance</b>								
Property rates	71 212 757	71 263 591	21 853 796	15 462 665	37 316 461	36 367 402	949 060	2.61
Service charges	210 176 145	210 065 830	47 225 290	43 276 798	90 502 089	104 004 693	(13 502 604)	(12.98)
Investment revenue	4 415 551	4 432 784	1 181 816	926 496	2 108 312	2 212 650	(104 338)	(4.72)
Transfers and subsidies	81 099 459	81 351 745	29 184 604	20 150 184	49 334 787	43 211 882	6 122 906	14.17
Other own revenue	42 173 118	42 322 982	9 756 358	10 153 976	19 910 333	25 327 653	(5 417 319)	(21.39)
<b>Total Revenue (excl capital transfers and contributions)</b>	<b>409 077 031</b>	<b>409 436 932</b>	<b>109 201 864</b>	<b>89 970 118</b>	<b>199 171 982</b>	<b>211 124 279</b>	<b>(11 952 296)</b>	<b>(5.66)</b>
<b>Operational Expenditure</b>								
Employee costs	120 480 548	120 240 380	23 737 527	25 852 610	49 590 136	60 607 438	(11 017 302)	(18.18)
Remuneration of councillors	4 506 203	4 510 649	902 410	912 119	1 814 529	2 279 522	(464 993)	(20.40)
Depreciation & asset impairment	32 502 794	32 126 879	4 927 337	5 706 729	10 634 065	15 725 046	(5 090 981)	(32.37)
Finance charges	10 399 250	10 427 764	2 118 099	2 274 658	4 392 757	5 074 528	(681 771)	(13.44)
Materials and bulk purchases	128 014 083	127 356 420	32 257 661	25 560 786	57 818 446	63 468 987	(5 650 541)	(8.90)
Transfers and subsidies	3 939 475	4 031 518	620 166	774 754	1 394 920	1 794 297	(399 377)	(22.26)
Other expenditure	103 458 831	103 359 686	18 040 893	23 880 813	41 921 706	55 419 595	(13 497 889)	(24.36)
<b>Total Expenditure</b>	<b>403 301 184</b>	<b>402 053 295</b>	<b>82 604 092</b>	<b>84 962 468</b>	<b>167 566 560</b>	<b>204 369 414</b>	<b>(36 802 854)</b>	<b>(18.01)</b>
<b>Surplus/(Deficit)</b>	<b>5 775 847</b>	<b>7 383 637</b>	<b>26 597 772</b>	<b>5 007 650</b>	<b>31 605 423</b>	<b>6 754 865</b>	<b>24 850 558</b>	<b>367.89</b>
<b>Capital Expenditure</b>								
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	39 292 662	39 924 858	2 656 516	6 478 837	9 135 353	18 997 683	(9 862 330)	(51.91)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions) & Transfers and subsidies - capital (in- kind - all)	1 989 404	1 970 365	402 975	389 490	792 465	825 876	(33 411)	(4.05)
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>47 057 913</b>	<b>49 278 860</b>	<b>29 657 264</b>	<b>11 875 977</b>	<b>41 533 241</b>	<b>26 578 424</b>	<b>14 954 816</b>	<b>56.27</b>
Share of surplus/ (deficit) of associate	1 616	1 616	-	-	-	808	(808)	(100.00)
<b>Surplus/(Deficit) for the year</b>	<b>47 059 529</b>	<b>49 280 476</b>	<b>29 657 264</b>	<b>11 875 977</b>	<b>41 533 241</b>	<b>26 579 232</b>	<b>14 954 009</b>	<b>56.26</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>78 363 267</b>	<b>78 130 303</b>	<b>30 375 180</b>	<b>12 523 029</b>	<b>42 898 209</b>	<b>36 170 064</b>	<b>6 728 144</b>	<b>18.60</b>
Transfers recognised - capital	40 353 788	38 904 692	11 699 396	9 016 546	20 715 942	18 599 851	2 116 091	11.38
Borrowing	17 557 397	17 420 131	971 778	1 400 788	2 372 567	6 780 673	(4 408 107)	(65.01)
Internally generated funds	11 405 692	11 696 962	15 610 133	1 865 293	17 475 426	5 560 788	11 914 638	214.26
<b>Total sources of capital funds</b>	<b>69 316 877</b>	<b>68 021 785</b>	<b>28 281 307</b>	<b>12 282 628</b>	<b>40 563 935</b>	<b>30 941 313</b>	<b>9 622 622</b>	<b>31.10</b>

Source: National Treasury Local Government database



## 2. Consolidated statement of financial position

Description	Budget year 2019/20							
	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
<b>R thousands</b>								
<b>ASSETS</b>								
<b>Current assets</b>								
Cash	6 382 394	6 085 106	5 549 344	1 991 056	7 540 400	4 906 893	2 633 507	53.67
Call deposits and investments	19 608 526	11 380 696	13 480 050	(589 364)	12 890 686	4 517 666	8 373 020	185.34
Consumer debtors	55 292 271	44 849 316	40 083 243	5 324 940	45 408 183	21 841 117	23 567 067	107.90
Other debtors	21 414 036	21 732 930	24 713 812	5 434 287	30 148 099	16 269 736	13 878 364	85.30
Current portion of long-term receivables	1 349 114	1 341 524	556 593	227 312	783 905	475 261	308 643	64.94
Inventory	4 950 019	4 759 084	4 752 445	(425 096)	4 327 349	2 585 908	1 741 441	67.34
<b>Total current assets</b>	<b>108 996 359</b>	<b>90 148 656</b>	<b>89 135 487</b>	<b>11 963 135</b>	<b>101 098 622</b>	<b>50 596 581</b>	<b>50 502 041</b>	<b>99.81</b>
<b>Non current assets</b>								
Long-term receivables	1 958 647	219 121	1 640 505	(89 670)	1 550 835	117 990	1 432 845	1 214.38
Investments	6 649 581	2 065 531	3 222 196	1 835 439	5 057 635	1 636 864	3 420 771	208.98
Investment property	15 254 693	13 035 914	13 939 349	804 734	14 744 083	8 251 678	6 492 405	78.68
Investment in Associate	453 415	429 987	642 700	(54 647)	588 053	318 415	269 638	84.68
Property, plant and equipment	474 885 493	465 193 046	329 826 609	19 648 934	349 475 543	218 340 918	131 134 625	60.06
Biological	48 401	48 401	163 569	(1 295)	162 273	12 164	150 110	1 234.10
Intangible	2 828 807	2 361 728	1 431 687	132 611	1 564 298	903 878	660 420	73.07
Other non-current assets	2 721 931	2 575 095	1 380 674	258 407	1 639 080	774 000	865 081	111.77
<b>Total non current assets</b>	<b>504 800 968</b>	<b>485 928 823</b>	<b>352 247 287</b>	<b>22 534 514</b>	<b>374 781 802</b>	<b>230 355 907</b>	<b>144 425 895</b>	<b>62.70</b>
<b>TOTAL ASSETS</b>	<b>613 797 327</b>	<b>576 077 479</b>	<b>441 382 775</b>	<b>34 497 649</b>	<b>475 880 424</b>	<b>280 952 488</b>	<b>194 927 936</b>	<b>69.38</b>
<b>LIABILITIES</b>								
<b>Current liabilities</b>								
Bank overdraft	116 101	113 879	(26 186)	58 133	31 947	53 326	(21 379)	(40.09)
Borrowing	3 611 280	3 177 015	528 075	(445 737)	82 338	777 254	(694 917)	(89.41)
Consumer deposits	2 574 568	2 084 501	2 252 781	591 283	2 844 064	1 145 083	1 698 981	148.37
Trade and other payables	77 260 208	67 945 851	68 914 333	13 825 791	82 740 124	37 857 089	44 883 035	118.56
Provisions	9 541 473	8 391 324	11 368 753	(10 068)	11 358 685	4 507 268	6 851 417	152.01
<b>Total current liabilities</b>	<b>93 103 630</b>	<b>81 712 570</b>	<b>83 037 756</b>	<b>14 019 401</b>	<b>97 057 158</b>	<b>44 340 020</b>	<b>52 717 138</b>	<b>118.89</b>
<b>Non current liabilities</b>								
Financial liabilities	52 725 307	43 807 144	20 021 877	667 756	20 689 633	10 499 537	10 190 096	97.05
Provisions	23 409 528	15 741 988	11 631 378	318 497	11 949 876	6 077 469	5 872 407	96.63
<b>Total non current liabilities</b>	<b>76 134 834</b>	<b>59 549 132</b>	<b>31 653 256</b>	<b>986 254</b>	<b>32 639 509</b>	<b>16 577 006</b>	<b>16 062 504</b>	<b>96.90</b>
<b>TOTAL LIABILITIES</b>	<b>169 238 465</b>	<b>141 261 702</b>	<b>114 691 012</b>	<b>15 005 655</b>	<b>129 696 667</b>	<b>60 917 026</b>	<b>68 779 641</b>	<b>112.91</b>
<b>NET ASSETS</b>	<b>444 558 863</b>	<b>434 815 777</b>	<b>326 691 763</b>	<b>19 491 994</b>	<b>346 183 757</b>	<b>220 035 462</b>	<b>126 148 295</b>	<b>57.33</b>
<b>COMMUNITY WEALTH/EQUITY</b>								
Accumulated Surplus/(Deficit)	390 152 610	386 526 669	273 279 889	8 549 322	281 829 212	187 845 532	93 983 679	0
Reserves	29 574 399	22 407 939	29 928 714	555 233	30 483 947	12 493 473	17 990 473	0
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>419 727 009</b>	<b>408 934 608</b>	<b>303 208 603</b>	<b>9 104 555</b>	<b>312 313 158</b>	<b>200 339 006</b>	<b>111 974 153</b>	<b>0</b>

### 3. Aggregated revenue and expenditure for municipalities

National aggregated revenue as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				Q2 of 2018/19 to Q2 of 2019/20
	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	
<b>Revenue</b>																
Category A (Metro)	252 090 514	36 165 890	288 256 404	54 247 981	3 685 575	57 933 556	20.1%	118 957 990	8 046 934	127 004 923	44.1%	116 424 401	5 863 983	122 288 384	24.9%	(52.6%)
Category B (Local)	133 798 834	23 638 190	157 437 024	29 899 115	4 136 180	34 035 295	21.6%	67 072 914	14 475 660	81 548 575	51.8%	62 654 205	6 048 157	68 702 362	21.7%	(50.5%)
Category C (District)	23 187 683	9 512 796	32 700 479	5 823 022	4 460 873	10 283 895	31.4%	13 141 079	18 041 341	31 182 419	95.4%	11 877 611	2 542 290	14 419 901	24.5%	(28.7%)
<b>Total</b>	<b>409 077 031</b>	<b>69 316 877</b>	<b>478 393 908</b>	<b>89 970 118</b>	<b>12 282 628</b>	<b>102 252 746</b>	<b>21.4%</b>	<b>199 171 982</b>	<b>40 563 935</b>	<b>239 735 917</b>	<b>50.1%</b>	<b>190 956 216</b>	<b>14 454 430</b>	<b>205 410 646</b>	<b>23.7%</b>	<b>(50.2%)</b>
<b>Summary per Province</b>																
Eastern Cape	43 861 819	8 541 218	52 403 038	5 356 669	1 489 845	6 846 514	13.1%	15 544 102	4 592 925	20 137 027	38.4%	18 226 413	3 806 268	22 032 682	35.7%	(68.9%)
Free State	18 168 871	3 399 079	21 567 950	3 747 969	361 067	4 109 036	19.1%	8 678 658	2 857 083	11 535 741	53.5%	8 250 192	505 811	8 756 002	19.4%	(53.1%)
Gauteng	152 196 642	20 137 002	172 333 644	37 560 148	2 819 919	40 380 068	23.4%	76 432 469	4 372 128	80 804 597	46.9%	69 728 168	2 991 155	72 719 323	23.5%	(44.5%)
Kwazulu-Natal	68 851 028	13 415 299	82 266 327	12 360 246	4 543 982	16 904 227	20.5%	33 218 597	21 341 234	54 559 831	66.3%	33 764 065	2 442 988	36 207 053	24.1%	(53.3%)
Limpopo	19 828 138	5 533 120	25 361 258	4 291 951	1 087 801	5 379 752	21.2%	10 197 409	4 219 676	14 417 085	56.8%	9 019 214	1 289 113	10 308 327	24.2%	(47.8%)
Mpumalanga	18 592 110	3 264 466	21 856 576	3 934 608	495 564	4 430 172	20.3%	9 324 032	840 291	10 164 324	46.5%	8 263 419	1 219 273	9 482 692	22.5%	(53.3%)
North West	18 601 960	2 666 107	21 268 066	5 741 402	382 164	6 123 566	28.8%	10 170 011	723 391	10 893 402	51.2%	8 510 936	747 688	9 258 625	19.5%	(33.9%)
Northern Cape	7 579 497	1 284 505	8 864 002	1 634 491	310 315	1 944 807	21.9%	3 552 767	429 930	3 982 697	44.9%	3 687 301	230 189	3 917 490	21.5%	(50.4%)
Western Cape	61 396 964	11 076 082	72 473 046	15 342 634	791 970	16 134 604	22.3%	32 053 938	1 187 277	33 241 214	45.9%	31 506 508	1 221 945	32 728 453	22.7%	(50.7%)
<b>Total National</b>	<b>409 077 031</b>	<b>69 316 877</b>	<b>478 393 908</b>	<b>89 970 118</b>	<b>12 282 628</b>	<b>102 252 746</b>	<b>21.4%</b>	<b>199 171 982</b>	<b>40 563 935</b>	<b>239 735 917</b>	<b>50.1%</b>	<b>190 956 216</b>	<b>14 454 430</b>	<b>205 410 646</b>	<b>23.7%</b>	<b>(50.2%)</b>

Source: National Treasury Local Government database

National aggregated expenditure as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				Q2 of 2018/19 to Q2 of 2019/20
	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	
<b>Expenditure</b>																
Category A (Metro)	237 336 815	40 539 919	277 876 734	51 664 152	3 231 615	54 895 767	19.8%	108 331 603	9 023 804	117 355 407	42.2%	101 182 706	8 402 933	109 585 639	22.9%	(49.9%)
Category B (Local)	143 033 234	26 876 841	169 910 074	28 293 067	4 649 875	32 942 942	19.4%	50 268 563	15 502 638	65 771 201	38.7%	46 362 765	8 004 657	54 367 422	19.1%	(39.4%)
Category C (District)	22 967 332	10 946 507	33 913 838	5 021 874	4 641 539	9 663 413	28.5%	8 997 883	18 371 767	27 369 650	80.7%	8 188 296	2 753 005	10 941 301	19.9%	(11.7%)
<b>Total</b>	<b>403 337 380</b>	<b>78 363 267</b>	<b>481 700 646</b>	<b>84 979 093</b>	<b>12 523 029</b>	<b>97 502 122</b>	<b>20.2%</b>	<b>167 598 049</b>	<b>42 898 209</b>	<b>210 496 258</b>	<b>43.7%</b>	<b>155 733 767</b>	<b>19 160 595</b>	<b>174 894 362</b>	<b>21.3%</b>	<b>(44.3%)</b>
<b>Summary per Province</b>																
Eastern Cape	35 468 396	8 638 191	44 106 587	5 125 575	1 735 891	6 861 466	15.6%	9 682 405	5 807 051	15 489 456	35.1%	13 609 293	4 448 658	18 057 951	25.8%	(62.0%)
Free State	22 129 048	3 423 852	25 552 900	3 899 411	362 460	4 261 871	16.7%	7 849 079	2 858 819	10 707 897	41.9%	6 551 322	864 037	7 415 359	17.6%	(42.5%)
Gauteng	146 275 495	21 037 220	167 312 714	35 842 451	2 023 494	37 865 945	22.6%	70 869 445	3 694 201	74 563 647	44.6%	62 241 529	3 684 795	65 926 324	22.2%	(42.6%)
Kwazulu-Natal	69 600 281	17 176 895	86 777 176	12 409 495	4 923 529	17 333 024	20.0%	28 164 152	22 965 777	51 129 929	58.9%	27 666 923	3 560 135	31 227 059	21.9%	(44.5%)
Limpopo	18 426 454	6 796 585	25 223 039	3 651 407	1 281 988	4 933 395	19.6%	6 761 443	4 554 305	11 315 748	44.9%	5 609 085	2 053 129	7 662 213	20.6%	(35.6%)
Mpumalanga	20 872 813	3 924 304	24 797 117	4 026 851	610 655	4 637 505	18.7%	7 733 541	965 414	8 718 955	35.2%	6 584 243	986 411	7 570 655	20.1%	(38.7%)
North West	19 896 327	3 442 943	23 339 269	3 555 711	408 973	3 964 684	17.0%	6 217 039	367 850	6 644 889	28.5%	5 901 085	864 427	6 765 512	15.5%	(41.4%)
Northern Cape	7 717 568	1 330 699	9 048 267	1 687 673	357 087	2 044 760	22.6%	2 712 481	481 208	3 193 689	35.3%	2 904 861	1 373 658	4 278 518	19.5%	(52.2%)
Western Cape	62 950 997	12 592 579	75 543 577	14 780 519	819 242	15 599 761	20.7%	27 548 465	1 183 583	28 732 048	38.0%	24 665 427	1 325 345	25 990 771	20.2%	(40.0%)
<b>Total National</b>	<b>403 337 380</b>	<b>78 363 267</b>	<b>481 700 646</b>	<b>84 979 093</b>	<b>12 523 029</b>	<b>97 502 122</b>	<b>20.2%</b>	<b>167 598 049</b>	<b>42 898 209</b>	<b>210 496 258</b>	<b>43.7%</b>	<b>155 733 767</b>	<b>19 160 595</b>	<b>174 894 362</b>	<b>21.3%</b>	<b>(44.3%)</b>

Source: National Treasury Local Government database

Quarterly Budget Summary as at 31 December 2019

Description	Budget year 2019/20							
	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
<b>Financial Performance</b>								
Property rates	71 212 757	71 263 591	21 853 796	15 462 665	37 316 461	36 367 402	949 060	2.61
Service charges	210 176 145	210 065 830	47 225 290	43 276 798	90 502 089	104 004 693	(13 502 604)	(12.98)
Investment revenue	4 415 551	4 432 784	1 181 816	926 496	2 108 312	2 212 650	(104 338)	(4.72)
Transfers and subsidies	81 099 459	81 351 745	29 184 604	20 150 184	49 334 787	43 211 882	6 122 906	14.17
Other own revenue	42 173 118	42 322 982	9 756 358	10 153 976	19 910 333	25 327 653	(5 417 319)	(21.39)
<b>Total Revenue (excl capital transfers and contributions)</b>	<b>409 077 031</b>	<b>409 436 932</b>	<b>109 201 864</b>	<b>89 970 118</b>	<b>199 171 982</b>	<b>211 124 279</b>	<b>(11 952 296)</b>	<b>(5.66)</b>
Employee costs	120 480 548	120 240 380	23 737 527	25 852 610	49 590 136	60 607 438	(11 017 302)	(18.18)
Remuneration of councillors	4 506 203	4 510 649	902 410	912 119	1 814 529	2 279 522	(464 993)	(20.40)
Depreciation & asset impairment	32 502 794	32 126 879	4 927 337	5 706 729	10 634 065	15 725 046	(5 090 981)	(32.37)
Finance charges	10 399 250	10 427 764	2 118 099	2 274 658	4 392 757	5 074 528	(681 771)	(13.44)
Materials and bulk purchases	128 014 083	127 356 420	32 257 661	25 560 786	57 818 446	63 468 987	(5 650 541)	(8.90)
Transfers and subsidies	3 939 475	4 031 518	620 166	774 754	1 394 920	1 794 297	(399 377)	(22.26)
Other expenditure	103 458 831	103 359 686	18 040 893	23 880 813	41 921 706	55 419 595	(13 497 889)	(24.36)
<b>Total Expenditure</b>	<b>403 301 184</b>	<b>402 053 295</b>	<b>82 604 092</b>	<b>84 962 468</b>	<b>167 566 560</b>	<b>204 369 414</b>	<b>(36 802 854)</b>	<b>(18.01)</b>
<b>Surplus/(Deficit)</b>	<b>5 775 847</b>	<b>7 383 637</b>	<b>26 597 772</b>	<b>5 007 650</b>	<b>31 605 423</b>	<b>6 754 865</b>	<b>24 850 558</b>	<b>367.89</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	39 292 662	39 924 858	2 656 516	6 478 837	9 135 353	18 997 683	(9 862 330)	(51.91)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) & Transfers and subsidies - capital (in-kind - all)	1 989 404	1 970 365	402 975	389 490	792 465	825 876	(33 411)	(4.05)
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>47 057 913</b>	<b>49 278 860</b>	<b>29 657 264</b>	<b>11 875 977</b>	<b>41 533 241</b>	<b>26 578 424</b>	<b>14 954 816</b>	<b>56.27</b>
Share of surplus/ (deficit) of associate	1 616	1 616	-	-	-	808	(808)	(100.00)
<b>Surplus/(Deficit) for the year</b>	<b>47 059 529</b>	<b>49 280 476</b>	<b>29 657 264</b>	<b>11 875 977</b>	<b>41 533 241</b>	<b>26 579 232</b>	<b>14 954 009</b>	<b>56.26</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>78 363 267</b>	<b>78 130 303</b>	<b>30 375 180</b>	<b>12 523 029</b>	<b>42 898 209</b>	<b>36 170 064</b>	<b>6 728 144</b>	<b>18.60</b>
Transfers recognised - capital	40 353 788	38 904 692	11 699 396	9 016 546	20 715 942	18 599 851	2 116 091	11.38
Borrowing	17 557 397	17 420 131	971 778	1 400 788	2 372 567	6 780 673	(4 408 107)	(65.01)
Internally generated funds	11 405 692	11 696 962	15 610 133	1 865 293	17 475 426	5 560 788	11 914 638	214.26
<b>Total sources of capital funds</b>	<b>69 316 877</b>	<b>68 021 785</b>	<b>28 281 307</b>	<b>12 282 628</b>	<b>40 563 935</b>	<b>30 941 313</b>	<b>9 622 622</b>	<b>31.10</b>

Source: National Treasury Local Government database

## Salaries and wages expenditure as at 31 December 2019

	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19		Q2 of 2018/19 to Q2 of 2019/20
	Main appropriation	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total as % of main app	Actual Expenditure	Total as % of main app	
<b>R thousands</b>									
Category A (Metro)	69 661 827	69 661 864	15 203 846	21.8%	30 647 333	44.0%	30 001 299	25.5%	(49.3%)
Category B (Local)	45 498 087	45 272 116	9 279 510	20.4%	16 430 382	36.1%	15 607 151	21.6%	(40.5%)
Category C (District)	9 826 838	9 817 048	2 281 373	23.2%	4 326 950	44.0%	3 700 564	22.0%	(38.4%)
<b>Total</b>	<b>124 986 751</b>	<b>124 751 028</b>	<b>26 764 729</b>	<b>21.4%</b>	<b>51 404 665</b>	<b>41.1%</b>	<b>49 309 015</b>	<b>23.8%</b>	<b>(45.7%)</b>
<b>Per Province</b>									
Eastern Cape	12 949 768	12 918 051	2 128 170	16.4%	4 392 350	33.9%	5 177 227	25.3%	(58.9%)
Free State	7 204 911	7 189 936	1 360 149	18.9%	2 741 348	38.0%	2 726 395	24.1%	(50.1%)
Gauteng	39 807 876	39 806 530	9 607 002	24.1%	17 311 273	43.5%	16 745 074	24.6%	(42.6%)
Kwazulu-Natal	21 801 011	21 791 222	3 941 573	18.1%	8 785 588	40.3%	9 275 046	25.8%	(57.5%)
Limpopo	6 905 111	6 837 784	1 418 317	20.5%	2 785 986	40.3%	1 835 673	16.2%	(22.7%)
Mpumalanga	6 696 678	6 692 379	1 264 841	18.9%	2 349 199	35.1%	2 117 456	21.2%	(40.3%)
North West	5 371 870	5 309 031	914 321	17.0%	1 939 603	36.1%	1 620 821	19.4%	(43.6%)
Northern Cape	3 054 559	3 005 195	702 619	23.0%	1 238 099	40.5%	1 192 291	23.1%	(41.1%)
Western Cape	21 194 967	21 200 902	5 427 736	25.6%	9 861 221	46.5%	8 619 031	23.6%	(37.0%)
<b>Total</b>	<b>124 986 751</b>	<b>124 751 028</b>	<b>26 764 729</b>	<b>21.4%</b>	<b>51 404 665</b>	<b>41.1%</b>	<b>49 309 015</b>	<b>23.8%</b>	<b>(45.7%)</b>

Source: National Treasury Local Government database

## 4. Aggregate revenue and expenditure trends for metros

### Metros aggregated revenue as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				Q2 of 2018/19 to Q2 of 2019/20
	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	
Buffalo City	7 143 008	1 737 413	8 880 421	1 703 926	414 898	2 118 824	23.9%	3 613 406	550 248	4 163 654	46.9%	3 430 306	469 759	3 900 064	27.2%	(45.7%)
Cape Town	41 094 542	7 225 060	48 319 602	10 991 930	132 351	11 124 281	23.0%	22 264 549	1 655 473	23 920 022	46.4%	22 313 238	136 970	22 450 209	23.8%	(50.4%)
City of Ekurhuleni	38 665 061	7 417 207	46 082 268	9 205 353	1 454 723	10 660 076	23.1%	19 856 904	1 760 816	21 617 720	46.9%	18 448 524	910 265	19 358 789	22.1%	(44.9%)
eThekweni	39 248 508	5 149 304	44 397 812	6 331 347	304 079	6 635 425	14.9%	17 248 961	474 946	17 723 907	39.9%	18 538 313	525 965	19 064 277	24.8%	(65.2%)
City of Johannesburg	57 485 417	7 754 430	65 239 846	16 639 398	1 248 946	17 888 345	27.4%	33 418 040	2 532 854	35 950 894	55.1%	27 530 100	1 749 399	29 279 499	24.7%	(38.9%)
Mangaung	6 949 638	1 266 261	8 215 898	1 512 479	130 577	1 643 057	20.0%	3 537 883	178 861	3 716 744	45.2%	3 275 441	211 249	3 486 690	21.4%	(52.9%)
Nelson Mandela Bay	20 662 256	1 832 628	22 494 884	-	-	-	0%	3 434 253	2 383 734	5 817 987	25.9%	5 959 310	1 860 377	7 819 687	(65.4%)	(100.0%)
City of Tshwane	40 842 083	3 783 588	44 625 672	7 863 547	-	7 863 547	17.6%	15 583 994	-	15 583 994	34.9%	16 929 169	-	16 929 169	23.0%	(53.6%)
<b>Total</b>	<b>252 090 514</b>	<b>36 165 890</b>	<b>288 256 404</b>	<b>54 247 981</b>	<b>3 685 575</b>	<b>57 933 556</b>	<b>20.1%</b>	<b>118 957 990</b>	<b>8 046 934</b>	<b>127 004 923</b>	<b>44.1%</b>	<b>116 424 401</b>	<b>5 863 983</b>	<b>122 288 384</b>	<b>24.9%</b>	<b>(52.6%)</b>

Source: National Treasury Local Government database

### Metros aggregated expenditure as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				Q2 of 2018/19 to Q2 of 2019/20
	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	
Buffalo City	7 142 098	1 737 413	8 879 511	1 930 811	415 103	2 345 914	26.4%	3 889 024	550 453	4 439 477	50.0%	3 514 345	537 442	4 051 787	24.8%	(42.1%)
Cape Town	42 099 244	8 430 911	50 530 155	10 068 871	156 731	10 225 602	20.2%	18 903 575	158 250	19 061 825	37.7%	17 317 392	227 470	17 544 862	19.7%	(41.7%)
City of Ekurhuleni	38 806 031	7 417 207	46 223 238	9 145 279	1 454 723	10 600 003	22.9%	18 695 504	1 760 816	20 456 321	44.3%	16 540 056	989 203	17 529 259	21.9%	(39.5%)
eThekweni	38 728 894	7 854 605	46 583 499	6 300 357	622 918	6 923 275	14.9%	15 462 931	1 225 054	16 687 984	35.8%	15 822 290	1 841 561	17 663 852	23.8%	(60.8%)
City of Johannesburg	56 775 410	7 754 430	64 529 839	15 034 306	1 521 461	16 555 766	25.7%	30 755 471	2 734 640	33 490 111	51.9%	25 108 174	1 756 094	26 864 267	22.6%	(38.4%)
Mangaung	6 819 795	1 266 261	8 086 056	1 457 354	130 577	1 587 932	19.6%	3 844 737	178 861	4 023 598	49.8%	3 075 264	288 143	3 363 407	25.1%	(52.8%)
Nelson Mandela Bay	11 518 639	1 832 628	13 351 267	-	-	-	0%	217 082	3 378 373	3 595 455	26.9%	4 339 158	2 191 765	6 530 923	54.8%	(100.0%)
City of Tshwane	35 446 704	4 246 464	39 693 168	7 727 174	(1 069 899)	6 657 276	16.8%	16 563 280	(962 643)	15 600 637	39.3%	15 466 027	571 256	16 037 283	22.3%	(58.5%)
<b>Total</b>	<b>237 336 815</b>	<b>40 539 919</b>	<b>277 876 734</b>	<b>51 664 152</b>	<b>3 231 615</b>	<b>54 895 767</b>	<b>19.8%</b>	<b>108 331 603</b>	<b>9 023 804</b>	<b>117 355 407</b>	<b>42.2%</b>	<b>101 182 706</b>	<b>8 402 933</b>	<b>109 585 639</b>	<b>22.9%</b>	<b>(49.9%)</b>

Source: National Treasury Local Government database

Quarterly Budget Summary for Metros as at 31 December 2019

Description	Budget year 2019/20								
	R thousands	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
<b>Financial Performance</b>									
Property rates		49 940 914	49 940 914	14 762 989	10 986 640	25 749 629	24 392 695	1 356 934	5.56
Service charges		144 749 863	144 698 650	31 772 383	28 131 533	59 903 916	68 308 362	(8 404 446)	(12.30)
Investment revenue		2 620 958	2 620 958	769 126	574 932	1 344 057	1 355 487	(11 429)	(0.84)
Transfers and subsidies		28 148 654	28 309 742	10 455 947	7 434 714	17 890 660	15 486 751	2 403 909	15.52
Other own revenue		26 630 124	26 630 124	6 949 565	7 120 163	14 069 727	17 669 318	(3 599 590)	(20.37)
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>252 090 514</b>	<b>252 200 389</b>	<b>64 710 008</b>	<b>54 247 981</b>	<b>118 957 990</b>	<b>127 212 612</b>	<b>(8 254 622)</b>	<b>(6.49)</b>
Employee costs		68 666 213	68 666 250	15 222 120	15 003 887	30 226 007	34 516 100	(4 290 093)	(12.43)
Remuneration of councillors		995 613	995 613	221 367	199 959	421 326	490 519	(69 193)	(14.11)
Depreciation & asset impairment		16 325 517	16 278 145	3 710 687	3 591 716	7 302 403	7 826 113	(523 710)	(6.69)
Finance charges		7 631 215	7 619 215	1 703 450	1 350 798	3 054 248	3 843 859	(789 611)	(20.54)
Materials and bulk purchases		85 346 817	85 318 858	23 269 447	16 441 325	39 710 772	42 385 641	(2 674 868)	(6.31)
Transfers and subsidies		2 210 389	2 234 345	376 654	416 172	792 826	941 021	(148 195)	(15.75)
Other expenditure		56 124 853	56 438 066	12 148 861	14 643 671	26 792 531	31 894 414	(5 101 883)	(16.00)
<b>Total Expenditure</b>		<b>237 300 619</b>	<b>237 550 493</b>	<b>56 652 586</b>	<b>51 647 527</b>	<b>108 300 114</b>	<b>121 897 665</b>	<b>(13 597 552)</b>	<b>(11.15)</b>
<b>Surplus/(Deficit)</b>		<b>14 789 895</b>	<b>14 649 896</b>	<b>8 057 422</b>	<b>2 600 454</b>	<b>10 657 876</b>	<b>5 314 947</b>	<b>5 342 929</b>	<b>100.53</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		16 398 030	16 399 898	699 073	2 774 537	3 473 609	6 839 846	(3 366 237)	(49.22)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) & Transfers and subsidies - capital (in-kind - all)		1 436 499	1 436 499	351 115	271 050	622 165	569 760	52 405	9.20
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>32 624 425</b>	<b>32 486 293</b>	<b>9 107 610</b>	<b>5 646 040</b>	<b>14 753 650</b>	<b>12 724 553</b>	<b>2 029 097</b>	<b>15.95</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>		<b>32 624 425</b>	<b>32 486 293</b>	<b>9 107 610</b>	<b>5 646 040</b>	<b>14 753 650</b>	<b>12 724 553</b>	<b>2 029 097</b>	<b>15.95</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure		40 539 919	41 114 352	5 792 189	3 231 615	9 023 804	16 939 772	(7 915 968)	(46.73)
Transfers recognised - capital		15 866 589	15 874 032	1 669 066	1 539 390	3 208 457	6 794 923	(3 586 467)	(52.78)
Borrowing		15 479 439	15 469 923	744 255	1 267 910	2 012 165	5 862 440	(3 850 275)	(65.68)
Internally generated funds		4 819 862	4 990 574	1 948 037	878 274	2 826 312	2 210 940	615 371	27.83
<b>Total sources of capital funds</b>		<b>36 165 890</b>	<b>36 334 529</b>	<b>4 361 359</b>	<b>3 685 575</b>	<b>8 046 934</b>	<b>14 868 303</b>	<b>(6 821 370)</b>	<b>(45.88)</b>

Source: National Treasury Local Government database

## 5. Aggregated revenue and expenditure for secondary cities

Secondary cities aggregated revenue budgets as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				2018/19 to 2019/20
	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 Matlosana	2 722 181	164 115	2 886 296	824 337	38 891	863 228	29.9%	1 301 477	51 580	1 353 058	46.9%	1 151 656	83 024	1 234 680	22.8%	(30.1%)
City of Mbombela	2 864 567	682 362	3 546 929	754 356	197 917	952 273	26.8%	1 609 736	297 823	1 907 559	53.8%	1 628 810	210 288	1 839 098	27.4%	(48.2%)
Drakensstein	2 331 777	378 030	2 709 807	511 977	66 566	578 543	21.3%	1 096 587	93 509	1 190 096	43.9%	1 285 609	226 739	1 512 348	18.7%	(61.7%)
Emalahleni (MP)	3 181 225	178 986	3 360 211	768 409	24 048	792 458	23.6%	1 580 454	45 634	1 626 088	48.4%	1 422 887	82 892	1 505 778	22.1%	(47.4%)
Emfuleni	5 773 598	471 566	6 245 164	1 489 028	22 822	1 511 850	24.2%	3 253 909	22 802	3 276 712	52.5%	2 960 323	75 897	3 036 220	23.7%	(50.2%)
George	2 203 434	344 372	2 547 806	415 820	39 462	455 282	17.9%	838 607	74 013	912 619	35.8%	751 685	78 174	829 859	16.6%	(45.1%)
Govan Mbeki	2 000 926	100 363	2 101 289	419 124	17 359	436 483	20.8%	959 992	23 625	983 617	46.8%	871 518	9 596	881 113	27.8%	(50.5%)
J B Marks	1 715 897	21 148	1 737 045	416 111	40 296	456 407	26.3%	887 192	75 564	962 757	55.4%	820 807	5 914	826 721	24.0%	(44.8%)
Madibeng	1 829 055	281 797	2 110 852	535 293	27 333	562 626	26.7%	1 107 652	32 177	1 139 829	54.0%	989 887	99 996	1 089 882	24.8%	(48.4%)
Matjhabeng	2 671 803	220 615	2 892 418	621 772	37 025	658 797	22.8%	1 345 391	57 376	1 402 767	48.5%	1 095 899	32 032	1 127 930	20.4%	(41.6%)
Mogale City	3 056 921	191 489	3 248 410	757 379	(9 235)	748 144	23.0%	965 497	(67 900)	897 597	27.6%	924 048	-	924 048	22.2%	(19.0%)
Msunduzi	5 604 622	434 982	6 039 605	3 407	11 394	14 801	.2%	1 318 108	561 896	1 880 004	31.1%	2 475 412	91 914	2 567 326	23.1%	(99.4%)
Newcastle	1 978 515	10 543	1 989 058	357 070	23 764	380 834	19.1%	897 203	46 416	943 619	47.4%	975 626	-	975 626	25.3%	(61.0%)
Polokwane	3 794 802	1 889 186	5 683 988	846 798	297 036	1 143 834	20.1%	1 809 623	467 069	2 276 692	40.1%	1 678 903	488 741	2 167 644	20.9%	(47.2%)
Rustenburg	5 198 465	788 360	5 986 825	1 236 809	89 714	1 326 523	22.2%	2 123 646	188 043	2 311 689	38.6%	2 034 051	196 575	2 230 626	16.2%	(40.5%)
Sol Plaatje	2 203 612	184 285	2 387 897	489 974	42 421	532 394	22.3%	1 171 652	68 388	1 240 040	51.9%	1 048 878	62 836	1 111 715	19.1%	(52.1%)
Stellenbosch	1 778 647	558 277	2 336 924	363 550	108 904	472 454	20.2%	844 819	202 979	1 047 798	44.8%	800 413	147 131	947 544	22.8%	(50.1%)
Steve Tshwete uMhlatuze	1 638 860	115 714	1 754 573	436 816	15 962	452 777	25.8%	881 002	43 418	924 419	52.7%	387 451	27 795	415 246	26.0%	9.0%
	3 195 594	597 533	3 793 127	569 062	30 529	599 591	15.8%	1 541 835	88 104	1 629 938	43.0%	1 588 712	145 588	1 734 270	23.0%	(65.4%)
<b>Total</b>	<b>55 744 501</b>	<b>7 613 722</b>	<b>63 358 223</b>	<b>11 817 093</b>	<b>1 122 210</b>	<b>12 939 303</b>	<b>20.4%</b>	<b>25 534 382</b>	<b>2 372 515</b>	<b>27 906 897</b>	<b>44.0%</b>	<b>24 892 573</b>	<b>2 065 101</b>	<b>26 957 674</b>	<b>22.0%</b>	<b>(52.0%)</b>

Source: National Treasury Local Government database

Secondary cities aggregated expenditure budgets as at 31 December 2019

R thousands	Main appropriation			Second Quarter 2019/20				Year to date: 31 December 2019				Second Quarter 2018/19				2018/19 to 2019/20
	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 Matlosana	3 217 212	164 115	3 381 326	1 168 006	38 891	1 206 897	35.7%	1 565 642	51 580	1 617 222	47.8%	928 422	83 024	1 011 446	22.8%	19.3%
City of Mbombela	3 249 926	682 362	3 932 288	800 916	197 917	998 833	25.4%	1 590 250	297 823	1 888 073	48.0%	1 266 278	211 974	1 478 252	21.6%	(32.4%)
Drakensstein	2 399 626	378 030	2 777 656	565 180	66 566	631 745	22.7%	1 083 104	93 509	1 176 614	42.4%	1 019 532	226 739	1 246 271	25.6%	(49.3%)
Emalahleni (MP)	3 888 876	251 088	4 139 963	808 336	35 062	843 398	20.4%	1 522 681	64 264	1 586 945	38.3%	1 119 417	83 089	1 202 506	17.7%	(29.9%)
Emfuleni	5 717 910	471 566	6 189 476	1 305 610	22 822	1 328 433	21.5%	2 413 865	22 802	2 436 668	39.4%	2 113 671	75 897	2 189 568	26.0%	(39.3%)
George	2 270 007	344 772	2 614 779	487 744	39 494	527 238	20.2%	886 762	74 049	960 811	36.7%	786 940	80 355	867 295	19.8%	(39.2%)
Govan Mbeki	2 415 650	142 188	2 557 838	422 708	21 044	443 752	17.3%	795 442	13 567	809 009	31.6%	799 948	54 798	854 746	23.8%	(48.1%)
J B Marks	1 818 848	42 887	1 861 735	224 551	48 002	272 553	14.6%	440 340	(315 963)	124 377	6.7%	407 187	5 914	413 101	12.5%	(34.0%)
Madibeng	2 423 738	281 797	2 705 535	400 069	27 333	427 402	15.8%	635 966	32 177	668 143	24.7%	682 546	100 645	783 192	15.8%	(45.4%)
Matjhabeng	3 246 217	220 615	3 466 832	440 001	37 025	477 027	13.8%	744 659	57 376	802 035	23.1%	725 823	41 255	767 078	15.8%	(37.8%)
Mogale City	2 975 965	342 392	3 318 357	806 181	(11 438)	794 743	23.9%	(573 610)	(11 484)	(585 094)	(17.6%)	812 146	(0)	812 146	18.7%	(2.1%)
Msunduzi	5 328 507	555 371	5 883 878	156 782	29 580	186 363	3.2%	1 565 037	934 917	2 499 954	42.5%	2 407 270	105 272	2 512 542	25.2%	(92.6%)
Newcastle	2 432 636	200 619	2 633 255	636 461	(15 098)	621 363	23.6%	1 010 985	7 554	1 018 539	38.7%	858 171	-	858 171	23.0%	(27.6%)
Polokwane	3 549 931	1 889 186	5 439 117	734 248	297 036	1 031 285	19.0%	1 463 983	467 069	1 931 052	35.5%	947 205	488 842	1 436 047	15.2%	(28.2%)
Rustenburg	5 041 218	1 146 562	6 187 780	813 300	89 718	903 018	14.6%	1 739 059	188 046	1 927 105	31.1%	1 803 325	198 162	2 001 488	13.2%	(54.9%)
Sol Plaatje	2 194 210	184 285	2 378 495	498 894	42 421	541 315	22.8%	830 047	68 388	898 435	37.8%	1 027 961	72 370	1 100 331	20.5%	(50.8%)
Stellenbosch	1 808 247	558 277	2 366 523	341 155	108 904	450 059	19.0%	625 799	202 979	828 777	35.0%	445 857	147 500	593 357	18.7%	(24.2%)
Steve Tshwete uMhlatuze	1 721 632	462 137	2 183 769	383 358	106 609	489 967	22.4%	756 506	166 837	923 343	42.3%	352 485	79 234	431 719	22.4%	13.5%
	3 234 247	597 533	3 831 780	794 885	30 529	825 414	21.5%	1 575 377	88 104	1 663 481	43.4%	1 450 390	198 195	1 648 585	21.9%	(49.9%)
<b>Total</b>	<b>58 934 603</b>	<b>8 915 781</b>	<b>67 850 384</b>	<b>11 788 385</b>	<b>1 212 419</b>	<b>13 000 804</b>	<b>19.2%</b>	<b>20 671 893</b>	<b>2 503 595</b>	<b>23 175 488</b>	<b>34.2%</b>	<b>19 954 577</b>	<b>2 253 265</b>	<b>22 207 841</b>	<b>20.0%</b>	<b>(41.5%)</b>

Source: National Treasury Local Government database

Quarterly Budget Summary for Secondary Cities as at 31 December 2019

Description	Budget year 2019/20							YTD variance %	
	R thousands	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget		
<b>Financial Performance</b>									
Property rates		8 995 070	9 049 956	2 431 318	1 912 077	4 343 395	4 732 303	(388 908)	(8.22)
Service charges		32 459 416	32 301 755	8 069 415	6 774 305	14 843 720	18 005 497	(3 161 777)	(17.56)
Investment revenue		338 844	348 844	55 960	63 459	119 418	158 077	(38 659)	(24.46)
Transfers and subsidies		9 353 095	9 443 333	2 443 153	2 166 362	4 609 515	5 009 977	(400 461)	(7.99)
Other own revenue		4 598 076	4 891 137	717 443	900 890	1 618 334	2 257 718	(639 384)	(28.32)
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>55 744 501</b>	<b>56 035 025</b>	<b>13 717 289</b>	<b>11 817 093</b>	<b>25 534 382</b>	<b>30 163 572</b>	<b>(4 629 189)</b>	<b>(15.35)</b>
Employee costs		14 786 476	14 776 189	1 645 134	2 924 671	4 569 805	7 381 835	(2 812 029)	(38.09)
Remuneration of councillors		672 044	672 044	140 766	129 227	269 993	334 019	(64 026)	(19.17)
Depreciation & asset impairment		6 056 279	5 998 917	755 768	1 048 638	1 804 406	2 999 801	(1 195 396)	(39.85)
Finance charges		1 336 392	1 386 392	249 832	380 314	630 146	554 295	75 851	13.68
Materials and bulk purchases		20 702 377	20 475 211	4 763 348	4 403 061	9 166 409	10 200 905	(1 034 496)	(10.14)
Transfers and subsidies		321 115	320 295	65 839	61 728	127 567	144 329	(16 762)	(11.61)
Other expenditure		15 059 920	15 140 216	1 262 821	2 840 746	4 103 567	7 101 142	(2 997 575)	(42.21)
<b>Total Expenditure</b>		<b>58 934 603</b>	<b>58 769 265</b>	<b>8 883 507</b>	<b>11 788 385</b>	<b>20 671 893</b>	<b>28 716 326</b>	<b>(8 044 433)</b>	<b>(28.01)</b>
<b>Surplus/(Deficit)</b>		<b>(3 190 102)</b>	<b>(2 734 240)</b>	<b>4 833 782</b>	<b>28 707</b>	<b>4 862 490</b>	<b>1 447 246</b>	<b>3 415 244</b>	<b>235.98</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		5 026 496	5 029 121	240 516	874 177	1 114 693	2 464 896	(1 350 203)	(54.78)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) & Transfers and subsidies - capital (in-kind - all)		179 162	160 262	14 376	95 189	109 565	67 642	41 923	61.98
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>2 015 557</b>	<b>2 455 144</b>	<b>5 088 674</b>	<b>998 074</b>	<b>6 086 748</b>	<b>3 979 784</b>	<b>2 106 964</b>	<b>52.94</b>
Share of surplus/ (deficit) of associate		1 616	1 616	-	-	-	808	(808)	(100.00)
<b>Surplus/(Deficit) for the year</b>		<b>2 017 173</b>	<b>2 456 759</b>	<b>5 088 674</b>	<b>998 074</b>	<b>6 086 748</b>	<b>3 980 592</b>	<b>2 106 156</b>	<b>52.91</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>		<b>8 915 781</b>	<b>9 524 743</b>	<b>1 291 176</b>	<b>1 212 419</b>	<b>2 503 595</b>	<b>5 143 205</b>	<b>(2 639 610)</b>	<b>(51.32)</b>
Transfers recognised - capital		4 709 112	4 800 377	977 829	909 276	1 887 105	2 347 251	(460 147)	(19.60)
Borrowing		1 096 683	992 030	167 338	53 817	221 155	470 187	(249 032)	(52.96)
Internally generated funds		1 807 927	1 821 337	105 138	159 117	264 255	943 506	(679 251)	(71.99)
<b>Total sources of capital funds</b>		<b>7 613 722</b>	<b>7 613 744</b>	<b>1 250 305</b>	<b>1 122 210</b>	<b>2 372 515</b>	<b>3 760 945</b>	<b>(1 388 430)</b>	<b>(36.92)</b>

Source: National Treasury Local Government database

## 6. Operating revenue and expenditure per function for metros

### Metros aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of adj budget	Actual Revenue	Total Rev as % of main app
<b>Water</b>								
Buffalo City	747 626	747 626	189 217	25.3%	386 168	51.7%	509 576	42.3%
Cape Town	4 369 006	4 369 006	1 091 574	25.0%	2 201 538	50.4%	3 379 138	32.6%
City of Ekurhuleni	6 911 931	6 911 931	1 766 500	25.6%	3 665 408	53.0%	3 232 805	20.5%
eThekwini	6 177 976	6 177 976	797 322	12.9%	2 282 566	36.9%	2 581 198	23.6%
City of Johannesburg	7 637 791	7 637 791	-	-	-	-	5 781 420	44.3%
Mangaung	1 233 155	1 233 155	216 402	17.5%	607 567	49.3%	521 543	16.5%
Nelson Mandela Bay	1 107 368	1 107 368	-	-	164 249	14.8%	461 755	(31.1%)
City of Tshwane	6 272 389	6 272 389	1 344 250	21.4%	2 549 789	40.7%	2 039 738	25.3%
<b>Total</b>	<b>34 457 241</b>	<b>34 457 241</b>	<b>5 405 265</b>	<b>15.7%</b>	<b>11 857 285</b>	<b>34.4%</b>	<b>18 507 174</b>	<b>30.4%</b>

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of main app
<b>Water</b>								
Buffalo City	615 516	615 516	140 208	22.8%	275 317	44.7%	243 668	19.9%
Cape Town	3 747 229	3 747 230	887 885	23.7%	1 609 632	43.0%	1 699 024	18.8%
City of Ekurhuleni	6 768 659	6 768 659	1 568 123	23.2%	3 002 001	44.4%	3 012 273	26.3%
eThekwini	5 563 360	5 563 360	1 083 316	19.5%	2 354 656	42.3%	2 149 362	26.6%
City of Johannesburg	6 512 891	6 512 891	1 812 555	27.8%	3 601 760	55.3%	5 433 038	46.1%
Mangaung	1 100 861	1 232 875	374 372	34.0%	969 086	88.0%	459 041	30.7%
Nelson Mandela Bay	887 074	887 074	-	-	430 910	48.6%	298 397	23.8%
City of Tshwane	3 902 225	3 902 225	1 080 437	27.7%	1 983 468	50.8%	1 795 468	26.7%
<b>Total</b>	<b>29 097 816</b>	<b>29 229 830</b>	<b>6 946 896</b>	<b>23.9%</b>	<b>14 226 831</b>	<b>48.9%</b>	<b>15 090 271</b>	<b>29.3%</b>

Source: National Treasury Local Government database

### Metros aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of adj budget	Actual Revenue	Total Rev as % of main app
<b>Energy sources</b>								
Buffalo City	2 221 485	2 170 272	479 053	21.6%	997 927	44.9%	940 276	21.7%
Cape Town	13 886 975	13 887 672	3 567 102	25.7%	7 626 011	54.9%	6 846 196	25.7%
City of Ekurhuleni	16 252 131	16 252 131	3 720 749	22.9%	8 817 994	54.3%	8 109 636	24.2%
eThekwini	14 855 602	14 855 602	1 951 086	13.1%	6 026 999	40.6%	6 078 408	24.0%
City of Johannesburg	17 154 170	17 154 170	3 883 201	22.6%	8 260 076	48.2%	7 455 943	19.2%
Mangaung	2 807 127	2 807 127	631 018	22.5%	1 481 495	52.8%	1 358 129	23.4%
Nelson Mandela Bay	14 172 557	14 172 557	-	-	168 794	1.2%	2 083 384	(71.1%)
City of Tshwane	15 035 214	15 035 214	3 464 998	23.0%	5 587 391	37.2%	5 944 873	22.3%
<b>Total</b>	<b>96 385 261</b>	<b>96 334 746</b>	<b>17 697 206</b>	<b>18.4%</b>	<b>38 966 688</b>	<b>40.4%</b>	<b>38 816 845</b>	<b>24.6%</b>

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of main app
<b>Energy sources</b>								
Buffalo City	2 262 563	2 248 685	517 685	22.9%	1 213 577	53.6%	1 097 993	24.4%
Cape Town	11 596 405	11 598 082	2 591 241	22.3%	5 468 895	47.2%	4 957 489	23.8%
City of Ekurhuleni	15 012 524	15 012 524	3 363 483	22.4%	7 871 888	52.4%	6 705 184	22.7%
eThekwini	13 546 319	13 546 319	2 018 281	14.9%	5 860 912	43.3%	5 340 136	22.4%
City of Johannesburg	16 843 665	16 843 665	3 253 372	19.3%	7 878 141	46.8%	8 565 393	20.7%
Mangaung	2 599 213	2 527 891	293 068	11.3%	1 270 532	48.9%	1 346 677	27.3%
Nelson Mandela Bay	4 569 247	4 569 247	-	-	106 765	2.3%	2 105 629	249.3%
City of Tshwane	11 868 160	11 868 160	2 636 606	22.2%	6 605 783	55.7%	6 203 496	22.4%
<b>Total</b>	<b>78 298 095</b>	<b>78 214 573</b>	<b>14 673 735</b>	<b>18.7%</b>	<b>36 276 494</b>	<b>46.3%</b>	<b>36 321 998</b>	<b>23.9%</b>

Source: National Treasury Local Government database



Metros aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of adj budget	Actual Revenue	Total Rev as % of main app
<b>Waste water management</b>								
Buffalo City	498 720	498 720	168 538	33.8%	300 983	60.4%	199 048	18.3%
Cape Town	1 628 405	1 628 405	393 918	24.2%	749 256	46.0%	1 144 704	27.1%
City of Ekurhuleni	2 771 060	2 771 060	467 062	16.9%	925 693	33.4%	776 327	22.5%
eThekwini	1 562 391	1 562 391	126 901	8.1%	480 216	30.7%	755 335	27.2%
City of Johannesburg	5 091 860	5 091 860	-	-	-	-	-	-
Mangaung	505 309	505 309	100 277	19.8%	230 029	45.5%	219 820	24.2%
Nelson Mandela Bay	641 794	641 794	-	-	102 431	16.0%	348 943	(26.0%)
City of Tshwane	1 701 302	1 701 302	305 163	17.9%	548 545	32.2%	534 766	19.5%
<b>Total</b>	<b>14 400 841</b>	<b>14 400 841</b>	<b>1 561 858</b>	<b>10.8%</b>	<b>3 337 153</b>	<b>23.2%</b>	<b>3 978 943</b>	<b>15.6%</b>

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of main app
<b>Waste water management</b>								
Buffalo City	436 078	436 078	113 140	25.9%	166 873	38.3%	108 471	13.4%
Cape Town	2 049 818	2 049 833	513 970	25.1%	877 463	42.8%	817 580	22.7%
City of Ekurhuleni	1 060 346	1 060 346	276 249	26.1%	505 120	47.6%	472 045	25.6%
eThekwini	1 742 429	1 742 429	314 982	18.1%	644 229	37.0%	753 818	26.7%
City of Johannesburg	4 341 928	4 341 928	186 167	4.3%	331 993	7.6%	-	-
Mangaung	327 399	312 295	107 802	32.9%	207 120	63.3%	117 979	22.8%
Nelson Mandela Bay	599 437	599 437	-	-	51 135	8.5%	182 867	26.7%
City of Tshwane	815 169	815 169	189 731	23.3%	346 846	42.5%	324 562	18.0%
<b>Total</b>	<b>11 372 604</b>	<b>11 357 516</b>	<b>1 702 042</b>	<b>15.0%</b>	<b>3 130 779</b>	<b>27.5%</b>	<b>2 777 323</b>	<b>14.6%</b>

Source: National Treasury Local Government database

Metros aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of adj budget	Actual Revenue	Total Rev as % of main app
<b>Waste management</b>								
Buffalo City	453 731	453 731	114 594	25.3%	240 375	53.0%	218 729	23.3%
Cape Town	1 720 174	1 720 174	470 729	27.4%	976 591	56.8%	887 554	25.9%
City of Ekurhuleni	2 158 630	2 158 630	545 552	25.3%	1 139 660	52.8%	1 082 269	26.5%
eThekwini	1 230 367	1 230 367	139 400	11.3%	493 032	40.1%	516 130	16.0%
City of Johannesburg	1 929 409	1 929 409	661 854	34.3%	1 327 755	68.8%	1 441 413	27.2%
Mangaung	271 636	271 636	38 800	14.3%	132 135	48.6%	146 433	10.8%
Nelson Mandela Bay	409 817	409 817	-	-	37 167	9.1%	156 707	(155.9%)
City of Tshwane	3 013 840	3 013 840	328 422	10.9%	689 593	22.9%	821 760	25.4%
<b>Total</b>	<b>11 187 604</b>	<b>11 187 604</b>	<b>2 299 351</b>	<b>20.6%</b>	<b>5 036 308</b>	<b>45.0%</b>	<b>5 270 995</b>	<b>24.9%</b>

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main app	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of adj budget	Actual Expenditure	Total Exp as % of main app
<b>Waste management</b>								
Buffalo City	362 043	361 843	113 885	31.5%	202 771	56.0%	177 631	30.7%
Cape Town	2 203 093	2 203 093	538 017	24.4%	927 204	42.1%	848 522	26.3%
City of Ekurhuleni	1 355 869	1 355 869	332 831	24.5%	581 854	42.9%	498 532	24.4%
eThekwini	1 342 288	1 342 288	200 729	15.0%	462 105	34.4%	525 652	24.6%
City of Johannesburg	2 342 888	2 342 888	374 468	16.0%	884 862	37.8%	769 671	18.5%
Mangaung	236 985	221 136	64 312	27.1%	145 450	61.4%	135 266	30.4%
Nelson Mandela Bay	382 650	382 650	-	-	41 195	10.8%	140 450	30.1%
City of Tshwane	1 350 915	1 350 915	295 854	21.9%	525 035	38.9%	490 501	26.3%
<b>Total</b>	<b>9 576 731</b>	<b>9 560 682</b>	<b>1 920 097</b>	<b>20.0%</b>	<b>3 770 476</b>	<b>39.4%</b>	<b>3 586 224</b>	<b>24.2%</b>

Source: National Treasury Local Government database

## 7. Operating revenue and expenditure per function for secondary cities

### Secondary cities aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of main app	Actual Revenue	Total Rev as % of main app
<b>Water</b>								
City of Matlosana	612 187	612 187	206 045	33.7%	379 396	62.0%	195 102	8.2%
City of Mbombela	115 954	115 954	27 689	23.9%	54 744	47.2%	57 309	29.7%
Drakenstein	207 747	207 747	39 923	19.2%	80 119	38.6%	110 951	19.8%
Emalahleni (MP)	441 415	441 415	118 076	26.7%	234 399	53.1%	187 218	20.2%
Emfuleni	1 133 411	1 133 411	277 708	24.5%	578 967	51.1%	567 592	25.4%
George	162 399	162 399	44 045	27.1%	84 515	52.0%	75 129	19.9%
Gov an Mbeki	442 214	442 214	119 437	27.0%	224 566	50.8%	209 837	26.1%
J B Marks	119 658	119 658	29 940	25.0%	57 394	48.0%	58 659	19.2%
Madibeng	183 938	183 938	55 599	30.2%	97 732	53.1%	87 029	24.6%
Matjhabeng	418 340	478 340	123 290	29.5%	246 508	58.9%	169 665	22.9%
Mogale City	355 971	356 106	120 234	33.8%	171 878	48.3%	153 992	27.3%
Msunduzi	930 115	930 115	3 692	0.4%	221 118	23.8%	486 041	28.9%
New castle	261 879	243 964	44 346	16.9%	120 661	46.1%	141 990	29.0%
Polokwane	310 982	310 982	139 418	44.8%	212 719	68.4%	129 818	18.3%
Rustenburg	1 022 236	1 022 236	297 792	29.1%	432 109	42.3%	264 431	12.9%
Sol Plaatje	306 392	306 392	83 737	27.3%	152 901	49.9%	142 590	25.5%
Stellenbosch	222 248	125 526	46 830	21.1%	87 447	39.3%	105 234	18.3%
Stev e Tshwete	125 826	125 826	42 465	33.7%	78 846	62.7%	30 085	28.2%
uMhlatuze	519 990	519 990	71 005	13.7%	272 764	52.5%	288 825	29.1%
<b>Total</b>	<b>7 892 901</b>	<b>7 838 401</b>	<b>1 891 273</b>	<b>24.0%</b>	<b>3 788 782</b>	<b>48.0%</b>	<b>3 461 497</b>	<b>21.8%</b>
R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app
<b>Water</b>								
City of Matlosana	684 792	719 373	260 801	38.1%	336 761	49.2%	144 476	20.6%
City of Mbombela	304 170	304 170	100 843	33.2%	173 209	56.9%	118 578	23.9%
Drakenstein	107 383	107 393	24 635	22.9%	46 719	43.5%	55 177	37.2%
Emalahleni (MP)	384 184	384 184	87 355	22.7%	130 853	34.1%	70 330	11.5%
Emfuleni	1 282 044	1 282 044	196 548	15.3%	382 993	29.9%	428 951	27.5%
George	122 025	122 025	29 325	24.0%	52 326	42.9%	49 267	23.9%
Gov an Mbeki	440 849	440 849	114 630	26.0%	168 610	38.2%	145 683	27.8%
J B Marks	105 004	105 004	7 578	7.2%	13 531	12.9%	14 013	3.8%
Madibeng	225 344	208 379	62 799	27.9%	81 901	36.3%	65 399	20.5%
Matjhabeng	700 408	543 033	53 764	7.7%	73 173	10.4%	57 058	4.8%
Mogale City	436 855	429 018	145 804	33.4%	149 676	34.3%	148 557	308.1%
Msunduzi	743 425	743 425	78 427	10.5%	292 335	39.3%	369 010	28.1%
New castle	520 242	558 650	97 404	18.7%	176 349	33.9%	136 121	15.0%
Polokwane	398 913	398 913	91 305	22.9%	177 463	44.5%	104 681	15.6%
Rustenburg	976 808	976 808	105 136	10.8%	255 683	26.2%	216 253	10.3%
Sol Plaatje	266 483	266 483	72 775	27.3%	106 600	40.0%	133 106	26.6%
Stellenbosch	161 896	165 608	34 098	21.1%	44 748	27.6%	44 338	25.2%
Stev e Tshwete	111 390	111 390	25 674	23.0%	44 468	39.9%	25 613	21.5%
uMhlatuze	457 149	457 149	135 845	29.7%	252 187	55.2%	207 873	20.5%
<b>Total</b>	<b>8 429 365</b>	<b>8 323 898</b>	<b>1 724 745</b>	<b>20.5%</b>	<b>2 959 587</b>	<b>35.1%</b>	<b>2 534 484</b>	<b>21.1%</b>

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of main app	Actual Revenue	Total Rev as % of main app
<b>Energy sources</b>								
City of Matlosana	912 419	913 639	215 306	23.6%	437 327	47.9%	411 748	22.7%
City of Mbombela	1 119 034	1 119 034	270 069	24.1%	559 822	50.0%	543 222	29.1%
Drakenstein	1 230 440	1 230 440	288 026	23.4%	614 281	49.9%	550 180	23.1%
Emalahleni (MP)	1 087 016	1 087 016	213 642	19.7%	452 833	41.7%	463 446	15.9%
Emfuleni	2 177 205	2 177 205	573 924	26.4%	1 328 825	61.0%	1 079 187	20.0%
George	749 917	749 917	179 819	24.0%	347 432	46.3%	305 526	23.2%
Govan Mbeki	533 486	533 486	118 857	22.3%	251 953	47.2%	225 601	14.8%
J B Marks	836 245	836 245	189 873	22.7%	431 152	51.6%	394 310	24.0%
Madibeng	487 467	487 467	126 800	26.0%	233 004	47.8%	237 386	23.9%
Matjhabeng	773 019	743 019	159 594	20.6%	356 167	46.1%	251 351	18.3%
Mogale City	1 153 263	1 153 246	265 719	23.0%	401 493	34.8%	376 218	24.2%
Msunduzi	2 464 440	2 464 440	(11 717)	(0.5%)	648 160	26.3%	1 094 307	22.5%
Newcastle	882 766	698 896	144 860	16.4%	352 458	39.9%	399 366	23.4%
Polokwane	1 192 844	1 192 844	264 639	22.2%	501 674	42.1%	411 028	20.1%
Rustenburg	2 365 935	2 365 935	558 248	23.6%	918 047	38.8%	1 075 631	23.3%
Sol Plaatje	777 527	777 527	152 028	19.6%	357 900	46.0%	289 742	17.1%
Stellenbosch	695 709	668 125	152 584	21.9%	337 709	48.5%	302 169	25.1%
Steve Tshwete	666 774	666 774	158 005	23.7%	335 945	50.4%	139 741	24.0%
uMhlatuze	1 582 492	1 582 492	313 916	19.8%	773 002	48.8%	746 393	19.1%
<b>Total</b>	<b>21 687 999</b>	<b>21 447 749</b>	<b>4 334 192</b>	<b>20.0%</b>	<b>9 639 185</b>	<b>44.4%</b>	<b>9 296 553</b>	<b>21.7%</b>
R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of main appn	Actual Expenditure	Total Exp as % of main app
<b>Energy sources</b>								
City of Matlosana	986 757	992 200	409 633	41.5%	523 310	53.0%	249 312	19.3%
City of Mbombela	946 116	946 116	225 079	23.8%	490 780	51.9%	416 146	26.4%
Drakenstein	1 004 231	1 004 137	225 561	22.5%	467 896	46.6%	429 308	24.7%
Emalahleni (MP)	1 845 719	1 845 719	412 475	22.3%	821 614	44.5%	578 405	18.1%
Emfuleni	1 926 692	1 926 692	598 248	31.1%	1 099 756	57.1%	939 222	34.2%
George	632 270	632 240	139 379	22.0%	284 305	45.0%	251 757	22.1%
Govan Mbeki	794 515	794 515	171 298	21.6%	410 645	51.7%	413 898	32.4%
J B Marks	633 794	633 794	130 984	20.7%	281 859	44.5%	254 823	19.6%
Madibeng	501 522	500 487	127 069	25.3%	182 659	36.4%	250 485	28.1%
Matjhabeng	722 737	672 737	51 105	7.1%	91 202	12.6%	198 195	16.1%
Mogale City	991 944	1 050 524	222 475	22.4%	390 523	39.4%	269 422	12.7%
Msunduzi	2 018 307	2 018 307	46 583	2.3%	774 472	38.4%	1 003 427	29.2%
Newcastle	800 234	707 328	188 187	23.5%	262 238	32.8%	211 139	25.3%
Polokwane	961 329	961 330	203 053	21.1%	473 695	49.3%	341 068	13.7%
Rustenburg	2 209 018	2 209 018	482 001	21.8%	871 271	39.4%	1 063 823	23.1%
Sol Plaatje	731 755	731 755	188 034	25.7%	240 012	32.8%	355 516	19.2%
Stellenbosch	450 275	452 837	109 747	24.4%	228 268	50.7%	190 224	23.1%
Steve Tshwete	649 536	649 536	140 282	21.6%	291 180	44.8%	119 498	21.3%
uMhlatuze	1 249 598	1 249 598	303 044	24.3%	665 773	53.3%	553 186	17.7%
<b>Total</b>	<b>20 056 346</b>	<b>19 978 866</b>	<b>4 374 236</b>	<b>21.8%</b>	<b>8 851 460</b>	<b>44.1%</b>	<b>8 088 855</b>	<b>22.8%</b>

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of main app	Actual Revenue	Total Rev as % of main app
<b>Waste water management</b>								
City of Matlosana	124 825	124 825	32 572	26.1%	58 641	47.0%	56 586	23.5%
City of Mbombela	23 826	23 826	6 028	25.3%	11 859	49.8%	12 178	23.1%
Drakenstein	135 502	135 502	28 136	20.8%	67 017	49.5%	114 704	1.0%
Emalahleni (MP)	135 753	135 753	38 310	28.2%	77 814	57.3%	58 897	12.5%
Emfuleni	340 574	340 574	87 429	25.7%	174 047	51.1%	172 708	25.1%
George	146 541	146 541	41 952	28.6%	87 972	60.0%	59 414	17.7%
Gov an Mbeki	116 838	116 838	30 990	26.5%	60 251	51.6%	55 243	25.0%
J B Marks	76 129	76 129	20 842	27.4%	41 178	54.1%	39 373	25.7%
Madibeng	59 891	59 891	18 200	30.4%	32 575	54.4%	27 019	23.6%
Matjhabeng	180 652	183 652	49 596	27.5%	102 404	56.7%	93 600	28.3%
Mogale City	233 146	242 011	75 452	32.4%	213 795	91.7%	124 002	34.0%
Msunduzi	183 958	183 958	297	0.2%	53 410	29.0%	106 718	33.4%
Newcastle	211 819	225 888	26 835	12.7%	98 161	46.3%	125 541	31.0%
Polokwane	133 774	133 774	20 380	15.2%	48 371	36.2%	52 129	25.2%
Rustenburg	416 035	416 035	76 156	18.3%	114 068	27.4%	64 381	16.9%
Sol Plaatje	81 517	81 517	21 328	26.2%	43 118	52.9%	39 854	26.5%
Stellenbosch	130 471	237 354	26 700	20.5%	65 427	50.1%	73 167	23.0%
Steve Tshwete	96 192	96 192	26 854	27.9%	55 591	57.8%	24 161	27.5%
uMhlahuze	257 209	257 209	25 207	9.8%	115 239	44.8%	149 905	29.7%
<b>Total</b>	<b>3 084 653</b>	<b>3 217 470</b>	<b>653 263</b>	<b>21.2%</b>	<b>1 520 938</b>	<b>49.3%</b>	<b>1 449 580</b>	<b>24.0%</b>
R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of main appn	Actual Expenditure	Total Exp as % of main app
<b>Waste water management</b>								
City of Matlosana	178 197	202 235	84 684	47.5%	99 352	55.8%	57 775	33.6%
City of Mbombela	143 042	143 042	7 894	5.5%	15 230	10.6%	8 946	3.7%
Drakenstein	114 400	114 378	32 174	28.1%	59 767	52.2%	50 711	29.2%
Emalahleni (MP)	236 437	236 437	28 404	12.0%	53 288	22.5%	40 922	11.0%
Emfuleni	411 469	411 469	55 809	13.6%	101 850	24.8%	58 718	17.0%
George	196 554	196 554	44 835	22.8%	84 154	42.8%	86 875	25.2%
Gov an Mbeki	309 578	309 578	13 248	4.3%	17 032	5.5%	21 442	10.8%
J B Marks	98 121	98 121	5 740	5.9%	12 187	12.4%	16 874	12.2%
Madibeng	35 140	35 576	12 230	34.8%	23 888	68.0%	11 353	18.1%
Matjhabeng	138 756	138 756	65 979	47.6%	99 715	71.9%	47 793	18.3%
Mogale City	99 029	214 637	100 280	101.3%	(529 747)	(534.9%)	43 856	52.4%
Msunduzi	308 000	308 000	12 843	4.2%	68 673	22.3%	110 664	19.3%
Newcastle	70 263	69 763	15 721	22.4%	15 866	22.6%	2 981	1.6%
Polokwane	77 149	77 149	15 394	20.0%	29 340	38.0%	22 535	11.1%
Rustenburg	215 666	215 666	10 640	4.9%	33 120	15.4%	23 572	1.7%
Sol Plaatje	82 667	82 667	13 916	16.8%	26 968	32.6%	35 687	27.2%
Stellenbosch	127 649	133 677	21 976	17.2%	39 583	31.0%	35 917	18.8%
Steve Tshwete	88 905	88 905	20 327	22.9%	38 666	43.5%	17 691	21.3%
uMhlahuze	222 889	222 889	63 112	28.3%	114 327	51.3%	119 284	24.7%
<b>Total</b>	<b>3 153 910</b>	<b>3 299 498</b>	<b>625 207</b>	<b>19.8%</b>	<b>403 257</b>	<b>12.8%</b>	<b>813 594</b>	<b>17.6%</b>

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue and expenditure per function as at 31 December 2019

R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Revenue	2nd Q as % of Main app	Actual Revenue	Total Rev as % of main	Actual Revenue	Total Rev as % of main
<b>Waste management</b>								
City of Matlosana	172 049	178 524	63 603	37.0%	107 866	62.7%	99 484	28.3%
City of Mbombela	130 556	130 556	33 017	25.3%	65 007	49.8%	65 998	32.1%
Drakenstein	169 938	169 938	31 633	18.6%	82 080	48.3%	137 370	1.6%
Emalaheni (MP)	134 405	134 405	32 011	23.8%	64 332	47.9%	57 695	22.7%
Emfuleni	172 929	172 929	41 567	24.0%	83 320	48.2%	91 616	22.1%
George	126 615	126 615	36 757	29.0%	77 433	61.2%	57 929	17.6%
Govan Mbeki	124 744	124 744	31 262	25.1%	62 119	49.8%	59 188	24.1%
J B Marks	69 536	69 536	18 223	26.2%	36 304	52.2%	34 657	28.1%
Madibeng	59 787	59 787	17 147	28.7%	33 812	56.6%	27 702	23.0%
Majjhahabeng	113 705	127 705	30 799	27.1%	63 735	56.1%	58 779	32.5%
Mogale City	198 585	198 585	61 368	30.9%	81 662	41.1%	110 886	26.0%
Msunduzi	158 232	158 232	799	0.5%	31 772	20.1%	63 502	18.2%
Newcastle	120 490	133 658	14 237	11.8%	55 096	45.7%	67 321	32.5%
Polokwane	128 631	128 631	26 329	20.5%	55 127	42.9%	52 418	21.2%
Rustenburg	256 907	256 907	73 639	28.7%	105 972	41.2%	64 139	10.4%
Sol Plaatje	66 853	66 853	16 273	24.3%	32 622	48.8%	30 406	25.2%
Stellenbosch	91 493	95 145	21 369	23.4%	55 439	60.6%	51 071	26.3%
Steve Tshwete	111 892	111 892	31 028	27.7%	64 541	57.7%	27 988	27.8%
uMhlatuze	185 893	185 893	23 563	12.7%	77 396	41.6%	103 320	34.0%
<b>Total</b>	<b>2 593 241</b>	<b>2 630 535</b>	<b>604 623</b>	<b>23.3%</b>	<b>1 235 635</b>	<b>47.6%</b>	<b>1 261 470</b>	<b>22.4%</b>
R thousands	Budget		Second Quarter 2019/20		Year to date: 31 December 2019		Second Quarter 2018/19	
	Main appropriation	Adjusted Budget	Actual Expenditure	2nd Q as % of Main app	Actual Expenditure	Total Exp as % of main app	Actual Expenditure	Total Exp as % of main app
<b>Waste management</b>								
City of Matlosana	174 494	207 774	87 211	50.0%	117 519	67.3%	58 340	22.3%
City of Mbombela	241 577	241 577	79 127	32.8%	153 726	63.6%	103 890	25.9%
Drakenstein	81 673	81 673	21 894	26.8%	36 659	44.9%	41 737	22.0%
Emalaheni (MP)	155 845	155 845	33 827	21.7%	61 406	39.4%	44 861	14.6%
Emfuleni	207 261	207 261	28 950	14.0%	56 362	27.2%	38 463	9.5%
George	85 456	85 456	19 100	22.4%	36 520	42.7%	35 520	21.9%
Govan Mbeki	127 725	127 725	3 204	2.5%	5 086	4.0%	15 551	11.3%
J B Marks	53 456	53 456	7 186	13.4%	11 065	20.7%	3 267	3.7%
Madibeng	56 988	49 973	18 127	31.8%	30 993	54.4%	21 082	20.2%
Majjhahabeng	99 805	99 805	26 878	26.9%	50 362	50.5%	47 405	25.4%
Mogale City	112 265	114 924	33 781	30.1%	(100 716)	(89.7%)	40 353	203.1%
Msunduzi	122 722	122 722	679	0.6%	24 585	20.0%	53 715	24.0%
Newcastle	73 144	69 591	11 956	16.3%	31 202	42.7%	34 282	25.2%
Polokwane	129 364	129 364	30 266	23.4%	54 011	41.8%	44 986	22.0%
Rustenburg	251 877	251 877	45 087	17.9%	106 956	42.5%	69 316	11.7%
Sol Plaatje	66 753	66 753	14 898	22.3%	27 152	40.7%	29 209	25.3%
Stellenbosch	88 534	82 044	19 232	21.7%	32 165	36.3%	17 593	13.9%
Steve Tshwete	108 362	108 362	28 781	26.6%	51 426	47.5%	21 132	22.1%
uMhlatuze	125 740	125 740	23 709	18.9%	44 806	35.6%	53 655	24.2%
<b>Total</b>	<b>2 363 042</b>	<b>2 381 923</b>	<b>533 895</b>	<b>22.6%</b>	<b>831 282</b>	<b>35.2%</b>	<b>774 358</b>	<b>20.0%</b>

Source: National Treasury Local Government database

## 8. Aggregated municipal debtors age analysis

Debtors Age Analysis as at 31 December 2019

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	%
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	4 032 505	1.5%	2 216 674	0.8%	1 869 255	0.7%	42 466 671	15.6%	50 585 104	27.9%	9 442 533	18.7%	26 203 223	51.8%
Trade and Other Receivables from Exchange Transactions - Electricity	6 275 125	5.2%	1 663 190	1.4%	935 339	0.8%	12 964 629	10.7%	21 911 765	12.1%	315 271	1.4%	10 869 206	49.6%
Receivables from Non-exchange Transactions - Property Rates	5 643 672	2.5%	1 770 218	0.8%	1 407 765	0.6%	28 236 082	12.7%	37 305 219	20.6%	4 522 060	12.1%	28 106 763	75.3%
Receivables from Exchange Transactions - Waste Water Management	1 296 436	1.4%	848 047	0.9%	654 436	0.7%	13 971 354	14.9%	16 770 273	9.2%	3 291 062	19.6%	10 962 438	65.4%
Receivables from Exchange Transactions - Waste Management	964 252	1.2%	528 833	0.6%	449 137	0.5%	12 049 277	14.6%	14 235 430	7.8%	1 574 471	11.1%	8 760 361	61.5%
Receivables from Exchange Transactions - Property Rental Debtors	46 887	0.4%	36 227	0.3%	30 867	0.3%	1 767 015	16.7%	1 985 392	1.1%	7 276	0.4%	748 307	37.7%
Interest on Arrear Debtor Accounts	745 901	0.7%	580 305	0.5%	615 818	0.6%	17 908 202	16.2%	20 032 342	11.0%	4 957 512	24.8%	2 218 144	11.1%
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	(39 408)	(3.4%)	7 342	0.6%	4 893	0.4%	114 326	10.0%	87 152	0.1%	86 128	98.8%	0	-
Other	608 689	0.6%	608 015	0.6%	450 908	0.4%	16 938 760	16.4%	18 635 981	10.3%	1 600 027	8.6%	3 638 023	19.5%
<b>Total</b>	<b>19 574 058</b>	<b>1.9%</b>	<b>8 258 851</b>	<b>0.8%</b>	<b>6 418 418</b>	<b>0.6%</b>	<b>146 416 316</b>	<b>14.4%</b>	<b>181 548 658</b>	<b>100.0%</b>	<b>25 796 339</b>	<b>14.2%</b>	<b>91 506 465</b>	<b>50.4%</b>
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	1 294 452	1.6%	734 668	0.9%	539 736	0.7%	10 621 964	13.0%	13 249 118	7.3%	2 754 707	20.8%	3 674 798	27.7%
Commercial	7 939 665	4.1%	2 178 827	1.1%	1 354 700	0.7%	21 366 813	11.1%	33 231 132	18.3%	5 055 783	15.2%	16 423 106	49.4%
Households	9 782 127	1.4%	4 976 836	0.7%	4 253 500	0.6%	101 369 514	14.8%	124 416 693	68.5%	17 747 756	14.3%	70 804 043	56.9%
Other	557 815	0.9%	368 521	0.6%	270 481	0.5%	8 923 508	14.8%	10 651 985	5.9%	236 070	2.2%	603 147	5.7%
<b>Total</b>	<b>19 574 058</b>	<b>1.9%</b>	<b>8 258 851</b>	<b>0.8%</b>	<b>6 418 418</b>	<b>0.6%</b>	<b>142 281 800</b>	<b>14.0%</b>	<b>181 548 928</b>	<b>100.0%</b>	<b>25 794 316</b>	<b>14.2%</b>	<b>91 505 093</b>	<b>50.4%</b>
<b>Per Province</b>														
Eastern Cape	2 738 771	2.7%	714 147	0.7%	500 062	0.5%	12 745 316	12.3%	16 698 296	-	198 179	1.2%	17 286 284	103.5%
Free State	1 024 288	1.2%	699 940	0.8%	1 144 496	1.3%	15 954 274	18.2%	18 822 998	-	16 216 303	86.2%	877 719	4.7%
Gauteng	7 857 075	2.0%	3 578 937	0.9%	2 461 960	0.6%	56 311 970	14.4%	70 209 941	-	505 498	0.7%	43 163 722	61.5%
Kwazulu-Natal	2 731 758	1.9%	1 555 680	1.1%	785 870	0.6%	20 521 975	14.6%	25 595 284	-	268 439	1.1%	26 326 634	102.9%
Limpopo	591 531	1.4%	231 385	0.6%	203 854	0.5%	5 904 961	14.3%	6 931 731	-	579	0.0%	-	-
Mpumalanga	468 040	0.9%	246 751	0.5%	276 875	0.5%	7 577 372	14.2%	8 569 038	-	49 435	0.6%	-	-
North West	712 023	0.7%	563 333	0.6%	429 740	0.4%	15 361 610	15.8%	17 066 705	-	8 065 790	47.3%	-	-
Northern Cape	280 208	0.8%	251 747	0.7%	259 353	0.8%	5 450 184	15.8%	6 241 492	-	212 403	3.4%	3 545 381	56.8%
Western Cape	3 170 364	4.5%	416 931	0.6%	356 209	0.5%	7 469 669	10.7%	11 413 173	-	279 712	2.5%	306 725	2.7%
<b>Total</b>	<b>19 574 058</b>	<b>1.9%</b>	<b>8 258 851</b>	<b>0.8%</b>	<b>6 418 418</b>	<b>0.6%</b>	<b>147 297 331</b>	<b>14.5%</b>	<b>181 548 658</b>	<b>-</b>	<b>25 796 339</b>	<b>14.2%</b>	<b>91 506 465</b>	<b>50.4%</b>

Source: National Treasury Local Government database

## 9. Debtors' age analysis for the metros

### Metros Debtors Age Analysis as at 31 December 2019

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 to Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
<b>31 December 2019</b>														
Buffalo City	354 029	15.4%	119 645	5.2%	96 221	4.2%	1 733 348	75.3%	2 303 244	2.6%	-	-	186 453	8.1%
Cape Town	2 193 184	27.5%	219 155	2.8%	238 619	3.0%	5 315 796	66.7%	7 966 754	8.8%	-	-	-	-
City of Ekurhuleni	2 168 559	15.0%	759 597	5.2%	521 870	3.6%	11 034 588	76.2%	14 484 615	16.1%	232 308	1.6%	-	-
eThekwini	1 397 630	10.9%	1 103 693	8.6%	460 790	3.6%	9 852 364	76.9%	12 814 478	14.2%	199	-	20 444 313	159.5%
City of Johannesburg	2 084 313	7.6%	1 413 241	5.2%	1 168 022	4.3%	22 771 364	83.0%	27 436 940	30.5%	-	-	42 068 332	153.3%
Mangaung	277 063	5.1%	292 390	5.4%	158 595	2.9%	4 664 504	86.5%	5 392 551	6.0%	16 231 807	301.0%	-	-
Nelson Mandela Bay	1 933 206	32.5%	310 900	5.2%	172 855	2.9%	3 540 531	59.4%	5 957 491	6.6%	58 516	1.0%	17 099 831	287.0%
City of Tshwane	2 580 761	18.8%	552 395	4.0%	309 957	2.3%	10 294 948	74.9%	13 738 060	15.3%	261 961	1.9%	-	-
<b>Total</b>	<b>12 988 744</b>	<b>14.4%</b>	<b>4 771 018</b>	<b>5.3%</b>	<b>3 126 929</b>	<b>3.5%</b>	<b>69 207 442</b>	<b>76.8%</b>	<b>90 094 133</b>	<b>100.0%</b>	<b>16 784 791</b>	<b>18.6%</b>	<b>79 798 928</b>	<b>88.6%</b>
<b>31 December 2018</b>														
Buffalo City	448 197	19.8%	136 340	6.0%	100 056	4.4%	1 582 280	69.8%	2 266 872	2.3%	-	-	15 671	0.7%
Cape Town	2 551 295	24.2%	497 974	4.7%	554 218	5.3%	6 959 845	65.9%	10 563 332	10.5%	-	-	-	-
City of Ekurhuleni	2 020 727	12.6%	625 166	3.9%	446 414	2.8%	13 006 742	80.8%	16 099 049	16.0%	-	-	-	-
eThekwini	1 973 677	15.9%	1 064 368	8.6%	441 588	3.6%	8 971 022	72.1%	12 450 655	12.4%	-	-	5 729 791	46.0%
City of Johannesburg	2 123 543	6.0%	7 990 571	22.4%	1 673 577	4.7%	23 881 738	67.0%	35 669 430	35.5%	-	-	2 091 806	5.9%
Mangaung	343 948	6.8%	204 119	4.0%	166 874	3.3%	4 376 761	86.0%	5 091 703	5.1%	-	-	2 458 331	48.3%
Nelson Mandela Bay	1 720 945	32.4%	249 573	4.7%	119 955	2.3%	3 221 684	60.7%	5 312 157	5.3%	97 603	1.8%	2 685 863	50.6%
City of Tshwane	1 738 736	13.4%	442 527	3.4%	234 808	1.8%	10 533 510	81.3%	12 949 581	12.9%	74 655	0.6%	-	-
<b>Total</b>	<b>12 921 070</b>	<b>12.9%</b>	<b>11 210 638</b>	<b>11.2%</b>	<b>3 737 490</b>	<b>3.7%</b>	<b>72 533 581</b>	<b>72.2%</b>	<b>100 402 779</b>	<b>100.0%</b>	<b>172 258</b>	<b>0.2%</b>	<b>12 981 463</b>	<b>12.9%</b>
<b>31 December 2018</b>														
Buffalo City	(94 168)		(16 694)		(3 834)		151 068		36 371					
Cape Town	(358 111)		(278 819)		(315 600)		(1 644 049)		(2 596 579)					
City of Ekurhuleni	147 832		134 432		75 456		(1 972 153)		(1 614 434)					
eThekwini	(576 047)		39 325		19 203		881 342		363 823					
City of Johannesburg	(39 231)		(6 577 330)		(505 555)		(1 110 374)		(8 232 490)					
Mangaung	(66 886)		88 271		(8 279)		287 743		300 848					
Nelson Mandela Bay	212 261		61 327		52 900		318 846		645 334					
City of Tshwane	842 025		109 868		75 150		(238 563)		788 479					
<b>Total</b>	<b>67 674</b>		<b>(6 439 621)</b>		<b>(610 560)</b>		<b>(3 326 140)</b>		<b>(10 308 646)</b>					
<b>December 2018 to</b>														
Buffalo City	(21.0%)		(12.2%)		(3.8%)		9.5%		1.6%					
Cape Town	(14.0%)		(56.0%)		(56.9%)		(23.6%)		(24.6%)					
City of Ekurhuleni	7.3%		21.5%		16.9%		(15.2%)		(10.0%)					
eThekwini	(29.2%)		3.7%		4.3%		9.8%		2.9%					
City of Johannesburg	(1.8%)		(82.3%)		(30.2%)		(4.6%)		(23.1%)					
Mangaung	(19.4%)		43.2%		(5.0%)		6.6%		5.9%					
Nelson Mandela Bay	12.3%		24.6%		44.1%		9.9%		12.1%					
City of Tshwane	48.4%		24.8%		32.0%		(2.3%)		6.1%					
<b>Total</b>	<b>0.5%</b>		<b>(57.4%)</b>		<b>(16.3%)</b>		<b>(4.6%)</b>		<b>(10.3%)</b>					

Source: National Treasury Local Government database

### Metros Debtors Age Analysis By Customer Group as at 31 December 2019

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 to Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	616 898	17.4%	346 936	9.8%	186 303	5.3%	2 392 791	67.5%	3 542 928	3.9%	2 674 491	75.5%	2 134 017	60.2%
Commercial	5 758 215	27.8%	1 400 503	6.8%	705 897	3.4%	12 839 511	62.0%	20 704 127	23.0%	4 269 016	20.6%	15 372 561	74.3%
Households	6 399 010	10.1%	2 997 655	4.7%	2 181 509	3.4%	51 962 758	81.8%	63 540 932	70.5%	9 868 548	15.5%	62 252 534	98.0%
Other	214 621	9.3%	25 923	1.1%	53 220	2.3%	2 012 382	87.3%	2 306 146	2.6%	(27 263)	(1.2%)	39 815	1.7%
<b>Total</b>	<b>12 988 744</b>	<b>14.4%</b>	<b>4 771 018</b>	<b>5.3%</b>	<b>3 126 929</b>	<b>3.5%</b>	<b>69 207 442</b>	<b>76.8%</b>	<b>90 094 133</b>	<b>100.0%</b>	<b>16 784 791</b>	<b>18.6%</b>	<b>79 798 928</b>	<b>88.6%</b>

Source: National Treasury Local Government database



## 10. Debtors' age analysis for secondary cities

### Secondary cities Debtors Age Analysis as at 31 December 2019

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 to Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
City of Matlosana	203 657	5.0%	117 988	2.9%	103 600	2.5%	3 663 917	89.6%	4 089 162	9.6%	-	-	-	-
City of Mbombela	136 217	20.2%	539	0.1%	53 274	7.9%	485 502	71.9%	675 532	1.6%	-	-	-	-
Drakenstein	142 426	40.6%	42 043	12.0%	15 445	4.4%	151 046	43.0%	350 961	0.8%	-	-	-	-
Emalahleni (MP)	79 944	1.7%	139 576	3.0%	126 252	2.8%	4 245 749	92.5%	4 591 520	10.8%	-	-	-	-
Emfuleni	381 033	4.5%	246 355	2.9%	220 153	2.6%	7 648 492	90.0%	8 496 033	19.9%	-	-	-	-
George	85 479	35.5%	7 740	3.2%	5 911	2.5%	141 671	58.8%	240 800	0.6%	7 254	3.0%	306 725	127.4%
Govan Mbeki	-	-	-	-	-	-	-	-	-	-	-	-	-	-
J B Marks	80 322	13.0%	38 822	6.3%	28 202	4.6%	472 945	76.3%	620 292	1.5%	-	-	-	-
Madibeng	106 369	4.5%	101 436	4.3%	66 185	2.8%	2 089 062	88.4%	2 363 051	5.5%	-	-	-	-
Majhabeng	158 745	4.3%	132 838	3.6%	93 688	2.5%	3 339 476	89.7%	3 724 747	8.7%	-	-	-	-
Mogale City	349 461	20.2%	371 865	21.5%	55 470	3.2%	953 340	55.1%	1 730 137	4.1%	-	-	-	-
Msunduzi	569 344	14.3%	139 295	3.5%	77 380	2.0%	3 183 877	80.2%	3 969 896	9.3%	261 925	6.6%	5 641 005	142.1%
Newcastle (15 295)	(1.1%)	99 975	6.8%	68 973	4.7%	1 309 177	89.5%	1 462 830	3.4%	12 087	0.8%	-	-	-
Polokwane	240 646	16.3%	76 740	5.2%	53 876	3.6%	1 109 952	74.9%	1 481 215	3.5%	-	-	-	-
Rustenburg	230 742	4.4%	180 547	3.5%	117 526	2.3%	4 702 794	89.9%	5 231 609	12.3%	-	-	-	-
Sol Plaatje	137 908	5.3%	69 476	2.7%	57 616	2.2%	2 357 017	89.9%	2 622 017	6.1%	-	-	3 237 579	123.5%
Stellenbosch	72 601	28.9%	5 284	2.1%	4 930	2.0%	168 421	67.0%	251 236	0.6%	-	-	-	-
Steve Tshwete	70 010	37.0%	19 332	10.2%	7 942	4.2%	91 760	48.5%	189 044	0.4%	-	-	-	-
uMhlatuze	305 264	50.9%	12 700	2.1%	12 886	2.2%	268 673	44.8%	599 523	1.4%	-	-	-	-
<b>Total</b>	<b>3 334 873</b>	<b>7.8%</b>	<b>1 802 552</b>	<b>4.2%</b>	<b>1 169 309</b>	<b>2.7%</b>	<b>36 382 871</b>	<b>85.2%</b>	<b>42 689 605</b>	<b>100.0%</b>	<b>281 267</b>	<b>0.7%</b>	<b>9 185 309</b>	<b>21.5%</b>

Source: National Treasury Local Government database

### Secondary cities Debtors Age Analysis By Customer Group as at 31 December 2019

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts		Impairment -Bad Debts	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	225 910	8.4%	108 786	4.0%	56 948	2.1%	2 252 013	83.6%	2 695 258	6.3%	-	-	1 344 672	49.9%
Commercial	1 271 419	22.3%	402 173	7.1%	255 075	4.5%	3 427 047	60.1%	5 706 003	13.4%	16	-	945 412	16.6%
Households	1 532 383	5.5%	1 052 670	3.8%	707 950	2.5%	21 118 065	75.9%	27 841 882	65.2%	15 893	0.1%	6 338 368	22.8%
Other	305 161	4.7%	238 924	3.7%	149 336	2.3%	5 339 996	82.8%	6 446 462	15.1%	263 334	4.1%	556 858	8.6%
<b>Total</b>	<b>3 334 873</b>	<b>7.8%</b>	<b>1 802 552</b>	<b>4.2%</b>	<b>1 169 309</b>	<b>2.7%</b>	<b>32 137 122</b>	<b>75.3%</b>	<b>42 689 605</b>	<b>100.0%</b>	<b>279 243</b>	<b>0.7%</b>	<b>9 185 309</b>	<b>21.5%</b>

Source: National Treasury Local Government database

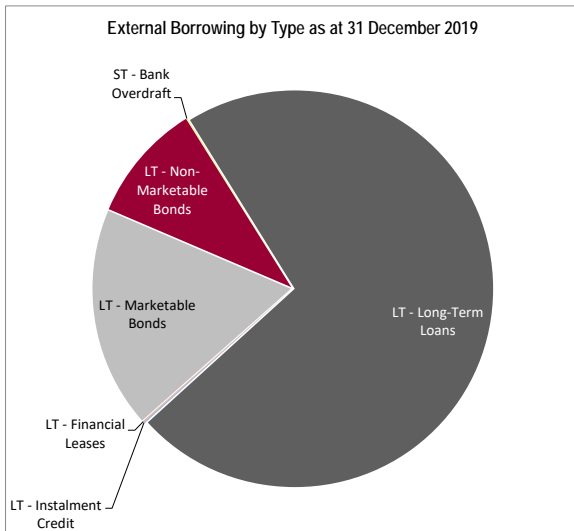
## 11. Aggregated municipal creditors age analysis

### Creditors Age Analysis as at 31 December 2019

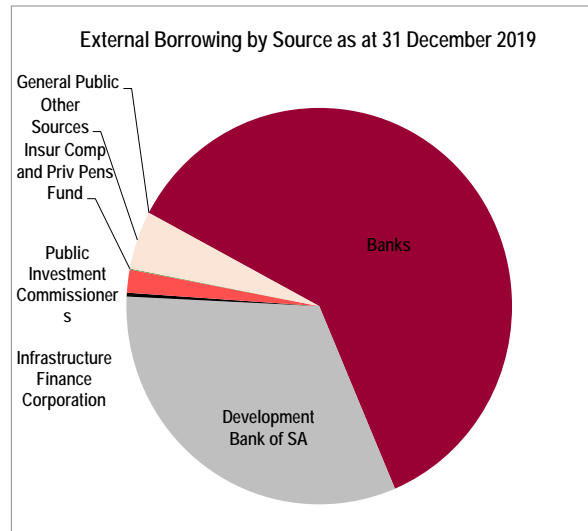
R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Bulk Electricity	4 594 493	24.0%	701 036	3.7%	1 409 305	7.4%	12 439 001	65.0%	19 143 835	40.3%
Bulk Water	1 158 393	15.3%	333 702	4.4%	304 559	4.0%	5 771 805	76.3%	7 568 459	15.9%
PAYE deductions	469 194	80.3%	14 652	2.5%	5 399	0.9%	95 184	16.3%	584 429	1.2%
VAT (output less input)	212 747	97.7%	1 510	0.7%	(316)	(0.1%)	3 746	1.7%	217 687	0.5%
Pensions / Retirement deductions	376 578	71.4%	4 902	0.9%	2 867	0.5%	143 154	27.1%	527 500	1.1%
Loan repayments	700 274	39.6%	42 789	2.4%	175 964	9.9%	851 358	48.1%	1 770 385	3.7%
Trade Creditors	3 620 515	29.3%	932 077	7.5%	560 625	4.5%	6 955 216	56.3%	12 362 733	26.0%
Auditor General	56 784	29.9%	41 750	22.0%	21 886	11.5%	69 787	36.7%	190 207	0.4%
Other	3 645 513	70.7%	57 123	1.1%	68 893	1.3%	1 383 521	26.8%	5 155 050	10.9%
<b>Total</b>	<b>14 834 490</b>	<b>31.2%</b>	<b>2 129 540</b>	<b>4.5%</b>	<b>2 549 182</b>	<b>5.4%</b>	<b>27 712 772</b>	<b>58.3%</b>	<b>47 520 284</b>	<b>100.0%</b>
<b>Per Province</b>										
Eastern Cape	1 142 254	26.9%	277 083	6.5%	199 882	4.7%	2 632 577	61.9%	4 251 796	9.0%
Free State	815 571	7.3%	460 813	4.1%	1 248 162	11.2%	8 667 793	77.4%	11 192 339	23.6%
Gauteng	10 775 548	73.0%	432 517	2.9%	126 038	0.9%	3 424 502	23.2%	14 758 605	31.1%
Kwazulu-Natal	774 763	26.4%	13 177	0.5%	145 403	5.0%	2 002 703	68.2%	2 936 046	6.2%
Limpopo	557 847	35.7%	62 938	4.0%	177 383	11.4%	765 234	49.0%	1 563 402	3.3%
Mpumalanga	423 793	5.6%	435 985	5.8%	440 373	5.8%	6 261 271	82.8%	7 561 422	15.9%
North West	354 935	12.3%	305 061	10.6%	127 792	4.4%	2 099 061	72.7%	2 886 850	6.1%
Northern Cape	157 685	6.8%	123 663	5.4%	76 851	3.3%	1 953 615	84.5%	2 311 814	4.9%
Western Cape	(167 906)	(289.5%)	18 302	31.6%	7 298	12.6%	200 315	345.3%	58 009	0.1%
<b>Total</b>	<b>14 834 490</b>	<b>31.2%</b>	<b>2 129 540</b>	<b>4.5%</b>	<b>2 549 182</b>	<b>5.4%</b>	<b>28 007 072</b>	<b>58.9%</b>	<b>47 520 284</b>	<b>100.0%</b>

Source: National Treasury Local Government database

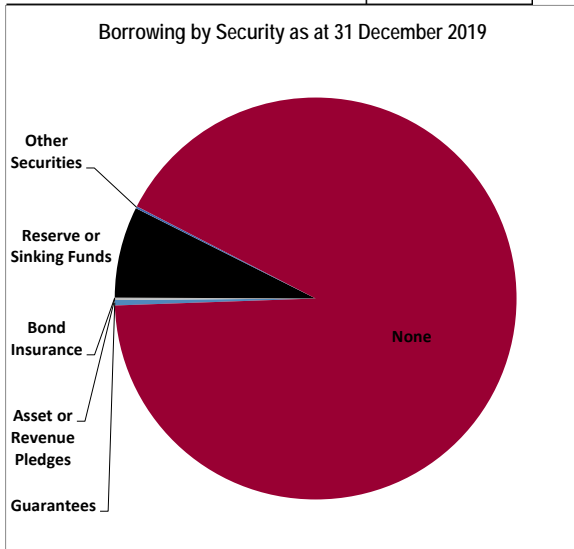
## 12. Borrowing instruments



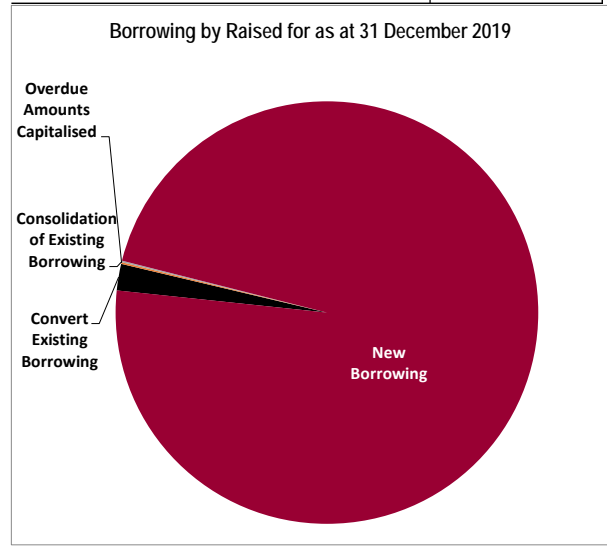
Type	Balance (R'000)
ST - Bank Overdraft	21 872
ST - Other Short-Term Loans	
ST - Marketable Bonds	943
ST - Non-Marketable Bonds	
ST - Other Securities	3 000
LT - Long-Term Loans	47 019 070
LT - Instalment Credit	80 725
LT - Financial Leases	55 137
LT - Marketable Bonds	11 716 000
LT - Non-Marketable Bonds	6 311 333
LT - Other Securities	
<b>Total</b>	<b>65 208 080</b>



Source	Balance (R'000)
General Public	302
Banks	34 125 905
Development Bank of SA	23 895 303
Infrastructure Finance Corporation	180 854
Public Investment Commissioners	1 341 480
Insurance Companies and Private Pension Funds	27 075
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	5 282
Other Sources	5 631 879
<b>Total</b>	<b>65 208 080</b>

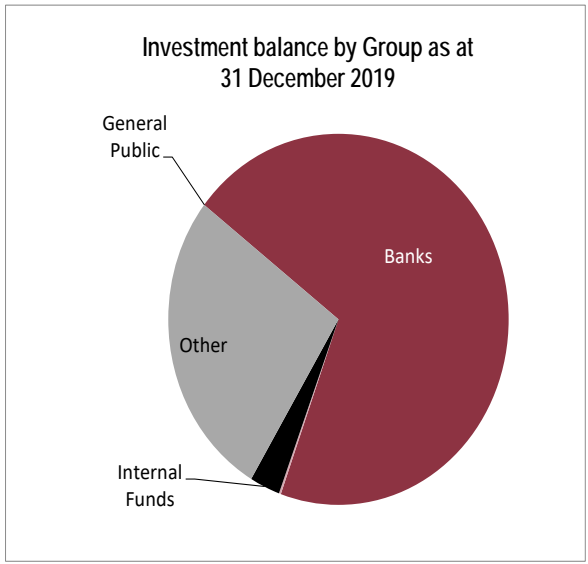
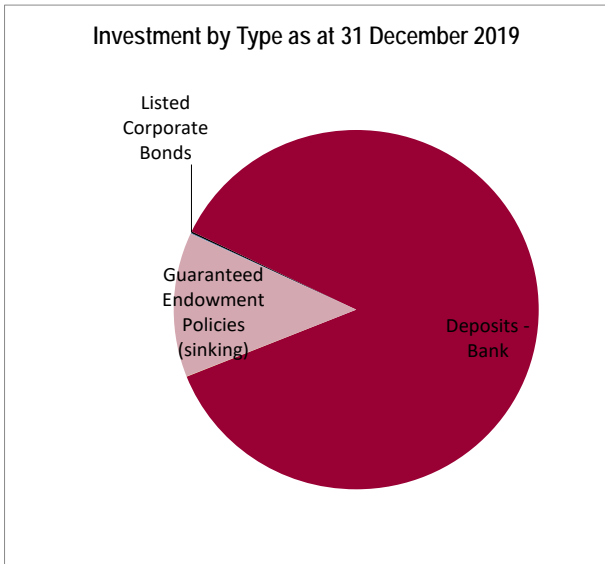


Security	Balance (R'000)
Guarantees	285 489
Asset or Revenue Pledges	112 886
Bond Insurance	9 129
Reserve or Sinking Funds	4 789 294
Other Securities	98 689
None	59 912 593
<b>Total</b>	<b>65 208 080</b>



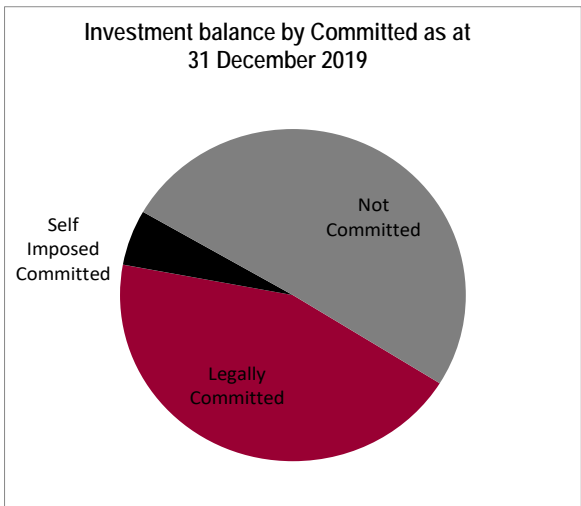
Raised For	Balance (R'000)
Convert Existing Borrowing	1 328 206
Overdue Amounts Capitalised	83 442
Consolidation of Existing Borrowing	72 858
New Borrowing	63 723 574
Bridging Finance	
<b>Total</b>	<b>65 208 080</b>

### 13. Investment instruments



Type	Balance (R'000)
Securities - National Government	30 843
Listed Corporate Bonds	53 124
Deposits - Bank	32 750 327
Deposits - Public Investment Commissioners	5 685
Deposits - Corporation for Public Deposits	
Bankers Acceptance Certificates	
Negotiable Certificates of Deposit - Banks	656
Guaranteed Endowment Policies (sinking)	4 909 737
Repurchase Agreements - Banks	
Municipal Bonds	
<b>TOTAL</b>	<b>37 750 372</b>

Group	Balance (R'000)
General Public	4 479
Banks	26 399 627
Development Bank of SA	
Infrastructure Finance Corporation	
Public Investment Commissioners	
Insurance Companies and Private Pension Funds	69 086
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	1 086 619
Other	10 190 561
<b>TOTAL</b>	<b>37 750 372</b>



Committed	Balance (R'000)
Legally Committed	16 630 983
Self Imposed Committed	2 035 101
Not Committed	19 084 288
<b>TOTAL</b>	<b>37 750 372</b>

# 14. Conditional grants transfers, payments and expenditure as at 31 December 2019

2nd Quarter Ended 31 December 2019

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

AGGREGATED INFORMATION FOR ALL MUNICIPALITIES

	Division of revenue Act No. 16 of 2019	Adjustment (Mid year)	Other Adjustments	Total Available 2019/20	Year to date		First Quarter		Second Quarter		YTD Expenditure		% Changes from 1st to 2nd Q		% Changes for the 2nd Q	
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2019	Actual expenditure by municipalities by 30 September 2019	Actual expenditure National Department by 31 December 2019	Actual expenditure by municipalities by 31 December 2019	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
<b>R thousands</b>																
<b>Direct Transfers</b>	32 632 881	-	-	32 632 881	32 326 395	17 858 989	3 981 780	12 044 704	6 761 516	8 667 759	10 743 296	20 712 463	69.8%	(28.0%)	32.9%	63.5%
<b>Infrastructure</b>	30 993 532	-	-	30 993 532	30 687 046	16 658 429	3 647 783	11 685 063	6 425 638	8 356 461	10 073 421	20 041 525	76.2%	(28.5%)	32.5%	64.7%
Municipal Infrastructure Grant	14 816 103	-	-	14 816 103	14 816 103	8 643 718	2 180 613	9 160 551	3 928 004	5 763 086	6 108 617	14 923 637	80.1%	(37.1%)	41.2%	100.7%
Public Transport Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Grant	6 468 248	-	-	6 468 248	6 468 248	2 976 528	644 052	530 902	1 193 511	642 273	1 837 563	1 173 176	85.3%	21.0%	28.4%	18.1%
Integrated National Electrification Programme (Municipal) Grant	1 863 328	-	-	1 863 328	1 863 328	1 276 205	196 659	368 098	244 556	382 736	441 215	750 834	24.4%	4.0%	23.7%	40.3%
Neighbourhood Development Partnership Grant (Capital Grant)	621 172	-	-	621 172	621 172	295 409	52 840	15 125	77 081	105 624	129 921	120 749	45.9%	598.3%	20.9%	19.4%
2010 FIFA World Cup Stadiums Development Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Road Assets Management Systems Grant	113 891	-	-	113 891	117 456	83 294	10 223	3 518	15 873	14 040	26 096	17 558	55.3%	299.1%	22.9%	15.4%
Municipal Drought Relief Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Recovery Grant	60 733	-	-	60 733	60 733	-	-	-	-	-	18 742	18 742	-	-	-	30.9%
Integrated City Development Grant	310 051	-	-	310 051	-	-	-	(17 484)	-	59 989	-	42 505	-	(443.1%)	-	13.7%
Regional Bulk Infrastructure Grant (Schedule 5B)	2 066 360	-	-	2 066 360	2 066 360	1 020 955	189 021	307 344	257 193	432 096	446 214	739 440	36.1%	40.6%	21.6%	35.8%
Water Services Infrastructure Grant (Schedule 5B)	3 669 319	-	-	3 669 319	3 669 319	1 904 022	218 634	1 316 989	540 261	934 812	758 895	2 251 800	147.1%	(29.0%)	20.7%	61.4%
Municipal Emergency Housing Grant	147 432	-	-	147 432	147 432	147 432	30 349	8 636	3 055	38 985	3 055	3 055	(71.5%)	-	26.4%	2.1%
Integrated Urban Development Grant	856 895	-	-	856 895	856 895	310 866	125 392	160 523	160 523	285 915	285 915	285 915	28.0%	-	33.4%	-
Metro Informal Settlements Partnership Grant	-	-	-	-	-	-	-	20	-	9	-	29	-	(56.3%)	-	-
<b>Capacity and Others</b>	1 639 349	-	-	1 639 349	1 639 349	1 200 560	333 997	359 641	335 878	311 298	669 875	670 938	0.6%	(13.4%)	40.9%	40.9%
2010 FIFA World Cup Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restructuring Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	532 822	-	-	532 822	532 822	532 822	100 394	86 843	99 047	89 786	199 441	176 629	(1.3%)	3.4%	37.4%	33.1%
Municipal Systems Improvement Grant	-	-	-	-	-	-	-	138	-	1 191	-	1 329	-	762.1%	-	-
Expanded Public Works Programme Integrated Grant (Municipality)	730 046	-	-	730 046	730 046	462 738	185 221	167 100	176 991	144 084	362 212	311 184	(4.4%)	(13.8%)	49.6%	42.6%
Infrastructure Skills Development Grant	149 416	-	-	149 416	149 416	70 000	32 805	60 013	30 759	28 823	63 564	88 835	(6.2%)	(52.0%)	42.5%	59.5%
Water Services Operating Subsidy Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management	227 065	-	-	227 065	227 065	135 000	15 577	44 589	29 081	44 246	44 658	88 835	86.7%	(0.8%)	19.7%	39.1%
Municipal Disaster Grant	-	-	-	-	-	-	-	940	-	2 127	-	3 067	-	126.2%	-	-
2013 Africa Cup of Nations Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 African Nations Championship Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Operations Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Human Settlements Capacity Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 5B)	-	-	-	-	-	-	-	18	-	1 041	-	1 059	-	5750.6%	-	-
<b>Indirect Transfers</b>	7 208 220	-	-	7 208 220	7 208 220	-	-	-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>	7 086 658	-	-	7 086 658	7 086 658	-	-	-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant	3 037 523	-	-	3 037 523	3 037 523	-	-	-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme (Eskom) Grant	3 374 053	-	-	3 374 053	3 374 053	-	-	-	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant (Technical Assistance)	30 997	-	-	30 997	30 997	-	-	-	-	-	-	-	-	-	-	-
Backlogs in Water and Sanitation at Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Backlogs in the Electrification of Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bucket Eradication Programme Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (Schedule 6B)	644 085	-	-	644 085	644 085	-	-	-	-	-	-	-	-	-	-	-
<b>Capacity and Others</b>	121 562	-	-	121 562	121 562	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management (Eskom)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Operating Subsidy Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	121 562	-	-	121 562	121 562	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	39 841 101	-	-	39 841 101	39 534 615	17 858 989	3 981 780	12 044 704	6 761 516	8 667 759	10 743 296	20 712 463	69.8%	(28.0%)	27.0%	52.0%
<b>Grants excluded from the publication</b>	12 045 386	-	-	12 045 386	-	-	-	1 528 616	-	1 167 040	-	2 695 656	-	(23.7%)	-	22.4%
Urban Settlement Development Grant	12 045 386	-	-	12 045 386	-	-	-	1 528 616	-	1 167 040	-	2 695 656	-	(23.7%)	-	22.4%
Finance Management Grant: Technical Programme	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total as per DoRA</b>	51 886 487	-	-	51 886 487	39 534 615	17 858 989	3 981 780	13 573 320	6 761 516	9 834 799	10 743 296	23 408 119				