



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

MEDIA RELEASE

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

FOR THE PERIOD: 1 JULY 2018 – 31 DECEMBER 2018

South African municipalities have on aggregate spent 41.3 per cent, or R182.6 billion, of the total adopted expenditure budget of R441.9 billion as at 31 December 2018. In respect of revenue, aggregate billing and other revenue amounted to 48.4 per cent, or R211.3 billion, of the total adopted revenue budget of R436.9 billion.

These figures are among those released today in the National Treasury's local government revenue and expenditure data for the second quarter* of the 2018/19 financial year, as well as spending on conditional grants for the same period. This report covers the second quarter of the municipal financial year ending on 31 December 2018.

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

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

KEY TRENDS:

Aggregate trends

1. Of the adopted operating expenditure budget amounting to R368.5 billion, R162.7 billion or 44.1 per cent was spent by 31 December 2018.
2. Municipalities have adopted the budget for salaries and wages expenditure at R113.6 billion, which constitutes 30.8 per cent of their total operational expenditure budget of R368.5 billion. As at 31 December 2018, spending is 46.3 per cent, or R52.6 billion.
3. In the period under review, capital expenditure amounted to R20.0 billion, or 27.2 per cent, of the adopted capital budget of R73.4 billion. This is significant under performance for the second quarter.
4. Aggregated year-to-date total expenditure for metros amounts to R110.5 billion, or 43.2 per cent, of their adopted budget expenditure of R256.0 billion. The

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aggregated adopted capital budget for metros in the 2018/19 financial year is R38.9 billion, of which 23.3 per cent, or R6.1 billion, has been spent as at 31 December 2018.

5. When billed revenue is measured against their adopted budgets, the performance of metros shows surpluses across all four core services of the second quarter of 2018/19. This does not take into account the collection rate:
 - Water revenue billed was R17.3 billion against expenditure of R13.9 billion;
 - Electricity revenue billed was R39.0 billion against expenditure of R36.3 billion;
 - The revenue billed for waste water management was R5.9 billion against expenditure of R3.7 billion, and
 - Levies for waste management billed were R4.7 billion against expenditure R3.9 billion.
6. As at 31 December 2018, aggregated revenue for secondary cities is 47.6 per cent or R28.9 billion of their total adopted revenue budget of R60.7 billion for the 2018/19 financial year. The year-to-date operating expenditure level of the secondary cities is 41.0 per cent or R22.1 billion of the total adopted operating budget of R54 billion for the 2018/19 financial year.
7. Capital spending levels for secondary cities are low at an average of 31.0 per cent or R2.7 billion of the adopted capital budget of R8.6 billion.
8. The performance against the adopted budget for the four core services for the secondary cities of the second quarter 2018/19 also shows surpluses against billed revenue without taking into account the collection rate:
 - Water revenue billed was R3.5 billion against expenditure of R2.8 billion;
 - Electricity revenue billed was R9.9 billion against expenditure of R8.2 billion;
 - The revenue billed for waste water management was R1.5 billion against expenditure of R787 million; and
 - Levies for waste management billed were R1.3 billion against expenditure of R832 million.
9. Aggregate municipal consumer debts amounted to R184.7 billion (compared to R138.2 billion reported in the second quarter of 2017/18) as at 31 December 2018. Government accounts for 5.3 per cent or R9.8 billion (R7.4 billion reported in the second quarter of 2017/18) of the total outstanding debtors. Households represents the largest component of this debt at 73.8 per cent or R136.3 billion (71.8 per cent or R99.2 billion in the second quarter of the previous year).
10. It needs to be acknowledged that not all the outstanding debt of R184.7 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 R39.9 billion. This should not be interpreted that the National Treasury by implication suggests that the balance must be written-off by municipalities.



12. Metropolitan municipalities are owed R100.4 billion (R84.8 billion reported in the first quarter of 2018/19) in outstanding debt as at 31 December 2018. This represents an increase of R15.6 billion. The largest contributors are the City of Johannesburg, which is owed the largest amount at R35.7 billion, followed by City of Ekurhuleni at R16.1 billion, City of Tshwane at R12.9 billion, and eThekweni at R12.5 billion.
13. Households in metropolitan areas are reported to account for R81.4 billion, or 81.0 per cent, of outstanding debt to metros, followed by businesses, which account for R14.7 billion or 14.6 per cent. Debt owed by government agencies is approximately R2.5 billion, or 2.5 per cent, of the total outstanding debt owed to metros.
14. Secondary cities are owed R36.5 billion (R24.7 billion reported in the second quarter of 2017/18) in outstanding consumer debt. The majority of debt is owed by households, which amount to R23.0 billion, or 63.1 per cent, of the total outstanding debt. Out of the total debt of R36.5 billion, R31.1 billion, or 85.3 per cent, has been outstanding for more than 90 days.
15. Municipalities owed their creditors R50.9 billion as at 31 December 2018, an increase of R9.7 billion when compared to the R41.2 billion reported in the second quarter of 2017/18.
16. The Free State has the highest percentage of outstanding creditors greater than 90 days at 89.5 per cent, followed by Mpumalanga at 82.5 per cent, and Northern Cape at 79.3 per cent. The year-on-year increase in outstanding creditors could be an indication that municipalities are experiencing liquidity and cash flow challenges.
17. The aggregated year-to-date actual collection rate is 87.5 per cent, compared to an adopted budgeted collection rate of 90.4 per cent. This represents an aggregated under-performance of 2.9 per cent. It is suspected that the reported collection rate is distorted, owing to reporting inconsistencies on cash flow movements of municipalities.
18. Metros budgeted for a collection rate of 92.7 per cent, and achieved an actual collection of 95.5 per cent, which is 2.8 per cent above the budgeted target. The secondary cities reported 70.8 per cent collection against an adopted collection rate of 87.7 per cent, which is 16.9 per cent below the budgeted collection rate.
19. The total balance on borrowing for all municipalities equates to R64.0 billion as at 31 December 2018. This includes long term loans of R43.9 billion, long term marketable bonds of R18.4 billion. The balance represents other short and long term financing instruments.
20. As at 31 December 2018, the total investments made by municipalities equates to R35.5 billion. This is merely R200 million more than the R35.3 billion reported in the first quarter of 2018/19. Investments include bank deposits of R27.8 billion, guaranteed endowment policies (sinking funds) of R4.3 billion, negotiable certificates of deposits at banks of R2.1 billion, listed corporate bonds of R1.4 billion, and some smaller investments.

Conditional Grants

Conditional Grants Expenditure as at 31 December 2018

21. According to the 2018 DoRA, R112.9 billion has been allocated to local government in the 2018/19 financial year. This amount comprises of the unconditional transfer of the Equitable Share (R62.7 billion), direct conditional grants allocated for



capacity building (R1.6 billion, includes an unallocated amount of R489.30 million for municipal disaster which includes an amount of R293.6 million for the ICDG grant), direct conditional grants for infrastructure projects, (R29.9 billion), the Urban Settlement Development Grant (R11.3 billion) and the Integrated City Development Grant (R293.6 million) and Indirect conditional grants of R6.8 billion.

22. As at 31 December 2018, an amount of R18.7 billion was transferred to municipalities, which is 60.0 per cent against an allocation of R31.5 billion for direct conditional grants.
23. The overall expenditure reported by municipalities as at 31 December 2018 is 62.3 per cent or R11.7 billion against the R18.7 billion transferred to municipalities by the end of second quarter. In terms of the total allocation, the aggregate expenditure is 37.1 per cent or R11.7 billion of R31.5 billion allocated to municipalities as direct conditional grants.

Capacity Building and Other Conditional Grants Expenditure as at 30 September 2018

24. A total of R1.6 billion is allocated to capacity building and other grants. These grants are meant to help develop municipalities' management, planning, technical, budgeting and financial management capabilities in the 2018/19 financial year.
25. The highest performing conditional grant under this category during the second quarter is the Expanded Public Works Programme (EPWP) with reported performance of 61.3 per cent, followed by the Financial Management Grant (FMG) at 43.8 per cent.
26. The lowest performing grant in the second quarter ended 31 December 2018 is the Energy Efficiency and Demand Side Management Grant (EEDSM) with reported expenditure performance of 25.9 per cent. The low expenditure reported on the grant is as a result of most projects being in the procurement stage and non-appointment of service providers.

Infrastructure Conditional Grants Expenditure as at 30 September 2018

27. National transfers for infrastructure, excluding indirect or in-kind allocations to entities executing specific projects in municipalities, amounts to R29.9 billion in the 2018/19 financial year.
28. The highest performing direct grants to municipalities during the second quarter is the Municipal Infrastructure Grant (MIG) with reported performance of 44.4 per cent.
29. The lowest spending grant during the second quarter is the Public Transport Network Grant (PTNG) with expenditure of 23.6 per cent.

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

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



NOTE TO EDITORS:

- This information is published in terms of Sections 71 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA), and 31(3) of the 2018 Division of Revenue Act. The budgeted figures shown are based on the 2018/19 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 January 2019. Any queries on the figures in these statements should be referred to the relevant Municipal Manager or Chief Financial Officer. Queries on conditional grants may be referred to the national department responsible for administering the grant.
- A municipal budget must be funded in terms of Section 18 of the MFMA before a Municipal Council can adopt that budget for implementation. A funded budget is essentially a budget that is funded by a combination of cash derived either from realistically anticipated revenues to be collected in that year, and cash backed surpluses of previous years. It is a common practice amongst most municipalities, when preparing their annual budgets, to overstate or inflate revenue projections, either to reflect a surplus, or on the surface to show that excess expenditure requirements are adequately covered by revenues to be collected. Therefore, the revenue estimates are seldom underpinned by realistic or realisable revenue assumptions resulting in municipalities not being able to collect this revenue, and as a result finding themselves in cash flow difficulties. Should such situations arise, municipalities must adjust expenditure downwards to ensure that there is sufficient cash to meet these commitments.
- This second quarter publication covers 257 municipalities on financial information and conditional grant information.

* In a municipal calendar, the second quarter is characterised as the period from 01 October to 31 December because the local government financial year begin from 01 July and end at 30 June.

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STRUCTURE OF INFORMATION RELEASED:

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

- Municipal Budget Statements:
 - a. Cash Flow closing balances as at 31 December 2018;
 - b. Section 139 Indicators as at 31 December 2018;
 - c. High-level summary of revenue for 257 municipalities; and
 - d. 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 – 194 municipalities;
 - m. Listing of investment instruments – 189 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 4.6 per cent or R8.4 billion on revenue collection, an under performance of 6.1 per cent or R10.5 billion on operational expenditure and 46.6 per cent or R17.4 billion on capital expenditure.

1. Consolidated statement of financial performance

Summary - Quarterly Budget Statement Summary as at 31 December 2018

Description	Budget year 2018/19						
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands							
Financial Performance							
Property rates	63 418 380	15 949 481	34 674 244	31 410 031	3 264 213	10.39	63 418 630
Service charges	180 455 803	42 897 143	89 551 591	90 096 754	(545 163)	(0.61)	180 463 985
Investment revenue	4 309 935	1 044 179	1 944 915	2 018 903	(73 988)	(3.66)	4 311 985
Transfers recognised - operational	85 385 720	24 399 954	52 948 216	46 906 581	6 041 636	12.88	85 724 142
Other own revenue	29 942 304	6 438 087	12 196 873	12 532 603	(335 729)	(2.68)	29 966 971
Total Revenue (excluding capital transfers and contributions)	363 512 141	90 728 844	191 315 841	182 964 872	8 350 969	4.56	363 885 712
Employee costs	109 285 582	26 859 852	50 748 347	52 533 595	(1 785 249)	(3.40)	109 298 210
Remuneration of councillors	4 333 085	949 905	1 888 316	2 054 933	(166 617)	(8.11)	4 333 071
Depreciation & asset impairment	31 565 323	5 954 571	10 607 883	13 567 383	(2 959 501)	(21.81)	31 547 630
Finance charges	8 913 746	2 164 315	3 498 720	4 074 788	(576 068)	(14.14)	8 911 850
Materials and bulk purchases	115 796 260	27 261 667	56 742 057	58 431 786	(1 689 728)	(2.89)	115 783 284
Transfers and grants	4 184 555	956 294	1 704 702	1 910 463	(205 760)	(10.77)	4 276 987
Other expenditure	94 119 804	21 318 357	37 427 052	40 579 153	(3 152 101)	(7.77)	94 321 116
Total Expenditure	368 198 356	85 464 962	162 617 078	173 152 101	(10 535 023)	(6.08)	368 472 148
Surplus/(Deficit)	(4 686 214)	5 263 881	28 698 763	9 812 771	18 885 992	192.46	(4 586 436)
Transfers recognised - capital	39 589 846	7 559 008	12 412 057	18 630 543	(6 218 486)	(33.38)	40 650 263
Contributions recognised - capital & contributed assets	328 305	22 078	32 003	514 503	(482 500)	(93.78)	327 305
Surplus/(Deficit) after capital transfers & contributions	35 231 938	12 844 968	41 142 823	28 957 817	12 185 006	42.08	36 391 132
Share of surplus/ (deficit) of associate	-	(0)	(0)		(0)	-	-
Surplus/(Deficit) for the year	35 231 938	12 844 968	41 142 823	28 957 817	12 185 006	42.08	36 391 132
Capital expenditure & funds sources							
Capital expenditure	73 411 081	13 207 070	19 960 453	37 378 346	(17 417 893)	(46.60)	74 756 691
Transfers recognised - capital	40 319 286	8 401 389	12 885 932	20 682 500	(7 796 568)	(37.70)	41 365 000
Public contributions & donations	741 954	269 594	380 486	387 877	(7 391)	(1.91)	775 753
Borrowing	16 195 667	1 660 133	2 404 899	7 892 828	(5 487 929)	(69.53)	15 785 655
Internally generated funds	16 154 174	2 875 954	4 289 136	8 415 141	(4 126 006)	(49.03)	16 830 282
Total sources of capital funds	73 411 081	13 207 070	19 960 453	37 378 346	(17 417 893)	(46.60)	74 756 691

2. Consolidated statement of financial position

Summary - Quarterly Budget Statement - Financial Position as at 31 December 2018

Description	Budget year 2018/19						
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands							
ASSETS							
Current assets							
Cash	25 752 909	19 136 767	19 136 767	12 878 484	6 258 283	48.59	25 756 968
Call investment deposits	37 343 445	28 522 073	28 522 073	18 618 124	9 903 948	53.20	37 236 248
Consumer debtors	64 576 341	57 916 362	57 916 362	32 292 350	25 624 011	79.35	64 584 701
Other debtors	19 649 999	24 494 533	24 494 533	9 829 422	14 665 112	149.20	19 658 843
Current portion of long-term receivables	774 443	1 900 426	1 900 426	387 222	1 513 205	390.79	774 443
Inventory	7 571 294	(3 466 159)	(3 466 159)	3 785 300	(7 251 458)	(191.57)	7 570 599
Total current assets	155 668 431	128 504 002	128 504 002	77 790 901	50 713 100	65.19	155 581 802
Non current assets							
Long-term receivables	595 196	1 531 170	1 531 170	297 620	1 233 550	414.47	595 241
Investments	11 558 660	9 209 928	9 209 928	5 779 330	3 430 598	59.36	11 558 660
Investment property	23 051 233	21 039 898	21 039 898	11 493 977	9 545 921	83.05	22 987 953
Investment in Associate	840 221	838 116	838 116	454 358	383 758	84.46	908 716
Property, plant and equipment	697 280 057	529 836 597	529 836 597	349 038 098	180 798 499	51.80	698 076 196
Agricultural	63 149	65 153	65 153	31 574	33 578	106.35	63 149
Biological	129 716	215 019	215 019	64 858	150 161	231.52	129 716
Intangible	4 006 091	3 887 341	3 887 341	2 004 576	1 882 765	93.92	4 009 153
Other non-current assets	3 752 082	11 632 764	11 632 764	1 876 041	9 756 723	520.07	3 752 082
Total non current assets	741 276 404	578 255 986	578 255 986	371 040 433	207 215 553	55.85	742 080 865
TOTAL ASSETS	896 944 835	706 759 988	706 759 988	448 831 334	257 928 653	57.47	897 662 668
LIABILITIES							
Current liabilities							
Bank overdraft	1 125 717	214 909	214 909	563 087	(348 178)	(61.83)	1 126 173
Borrowing	5 853 246	3 597 405	3 597 405	2 927 438	669 967	22.89	5 854 877
Consumer deposits	6 107 906	4 176 139	4 176 139	3 055 790	1 120 349	36.66	6 111 580
Trade and other payables	92 758 613	78 542 328	78 542 328	46 567 006	31 975 322	68.67	93 134 012
Provisions	10 453 375	5 953 821	5 953 821	5 227 879	725 942	13.89	10 455 759
Total current liabilities	116 298 857	92 484 602	92 484 602	58 341 201	34 143 402	58.52	116 682 401
Non current liabilities							
Borrowing	77 826 598	63 283 675	63 283 675	38 932 194	24 351 481	62.55	77 864 388
Provisions	45 847 741	27 093 593	27 093 593	22 919 103	4 174 490	18.21	45 838 206
Total non current liabilities	123 674 339	90 377 268	90 377 268	61 851 297	28 525 971	46.12	123 702 594
TOTAL LIABILITIES	239 973 196	182 861 871	182 861 871	120 192 498	62 669 373	52.14	240 384 995
NET ASSETS	656 971 639	523 898 117	523 898 117	328 638 836	195 259 281	59.41	657 277 673
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)	629 756 854	490 804 379	490 804 379	315 059 126	175 745 253	0	630 118 252
Reserves	27 214 785	33 105 696	33 105 696	13 579 710	19 525 986	0	27 159 420
Minorities interests		(12 164)	(12 164)		(12 164)		
TOTAL COMMUNITY WEALTH/EQUITY	656 971 639	523 897 911	523 897 911	328 638 836	195 259 075	0	657 277 673

3. Consolidated cash flow

Summary - Quarterly Budget Statement - Cash Flows as at 31 December 2018

Description	Budget year 2018/19						
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
R thousands							
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Property rates, penalties and collection charges	58 047 211	15 040 634	29 584 611	29 492 343	92 268	0.31	58 056 207
Service charges	164 083 303	39 784 752	80 471 256	81 737 245	(1 265 989)	(1.55)	164 006 074
Other revenue	23 020 799	9 272 501	20 153 714	11 381 083	8 772 631	77.08	23 074 232
Government - operating	82 222 715	23 282 337	55 056 906	50 501 366	4 555 540	9.02	82 580 013
Government - capital	40 123 637	10 682 736	20 740 744	20 911 011	(170 266)	(0.81)	41 027 919
Interest	7 917 976	1 725 905	3 881 731	3 808 378	73 353	1.93	7 906 417
Dividends	3 258	438	563	1 569	(1 006)	(64.14)	3 258
Payments							
Suppliers and employees	(298 263 368)	(76 013 595)	(170 151 594)	(149 546 097)	(20 605 497)	13.78	(297 676 193)
Finance charges	(8 756 937)	(2 503 779)	(3 539 146)	(4 279 881)	740 736	(17.31)	(8 768 855)
Transfers and grants	(4 093 032)	(844 238)	(1 583 163)	(1 820 782)	237 619	(13.05)	(4 189 496)
NET CASH FROM/(USED) OPERATING ACTIVITIES	64 305 563	20 427 692	34 615 622	42 186 235	(7 570 613)	(17.95)	66 019 575
CASH FLOW FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE	1 136 118	38 822	114 798	466 584	(351 786)	(75.40)	1 135 208
Decrease in non-current debtors	249 855	(154 735)	(89 054)	90 133	(179 187)	(198.80)	249 855
Decrease in other non-current receivables	58 688	(920 405)	(864 080)	39 581	(903 660)	(2 283.09)	58 688
Decrease (increase) in non-current investments	(938 342)	459 069	495 240	(393 870)	889 109	(225.74)	(786 220)
Payments							
Capital assets	(70 119 518)	(12 433 246)	(21 712 252)	(32 316 397)	10 604 145	(32.81)	(71 087 029)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(69 613 199)	(13 010 496)	(22 055 347)	(32 113 969)	10 058 621	(31.32)	(70 429 498)
CASH FLOW FROM FINANCING ACTIVITIES							
Receipts							
Short term loans	99 272	8 591	1 517 888	99 272	1 418 616	1 429.02	99 272
Borrowing long term/refinancing	15 399 058	(1 264 039)	943 031	4 300 899	(3 357 868)	(78.07)	14 844 124
Increase (decrease) in consumer deposits	196 881	46 385	(38 108)	79 761	(117 870)	(147.78)	200 112
Payments							
Repayment of borrowing	(4 660 551)	(1 340 059)	(2 362 167)	(2 302 894)	(59 273)	2.57	(4 854 979)
NET CASH FROM/(USED) FINANCING ACTIVITIES	11 034 660	(2 549 121)	60 644	2 177 038	(2 116 394)	(97.21)	10 288 528
NET INCREASE/(DECREASE) IN CASH HELD	5 727 024	4 868 074	12 620 919	12 249 304	371 614	3.03	5 878 606
Cash/cash equivalents at the year begin:	44 200 010	47 782 674	40 414 187	45 213 500	(4 799 313)	(10.61)	45 213 500
Cash/cash equivalents at the year end:	49 927 034	52 650 749	52 650 749	57 462 804	(4 812 056)	(8.37)	51 092 106

4. Aggregated revenue and expenditure for municipalities

Table 1a: National aggregated revenue as at 2nd Quarter Ended 31 December 2018

R thousands	Main appropriation			Second Quarter 2018/19				Year to date: 31 December 2018				Second Quarter 2017/18				Q2 of 2017/18 to Q2 of 2018/19
	Operating	Capital	Total	Operating	Capital	Total	2nd 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)	218 990 645	38 928 050	257 918 695	56 388 248	6 511 439	62 899 687	24.4%	115 023 991	9 060 584	124 084 575	48.1%	48 480 794	6 831 442	55 312 237	46.6%	13.7%
Category B (Local)	123 802 164	25 050 595	148 852 759	28 925 784	4 595 333	33 521 117	22.5%	64 796 303	7 687 653	72 483 956	48.7%	27 553 043	4 834 652	32 387 695	55.8%	3.5%
Category C (District)	20 719 333	9 432 437	30 151 769	5 414 811	2 100 298	7 515 109	24.9%	11 495 547	3 212 216	14 707 763	48.8%	5 535 321	1 835 047	7 370 368	48.9%	2.0%
Total	363 512 141	73 411 081	436 923 223	90 728 844	13 207 070	103 935 913	23.8%	191 315 841	19 960 453	211 276 294	48.4%	81 569 159	13 501 141	95 070 300	49.9%	9.3%
Summary per Province																
Eastern Cape	31 313 869	9 097 631	40 411 500	7 532 065	1 689 593	9 221 658	22.8%	16 678 223	2 588 801	19 267 025	47.7%	7 234 082	1 597 390	8 831 472	53.4%	4.4%
Free State	17 162 171	3 339 386	20 501 557	3 919 785	486 393	4 406 178	21.5%	8 748 930	776 328	9 525 259	46.5%	3 763 490	529 782	4 293 272	44.2%	2.6%
Gauteng	134 713 091	20 239 619	154 952 710	34 035 206	3 338 763	37 373 969	24.1%	69 875 532	4 247 140	74 122 673	47.8%	29 213 154	3 617 524	32 830 679	46.3%	13.8%
Kwazulu-Natal	62 172 519	14 164 647	76 337 167	16 774 946	2 787 734	19 562 680	25.6%	34 485 168	4 490 088	38 975 256	51.1%	13 860 718	2 581 103	16 441 822	48.0%	19.0%
Limpopo	17 671 618	6 605 561	24 277 179	3 658 223	1 299 966	4 958 189	20.4%	7 946 844	2 147 952	10 094 795	41.6%	4 254 238	1 362 994	5 617 232	47.8%	(11.7%)
Mpumalanga	17 870 294	3 333 575	21 203 869	4 503 710	693 507	5 197 218	24.5%	9 549 771	1 230 839	10 780 609	50.8%	4 466 328	630 341	5 096 669	79.9%	2.0%
North West	17 451 731	3 275 482	20 727 213	3 931 052	671 653	4 602 705	22.2%	8 771 470	1 073 429	9 844 900	47.5%	3 734 573	854 057	4 588 630	44.8%	0.3%
Northern Cape	6 848 703	1 433 466	8 282 169	1 502 606	233 886	1 736 492	21.0%	3 638 021	379 814	4 017 835	48.5%	1 681 483	290 249	1 971 731	88.5%	(11.9%)
Western Cape	58 308 144	11 921 714	70 229 858	14 871 251	2 005 575	16 876 826	24.0%	31 621 881	3 026 061	34 647 942	49.3%	13 361 094	2 037 700	15 398 794	48.3%	9.6%
Total National	363 512 141	73 411 081	436 923 223	90 728 844	13 207 070	103 935 913	23.8%	191 315 841	19 960 453	211 276 294	48.4%	81 569 159	13 501 141	95 070 300	49.9%	9.3%

Source: National Treasury Local Government Database

Table 1b: National aggregated expenditure as at 2nd Quarter Ended 31 December 2018

R thousands	Main appropriation			Second Quarter 2018/19				Year to date: 31 December 2018				Second Quarter 2017/18				Q2 of 2017/18 to Q2 of 2018/19
	Operating	Capital	Total	Operating	Capital	Total	2nd 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)	217 102 808	38 928 050	256 030 858	52 070 340	6 511 439	58 581 779	22.9%	101 458 698	9 060 584	110 519 282	43.2%	49 736 056	6 831 442	56 567 498	43.8%	3.6%
Category B (Local)	129 747 422	25 050 595	154 798 017	28 376 366	4 595 333	32 971 699	21.3%	51 949 503	7 687 653	59 637 156	38.5%	25 110 982	4 834 652	29 945 634	37.2%	10.1%
Category C (District)	21 655 958	9 432 437	31 088 395	5 039 417	2 100 298	7 139 715	23.0%	9 243 535	3 212 216	12 455 751	40.1%	4 716 801	1 835 047	6 551 847	38.2%	9.0%
Total	368 506 188	73 411 081	441 917 270	85 486 123	13 207 070	98 693 193	22.3%	162 651 736	19 960 453	182 612 189	41.3%	79 563 839	13 501 141	93 064 980	41.1%	6.0%
Summary per Province																
Eastern Cape	32 546 064	9 097 631	41 643 695	7 213 821	1 689 593	8 903 414	21.4%	14 077 759	2 588 801	16 666 561	40.0%	7 619 245	1 597 390	9 216 634	41.7%	(3.4%)
Free State	18 233 619	3 339 386	21 573 005	4 007 396	486 393	4 493 789	20.8%	7 450 640	776 328	8 226 968	38.1%	3 734 980	529 782	4 264 762	36.9%	5.4%
Gauteng	133 047 010	20 239 619	153 286 629	31 118 967	3 338 763	34 457 730	22.5%	62 536 561	4 247 140	66 783 701	43.6%	30 548 154	3 617 525	34 165 679	43.6%	0.9%
Kwazulu-Natal	63 263 739	14 164 647	77 428 386	16 641 810	2 787 734	19 429 544	25.1%	29 374 301	4 490 088	33 864 389	43.7%	13 372 486	2 581 103	15 953 589	42.7%	21.8%
Limpopo	17 297 347	6 605 561	23 902 907	3 697 554	1 299 966	4 997 519	20.9%	6 952 757	2 147 952	9 100 708	38.1%	3 412 258	1 362 994	4 775 253	38.3%	4.7%
Mpumalanga	19 176 749	3 333 575	22 510 324	4 040 137	693 507	4 733 644	21.0%	7 442 615	1 230 839	8 673 454	38.5%	3 183 908	630 341	3 814 249	31.7%	24.1%
North West	18 980 696	3 275 482	22 256 178	3 696 443	671 653	4 368 096	19.6%	6 779 338	1 073 429	7 852 767	35.3%	3 147 968	854 057	4 002 025	33.3%	9.1%
Northern Cape	7 322 086	1 433 466	8 755 553	1 429 020	233 886	1 662 906	19.0%	2 902 254	379 814	3 282 068	37.5%	1 332 148	290 249	1 622 397	39.4%	2.5%
Western Cape	58 638 879	11 921 714	70 560 592	13 640 975	2 005 575	15 646 550	22.2%	25 135 511	3 026 061	28 161 572	39.9%	13 212 692	2 037 700	15 250 392	41.5%	2.6%
Total National	368 506 188	73 411 081	441 917 270	85 486 123	13 207 070	98 693 193	22.3%	162 651 736	19 960 453	182 612 189	41.3%	79 563 839	13 501 141	93 064 980	41.1%	6.0%

Source: National Treasury Local Government Database

Quarterly Budget Statement Summary as at 31 December 2018

Description	Budget year 2018/19				
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Variance	YTD variance %
R thousands					
Financial Performance					
Property rates	63 418 380	15 949 481	34 674 244	3 264 213	10.39
Service charges	180 455 803	42 897 143	89 551 591	(545 163)	(0.61)
Investment revenue	4 309 935	1 044 179	1 944 915	(73 988)	(3.66)
Transfers recognised - operational	85 385 720	24 399 954	52 948 216	6 041 636	12.88
Other own revenue	29 942 304	6 438 087	12 196 873	(335 729)	(2.68)
Total Revenue (excluding capital transfers and contributions)	363 512 141	90 728 844	191 315 841	8 350 969	4.56
Employee costs	109 285 582	26 859 852	50 748 347	(1 785 249)	(3.40)
Remuneration of councillors	4 333 085	949 905	1 888 316	(166 617)	(8.11)
Depreciation & asset impairment	31 565 323	5 954 571	10 607 883	(2 959 501)	(21.81)
Finance charges	8 913 746	2 164 315	3 498 720	(576 068)	(14.14)
Materials and bulk purchases	115 796 260	27 261 667	56 742 057	(1 689 728)	(2.89)
Transfers and grants	4 184 555	956 294	1 704 702	(205 760)	(10.77)
Other expenditure	94 119 804	21 318 357	37 427 052	(3 152 101)	(7.77)
Total Expenditure	368 198 356	85 464 962	162 617 078	(10 535 023)	(6.08)
Surplus/(Deficit)	(4 686 214)	5 263 881	28 698 763	18 885 992	192.46
Transfers recognised - capital	39 589 846	7 559 008	12 412 057	(6 218 486)	(33.38)
Contributions recognised - capital & contributed assets	328 305	22 078	32 003	(482 500)	(93.78)
Surplus/(Deficit) after capital transfers & contributions	35 231 938	12 844 968	41 142 823	12 185 006	42.08
Share of surplus/ (deficit) of associate	-	(0)	(0)	(0)	-
Surplus/(Deficit) for the year	35 231 938	12 844 968	41 142 823	12 185 006	42.08
Capital expenditure & funds sources					
Capital expenditure	73 411 081	13 207 070	19 960 453	(17 417 893)	(46.60)
Transfers recognised - capital	40 319 286	8 401 389	12 885 932	(7 796 568)	(37.70)
Public contributions & donations	741 954	269 594	380 486	(7 391)	(1.91)
Borrowing	16 195 667	1 660 133	2 404 899	(5 487 929)	(69.53)
Internally generated funds	16 154 174	2 875 954	4 289 136	(4 126 006)	(49.03)
Total sources of capital funds	73 411 081	13 207 070	19 960 453	(17 417 893)	(46.60)

Source: National Treasury Local Government Database

Salaries and wages expenditure as at 2nd Quarter Ended 31 December 2018

R thousands	Budget	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19
	Main appr	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total as % of main	Actual Expenditure	Total as % of main appr	
Category A (Metro)	63 225 905	16 012 348	25.3%	30 027 413	47.5%	14 721 263	49.0%	8.8%
Category B (Local)	41 073 648	9 449 001	23.0%	18 104 509	44.1%	8 894 638	44.5%	6.2%
Category C (District)	9 319 115	2 348 409	25.2%	4 504 740	48.3%	2 166 332	47.8%	8.4%
Total	113 618 668	27 809 757	24.5%	52 636 663	46.3%	25 782 233	47.3%	7.9%
Per Province								
Eastern Cape	11 951 094	3 000 109	25.1%	5 638 770	47.2%	2 580 204	45.8%	16.3%
Free State	5 942 256	1 309 097	22.0%	2 640 714	44.4%	1 427 201	48.7%	(8.3%)
Gauteng	35 982 642	8 846 160	24.6%	17 073 352	47.4%	8 077 342	48.0%	9.5%
Kwazulu-Natal	19 925 543	5 307 124	26.6%	9 722 058	48.8%	4 596 800	47.7%	15.5%
Limpopo	6 392 732	1 323 431	20.7%	2 577 879	40.3%	1 282 408	42.6%	3.2%
Mpumalanga	5 981 558	1 306 062	21.8%	2 532 940	42.3%	1 326 087	44.3%	(1.5%)
North West	4 953 821	1 185 256	23.9%	2 234 786	45.1%	980 497	43.8%	20.9%
Northern Cape	2 821 275	634 843	22.5%	1 230 804	43.6%	643 559	46.0%	(1.4%)
Western Cape	19 667 747	4 897 676	24.9%	8 985 361	45.7%	4 868 134	49.5%	0.6%
Total	113 618 668	27 809 757	24.5%	52 636 663	46.3%	25 782 233	47.3%	7.9%

Source: National Treasury Local Government Database

5. Aggregate revenue and expenditure trends for metros

Metros aggregated revenue as at 31 December 2018

R thousands	Main appropriation			Second Quarter 2018/19				Year to date: 31 December 2018				Second Quarter 2017/18				Q2 of 2017/18 to Q2 of 2018/19
	Operating Revenue	Capital Revenue	Total	Operating Revenue	Capital Revenue	Total	2nd Q as % of main appr	Operating Revenue	Capital Revenue	Total	Total Rev as % of main	Operating Revenue	Capital Revenue	Total	Total Rev as % of main appr	
Buffalo City	6 517 222	1 753 142	8 270 364	1 640 218	414 569	2 054 786	24.8%	3 435 496	537 442	3 972 938	48.0%	1 568 884	299 183	1 868 067	46.4%	10.0%
Cape Town	39 735 877	8 456 748	48 192 626	11 068 884	1 268 302	12 337 186	25.6%	22 380 575	1 879 717	24 260 292	50.3%	9 565 056	1 413 313	10 978 369	47.9%	12.4%
City of Ekurhuleni	35 317 657	6 904 213	42 221 869	8 949 689	825 888	9 775 577	23.2%	18 931 906	989 203	19 921 109	47.2%	8 260 533	1 223 538	9 484 071	49.9%	3.1%
eThekweni	35 175 463	7 110 162	42 285 625	9 392 489	1 247 507	10 639 996	25.2%	18 541 535	2 073 221	20 614 756	48.8%	7 642 409	1 172 886	8 815 295	46.9%	20.7%
City of Johannesburg	53 046 409	7 810 236	60 856 646	13 430 769	1 478 454	14 909 223	24.5%	26 792 023	1 930 725	28 722 748	47.2%	10 547 353	1 403 080	11 950 433	43.1%	24.8%
Mangaung	6 304 424	1 130 454	7 434 878	1 382 484	223 529	1 606 013	21.6%	3 275 441	286 332	3 561 773	47.9%	1 487 689	258 572	1 746 261	41.2%	(8.0%)
Nelson Mandela Bay	10 363 386	1 740 079	12 103 465	2 315 848	295 925	2 611 773	21.6%	4 932 443	470 984	5 403 427	44.6%	2 447 682	346 405	2 794 087	51.5%	(6.5%)
City of Tshwane	32 530 207	4 023 015	36 553 222	8 207 868	757 264	8 965 132	24.5%	16 734 573	892 961	17 627 534	48.2%	6 961 190	714 465	7 675 655	46.4%	16.8%
Total	218 990 645	38 928 050	257 918 695	56 388 248	6 511 439	62 899 687	24.4%	115 023 991	9 060 584	124 084 575	48.1%	48 480 794	6 831 442	55 312 237	46.6%	13.7%

Source: National Treasury Local Government Database

Metros aggregated expenditure as at 31 December 2018

R thousands	Main appropriation			Second Quarter 2018/19				Year to date: 31 December 2018				Second Quarter 2017/18				Q2 of 2017/18 to Q2 of 2018/19
	Operating Expenditure	Capital Expenditure	Total	Operating Expenditure	Capital Expenditure	Total	2nd 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	6 513 298	1 753 142	8 266 440	1 652 369	414 569	2 066 938	25.0%	3 514 345	537 442	4 051 787	49.0%	2 079 074	299 183	2 378 257	50.3%	(13.1%)
Cape Town	39 604 509	8 456 748	48 061 257	9 314 148	1 268 302	10 582 450	22.0%	17 317 047	1 879 717	19 196 763	39.9%	8 976 593	1 413 313	10 389 905	42.4%	1.9%
City of Ekurhuleni	35 316 496	6 904 213	42 220 709	8 428 497	825 888	9 254 386	21.9%	16 538 929	989 203	17 528 132	41.5%	7 737 466	1 223 538	8 961 004	43.6%	3.3%
eThekweni	35 227 111	7 110 162	42 337 273	9 489 000	1 247 507	10 736 507	25.4%	16 423 968	2 073 221	18 497 189	43.7%	7 459 812	1 172 886	8 632 698	43.4%	24.4%
City of Johannesburg	51 344 950	7 810 236	59 155 186	11 697 532	1 478 454	13 175 986	22.3%	24 739 598	1 930 725	26 670 323	45.1%	11 269 781	1 403 080	12 672 861	43.8%	4.0%
Mangaung	6 303 844	1 130 454	7 434 298	1 616 596	223 529	1 840 125	24.8%	3 007 987	286 332	3 294 319	44.3%	1 566 015	258 572	1 824 587	40.4%	0.9%
Nelson Mandela Bay	10 375 088	1 740 079	12 115 167	2 326 445	295 925	2 622 370	21.6%	4 614 594	470 984	5 085 578	42.0%	2 275 678	346 405	2 622 083	43.6%	0.0%
City of Tshwane	32 417 512	4 023 015	36 440 527	7 545 752	757 264	8 303 016	22.8%	15 302 231	892 961	16 195 191	44.4%	8 371 638	714 465	9 086 103	46.0%	(8.6%)
Total	217 102 808	38 928 050	256 030 858	52 070 340	6 511 439	58 581 779	22.9%	101 458 698	9 060 584	110 519 282	43.2%	49 736 056	6 831 442	56 567 498	43.8%	3.6%

Source: National Treasury Local Government Database

Quarterly Budget Statement as at 31 December 2018

Description	Budget year 2018/19				YTD variance %
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Variance	
R thousands					
Financial Performance					
Property rates	44 281 816	11 665 987	23 485 833	2 194 036	10.30
Service charges	120 851 849	29 552 027	60 816 401	202 604	0.33
Investment revenue	2 523 553	663 266	1 247 431	33 165	2.73
Transfers recognised - operational	35 527 496	10 825 484	22 250 487	3 756 183	20.31
Other own revenue	15 805 930	3 681 484	7 223 841	1 100 292	17.97
Total Revenue (excluding capital transfers and contributions)	218 990 645	56 388 248	115 023 991	7 286 280	6.76
Employee costs	62 268 228	15 788 164	29 583 859	(86 760)	(0.29)
Remuneration of councillors	957 677	224 183	443 554	3 509	0.80
Depreciation & asset impairment	15 937 675	4 097 971	7 467 504	280 000	3.90
Finance charges	6 994 323	1 602 724	2 647 988	(468 253)	(15.03)
Materials and bulk purchases	76 477 495	17 635 644	38 545 962	(964 916)	(2.44)
Transfers and grants	2 197 249	523 698	939 749	(137 094)	(12.73)
Other expenditure	51 962 329	12 176 795	21 795 424	786 810	3.75
Total Expenditure	216 794 976	52 049 180	101 424 040	(586 705)	(0.58)
Surplus/(Deficit)	2 195 669	4 339 069	13 599 951	7 872 985	137.47
Transfers recognised - capital	15 476 238	2 761 647	3 513 862	(2 581 408)	(42.35)
Contributions recognised - capital & contributed assets	139 982	14 701	18 359	(247 947)	(93.11)
Surplus/(Deficit) after capital transfers & contributions	17 811 889	7 115 417	17 132 173	5 043 631	41.72
Share of surplus/ (deficit) of associate	-	(0)	(0)	(0)	-
Surplus/(Deficit) for the year	17 811 889	7 115 417	17 132 173	5 043 631	41.72
Capital expenditure & funds sources					
Capital expenditure	38 928 050	6 511 439	9 060 584	(10 744 005)	(54.25)
Transfers recognised - capital	15 483 864	2 841 798	3 733 200	(4 354 243)	(53.84)
Public contributions & donations	697 478	237 188	322 673	(26 861)	(7.68)
Borrowing	13 191 148	1 430 386	2 010 026	(4 309 023)	(68.19)
Internally generated funds	9 555 559	2 002 067	2 994 685	(2 053 879)	(40.68)
Total sources of capital funds	38 928 050	6 511 439	9 060 584	(10 744 005)	(54.25)

Source: National Treasury Local Government Database

Quarterly Budget Statement as at 31 December 2018

Description	Budget year 2018/19				
	Original Budget	Q2 Dec Actual	YTD Actual	YTD Variance	YTD variance %
R thousands					
Financial Performance					
Property rates	8 227 609	1 846 385	4 381 904	65 448	1.52
Service charges	29 766 834	6 759 546	14 822 187	(286 099)	(1.89)
Investment revenue	377 954	81 558	145 501	(30 349)	(17.26)
Transfers recognised - operational	8 686 619	2 314 511	5 205 456	414 979	8.66
Other own revenue	4 979 231	861 265	1 646 905	(499 704)	(23.28)
Total Revenue (excluding capital transfers and contributions)	52 038 248	11 863 264	26 201 954	(335 725)	(1.27)
Employee costs	13 496 611	3 083 968	6 058 559	(507 577)	(7.73)
Remuneration of councillors	644 732	131 899	277 217	(34 273)	(11.00)
Depreciation & asset impairment	5 831 501	951 798	1 484 750	(915 144)	(38.13)
Finance charges	1 051 762	303 591	469 734	(41 989)	(8.21)
Materials and bulk purchases	19 071 691	4 815 832	9 184 347	(121 790)	(1.31)
Transfers and grants	290 352	98 573	175 784	6 980	4.13
Other expenditure	13 591 259	2 571 236	4 461 514	(1 811 300)	(28.88)
Total Expenditure	53 977 908	11 956 897	22 111 906	(3 425 093)	(13.41)
Surplus/(Deficit)	(1 939 660)	(93 633)	4 090 048	3 089 368	308.73
Transfers recognised - capital	4 788 092	894 163	1 595 954	(591 433)	(27.04)
Contributions recognised - capital & contributed assets	57 504	1 438	2 966	(4 885)	(62.22)
Surplus/(Deficit) after capital transfers & contributions	2 905 935	801 968	5 688 968	2 493 050	78.01
Share of surplus/ (deficit) of associate	-	-	-	-	-
Surplus/(Deficit) for the year	2 905 935	801 968	5 688 968	2 493 050	78.01
Capital expenditure & funds sources					
Capital expenditure	8 644 705	1 740 440	2 683 816	(1 782 140)	(39.91)
Transfers recognised - capital	4 825 147	1 194 644	1 907 237	(542 986)	(22.16)
Public contributions & donations	14 400	-	-	(7 200)	(100.00)
Borrowing	2 141 645	166 994	307 523	(826 973)	(72.89)
Internally generated funds	1 663 513	378 802	469 056	(404 981)	(46.33)
Total sources of capital funds	8 644 705	1 740 440	2 683 816	(1 782 140)	(39.91)

Source: National Treasury Local Government Database

7. Operating revenue and expenditure per function for metros

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Water revenue								
Buffalo City	721 819	305 278	42.3%	509 576	70.6%	173 011	62.1%	76.5%
Cape Town	4 512 711	1 471 339	32.6%	3 381 386	74.9%	813 228	40.4%	80.9%
City of Ekurhuleni	6 161 742	2 261 258	36.7%	4 278 977	69.4%	1 422 776	49.4%	58.9%
eThekwini	5 326 483	1 255 444	23.6%	2 580 911	48.5%	684 311	40.2%	83.5%
City of Johannesburg	7 043 017	1 947 795	27.7%	3 598 122	51.1%	1 647 445	49.6%	18.2%
Mangaung	1 264 414	208 535	16.5%	521 543	41.2%	257 106	36.9%	(18.9%)
Nelson Mandela Bay	957 881	259 086	27.0%	504 003	52.6%	325 200	74.2%	(20.3%)
City of Tshwane	4 247 503	998 206	23.5%	1 949 377	45.9%	950 431	49.3%	5.0%
Total	30 235 570	8 706 941	28.8%	17 323 896	57.3%	6 273 507	47.0%	38.8%
R thousands								
Water expenditure								
Buffalo City	641 479	127 520	19.9%	243 658	38.0%	137 566	51.7%	(7.3%)
Cape Town	4 823 188	910 663	18.9%	1 697 337	35.2%	824 853	45.5%	10.4%
City of Ekurhuleni	7 148 837	1 621 532	22.7%	3 012 273	42.1%	1 411 250	52.8%	14.9%
eThekwini	4 838 140	1 222 244	25.3%	2 149 649	44.4%	1 108 923	42.2%	10.2%
City of Johannesburg	5 919 594	2 146 904	36.3%	4 240 703	71.6%	1 927 728	70.7%	11.4%
Mangaung	967 824	297 001	30.7%	459 041	47.4%	216 354	38.4%	37.3%
Nelson Mandela Bay	821 475	203 072	24.7%	358 916	43.7%	275 602	50.2%	(26.3%)
City of Tshwane	3 568 806	935 737	26.2%	1 785 610	50.0%	945 336	49.9%	(1.0%)
Total	28 729 344	7 464 674	26.0%	13 947 187	48.5%	6 847 611	52.6%	9.0%

Source: National Treasury Local Government Database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

R thousands	Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
		Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
Electricity revenue									
	Buffalo City	2 047 622	443 901	21.7%	940 276	45.9%	449 744	47.1%	(1.3%)
	Cape Town	12 983 016	3 336 134	25.7%	6 896 227	53.1%	2 921 081	50.8%	14.2%
	City of Ekurhuleni	14 400 418	3 422 188	23.8%	8 053 816	55.9%	3 332 956	57.3%	2.7%
	eThekwini	13 321 413	3 193 924	24.0%	6 079 847	45.6%	2 910 450	46.8%	9.7%
	City of Johannesburg	17 367 596	3 333 042	19.2%	7 455 943	42.9%	3 212 407	45.1%	3.8%
	Mangaung	2 428 978	568 059	23.4%	1 358 129	55.9%	501 537	42.3%	13.3%
	Nelson Mandela Bay	4 081 884	1 006 021	24.6%	2 097 358	51.4%	868 139	50.6%	15.9%
	City of Tshwane	12 216 029	2 916 120	23.9%	6 103 272	50.0%	2 552 288	49.8%	14.3%
	Total	78 846 956	18 219 390	23.1%	38 984 869	49.4%	16 748 603	49.5%	8.8%
R thousands	Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
		Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
Electricity expenditure									
	Buffalo City	1 989 513	484 889	24.4%	1 097 993	55.2%	487 415	55.1%	(0.5%)
	Cape Town	10 321 587	2 459 438	23.8%	4 958 581	48.0%	2 123 380	45.5%	15.8%
	City of Ekurhuleni	12 993 486	2 947 288	22.7%	6 705 184	51.6%	2 649 336	47.0%	11.2%
	eThekwini	12 329 506	3 367 392	27.3%	5 941 532	48.2%	2 153 951	47.1%	56.3%
	City of Johannesburg	15 567 298	3 018 688	19.4%	8 182 436	52.6%	3 074 798	52.2%	(1.8%)
	Mangaung	2 307 575	605 575	26.2%	1 279 400	55.4%	501 911	40.6%	20.7%
	Nelson Mandela Bay	3 850 352	823 860	21.4%	1 947 446	50.6%	780 628	49.8%	5.5%
	City of Tshwane	10 963 043	2 492 070	22.7%	6 193 297	56.5%	2 980 230	54.2%	(16.4%)
	Total	70 322 360	16 199 200	23.0%	36 305 868	51.6%	14 751 648	49.2%	9.8%

Source: National Treasury Local Government Database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Waste Water Management revenue								
Buffalo City	448 170	82 076	18.3%	199 048	44.4%	156 202	58.5%	(47.5%)
Cape Town	1 871 230	509 191	27.2%	1 150 384	61.5%	365 564	35.1%	39.3%
City of Ekurhuleni	2 569 350	234 291	9.1%	461 908	18.0%	544 021	76.3%	(56.9%)
eThekwini	1 470 117	400 025	27.2%	755 335	51.4%	283 764	54.9%	41.0%
City of Johannesburg	4 695 345	1 135 028	24.2%	2 183 297	46.5%	960 859	44.8%	18.1%
Mangaung	375 041	90 760	24.2%	219 820	58.6%	109 487	50.1%	(17.1%)
Nelson Mandela Bay	691 274	173 164	25.1%	401 669	58.1%	129 824	32.4%	33.4%
City of Tshwane	1 416 952	276 024	19.5%	551 120	38.9%	265 370	38.9%	4.0%
Total	13 537 480	2 900 559	21.4%	5 922 581	43.7%	2 815 092	47.1%	3.0%
Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
R thousands								
Waste Water Management expenditure								
Buffalo City	455 370	61 016	13.4%	108 471	23.8%	80 308	35.2%	(24.0%)
Cape Town	1 935 220	455 596	23.5%	818 892	42.3%	410 067	38.0%	11.1%
City of Ekurhuleni	55 478	264 079	476.0%	471 754	850.3%	218 656	30.0%	20.8%
eThekwini	1 582 577	488 997	30.9%	753 818	47.6%	382 710	52.9%	27.8%
City of Johannesburg	3 946 396	456 538	11.6%	934 202	23.7%	475 398	25.6%	(4.0%)
Mangaung	350 086	79 690	22.8%	117 979	33.7%	141 016	38.9%	(43.5%)
Nelson Mandela Bay	559 396	136 717	24.4%	243 028	43.4%	164 809	45.3%	(17.0%)
City of Tshwane	828 743	158 635	19.1%	297 802	35.9%	146 984	21.9%	7.9%
Total	9 713 265	2 101 269	21.6%	3 745 946	38.6%	2 019 949	33.3%	4.0%

Source: National Treasury Local Government Database

Metros aggregated revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Waste management revenue								
Buffalo City	430 420	100 432	23.3%	218 729	50.8%	111 121	54.7%	(9.6%)
Cape Town	1 625 554	421 271	25.9%	887 514	54.6%	330 056	48.4%	27.6%
City of Ekurhuleni	1 943 122	513 020	26.4%	1 081 298	55.6%	489 688	56.8%	4.8%
eThekwini	1 139 213	182 034	16.0%	516 130	45.3%	169 139	48.5%	7.6%
City of Johannesburg	1 699 271	461 897	27.2%	929 773	54.7%	403 803	50.8%	14.4%
Mangaung	321 380	34 551	10.8%	146 433	45.6%	77 327	57.7%	(55.3%)
Nelson Mandela Bay	429 568	52 344	12.2%	155 202	36.1%	51 799	33.4%	1.1%
City of Tshwane	1 535 010	396 394	25.8%	803 750	52.4%	336 694	46.1%	17.7%
Total	9 123 538	2 161 943	23.7%	4 738 829	51.9%	1 969 627	50.3%	9.8%
Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
R thousands								
Waste management expenditure								
Buffalo City	308 541	94 616	30.7%	177 631	57.6%	134 538	59.8%	(29.7%)
Cape Town	1 915 595	502 652	26.2%	847 736	44.3%	479 118	44.4%	4.9%
City of Ekurhuleni	1 166 645	284 417	24.4%	498 532	42.7%	303 810	38.1%	(6.4%)
eThekwini	1 201 556	296 008	24.6%	525 652	43.7%	329 643	60.6%	(10.2%)
City of Johannesburg	2 168 298	539 303	24.9%	1 042 168	48.1%	540 233	46.8%	(0.2%)
Mangaung	266 381	81 023	30.4%	135 266	50.8%	72 389	63.1%	11.9%
Nelson Mandela Bay	378 151	86 792	23.0%	159 422	42.2%	102 632	48.7%	(15.4%)
City of Tshwane	1 228 060	315 038	25.7%	489 023	39.8%	260 573	43.1%	20.9%
Total	8 633 227	2 199 849	25.5%	3 875 429	44.9%	2 222 935	47.0%	(1.0%)

Source: National Treasury Local Government Database

8. Operating revenue and expenditure per function for secondary cities

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Water revenue								
City of Matlosana	649 566	51 347	7.9%	195 102	30.0%	93 050	34.9%	(44.8%)
City of Mbombela	101 759	30 174	29.7%	57 309	56.3%	26 063	52.0%	15.8%
Drakenstein	261 366	51 720	19.8%	110 913	42.4%	62 253	53.6%	(16.9%)
Emalahleni (MP)	516 370	103 159	20.0%	187 218	36.3%	-	-	-
Emfuleni	1 039 739	264 052	25.4%	567 624	54.6%	561 991	65.0%	(53.0%)
George	161 062	(23 302)	(14.5%)	21 031	13.1%	42 368	45.2%	(155.0%)
Gov an Mbeki	371 031	94 740	25.5%	204 017	55.0%	-	25.7%	-
J B Marks	108 493	42 384	39.1%	77 847	71.8%	32 292	14.8%	31.3%
Madibeng	152 811	42 481	27.8%	87 029	57.0%	40 688	53.2%	4.4%
Matjhabeng	373 928	95 640	25.6%	173 483	46.4%	88 343	56.3%	8.3%
Mogale City	311 006	88 543	28.5%	170 342	54.8%	72 574	54.6%	22.0%
Msunduzi	845 876	244 241	28.9%	486 044	57.5%	202 757	40.1%	20.5%
New castle	231 141	84 647	36.6%	159 603	69.1%	79 506	63.5%	6.5%
Polokwane	350 836	66 013	18.8%	125 604	35.8%	91 327	54.8%	(27.7%)
Rustenburg	933 413	112 970	12.1%	247 980	26.6%	106 287	36.6%	6.3%
Sol Plaatje	288 458	73 555	25.5%	142 590	49.4%	65 040	54.7%	13.1%
Stellenbosch	241 550	47 373	19.6%	108 380	44.9%	65 804	69.7%	(28.0%)
Stev e Tshwete	107 400	30 157	28.1%	56 782	52.9%	25 072	55.2%	20.3%
uMhlathuze	469 247	136 248	29.0%	292 819	62.4%	127 961	60.4%	6.5%
Total	7 515 052	1 636 143	21.8%	3 471 716	46.2%	1 783 374	45.4%	(8.3%)
Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
R thousands								
Water expenditure								
City of Matlosana	635 593	130 907	20.6%	144 476	22.7%	56 187	22.3%	133.0%
City of Mbombela	315 548	75 434	23.9%	118 578	37.6%	51 643	27.8%	46.1%
Drakenstein	108 892	28 480	26.2%	43 177	39.7%	27 115	27.3%	5.0%
Emalahleni (MP)	427 648	-	-	-	-	10 456	3.4%	(100.0%)
Emfuleni	1 286 879	353 990	27.5%	428 951	33.3%	76 254	15.5%	364.2%
George	116 300	25 729	22.1%	64 159	55.2%	38 396	50.1%	(33.0%)
Gov an Mbeki	366 383	135 957	37.1%	179 727	49.1%	-	9.3%	-
J B Marks	91 972	3 449	3.7%	13 892	15.1%	10 799	13.9%	(68.1%)
Madibeng	232 734	40 694	17.5%	65 399	28.1%	52 574	39.2%	(22.6%)
Matjhabeng	674 396	29 120	4.3%	57 324	8.5%	95 896	41.1%	(69.6%)
Mogale City	356 902	109 105	30.6%	206 939	58.0%	100 442	54.5%	8.6%
Msunduzi	695 060	189 796	27.3%	357 830	51.5%	152 798	28.0%	24.2%
New castle	493 851	71 309	14.4%	151 381	30.7%	130 465	90.4%	(45.3%)
Polokwane	296 731	135 577	45.7%	223 801	75.4%	63 688	37.2%	112.9%
Rustenburg	728 540	139 707	19.2%	268 074	36.8%	1	7.8%	10441353.7%
Sol Plaatje	248 572	66 539	26.8%	133 106	53.5%	57 751	55.3%	15.2%
Stellenbosch	147 702	43 466	29.4%	55 240	37.4%	29 137	35.9%	49.2%
Stev e Tshwete	119 371	25 612	21.5%	47 298	39.6%	18 903	39.4%	35.5%
uMhlathuze	477 949	111 700	23.4%	240 586	50.3%	138 952	58.2%	(19.6%)
Total	7 821 023	1 716 570	21.9%	2 799 939	35.8%	1 111 457	29.4%	54.4%

Source: National Treasury Local Government Database

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr		Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19
		Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr	
R thousands								
Electricity								
City of Matlosana	836 178	196 465	23.5%	416 748	49.8%	112 009	34.7%	75.4%
City of Mbombela	944 844	274 916	29.1%	543 222	57.5%	212 349	47.0%	29.5%
Drakenstein	1 117 840	258 626	23.1%	550 661	49.3%	248 711	49.4%	4.0%
Emalahleni (MP)	1 310 167	201 717	15.4%	463 008	35.3%	972 095	560.9%	(79.2%)
Emfuleni	2 150 218	430 453	20.0%	1 079 187	50.2%	475 896	45.1%	(9.5%)
George	680 780	172 599	25.4%	321 230	47.2%	162 389	50.8%	6.3%
Govan Mbeki	495 669	90 959	18.4%	240 615	48.5%	-	-	-
J B Marks	707 934	285 362	40.3%	509 829	72.0%	191 236	35.1%	49.2%
Madibeng	502 401	116 242	23.1%	237 386	47.3%	112 283	49.6%	3.5%
Majhabeng	697 394	136 892	19.6%	349 715	50.1%	130 796	48.3%	4.7%
Mogale City	948 069	244 340	25.8%	506 750	53.5%	228 650	51.3%	6.9%
Msunduzi	2 224 606	499 584	22.5%	1 094 492	49.2%	488 828	67.1%	2.2%
New castle	770 528	178 275	23.1%	400 967	52.0%	188 784	54.6%	(5.6%)
Polokwane	1 055 136	216 927	20.6%	453 771	43.0%	159 855	35.4%	35.7%
Rustenburg	2 078 721	486 823	23.4%	1 075 617	51.7%	466 438	39.0%	4.4%
Sol Plaatje	740 342	126 725	17.1%	289 742	39.1%	136 552	43.8%	(7.2%)
Stellenbosch	575 374	141 472	24.6%	299 023	52.0%	101 710	42.2%	39.1%
Steve Tshwete	585 255	139 865	23.9%	315 406	53.9%	137 615	44.2%	1.6%
uMhlathuze	1 591 332	304 437	19.1%	746 393	46.9%	251 538	47.1%	21.0%
Total	20 012 785	4 502 679	22.5%	9 893 763	49.4%	4 777 735	77.4%	(5.8%)
Main appr		Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19
R thousands		Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr	
Electricity								
City of Matlosana	1 029 708	198 212	19.2%	249 302	24.2%	178 505	36.8%	11.0%
City of Mbombela	877 481	230 907	26.3%	414 814	47.3%	201 334	51.9%	14.7%
Drakenstein	903 965	203 587	22.5%	409 238	45.3%	206 313	44.5%	(1.3%)
Emalahleni (MP)	1 423 957	65 159	4.6%	65 159	4.6%	237 603	19.1%	(72.6%)
Emfuleni	1 928 195	657 846	34.1%	935 764	48.5%	739 513	50.0%	(11.0%)
George	566 533	133 725	23.6%	262 963	46.4%	174 477	44.5%	(23.4%)
Govan Mbeki	518 229	208 482	40.2%	445 578	86.0%	-	0.0%	-
J B Marks	689 594	173 973	25.2%	351 479	51.0%	124 010	40.8%	40.3%
Madibeng	546 311	144 087	26.4%	250 485	45.9%	136 255	33.9%	5.7%
Majhabeng	588 168	94 953	16.1%	202 658	34.5%	52 924	19.5%	79.4%
Mogale City	880 254	175 743	20.0%	364 387	41.4%	161 862	46.3%	8.6%
Msunduzi	1 830 051	529 940	29.0%	991 975	54.2%	389 320	55.0%	36.1%
New castle	703 653	157 445	22.4%	325 311	46.2%	145 281	48.7%	8.4%
Polokwane	894 756	174 828	19.5%	384 162	42.9%	149 995	41.7%	16.6%
Rustenburg	1 969 495	483 785	24.6%	1 100 139	55.9%	448 143	45.5%	8.0%
Sol Plaatje	694 734	132 509	19.1%	355 516	51.2%	123 214	48.9%	7.5%
Stellenbosch	432 085	101 348	23.5%	195 149	45.2%	102 575	44.8%	(1.2%)
Steve Tshwete	560 043	119 498	21.3%	246 787	44.1%	114 502	33.6%	4.4%
uMhlathuze	1 292 648	235 186	18.2%	618 070	47.8%	216 150	48.9%	8.8%
Total	18 329 862	4 221 213	23.0%	8 168 935	44.6%	3 901 972	41.8%	8.2%

Source: National Treasury Local Government Database

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Waste water management revenue								
City of Matlosana	130 114	30 545	23.5%	56 586	43.5%	19 291	27.3%	58.3%
City of Mbombela	28 675	6 623	23.1%	12 178	42.5%	7 256	34.8%	(8.7%)
Drakenstein	130 242	1 259	1.0%	114 732	88.1%	11 153	94.9%	(88.7%)
Emalahleni (MP)	257 637	30 424	11.8%	58 897	22.9%	46 917	42.4%	(35.2%)
Emfuleni	325 292	81 651	25.1%	172 753	53.1%	79 425	37.2%	2.8%
George	141 989	25 479	17.9%	61 948	43.6%	40 352	56.8%	(36.9%)
Gov an Mbeki	101 737	28 055	27.6%	55 058	54.1%	-	26.0%	-
J B Marks	66 651	24 882	37.3%	47 180	70.8%	17 635	25.3%	41.1%
Madibeng	50 549	13 477	26.7%	27 019	53.5%	12 710	70.5%	6.0%
Majjhabeng	155 578	48 001	30.9%	83 341	53.6%	43 296	60.3%	10.9%
Mogale City	207 801	70 680	34.0%	142 012	68.3%	60 583	66.1%	16.7%
Msunduzi	168 493	56 334	33.4%	106 718	63.3%	47 630	48.8%	18.3%
New castle	187 871	58 243	31.0%	125 541	66.8%	52 271	63.9%	11.4%
Polokwane	102 529	28 104	27.4%	55 392	54.0%	28 861	59.4%	(2.6%)
Rustenburg	397 204	31 848	8.0%	64 339	16.2%	45 870	28.7%	(30.6%)
Sol Plaatje	75 813	20 081	26.5%	39 854	52.6%	18 957	52.0%	5.9%
Stellenbosch	139 722	32 114	23.0%	73 167	52.4%	38 036	71.6%	(15.6%)
Stev e Tshwete	87 936	24 184	27.5%	51 219	58.2%	23 970	62.1%	0.9%
uMhlathuze	242 242	71 521	29.5%	150 848	62.3%	64 765	59.3%	10.4%
Total	2 998 076	683 506	22.8%	1 498 782	50.0%	658 980	48.8%	3.7%
Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
R thousands								
Waste water management expenditure								
City of Matlosana	138 536	46 529	33.6%	57 775	41.7%	20 214	25.0%	130.2%
City of Mbombela	135 490	5 020	3.7%	8 946	6.6%	6 798	12.2%	(26.2%)
Drakenstein	106 626	25 098	23.5%	44 711	41.9%	38 883	44.9%	(35.5%)
Emalahleni (MP)	198 730	-	-	-	-	40 358	23.5%	(100.0%)
Emfuleni	187 598	31 843	17.0%	58 718	31.3%	44 484	12.9%	(28.4%)
George	192 666	31 831	16.5%	53 085	27.6%	30 153	47.0%	5.6%
Gov an Mbeki	170 350	8 093	4.8%	10 828	6.4%	-	10.3%	-
J B Marks	70 821	9 838	13.9%	16 682	23.6%	11 557	34.0%	(14.9%)
Madibeng	32 940	6 392	19.4%	11 353	34.5%	7 902	44.1%	(19.1%)
Majjhabeng	-	15 679	-	36 153	-	21 732	30.2%	(27.9%)
Mogale City	107 768	27 140	25.2%	42 305	39.3%	30 193	45.9%	(10.1%)
Msunduzi	295 610	56 245	19.0%	108 651	36.8%	52 628	69.8%	6.9%
New castle	68 458	4 853	7.1%	13 877	20.3%	1 467	259.8%	230.8%
Polokwane	114 419	33 612	29.4%	57 929	50.6%	4 726	15.4%	611.3%
Rustenburg	395 297	4 513	1.1%	24 106	6.1%	2 876	17.0%	56.9%
Sol Plaatje	76 850	21 197	27.6%	35 687	46.4%	13 658	41.9%	55.2%
Stellenbosch	145 905	32 869	22.5%	49 348	33.8%	48 108	48.8%	(31.7%)
Stev e Tshwete	83 166	17 691	21.3%	32 718	39.3%	15 340	38.8%	15.3%
uMhlathuze	289 067	67 069	23.2%	124 776	43.2%	66 017	48.8%	1.6%
Total	2 810 296	445 512	15.9%	787 647	28.0%	457 092	30.8%	(2.5%)

Source: National Treasury Local Government Database

Secondary cities revenue and expenditure per function as at 2nd Quarter Ended 31 December 2018

Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Revenue	2nd Q as % of Main appr	Actual Revenue	Total Rev as % of main appr	Actual Revenue	Total Rev as % of main appr		
R thousands								
Waste management revenue								
City of Matlosana	203 359	57 515	28.3%	99 484	48.9%	25 679	29.6%	124.0%
City of Mbombela	115 481	37 122	32.1%	65 998	57.2%	25 555	46.5%	45.3%
Drakenstein	153 455	2 488	1.6%	137 382	89.5%	10 570	87.3%	(76.5%)
Emalahleni (MP)	127 991	29 036	22.7%	57 695	45.1%	33 737	44.8%	(13.9%)
Emfuleni	187 945	41 462	22.1%	91 616	48.7%	36 783	37.6%	12.7%
George	116 263	20 523	17.7%	58 029	49.9%	34 167	57.3%	(39.9%)
Gov an Mbeki	108 240	28 446	26.3%	58 966	54.5%	-	25.2%	-
J B Marks	61 753	17 353	28.1%	34 668	56.1%	16 039	25.8%	8.2%
Madibeng	40 330	13 680	33.9%	27 702	68.7%	13 800	73.5%	(0.9%)
Matjhabeng	110 567	30 082	27.2%	61 548	55.7%	28 363	66.7%	6.1%
Mogale City	241 029	62 694	26.0%	131 679	54.6%	58 457	64.4%	7.2%
Msunduzi	148 334	26 987	18.2%	63 502	42.8%	4 600	10.9%	486.7%
New castle	108 434	31 731	29.3%	67 321	62.1%	21 781	45.2%	45.7%
Polokwane	115 116	31 642	27.5%	59 667	51.8%	27 495	53.0%	15.1%
Rustenburg	309 471	32 705	10.6%	64 562	20.9%	50 803	52.7%	(35.6%)
Sol Plaatje	60 550	15 233	25.2%	30 406	50.2%	12 189	46.0%	25.0%
Stellenbosch	80 031	21 056	26.3%	51 071	63.8%	20 216	64.8%	4.2%
Stev e Tshwete	100 784	27 988	27.8%	58 495	58.0%	25 604	60.3%	9.3%
uMhlathuze	145 652	49 503	34.0%	103 320	70.9%	43 523	68.3%	13.7%
Total	2 534 785	577 247	22.8%	1 323 113	52.2%	489 361	50.0%	18.0%
Main appr	Second Quarter 2018/19		Year to date: 31 December 2018		Second Quarter 2017/18		Q2 of 2017/18 to Q2 of 2018/19	
	Actual Expenditure	2nd Q as % of Main appr	Actual Expenditure	Total Exp as % of main appr	Actual Expenditure	Total Exp as % of main appr		
R thousands								
Waste management expenditure								
City of Matlosana	164 052	36 557	22.3%	58 340	35.6%	17 694	23.7%	106.6%
City of Mbombela	231 205	59 933	25.9%	103 890	44.9%	48 372	46.2%	23.9%
Drakenstein	104 686	23 038	22.0%	41 731	39.9%	46 256	39.5%	(50.2%)
Emalahleni (MP)	160 900	-	-	-	-	31 303	30.4%	(100.0%)
Emfuleni	195 801	18 591	9.5%	38 463	19.6%	30 732	16.2%	(39.5%)
George	89 270	18 948	21.2%	34 778	39.0%	27 494	64.1%	(31.1%)
Gov an Mbeki	105 835	4 063	3.8%	7 702	7.3%	-	9.4%	-
J B Marks	70 349	1 942	2.8%	3 267	4.6%	15 582	51.5%	(87.5%)
Madibeng	73 536	14 193	19.3%	21 082	28.7%	14 715	33.8%	(3.5%)
Matjhabeng	-	23 409	-	48 353	-	22 495	51.0%	4.1%
Mogale City	87 560	29 284	33.4%	54 089	61.8%	30 289	56.3%	(3.3%)
Msunduzi	123 009	29 397	23.9%	53 527	43.5%	9 148	23.8%	221.3%
New castle	66 986	17 028	25.4%	34 722	51.8%	18 287	51.3%	(6.9%)
Polokwane	118 407	24 907	21.0%	41 957	35.4%	12 352	27.2%	101.6%
Rustenburg	244 245	56 211	23.0%	106 495	43.6%	28 129	19.1%	99.8%
Sol Plaatje	60 450	15 323	25.3%	29 209	48.3%	426	19.2%	3497.8%
Stellenbosch	81 861	28 230	34.5%	38 891	47.5%	8 994	20.4%	213.9%
Stev e Tshwete	95 478	21 132	22.1%	41 869	43.9%	18 861	41.3%	12.0%
uMhlathuze	164 506	33 426	20.3%	73 768	44.8%	31 745	46.7%	5.3%
Total	2 238 136	455 611	20.4%	832 133	37.2%	412 873	33.6%	10.4%

Source: National Treasury Local Government Database

9. Aggregated municipal debtors age analysis

Debtors Age Analysis as at 2nd Quarter Ended 31 December 2018

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
Trade and Other Receivables from Exchange Transactions - Water	4 453 682	8.3%	2 316 784	4.3%	2 160 826	4.0%	44 527 775	83.3%	53 459 068	29.0%	3 161 686	5.9%	6 174 679
Trade and Other Receivables from Exchange Transactions - Electricity	5 892 169	27.3%	1 641 810	7.6%	1 045 905	4.9%	12 974 356	60.2%	21 554 240	11.7%	1 096 847	5.1%	2 198 729
Receivables from Non-exchange Transactions - Property Rates	5 205 418	14.8%	1 704 073	4.9%	1 328 634	3.8%	26 857 179	76.5%	35 095 305	19.0%	651 455	1.9%	4 924 567
Receivables from Ex change Transactions - Waste Water Management	1 399 628	8.4%	719 056	4.3%	713 582	4.3%	13 829 811	83.0%	16 662 076	9.0%	865 272	5.2%	1 641 336
Receivables from Ex change Transactions - Waste Management	938 591	6.9%	453 922	3.3%	463 582	3.4%	11 788 041	86.4%	13 644 138	7.4%	914 388	6.7%	915 085
Receivables from Ex change Transactions - Property Rental Debtors	138 270	0.9%	6 679 955	43.6%	582 597	3.8%	7 931 951	51.7%	15 332 772	8.3%	50 455	0.3%	248 896
Interest on Arrear Debtor Accounts	677 972	3.9%	475 052	2.8%	513 952	3.0%	15 553 789	90.3%	17 220 765	9.3%	2 871 772	16.7%	957 945
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	2	0.3%	-	0	0.1%	654	99.6%	656	-	6 028	918.6%		
Other	(9 250)	(0.1%)	253 431	2.2%	179 368	1.5%	11 286 379	96.4%	11 709 928	6.3%	359 263	3.1%	1 066 602
Total	18 696 481	10.1%	14 244 084	7.7%	6 988 445	3.8%	144 749 936	78.4%	184 678 947	100.0%	9 977 165	5.4%	18 127 839
Debtors Age Analysis By Customer Group													
Organs of State	1 123 929	11.5%	543 447	5.6%	392 641	4.0%	7 716 432	78.9%	9 776 449	5.3%	(2 046)	(0.0%)	1 188 381
Commercial	6 751 643	26.6%	1 688 220	6.7%	1 040 871	4.1%	15 910 144	62.7%	25 390 879	13.8%	11 499	0.1%	2 245 051
Households	10 026 878	7.4%	11 625 621	8.5%	5 252 007	3.9%	109 444 086	80.3%	136 348 592	73.8%	442 050	0.3%	13 997 479
Other	794 032	6.0%	386 796	2.9%	302 926	2.3%	11 679 274	88.7%	13 163 028	7.1%	9 525 661	72.4%	696 927
Total	18 696 481	10.1%	14 244 084	7.7%	6 988 445	3.8%	144 749 936	78.4%	184 678 947	100.0%	9 977 165	5.4%	18 127 839
Per Province													
Eastern Cape	2 485 744	16.6%	635 855	4.2%	430 301	2.9%	11 442 735	76.3%	14 994 634	8.1%	97 603	0.7%	2 701 534
Free State	911 881	5.4%	586 610	3.5%	1 091 132	6.4%	14 375 488	84.7%	16 965 111	9.2%	203	-	3 029 543
Gauteng	6 820 996	8.9%	9 458 676	12.4%	2 704 867	3.5%	57 565 487	75.2%	76 550 026	41.5%	74 655	0.1%	3 710 702
Kwazulu-Natal	3 287 235	13.8%	1 492 868	6.3%	928 123	3.9%	18 173 040	76.1%	23 881 267	12.9%	57 594	0.2%	7 263 824
Limpopo	346 417	4.9%	286 298	4.0%	209 696	3.0%	6 260 479	88.1%	7 102 889	3.9%	-	-	202 481
Mpumalanga	449 590	3.4%	512 953	3.8%	367 559	2.8%	12 042 830	90.1%	13 372 934	7.2%	-	-	309 682
North West	776 198	5.6%	467 951	3.4%	432 490	3.1%	12 111 456	87.8%	13 788 095	7.5%	9 585 364	69.5%	
Northern Cape	191 352	4.4%	142 873	3.3%	112 854	2.6%	3 904 042	89.7%	4 351 122	2.4%	-	-	605 098
Western Cape	3 427 070	25.1%	659 999	4.8%	711 422	5.2%	8 874 377	64.9%	13 672 869	7.4%	161 746	1.2%	304 974
Total	18 696 481	10.1%	14 244 084	7.7%	6 988 445	3.8%	144 749 936	78.4%	184 678 947	100.0%	9 977 165	5.4%	18 127 839

Source: National Treasury Local Government Database

10. Debtors' age analysis for the metros

Metros Debtors Age Analysis as at 2nd Quarter Ended 31 December 2018

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
2nd Quarter Ended 31 December 2018														
Buffalo City	448 197	19.8%	136 340	6.0%	100 056	4.4%	1 582 280	69.8%	2 266 872	2.3%	-	-	15 671	0.7%
Cape Town	2 551 295	24.2%	497 974	4.7%	554 218	5.3%	6 959 845	65.9%	10 563 332	10.5%	-	-	-	-
City of Ekurhuleni	2 020 727	12.6%	625 166	3.9%	446 414	2.8%	13 006 742	80.8%	16 099 049	16.0%	-	-	-	-
eThekwini	1 973 677	15.9%	1 064 368	8.6%	441 588	3.6%	8 971 022	72.1%	12 450 655	12.4%	-	-	5 729 791	46.0%
City of Johannesburg	2 123 543	6.0%	7 990 571	22.4%	1 673 577	4.7%	23 881 738	67.0%	35 669 430	35.5%	-	-	2 091 806	5.9%
Mangaung	343 948	6.8%	204 119	4.0%	166 874	3.3%	4 376 761	86.0%	5 091 703	5.1%	-	-	2 458 331	48.3%
Nelson Mandela Bay	1 720 945	32.4%	249 573	4.7%	119 955	2.3%	3 221 684	60.7%	5 312 157	5.3%	97 603	1.8%	2 685 863	50.6%
City of Tshwane	1 738 736	13.4%	442 527	3.4%	234 808	1.8%	10 533 510	81.3%	12 949 581	12.9%	74 655	0.6%	-	-
Total	12 921 070	12.9%	11 210 638	11.2%	3 737 490	3.7%	72 533 581	72.2%	100 402 779	100.0%	172 258	0.2%	12 981 463	12.9%
2nd Quarter Ended 31 December 2017														
Buffalo City	278 188	13.1%	100 343	4.7%	94 124	4.4%	1 653 607	77.8%	2 126 262	2.9%	-	-	-	-
Cape Town	1 928 814	23.0%	168 782	2.0%	52 290	0.6%	6 224 846	74.3%	8 374 731	11.6%	-	-	-	-
City of Ekurhuleni	1 831 219	12.7%	602 674	4.2%	408 627	2.8%	11 606 842	80.3%	14 449 362	19.9%	-	-	-	-
eThekwini	1 344 279	14.1%	890 609	9.4%	449 389	4.7%	6 837 785	71.8%	9 522 061	13.1%	-	-	4 382 053	46.0%
City of Johannesburg	1 601 628	8.7%	884 250	4.8%	811 624	4.4%	15 037 425	82.0%	18 334 927	25.3%	-	-	-	-
Mangaung	326 988	7.8%	195 232	4.7%	152 344	3.6%	3 524 408	83.9%	4 198 971	5.8%	-	-	2 366 387	56.4%
Nelson Mandela Bay	1 712 019	36.9%	230 439	5.0%	148 085	3.2%	2 549 992	55.0%	4 640 536	6.4%	66 796	1.4%	1 914 876	41.3%
City of Tshwane	1 812 841	16.7%	305 437	2.8%	245 874	2.3%	8 464 762	78.2%	10 828 913	14.9%	695 767	6.4%	-	-
Total	10 835 976	15.0%	3 377 766	4.7%	2 362 357	3.3%	55 899 666	77.1%	72 475 764	100.0%	762 564	1.1%	8 663 315	12.0%
Movement between 31 December 2017 and 31 December 2018														
Buffalo City	170 009		35 996		5 931		(71 327)		140 610					
Cape Town	622 481		329 193		501 928		734 999		2 188 601					
City of Ekurhuleni	189 508		22 492		37 788		1 399 900		1 649 697					
eThekwini	629 398		173 759		(7 801)		2 133 237		2 928 583					
City of Johannesburg	521 915		7 106 321		861 953		8 844 312		17 334 502					
Mangaung	16 960		8 887		14 531		852 353		892 732					
Nelson Mandela Bay	8 926		19 134		(28 130)		671 692		671 621					
City of Tshwane	(74 105)		137 090		(11 066)		2 068 749		2 120 668					
Total	2 085 094		7 832 872		1 375 133		16 633 916		27 927 015					
Growth rate 31 December 2017 to 31 December 2018														
Buffalo City	61.1%		35.9%		6.3%		(4.3%)		6.6%					
Cape Town	32.3%		195.0%		959.9%		11.8%		26.1%					
City of Ekurhuleni	10.3%		3.7%		9.2%		12.1%		11.4%					
eThekwini	46.8%		19.5%		(1.7%)		31.2%		30.8%					
City of Johannesburg	32.6%		803.7%		106.2%		58.8%		94.5%					
Mangaung	5.2%		4.6%		9.5%		24.2%		21.3%					
Nelson Mandela Bay	0.5%		8.3%		(19.0%)		26.3%		14.5%					
City of Tshwane	(4.1%)		44.9%		(4.5%)		24.4%		19.6%					
Total	19.2%		231.9%		58.2%		29.8%		38.5%					

Source: National Treasury Local Government Database

Metros Debtors Age Analysis By Customer Group as at 2nd Quarter Ended 31 December 2018

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	730 675	29.0%	236 235	9.4%	87 383	3.5%	1 464 151	58.1%	2 518 444	2.5%	-	-	481 148	19.1%
Commercial	4 853 380	33.1%	1 058 214	7.2%	481 020	3.3%	8 276 535	56.4%	14 669 149	14.6%	655	-	1 285 294	8.8%
Households	7 293 447	9.0%	9 908 012	12.2%	3 133 138	3.9%	61 029 367	75.0%	81 363 965	81.0%	268 539	0.3%	10 918 706	13.4%
Other	43 568	2.4%	8 177	0.4%	35 948	1.9%	1 763 528	95.3%	1 851 221	1.8%	(96 937)	(5.2%)	296 314	16.0%
Total	12 921 070	12.9%	11 210 638	11.2%	3 737 490	3.7%	72 533 581	72.2%	100 402 779	100.0%	172 258	0.2%	12 981 463	12.9%

Source: National Treasury Local Government Database

11. Debtors' age analysis for secondary cities

Secondary cities Debtors Age Analysis as at 2nd Quarter Ended 31 December 2018

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to Debtors		Impairment -Bad Debts ito Council Policy	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
City of Matlosana	187 106	5.7%	125 518	3.8%	99 046	3.0%	2 881 420	87.5%	3 293 091	9.0%	-	-	-	-
City of Mbombela	110 160	24.3%	1 031	0.2%	44 691	9.9%	297 368	65.6%	453 250	1.2%	-	-	-	-
Drakenstein	123 829	38.4%	25 371	7.9%	18 317	5.7%	154 774	48.0%	322 291	0.9%	-	-	-	-
Emalahleni (MP)	(84 011)	(2.2%)	170 244	4.5%	123 158	3.2%	3 601 003	94.5%	3 810 394	10.5%	-	-	-	-
Emfuleni	400 954	5.7%	204 808	2.9%	163 291	2.3%	6 301 904	89.1%	7 070 957	19.4%	-	-	-	-
George	76 177	35.0%	8 610	4.0%	6 254	2.9%	126 601	58.2%	217 641	0.6%	9 725	4.5%	-	-
Govan Mbeki	93 818	6.4%	65 520	4.5%	54 957	3.7%	1 255 718	85.4%	1 470 013	4.0%	-	-	-	-
J B Marks	135 329	25.9%	38 310	7.3%	24 982	4.8%	323 783	62.0%	522 403	1.4%	-	-	-	-
Madibeng	98 006	5.4%	66 726	3.7%	59 128	3.2%	1 599 622	87.7%	1 823 483	5.0%	-	-	-	-
Matjhabeng	152 733	5.0%	84 800	2.8%	72 595	2.4%	2 747 093	89.9%	3 057 221	8.4%	55	-	-	-
Mogale City	228 004	16.1%	31 375	2.2%	49 865	3.5%	1 106 230	78.2%	1 415 475	3.9%	-	-	-	-
Msunduzi	530 394	16.4%	102 086	3.2%	89 273	2.8%	2 513 260	77.7%	3 235 012	8.9%	-	-	1 497 917	46.3%
Newcastle	90 589	7.1%	46 105	3.6%	52 838	4.1%	1 091 204	85.2%	1 280 736	3.5%	50 860	4.0%	-	-
Polokwane (19 131)	(1.9%)	63 902	6.2%	45 037	4.4%	934 471	91.2%	1 024 280	2.8%	-	-	-	-	-
Rustenburg	279 899	6.4%	144 596	3.3%	161 300	3.7%	3 808 999	86.7%	4 394 794	12.1%	9 585 353	218.1%	-	-
Sol Plaatje	113 971	5.2%	60 154	2.7%	47 938	2.2%	1 973 659	89.9%	2 195 723	6.0%	-	-	561 605	25.6%
Stellenbosch	65 649	31.7%	8 046	3.9%	6 167	3.0%	127 402	61.5%	207 265	0.6%	-	-	-	-
Steve Tshwete	3 680	3.0%	54 613	44.3%	7 344	6.0%	57 783	46.8%	123 420	0.3%	-	-	-	-
uMhlatuze	304 734	56.5%	21 231	3.9%	22 832	4.2%	190 993	35.4%	539 790	1.5%	-	-	-	-
Total	2 891 891	7.9%	1 323 045	3.6%	1 149 014	3.2%	31 093 287	85.3%	36 457 237	100.0%	9 645 993	26.5%	2 059 522	5.7%

Source: National Treasury Local Government Database

Secondary cities Debtors Age Analysis By Customer Group as at 2nd Quarter Ended 31 December 2018

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Debts Written Off to		Impairment -Bad Debts ito Council	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Organs of State	164 686	7.8%	88 266	4.2%	76 544	3.6%	1 796 306	84.5%	2 125 802	5.8%	-	-	247 511	11.6%
Commercial	1 134 869	25.6%	300 125	6.8%	212 566	4.8%	2 784 933	62.8%	4 432 494	12.2%	32	-	208 753	4.7%
Households	1 214 984	5.3%	718 114	3.1%	637 954	2.8%	20 440 955	88.8%	23 012 008	63.1%	37 887	0.2%	1 453 688	6.3%
Other	377 351	5.5%	216 540	3.1%	221 949	3.2%	6 071 093	88.2%	6 886 933	18.9%	9 608 074	139.5%	149 570	2.2%
Total	2 891 891	7.9%	1 323 045	3.6%	1 149 014	3.2%	31 093 287	85.3%	36 457 237	100.0%	9 645 993	26.5%	2 059 522	5.7%

Source: National Treasury Local Government Database

12. Collection rates

National collection rate as at 31 December 2018

R thousands	Main appr	Second	Year to
		Quarter 2018/19 Actual	date: 31 December 2018 Actual
Collection Rate	90.4%	91.8%	87.5%
Property rates	91.4%	94.7%	85.6%
Service charges - Total	90.9%	92.7%	89.9%
` Service charges - electricity revenue	93.6%	101.5%	96.9%
` Service charges - water revenue	86.8%	83.2%	80.8%
` Service charges - sanitation revenue	84.5%	61.7%	62.9%
` Service charges - refuse revenue	88.5%	80.8%	76.1%
` Service charges - other	85.2%	255.6%	349.7%
Interest earned - outstanding debtors	63.5%	44.6%	50.5%

Source: National Treasury Local Government Database

Metros collection rate as at 31 December 2018

R thousands	Main appr	Second	Year to
		Quarter 2018/19 Actual	date: 31 December 2018 Actual
Collection Rate	92.7%	96.7%	95.5%
Property rates	93.8%	96.8%	93.6%
Service charges - Total	93.0%	97.7%	97.3%
` Service charges - electricity revenue	95.2%	107.8%	104.0%
` Service charges - water revenue	90.3%	87.0%	90.0%
` Service charges - sanitation revenue	85.0%	57.2%	62.2%
` Service charges - refuse revenue	93.4%	90.7%	87.7%
` Service charges - other	66.0%	(1149.5%)	(4299.7%)
Interest earned - outstanding debtors	65.0%	61.7%	66.0%

Source: National Treasury Local Government Database

Secondary cities collection rate as at 31 December 2018

R thousands	Main appr	Second	Year to
		Quarter 2018/19 Actual	date: 31 December 2018 Actual
Collection Rate	87.7%	78.5%	70.8%
Property rates	88.6%	90.8%	73.0%
Service charges - Total	87.9%	78.4%	72.3%
` Service charges - electricity revenue	88.2%	81.6%	76.6%
` Service charges - water revenue	87.7%	69.8%	62.8%
` Service charges - sanitation revenue	84.7%	66.0%	58.7%
` Service charges - refuse revenue	86.1%	67.3%	56.4%
` Service charges - other	277.4%	8035.4%	4842.2%
Interest earned - outstanding debtors	78.6%	26.7%	30.9%

Source: National Treasury Local Government Database

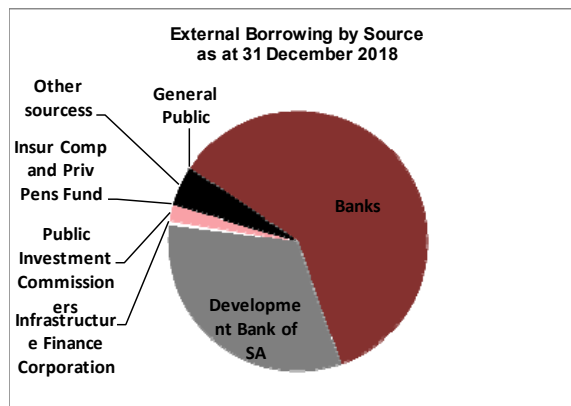
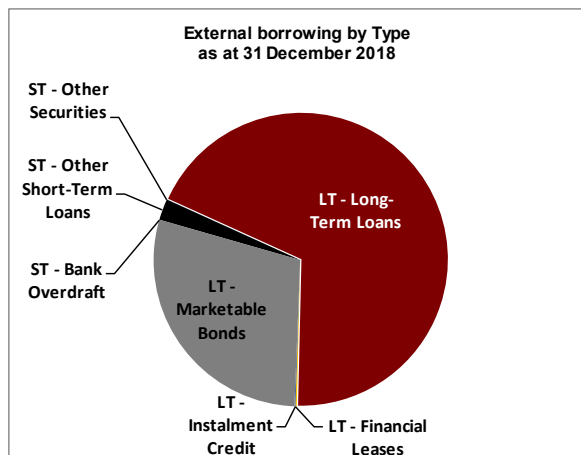
13. Aggregated municipal creditors age analysis

Creditors Age Analysis as at 31 December 2018

R thousands	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Bulk Electricity	5 464 117	23.6%	635 553	2.8%	2 018 752	8.7%	15 023 455	64.9%	23 141 876	45.5%
Bulk Water	1 905 016	22.0%	256 056	3.0%	644 348	7.4%	5 849 559	67.6%	8 654 979	17.0%
PAYE deductions	525 587	80.1%	28 441	4.3%	9 286	1.4%	93 141	14.2%	656 456	1.3%
VAT (output less input)	150 055	84.9%	8 111	4.6%	751	0.4%	17 920	10.1%	176 838	0.4%
Pensions / Retirement	442 743	79.0%	7 932	1.4%	3 703	0.7%	106 433	19.0%	560 810	1.1%
Loan repayments	1 048 915	56.2%	2 593	0.1%	45 299	2.4%	768 544	41.2%	1 865 351	3.7%
Trade Creditors	6 096 162	68.9%	396 666	4.5%	423 807	4.8%	1 930 470	21.8%	8 847 105	17.4%
Auditor-General	90 285	23.4%	69 956	18.2%	49 797	12.9%	175 280	45.5%	385 318	0.8%
Other	4 753 141	71.9%	69 538	1.1%	55 751	0.8%	1 729 009	26.2%	6 607 439	13.0%
Total	20 476 021	40.2%	1 474 847	2.9%	3 251 494	6.4%	25 693 811	50.5%	50 896 173	100.0%
Per Province										
Eastern Cape	853 436	58.9%	79 030	5.5%	68 877	4.8%	448 305	30.9%	1 449 648	2.9%
Free State	655 692	5.1%	330 132	2.6%	350 847	2.8%	11 432 747	89.5%	12 769 418	25.1%
Gauteng	13 338 970	82.6%	265 076	1.6%	1 907 251	11.8%	631 350	3.9%	16 142 648	31.7%
Kwazulu-Natal	3 111 862	63.5%	103 099	2.1%	202 087	4.1%	1 487 496	30.3%	4 904 545	9.6%
Limpopo	331 209	19.0%	111 117	6.4%	113 837	6.5%	1 188 654	68.1%	1 744 817	3.4%
Mpumalanga	727 992	8.5%	388 097	4.5%	383 089	4.5%	7 075 880	82.5%	8 575 058	16.9%
North West	556 228	17.7%	149 429	4.8%	164 222	5.2%	2 272 566	72.3%	3 142 445	6.2%
Northern Cape	203 762	14.4%	31 917	2.3%	56 408	4.0%	1 120 290	79.3%	1 412 377	2.8%
Western Cape	696 870	92.3%	16 948	2.2%	4 876	0.7%	36 522	4.8%	755 216	1.5%
Total	20 476 021	40.2%	1 474 847	2.9%	3 251 494	6.4%	25 693 811	50.5%	50 896 173	100.0%

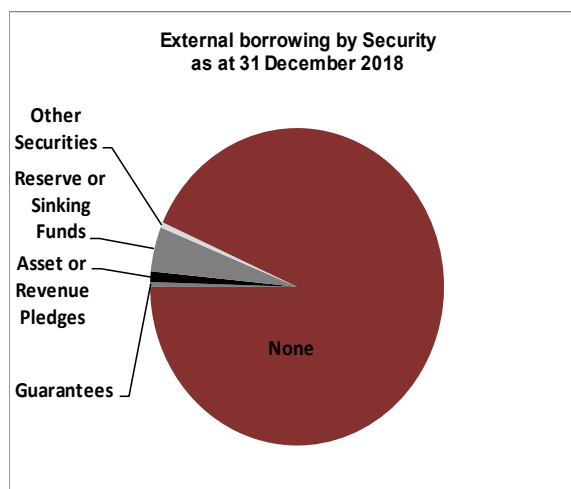
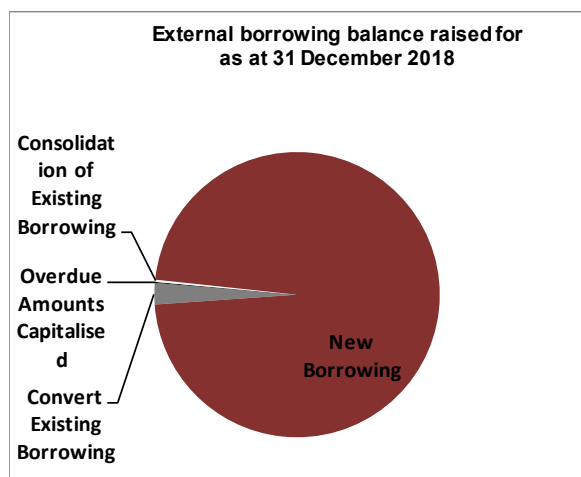
Source: National Treasury Local Government Database

14. Borrowing instruments



Type	Balance (R'000)
ST - Bank Overdraft	760
ST - Other Short-Term Loans	1 500 000
ST - Marketable Bonds	
ST - Non-Marketable Bonds	
ST - Other Securities	3 000
LT - Long-Term Loans	43 892 983
LT - Instalment Credit	109 743
LT - Financial Leases	65 225
LT - Marketable Bonds	18 448 352
LT - Non-Marketable Bonds	
LT - Other Securities	
Total	64 020 063

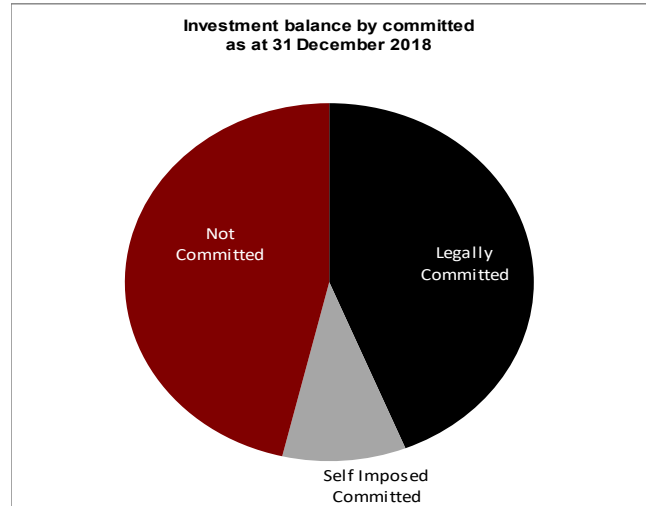
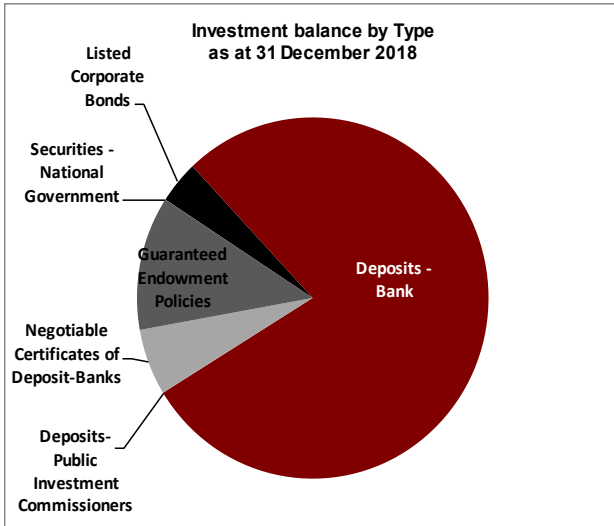
Source	Balance (R'000)
General Public	1 185
Banks	38 542 296
Development Bank of SA	20 770 140
Infrastructure Finance Corporation	288 893
Public Investment Commissioners	1 194 310
Insur Comp and Priv Pens Fund	52 583
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	
Other Sources	3 170 656
Total	64 020 063



Raised For	Balance (R'000)
Convert Existing Borrowing	1 560 096
Overdue Amounts Capitalised	64 449
Consolidation of Existing Borrowing	167 568
New Borrowing	62 227 950
Bridging Finance	
Total	64 020 063

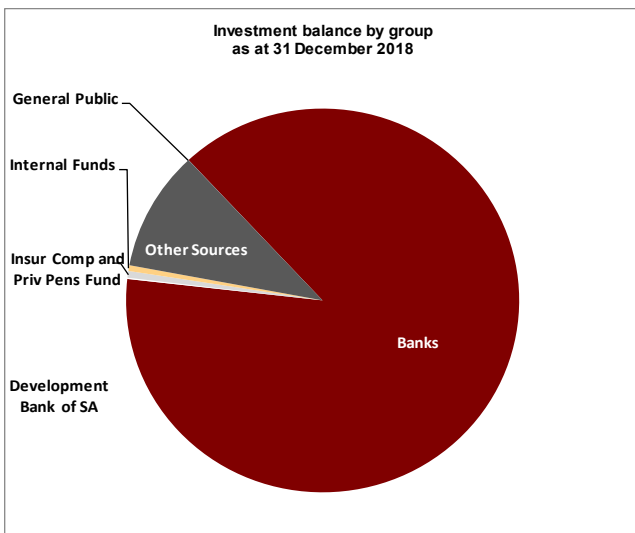
Security	Balance (R'000)
Guarantees	310 256
Asset or Revenue Pledges	685 082
Bond Insurance	
Reserve or Sinking Funds	2 909 502
Other Securities	354 777
None	59 760 446
Total	64 020 063

15. Investment instruments



Type	Balance (R'000)
Securities - National Government	3 373
Listed Corporate Bonds	1 364 941
Deposits - Bank	27 794 837
Deposits - Public Investment Commissioners	9 083
Deposits - Corporation for Public Deposits	
Bankers Acceptance Certificates	
Negotiable Certificates of Deposit - Banks	2 105 277
Guaranteed Endowment Policies (sinking)	4 267 245
Repurchase Agreements - Banks	
Municipal Bonds	
Total	35 544 756

Committed	Balance (R'000)
Legally Committed	15 613 501
Self Imposed Committed	3 476 091
Not Committed	16 455 164
Total	35 544 756



Group	Balance (R'000)
General Public	4 227
Banks	31 533 795
Development Bank of SA	38 690
Infrastructure Finance Corporation	
Public Investment Commissioners	
Insur Comp and Priv Pens Fund	202 228
Municipal Pension Funds	
Other Public Pension Funds	
Unit Trusts	
Internal Funds	169 606
Other Sources	3 596 210
Total	35 544 756

16. Conditional grants transfers, payments and expenditure as at 30 September 2018

CONSOLIDATION FOR ALL MUNICIPALITIES

	Division of revenue Act No. 10 of 2017	Adjustment (Mid year)	Other Adjustments	Total Available 2018/19	Year to date		First Quarter		Second Quarter		YTD Expenditure		% Changes from 1st to 2nd Q		% Changes for the 2nd Q	
					Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department by 30 September 2018	Actual expenditure by municipalities by 30 September 2018	Actual expenditure National Department by 31 December 2018	Actual expenditure by municipalities by 31 December 2018	Actual expenditure National Department	Actual expenditure by municipalities	Actual expenditure National Department	Actual expenditure by municipalities	Exp as % of Allocation National Department	Exp as % of Allocation by municipalities
R thousands																
Direct Transfers	31 466 161	-	-	31 466 161	21 032 655	18 738 356	3 572 150	4 217 713	6 416 445	7 461 615	9 988 595	11 679 327	79.6%	76.9%	31.7%	37.1%
Infrastructure	29 912 201	-	-	29 912 201	19 827 979	17 589 928	3 274 939	3 886 918	6 027 233	7 040 541	9 302 172	10 927 459	84.0%	81.1%	31.1%	36.5%
Municipal Infrastructure Grant	15 287 685	-	-	15 287 685	11 200 727	9 994 778	2 077 831	2 687 445	3 854 496	4 101 103	5 932 327	6 788 548	85.5%	52.6%	38.8%	44.4%
Public Transport Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Grant	6 253 669	-	-	6 253 669	2 616 745	2 842 877	447 014	326 440	1 136 685	1 151 303	1 583 699	1 477 744	154.3%	252.7%	25.3%	23.6%
Integrated National Electrification Programme (Municipal) Grant	1 904 477	-	-	1 904 477	1 682 658	1 503 977	295 880	259 356	279 177	484 171	575 057	743 527	(5.6%)	86.7%	30.2%	39.0%
Neighbourhood Development Partnership Grant (Capital Grant)	601 867	-	-	601 867	434 752	255 104	49 350	37 020	90 391	114 129	139 741	151 149	83.2%	208.3%	23.2%	25.1%
2010 FIFA World Cup Stadiums Development Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Road Assets Management Systems Grant	107 533	-	-	107 533	75 276	75 276	14 315	6 812	17 591	22 071	31 906	28 883	22.9%	224.0%	29.7%	26.9%
Municipal Drought Relief Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Recovery Grant	21 317	-	-	21 317	21 317	21 317	-	-	-	-	-	-	-	-	-	-
Integrated City Development Grant	293 609	-	-	293 609	-	-	-	50 788	-	78 838	-	129 625	-	55.2%	-	44.1%
Regional Bulk Infrastructure Grant (Schedule 5B)	1 957 000	-	-	1 957 000	1 702 824	1 121 266	207 309	205 309	259 347	442 922	466 656	648 231	25.1%	115.7%	23.8%	33.1%
Water Services Infrastructure Grant (Schedule 5B)	3 481 056	-	-	3 481 056	2 089 692	1 771 345	183 240	313 748	387 621	646 005	570 861	959 753	111.5%	105.9%	16.4%	27.6%
Municipal Emergency Housing Grant	3 988	-	-	3 988	3 988	3 988	-	-	1 925	-	1 925	-	-	-	48.3%	-
Capacity and Others	1 553 960	-	-	1 553 960	1 204 676	1 148 428	297 211	330 795	389 212	421 073	686 423	751 868	31.0%	27.3%	44.2%	48.4%
2010 FIFA World Cup Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restructuring Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	504 566	-	-	504 566	504 566	498 551	94 239	97 427	128 399	123 811	222 638	221 239	36.2%	27.1%	44.1%	43.8%
Municipal Systems Improvement Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant (Municipality)	692 878	-	-	692 878	482 117	437 884	170 636	204 484	192 779	220 265	363 415	424 749	13.0%	7.7%	52.5%	61.3%
Infrastructure Skills Development Grant	141 492	-	-	141 492	63 993	63 993	25 562	15 358	31 434	34 780	56 996	50 138	23.0%	126.5%	40.3%	35.4%
Water Services Operating Subsidy Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management	215 024	-	-	215 024	154 000	148 000	6 774	13 525	36 600	42 217	43 374	55 742	440.3%	212.1%	20.2%	25.9%
Municipal Disaster Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2013 Africa Cup of Nations Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 African Nations Championship Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Operations Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Human Settlements Capacity Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indirect Transfers	6 895 597	-	-	6 895 597	5 380 227	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	6 780 481	-	-	6 780 481	5 292 404	-	-	-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant	2 880 922	-	-	2 880 922	2 272 732	-	-	-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme (Eskom) Grant	3 262 031	-	-	3 262 031	2 493 247	-	-	-	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant (Technical Assistance)	29 353	-	-	29 353	22 069	-	-	-	-	-	-	-	-	-	-	-
Backlogs in Water and Sanitation at Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Backlogs in the Electrification of Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bucket Eradication Programme Grant	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (Schedule 6B)	608 175	-	-	608 175	504 356	-	-	-	-	-	-	-	-	-	-	-
Capacity and Others	115 116	-	-	115 116	87 823	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management (Eskom)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Operating Subsidy Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	115 116	-	-	115 116	87 823	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	38 361 758	-	-	38 361 758	26 412 882	18 738 356	3 572 150	4 217 713	6 416 445	7 461 615	9 988 595	11 679 327	79.6%	76.9%	26.0%	30.4%
Grants excluded from the publication	11 306 137	-	-	11 306 137	-	-	-	683 654	-	2 174 755	-	2 858 409	-	218.1%	-	25.3%
Urban Settlement Development Grant	11 306 137	-	-	11 306 137	-	-	-	683 654	-	2 174 755	-	2 858 409	-	218.1%	-	25.3%
Finance Management Grant: Technical Programme	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total as per DoRA	49 667 895	-	-	49 667 895	26 412 882	18 738 356	3 572 150	4 901 366	6 416 445	9 636 370	9 988 595	14 537 737				