

# **Financial statistics of local authorities for the financial year ended 30 June 1999**

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## KEY FINDINGS

### **Acid test ratio of local authorities increases to 1,8:1 for the financial year ended 30 June 1999**

*According to the information collected through the survey of annual financial statistics of local authorities, based on a sample of local authorities, regarding the consolidated balance sheets of the local authorities, the acid test ratio increases from 1,4:1 for the financial year ended 30 June 1998 to 1,8:1 for the financial year ended 30 June 1999. The acid test ratio is calculated as current assets minus inventories divided by current liabilities (cf. table 1).*

**Table 1 - Acid test ratio of local authorities for the financial years ended 30 June 1998 and 1999**

<b>Financial year ended 30 June</b>	<b>Current assets Minus inventories (R'000)</b>	<b>Current liabilities (R'000)</b>	<b>Acid test ratio</b>
1998	16 656 743	12 276 081	1,4:1
1999	18 802 403	10 237 108	1,8:1

### **Current ratio of local authorities increases to 1,9:1 for the financial year ended 30 June 1999**

*According to the information collected through the survey of annual financial statistics of local authorities, based on a sample of local authorities, the current ratio increases from 1,4:1 for the financial year ended 30 June 1998 to 1,9:1 for the financial year ended 30 June 1999. The current ratio is calculated as current assets divided by current liabilities (cf. Table 2).*

**Table 2 - Current ratio of local authorities for the financial years ended 30 June 1998 and 1999**

<b>Financial year ended 30 June</b>	<b>Current assets (R'000)</b>	<b>Current liabilities (R'000)</b>	<b>Current ratio</b>
1998	17 251 086	12 276 081	1,4:1
1999	19 341 169	10 237 108	1,9:1

### Percentage contribution of fixed assets for the special funds and the rates and general services to the total acquisition of fixed assets of local authorities

According to table 3, the local authorities acquired 62,9% of their total fixed assets from the special funds and rates and general services funds, while the other functions (housing and trading services) contributed the remaining 37,1% towards the acquisition of fixed assets in 1999. Therefore, for every R100 spent on acquiring fixed assets for local authorities 1999, R62,90 was obtained via the special funds and the rates and general services functions and R37,10 was obtained via the housing and trading functions. These percentages are approximately the same as in 1998 when the local authorities acquired 60,7% of their total fixed assets from the special funds and rates and general services funds, while the other functions (housing and trading services) contributed the remaining 39,3% in the acquisition of fixed assets.

**Table 3 - Percentage contribution of fixed assets for the special funds and rates and general services to the total fixed assets of local authorities as at 30 June 1998 and 1999**

Financial year ended 30 June	Special funds and rates and general services (R'000)	Total fixed assets (R'000)	Percentage contribution %
1998	29 304 352	48 313 649	60,7
1999	34 238 966	54 457 888	62,9

### Salaries, wages and allowances as a percentage of total current expenditure of local authorities

Table 4 indicates the salaries, wages and allowances as a percentage of total current expenditure of local authorities. The contribution of salaries, wages and allowances to the total current expenditure decreased from 29,2% in 1998 to 26,7% in 1999.

**Table 4 - Salaries, wages and allowances of local authorities as a percentage of total current expenditure for the financial years ended 30 June 1998 and 1999**

Financial year ended 30 June	Salaries, wages and allowances (R'000)	Total expenditure (R'000)	Percentage contribution %
1998	10 625 522	36 430 831	29,2
1999	10 663 203	39 891 491	26,7

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**P J Lehohla**  
 Statistician-General: Statistics South Africa

## Notes

<b>Forthcoming issues</b>	<table> <thead> <tr> <th data-bbox="508 300 570 331"><b>Issue</b></th> <th data-bbox="889 300 1138 331"><b>Expected release date</b></th> </tr> </thead> <tbody> <tr> <td data-bbox="508 331 865 422">Annual financial statistics for local authorities for the financial year ended 30 June 2000</td> <td data-bbox="889 331 1040 363">30 April 2002</td> </tr> </tbody> </table>	<b>Issue</b>	<b>Expected release date</b>	Annual financial statistics for local authorities for the financial year ended 30 June 2000	30 April 2002
<b>Issue</b>	<b>Expected release date</b>				
Annual financial statistics for local authorities for the financial year ended 30 June 2000	30 April 2002				
<b>Purpose of the survey</b>	The purpose of this survey is to provide both stakeholders and users with financial information of local authorities in order to analyse and assess the financial state of local authorities. Users such as policy makers and economists can use the information contained in this statistical release, for the purposes of assessing, comparing and evaluating the state of local authorities' finances.				
<b>Questionnaire used and information collected through the survey of annual financial statistics of local authorities</b>	The previous annual financial information of local authorities was obtained from a survey of local government institutions undertaken for the financial year ended 30 June 1998. This statistical release provides financial information of local authorities, based on a sample, for the financial year ended 30 June 1999.				
<b>Changes in next issue</b>	Figures may be revised if new or additional information becomes available for the financial year ended 30 June 1999.				

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Table 1 - Consolidated balance sheet of local authorities as at 30 June 1999

Liabilities	1998	1999
	R' 000	R' 000
Marketable loan stock		
Foreign issues	0	0
Domestic issues held by:		
Local government institution	465 740	33 387
Other local government institutions	85 476	155 294
Other	2 317 290	2 231 509
External long-term loans		
Housing loans received from:		
National Government	829 137	0
Provincial governments	0	0
Local government institutions	0	0
Development Bank of Southern Africa	216 752	172 828
Government housing loans to public welfare organisations	120 144	68 894
Other long-term loans received from:		
National Government	784 340	1 141 608
Provincial governments	616 487	422 617
Local government institutions	80 226	142 881
Development Bank of Southern Africa	991 444	1 207 088
Local Authorities Loans Fund	1 022 480	970 373
Public corporations	187 554	204 026
Banks	1 624 845	2 311 152
Insurers	110 544	292 658
Pension funds	28 124	12 988
Other domestic sources	1 462 315	1 873 933
Foreign sources	3 039	243 501
Leases	274 807	304 977



Table 1 - Consolidated balance sheet of local authorities as at 30 June 1999 (continued)

Liabilities	1998	1999
	R' 000	R' 000
External short-term loans from and deposits by:		
Local Government Institutions	1 716 457	1 710 658
Development Bank of Southern Africa	37 491	61 030
Local Authorities Loans Fund	21 598	13 398
Public Corporations	19 343	17 909
Banks	433 257	221 889
Insurers	12 153	11 573
Pension Funds	6 211	0
Other domestic sources	162 627	104 320
Foreign sources	0	0
Bank overdraft	837 303	550 110
Sundry creditors	9 029 641	7 546 221
All internal loans*	0	2 816 768
Loans redeemed and other capital receipts	27 394 297	31 405 675
Accumulated funds, trust funds and reserves:		
Accumulated funds and other reserves and provisions	4 973 755	6 522 876
Endowment, land trust, capital development fund, revolving fund, township suspense account and similar capital funds	14 345 365	14 067 139
Other trust funds	625 359	778 611
Retained surplus	2 048 439	2 513 456
Suspense accounts and liabilities not shown elsewhere	3 215 286	2 213 126
<b>Total liabilities</b>	<b>76 099 327</b>	<b>82 344 473</b>

\* All internal loans were included in Loans redeemed and other capital receipts for the financial year ended 30 June 1998

Table 1 - Consolidated balance sheet of local authorities as at 30 June 1999 (continued)

Assets	1998	1999
	R' 000	R' 000
Fixed assets	48 313 649	54 457 888
Stores and materials (inventory)	594 343	538 766
Long-term debtors:		
Personnel housing loans	95 372	98 806
Other housing loans on:		
Mortgages	474 314	413 577
Selling agreements	1 165 258	647 244
Hire-purchases	9 802	6 513
Other	774 476	614 861
Sponsored government housing loans to welfare	120 144	68 894
Other sundry debtors	12 233 792	13 117 992
Loans and deposits		
External long-term loans and deposits		
Loans to:		
Other local government institutions	16 611	10 533
Public corporations	5	0
Other companies	3 509	16 763
Individuals	41 454	86 006
Other	144 751	389 684
Long-term deposits with:		
Public Investment Commissioners	24 295	27 968
Banks	1 201 642	727 914
Other	870 576	906 910

Table 1 - Consolidated balance sheet of local authorities as at 30 June 1999 (concluded)

Assets	1998	1999
	R' 000	R' 000
External short-term loans, deposits and investments		
Loans to:		
Other local government institutions	1 294 920	817 907
Public corporations	0	0
Other companies	0	0
Individuals	5 220	5 404
Other	19 213	7 033
Short-term deposits with:		
Corporation for Public Deposits	0	0
Banks	2 503 547	2 809 592
Other	260 464	337 885
Investments in marketable securities:		
Own stock	465 740	33 387
Other stock:		
Government stock and treasury bills	33 541	270 129
Other local government institutions	10 639	3 798
Public corporation stock	13 626	20 321
Other	270 522	185 972
Money market instruments	215 463	13 059
Other money market instruments	1 856	0
Investments in non-marketable instruments of other spheres of government and government institutions	119 711	48 414
All internal loans*	0	2 816 768
Cash on hand and in bank	339 587	1 706 590
Accumulated deficit	1 155 357	395 722
Suspense accounts and assets not shown elsewhere	3 305 927	742 172
<b>Total assets</b>	<b>76 099 327</b>	<b>82 344 473</b>

\* All internal loans were included in Fixed assets for the financial year ended 30 June 1998

**Table 2 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Total fixed assets**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	44 076 379	47 638 158
New construction work	4 351 970	4 179 217
Acquisition of new vehicles and equipment	821 885	575 172
Purchase of land and existing assets	125 885	47 836
<i>Less</i> : Sales of land and existing assets	35 313	55 947
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	52 516
Other transfers-in	394 772	4 776 068
<i>Less</i> : Transfers-out	221 414	2 007 899
Revaluations (net)	29 846	23 460
<i>Less</i> : Depreciation and book value of assets written off	2 932 394	3 276 118
Other transactions	1 702 034	2 505 425
<b>Total fixed assets as at 30 June *</b>	<b>48 313 649</b>	<b>54 457 888</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 3 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Special funds and accounts**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	911 161	1 112 268
New construction work	188 186	38 323
Acquisition of new vehicles and equipment	8 245	93
Purchase of land and existing assets	21 813	94
<i>Less</i> : Sales of land and existing assets	61	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	0	103 481
<i>Less</i> : Transfers-out	5 527	21 096
Revaluations (net)	29 671	5 408
<i>Less</i> : Depreciation and book value of assets written off	17 309	106 359
Other transactions	3 387	6 994
<b>Total fixed assets as at 30 June *</b>	<b>1 139 566</b>	<b>1 139 207</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 4 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Sewerage and cleansing services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	4 657 618	4 910 989
New construction work	535 335	438 374
Acquisition of new vehicles and equipment	45 241	42 839
Purchase of land and existing assets	4 601	1 520
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	112 507	984 253
<i>Less</i> : Transfers-out	2 545	78 972
Revaluations (net)	0	4 120
<i>Less</i> : Depreciation and book value of assets written off	329 997	501 299
Other transactions	3 167	6 084
<b>Total fixed assets as at 30 June *</b>	<b>5 025 926</b>	<b>5 807 908</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 5 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Other rates and general services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	21 108 420	22 719 946
New construction work	1 833 756	2 038 404
Acquisition of new vehicles and equipment	384 474	303 190
Purchase of land and existing assets	88 242	23 873
<i>Less</i> : Sales of land and existing assets	24 652	774
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	50 360
Other transfers-in	187 114	2 121 807
<i>Less</i> : Transfers-out	140 649	1 145 119
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	1 811 972	520 731
Other transactions	1 514 128	1 700 895
<b>Total fixed assets as at 30 June *</b>	<b>23 138 860</b>	<b>27 291 851</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 6 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Housing services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	3 383 574	3 601 584
New construction work	371 719	364 330
Acquisition of new vehicles and equipment	12 149	1 179
Purchase of land and existing assets	9 456	7 133
<i>Less</i> : Sales of land and existing assets	10 600	54 686
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	21 876	257 252
<i>Less</i> : Transfers-out	60 652	209 546
Revaluations (net)	175	13 932
<i>Less</i> : Depreciation and book value of assets written off	201 129	715 323
Other transactions	112 715	218 485
<b>Total fixed assets as at 30 June *</b>	<b>3 639 282</b>	<b>3 484 340</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999



**Table 7 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Abattoir services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	64 385	65 648
New construction work	327	0
Acquisition of new vehicles and equipment	293	12
Purchase of land and existing assets	0	0
<i>Less</i> : Sales of land and existing assets	0	488
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	569	101
<i>Less</i> : Transfers-out	85	17 694
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	81	31
Other transactions	0	0
<b>Total fixed assets as at 30 June *</b>	<b>65 408</b>	<b>47 549</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 8 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Electricity and gas services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	7 873 498	8 558 389
New construction work	762 277	794 166
Acquisition of new vehicles and equipment	320 399	166 634
Purchase of land and existing assets	1 510	3 939
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	2 156
Other transfers-in	28 803	312 898
<i>Less</i> : Transfers-out	4 580	3 069
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	341 308	134 071
Other transactions	35 529	28 841
<b>Total fixed assets as at 30 June *</b>	<b>8 676 128</b>	<b>9 729 883</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 9 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Market services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	215 105	233 813
New construction work	23 148	7 713
Acquisition of new vehicles and equipment	1 863	1 208
Purchase of land and existing assets	14	0
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	337	5 381
<i>Less</i> : Transfers-out	267	102 419
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	8 962	8 236
Other transactions	1 132	0
<b>Total fixed assets as at 30 June *</b>	<b>232 371</b>	<b>137 461</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 10 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Passenger transport services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	128 168	127 693
New construction work	12	0
Acquisition of new vehicles and equipment	12 878	9 235
Purchase of land and existing assets	0	0
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	0	13 493
<i>Less</i> : Transfers-out	0	0
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	13 035	6 373
Other transactions	270	0
<b>Total fixed assets as at 30 June *</b>	<b>128 293</b>	<b>144 047</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 11 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Water services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	5 252 614	5 805 328
New construction work	622 125	402 734
Acquisition of new vehicles and equipment	36 325	50 448
Purchase of land and existing assets	0	11 278
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	43 469	787 089
<i>Less</i> : Transfers-out	6 813	400 483
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	202 815	1 253 234
Other transactions	12 848	68 680
<b>Total fixed assets as at 30 June *</b>	<b>5 757 754</b>	<b>5 471 839</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 12 - Analysis of the acquisition of fixed assets during the year ended 30 June 1999 for local authorities by function: Other trading services**

Fixed assets	1998	1999
	R' 000	R' 000
Total fixed assets as at 1 July *	481 837	502 500
New construction work	15 085	95 172
Acquisition of new vehicles and equipment	17	334
Purchase of land and existing assets	250	0
<i>Less</i> : Sales of land and existing assets	0	0
Transfers from township suspense account	0	0
Incorporation of fixed assets of other local government institutions	0	0
Other transfers-in	98	190 314
<i>Less</i> : Transfers-out	298	29 504
Revaluations (net)	0	0
<i>Less</i> : Depreciation and book value of assets written off	5 786	30 459
Other transactions	18 859	475 446
<b>Total fixed assets as at 30 June *</b>	<b>510 062</b>	<b>1 203 804</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999

**Table 13 - Income and expenditure of special funds and accounts for the financial year ended 30 June 1999 of local authorities**

Income	1998	1999
	R' 000	R' 000
Balance as at 1 July *	17 594 586	19 810 166
<i>Plus:</i>		
Sales of vacant land and land with improvements	373 910	104 518
Sales of other assets	55 035	12 396
Profit on sale of assets	4 144	4 861
Interest received:		
Internal	923 474	1 101 766
External	365 592	586 025
Endowments	111 037	96 979
Transfers from rates and general services, housing and trading services	1 136 563	1 078 762
Transfers from other funds/accounts	1 215 686	934 187
Transfers from:		
National Government	183 321	63 444
Provincial governments	173 942	116 269
Local government institutions	28 921	81 203
Parking meter and parking site fees	24 257	10 399
Other income	2 560 596	2 019 604
<b>Subtotal: income</b>	<b>24 751 062</b>	<b>26 020 578</b>

**Table 13 - Income and expenditure of special funds and accounts for the financial year ended 30 June 1999 of local authorities (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
<i>Less:</i>		
Salaries and wages	570 570	344 063
Interest paid:		
Internal	149 851	156 528
External	81 485	88 016
Purchases of vacant land and land with improvements	61 711	37 581
Payments of insurance and accident claims	55 812	52 324
Irrecoverable debts written off	34 199	58 803
Redemption of loans (excluding interest)	110 533	57 381
Other capital expenditure	1 432 603	574 360
Transfers to rates and general services, housing and trading services	113 493	88 585
Transfers to other funds/accounts	525 080	433 604
Transfers to local government institutions	2 909	95 342
Repairs and maintenance	129 468	279 329
Other expenditure	1 538 869	2 386 037
<b>Subtotal: expenditure</b>	<b>4 806 583</b>	<b>4 651 952</b>
<b>Balance as at 30 June *</b>	<b>19 944 480</b>	<b>21 368 626</b>

\* Differences between closing balances in the financial year ended 30 June 1998 and opening balances in the financial year ended 30 June 1999 are due to shifting of functions in the financial year ended 1999



**Table 14 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function : Total rates and general services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	6 168 093	7 133 878
Assessment rates from National government, provincial government and other local government institutions	1 566 813	2 015 841
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	664 076	501 490
Other inter-governmental transfers received	1 228 365	1 301 396
Metropolitan councils, district councils and regional councils levies	6 754	0
Fines, traffic fines and forfeitures	143 569	194 208
Licences and other fees	299 207	218 459
Other taxes	199 864	145 044
Interest, including amounts in arrear	1 018 111	1 015 612
Parking meter and parking garage fees	30 671	23 279
Rent	198 677	65 777
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	66 381	84 067
Other income	5 193 093	7 315 630
Deficit	5 910 521	6 422 867
<b>Total income</b>	<b>22 694 193</b>	<b>26 437 548</b>

**Table 14 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Total rates and general services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	8 308 479	8 842 218
Allowances to councillors	207 061	208 338
Assessment rates	307 280	215 819
Interest	1 596 879	1 311 633
Redemption of loans and transfers to redemption fund (excluding interest)	765 329	1 060 126
Transfers to expenditure on fixed assets	96 094	129 550
Transfers to reserve funds	715 917	693 667
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	86 362	70 177
Payments to other spheres of government for health and other services	33 532	133 426
Services and establishment levies paid to district councils, metropolitan councils and regional councils	109 271	18 750
Transfers to other local government institutions	417 478	406 145
Repairs and maintenance work	1 675 714	1 443 920
Other expenditure	7 044 269	9 192 126
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	4 558 419	3 628 197
Surplus	5 888 948	6 339 852
<b>Total expenditure</b>	<b>22 694 194</b>	<b>26 437 549</b>

**Table 15 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Ambulance services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	165	0
Assessment rates from National government, provincial government and other local government institutions	48 305	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	91 941	29 028
Other inter-governmental transfers received	23 927	40 359
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	0	0
Licences and other fees	0	0
Other taxes	0	0
Interest, including amounts in arrear	0	0
Parking meter and parking garage fees	0	0
Rent	0	0
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	0	0
Other income	41 928	62 422
Deficit	19 316	103 927
<b>Total income</b>	<b>225 582</b>	<b>235 736</b>

**Table 15 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Ambulance services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	148 510	113 797
Allowances to councillors	37	0
Assessment rates	23	11
Interest	890	421
Redemption of loans and transfers to redemption fund (excluding interest)	910	627
Transfers to expenditure on fixed assets	420	18
Transfers to reserve funds	734	448
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	0	0
Payments to other spheres of government for health and other services	0	0
Services and establishment levies paid to district councils, metropolitan councils and regional councils	467	112
Transfers to other local government institutions	0	0
Repairs and maintenance work	11 133	11 121
Other expenditure	65 341	63 286
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	11 440	243
Surplus	8 556	46 138
<b>Total expenditure</b>	<b>225 582</b>	<b>235 736</b>

**Table 16 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Fire control services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	788	0
Assessment rates from National government, provincial government and other local government institutions	1 936	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	36 997	25 515
Other inter-governmental transfers received	12 687	23 469
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	0	0
Licences and other fees	0	0
Other taxes	0	0
Interest, including amounts in arrear	35	34
Parking meter and parking garage fees	0	0
Rent	178	26
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	0	0
Other income	22 739	99 956
Deficit	378 855	358 157
<b>Total income</b>	<b>454 215</b>	<b>507 157</b>

**Table 16 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Fire control services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	429 317	309 415
Allowances to councillors	36	0
Assessment rates	4 901	2 766
Interest	24 646	10 962
Redemption of loans and transfers to redemption fund (excluding interest)	16 366	19 714
Transfers to expenditure on fixed assets	4 400	3 469
Transfers to reserve funds	3 649	730
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	0	0
Payments to other spheres of government for health and other services	3	5
Services and establishment levies paid to district councils, metropolitan councils and regional councils	1 229	353
Transfers to other local government institutions	0	634
Repairs and maintenance work	18 458	19 285
Other expenditure	106 896	187 057
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	158 360	47 232
Surplus	2 674	0
<b>Total expenditure</b>	<b>454 215</b>	<b>507 157</b>

**Table 17 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Health services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	70	0
Assessment rates from National government, provincial government and other local government institutions	30 607	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	206 946	103 211
Other inter-governmental transfers received	113 820	105 821
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	14	28
Licences and other fees	233	153
Other taxes	0	0
Interest, including amounts in arrear	0	0
Parking meter and parking garage fees	0	0
Rent	177	0
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	253	0
Other income	96 089	524 255
Deficit	501 692	563 901
<b>Total income</b>	<b>949 902</b>	<b>1 297 368</b>

**Table 17 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Health services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	631 720	674 026
Allowances to councillors	92	0
Assessment rates	3 633	9 654
Interest	15 933	31 211
Redemption of loans and transfers to redemption fund (excluding interest)	8 775	10 060
Transfers to expenditure on fixed assets	4 313	3 822
Transfers to reserve funds	4 780	4 234
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	600	4 385
Payments to other spheres of government for health and other services	15	22
Services and establishment levies paid to district councils, metropolitan councils and regional councils	2 003	1 700
Transfers to other local government institutions	0	0
Repairs and maintenance work	14 518	44 568
Other expenditure	247 749	406 106
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	55 400	61 333
Surplus	71 171	168 912
<b>Total expenditure</b>	<b>949 902</b>	<b>1 297 368</b>



**Table 18 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Roads and stormwater services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	1 058	0
Assessment rates from National government, provincial government and other local government institutions	5 038	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	21 254	17 225
Other inter-governmental transfers received	94 199	108 754
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	0	6
Licences and other fees	0	0
Other taxes	846	928
Interest, including amounts in arrear	63	0
Parking meter and parking garage fees	0	0
Rent	122	49
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	1 732	3
Other income	60 742	67 729
Deficit	1 770 705	1 825 071
<b>Total income</b>	<b>1 955 759</b>	<b>2 019 766</b>

**Table 18 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Roads and stormwater services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	672 574	628 579
Allowances to councillors	29	0
Assessment rates	12 781	13 569
Interest	521 491	458 206
Redemption of loans and transfers to redemption fund (excluding interest)	270 125	302 759
Transfers to expenditure on fixed assets	9 157	22 192
Transfers to reserve funds	14 974	12 131
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	0	0
Payments to other spheres of government for health and other services	89	108
Services and establishment levies paid to district councils, metropolitan councils and regional councils	11 935	1 117
Transfers to other local government institutions	0	746
Repairs and maintenance work	493 334	341 953
Other expenditure	503 681	426 668
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	554 416	222 879
Surplus	4	34 618
<b>Total expenditure</b>	<b>1 955 759</b>	<b>2 019 766</b>

**Table 19 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Parks and recreation services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	0	0
Assessment rates from National government, provincial government and other local government institutions	248	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	451	1 875
Other inter-governmental transfers received	446	8 142
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	45	47
Licences and other fees	0	0
Other taxes	1 172	1 114
Interest, including amounts in arrear	35	7 428
Parking meter and parking garage fees	0	0
Rent	10 742	7 723
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	752	23
Other income	66 809	160 404
Deficit	1 211 952	1 533 302
<b>Total income</b>	<b>1 292 653</b>	<b>1 720 059</b>

**Table 19 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Parks and recreation services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	780 846	746 282
Allowances to councillors	89	0
Assessment rates	58 004	22 492
Interest	92 334	76 504
Redemption of loans and transfers to redemption fund (excluding interest)	57 371	61 404
Transfers to expenditure on fixed assets	5 158	10 510
Transfers to reserve funds	32 789	5 299
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	279	16
Payments to other spheres of government for health and other services	35	94
Services and establishment levies paid to district councils, metropolitan councils and regional councils	7 271	970
Transfers to other local government institutions	0	91
Repairs and maintenance work	239 072	278 568
Other expenditure	481 836	737 374
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	462 433	219 545
Surplus	1	0
<b>Total expenditure</b>	<b>1 292 653</b>	<b>1 720 059</b>

**Table 20 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Sewerage and sanitation services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	303 871	273 902
Assessment rates from National government, provincial government and other local government institutions	0	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	17 077	14 983
Other inter-governmental transfers received	32 095	479 561
Metropolitan councils, district councils and regional councils levies	6 726	0
Fines, traffic fines and forfeitures	363	334
Licences and other fees	0	0
Other taxes	132 949	84 111
Interest, including amounts in arrear	14 709	14 045
Parking meter and parking garage fees	0	0
Rent	8 754	0
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	115	128
Other income	2 252 078	2 610 978
Deficit	1 060 718	546 811
<b>Total income</b>	<b>3 829 455</b>	<b>4 024 852</b>

**Table 20 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Sewerage and sanitation services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	1 098 733	884 502
Allowances to councillors	60	0
Assessment rates	41 169	16 385
Interest	308 027	235 668
Redemption of loans and transfers to redemption fund (excluding interest)	104 372	79 830
Transfers to expenditure on fixed assets	8 665	10 248
Transfers to reserve funds	60 068	39 353
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	0	0
Payments to other spheres of government for health and other services	24 370	109 643
Services and establishment levies paid to district councils, metropolitan councils and regional councils	9 999	1 898
Transfers to other local government institutions	0	0
Repairs and maintenance work	291 443	201 800
Other expenditure	1 974 173	2 017 382
<i>Less : debited out/recharged (if it appears as a balance in the accounts)</i>	703 571	475 461
Surplus	611 947	903 606
<b>Total expenditure</b>	<b>3 829 455</b>	<b>4 024 852</b>

**Table 21 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Traffic services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	58	0
Assessment rates from National government, provincial government and other local government institutions	0	0
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	3 515	3 772
Other inter-governmental transfers received	0	0
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	117 115	141 725
Licences and other fees	100 675	100 664
Other taxes	3 362	12 232
Interest, including amounts in arrear	309	0
Parking meter and parking garage fees	17 920	13 231
Rent	213	0
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	338	0
Other income	81 033	149 100
Deficit	431 225	477 057
<b>Total income</b>	<b>755 763</b>	<b>897 780</b>

**Table 21 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Traffic services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	475 653	493 137
Allowances to councillors	104	0
Assessment rates	7 470	10 485
Interest	27 362	36 297
Redemption of loans and transfers to redemption fund (excluding interest)	17 267	19 935
Transfers to expenditure on fixed assets	3 334	3 675
Transfers to reserve funds	4 028	1 601
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	0	0
Payments to other spheres of government for health and other services	10	162
Services and establishment levies paid to district councils, metropolitan councils and regional councils	1 523	620
Transfers to other local government institutions	0	50
Repairs and maintenance work	36 322	43 065
Other expenditure	253 306	393 574
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	88 262	107 375
Surplus	17 645	2 555
<b>Total expenditure</b>	<b>755 763</b>	<b>897 780</b>



**Table 22 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Other rates and general services**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	5 826 750	6 044 397
Assessment rates from National government, provincial government and other local government institutions	1 478 867	2 013 887
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	285 731	305 701
Other inter-governmental transfers received	932 334	515 101
Metropolitan councils, district councils and regional councils levies	28	0
Fines, traffic fines and forfeitures	26 032	52 036
Licences and other fees	197 516	116 516
Other taxes	61 535	46 660
Interest, including amounts in arrear	991 195	956 708
Parking meter and parking garage fees	12 750	10 048
Rent	177 498	57 154
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	63 185	83 904
Other income	2 401 708	3 575 078
Deficit	499 584	986 234
<b>Total income</b>	<b>12 954 713</b>	<b>14 763 422</b>

**Table 22 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Other rates and general services (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	3 988 102	4 819 504
Allowances to councillors	185 150	185 797
Assessment rates	179 262	119 457
Interest	558 375	398 115
Redemption of loans and transfers to redemption fund (excluding interest)	283 819	440 996
Transfers to expenditure on fixed assets	59 700	69 662
Transfers to reserve funds	564 802	611 383
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	85 355	65 653
Payments to other spheres of government for health and other services	9 010	23 393
Services and establishment levies paid to district councils, metropolitan councils and regional councils	74 613	11 909
Transfers to other local government institutions	411 546	404 624
Repairs and maintenance work	552 172	473 802
Other expenditure	3 436 789	4 927 861
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	2 409 705	2 385 584
Surplus	4 975 721	4 596 851
<b>Total expenditure</b>	<b>12 954 713</b>	<b>14 763 422</b>

**Table 23 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Distribution statements/accounts**

Income	1998	1999
	R' 000	R' 000
Assessment rates and other payments of rates	35 332	815 579
Assessment rates from National government, provincial government and other local government institutions	1 811	1 954
Inter-governmental transfers received from other spheres of government for services rendered on an agency basis	164	180
Other inter-governmental transfers received	18 858	20 189
Metropolitan councils, district councils and regional councils levies	0	0
Fines, traffic fines and forfeitures	0	32
Licences and other fees	784	1 126
Other taxes	0	0
Interest, including amounts in arrear	11 765	37 398
Parking meter and parking garage fees	0	0
Rent	993	825
Deficits capitalised/transferred to capital accounts	0	0
Transfers from tariff stabilisation funds and other reserve funds	5	9
Other income	169 967	65 707
Deficit	36 474	28 408
<b>Total income</b>	<b>276 153</b>	<b>971 407</b>

**Table 23 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Distribution statements/accounts (concluded)**

Expenditure	1998	1999
	R' 000	R' 000
Salaries, wages and allowances	83 023	172 975
Allowances to councillors	21 464	22 541
Assessment rates	36	21 001
Interest	47 820	64 250
Redemption of loans and transfers to redemption fund (excluding interest)	6 324	124 801
Transfers to expenditure on fixed assets	947	5 954
Transfers to reserve funds	30 093	18 487
Payments by district councils, metropolitan councils and regional councils to other local government institutions for infrastructure development aid	0	0
Donations, subsidies and grants-in-aid	128	123
Payments to other spheres of government for health and other services	0	0
Services and establishment levies paid to district councils, metropolitan councils and regional councils	231	71
Transfers to other local government institutions	5 932	0
Repairs and maintenance work	19 262	29 759
Other expenditure	-25 502	32 817
<i>Less</i> : debited out/recharged (if it appears as a balance in the accounts)	114 833	108 543
Surplus	201 229	587 172
<b>Total expenditure</b>	<b>276 153</b>	<b>971 407</b>

**Table 24 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Surpluses**

<b>Surpluses</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Surplus from rates and general services as at 30 June	5 888 948	6 339 852
Transfers from housing and trading services:		
Housing services	5 243	1 867
Trading services	852 796	1 155 604
Special transfers from reserve and capital funds not included above	323 321	62 286
Deficit from rates and general services, housing and trading services as at 30 June	0	0
<b>Total surpluses</b>	<b>7 070 308</b>	<b>7 559 609</b>

**Table 25 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to rates and general services by function: Deficits**

Deficits	1998	1999
	R' 000	R' 000
Deficit from rates and general services as at 30 June	5 910 521	6 422 867
Transfers from housing and trading services:		
Housing services	216 865	191 795
Trading services	309 936	172 905
Special transfers to reserve and capital funds not included above	107 374	45 050
Surplus from rates and general services, housing and trading services as at 30 June	525 612	726 991
<b>Total deficits</b>	<b>7 070 308</b>	<b>7 559 609</b>

**Table 26 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Total housing and trading services**

<b>Income</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	459 855	298 019
Rent: Residential buildings	170 573	140 536
Interest	100 420	17 503
Sale of electricity, gas and water	13 810 119	14 820 090
Transfers from tariff stabilisation and other reserve funds	47 112	4 518
Other income	1 391 402	1 252 302
Deficit transferred to rates and general services	526 801	364 700
Deficit for the financial year	243 386	298 971
<b>Total income</b>	<b>16 749 668</b>	<b>17 196 639</b>

**Table 26 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Total housing and trading services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	1 746 473	1 476 922
Assessment rates	45 028	45 675
Interest	876 582	825 762
Redemptions and transfers to redemption funds (excluding interest)	521 589	451 933
Transfers to expenditure on fixed assets	195 435	178 260
Transfers to reserve funds	420 646	385 095
Purchases of electricity, gas and water	7 956 547	9 026 129
Abakor and water research levies	6 883	7 389
Levies paid to district councils, metropolitan councils and region councils	21 872	14 102
Other goods and services	4 828 901	3 928 081
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	1 800 953	1 197 505
Surplus transferred to rates and general services	858 039	1 157 471
Surplus for the financial year	1 072 626	897 324
<b>Total expenditure</b>	<b>16 749 668</b>	<b>17 196 639</b>



**Table 27 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Housing services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	27 318	16 743
Rent: Residential buildings	159 968	140 360
Interest	10 314	784
Sale of electricity, gas and water	0	0
Transfers from tariff stabilisation and other reserve funds	1 778	2 734
Other income	85 642	150 812
Deficit transferred to rates and general services	216 865	191 795
Deficit for the financial year	59 602	84 868
<b>Total income</b>	<b>561 487</b>	<b>588 096</b>

**Table 27 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Housing services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	146 785	180 363
Assessment rates	12 985	11 367
Interest	56 423	50 264
Redemptions and transfers to redemption funds (excluding interest)	36 363	20 261
Transfers to expenditure on fixed assets	4 666	4 453
Transfers to reserve funds	61 364	75 238
Purchases of electricity, gas and water	0	0
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	400	387
Other goods and services	319 419	373 771
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	107 221	136 898
Surplus transferred to rates and general services	5 243	1 867
Surplus for the financial year	25 059	7 023
<b>Total expenditure</b>	<b>561 487</b>	<b>588 096</b>

**Table 28 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Abattoir services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	0	0
Rent: Residential buildings	0	0
Interest	0	0
Sale of electricity, gas and water	0	0
Transfers from tariff stabilisation and other reserve funds	0	0
Other income	36 539	8 890
Deficit transferred to rates and general services	2 424	1 242
Deficit for the financial year	4 567	4 105
<b>Total income</b>	<b>43 529</b>	<b>14 238</b>

**Table 28 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Abattoir services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	22 950	7 413
Assessment rates	991	0
Interest	1 036	1 010
Redemptions and transfers to redemption funds (excluding interest)	706	315
Transfers to expenditure on fixed assets	132	143
Transfers to reserve funds	35	38
Purchases of electricity, gas and water	0	0
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	59	0
Other goods and services	26 025	2 112
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	8 404	0
Surplus transferred to rates and general services	0	3 207
Surplus for the financial year	0	0
<b>Total expenditure</b>	<b>43 529</b>	<b>14 238</b>

**Table 29 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Electricity and gas services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	65 845	211 229
Rent: Residential buildings	3 333	0
Interest	66 227	14 863
Sale of electricity, gas and water	10 175 178	10 673 638
Transfers from tariff stabilisation and other reserve funds	23 988	40
Other income	368 222	285 739
Deficit transferred to rates and general services	1 147	0
Deficit for the financial year	96 585	101 223
<b>Total income</b>	<b>10 800 525</b>	<b>11 286 730</b>

**Table 29 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Electricity and gas services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	959 767	877 925
Assessment rates	8 954	11 341
Interest	482 775	479 260
Redemptions and transfers to redemption funds (excluding interest)	310 081	287 074
Transfers to expenditure on fixed assets	152 733	150 912
Transfers to reserve funds	183 388	181 777
Purchases of electricity, gas and water	5 940 220	6 592 812
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	11 993	9 880
Other goods and services	2 551 375	2 193 110
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	1 162 153	670 039
Surplus transferred to rates and general services	696 751	636 202
Surplus for the financial year	664 639	536 478
<b>Total expenditure</b>	<b>10 800 525</b>	<b>11 286 730</b>

**Table 30 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Market services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	0	942
Rent: Residential buildings	231	0
Interest	518	0
Sale of electricity, gas and water	0	0
Transfers from tariff stabilisation and other reserve funds	165	1 744
Other income	135 496	86 405
Deficit transferred to rates and general services	3 946	0
Deficit for the financial year	0	3 511
<b>Total income</b>	<b>140 357</b>	<b>92 602</b>

**Table 30 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Market services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	47 965	22 740
Assessment rates	4 144	3 690
Interest	6 624	2 671
Redemptions and transfers to redemption funds (excluding interest)	3 661	1 276
Transfers to expenditure on fixed assets	9 027	3 005
Transfers to reserve funds	10 666	61
Purchases of electricity, gas and water	0	0
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	241	52
Other goods and services	49 304	35 694
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	5 999	683
Surplus transferred to rates and general services	8 488	0
Surplus for the financial year	6 236	24 095
<b>Total expenditure</b>	<b>140 357</b>	<b>92 602</b>



**Table 31 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Passenger transport services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	2 494	44 772
Rent: Residential buildings	0	0
Interest	0	94
Sale of electricity, gas and water	0	0
Transfers from tariff stabilisation and other reserve funds	0	0
Other income	57 947	49 066
Deficit transferred to rates and general services	47 316	14 418
Deficit for the financial year	15 255	12 020
<b>Total income</b>	<b>123 013</b>	<b>120 369</b>

**Table 31 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Passenger transport services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	59 428	53 380
Assessment rates	670	810
Interest	6 286	11 695
Redemptions and transfers to redemption funds (excluding interest)	7 083	7 838
Transfers to expenditure on fixed assets	199	139
Transfers to reserve funds	3 985	3 954
Purchases of electricity, gas and water	0	0
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	618	21
Other goods and services	81 490	81 979
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	37 291	40 009
Surplus transferred to rates and general services	0	0
Surplus for the financial year	544	562
<b>Total expenditure</b>	<b>123 013</b>	<b>120 369</b>

**Table 32 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Water services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	339 637	23 485
Rent: Residential buildings	282	0
Interest	19 690	1 306
Sale of electricity, gas and water	3 634 941	4 146 452
Transfers from tariff stabilisation and other reserve funds	0	0
Other income	230 525	582 329
Deficit transferred to rates and general services	97 157	52 584
Deficit for the financial year	59 829	86 267
<b>Total income</b>	<b>4 382 061</b>	<b>4 892 423</b>

**Table 32 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Water services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	376 053	319 834
Assessment rates	11 535	12 953
Interest	288 601	273 514
Redemptions and transfers to redemption funds (excluding interest)	126 636	130 340
Transfers to expenditure on fixed assets	28 246	19 437
Transfers to reserve funds	113 513	96 558
Purchases of electricity, gas and water	2 016 327	2 433 318
Abakor and water research levies	6 883	7 389
Levies paid to district councils, metropolitan councils and region councils	3 122	3 688
Other goods and services	1 392 248	1 119 560
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	455 326	349 493
Surplus transferred to rates and general services	137 790	516 195
Surplus for the financial year	336 432	309 130
<b>Total expenditure</b>	<b>4 382 061</b>	<b>4 892 423</b>

**Table 33 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Other trading services**

Income	1998	1999
	R' 000	R' 000
Subsidies, grants-in-aid, transfers and refunds from National government, Provincial governments, district councils and local authorities	24 561	849
Rent: Residential buildings	6 759	176
Interest	3 671	456
Sale of electricity, gas and water	0	0
Transfers from tariff stabilisation and other reserve funds	21 181	0
Other income	477 031	89 061
Deficit transferred to rates and general services	157 946	104 661
Deficit for the financial year	7 548	6 977
<b>Total income</b>	<b>698 696</b>	<b>202 181</b>

**Table 33 - Income and expenditure statement of local authorities for the financial year ended 30 June 1999  
according to housing and trading services by function: Other trading services (concluded)**

<b>Expenditure</b>	<b>1998</b>	<b>1999</b>
	<b>R' 000</b>	<b>R' 000</b>
Salaries, wages and allowances	133 524	15 267
Assessment rates	5 748	5 513
Interest	34 836	7 348
Redemptions and transfers to redemption funds (excluding interest)	37 058	4 830
Transfers to expenditure on fixed assets	432	171
Transfers to reserve funds	47 695	27 469
Purchases of electricity, gas and water	0	0
Abakor and water research levies	0	0
Levies paid to district councils, metropolitan councils and region councils	5 439	73
Other goods and services	409 040	121 855
<i>Less</i> : Debited out / recharged (if it appears as a balance in the accounts)	24 560	382
Surplus transferred to rates and general services	9 767	0
Surplus for the financial year	39 716	20 037
<b>Total expenditure</b>	<b>698 696</b>	<b>202 181</b>

## ADDITIONAL INFORMATION

### Explanatory Notes

- Introduction**
- 1 Statistics South Africa (Stats SA) periodically undertakes a survey to collect financial statistics from a sample of local authorities. The purpose of the survey is to provide both stakeholders and users with financial information of local authorities in order to analyse and assess the financial state of local authorities. This publication contains results of a survey for the financial year 1 July 1998 to 30 June 1999.
  - 2 The survey was designed to obtain financial information from local authorities regarding –
    - the consolidated balance sheet of the local authorities as at 30 June 1999;
    - analysis of the acquisition of fixed assets for the 1998/99 financial year;
    - transactions regarding special funds and accounts for the 1998/99 financial year;
    - Income and expenditure statement for the 1998/99 financial year - for rates and general services as well as for housing and trading services; and
    - capital receipts during the 1998/99 financial year.
- Scope of the survey**
- 3 All institutions defined as local authorities in terms of Act 108 of 1996 (Constitution of the Republic of South Africa), Act 209 of 1993 (Local Government Transition Act) and Act 97 of 1996 (Local Government Transitional Act, Second Amendment Act) were included in this survey. The information for the 1998/99 financial year was collected by means of a sample survey. The previous comprehensive survey was based on the census of local government institutions which was undertaken for the financial year ended 30 June 1998. The questionnaire for the 1998/99 survey was designed primarily to address the national accounts requirements of Statistics South Africa and the South African Reserve Bank.
- Classification**
- 4 For the purpose of classification of local authorities according to activities, Statistics South Africa (Stats SA), used the Standard Industrial Classification of all Economic Activities (SIC), Fifth edition, January 1993. Activities of local authorities also adhere to the accounting standards and requirements of the Institute of Municipal Finance Officers (IMFO).
- Statistical unit**
- 5 The statistical unit for the collection of information was the local authority.
- Survey methodology and design**
- 6 All information was gathered by means of post or facsimile. Information obtained was based mainly on the audited financial statements of each respondent. Where audited information was not available, respondents furnished unaudited or estimated information.

**Related publications**

- 7 Users may wish to refer to the following Stats SA publications -
- P9101.1 - Annual actual and expected capital expenditure of the public sector;
  - P9101.2 - Annual actual and expected capital expenditure on construction by the public sector by statistical region;
  - P9104 - Annual financial statistics of district councils, metropolitan councils and joint services boards;
  - P9105 - Annual financial statistics of local authorities;
  - P9114.1 - Census of local government for the financial year ended 30 June 1997 (Preliminary consolidated financial statistics);
  - P9149 - Quarterly census on remuneration of employees and turnover according to the levies received by district councils, metropolitan councils and regional councils by magisterial district;
  - P9119 - Consolidated expenditure of total general government;
  - P0441 - Gross domestic product;
  - P0271 - Census of Total Employment and Earnings; and
  - Report No. 91-14-01 (1996/97) - Census of local government institutions for the financial year ended 30 June 1997.

**Reliability of estimates**

- 8 Data for the two non-respondents, out of the sample of 57 local authorities, were estimated on the basis of similar sized units drawn from the 1998 survey of local government institutions. The resulting total data representing 57 local authorities were then extrapolated to represent all local authorities existing as at 30 June 1999.
- 9 Inaccuracies may occur because of imperfections in reporting by local authorities made with the collection and processing of the data. Inaccuracies of this kind are referred to as non-sampling errors. Every effort is made to reduce non-sampling errors to a minimum by updating the questionnaire, and interacting with respondents and the users of our information.

**Rounding-off of figures**

- 10 All figures are rounded off independently of one another. Totals may therefore not be equal to the sum of the individual amounts.

**Comparability of figures**

- 11 Variances between the financial years ended 30 June 1998 (see statistical release P9105, dated 27 March 2001) and 30 June 1999 (this statistical release) can be attributed to various reasons, including:
- functions of local authorities that were taken over by district councils;
  - imputations of the 1999 data;
  - revised and/or additional information provided by respondents; and
  - non-respondents to the 1999 survey were estimated by using equivalent data of the 1997 local government census data.

**Symbols and abbreviations used**

Stats SA	Statistics South Africa
0	Nil or not applicable



**TECHNICAL NOTES****Table A – Response rate**

<b>Year</b>	<b>Number of respondents</b>	<b>Number of imputations</b>	<b>Total number of respondents in sample</b>	<b>Response rate</b>
1999	55	2	57	96,5%

## GLOSSARY

<b>Acid test ratio</b>	The acid test ratio is calculated as current assets minus inventories divided by current liabilities. Leases were excluded in the calculation of current liabilities. The generally accepted acid test ratio is considered to be 1:1. In other words the institution is able to meet its current obligations without using its inventories.
<b>Aggregate capital statement</b>	The aggregate capital statement (or acquisition of fixed assets statement) shows the total capital expenditure incurred by each service during the year. Details of purchases and sales of assets are reflected in the aggregate capital statement, but appears in the consolidated balance sheet as a single amount (normally the item in the consolidated balance sheet is referred to as "fixed assets").
<b>Aggregate or consolidated balance sheet</b>	The aggregate or consolidated balance sheet covers all assets and liabilities of local government institutions. The particulars of all the assets and liabilities of the various services of local government institutions are not collected separately by Stats SA.
<b>Capital charges</b>	Capital charges include interest and redemption payments in respect of external loans, interest and redemption payments for advances from a consolidated loans fund and other internal funds, loans redemption fund contributions and other loan raising expenditure. The apportionment between interest and redemption is shown separately.
<b>Capital expenditure</b>	<p>Capital expenditure refers to any expenditure incurred or incidental to the acquisition or improvement of land, buildings, engineering structures and machinery and equipment. The expenditure normally confers a lasting benefit and results in the acquisition of, or extends the life of a fixed asset or long-term work.</p> <p>Capital expenditure includes vehicles, office furniture and equipment, but excludes minor items that are generally regarded as being expendable even though in some instances their useful lives may extend beyond one year.</p>
<b>Current assets</b>	Current assets consist of stores and materials; sundry debtors; loans and deposits; cash on hand and in bank and other.
<b>Current liabilities</b>	Current liabilities consist of external short-term loans from and deposits by the Local Authorities Loans Fund, other municipalities, public corporations, banks, insurers, pension funds, Development Bank of Southern Africa; creditors (deposits on electricity and water accounts, amounts received in advance and other creditors) and bank overdraft. Leases were excluded in the calculation of current liabilities.
<b>Current ratio</b>	The current ratio is calculated as current assets divided by current liabilities. Leases were excluded in the calculation of current liabilities.
<b>District councils, metropolitan councils and regional councils.</b>	A category or type of municipality that has jurisdiction over a district or wide geographical area that includes a number of local municipalities. A district council performs certain district-wide functions such as the supply of bulk services. District councils are also known in some provinces as services councils or regional councils. The term "district municipalities" is also used. Metropolitan councils and regional councils have been included with district councils for this survey.

<b>General expenditure</b>	<p>General expenditure include –</p> <ul style="list-style-type: none"> <li>• advertising;</li> <li>• hire charges;</li> <li>• administration charges, e.g. town clerk / town secretary and treasurer’s departments;</li> <li>• insurance (including unemployment insurance and workmen’s compensation);</li> <li>• lease financing charges (where the asset will be acquired by the local authority on termination of the lease);</li> <li>• legal expenditure;</li> <li>• postage and telegrams;</li> <li>• printing and stationery;</li> <li>• rent stores and materials;</li> <li>• sundries;</li> <li>• telephone; and</li> <li>• transport (for the conveyance of personnel, stores and materials).</li> </ul>
<b>Housing services</b>	<p>Housing services include approved housing projects and can be subdivided in respect of various economic, sub-economic, complexes or other types of housing. Where dwellings form part of the general organisation of a particular department, and are normally occupied by employees of the department, they are included in the relative statement and not under housing services. Likewise, where properties are purchased for a specific purpose, such as a street widening, and existing houses are demolished, the annual expenditure and income in respect of these dwellings do not appear in the housing service.</p>
<b>Local Authority</b>	<p>The term local authority are those institutions referred to in terms of Act 108 of 1996 (the Constitution of South Africa), Act No. 209 of 1993 (Local Government Transition Act) and Act No. 97 of 1996 (Local Government Transitional Act, Second Amendment Act).</p>
<b>Long-term loans</b>	<p>Long-term loans are loans with an outstanding maturity of one year or longer.</p>
<b>Marketable loan stock</b>	<p>Marketable loan stock refers to stocks, debentures and similar debt instruments that are freely marketable, i.e., securities for which transfer registers are kept and which are usually listed on the stock exchange. Discounts originating with the issue of stocks below par are included in the stock liability.</p>
<b>Money market instruments</b>	<p>Money market instruments include bankers’ acceptance, trade bills, promissory notes, capital project bills, bridging debentures, negotiable certificates of deposits, Land Bank bills, Land Bank and the South African Reserve Bank’s debentures.</p>
<b>Provision</b>	<p>Provision is any amount set aside for the purpose of meeting either –</p> <ul style="list-style-type: none"> <li>• specific requirements where the amounts thereof can be closely estimated, and</li> <li>• specific commitments, known contingencies and diminutions in values of assets existing as at the date of the balance sheet where the amounts involved cannot be determined with significant accuracy.</li> </ul> <p>Provision include –</p> <ul style="list-style-type: none"> <li>• bad debts;</li> <li>• repairs and maintenance; and</li> <li>• loss of rent.</li> </ul>

**Public corporations**

Public corporations comprise of public non-financial corporations and public financial corporations.

a. Public non-financial corporations, which consist of residential non-financial corporations and quasi-corporations that are subject to control by government units and which sell industrial or commercial goods and services to the public on a large scale. The following institutions are regarded as some examples of public non-financial corporations in South Africa:

- Abakor Ltd.;
- Atomic Energy Corporation (AEC);
- Eskom;
- Moss Gas Pty Ltd.;
- Nuclear Energy corporation;
- Post Office;
- Rand Water;
- SOEKOR;
- South Africa Broadcast Corporation;
- South African Broadcasting Corporation;
- Telkom SA Ltd; and
- Transnet Ltd.

b. Public financial corporations, which consists of all corporations, quasi-corporations, and Non Profit Institutions serving Households (NPISH) principally engaged in financial intermediation or in auxiliary financial activities closed related to financial intermediation. The following institutions are regarded as some examples of public financial corporations in South Africa:

- Free State Development Corporations;
- Industrial Development Corporation of South Africa (IDC);
- Land and Agricultural Bank; and
- Northern Province Development Corporation.

**Rates and general services**

Rates and general services include ambulance, fire control (or fire fighting), health (clinics, old age homes), roads and storm water, parks and recreation (libraries, cultural activities, museums, sport administration, community halls, swimming pools, sports grounds, nature reserves, etc.), sewerage and cleansing, traffic (licensing offices) and other services (city engineers, administration, personnel, legal services, city treasurer, etc.). These services are not economically self-supporting and are financed by imposing assessment rates, other taxes, the receipt of subsidies and other contributions.

**Repairs and maintenance**

Repairs and maintenance include all expenditure on repairs and maintenance of the various assets of the department or service. Where considered necessary, the cost of repairs in respect of the various types of assets, e.g. buildings, plant, etc., may be subdivided.

**Reserve**

Reserve denotes amounts set aside out of surpluses which are not designed to meet any liability, contingency, commitment or diminution in the value of assets known to exist as at the date of the balance sheet. An example of a reserve would be the tariff stabilisation reserve.

**Salaries, wages and allowances**

Salaries and wages include payments to full-time and part-time employees irrespective of whether the remuneration is paid from revenue, capital or any other account or fund.

Salaries, wages and allowances include –

- contribution to other benefit funds of employees such as medical aid, group life, etc. (excluding unemployment insurance and workmen's compensation, etc., which contributions may be looked upon as a form of insurance and would appear under general expenditure); other benefits e.g. housing loan subsidy;
- pension fund contributions;
- quarters, rations and other expenditure (accommodation, food, medical expenditure, etc., whether provided in cash or in kind); and
- uniform clothing and allowances (clothing, boots, overalls, etc., supplied to uniformed employees).

Allowances to councillors are treated separately for the purpose of this survey.

**Trading services**

Trading services are services, for which the tariffs are determined in such a way that the provision of the service should yield a trading profit (market-related goods and services).

Trading services include abattoir, electricity and gas, market, passenger transport, water and other trading services (forestry, agriculture, airport, mineral baths, stone crushing and sand supply services).

**Trust funds**

Trust funds can be defined as funds which form part of the local authority's money and which may have been donated or bequeathed to it for a specific use under its sole control. This amount is reflected in the consolidated balance sheet.

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