



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

PRESS RELEASE

Local Government Revenue and Expenditure: First Quarter Local Government Section 71 Report For the period: 1 July 2016 – 30 September 2016

National Treasury has today released local government's revenue and expenditure for the first quarter of the 2016/17 financial year, as well as spending on conditional grants for the same period. This report covers the first quarter of the municipal financial year ending on 30 September 2016.

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

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

KEY TRENDS:

Aggregate trends

1. On aggregate, municipalities spent 19.6 per cent, or R77.4 billion, of the total adopted budget of R394.7 billion as at 30 September 2016 (first quarter results for the 2016/17 financial year). In respect of revenue, aggregate billing and other revenue amounted to 25.0 per cent or R98.2 billion of the total adopted revenue budget of R393.1 billion.
2. In the period under review, capital expenditure amounted to R8.8 billion or 12.7 per cent of the adopted capital budget of R69.4 billion, significant underperformance for the first quarter.
3. Of the adopted operating expenditure budget amounting to R325.3 billion, R68.6 billion or 21.1 per cent was spent by 30 September 2016.
4. Municipalities have adopted the budget for salaries and wages expenditure at R92.1 billion for the 2016/17 municipal financial year. This represents 28.3 per cent of their total operational expenditure budget of R325.3 billion. At 30 September 2016 spending on salaries is R20.9 billion or 22.7 per cent.
5. Aggregated year-to-date total expenditure reported by metropolitan municipalities amounts to R48.5 billion or 21.0 per cent. The aggregated adopted capital budget for metros in the

2016/17 financial year was R37.4 billion of which they have spent 11.6 per cent or R4.3 billion.

6. When billed revenue is measured against their adopted budgets, the performance of metros shows surpluses across all four core services for the first quarter of 2016/17. This does not take into account the collection rate:
 - Water revenue billed was R6.5 billion against expenditure of R5.6 billion;
 - Electricity revenue billed was R21.3 billion against expenditure of R18.2 billion;
 - The revenue billed for waste water management was R2.9 billion against expenditure of R1.4 billion, and
 - Levies for waste management billed were R2.2 billion against expenditure R2.0 billion.
7. As at 30 September 2016, aggregated billed revenue for secondary cities is 24.9 per cent or R13.1 billion of their total adopted revenue budget of R52.5 billion for the 2016/17 financial year. Year-to-date the operating spending level for the secondary cities is on average 20.2 per cent or R9.3 billion. Capital spending levels are low at an average of 8.7 per cent of the adopted capital budget.
8. The performance against the adopted budget for the four core services for the secondary cities for the first quarter 2016/17 also shows surpluses against billed revenue without taking into account the collection rate:
 - Water revenue billed was R1.6 billion against expenditure of R1.1 billion;
 - Electricity revenue billed was R4.8 billion against expenditure of R3.6 billion;
 - The revenue billed for waste water management was R742.3 million against expenditure of R342 million; and
 - Levies for waste management billed were R629 million against expenditure of R283 million.
9. Aggregate municipal consumer debts amounted to R116.7 billion (compared to R113.5 billion reported in the fourth quarter) as at 30 September 2016. A total amount of R784 million has been written off as bad debt. Government accounts for 5.2 per cent or R6.0 billion (R6.1 billion reported in the fourth quarter). The largest component relates to households which accounts for 65.0 per cent or R75.9 billion (65.2 per cent or R74 billion in the fourth quarter).
10. It needs to be acknowledged that not all the outstanding debt of R116.7 billion is realistically collectable as these amounts are inclusive of debt older than 90 days (historic debt that has accumulated over an extended period), interest on arrears and other recoveries.
11. If consumer debt is limited to below 90 days, then the actual realistically collectable amount is estimated at **R27.5 billion**.
12. Metropolitan municipalities are owed R56.9 billion (R56.7 billion reported in the fourth quarter) in outstanding debt as at 30 September 2016. This represents a decrease of R6.2 billion, or 9.8 per cent as compared to the first quarter of the 2015/16 financial year. The City of Johannesburg is still owed the largest amount at R17.0 billion (R16.1 billion in the fourth quarter). This is followed by Ekurhuleni Metro at R12.9 billion (R11.7 billion in the fourth quarter), City of Tshwane at R8.1 billion (R7.6 billion in the fourth quarter) and Cape Town at R7.3 billion (R7.3 billion in the fourth quarter).
13. Households in metropolitan areas are reported to account for R35.7 billion or 62.7 per cent of outstanding debt to metros, followed by businesses which account for R17.9 billion or 31.4 per cent. Debt owed by government agencies is approximately R1.5 billion or 2.7 per cent of the total outstanding debt owed to metros.

14. Secondary cities are owed R25.2 billion (R24.0 billion reported in the fourth quarter of 2015/16) in outstanding consumer debt. The majority of debt is owed by households which amount to R18.4 billion or 73.0 per cent of the total outstanding debt. Out of the total debt of R25.2 billion, R20.2 billion or 80.2 per cent has been outstanding for more than 90 days.
15. Municipalities owed their creditors R34.6 billion as at 30 September 2016, an overall increase of R8.2 billion on the R26.4 billion reported in the first quarter of 2015/16.
16. Free State has the highest percentage of outstanding creditors greater than 90 days at 74.3 per cent, followed by Mpumalanga at 71.7 per cent and North West at 70.3 per cent. The year-on-year increase in outstanding creditors could be an indication that municipalities are experiencing liquidity and cash challenges.
17. The aggregated year-to-date actual collection rate is 89.5 per cent compared to an adopted budgeted collection rate of 91.5 per cent. This represents an aggregated under-performance of 2.0 per cent. It is suspected that the reported collection rate is distorted owing to reporting inconsistencies on cash flow movements of municipalities.
18. Metros budgeted for a collection rate of 93.6 per cent and achieved an actual collection of 98.9 per cent which is 5.3 per cent above the target. The secondary cities reported 72.3 per cent collection against an adopted collection rate of 88.4 per cent which is 16.1 per cent below the expected performance.
19. The total balance on borrowing for all municipalities equates to R57.1 billion as at 30 September 2016. This includes long term loans of R40 billion, short term non-marketable bonds of R12.6 billion, other short term loans of R2.5 billion and long term non-marketable bonds of R1.4 billion. The balance represents other short and long term financing instruments.
20. As at 30 September 2016, the total investments made by municipalities equates to R29.3 billion. This is R2.2 billion more than the R27.1 billion reported in the previous quarter. Investments include bank deposits of R21.9 billion, guaranteed endowment policies (sinking funds) of R4.8 billion, negotiable certificates of deposits at banks of R1.5 billion, listed corporate bonds of R993 million and some smaller investments.

Conditional Grants

21. According to the Division of Revenue Act, 2016 (Act No.3 of 2016), an amount of R37.8 billion of conditional grants will be transferred to and spent within the local government sphere.
22. Conditional grants expenditure reports submitted by the national departments, indicated 52.4 per cent or R4.3 billion was spent against the total transferred direct conditional allocation of R8.9 billion as at 30 September 2016. This performance excludes the Urban Settlements Development Grant (USDG) and Integrated City Development Grant (ICDG) as these grants are reported as part of the overall capital budgets of the respective cities. The first Quarter performance also excludes indirect grants as these are spent by national departments administering the grants on behalf of municipalities.
23. The overall expenditure reported by municipalities as at 30 September 2016 is 52.4 per cent or R4.7 billion against the R8.9 billion transferred to municipalities. In terms of the total allocation, the aggregate expenditure is 15.6 per cent or R4.7 billion of R37.8 billion allocated to municipalities.

A summary of key aggregated information is included in the tables in **Annexure A**.

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

ENDS

NOTE TO EDITORS:

- 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 2016 Division of Revenue Act. The budgeted figures shown are based on the 2016/17 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 31 October 2016. Any queries on the figures in these statements should therefore be referred to the relevant Municipal Manager or Chief Financial Officer. Queries on conditional grants may be referred to the national department responsible for administering the grant.
- A municipal budget must be funded in terms of Section 18 of the MFMA before a Municipal Council can adopt that budget for implementation. A funded budget is essentially a budget that is funded by 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. Hence, the revenue estimates are seldom underpinned by realistic or realisable revenue assumptions resulting in municipalities not being able to collect this revenue and therefore finding themselves in cash flow difficulties. Should such situations arise, municipalities must adjust expenditure downwards to ensure that there is sufficient cash to meet these commitments.
- This first quarter publication covers 257 municipalities on financial information and conditional grant information. Only three municipalities did not submit the budget information and are not included in this publication.

Issued by National Treasury

Date: 14 December 2016

STRUCTURE OF INFORMATION RELEASED:

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

- Municipal Budget Statements:
 - a. Cash Flow closing balances as at 30 September 2016;
 - b. High-level summary of revenue for 257 municipalities; and
 - c. High-level summary of expenditure for 257 municipalities.
- Summary of revenue and expenditure per function (electricity, water, etc):
 - a. High level summary of revenue per function; and
 - b. High level summary of expenditure per function.
- Consolidation of revenue and expenditure numbers for each municipality in one file.
- Detail per province per municipality.
- Summary of Conditional Grant (CG) Information for all municipalities and per grant.
- CG - Detail per province per Municipality.
- Summary of Conditional Grant (CG) information per programme.
- Section 71 summary information for the first quarter:
 - a. Summary of total monthly operating expenditure – 257 municipalities;
 - b. Summary of total monthly operating revenue – 257 municipalities;
 - c. Summary of total monthly capital expenditure – 257 municipalities;
 - d. Summary of total monthly capital revenue – 257 municipalities;
 - e. Summary – Metros;
 - f. Conditional Grant summary – Metros;
 - g. Summary – Top 19 municipalities;
 - h. Conditional Grant summary – Top 19 municipalities;
 - i. Summary – Provinces;
 - j. Conditional Grant summary – Provinces;
 - k. Analysis of Sources of Revenue – 257 municipalities;
 - l. Listing of borrowing instruments – 173 municipalities;
 - m. Listing of investment instruments – 162 municipalities;
 - n. Monthly repairs and maintenance expenditure per asset class – 257 municipalities; and
 - o. Monthly repairs and maintenance operating expenditure – 257 municipalities.
- Service delivery information (non-financial performance) for all municipalities.
- Non Compliance:
 - a. List municipalities not complying with Section 71 of the MFMA.

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

SUMMARY TABLES:

According to the budgeted monthly operational and capital expenditure submitted by all municipalities as supporting tables to the adopted budgets, municipalities recorded an over performance of 3.2 per cent or R2.7 billion on revenue collection, an under performance of 11.5 per cent or R8.9 billion on operational expenditure and 49.8 per cent or R8.8 billion on capital expenditure.

1. Consolidated statement of financial performance

Summary - Table C4 Quarterly Budget Statement - Financial Performance (rev and expend) for 1st Quarter ended 30 September 2016

Description	Ref	Budget year 2016/17								
		2015/16								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		22 375 391	51 356 556	51 356 941	15 099 409	15 099 409	13 880 572	1 218 837	8.78	51 356 941
Property rates - penalties and collection charges		226 509	717 177	717 177	94 934	94 934	162 156	(67 222)	(41.46)	717 177
Service charges - electricity revenue		44 863 448	106 463 447	106 496 448	28 395 522	28 395 522	28 499 420	(103 899)	(0.36)	106 496 448
Service charges - water revenue		14 079 147	34 559 107	34 592 030	8 103 201	8 103 201	7 821 782	281 419	3.60	34 592 030
Service charges - sanitation revenue		5 656 883	13 720 657	13 748 915	3 807 112	3 807 112	3 416 990	390 121	11.42	13 748 915
Service charges - refuse revenue		4 499 532	10 191 678	10 190 678	2 714 850	2 714 850	2 580 727	134 123	5.20	10 190 678
Service charges - other		1 301 846	1 672 055	1 582 674	466 971	466 971	461 695	5 276	1.14	1 582 674
Rental of facilities and equipment		781 382	2 194 216	2 186 257	431 751	431 751	498 048	(66 297)	(13.31)	2 186 257
Interest earned - external investments		2 743 823	3 778 302	3 778 233	944 416	944 416	780 270	164 146	21.04	3 778 233
Interest earned - outstanding debtors		2 268 415	3 830 315	3 830 315	1 138 876	1 138 876	869 658	269 218	30.96	3 830 315
Dividends received		258	11 120	11 120	4 066	4 066	38	4 029	10 682.69	11 120
Fines		2 944 154	4 562 854	4 562 654	607 144	607 144	959 531	(352 388)	(36.72)	4 562 654
Licences and permits		338 890	841 518	841 498	167 310	167 310	195 414	(28 104)	(14.38)	841 498
Agency services		1 078 316	2 160 313	2 160 313	505 150	505 150	499 615	5 535	1.11	2 160 313
Transfers recognised - operational		37 677 315	68 364 165	68 802 399	22 384 035	22 384 035	21 231 970	1 152 065	5.43	68 802 399
Other own revenue		7 045 680	18 510 961	18 546 678	4 435 883	4 435 883	4 643 256	(207 372)	(4.47)	18 546 678
Gains on disposal of PPE		296 005	597 920	597 920	40 234	40 234	94 698	(54 464)	(57.51)	597 920
Total Revenue (excl. capital transfers and contributions)		148 176 993	323 532 361	324 002 250	89 340 863	89 340 863	86 595 839	2 745 025	3.17	324 002 250
Expenditure By Type										
Employee related costs		41 016 547	88 363 545	88 108 617	20 109 378	20 109 378	20 643 502	(534 124)	(2.59)	88 108 617
Remuneration of councillors		1 958 222	3 762 311	3 761 174	771 058	771 058	881 563	(110 505)	(12.54)	3 761 174
Debt impairment		10 313 167	17 210 388	17 204 773	3 098 687	3 098 687	3 678 989	(580 302)	(15.77)	17 204 773
Depreciation and asset impairment		15 319 777	26 599 121	26 599 121	3 929 531	3 929 531	6 001 671	(2 072 140)	(34.53)	26 599 121
Finance charges		3 249 704	8 428 320	8 428 320	1 271 756	1 271 756	1 567 190	(295 434)	(18.85)	8 428 320
Bulk purchases		41 439 320	94 438 508	94 431 421	24 510 090	24 510 090	25 599 014	(1 088 924)	(4.25)	94 431 421
Other Materials		4 267 765	7 842 326	7 939 104	1 169 069	1 169 069	1 699 852	(530 783)	(31.23)	7 939 104
Contracted services		8 718 594	23 946 067	24 407 558	3 947 670	3 947 670	4 965 913	(1 018 242)	(20.50)	24 407 558
Transfers and grants		3 860 502	6 146 331	6 186 441	804 039	804 039	1 335 490	(531 450)	(39.79)	6 186 441
Other expenditure		22 859 200	47 890 673	47 795 475	8 880 917	8 880 917	11 084 837	(2 203 920)	(19.88)	47 795 475
Loss on disposal of PPE		423 112	23 204	28 819	30 015	30 015	408	29 607	7 256.46	28 819
Total Expenditure		153 425 910	324 650 794	324 890 824	68 522 211	68 522 211	77 458 427	(8 936 216)	(11.54)	324 890 824
Surplus/(Deficit)		(5 248 918)	(1 118 433)	(888 574)	20 818 652	20 818 652	9 137 412	11 681 241	127.84	(888 574)
Transfers recognised - capital		18 460 392	38 340 079	38 439 574	5 095 717	5 095 717	9 135 683	(4 039 967)	(44.22)	38 439 574
Contributions recognised - capital		-	-	-	-	-	126 777	(126 777)	(100.00)	-
Contributed assets		(31 081)	336 333	338 187	(15 320)	(15 320)	(174 036)	158 717	(91.20)	338 187
Surplus/(Deficit) after capital transfers and contributions		13 180 393	37 557 979	37 889 187	25 899 049	25 899 049	18 225 836	7 673 213	42.10	37 889 187
Taxation		19 985	416 443	416 443	10 724	10 724	2 706	8 018	296.29	416 443
Surplus/(Deficit) after taxation		13 160 408	37 141 536	37 472 744	25 888 326	25 888 326	18 223 130	7 665 195	42.06	37 472 744
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		13 160 408	37 141 536	37 472 744	25 888 326	25 888 326	18 223 130	7 665 195	42.06	37 472 744
Share of surplus/ (deficit) of associate		(38 207)	-	-	(4 549)	(4 549)	(4 549)	(4 549)	-	-
Surplus/(Deficit) for the year		13 122 201	37 141 536	37 472 744	25 883 777	25 883 777	18 223 130	7 660 647	42.04	37 472 744

Source: National Treasury Local Government Database

2. Consolidated statement of financial position

Summary - Table C6 Quarterly Budget Statement - Financial Position for 1st Quarter ended 30 September 2016

Description	2015/16	Budget year 2016/17								
	R thousands	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
ASSETS										
Current assets										
Cash	21 986 964	19 632 437	19 686 531	20 391 515	20 391 515	4 921 633	15 469 882	314.32	19 686 531	
Call investment deposits	19 913 286	32 058 991	34 123 370	21 790 012	21 790 012	8 530 843	13 259 170	155.43	34 123 370	
Consumer debtors	28 184 146	47 349 032	47 288 944	37 843 734	37 843 734	11 822 236	26 021 498	220.11	47 288 944	
Other debtors	13 350 347	19 451 858	19 453 309	16 590 981	16 590 981	4 863 327	11 727 654	241.14	19 453 309	
Current portion of long-term receivables	2 613 232	3 519 351	3 519 351	520 902	520 902	879 838	(358 936)	(40.80)	3 519 351	
Inventory	4 371 582	5 464 906	5 464 562	4 392 141	4 392 141	1 366 141	3 026 000	221.50	5 464 562	
Total current assets	90 419 559	127 476 575	129 536 067	101 529 285	101 529 285	32 384 017	69 145 268	213.52	129 536 067	
Non current assets										
Long-term receivables	267 121	799 043	799 045	387 526	387 526	199 761	187 765	93.99	799 045	
Investments	4 899 113	7 772 009	7 803 735	5 275 698	5 275 698	1 950 934	3 324 764	170.42	7 803 735	
Investment property	15 433 854	19 144 262	19 144 262	15 391 953	15 391 953	4 786 066	10 605 887	221.60	19 144 262	
Investment in Associate	2 094 281	1 344 756	1 344 756	1 240 491	1 240 491	336 189	904 302	268.99	1 344 756	
Property, plant and equipment	385 486 457	601 990 292	602 345 606	430 470 633	430 470 633	150 586 402	279 884 231	185.86	602 345 606	
Agricultural	71 748	48 742	48 742	74 733	74 733	12 186	62 547	513.29	48 742	
Biological	318 221	139 254	139 254	63 150	63 150	34 814	28 337	81.40	139 254	
Intangible	2 735 750	3 798 003	3 803 854	2 412 777	2 412 777	950 963	1 461 813	153.72	3 803 854	
Other non-current assets	6 095 540	1 803 611	1 798 103	13 274 937	13 274 937	449 526	12 825 412	2 853.10	1 798 103	
Total non current assets	417 402 085	636 839 973	637 227 358	468 591 898	468 591 898	159 306 840	309 295 058	194.14	637 227 358	
TOTAL ASSETS	507 821 644	764 316 548	766 763 425	570 121 183	570 121 183	191 690 856	378 430 326	197.42	766 763 425	
LIABILITIES										
Current liabilities										
Bank overdraft	1 039 328	1 666 372	1 666 372	2 498 456	2 498 456	416 593	2 081 863	499.74	1 666 372	
Borrowing	3 972 333	7 935 081	7 930 952	3 478 085	3 478 085	1 982 738	1 495 347	75.42	7 930 952	
Consumer deposits	4 694 631	5 228 172	5 227 985	3 785 877	3 785 877	1 306 996	2 478 881	189.66	5 227 985	
Trade and other payables	57 137 791	65 912 128	68 285 138	54 659 753	54 659 753	17 071 285	37 588 468	220.19	68 285 138	
Provisions	4 420 541	5 067 772	5 068 655	5 673 203	5 673 203	1 267 164	4 406 039	347.71	5 068 655	
Total current liabilities	71 264 624	85 809 526	88 179 102	70 095 373	70 095 373	22 044 776	48 050 598	217.97	88 179 102	
Non current liabilities										
Borrowing	40 369 702	67 034 876	67 027 884	49 422 851	49 422 851	16 756 971	32 665 880	194.94	67 027 884	
Provisions	30 218 129	45 031 534	45 016 594	34 881 022	34 881 022	11 254 149	23 626 874	209.94	45 016 594	
Total non current liabilities	70 587 831	112 066 411	112 044 478	84 303 874	84 303 874	28 011 120	56 292 754	200.97	112 044 478	
TOTAL LIABILITIES	141 852 455	197 875 936	200 223 581	154 399 247	154 399 247	50 055 895	104 343 352	208.45	200 223 581	
NET ASSETS	365 969 189	566 440 612	566 539 844	415 721 935	415 721 935	141 634 961	274 086 974	193.52	566 539 844	
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	343 608 045	525 824 688	525 878 835	392 475 487	392 475 487	131 469 709	261 005 779	0	525 878 835	
Reserves	22 361 144	40 275 286	40 320 371	22 928 222	22 928 222	10 080 093	12 848 129	0	40 320 371	
Minorities interests		340 638	340 638	318 226	318 226	85 159	233 066	0	340 638	
TOTAL COMMUNITY WEALTH/EQUITY	365 969 189	566 440 612	566 539 844	415 721 935	415 721 935	141 634 961	274 086 974	0	566 539 844	

Source: National Treasury Local Government Database

3. Consolidated cash flow

Summary - Table C7 Quarterly Budget Statement - Cash Flows for 1st Quarter ended 30 September 2016

Description	Ref	2015/16	Budget year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties and collection charges		26 818 084	48 303 137	48 283 427	12 471 152	12 471 152	12 440 870	30 282	0.24	48 283 427
Service charges		81 054 880	152 806 818	152 785 828	40 399 426	40 399 426	39 812 048	587 377	1.48	152 785 828
Other revenue		13 144 732	23 658 901	23 634 395	8 597 771	8 597 771	6 130 663	2 467 108	40.24	23 634 395
Government - operating		39 690 251	68 375 759	68 420 015	23 595 870	23 595 870	23 082 146	513 724	2.23	68 420 015
Government - capital		22 800 936	38 808 250	38 850 440	10 181 047	10 181 047	12 051 915	(1 870 869)	(15.52)	38 850 440
Interest		4 980 358	6 163 066	6 165 336	1 644 743	1 644 743	1 449 160	195 583	13.50	6 165 336
Dividends		3 060	9 343	9 343	267	267	1 071	(803)	(75.04)	9 343
Payments										
Suppliers and employees		(144 100 800)	(261 608 427)	(262 053 918)	(90 796 579)	(90 796 579)	(67 143 772)	(23 652 807)	35.23	(262 053 918)
Finance charges		(4 433 070)	(8 867 816)	(9 036 631)	(1 333 577)	(1 333 577)	(2 038 402)	704 825	(34.58)	(9 036 631)
Transfers and grants		(3 324 101)	(5 287 554)	(5 141 868)	(1 629 545)	(1 629 545)	(1 108 737)	(520 808)	46.97	(5 141 868)
NET CASH FROM/(USED) OPERATING ACTIVITIES		36 634 330	62 361 477	61 916 367	3 130 574	3 130 574	24 676 963	(21 546 389)	(87.31)	61 916 367
CASH FLOW FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(247 965)	1 045 230	1 042 848	709 438	709 438	223 841	485 597	216.94	1 042 848
Decrease in non-current debtors		(584 995)	133 188	133 195	582 077	582 077	(1 554)	583 631	(37 548.35)	133 195
Decrease in other non-current receivables		524 170	118 781	121 181	1 014 808	1 014 808	23 310	991 498	4 253.47	121 181
Decrease (increase) in non-current investments		(122 613)	(703 277)	(635 434)	4 242 749	4 242 749	(164 094)	4 406 844	(2 685.56)	(635 434)
Payments										
Capital assets		(31 480 783)	(66 349 268)	(66 973 059)	(11 037 688)	(11 037 688)	(12 176 342)	1 138 654	(9.35)	(66 973 059)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(31 912 187)	(65 755 346)	(66 311 269)	(4 488 615)	(4 488 615)	(12 094 839)	7 606 224	(62.89)	(66 311 269)
CASH FLOW FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		19 617	16 000	16 000	4 038 508	4 038 508	16 000	4 022 508	25 140.67	16 000
Borrowing long term/refinancing		2 107 889	12 818 742	12 814 792	409 407	409 407	1 154 644	(745 237)	(64.54)	12 814 792
Increase (decrease) in consumer deposits		364 463	233 446	233 448	(5 182)	(5 182)	16 902	(22 084)	(130.66)	233 448
Payments										
Repayment of borrowing		(2 950 502)	(4 961 709)	(4 959 196)	(2 376 088)	(2 376 088)	(928 716)	(1 447 372)	155.85	(4 959 196)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(458 534)	8 106 479	8 105 044	2 066 645	2 066 645	258 830	1 807 815	698.46	8 105 044
NET INCREASE/(DECREASE) IN CASH HELD		4 263 610	4 712 610	3 710 142	708 604	708 604	12 840 953	(12 132 350)	(94.48)	3 710 142
Cash/cash equivalents at the year begin:		30 117 065	40 274 706	42 693 523	40 664 242	40 664 242	42 693 523	(2 029 281)	(4.75)	42 693 523
Cash/cash equivalents at the year end:		33 832 814	44 926 126	46 342 474	41 374 529	41 374 529	55 473 286	(14 098 757)	(25.42)	46 342 474

Source: National Treasury Local Government Database

4. Aggregated revenue and expenditure for municipalities

National aggregated revenue as at 30 September 2016

R thousand	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating	Capital	Total	Operating	Capital	Total	1st Q as % of Main appr	Operating	Capital	Total	Total as % of main appr	Operating	Capital	Total	Total as % of main appr	
Revenue																
Category A (Metro)	196 636 987	37 419 702	234 056 690	52 998 800	4 334 243	57 333 042	24.5%	52 998 800	4 334 243	57 333 042	24.5%	47 632 554	3 724 739	51 357 293	23.7%	11.6%
Category B (Local)	107 881 459	21 758 136	129 639 595	30 969 761	2 908 201	33 877 962	26.1%	30 969 761	2 908 201	33 877 962	26.1%	28 662 638	2 570 077	31 232 714	27.5%	8.5%
Category C (District)	19 218 926	10 244 829	29 463 755	5 367 353	1 580 532	6 947 885	23.6%	5 367 353	1 580 532	6 947 885	23.6%	6 043 935	1 434 311	7 478 246	26.4%	(7.1%)
Total	323 737 373	69 422 667	393 160 040	89 335 914	8 822 975	98 158 889	25.0%	89 335 914	8 822 975	98 158 889	25.0%	82 339 126	7 729 127	90 068 253	25.1%	9.0%
Per Province																
Eastern Cape	28 984 750	9 339 274	38 324 024	7 469 161	1 240 702	8 709 863	22.7%	7 469 161	1 240 702	8 709 863	22.7%	7 716 094	1 236 628	8 952 722	25.6%	(2.7%)
Free State	16 392 421	3 276 145	19 668 565	4 573 051	396 411	4 969 462	25.3%	4 573 051	396 411	4 969 462	25.3%	4 437 266	421 433	4 858 699	24.3%	2.3%
Gauteng	122 355 125	20 472 867	142 827 992	32 520 156	2 122 665	34 642 821	24.3%	32 520 156	2 122 665	34 642 821	24.3%	29 740 480	1 743 827	31 484 308	24.3%	10.0%
Kwazulu-Natal	54 946 915	13 816 619	68 763 534	16 028 231	2 225 643	18 253 874	26.5%	16 028 231	2 225 643	18 253 874	26.5%	14 297 434	1 969 029	16 266 463	25.5%	12.2%
Limpopo	14 961 159	5 813 859	20 775 018	4 060 292	737 317	4 797 610	23.1%	4 060 292	737 317	4 797 610	23.1%	4 058 530	577 047	4 635 577	25.2%	3.5%
Mpumalanga	15 594 478	3 362 958	18 957 436	4 534 133	455 004	4 989 138	26.3%	4 534 133	455 004	4 989 138	26.3%	3 674 824	254 460	3 929 284	26.6%	27.0%
North West	13 616 195	2 427 559	16 043 754	3 889 934	349 979	4 239 913	26.4%	3 889 934	349 979	4 239 913	26.4%	3 999 980	384 184	4 384 164	28.0%	(3.3%)
Northern Cape	6 477 282	1 255 436	7 732 719	1 833 298	155 167	1 988 465	25.7%	1 833 298	155 167	1 988 465	25.7%	1 755 617	122 181	1 877 799	26.9%	5.9%
Western Cape	50 409 048	9 657 949	60 066 998	14 427 657	1 140 087	15 567 745	25.9%	14 427 657	1 140 087	15 567 745	25.9%	12 658 900	1 020 337	13 679 237	24.8%	13.8%
Total	323 737 373	69 422 667	393 160 040	89 335 914	8 822 975	98 158 889	25.0%	89 335 914	8 822 975	98 158 889	25.0%	82 339 126	7 729 127	90 068 253	25.1%	9.0%

Source: National Treasury Local Government database

National aggregated expenditure as at 30 September 2016

R thousand	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating	Capital	Total	Operating	Capital	Total	1st Q as % of Main appr	Operating	Capital	Total	Total as % of main appr	Operating	Capital	Total	Total as % of main appr	
Expenditure																
Category A (Metro)	193 832 616	37 419 702	231 252 318	44 152 872	4 334 243	48 487 115	21.0%	44 152 872	4 334 243	48 487 115	21.0%	41 903 724	3 724 739	45 628 463	21.2%	6.3%
Category B (Local)	112 302 462	21 758 136	134 060 598	20 957 905	2 908 201	23 866 106	17.8%	20 957 905	2 908 201	23 866 106	17.8%	19 308 252	2 570 077	21 878 329	18.7%	9.1%
Category C (District)	19 173 160	10 244 829	29 417 989	3 476 908	1 580 532	5 057 440	17.2%	3 476 908	1 580 532	5 057 440	17.2%	3 524 611	1 434 311	4 958 923	17.0%	2.0%
Total	325 308 237	69 422 667	394 730 904	68 587 685	8 822 975	77 410 660	19.6%	68 587 685	8 822 975	77 410 660	19.6%	64 736 588	7 729 127	72 465 715	20.1%	6.8%
Per Province																
Eastern Cape	29 394 253	9 339 274	38 733 528	6 041 347	1 240 702	7 282 049	18.8%	6 041 347	1 240 702	7 282 049	18.8%	5 665 881	1 236 628	6 902 509	19.5%	5.5%
Free State	16 522 003	3 276 145	19 798 148	3 465 868	396 411	3 862 279	19.5%	3 465 868	396 411	3 862 279	19.5%	3 158 041	421 433	3 579 474	18.0%	7.9%
Gauteng	120 498 216	20 472 867	140 971 083	27 320 103	2 122 665	29 442 768	20.9%	27 320 103	2 122 665	29 442 768	20.9%	26 136 322	1 743 827	27 880 149	21.7%	5.6%
Kwazulu-Natal	55 039 803	13 816 619	68 856 422	11 674 677	2 225 643	13 900 320	20.2%	11 674 677	2 225 643	13 900 320	20.2%	11 308 009	1 969 029	13 277 038	20.7%	4.7%
Limpopo	14 862 094	5 813 859	20 675 953	2 619 951	737 317	3 357 268	16.2%	2 619 951	737 317	3 357 268	16.2%	2 467 498	577 047	3 044 545	16.5%	10.3%
Mpumalanga	16 639 684	3 362 958	20 002 643	3 003 897	455 004	3 458 901	17.3%	3 003 897	455 004	3 458 901	17.3%	2 338 115	254 460	2 592 575	16.9%	33.4%
North West	14 245 803	2 427 559	16 673 362	2 740 814	349 979	3 090 793	18.5%	2 740 814	349 979	3 090 793	18.5%	2 799 144	384 184	3 183 329	19.4%	(2.9%)
Northern Cape	6 672 681	1 255 436	7 928 117	1 319 526	155 167	1 474 693	18.6%	1 319 526	155 167	1 474 693	18.6%	1 173 343	122 181	1 295 524	18.7%	13.8%
Western Cape	51 433 699	9 657 949	61 091 648	10 401 501	1 140 087	11 541 588	18.9%	10 401 501	1 140 087	11 541 588	18.9%	9 690 234	1 020 337	10 710 572	19.1%	7.8%
Total	325 308 237	69 422 667	394 730 904	68 587 685	8 822 975	77 410 660	19.6%	68 587 685	8 822 975	77 410 660	19.6%	64 736 588	7 729 127	72 465 715	20.1%	6.8%

Source: National Treasury Local Government database

Quarterly budget statement summary as at 30 September 2016

Description	Budget year 2016/17				
	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands					
Financial Performance					
Property rates	52 073 733	15 194 342	14 042 728	1 151 615	8.20
Service charges	166 606 944	43 487 655	42 780 614	707 041	1.65
Investment revenue	3 778 302	944 416	780 270	164 146	21.04
Transfers recognised - operational	68 364 165	22 384 035	21 231 970	1 152 065	5.43
Other own revenue	32 709 218	7 330 416	7 760 257	(429 842)	(5.54)
Total Revenue (excluding capital transfers and contributions)	323 532 361	89 340 863	86 595 839	2 745 025	3.17
Employee costs	88 363 545	20 109 378	20 643 502	(534 124)	(2.59)
Remuneration of councillors	3 762 311	771 058	881 563	(110 505)	(12.54)
Depreciation & asset impairment	26 599 121	3 929 531	6 001 671	(2 072 140)	(34.53)
Finance charges	8 428 320	1 271 756	1 567 190	(295 434)	(18.85)
Materials and bulk purchases	102 280 834	25 679 159	27 298 866	(1 619 706)	(5.93)
Transfers and grants	6 146 331	804 039	1 335 490	(531 450)	(39.79)
Other expenditure	89 070 333	15 957 289	19 730 146	(3 772 857)	(19.12)
Total Expenditure	324 650 794	68 522 211	77 458 427	(8 936 216)	(11.54)
Surplus/(Deficit)	(1 118 433)	20 818 652	9 137 412	11 681 241	127.84
Transfers recognised - capital	38 340 079	5 095 717	9 135 683	(4 039 967)	(44.22)
Contributions recognised - capital & contributed assets	336 333	(15 320)	(47 259)	31 939	(67.58)
Surplus/(Deficit) after capital transfers & contributions	37 557 979	25 899 049	18 225 836	7 673 213	42.10
Share of surplus/ (deficit) of associate	-	(4 549)		(4 549)	-
Surplus/(Deficit) for the year	37 557 979	25 894 501	18 225 836	7 668 664	42.08
Capital expenditure & funds sources					
Capital expenditure	69 425 165	8 813 219	17 566 794	(8 753 575)	(49.83)
Transfers recognised - capital	40 086 891	5 610 241	10 051 089	(4 440 848)	(44.18)
Public contributions & donations	955 894	141 336	239 437	(98 101)	(40.97)
Borrowing	12 015 730	947 264	3 088 246	(2 140 982)	(69.33)
Internally generated funds	16 366 651	2 114 378	4 188 022	(2 073 644)	(49.51)
Total sources of capital funds	69 425 165	8 813 219	17 566 794	(8 753 575)	(49.83)

Source: National Treasury Local Government Database

Salaries and wages expenditure as at 1st Quarter Ended 30 September 2016

R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total as % of main appr	Actual Expenditure	Total as % of main appr	
Category A (Metro)	50 694 926	11 874 289	23.4%	11 874 289	23.4%	10 566 360	22.7%	12.4%
Category B (Local)	33 525 705	7 305 531	21.8%	7 305 531	21.8%	6 463 193	23.1%	13.0%
Category C (District)	7 905 225	1 700 615	21.5%	1 700 615	21.5%	1 626 937	21.7%	4.5%
Total	92 125 855	20 880 436	22.7%	20 880 436	22.7%	18 656 489	21.7%	11.9%
Per Province								
Eastern Cape	9 340 151	1 931 150	20.7%	1 931 150	20.7%	1 834 382	22.1%	5.3%
Free State	5 164 822	1 273 392	24.7%	1 273 392	24.7%	1 117 664	23.3%	13.9%
Gauteng	28 426 238	6 757 405	23.8%	6 757 405	23.8%	5 989 749	23.3%	12.8%
Kwazulu-Natal	16 529 379	3 649 172	22.1%	3 649 172	22.1%	3 263 478	22.2%	11.8%
Limpopo	5 451 112	1 132 682	20.8%	1 132 682	20.8%	988 045	21.4%	14.6%
Mpumalanga	4 852 835	1 135 798	23.4%	1 135 798	23.4%	883 979	24.0%	28.5%
North West	3 842 859	856 641	22.3%	856 641	22.3%	854 701	24.2%	0.2%
Northern Cape	2 415 714	511 862	21.2%	511 862	21.2%	464 654	23.2%	10.2%
Western Cape	16 102 745	3 632 333	22.6%	3 632 333	22.6%	3 259 837	22.1%	11.4%
Total	92 125 855	20 880 436	22.7%	20 880 436	22.7%	18 656 489	22.1%	11.9%

Source: National Treasury Local Government database

5. Aggregate revenue and expenditure trends for metros

Metros aggregated revenue as at 30 September 2016

R thousand	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	1st Q as % of Main appr	Operating Revenue	Capital Revenue	Total	Total Rev as % of main appr	Operating Revenue	Capital Revenue	Total	Total Rev as % of main	
Buffalo City	5 907 039	1 558 134	7 465 173	1 472 102	127 150	1 599 251	21.4%	1 472 102	127 150	1 599 251	21.4%	1 484 412	99 746	1 584 158	22.6%	1.0%
Cape Town	34 520 879	6 774 256	41 295 135	9 187 058	842 593	10 029 651	24.3%	9 187 058	842 593	10 029 651	24.3%	7 760 647	735 280	8 495 927	22.5%	18.1%
Ekurhuleni Metro	32 378 969	5 130 961	37 509 931	9 378 523	368 807	9 747 330	26.0%	9 378 523	368 807	9 747 330	26.0%	8 911 242	299 927	9 211 170	27.2%	5.8%
eThekweni	31 267 560	6 725 067	37 992 627	8 875 973	944 963	9 820 936	25.8%	8 875 973	944 963	9 820 936	25.8%	7 833 937	823 616	8 657 553	24.3%	13.4%
City Of Johannesburg	46 175 187	9 543 581	55 718 768	11 375 947	1 385 081	12 761 027	22.9%	11 375 947	1 385 081	12 761 027	22.9%	10 892 350	959 228	11 851 578	22.1%	7.7%
Mangaung	6 641 627	1 806 094	8 447 721	1 807 020	162 708	1 969 728	23.3%	1 807 020	162 708	1 969 728	23.3%	1 708 295	242 492	1 950 787	22.9%	1.0%
Nelson Mandela Bay	9 535 857	1 416 400	10 952 257	2 488 167	222 186	2 710 353	24.7%	2 488 167	222 186	2 710 353	24.7%	2 118 187	178 263	2 296 449	21.9%	18.0%
City Of Tshwane	30 209 869	4 465 209	34 675 078	8 414 012	280 755	8 694 767	25.1%	8 414 012	280 755	8 694 767	25.1%	6 923 483	386 187	7 309 670	24.2%	18.9%
Total	196 636 987	37 419 702	234 056 690	52 998 800	4 334 243	57 333 042	24.5%	52 998 800	4 334 243	57 333 042	24.5%	47 632 554	3 724 739	51 357 293	23.7%	11.6%

Source: National Treasury Local Government database

Metros aggregated expenditure as at 30 September 2016

R thousand	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	1st Q as % of Main appr	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main appr	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main appr	
Buffalo City	5 905 961	1 558 134	7 464 095	1 431 375	127 150	1 558 525	20.9%	1 431 375	127 150	1 558 525	20.9%	1 270 254	99 746	1 370 000	19.6%	13.8%
Cape Town	34 796 423	6 774 256	41 570 679	7 288 144	842 593	8 130 738	19.6%	7 288 144	842 593	8 130 738	19.6%	6 770 067	735 280	7 505 348	19.7%	8.3%
Ekurhuleni Metro	32 378 197	5 130 961	37 509 158	7 751 495	368 807	8 120 302	21.6%	7 751 495	368 807	8 120 302	21.6%	7 719 411	299 927	8 019 338	23.7%	1.3%
eThekweni	30 646 274	6 725 067	37 371 341	6 448 365	944 963	7 393 328	19.8%	6 448 365	944 963	7 393 328	19.8%	6 434 316	823 616	7 257 932	20.5%	1.9%
City Of Johannesburg	45 722 359	9 543 581	55 265 940	11 213 855	1 385 081	12 598 935	22.8%	11 213 855	1 385 081	12 598 935	22.8%	10 377 125	959 228	11 336 353	21.4%	11.1%
Mangaung	6 598 468	1 806 094	8 404 562	1 534 540	162 708	1 697 248	20.2%	1 534 540	162 708	1 697 248	20.2%	1 366 019	242 492	1 608 510	20.1%	5.5%
Nelson Mandela Bay	9 503 483	1 416 400	10 919 883	2 441 733	222 186	2 663 920	24.4%	2 441 733	222 186	2 663 920	24.4%	2 219 413	178 263	2 397 676	23.0%	11.1%
City Of Tshwane	28 281 450	4 465 209	32 746 659	6 043 364	280 755	6 324 119	19.3%	6 043 364	280 755	6 324 119	19.3%	5 747 119	386 187	6 133 306	20.7%	3.1%
Total	193 832 616	37 419 702	231 252 318	44 152 872	4 334 243	48 487 115	21.0%	44 152 872	4 334 243	48 487 115	21.0%	41 903 724	3 724 739	45 628 463	21.2%	6.3%

Source: National Treasury Local Government database

Quarterly budget statement summary as at 30 September 2016

Description	Budget year 2016/17				
	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands					
Financial Performance					
Property rates	36 053 206	9 127 582	8 843 016	284 566	3.22
Service charges	111 996 924	30 333 516	29 213 326	1 120 189	3.83
Investment revenue	2 407 878	594 186	472 590	121 596	25.73
Transfers recognised - operational	25 252 164	7 892 988	7 059 153	833 835	11.81
Other own revenue	20 926 815	5 050 527	5 303 185	(252 658)	(4.76)
Total Revenue (excluding capital transfers and contributions)	196 636 987	52 998 800	50 891 271	2 107 529	4.14
Employee costs	49 847 375	11 687 768	11 631 107	56 661	0.49
Remuneration of councillors	847 551	186 522	206 926	(20 404)	(9.86)
Depreciation & asset impairment	13 349 432	2 854 882	3 264 737	(409 855)	(12.55)
Finance charges	6 746 812	1 011 997	1 252 344	(240 347)	(19.19)
Materials and bulk purchases	67 397 475	18 363 389	19 071 692	(708 304)	(3.71)
Transfers and grants	3 479 954	432 027	793 006	(360 978)	(45.52)
Other expenditure	51 747 572	9 605 564	11 322 394	(1 716 830)	(15.16)
Total Expenditure	193 416 173	44 142 148	47 542 206	(3 400 057)	(7.15)
Surplus/(Deficit)	3 220 815	8 856 651	3 349 065	5 507 586	164.45
Transfers recognised - capital	15 500 108	1 770 972	2 573 838	(802 865)	(31.19)
Contributions recognised - capital & contributed assets	-	(16 440)	31 409	(47 849)	(152.34)
Surplus/(Deficit) after capital transfers & contributions	18 720 923	10 611 183	5 954 312	4 656 872	78.21
Share of surplus/ (deficit) of associate	-	3	3	-	-
Surplus/(Deficit) for the year	18 720 923	10 611 183	5 954 312	4 656 872	78.21
Capital expenditure & funds sources					
Capital expenditure	37 419 702	4 334 243	9 421 298	(5 087 055)	(54.00)
Transfers recognised - capital	15 444 187	1 795 820	3 866 932	(2 071 113)	(53.56)
Public contributions & donations	395 798	78 877	98 950	(20 073)	(20.29)
Borrowing	10 055 854	837 088	2 533 125	(1 696 037)	(66.95)
Internally generated funds	11 523 863	1 622 458	2 922 291	(1 299 833)	(44.48)
Total sources of capital funds	37 419 702	4 334 243	9 421 298	(5 087 055)	(54.00)

Source: National Treasury Local Government database

6. Aggregated revenue and expenditure for secondary cities

Secondary cities aggregated budgets and revenue as at 30 September 2016

R thousands	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	1st Q as % of Main appr	Operating Revenue	Capital Revenue	Total	Total Rev as % of main appr	Operating Revenue	Capital Revenue	Total	Total Rev as % of main appr	
City Of Matlosana	2 514 173	144 616	2 658 789	709 284	12 435	721 720	27.1%	709 284	12 435	721 720	27.1%	826 016	5 292	831 309	33.0%	(13.2%)
City of Mbombela	2 625 428	751 719	3 377 147	645 252	77 062	722 314	21.4%	645 252	77 062	722 314	21.4%	-	-	-	-	-
Drakenstein	1 954 441	592 474	2 546 915	789 313	59 224	848 536	33.3%	789 313	59 224	848 536	33.3%	684 532	31 012	715 544	32.5%	18.6%
Emalahleni (Mp)	2 645 868	261 138	2 907 006	605 127	2 368	607 495	20.9%	605 127	2 368	607 495	20.9%	613 041	30 807	643 848	22.8%	(5.6%)
Emtuleni	6 093 014	345 673	6 438 687	1 550 764	12 512	1 563 277	24.3%	1 550 764	12 512	1 563 277	24.3%	1 481 308	54 900	1 536 208	26.1%	1.8%
George	1 519 175	221 795	1 740 970	279 325	24 043	303 367	17.4%	279 325	24 043	303 367	17.4%	315 639	22 453	338 092	20.9%	(10.3%)
Govan Mbeki	1 732 012	100 894	1 832 906	483 411	7 527	490 938	26.8%	483 411	7 527	490 938	26.8%	439 206	15 086	454 292	26.3%	8.1%
Madibeng	1 594 000	255 211	1 849 211	491 741	32 413	524 153	28.3%	491 741	32 413	524 153	28.3%	430 847	13 164	444 011	24.6%	18.0%
Majhabeng	2 041 473	133 363	2 174 836	612 197	18 091	630 288	29.0%	612 197	18 091	630 288	29.0%	584 663	19 515	604 178	28.8%	4.3%
Mogale City	2 390 694	424 969	2 815 663	665 801	34 754	700 555	24.9%	665 801	34 754	700 555	24.9%	572 942	29 401	602 343	23.7%	16.3%
Msunduzi	4 473 006	726 241	5 199 247	1 156 353	40 648	1 197 002	23.0%	1 156 353	40 648	1 197 002	23.0%	1 102 342	72 583	1 174 924	24.8%	1.9%
Newcastle	1 709 674	275 667	1 985 341	504 932	40 164	545 096	27.5%	504 932	40 164	545 096	27.5%	426 761	42 409	469 169	23.7%	16.2%
Polokwane	2 818 325	1 096 467	3 914 792	684 305	72 211	756 517	19.3%	684 305	72 211	756 517	19.3%	621 553	49 933	671 486	23.2%	12.7%
Rustenburg	4 056 902	486 874	4 543 776	960 615	84 547	1 045 162	23.0%	960 615	84 547	1 045 162	23.0%	945 209	130 695	1 075 904	23.2%	(2.9%)
Sol Plaaie	1 899 552	125 204	2 024 756	604 132	16 452	620 585	30.6%	604 132	16 452	620 585	30.6%	612 746	20 671	633 417	34.0%	(2.0%)
Stellenbosch	1 310 077	463 792	1 773 869	602 281	29 314	631 596	35.6%	602 281	29 314	631 596	35.6%	554 156	48 712	602 868	36.1%	4.8%
Steve Tshwete	1 370 181	257 135	1 627 316	370 283	17 418	387 701	23.8%	370 283	17 418	387 701	23.8%	364 480	22 691	387 171	24.2%	0.1%
Tlokweng-Ventersdorp	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
uMhlatuze	2 635 837	479 397	3 115 234	751 796	43 242	795 038	25.5%	751 796	43 242	795 038	25.5%	713 617	35 737	749 354	25.2%	6.1%
Total	45 383 831	7 142 629	52 526 460	12 466 912	624 425	13 091 338	24.9%	12 466 912	624 425	13 091 338	24.9%	11 289 059	645 060	11 934 119	26.2%	9.7%

Source: National Treasury Local Government Database

Secondary cities aggregated budgets and expenditure as at 30 September 2016

R thousands	Main appropriation			First Quarter 2016/17				Year to date: 30 September 2016				First Quarter 2015/16				Q1 of 2015/16 to Q1 of 2016/17
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	1st Q as % of Main appr	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main appr	Operating Expenditure	Capital Expenditure	Total	Total Exp as % of main appr	
City Of Matlosana	2 818 956	144 616	2 963 572	524 648	12 435	537 083	18.1%	524 648	12 435	537 083	18.1%	431 576	5 292	436 868	15.2%	22.9%
City of Mbombela	2 675 595	751 719	3 427 314	537 906	77 062	614 968	17.9%	537 906	77 062	614 968	17.9%	-	-	-	-	-
Drakenstein	2 047 906	592 474	2 640 381	389 253	59 224	448 476	17.0%	389 253	59 224	448 476	17.0%	349 440	31 012	380 452	16.7%	17.9%
Emalahleni (Mp)	2 696 508	261 138	2 957 646	266 466	2 368	268 834	9.1%	266 466	2 368	268 834	9.1%	329 409	30 807	360 216	13.9%	(25.4%)
Emtuleni	5 937 229	345 673	6 282 903	782 327	12 512	794 839	12.7%	782 327	12 512	794 839	12.7%	893 659	54 900	948 559	16.5%	(16.2%)
George	1 627 126	221 795	1 848 921	263 769	24 043	287 812	15.6%	263 769	24 043	287 812	15.6%	229 870	22 453	252 322	15.0%	14.1%
Govan Mbeki	1 708 279	100 894	1 809 173	589 944	7 527	597 471	33.0%	589 944	7 527	597 471	33.0%	423 852	15 086	438 938	25.6%	36.1%
Madibeng	1 582 851	255 211	1 838 062	341 819	32 413	374 232	20.4%	341 819	32 413	374 232	20.4%	230 983	13 164	244 147	13.5%	53.3%
Majhabeng	2 036 735	133 363	2 170 098	384 420	18 091	402 511	18.5%	384 420	18 091	402 511	18.5%	270 843	19 515	290 359	13.1%	38.6%
Mogale City	2 783 094	424 969	3 208 063	637 395	34 754	672 149	21.0%	637 395	34 754	672 149	21.0%	595 118	29 401	624 519	21.6%	7.6%
Msunduzi	4 453 570	726 241	5 179 811	926 303	40 648	966 951	18.7%	926 303	40 648	966 951	18.7%	1 036 570	72 583	1 109 153	23.4%	(12.8%)
Newcastle	1 955 731	275 667	2 231 398	512 920	40 164	553 084	24.8%	512 920	40 164	553 084	24.8%	469 223	42 409	511 632	22.9%	8.1%
Polokwane	2 578 556	1 096 467	3 675 023	599 561	72 211	671 772	18.3%	599 561	72 211	671 772	18.3%	563 531	49 933	613 464	21.4%	9.5%
Rustenburg	3 886 035	486 874	4 372 909	840 589	84 547	925 136	21.2%	840 589	84 547	925 136	21.2%	1 006 461	130 695	1 137 156	24.6%	(18.6%)
Sol Plaaie	1 891 344	125 204	2 016 548	536 031	16 452	552 483	27.4%	536 031	16 452	552 483	27.4%	475 104	20 671	495 775	26.8%	11.4%
Stellenbosch	1 380 139	463 792	1 843 931	227 320	29 314	256 635	13.9%	227 320	29 314	256 635	13.9%	197 802	48 712	246 514	14.3%	4.1%
Steve Tshwete	1 404 161	257 135	1 661 296	301 992	17 418	319 410	19.2%	301 992	17 418	319 410	19.2%	304 671	22 691	327 362	20.0%	(2.4%)
Tlokweng-Ventersdorp	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
uMhlatuze	2 629 337	479 397	3 108 734	670 089	43 242	713 331	22.9%	670 089	43 242	713 331	22.9%	593 476	35 737	629 213	21.2%	13.4%
Total	46 093 153	7 142 629	53 235 782	9 332 753	624 425	9 957 178	18.7%	9 332 753	624 425	9 957 178	18.7%	8 401 589	645 060	9 046 649	19.5%	10.1%

Source: National Treasury Local Government Database

Quarterly budget statement summary as at 30 September 2016

Description	Budget year 2016/17					
	R thousands	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %
Financial Performance						
Property rates	6 809 951	2 256 949	1 968 948	288 001	14.63	
Service charges	28 214 830	7 155 597	7 174 710	(19 113)	(0.27)	
Investment revenue	357 793	97 479	73 533	23 946	32.56	
Transfers recognised - operational	6 926 047	2 310 094	2 311 633	(1 539)	(0.07)	
Other own revenue	3 075 211	646 793	635 158	11 635	1.83	
Total Revenue (excluding capital transfers and contributions)	45 383 831	12 466 912	12 163 983	302 929	2.49	
Employee costs	10 730 567	2 563 646	2 532 281	31 365	1.24	
Remuneration of councillors	507 684	114 052	119 333	(5 281)	(4.43)	
Depreciation & asset impairment	4 407 409	518 977	915 714	(396 736)	(43.33)	
Finance charges	839 589	150 984	162 187	(11 203)	(6.91)	
Materials and bulk purchases	17 604 880	3 891 759	4 233 447	(341 688)	(8.07)	
Transfers and grants	776 206	85 237	172 211	(86 974)	(50.50)	
Other expenditure	11 226 818	2 008 098	2 535 634	(527 536)	(20.80)	
Total Expenditure	46 093 153	9 332 753	10 670 807	(1 338 054)	(12.54)	
Surplus/(Deficit)	(709 322)	3 134 159	1 493 176	1 640 983	109.90	
Transfers recognised - capital	3 931 372	186 206	956 272	(770 066)	(80.53)	
Contributions recognised - capital & contributed assets	(6 269)	-	6 112	(6 112)	(100.00)	
Surplus/(Deficit) after capital transfers & contributions	3 215 781	3 320 365	2 455 560	864 805	35.22	
Share of surplus/ (deficit) of associate	-	-	-	-	-	
Surplus/(Deficit) for the year	3 215 781	3 320 365	2 455 560	864 805	35.22	
Capital expenditure & funds sources						
Capital expenditure	7 142 629	624 425	1 876 884	(1 252 459)	(66.73)	
Transfers recognised - capital	4 141 303	444 091	1 041 929	(597 838)	(57.38)	
Public contributions & donations	90 448	5 342	22 612	(17 270)	(76.37)	
Borrowing	1 427 070	65 808	410 992	(345 184)	(83.99)	
Internally generated funds	1 483 808	109 184	401 351	(292 167)	(72.80)	
Total sources of capital funds	7 142 629	624 425	1 876 884	(1 252 459)	(66.73)	

Source: National Treasury Local Government Database

7. Operating revenue and expenditure per function for metros

Metros aggregated revenue and expenditure for electricity as at 30 September 2016

	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
R thousand								
Electricity Revenue								
Buffalo City	1 888 170	381 702	20.2%	381 702	20.2%	452 645	26.2%	(15.7%)
Cape Town	11 956 551	3 200 823	26.8%	3 200 823	26.8%	2 987 259	26.5%	7.1%
Ekurhuleni Metro	13 970 789	4 358 256	31.2%	4 358 256	31.2%	4 055 623	29.9%	7.5%
eThekwini	12 933 245	3 532 104	27.3%	3 532 104	27.3%	3 145 086	25.9%	12.3%
City Of Johannesburg	16 634 160	4 183 222	25.1%	4 183 222	25.1%	4 105 001	25.4%	1.9%
Mangaung	2 537 944	723 783	28.5%	723 783	28.5%	710 894	26.8%	1.8%
Nelson Mandela Bay	3 903 338	1 113 775	28.5%	1 113 775	28.5%	846 634	23.0%	31.6%
City Of Tshwane	12 566 639	3 768 783	30.0%	3 768 783	30.0%	2 755 288	25.8%	36.8%
Total	76 390 837	21 262 449	27.8%	21 262 449	27.8%	19 058 430	26.5%	11.6%
	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
R thousand								
Electricity expenditure								
Buffalo City	1 725 555	518 186	30.0%	518 186	30.0%	520 016	32.0%	(0.4%)
Cape Town	10 022 681	2 466 327	24.6%	2 466 327	24.6%	2 335 343	24.7%	5.6%
Ekurhuleni Metro	13 297 949	3 796 752	28.6%	3 796 752	28.6%	3 644 207	28.6%	4.2%
eThekwini	11 233 875	2 499 256	22.2%	2 499 256	22.2%	2 997 259	28.5%	(16.6%)
City Of Johannesburg	15 344 993	4 560 909	29.7%	4 560 909	29.7%	4 429 242	29.7%	3.0%
Mangaung	2 231 135	705 067	31.6%	705 067	31.6%	650 503	28.0%	8.4%
Nelson Mandela Bay	3 686 463	1 058 202	28.7%	1 058 202	28.7%	1 117 554	32.4%	(5.3%)
City Of Tshwane	10 570 122	2 618 307	24.8%	2 618 307	24.8%	2 368 041	24.8%	10.6%
Total	68 112 773	18 223 005	26.8%	18 223 005	26.8%	18 062 163	28.0%	0.9%

Source: National Treasury Local Government database

Metros aggregated revenue and expenditure for waste water management as at 30 September 2016

	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
R thousand								
Waste Water Management revenue								
Buffalo City	422 983	120 678	28.5%	120 678	28.5%	121 652	31.0%	(0.8%)
Cape Town	1 696 421	392 233	23.1%	392 233	23.1%	294 101	19.2%	33.4%
Ekurhuleni Metro	1 646 692	649 283	39.4%	649 283	39.4%	450 480	37.9%	44.1%
eThekwini	1 103 084	422 283	38.3%	422 283	38.3%	316 597	27.8%	33.4%
City Of Johannesburg	3 723 534	804 453	21.6%	804 453	21.6%	737 778	21.8%	9.0%
Mangaung	339 875	99 542	29.3%	99 542	29.3%	140 889	39.6%	(29.3%)
Nelson Mandela Bay	753 435	169 429	22.5%	169 429	22.5%	171 932	24.5%	(1.5%)
City Of Tshwane	956 283	217 833	22.8%	217 833	22.8%	189 132	23.4%	15.2%
Total	10 642 306	2 875 734	27.0%	2 875 734	27.0%	2 422 562	25.5%	18.7%
	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
R thousand								
Waste Water Management expenditure								
Buffalo City	467 437	99 092	21.2%	99 092	21.2%	78 759	21.7%	25.8%
Cape Town	1 628 232	346 852	21.3%	346 852	21.3%	337 880	22.4%	2.7%
Ekurhuleni Metro	735 383	126 184	17.2%	126 184	17.2%	183 183	31.2%	(31.1%)
eThekwini	1 206 046	187 345	15.5%	187 345	15.5%	266 402	21.2%	(29.7%)
City Of Johannesburg	3 205 194	364 203	11.4%	364 203	11.4%	356 470	13.3%	2.2%
Mangaung	299 931	67 070	22.4%	67 070	22.4%	76 194	28.6%	(12.0%)
Nelson Mandela Bay	532 694	137 672	25.8%	137 672	25.8%	104 353	18.5%	31.9%
City Of Tshwane	555 495	64 823	11.7%	64 823	11.7%	98 045	17.7%	(33.9%)
Total	8 630 411	1 393 241	16.1%	1 393 241	16.1%	1 501 285	19.3%	(7.2%)

Source: National Treasury Local Government database

Metros aggregated revenue and expenditure for waste management as at 30 September 2016

	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
R thousand								
Waste Management revenue								
Buffalo City	429 813	110 142	25.6%	110 142	25.6%	101 499	28.1%	8.5%
Cape Town	1 247 963	306 201	24.5%	306 201	24.5%	271 207	24.4%	12.9%
Ekurhuleni Metro	2 069 847	571 481	27.6%	571 481	27.6%	483 514	27.5%	18.2%
eThekwini	988 171	378 397	38.3%	378 397	38.3%	297 013	31.8%	27.4%
City Of Johannesburg	1 462 678	336 594	23.0%	336 594	23.0%	351 255	25.9%	(4.2%)
Mangaung	274 512	94 103	34.3%	94 103	34.3%	107 768	40.5%	(12.7%)
Nelson Mandela Bay	305 077	82 785	27.1%	82 785	27.1%	104 922	29.6%	(21.1%)
City Of Tshwane	1 287 669	322 802	25.1%	322 802	25.1%	286 480	24.4%	12.7%
Total	8 065 729	2 202 505	27.3%	2 202 505	27.3%	2 003 657	27.4%	9.9%
	Adopted Budget	First Quarter 2016/17		Year to date: 30 September 2016		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	% of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
R thousand								
Waster Management expenditure								
Buffalo City	316 432	84 075	26.6%	84 075	26.6%	61 845	21.3%	35.9%
Cape Town	2 195 173	426 110	19.4%	426 110	19.4%	378 800	19.2%	12.5%
Ekurhuleni Metro	1 618 389	350 085	21.6%	350 085	21.6%	273 621	18.0%	27.9%
eThekwini	917 621	254 095	27.7%	254 095	27.7%	225 912	26.4%	12.5%
City Of Johannesburg	2 006 732	504 898	25.2%	504 898	25.2%	367 923	19.2%	37.2%
Mangaung	245 624	58 354	23.8%	58 354	23.8%	54 698	23.3%	6.7%
Nelson Mandela Bay	216 392	98 002	45.3%	98 002	45.3%	58 579	18.8%	67.3%
City Of Tshwane	1 222 112	198 561	16.2%	198 561	16.2%	215 494	21.5%	(7.9%)
Total	8 738 474	1 974 181	22.6%	1 974 181	22.6%	1 636 872	20.2%	20.6%

Source: National Treasury Local Government database

8. Operating revenue and expenditure per function for secondary cities

Secondary cities aggregated budgets and revenue for water as at 30 September 2016

R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
Water revenue								
City Of Matlosana	619 776	124 598	20.1%	124 598	20.1%	105 578	17.4%	18.0%
City of Mbombela	151 133	19 126	12.7%	19 126	12.7%	-	-	-
Drakenstein	204 316	38 298	18.7%	38 298	18.7%	33 700	18.1%	13.6%
Emalahleni (Mp)	387 561	18 546	4.8%	18 546	4.8%	18 597	5.1%	(0.3%)
Emfuleni	1 284 186	367 305	28.6%	367 305	28.6%	322 172	29.9%	14.0%
George	137 763	32 434	23.5%	32 434	23.5%	27 214	21.0%	19.2%
Govan Mbeki	361 572	89 692	24.8%	89 692	24.8%	78 128	24.2%	14.8%
Madibeng	308 364	54 021	17.5%	54 021	17.5%	30 992	11.1%	74.3%
Matjhabeng	220 480	88 227	40.0%	88 227	40.0%	73 367	36.0%	20.3%
Mogale City	307 995	70 722	23.0%	70 722	23.0%	65 480	24.0%	8.0%
Msunduzi	884 011	189 517	21.4%	189 517	21.4%	173 965	34.6%	8.9%
New castle	247 149	76 793	31.1%	76 793	31.1%	65 751	29.1%	16.8%
Polokwane	284 956	80 208	28.1%	80 208	28.1%	69 331	26.8%	15.7%
Rustenburg	718 215	131 003	18.2%	131 003	18.2%	185 411	29.1%	(29.3%)
Sol Plaatje	255 384	53 807	21.1%	53 807	21.1%	55 073	22.4%	(2.3%)
Stellenbosch	151 455	22 467	14.8%	22 467	14.8%	16 088	12.8%	39.7%
Steve Tshwete	93 561	22 690	24.3%	22 690	24.3%	24 999	27.8%	(9.2%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlathuze	367 845	99 599	27.1%	99 599	27.1%	90 910	24.0%	9.6%
Total	6 985 722	1 579 053	22.6%	1 579 053	22.6%	1 436 756	24.3%	9.9%
R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
Water expenditure								
City Of Matlosana	521 380	52 287	10.0%	52 287	10.0%	56 858	10.4%	(8.0%)
City of Mbombela	261 547	20 350	7.8%	20 350	7.8%	-	-	-
Drakenstein	140 030	8 641	6.2%	8 641	6.2%	11 632	9.5%	(25.7%)
Emalahleni (Mp)	-	30 698	-	30 698	-	22 827	8.0%	34.5%
Emfuleni	1 120 484	137 153	12.2%	137 153	12.2%	118 270	12.9%	16.0%
George	116 943	15 458	13.2%	15 458	13.2%	13 157	11.9%	17.5%
Govan Mbeki	283 453	186 077	65.6%	186 077	65.6%	70 751	28.0%	163.0%
Madibeng	230 060	31 430	13.7%	31 430	13.7%	22 463	9.9%	39.9%
Matjhabeng	424 935	83 976	19.8%	83 976	19.8%	23 801	4.3%	252.8%
Mogale City	361 221	87 606	24.3%	87 606	24.3%	84 535	25.7%	3.6%
Msunduzi	791 868	87 622	11.1%	87 622	11.1%	140 450	27.2%	(37.6%)
New castle	173 407	48 171	27.8%	48 171	27.8%	38 578	17.2%	24.9%
Polokwane	304 709	53 737	17.6%	53 737	17.6%	61 658	20.9%	(12.8%)
Rustenburg	500 757	90 629	18.1%	90 629	18.1%	113 491	23.6%	(20.1%)
Sol Plaatje	209 194	58 078	27.8%	58 078	27.8%	43 195	22.4%	34.5%
Stellenbosch	116 795	9 287	8.0%	9 287	8.0%	6 786	6.0%	36.9%
Steve Tshwete	98 685	16 965	17.2%	16 965	17.2%	18 462	19.3%	(8.1%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlathuze	395 341	93 750	23.7%	93 750	23.7%	87 107	21.9%	7.6%
Total	6 050 808	1 111 916	18.4%	1 111 916	18.4%	934 022	16.5%	19.0%

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue for electricity as at 30 September 2016

R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
Electricity revenue								
City Of Matlosana	865 748	202 885	23.4%	202 885	23.4%	187 388	22.9%	8.3%
City of Mbombela	928 070	199 048	21.4%	199 048	21.4%	-	-	-
Drakenstein	1 064 720	291 352	27.4%	291 352	27.4%	244 744	25.0%	19.0%
Emalahleni (Mp)	1 175 294	297 294	25.3%	297 294	25.3%	294 989	22.4%	0.8%
Emfuleni	2 478 209	597 370	24.1%	597 370	24.1%	595 383	28.8%	0.3%
George	597 119	88 053	14.7%	88 053	14.7%	140 667	25.6%	(37.4%)
Govan Mbeki	565 582	143 733	25.4%	143 733	25.4%	125 902	24.0%	14.2%
Madibeng	561 360	105 156	18.7%	105 156	18.7%	98 755	18.8%	6.5%
Matjhabeng	788 042	163 151	20.7%	163 151	20.7%	152 365	20.4%	7.1%
Mogale City	963 076	258 283	26.8%	258 283	26.8%	242 378	25.2%	6.6%
Msunduzi	2 064 548	520 607	25.2%	520 607	25.2%	512 775	27.0%	1.5%
Newcastle	771 359	201 209	26.1%	201 209	26.1%	165 518	23.6%	21.6%
Polokwane	917 430	225 876	24.6%	225 876	24.6%	195 116	24.6%	15.8%
Rustenburg	2 137 169	573 956	26.9%	573 956	26.9%	490 783	26.5%	16.9%
Sol Plaatje	700 551	174 577	24.9%	174 577	24.9%	179 765	27.6%	(2.9%)
Stellenbosch	507 683	121 787	24.0%	121 787	24.0%	120 856	25.4%	0.8%
Steve Tshwete	589 515	162 210	27.5%	162 210	27.5%	151 374	27.3%	7.2%
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	1 434 071	448 458	31.3%	448 458	31.3%	449 023	32.2%	(0.1%)
Total	19 109 547	4 775 007	25.0%	4 775 007	25.0%	4 347 781	25.9%	9.8%
R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
Electricity expenditure								
City Of Matlosana	724 563	146 244	20.2%	146 244	20.2%	102 364	14.7%	42.9%
City of Mbombela	713 873	122 358	17.1%	122 358	17.1%	-	-	-
Drakenstein	880 995	182 702	20.7%	182 702	20.7%	162 845	20.7%	12.2%
Emalahleni (Mp)	-	50 851	-	50 851	-	163 625	13.5%	(68.9%)
Emfuleni	1 832 538	216 055	11.8%	216 055	11.8%	404 280	22.0%	(46.6%)
George	516 099	110 625	21.4%	110 625	21.4%	99 388	20.9%	11.3%
Govan Mbeki	604 229	213 821	35.4%	213 821	35.4%	189 739	34.9%	12.7%
Madibeng	455 781	120 801	26.5%	120 801	26.5%	53 932	11.8%	124.0%
Matjhabeng	538 331	73 660	13.7%	73 660	13.7%	54 160	9.9%	36.0%
Mogale City	835 287	239 436	28.7%	239 436	28.7%	220 348	28.2%	8.7%
Msunduzi	1 693 598	414 002	24.4%	414 002	24.4%	483 277	31.0%	(14.3%)
Newcastle	604 924	194 700	32.2%	194 700	32.2%	148 311	26.6%	31.3%
Polokwane	778 997	233 106	29.9%	233 106	29.9%	241 035	30.4%	(3.3%)
Rustenburg	1 817 334	551 084	30.3%	551 084	30.3%	648 148	37.0%	(15.0%)
Sol Plaatje	622 243	202 648	32.6%	202 648	32.6%	179 299	31.6%	13.0%
Stellenbosch	484 464	91 634	18.9%	91 634	18.9%	83 000	18.2%	10.4%
Steve Tshwete	520 629	118 216	22.7%	118 216	22.7%	110 765	22.8%	6.7%
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	1 210 557	353 684	29.2%	353 684	29.2%	331 656	27.4%	6.6%
Total	14 834 441	3 635 626	24.5%	3 635 626	24.5%	3 676 170	25.0%	(1.1%)

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue for waste water management as at 30 September 2016

R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
Waste water management revenue								
City Of Matlosana	143 645	28 628	19.9%	28 628	19.9%	24 345	15.0%	17.6%
City of Mbombela	25 486	5 040	19.8%	5 040	19.8%	-	-	-
Drakenstein	107 566	88 464	82.2%	88 464	82.2%	76 354	81.6%	15.9%
Emalahleni (Mp)	148 725	26 576	17.9%	26 576	17.9%	30 011	22.5%	(11.4%)
Emfuleni	408 937	90 667	22.2%	90 667	22.2%	90 097	22.3%	0.6%
George	109 829	38 458	35.0%	38 458	35.0%	36 322	34.6%	5.9%
Gov an Mbeki	101 214	22 892	22.6%	22 892	22.6%	22 505	24.9%	1.7%
Madibeng	161 640	14 174	8.8%	14 174	8.8%	5 207	3.7%	172.2%
Matjhabeng	128 861	38 667	30.0%	38 667	30.0%	33 664	27.8%	14.9%
Mogale City	194 016	55 521	28.6%	55 521	28.6%	48 261	28.6%	15.0%
Msunduzi	171 461	40 288	23.5%	40 288	23.5%	35 650	24.1%	13.0%
New castle	186 113	59 943	32.2%	59 943	32.2%	60 210	33.8%	(0.4%)
Polokwane	60 858	13 453	22.1%	13 453	22.1%	13 434	24.3%	0.1%
Rustenburg	367 940	62 753	17.1%	62 753	17.1%	71 616	28.1%	(12.4%)
Sol Plaatje	76 450	19 075	25.0%	19 075	25.0%	18 199	24.7%	4.8%
Stellenbosch	96 531	64 207	66.5%	64 207	66.5%	56 221	64.8%	14.2%
Stev e Tshwete	75 276	22 062	29.3%	22 062	29.3%	24 420	28.6%	(9.7%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	218 742	51 388	23.5%	51 388	23.5%	45 768	23.8%	12.3%
Total	2 783 291	742 260	26.7%	742 260	26.7%	692 285	27.8%	7.2%
R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
Waste water management expenditure								
City Of Matlosana	117 875	11 188	9.5%	11 188	9.5%	11 115	8.1%	0.7%
City of Mbombela	34 001	48 125	141.5%	48 125	141.5%	-	-	-
Drakenstein	137 489	22 406	16.3%	22 406	16.3%	19 720	17.1%	13.6%
Emalahleni (Mp)	-	16 802	-	16 802	-	11 334	9.2%	48.2%
Emfuleni	279 213	24 940	8.9%	24 940	8.9%	24 898	12.8%	0.2%
George	94 487	7 999	8.5%	7 999	8.5%	12 592	14.3%	(36.5%)
Gov an Mbeki	93 482	(2 817)	(3.0%)	(2 817)	(3.0%)	10 990	12.6%	(125.6%)
Madibeng	28 429	6 762	23.8%	6 762	23.8%	4 780	20.1%	41.5%
Matjhabeng	104 848	18 500	17.6%	18 500	17.6%	11 738	14.3%	57.6%
Mogale City	124 025	24 338	19.6%	24 338	19.6%	19 421	17.1%	25.3%
Msunduzi	236 812	36 565	15.4%	36 565	15.4%	45 225	24.9%	(19.1%)
New castle	21 538	7 191	33.4%	7 191	33.4%	7 191	15.4%	0.0%
Polokwane	102 559	15 650	15.3%	15 650	15.3%	11 313	13.1%	38.3%
Rustenburg	323 031	15 183	4.7%	15 183	4.7%	28 875	12.8%	(47.4%)
Sol Plaatje	63 501	14 739	23.2%	14 739	23.2%	12 267	21.4%	20.1%
Stellenbosch	127 587	13 295	10.4%	13 295	10.4%	10 957	9.8%	21.3%
Stev e Tshwete	79 234	18 257	23.0%	18 257	23.0%	18 719	21.1%	(2.5%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	188 038	42 733	22.7%	42 733	22.7%	34 251	21.1%	24.8%
Total	2 156 151	341 856	15.9%	341 856	15.9%	295 385	15.3%	15.7%

Source: National Treasury Local Government database

Secondary cities aggregated budgets and revenue for waste management as at 30 September 2016

R thousands	Adopted	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Revenue	1st Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
Waste management revenue								
City Of Matlosana	214 066	40 440	18.9%	40 440	18.9%	33 062	15.1%	22.3%
City of Mbombela	110 911	26 155	23.6%	26 155	23.6%	-	-	-
Drakenstein	41 796	112 326	268.7%	112 326	268.7%	11 724	9.0%	858.1%
Emalahleni (Mp)	102 515	-	-	-	-	7 112	-	(100.0%)
Emfuleni	223 140	53 137	23.8%	53 137	23.8%	49 454	24.0%	7.4%
George	80 728	29 259	36.2%	29 259	36.2%	26 578	36.4%	10.1%
Gov an Mbeki	108 387	26 959	24.9%	26 959	24.9%	25 098	24.5%	7.4%
Madibeng	139 945	8 719	6.2%	8 719	6.2%	8 209	6.6%	6.2%
Majhlabeng	72 517	23 983	33.1%	23 983	33.1%	20 633	30.3%	16.2%
Mogale City	186 847	92 037	49.3%	92 037	49.3%	53 266	30.8%	72.8%
Msunduzi	111 002	5 872	5.3%	5 872	5.3%	28 225	28.6%	(79.2%)
New castle	113 515	33 104	29.2%	33 104	29.2%	26 250	24.2%	26.1%
Polokwane	71 518	18 085	25.3%	18 085	25.3%	16 219	24.9%	11.5%
Rustenburg	186 906	43 741	23.4%	43 741	23.4%	52 360	31.9%	(16.5%)
Sol Plaatje	56 803	14 119	24.9%	14 119	24.9%	13 497	24.9%	4.6%
Stellenbosch	64 710	43 987	68.0%	43 987	68.0%	42 757	76.0%	2.9%
Stev e Tshwete	85 623	25 846	30.2%	25 846	30.2%	28 610	28.9%	(9.7%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	124 080	31 625	25.5%	31 625	25.5%	28 325	24.8%	11.7%
Total	2 095 007	629 396	30.0%	629 396	30.0%	471 378	25.4%	33.5%
R thousands	Adopted Budget	First Quarter 2016/17		Year to date: 30 September		First Quarter 2015/16		Q1 of 2015/16 to Q1 of 2016/17
		Actual Expenditure	1st Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
Waste management expenditure								
City Of Matlosana	121 909	14 622	12.0%	14 622	12.0%	12 893	10.4%	13.4%
City of Mbombela	183 682	13 587	7.4%	13 587	7.4%	-	-	-
Drakenstein	115 593	19 543	16.9%	19 543	16.9%	17 660	14.3%	10.7%
Emalahleni (Mp)	-	-	-	-	-	6 308	-	(100.0%)
Emfuleni	175 625	21 464	12.2%	21 464	12.2%	15 935	11.6%	34.7%
George	59 160	12 412	21.0%	12 412	21.0%	10 221	18.7%	21.4%
Gov an Mbeki	80 424	(8 415)	(10.5%)	(8 415)	(10.5%)	13 686	16.7%	(161.5%)
Madibeng	63 887	16 275	25.5%	16 275	25.5%	13 575	19.5%	19.9%
Majhlabeng	86 201	22 944	26.6%	22 944	26.6%	17 240	19.2%	33.1%
Mogale City	151 388	27 879	18.4%	27 879	18.4%	28 401	19.1%	(1.8%)
Msunduzi	122 061	10 816	8.9%	10 816	8.9%	30 557	28.9%	(64.6%)
New castle	68 853	25 197	36.6%	25 197	36.6%	17 296	17.4%	45.7%
Polokwane	69 258	16 325	23.6%	16 325	23.6%	12 397	19.1%	31.7%
Rustenburg	131 644	23 097	17.5%	23 097	17.5%	22 235	20.2%	3.9%
Sol Plaatje	53 403	13 132	24.6%	13 132	24.6%	8 880	17.9%	47.9%
Stellenbosch	76 697	9 261	12.1%	9 261	12.1%	6 251	10.1%	48.1%
Stev e Tshwete	79 817	16 945	21.2%	16 945	21.2%	21 242	22.9%	(20.2%)
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-
uMhlatuze	110 120	27 936	25.4%	27 936	25.4%	23 511	22.2%	18.8%
Total	1 749 721	283 020	16.2%	283 020	16.2%	278 288	18.3%	1.7%

Source: National Treasury Local Government database

9. Aggregated municipal debtors age analysis

Debtors Age Analysis as at 1st Quarter Ended 30 September 2016

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	%
Debtors Age Analysis By Income Source														
Exchange Transactions - Water	3 016 735	9.1%	1 401 608	4.2%	1 222 613	3.7%	27 572 250	83.0%	33 213 207	28.5%	188 960	0.6%	2 681 672	8.1%
Trade and Other Receivables from Exchange Transactions - Electricity	6 444 451	37.7%	1 529 271	9.0%	719 299	4.2%	8 389 269	49.1%	17 082 291	14.6%	52 539	0.3%	957 884	5.6%
Receivables from Non-ex change Transactions - Property Rates	5 069 631	19.3%	1 179 655	4.5%	1 664 006	6.4%	18 294 994	69.8%	26 208 286	22.5%	47 248	0.2%	2 554 160	9.8%
Receivables from Ex change Transactions - Waste Water	1 550 043	12.5%	488 016	3.9%	461 793	3.7%	9 954 071	79.9%	12 453 924	10.7%	78 366	0.6%	790 628	6.4%
Receivables from Ex change Transactions - Waste Management	793 103	9.0%	328 193	3.7%	303 884	3.4%	7 416 252	83.9%	8 841 432	7.6%	79 789	0.9%	683 939	7.7%
Receivables from Ex change Transactions - Property Rental Debtors	94 368	4.9%	33 861	1.8%	20 125	1.0%	1 790 805	92.4%	1 939 160	1.7%	480	0.0%	128 231	6.6%
Interest on Arrear Debtor Accounts	151 822	1.6%	268 846	2.8%	345 537	3.6%	8 740 057	91.9%	9 506 262	8.2%	105 808	1.1%	363 741	3.8%
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	(7 807)	173.5%	487	(10.8%)	718	(16.0%)	2 102	(46.7%)	(4 500)	-	-	-	-	-
Other	(14 695)	(0.2%)	216 058	2.9%	215 193	2.9%	7 056 198	94.4%	7 472 753	6.4%	230 958	3.1%	521 482	7.0%
Total	17 097 652	14.7%	5 445 996	4.7%	4 953 169	4.2%	89 215 998	76.4%	116 712 814	100.0%	784 148	0.7%	8 681 737	7.4%
Debtors Age Analysis By Customer Group														
Organs of State	555 965	9.2%	416 520	6.9%	748 165	12.4%	4 321 786	71.5%	6 042 437	5.2%	11 655	0.2%	585 406	9.7%
Commercial	7 725 353	28.9%	1 564 881	5.8%	1 408 692	5.3%	16 079 043	60.1%	26 777 969	22.9%	89 718	0.3%	833 928	3.1%
Households	8 247 812	10.9%	3 169 514	4.2%	2 442 359	3.2%	62 037 512	81.7%	75 897 196	65.0%	563 268	0.7%	6 920 921	9.1%
Other	568 522	7.1%	295 081	3.7%	353 954	4.4%	6 777 657	84.8%	7 995 212	6.9%	119 507	1.5%	341 481	4.3%
Total	17 097 652	14.7%	5 445 996	4.7%	4 953 169	4.2%	89 215 998	76.4%	116 712 814	100.0%	784 148	0.7%	8 681 737	7.4%
Per Province														
Eastern Cape	2 563 439	24.9%	477 899	4.7%	438 358	4.3%	6 798 916	66.2%	10 278 612	8.8%	468 733	4.6%	2 041 014	19.9%
Free State	880 843	7.2%	515 288	4.2%	891 214	7.2%	10 019 263	81.4%	12 306 609	10.5%	95 312	0.8%	2 836 767	23.1%
Gauteng	7 745 036	16.7%	2 209 621	4.8%	1 187 546	2.6%	35 181 353	76.0%	46 323 556	39.7%	30 580	0.1%	945 353	2.0%
Kwazulu-Natal	1 468 034	14.9%	598 291	6.1%	514 930	5.2%	7 283 451	73.8%	9 864 706	8.5%	171 760	1.7%	1 503 307	15.2%
Limpopo	262 715	5.5%	259 479	5.4%	257 757	5.4%	4 021 650	83.8%	4 801 601	4.1%	-	-	231 867	4.8%
Mpumalanga	611 669	7.1%	412 637	4.8%	446 276	5.2%	7 096 289	82.8%	8 566 871	7.3%	-	-	179 270	2.1%
North West	755 254	7.8%	420 093	4.4%	305 404	3.2%	8 163 436	84.7%	9 644 187	8.3%	11	-	-	-
Northern Cape	295 656	5.9%	174 848	3.5%	530 439	10.5%	4 042 702	80.2%	5 043 646	4.3%	-	-	693 263	13.8%
Western Cape	2 515 005	25.5%	377 838	3.8%	381 245	3.9%	6 608 937	66.9%	9 883 025	8.5%	17 752	0.2%	250 897	2.5%
Total	17 097 652	14.7%	5 445 996	4.7%	4 953 169	4.2%	89 215 998	76.4%	116 712 814	100.0%	784 148	0.7%	8 681 737	7.4%

Source: National Treasury Local Government database

10. Debtors' age analysis for the metros

Metros Debtors Age Analysis as at 1st Quarter Ended 30 September 2016

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	%
1st Quarter Ended 30 September 2016														
Buffalo City	264 527	14.4%	88 488	4.8%	111 881	6.1%	1 373 743	74.7%	1 838 638	3.2%	-	-	-	-
Cape Town	1 609 692	22.0%	261 191	3.6%	237 848	3.3%	5 211 737	71.2%	7 320 468	12.9%	-	-	-	-
Ekurhuleni Metro	2 443 794	19.0%	673 444	5.2%	407 851	3.2%	9 343 953	72.6%	12 869 041	22.6%	-	-	-	-
eThekweni	417 400	20.5%	166 747	8.2%	92 307	4.5%	1 365 005	66.9%	2 041 459	3.6%	169 184	8.3%	939 480	46.0%
City Of Johannesburg	2 883 633	17.0%	954 985	5.6%	336 584	2.0%	12 777 523	75.4%	16 952 725	29.8%	-	-	-	-
Mangaung	378 703	10.4%	203 627	5.6%	140 316	3.9%	2 918 726	80.2%	3 641 372	6.4%	-	-	2 414 596	66.3%
Nelson Mandela Bay	1 919 968	46.2%	206 905	5.0%	178 860	4.3%	1 854 880	44.6%	4 160 613	7.3%	468 733	11.3%	2 041 014	49.1%
City Of Tshwane	1 540 439	19.0%	300 647	3.7%	210 559	2.6%	6 045 403	74.7%	8 097 049	14.2%	30 580	0.4%	-	-
Total	11 458 156	20.1%	2 856 034	5.0%	1 716 205	3.0%	40 890 970	71.8%	56 921 365	100.0%	668 497	1.2%	5 395 090	9.5%
1st Quarter Ended 30 September 2015														
Buffalo City	267 015	18.6%	75 336	5.2%	65 501	4.6%	1 028 729	71.6%	1 436 581	2.3%	-	-	-	-
Cape Town	1 295 684	19.9%	193 708	3.0%	153 997	2.4%	4 865 789	74.8%	6 509 178	10.3%	-	-	-	-
Ekurhuleni Metro	2 077 207	15.5%	636 432	4.8%	424 223	3.2%	10 257 728	76.6%	13 395 589	21.2%	-	-	-	-
eThekweni	730 294	11.8%	338 271	5.5%	230 124	3.7%	4 897 877	79.0%	6 196 566	9.8%	954	0.0%	2 842 190	45.9%
City Of Johannesburg	2 646 842	12.6%	780 199	3.7%	648 859	3.1%	16 983 973	80.7%	21 059 874	33.4%	-	-	-	-
Mangaung	430 337	12.4%	191 196	5.5%	156 017	4.5%	2 699 611	77.6%	3 477 162	5.5%	196 397	5.7%	1 784 658	51.3%
Nelson Mandela Bay	1 761 539	45.9%	174 098	4.5%	82 729	2.2%	1 816 564	47.4%	3 834 930	6.1%	73 893	1.9%	1 798 373	46.9%
City Of Tshwane	1 395 090	19.4%	250 194	3.5%	187 583	2.6%	5 357 776	74.5%	7 190 643	11.4%	16 531	0.2%	-	-
Total	10 604 007	16.8%	2 639 435	4.2%	1 949 033	3.1%	47 908 048	75.9%	63 100 522	100.0%	287 775	0.5%	6 425 221	10.2%
Movement between 30 September 2015 and 30 September 2016														
Buffalo City	(2 488)		13 151		46 380		345 014		402 057					
Cape Town	314 008		67 483		83 851		345 948		811 290					
Ekurhuleni Metro	366 587		37 012		(16 372)		(913 775)		(526 548)					
eThekweni	(312 894)		(171 524)		(137 817)		(3 532 872)		(4 155 106)					
City Of Johannesburg	236 791		174 786		(312 274)		(4 206 450)		(4 107 148)					
Mangaung	(51 633)		12 431		(15 702)		219 114		164 210					
Nelson Mandela Bay	158 429		32 806		96 132		38 316		325 683					
City Of Tshwane	145 349		50 453		22 975		687 628		906 405					
Total	854 149		216 599		(232 827)		(7 017 077)		(6 179 157)					
Growth rate 30 September 2015 to 30 September 2016														
Buffalo City	(0.9%)		17.5%		70.8%		33.5%		28.0%					
Cape Town	24.2%		34.8%		54.4%		7.1%		12.5%					
Ekurhuleni Metro	17.6%		5.8%		(3.9%)		(8.9%)		(3.9%)					
eThekweni	(42.8%)		(50.7%)		(59.9%)		(72.1%)		(67.1%)					
City Of Johannesburg	8.9%		22.4%		(48.1%)		(24.8%)		(19.5%)					
Mangaung	(12.0%)		6.5%		(10.1%)		8.1%		4.7%					
Nelson Mandela Bay	9.0%		18.8%		116.2%		2.1%		8.5%					
City Of Tshwane	10.4%		20.2%		12.2%		12.8%		12.6%					
Total	8.1%		8.2%		(11.9%)		(14.6%)		(9.8%)					

Source: National Treasury Local Government database

Metros Debtors Age Analysis By Customer Group as at 1st Quarter Ended 30 September 2016

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	56 682	3.7%	115 350	7.5%	134 437	8.7%	1 239 076	80.2%	1 545 544	2.7%	11 655	0.8%	80 903	5.2%
Commercial	5 701 856	31.9%	943 300	5.3%	743 961	4.2%	10 462 509	58.6%	17 851 626	31.4%	89 617	0.5%	473 018	2.7%
Households	5 604 079	15.7%	1 729 070	4.9%	824 878	2.3%	27 520 157	77.1%	35 678 184	62.7%	555 972	1.6%	4 782 457	13.4%
Other	95 538	5.2%	68 315	3.7%	12 930	0.7%	1 669 229	90.4%	1 846 012	3.2%	11 253	0.6%	58 712	3.2%
Total	11 458 156	20.1%	2 856 034	5.0%	1 716 205	3.0%	40 890 970	71.8%	56 921 365	100.0%	668 497	1.2%	5 395 090	9.5%

Source: National Treasury Local Government database

11. Debtors' age analysis for secondary cities

Secondary cities Debtors Age Analysis as at 30 September 2016

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	%	Written Off to Debtors Amount	%	to Council Policy Amount	%
City Of Matlosana	189 482	9.4%	98 938	4.9%	102 622	5.1%	1 627 726	80.6%	2 018 767	8.0%	-	-	-	-
City of Mbombela	100 369	24.0%	8 539	2.1%	26 857	6.4%	281 667	67.5%	417 431	1.7%	-	-	-	-
Drakenstein	140 649	45.3%	17 256	5.6%	10 824	3.5%	141 955	45.7%	310 684	1.2%	-	-	-	-
Emalahleni (Mp)	103 747	4.7%	84 852	3.9%	83 558	3.8%	1 932 755	87.7%	2 204 912	8.8%	-	-	-	-
Emfuleni	347 413	6.2%	164 443	2.9%	150 685	2.7%	4 946 557	88.2%	5 609 097	22.3%	-	-	-	-
George	78 003	37.7%	14 746	7.1%	7 327	3.5%	106 716	51.6%	206 792	0.8%	6 386	3.1%	-	-
Govan Mbeki	44 151	6.7%	31 114	4.7%	42 173	6.4%	546 685	82.3%	664 123	2.6%	-	-	-	-
Madibeng	117 826	8.8%	59 793	4.4%	59 800	4.4%	1 109 751	82.4%	1 347 169	5.3%	-	-	-	-
Majhabeng	143 168	6.6%	79 639	3.7%	83 822	3.9%	1 863 022	85.9%	2 169 651	8.6%	-	-	-	-
Mogale City	373 849	34.7%	23 422	2.2%	20 969	2.0%	659 737	61.2%	1 077 976	4.3%	-	-	-	-
Msunduzi	353 434	19.0%	169 468	9.1%	63 145	3.4%	1 274 087	68.5%	1 860 134	7.4%	-	-	518 663	27.9%
Newcastle	54 833	5.9%	30 711	3.3%	27 182	2.9%	812 956	87.8%	925 682	3.7%	2 576	0.3%	-	-
Polokwane	10 410	1.5%	37 110	5.3%	38 997	5.6%	616 693	87.7%	703 210	2.8%	-	-	-	-
Rustenburg	277 685	9.1%	161 878	5.3%	68 849	2.3%	2 542 726	83.3%	3 051 138	12.1%	-	-	-	-
Sol Plaafe	123 806	6.9%	50 684	2.8%	215 032	11.9%	1 416 857	78.4%	1 806 379	7.2%	-	-	561 605	31.1%
Stellenbosch	62 207	27.8%	5 801	2.6%	38 175	17.1%	117 590	52.6%	223 773	0.9%	-	-	-	-
Steve Tshwete	59 307	52.0%	6 172	5.4%	4 268	3.7%	44 315	38.9%	114 062	0.5%	-	-	-	-
Tlokwe-Ventersdorp	-	-	-	-	-	-	-	-	-	-	-	-	-	-
uMhlatuze	289 936	58.8%	21 965	4.5%	16 507	3.3%	165 072	33.5%	493 479	2.0%	-	-	-	-
Total	2 870 272	11.4%	1 066 530	4.2%	1 060 791	4.2%	20 206 865	80.2%	25 204 459	100.0%	8 962	0.0%	1 080 268	4.3%

Source: National Treasury Local Government database

Secondary cities Debtors Age Analysis By Customer Group as at 30 September 2016

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	141 382	10.1%	72 747	5.2%	263 952	18.8%	925 381	65.9%	1 403 461	5.6%	-	-	226 730	16.2%
Commercial	1 286 059	32.6%	338 395	8.6%	164 892	4.2%	2 151 496	54.6%	3 940 842	15.6%	37	-	132 538	3.4%
Households	1 305 755	7.1%	617 926	3.4%	599 098	3.3%	15 886 316	86.3%	18 409 096	73.0%	6 289	0.0%	645 695	3.5%
Other	137 077	9.5%	37 463	2.6%	32 849	2.3%	1 243 672	85.7%	1 451 061	5.8%	2 636	0.2%	75 305	5.2%
Total	2 870 272	11.4%	1 066 530	4.2%	1 060 791	4.2%	20 206 865	80.2%	25 204 459	100.0%	8 962	0.0%	1 080 268	4.3%

Source: National Treasury Local Government database

12. Collection rates

National collection rate as at 30 September 2016

R thousands	Main appropriation	First Quarter 2016/17 Actual	Year to date: 30 September 2016 Actual
	Collection Rate	91.5%	89.5%
Property rates	92.9%	82.2%	82.2%
Service charges - Total	91.7%	92.9%	92.9%
Service charges - electricity revenue	94.1%	97.6%	97.6%
Service charges - water revenue	86.4%	94.0%	94.0%
Service charges - sanitation revenue	88.2%	51.8%	51.8%
Service charges - refuse revenue	87.4%	77.1%	77.1%
Service charges - other	103.8%	212.7%	212.7%
Interest earned - outstanding debtors	63.1%	57.6%	57.6%

Source: National Treasury Local Government database

Metros collection rate as at 30 September 2016

R thousands	Main appropriation	First Quarter 2016/17 Actual	Year to date: 30 September 2016 Actual
	Collection Rate	93.6%	98.9%
Property rates	95.3%	96.8%	96.8%
Service charges - Total	93.4%	100.0%	100.0%
Service charges - electricity revenue	95.7%	103.3%	103.3%
Service charges - water revenue	88.5%	107.6%	107.6%
Service charges - sanitation revenue	89.4%	48.9%	48.9%
Service charges - refuse revenue	87.8%	93.1%	93.1%
Service charges - other	106.1%	216.8%	216.8%
Interest earned - outstanding debtors	66.7%	73.4%	73.4%

Source: National Treasury Local Government database

Secondary cities collection rate as at 30 September 2016

	Main appropriation	First Quarter 2016/17 Actual	Year to date: 30 September 2016 Actual
R thousands			
Collection Rate	88.1%	72.8%	72.8%
Property rates	88.7%	64.8%	64.8%
Service charges - Total	88.8%	75.7%	75.7%
Service charges - electricity revenue	89.6%	81.4%	81.4%
Service charges - water revenue	88.0%	60.6%	60.6%
Service charges - sanitation revenue	84.4%	58.6%	58.6%
Service charges - refuse revenue	87.0%	63.0%	63.0%
Service charges - other	116.4%	342.7%	342.7%
Interest earned - outstanding debtors	60.1%	63.2%	63.2%

Source: National Treasury Local Government database

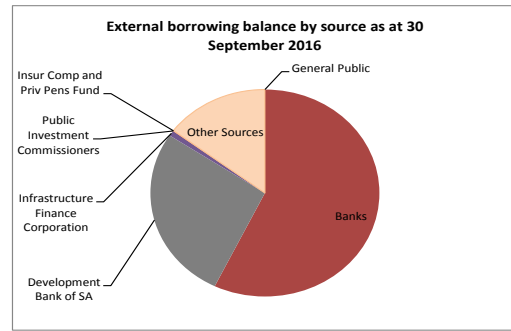
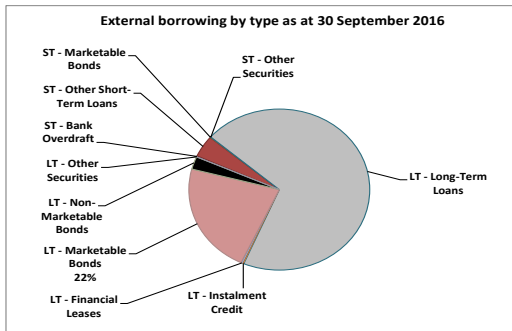
13. Aggregated municipal creditors age analysis

Creditors Age Analysis as at 1st Quarter Ended 30 September 2016

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Bulk Electricity	6 727 914	46.2%	897 774	6.2%	783 177	5.4%	6 149 532	42.2%	14 558 396	42.1%
Bulk Water	1 396 524	23.1%	169 986	2.8%	545 197	9.0%	3 946 762	65.1%	6 058 470	17.5%
PAYE deductions	346 990	89.9%	7 411	1.9%	2 157	0.6%	29 419	7.6%	385 976	1.1%
VAT (output less input)	61 839	176.0%	(2 717)	(7.7%)	800	2.3%	(24 787)	(70.6%)	35 135	0.1%
Pensions / Retirement	313 416	77.2%	4 013	1.0%	1 930	0.5%	86 887	21.4%	406 246	1.2%
Loan repayments	1 026 777	49.6%	1 749	0.1%	272 525	13.2%	768 264	37.1%	2 069 315	6.0%
Trade Creditors	3 962 892	60.7%	389 430	6.0%	625 479	9.6%	1 552 811	23.8%	6 530 612	18.9%
Auditor-General	33 252	16.4%	13 057	6.4%	1 335	0.7%	155 585	76.6%	203 229	0.6%
Other	3 081 820	70.8%	302 268	7.0%	95 062	2.2%	872 722	20.1%	4 351 872	12.6%
Total	16 951 423	49.0%	1 782 972	5.2%	2 327 662	6.7%	13 537 194	39.1%	34 599 252	100.0%
Per Province										
Eastern Cape	727 579	56.0%	211 346	16.3%	66 573	5.1%	293 620	22.6%	1 299 117	3.8%
Free State	1 157 366	16.2%	324 283	4.5%	355 245	5.0%	5 301 880	74.3%	7 138 774	20.6%
Gauteng	10 451 737	91.2%	427 586	3.7%	493 594	4.3%	86 666	0.8%	11 459 583	33.1%
Kwazulu-Natal	2 692 873	65.9%	103 314	2.5%	285 953	7.0%	1 002 874	24.6%	4 085 014	11.8%
Limpopo	349 882	16.7%	45 457	2.2%	492 838	23.5%	1 212 802	57.7%	2 100 978	6.1%
Mpumalanga	569 788	11.5%	456 054	9.2%	379 971	7.6%	3 566 744	71.7%	4 972 556	14.4%
North West	305 979	15.5%	147 929	7.5%	171 976	8.7%	1 344 074	68.2%	1 969 958	5.7%
Northern Cape	179 271	18.7%	53 557	5.6%	52 067	5.4%	673 843	70.3%	958 738	2.8%
Western Cape	516 949	84.1%	13 447	2.2%	29 445	4.8%	54 692	8.9%	614 533	1.8%
Total	16 951 423	49.0%	1 782 972	5.2%	2 327 662	6.7%	13 537 194	39.1%	34 599 252	100.0%

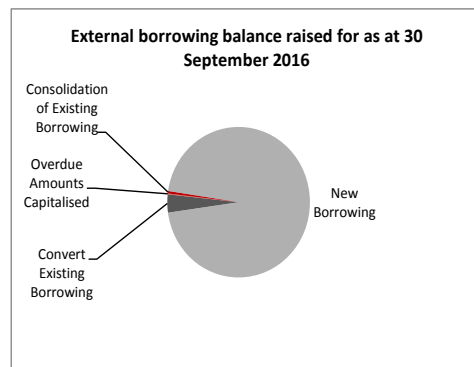
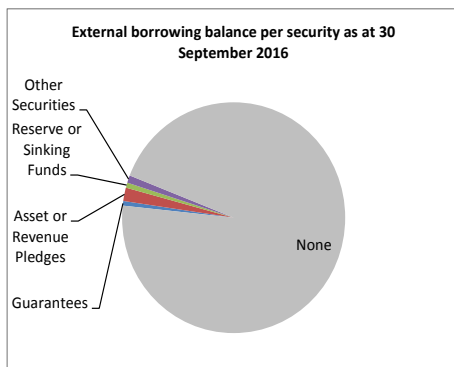
Source: National Treasury Local Government database

14. Borrowing instruments



Type	Balance (R'000)
ST - Bank Overdraft	109 777
ST - Other Short-Term Loans	2 457 838
ST - Marketable Bonds	64 656
ST - Other Securities	26 609
LT - Long-Term Loans	39 995 195
LT - Instalment Credit	127 221
LT - Financial Leases	166 953
LT - Marketable Bonds	12 649 000
LT - Non-Marketable Bonds	1 440 000
LT - Other Securities	20 622
Total Borrowing	57 057 871

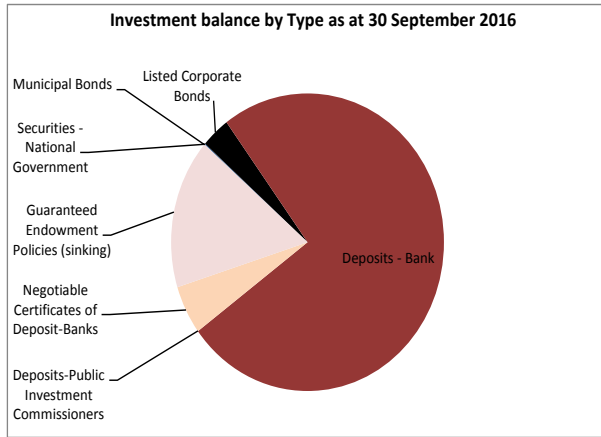
Source	Balance (R'000)
General Public	1 927
Banks	32 643 083
Development Bank of SA	15 497 285
Infrastructure Finance Corporation	474 412
Public Investment Commissioners	17 253
Insur Comp and Priv Pens Fund	31 684
Other Sources	8 392 227
Total	57 057 871



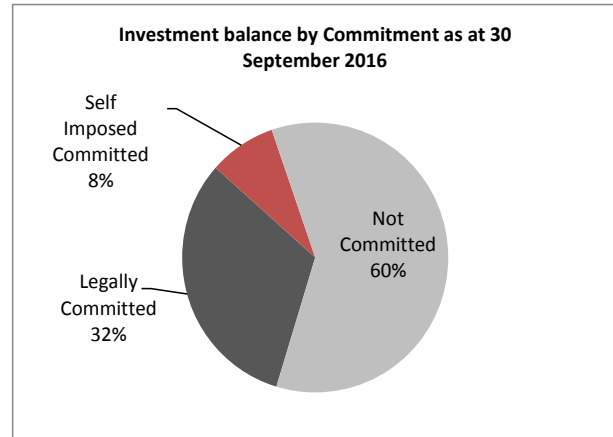
Security	Balance (R'000)
Guarantees	371 029
Asset or Revenue Pledges	1 067 894
Reserve or Sinking Funds	410 792
Other Securities	599 896
None	54 608 259
Total	57 057 870

Raised For	Balance (R'000)
Convert Existing Borrowing	2 225 808
Overdue Amounts Capitalised	94 081
Consolidation of Existing Borrowing	306 279
New Borrowing	54 431 702
Total	57 057 870

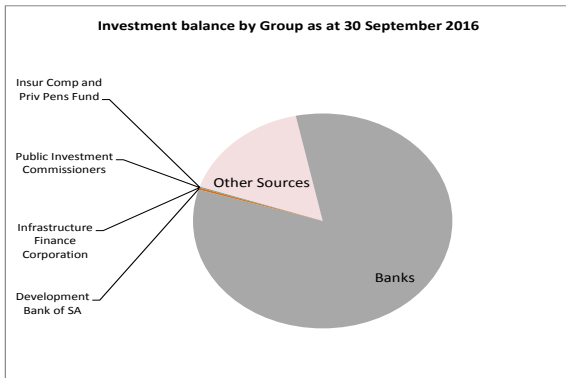
15. Investment instruments



Type	Balance (R'000)
Securities - National Government	33 314
Listed Corporate Bonds	993 640
Deposits - Bank	21 948 963
Deposits - Public Investment Commissioners	187
Negotiable Certificates of Deposit-Banks	1 546 421
Guaranteed Endowment Policies (sinking)	4 767 897
Municipal Bonds	711
Total	29 291 133



Committed	Balance (R'000)
Legally Committed	8 864 734
Self Imposed Committed	3 243 173
Not Committed	14 994 887
TOTAL	27 102 794



Group	Balance (R'000)
Banks	24 325 719
Development Bank of SA	85 773
Infrastructure Finance Corporation	7 358
Public Investment Commissioners	186
Insur Comp and Priv Pens Fund	35 703
Other Sources	4 836 395
Total	29 291 134

16. Conditional grants transfers, payments and expenditure as at 30 September 2016

1st Quarter Ended 30 September 2016

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

Summary

	Division of revenue Act No. 1 of 2015	Adjustment (Mid year)	Other Adjustments	Total Available 2016/17	Year to date		First Quarter		YTD Expenditure		% Changes from 1st to 1st Q		% Changes for the 1st Q	
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2016	Actual expenditure by municipalities by 30 September 2016	Actual expenditure National Department	Actual expenditure by municipalities	Actual expenditure against transfer National Department	Actual expenditure against transfer by municipalities	Exp as % of Allocation National Department	Exp as % of Allocation by municipalities
R thousands														
National Treasury (Vote 10)														
Local Government Financial Management Grant	465 264	-	-	465 264	465 264	465 264	83 000	80 529	83 000	80 529	17.84%	17.31%	17.8%	17.3%
Infrastructure Skills Development Grant	130 471	-	-	130 471	58 830	58 830	19 279	11 842	19 279	11 842	32.77%	20.13%	14.8%	9.1%
Integrated City Development Grant	266 805	-	-	266 805	-	-	-	14 489	-	14 489	-	-	-	5.4%
Neighbourhood Development Partnership (Schedule 5B)	624 000	-	-	624 000	280 522	234 601	70 745	42 177	70 745	42 177	30.16%	17.98%	11.3%	6.8%
Neighbourhood Development Partnership (Schedule 6B)	22 209	-	-	22 209	13 184	-	-	-	-	-	-	-	-	-
Sub-Total Vote	1 508 749	-	-	1 508 749	817 800	758 695	173 024	149 037	173 024	149 037	22.81%	19.64%	11.6%	10.0%
Cooperative Governance (Vote 3)														
Municipal Systems Improvement Grant (Schedule 5B)	-	-	-	-	-	-	-	10 695	-	10 695	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	84 349	-	-	84 349	6 510	-	-	-	-	-	-	-	-	-
Municipal Disaster Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Recovery Grant	140 000	-	-	140 000	140 000	117 095	15 336	8 107	15 336	8 107	13.10%	6.92%	11.0%	5.8%
Municipal Demarcation Transition Grant	297 422	-	-	297 422	-	-	-	5 247	-	5 247	-	-	-	1.8%
Sub-Total Vote	521 771	-	-	521 771	146 510	117 095	15 336	24 050	15 336	24 050	13.10%	20.54%	3.5%	5.5%
Transport (Vote 37)														
Public Transport Infrastructure and Systems Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Operations Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Grant	5 592 691	-	-	5 592 691	1 383 183	1 383 183	716 486	692 221	716 486	692 221	51.80%	50.05%	12.8%	12.4%
Rural Road Assets Management Systems Grant	101 514	-	-	101 514	53 037	9 987	4 882	5 060	4 882	5 060	48.88%	50.67%	4.8%	5.0%
Sub-Total Vote	5 694 205	-	-	5 694 205	1 436 220	1 393 170	721 368	697 281	721 368	697 281	51.78%	50.05%	12.7%	12.2%
Public Works (Vote 6)														
Expanded Public Works Programme Integrated Grant (Municipality)	663 991	-	-	663 991	166 017	163 775	109 095	154 087	109 095	154 087	66.61%	94.08%	16.4%	23.2%
Sub-Total Vote	663 991	-	-	663 991	166 017	163 775	109 095	154 087	109 095	154 087	66.61%	94.08%	16.4%	23.2%
Energy (Vote 29)														
Integrated National Electrification Programme (Municipal) Grant	1 946 246	-	-	1 946 246	1 056 066	1 003 296	271 291	381 181	271 291	381 181	27.04%	37.99%	13.9%	19.6%
Integrated National Electrification Programme (Allocation in-kind) Grant	3 526 334	-	-	3 526 334	2 535 448	-	-	-	-	-	-	-	-	-
Backlogs in the Electrification of Clinics and Schools (Allocation in-kind)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management (Municipal) Grant	185 625	-	-	185 625	62 000	-	-	20 079	-	20 079	-	-	-	10.8%
Energy Efficiency and Demand Side Management (Eskom) Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total Vote	5 658 205	-	-	5 658 205	3 653 514	1 003 296	271 291	401 261	271 291	401 261	27.04%	37.99%	12.7%	18.8%
Water Affairs (Vote 38)														
Backlogs in Water and Sanitation at Clinics and Schools Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant (Schedule 5B)	1 850 000	-	-	1 850 000	-	808 836	-	280 199	-	280 199	0.00%	34.64%	-	15.1%
Regional Bulk Infrastructure Grant (Schedule 6B)	3 478 829	-	-	3 478 829	1 656 101	-	-	-	-	-	-	-	-	-
Water Services Operating and Transfer Subsidy Grant (Schedule 5B)	-	-	-	-	-	-	-	290	-	290	-	-	-	-
Water Services Operating and Transfer Subsidy Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant (Schedule 5B)	-	-	-	-	-	-	-	10 694	-	10 694	-	-	-	-
Municipal Water Infrastructure Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bucket Eradication Programme Grant	350 000	-	-	350 000	350 000	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (Schedule 5B)	2 844 982	-	-	2 844 982	891 107	727 134	231 652	195 316	231 652	195 316	31.86%	26.86%	8.1%	6.9%
Water Services Infrastructure Grant (Schedule 6B)	311 545	-	-	311 545	109 041	-	-	-	-	-	-	-	-	-
Sub-Total Vote	8 835 356	-	-	8 835 356	3 006 249	1 535 970	231 652	486 499	231 652	486 499	15.08%	31.67%	4.9%	10.4%
Sport and Recreation South Africa (Vote 19)														
2013 Africa Cup of Nations Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 African Nations Championship Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total Vote	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Human Settlements (Vote 31)														
Rural Households Infrastructure Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Households Infrastructure Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Human Settlements Capacity Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total Vote	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total	22 882 277	-	-	22 882 277	9 226 310	4 972 001	1 521 766	1 912 214	1 521 766	1 912 214	30.61%	38.46%	10.1%	12.7%
Cooperative Governance (Vote 3)														
Municipal Infrastructure Grant	14 914 028	-	-	14 914 028	4 974 347	3 948 745	2 750 593	2 762 835	2 750 593	2 762 835	69.66%	69.97%	18.4%	18.5%
Sub-Total Vote	14 914 028	-	-	14 914 028	4 974 347	3 948 745	2 750 593	2 762 835	2 750 593	2 762 835	69.66%	69.97%	18.4%	18.5%
Sub-Total	14 914 028	-	-	14 914 028	4 974 347	3 948 745	2 750 593	2 762 835	2 750 593	2 762 835	69.66%	69.97%	18.4%	18.5%
Total	37 796 305	-	-	37 796 305	14 200 657	8 920 746	4 272 359	4 675 049	4 272 359	4 675 049	47.89%	52.41%	14.2%	15.6%