

Statistical release

P9114

Financial census of municipalities

for the year ended 30 June 2010

**Embargoed until:
28 June 2011
10:00**

Enquiries:

Jacob Shai
+2712 310 8306

Forthcoming issue:

P9114 June 2011

Expected release

28 June 2012

Contents

	Technical notes	1
	Key findings	2
Part 1	Consolidated statement of financial position of municipalities as at 30 June 2009 and 30 June 2010	6
Part 2	Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Expenditure....	10
Part 2	Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Income	12
Part 3	Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Expenditure	14
Part 3	Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Income	18
Part 4	Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Expenditure	22
Part 4	Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Income	26
	Explanatory notes	28
	Glossary	30
	General information	34

Technical notes

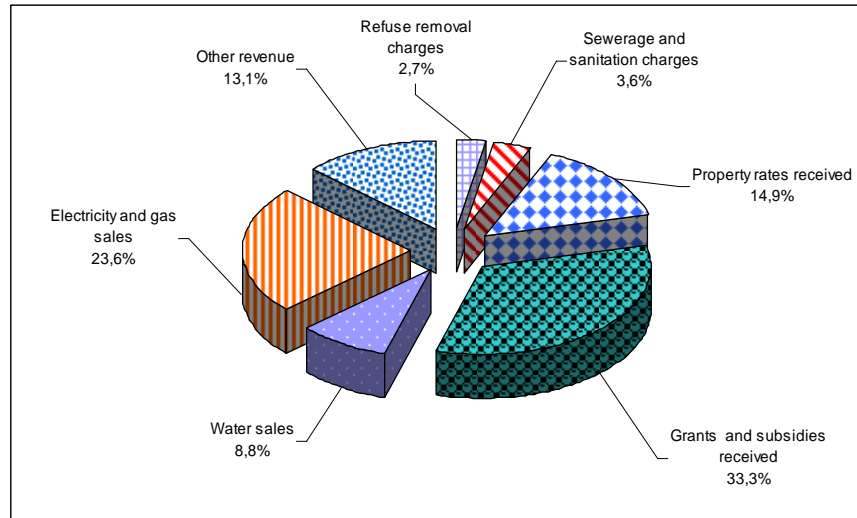
Response rates for 2010 per province.

Province	Municipalities		
	Metros and district municipalities	Local municipalities	Total
Western Cape	6	24	30
Eastern Cape	7	38	45
Northern Cape	5	27	32
Free State	5	20	25
KwaZulu-Natal	11	50	61
North West	4	20	24
Gauteng	6	9	15
Mpumalanga	3	18	21
Limpopo	5	25	30
Total	52	231	283

1. All 283 reporting units furnished the required information (100% response rate).

Key findings

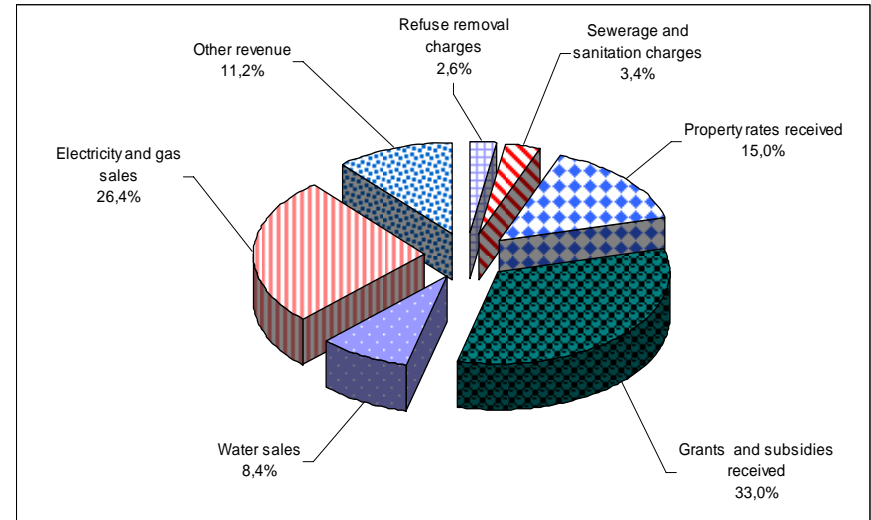
Figure A: Municipal revenue stream as a percentage of total revenue for the year ended 30 June 2009*



*Revised

The graph above shows that the largest contributor to municipal revenue for the year ended 30 June 2009 was 'Grants and subsidies received' (33,3%), followed by 'Electricity and gas sales' (23,6%), 'Property rates received' (14,9%), 'Other revenue' (13,1%) which, among others, consists of fines, licences and permits, public contributions and donations, 'Water sales' (8,8%), 'Sewerage and sanitation charges' (3,6%), and 'Refuse removal charges' (2,7%).

Figure B: Municipal revenue stream as a percentage of total revenue for the year ended 30 June 2010



The graph above shows that the largest contributor to municipal revenue for the year ended 30 June 2010 was 'Grants and subsidies received' (33,0%), followed by 'Electricity and gas sales' (26,4%), 'Property rates received' (15,0%), 'Other revenue' (11,2%) which, among others, consists of fines, licences and permits, public contributions and donations, 'Water sales' (8,4%), 'Sewerage and sanitation charges' (3,4%), and 'Refuse removal charges' (2,6%).

Table 1: Acid test ratio

Acid test ratio of municipalities for the financial years ended 30 June 2009 and 30 June 2010			
Year	Current assets minus inventory	Current liabilities	Acid test ratio
	R million	R million	
2009*	58 176	51 626	1,1:1
2010	57 719	55 783	1,0:1

Table 1 above reflects the acid test ratio (*calculated by taking the current assets minus inventory divided by the current liabilities*). For the financial years ended 30 June 2009 and 30 June 2010, municipalities had an acid test ratio of 1,1:1 and 1,0 :1 respectively.

Table 2: Current ratio

Current ratio of municipalities for the financial years ended 30 June 2009 and 30 June 2010			
Year	Current assets	Current liabilities	Current ratio
	R million	R million	
2009*	61 191	51 626	1,2:1
2010	60 832	55 783	1,1:1

Table 2 above reflects the current ratio (*also called the working capital ratio*). The ratio measures the extent to which current assets can be disposed to liquidate the current liabilities. Municipalities had a current ratio of 1,2:1 for the year ended 30 June 2009, while the current ratio for municipalities for the year ended 30 June 2010 was 1,1:1.

* Revised

Table 3: Debt-to-income ratio

Debt-to-income ratio of municipalities for the financial years ended 30 June 2009 and 30 June 2010			
Year	Total liabilities	Total revenue	Debt to income ratio
	R million	R million	
2009*	100 241	150 855	0,7:1
2010	112 713	177 375	0,6:1

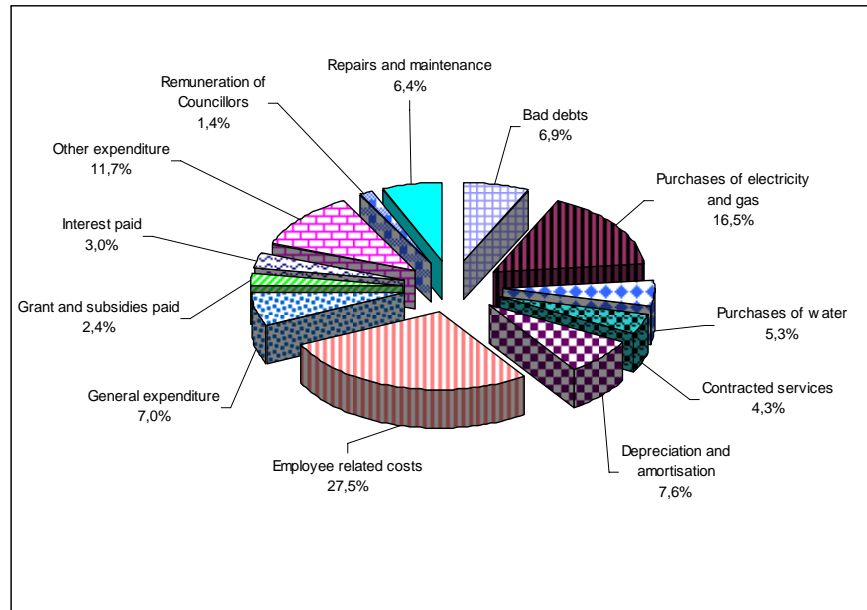
The debt to income ratio provides a simple measure of the total liabilities of municipalities compared to their total revenue. This ratio is viewed as important in the risk management process of an entity. As can be seen from table 3 above, municipalities had a ratio of 0,7:1 and 0,6:1 for the financial years ended 30 June 2009 and 30 June 2010 respectively.

Table 4: Debt ratio

Debt ratio of municipalities for the financial years ended 30 June 2009 and 30 June 2010			
Year	Total liabilities	Total assets	Debt ratio
	R million	R million	
2009*	100 241	353 643	0,28:1
2010	112 713	381 098	0,30:1

The debt ratio indicates what proportion of debt municipalities have relative to their assets and gives an idea how much municipalities rely on debt to finance their assets. This ratio assists entities to assess risks they are facing in terms of their debt load. Table 4 above depicts that, in 2009, approximately 28% of municipal assets were financed through debt. For 2010, this increased slightly to 30%.

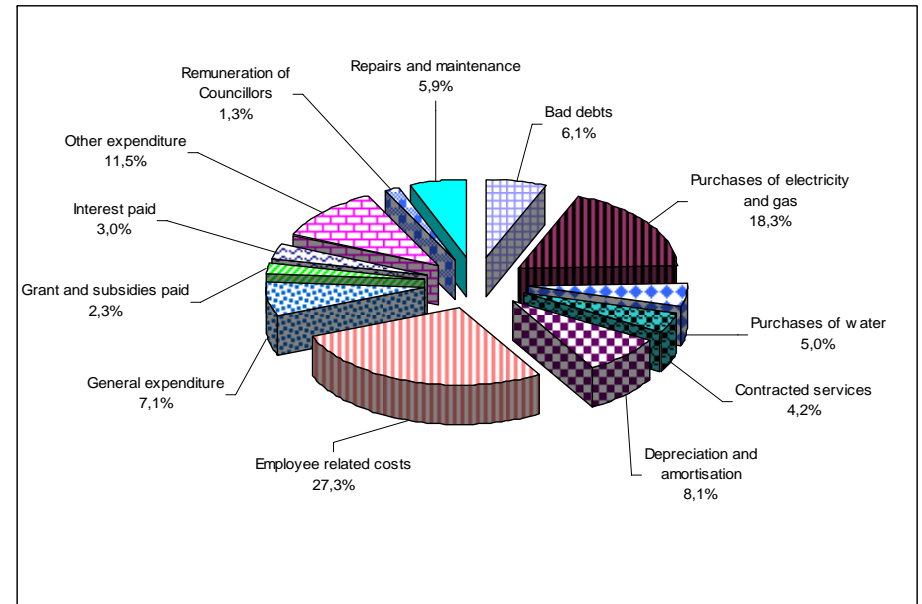
Figure C: Municipal expenditure patterns as a percentage of the total expenditure for the year ended 30 June 2009*



*Revised

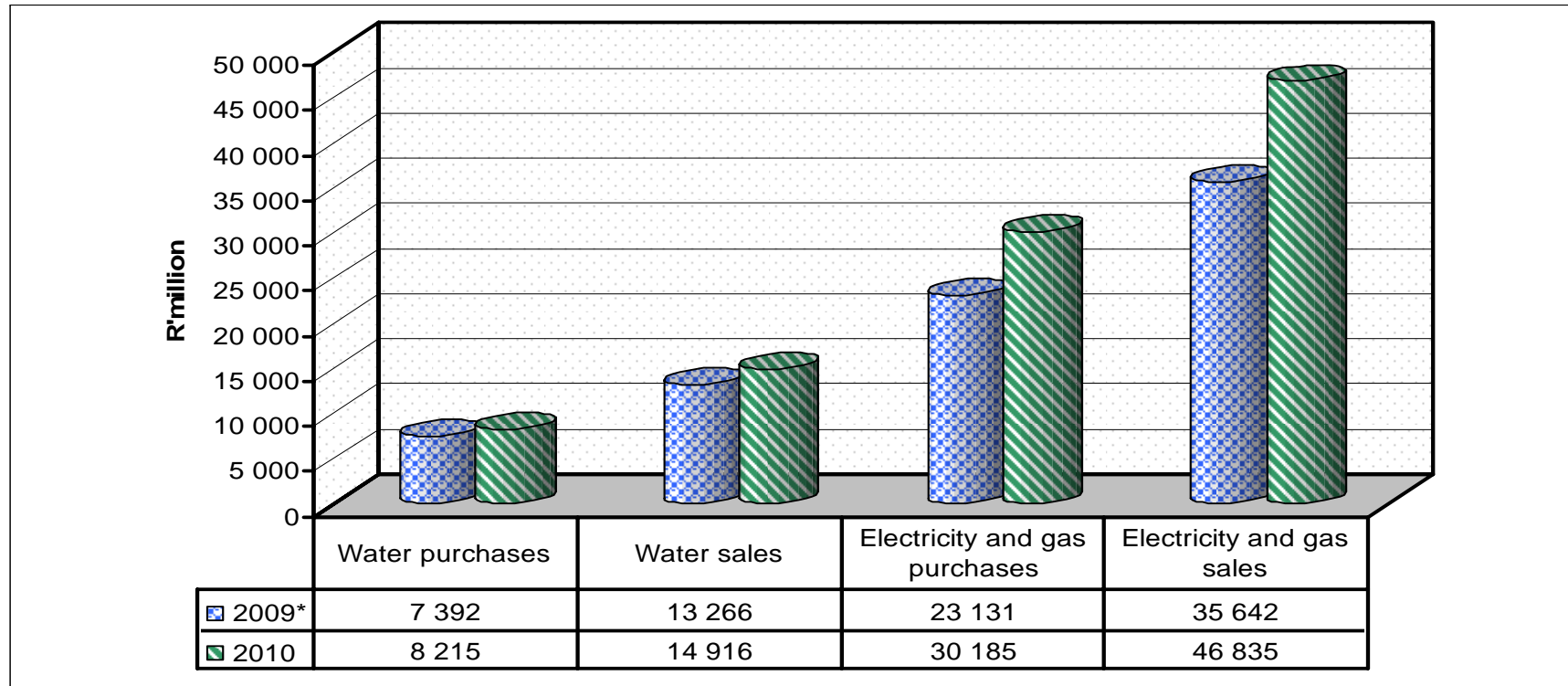
As depicted above, in 2009 the largest contributor to the municipal total operating expenditure was 'Employee related costs' (27,5%), followed by 'Purchases of electricity and gas' (16,5%), 'Other expenditure' (11,7%), which consists of, amongst others, collection costs, loss on disposal of property, plant and equipment, impairment loss, 'Depreciation and amortisation' (7,6%), 'General expenses' (7,0%), 'Bad debts' (6,9%), 'Repairs and maintenance' (6,4%), 'Purchases of water' (5,3%), 'Contracted services' (4,3%), 'Interest paid' (3,0%), 'Grants and subsidies paid by municipalities' (2,4%), and 'Remuneration of councillors' (1,4%).

Figure D: Municipal expenditure patterns as a percentage of the total expenditure for the year ended 30 June 2010



As depicted above, in 2010 the largest contributor to the municipal total operating expenditure was 'Employee related costs' (27,3%), followed by 'Purchases of electricity and gas' (18,3%), 'Other expenditure' (11,5%), which consists of, amongst others, collection costs, loss on disposal of property, plant and equipment, impairment loss, 'Depreciation and amortisation' (8,1%), 'General expenditure' (7,1%), 'Bad debts' (6,1%), 'Repairs and maintenance' (5,9%), and 'Purchases of water' (5,0%), 'Contracted services' (4,2%), 'Interest paid' (3,0%), 'Grants and subsidies paid by municipalities' (2,3%), and 'Remuneration of councillors' (1,3%).

Figure E: Purchases and sales of water, electricity and gas for the years ended 30 June 2009 and 30 June 2010



*Revised

Purchases and sales of water, electricity and gas by municipalities increased from 2009 to 2010. Water purchases increased from R7 392 million in 2009 to R8 215 million in 2010 (11,1%), while water sales reflected an increase from R13 266 million to R14 916 million (12,4%) over the same period. Electricity and gas purchases increased from R23 131 million in 2009 to R30 185 million in 2010 (30,5%), while electricity and gas sales reflected an increase from R35 642 million in 2009 to R46 835 million in 2010 (31,4%) over the same period.

PJ Lehohla
Statistician-General

Part 1: Consolidated statement of financial position of municipalities as at 30 June 2009 and 30 June 2010

	2009*(a)	2010(b)	Difference ¹
	R'000	R'000	R'000
Net assets and liabilities			
Net assets:			
Housing development fund	1 869 534	1 648 484	-221 050
Capital replacement reserve	3 085 412	3 130 893	45 481
Capitalisation reserve	3 957 146	3 464 254	-492 892
Government grant reserve	11 177 196	13 126 632	1 949 436
Donations and public contributions reserve	559 991	880 136	320 145
Self-insurance reserve	1 080 151	982 613	-97 538
Revaluation reserve	18 601 169	18 913 093	311 924
COIDA reserve	219 653	262 403	42 750
Other reserves (includes Pre-GAMAP reserves/funds)	360 528	1 335 970	975 442
Retained surplus/(accumulated deficit)	212 343 386	224 483 869	12 140 483
Outside shareholders' interest	147 604	156 125	8 521
Non-current liabilities:			
Marketable loan stock and bonds:			
Domestic loan stock held by:			
Other local government institutions	0	0	0
Public financial corporations	0	0	0
Public non-financial corporations	0	0	0
Other (includes public/private companies, individuals etc)	446 539	409 679	-36 860
Bonds held by:			
Other local government institutions	0	0	0
Public financial corporations	7 601 000	6 601 000	-1 000 000
Public non-financial corporations	0	0	0
Other (includes: public/private companies, individuals etc)	2 308 419	4 257 993	1 949 574
Long-term loans and deposits from:			
National government	0	0	0
Provincial government	1 304	1 283	-21
Local government institutions	3 134	3 819	685
Development Bank of Southern Africa (DBSA)	13 347 121	14 780 848	1 433 727
Local authorities loans fund	0	0	0
Public financial corporations	916 416	837 660	-78 756
Public non-financial corporations	0	4 381	4 381
Banks	5 824 184	9 317 497	3 493 313
Insurers	1 712	1 609	-103
Pension funds	0	0	0
Private companies	285	104	-181
Other domestic sources (including INCA)	1 822 917	2 998 343	1 175 426
Long-term leases	1 381 732	1 465 523	83 791
Non-current provisions	14 741 141	16 058 456	1 317 315

*Revised

¹Difference (b-a)

Part 1: Consolidated statement of financial position of municipalities as at 30 June 2009 and 30 June 2010 (continued)

Net assets and liabilities	2009*(a)	2010(b)	Difference ¹
	R'000	R'000	R'000
Current liabilities:			
Short-term loans and deposits from:			
Local government institutions	0	1 321	1 321
Development Bank of Southern Africa (DBSA)	1 529 364	1 445 178	-84 186
Local authorities loans fund	1 974	1 023	-951
Public financial corporations	24 317	49 121	24 804
Public non-financial corporations	0	0	0
Banks	396 064	1 255 694	859 630
Insurers	0	0	0
Pension funds	0	0	0
Private companies	108	148	40
Other domestic sources (including INCA)	808 869	1 162 234	353 365
Unspent conditional grants	11 070 162	9 461 403	-1 608 759
Current provisions	2 030 934	2 205 190	174 256
Short-term leases	476 830	443 354	-33 476
Value added tax (VAT) payable	1 519 097	1 813 182	294 085
Bank overdraft	1 600 380	1 259 918	-340 462
Creditors:			
Trade creditors	16 327 917	19 775 697	3 447 780
Consumer deposits	2 956 747	3 279 975	323 228
Income/payments received in advance	3 388 723	3 087 852	-300 871
Other creditors	9 494 204	10 541 927	1 047 723
Liabilities not reflected elsewhere**	219 721	191 671	-28 050
Total net assets and liabilities	353 643 085	381 097 555	27 454 470

*Revised

**includes suspense accounts and deferred income or revenue

¹Difference (b-a)

**Part 1: Consolidated statement of financial position of municipalities as at 30 June 2009 and 30 June 2010
(continued)**

Assets	2009*(a)	2010(b)	Difference ¹
	R'000	R'000	R'000
Non-current assets:			
Property, plant, and equipment (net carrying value)	274 716 214	304 220 459	29 504 245
Investment property	8 866 579	7 245 082	-1 621 497
Intangible assets	1 469 100	2 206 704	737 604
Biological (cultivated) assets	88 758	81 147	-7 611
Investments in marketable securities:			
Municipal stock/shares	6 935	6 911	-24
Other marketable stock/shares:			
Government stock	37 374	42 826	5 452
Treasury bills	0	0	0
Other local government institutions	0	0	0
Public financial corporations	3 793	0	-3 793
Public non-financial corporations	1	1	0
Other companies	16 665	17 712	1 047
Investments in non-marketable instruments of spheres of government, government institutions and elsewhere	661 079	613 373	-47 706
Long-term receivables:			
Car loans	16 525	13 157	-3 368
Housing selling scheme loans	389 304	335 142	-54 162
Sewerage connection loans	14 369	9 631	-4 738
Electricity appliance purchase scheme	6 332	3 949	-2 383
Other	752 110	831 659	79 549
Long-term loans, deposits and investments:			
Long-term loans to:			
Other local government institutions	38	16	-22
Public financial corporations	27 440	25 492	-1 948
Public non-financial corporations	0	0	0
Individuals	95	34	-61
Other companies/institutions	17	14	-3
Long-term deposits and other investments with:			
Banks	3 334 063	3 074 496	-259 567
Public financial corporations	16 838	18 804	1 966
Public non-financial corporations	306	327	21
Other	1 657 265	1 173 021	-484 244
Current assets:			
Inventory	3 014 780	3 113 186	98 406

*Revised

¹Difference (b-a)

Part 1: Consolidated statement of financial position of municipalities as at 30 June 2009 and 30 June 2010 (concluded)

Assets	2009*(a)	2010(b)	Difference ¹
	R'000	R'000	R'000
External short-term loans, deposits and investments:			
Short-term loans to:			
Other local government institutions	1 079	1 405	326
Public financial corporations	490	574	84
Public non-financial corporations	1 000 000	37 058	-962 942
Individuals	3 541	489	-3 052
Other companies/institutions	42 555	48 830	6 275
Short-term deposits and other investments with:			
Banks	14 123 547	14 622 830	499 283
Public financial corporations	25 587	2 010	-23 577
Public non-financial corporations	0	0	0
Other	1 652 579	497 968	-1 154 611
Debtors:			
Consumer debtors	18 966 292	20 470 355	1 504 063
Other debtors	9 100 098	10 018 439	918 341
Value added tax (VAT) receivable	1 936 462	2 521 729	585 267
Prepaid expenses	162 417	265 920	103 503
Petty cash and bank	11 161 454	9 231 155	-1 930 299
Assets not reflected elsewhere**	371 004	345 650	-25 354
Total assets	353 643 085	381 097 555	27 454 470

*Revised

**includes suspense accounts

¹Difference (b-a)

Part 2: Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Expenditure

Expenditure	Total rates and general services		Total housing and trading services		Grand total		Difference ¹
	2009*	2010	2009*	2010	2009*(a)	2010(b)	
	R'000	R'000	R'000	R'000	R'000	R'000	
Employee related costs	21 162 144	26 268 908	17 391 153	18 727 282	38 553 297	44 996 190	6 442 893
Remuneration of board of directors/councillors	1 969 763	2 113 420	0	0	1 969 763	2 113 420	143 657
Interest paid	1 537 006	2 344 387	2 736 339	2 604 515	4 273 345	4 948 902	675 557
Loss on the disposal of property, plant and equipment	110 523	100 285	63 583	23 232	174 106	123 517	-50 589
Bad debts	3 823 784	4 503 266	5 839 373	5 554 296	9 663 157	10 057 562	394 405
Contracted services	2 668 202	2 932 681	3 304 591	3 908 405	5 972 793	6 841 086	868 293
Collection costs	415 384	531 269	104 773	92 947	520 157	624 216	104 059
Depreciation and amortisation	3 889 288	5 461 344	6 794 705	7 812 613	10 683 993	13 273 957	2 589 964
Impairment loss	224 001	195 146	175 652	219 878	399 653	415 024	15 371
Repairs and maintenance	2 437 865	2 717 239	6 492 082	6 963 972	8 929 947	9 681 211	751 264
Bulk purchases of electricity and gas	0	0	23 131 322	30 184 901	23 131 322	30 184 901	7 053 579
Bulk purchases of water	0	0	7 391 820	8 215 133	7 391 820	8 215 133	823 313
Grants and subsidies paid to:							
Other local government institutions	400 199	670 406	113 656	227 385	513 855	897 791	383 936
Tertiary institutions of higher learning	17 510	11 447	6 898	17 488	24 408	28 935	4 527
Households or individuals	~	271 926	~	249 055	~	520 981	
Non-profit institutions serving households	~	150 504	~	0	~	150 504	
Other	1 868 426	1 519 675	995 793	677 448	2 864 219	2 197 123	-667 096
General expenditure:							
Accommodation, travelling and subsistence	321 297	345 520	49 670	50 412	370 967	395 932	24 965
Advertising, promotions and marketing	215 113	244 943	134 600	136 257	349 713	381 200	31 487
Audit fees	318 512	437 919	30 456	47 299	348 968	485 218	136 250
Bank charges	152 049	175 671	14 068	24 593	166 117	200 264	34 147
Cleaning services	67 321	129 072	27 730	54 405	95 051	183 477	88 426
Consultancy and professional fees	636 408	815 560	283 171	293 122	919 579	1 108 682	189 103
Entertainment costs	83 871	81 265	32 431	20 369	116 302	101 634	-14 668
Fuel and oil	421 456	459 352	552 742	429 807	974 198	889 159	-85 039
Hiring of plant and equipment	220 086	199 161	329 797	378 696	549 883	577 857	27 974
Insurance costs	620 509	609 622	167 012	138 885	787 521	748 507	-39 014
Pharmaceutical	45 413	66 555	24 681	8 834	70 094	75 389	5 295

Part 2: Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Expenditure (concluded)

Expenditure	Total rates and general services		Total housing and trading services		Grand total		Difference ¹
	2009*	2010	2009*	2010	2009*(a)	2010(b)	
	R'000	R'000	R'000	R'000	R'000	R'000	
Postal and courier services	141 119	190 713	32 226	10 731	173 345	201 444	28 099
Printing and stationery	321 418	346 798	94 623	77 534	416 041	424 332	8 291
Rebates for property rates	725 257	970 241	137 527	58 743	862 784	1 028 984	166 200
Rebates for service charges	~	0	~	468 680	~	468 680	
Rental of land, buildings and other structures	273 105	346 574	201 175	186 445	474 280	533 019	58 739
Rental of office equipment	310 892	393 474	57 013	39 147	367 905	432 621	64 716
Security services	601 141	724 191	276 931	495 365	878 072	1 219 556	341 484
Subscriptions and membership fees	129 667	169 755	3 960	7 795	133 627	177 550	43 923
Telecommunication services	636 919	721 121	206 911	181 112	843 830	902 233	58 403
Training and education	296 546	274 308	69 860	107 401	366 406	381 709	15 303
Transport costs	310 392	325 927	269 613	411 210	580 005	737 137	157 132
Other expenditure	7 160 463	9 136 178	8 128 857	8 460 528	15 289 320	17 596 706	2 307 386
Taxation	0	0	5 916	121 687	5 916	121 687	115 771
Surplus	30 649 535	34 809 366	10 698 798	13 541 948	41 348 333	48 351 314	7 002 981
Total expenditure	85 182 584	101 765 189	96 371 508	111 229 555	181 554 092	212 994 744	31 440 652

*Revised

~This information was not collected separately in 2009

¹Difference (b-a)

Part 2: Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Income

	Total rates and general services		Total housing and trading services		Grand total		Difference ¹
	2009*	2010	2009*	2010	2009*(a)	2010(b)	
	R'000	R'000	R'000	R'000	R'000	R'000	
Income							
Property rates from:							
Residential	15 954 202	16 192 633	0	0	15 954 202	16 192 633	238 431
Commercial or business	5 889 840	5 983 721	0	0	5 889 840	5 983 721	93 881
State	610 356	764 304	0	0	610 356	764 304	153 948
Other (includes agricultural, municipal etc)	~	3 645 219	0	0	~	3 645 219	
Property rates – penalties imposed and collection charges	616 345	524 038	0	0	616 345	524 038	-92 307
Service charges:							
Sales of electricity and gas	0	0	35 641 736	46 834 848	35 641 736	46 834 848	11 193 112
Sales of water	0	0	13 265 814	14 916 070	13 265 814	14 916 070	1 650 256
Refuse removal charges	0	0	4 110 785	4 647 628	4 110 785	4 647 628	536 843
Sewerage and sanitation charges	0	0	5 357 729	5 944 889	5 357 729	5 944 889	587 160
Interest received from:							
External investments	3 369 748	2 028 977	682 580	402 836	4 052 328	2 431 813	-1 620 515
Outstanding debtors	1 853 239	1 442 476	862 767	814 638	2 716 006	2 257 114	-458 892
Dividends received	106 876	105 817	0	0	106 876	105 817	-1 059
Fines	1 223 356	974 562	23 320	19 048	1 246 676	993 610	-253 066
Licences and permits	394 836	429 123	111 681	164 988	506 517	594 111	87 594
Income for agency services	736 758	630 134	94 568	221 373	831 326	851 507	20 181
Rental of facilities and equipment	636 662	522 682	543 280	816 401	1 179 942	1 339 083	159 141
Bad debts recovered	6 103	3 875	39	0	6 142	3 875	-2 267
Public contributions and donations (including PPE)	372 060	385 012	224 621	139 837	596 681	524 849	-71 832
Gains on the disposal of property, plant and equipment	299 831	247 820	154 654	94 529	454 485	342 349	-112 136
Subsidies from:							
National government	2 774 565	4 052 746	609 868	637 855	3 384 433	4 690 601	1 306 168
Provincial government	779 910	930 734	103 253	145 023	883 163	1 075 757	192 594
Local government	29 456	23 854	14 559	16 079	44 015	39 933	-4 082
Other	1 627 009	1 388 575	2 357 415	2 177 715	3 984 424	3 566 290	-418 134

*Revised

~This information was not collected separately in 2009

¹Difference (b-a)

Part 2: Consolidated statement of financial performance of municipalities for the years ended 30 June 2009 and 30 June 2010: Income (concluded)

Income	Total rates and general services		Total housing and trading services		Grand total		Difference ¹
	2009*	2010	2009*	2010	2009*(a)	2010(b)	
	R'000	R'000	R'000	R'000	R'000	R'000	
Grants (including the equitable share) from:							
National government	21 167 492	26 872 973	11 970 759	11 887 764	33 138 251	38 760 737	5 622 486
Provincial government	2 188 943	2 313 859	1 506 781	1 493 416	3 695 724	3 807 275	111 551
Local government	374 391	124 672	78 985	493 705	453 376	618 377	165 001
Other	985 277	1 740 952	2 363 440	2 209 130	3 348 717	3 950 082	601 365
Spent conditional grants	764 252	1 303 597	543 537	795 824	1 307 789	2 099 421	791 632
Other income	2 822 389	5 132 401	4 648 756	4 736 364	7 471 145	9 868 765	2 397 620
Deficit	19 598 688	24 000 433	11 100 581	11 619 595	30 699 269	35 620 028	4 920 759
Total income	85 182 584	101 765 189	96 371 508	111 229 555	181 554 092	212 994 744	31 440 652

*Revised

¹Difference (b-a)

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Expenditure

Expenditure	Finance, administration, executive and council		Health services		Sport and recreation		Community and social services		Planning and development	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Employee related costs	6 018 721	8 701 968	1 766 155	2 185 669	1 928 645	2 969 589	2 448 126	2 648 736	1 833 503	1 974 587
Remuneration of board of directors/councillors	1 969 763	2 113 420	0	0	0	0	0	0	0	0
Interest paid	1 284 686	1 881 253	5 964	4 932	55 889	264 918	37 921	82 961	49 528	43 968
Loss on the disposal of property, plant and equipment	72 103	88 006	20 516	54	810	5 734	8 390	378	1 437	1 781
Bad debts	2 735 900	3 389 751	103 143	15 196	177 899	48 686	142 247	75 728	180 453	69 657
Contracted services	1 107 830	1 569 418	81 794	50 616	71 224	295 830	161 713	150 873	106 255	116 722
Collection costs	321 534	454 576	251	0	2 059	0	4 136	3 700	1 875	3 649
Depreciation and amortisation	2 211 482	2 579 191	48 730	95 884	260 761	934 178	246 032	314 308	475 314	629 007
Impairment loss	154 167	162 418	1 053	371	48 709	15 615	4 481	316	12 893	15 225
Repairs and maintenance	979 846	1 105 537	55 793	64 605	370 005	552 296	322 474	269 754	233 578	316 049
Grants and subsidies paid to:										
Other local government institutions	146 019	345 344	3 717	682	98 240	18 728	11 591	851	90 852	184 446
Tertiary institutions of higher learning	17 510	9 668	0	0	0	1 779	0	0	0	0
Households or individuals	~	132 414	~	45 663	~	6 176	~	87	~	53 724
Non-profit institutions serving households	~	7 622	~	3 832	~	30 227	~	63 486	~	45 337
Other	1 280 262	1 162 942	7 391	13 664	29 047	14 622	186 209	57 186	284 053	208 429
General expenditure:										
Accommodation, travelling and subsistence	252 232	269 368	4 441	4 506	4 754	3 165	11 951	14 691	15 353	25 389
Advertising, promotions and marketing	123 232	158 518	9 639	8 806	1 544	1 202	3 699	7 724	5 931	48 389
Audit fees	293 112	412 482	2 880	2 117	72	53	2 319	2 589	3 497	7 021
Bank charges	141 802	160 965	1 056	13	878	746	357	1 728	180	2 859
Cleaning services	47 446	88 756	3 744	4 208	2 701	3 138	2 481	14 286	774	6 188
Consultancy and professional fees	487 613	623 419	6 130	2 808	6 854	7 659	24 239	47 006	70 454	108 107

*Revised

~ This information was not collected separately in 2009

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Expenditure (continued)

Expenditure	Finance, administration, executive and council		Health services		Sport and recreation		Community and social services		Planning and development	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Entertainment costs	59 002	64 176	2 445	1 571	686	751	5 307	4 690	7 389	3 523
Fuel and oil	243 589	298 873	6 364	9 543	35 876	36 968	37 276	32 157	16 815	11 280
Hiring of plant and equipment	72 482	48 801	1 239	1 002	9 232	91 250	23 183	8 561	15 617	14 589
Insurance costs	482 282	433 205	12 442	27 085	50 179	39 087	9 323	36 404	4 351	9 202
Pharmaceutical	2 794	4 426	42 334	59 879	165	176	29	1 132	6	6
Postage and courier services	118 978	138 510	528	260	329	25 797	1 272	4 539	679	1 178
Printing and stationery	206 324	212 957	15 010	14 505	7 439	33 396	21 805	26 973	23 340	19 284
Rebates for property rates	50 299	350 815	4 493	3 774	394 415	412 072	42 910	47 375	2 289	582
Rebates for service charges	~	0	~	0	~	0	~	0	~	0
Rental of land, buildings and other structures	137 076	250 964	1 638	1 429	1 948	30 341	23 215	23 244	10 804	20 365
Rental of office equipment	266 363	362 530	2 219	2 896	7 094	3 302	10 718	10 116	6 394	4 768
Security fees	191 024	274 389	13 742	18 717	68 354	117 760	52 279	71 950	32 536	10 905
Subscriptions and membership fees	115 402	151 501	285	955	216	404	3 402	1 238	417	1 622
Telecommunications services	430 930	468 595	23 688	88 012	17 477	13 032	42 383	50 338	38 435	27 512
Training and education	165 065	203 269	46 132	6 749	4 407	8 002	18 628	14 523	22 209	9 398
Transport costs	201 004	220 895	32 738	28 873	6 149	16 287	15 120	16 081	10 641	10 899
Other expenditure	3 503 630	4 662 087	305 502	344 299	696 365	630 402	827 583	711 544	647 131	1 103 007
Taxation	0	0	0	0	0	0	0	0	0	0
Surplus	26 908 934	30 841 933	38 803	126 448	1 461 741	198 324	110 019	171 231	1 182 886	2 719 688
Total expenditure	52 800 438	64 404 962	2 671 999	3 239 623	5 822 163	6 831 692	4 862 818	4 988 484	5 387 869	7 828 342

*Revised

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Expenditure (continued)

Expenditure	Traffic control		Fire protection		Other public order and safety		Other rates and general services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Employee related costs	3 060 494	3 899 791	1 233 178	1 563 386	1 625 801	1 091 666	1 247 521	1 233 516
Remuneration of board of directors/councillors	0	0	0	0	0	0	0	0
Interest paid	6 900	6 896	7 377	5 367	2 999	3 308	85 742	50 784
Loss on the disposal of property, plant and equipment	1 419	215	362	254	1 665	196	3 821	3 667
Bad debts	44 166	199 003	17 877	30 057	138 055	81 404	284 044	593 784
Contracted services	452 466	425 279	120 318	103 089	151 907	110 056	414 695	110 798
Collection costs	79 666	63 299	0	0	1 375	6 045	4 488	0
Depreciation and amortisation	200 067	159 019	60 919	82 798	40 751	167 652	345 232	499 307
Impairment loss	0	714	0	61	1 945	419	753	7
Repairs and maintenance	113 431	105 959	38 063	33 766	66 547	44 874	258 128	224 399
Grants and subsidies paid to:								
Other local government institutions	3 909	0	1 843	2 580	11 259	13 321	32 769	104 454
Tertiary institutions of higher learning	0	0	0	0	0	0	0	0
Households or individuals	~	0	~	0	~	0	~	33 862
Non-profit institutions serving households	~	0	~	0	~	0	~	0
Other	22 829	1 969	2 635	2 724	12 828	27 095	43 172	31 044
General expenditure:								
Accommodation, travelling and subsistence	5 529	7 746	1 809	2 811	5 768	3 471	19 460	14 373
Advertising, promotions and marketing	884	1 687	691	692	1 200	639	68 293	17 286
Audit fees	95	85	15	23	114	486	16 408	13 063
Bank charges	6 722	6 749	0	0	598	1 951	456	660
Cleaning services	2 106	3 762	211	832	3 276	3 662	4 582	4 240
Consultancy and professional fees	7 051	3 077	1 728	99	2 045	1 829	30 294	21 556

*Revised

~This information was not collected separately in 2009

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Expenditure (concluded)

Expenditure	Traffic control		Fire protection		Other public order and safety		Other rates and general services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000		R'000	R'000
Entertainment costs	933	553	1 028	1 194	759	444	6 322	4 363
Fuel and oil	37 999	21 207	12 264	12 931	12 094	18 544	19 179	17 849
Hiring of plant and equipment	18 156	15 133	64 130	2 468	12 417	13 116	3 630	4 241
Insurance costs	8 707	5 453	4 083	5 418	2 737	8 698	46 405	45 070
Pharmaceutical	0	179	15	61	13	8	57	688
Postage and courier services	3 384	3 934	69	320	1 129	2 882	14 751	13 293
Printing and stationery	20 020	21 064	5 539	2 849	10 086	10 696	11 855	5 074
Rebates for property rates	10 861	6 359	14 225	7 783	364	252	205 401	141 229
Rebates for service charges	~	0	~	0	~	0	~	0
Rental of land, buildings and other structures	8 868	9 481	960	3 939	2 568	5 073	86 028	1 738
Rental of office equipment	6 000	3 152	724	691	2 595	1 579	8 785	4 440
Security fees	182 743	147 752	542	3 060	14 706	60 277	45 215	19 381
Subscriptions and membership fees	74	3 073	135	932	1 755	3 086	7 981	6 944
Telecommunications services	27 494	30 505	12 059	12 864	11 838	9 307	32 615	20 956
Training and education	17 242	11 808	7 263	7 254	8 852	9 087	6 748	4 218
Transport costs	16 045	12 168	6 072	6 886	10 412	6 669	12 211	7 169
Other expenditure	443 419	501 598	172 935	203 425	191 809	310 918	372 089	668 898
Taxation	0	0	0	0	0	0	0	0
Surplus	58 066	104 709	4 547	25 559	50 535	53 020	834 004	568 454
Total expenditure	4 867 745	5 783 378	1 793 616	2 126 173	2 402 802	2 071 730	4 573 134	4 490 805

*Revised

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Income

Income	Finance, administration, executive and council		Health services		Sport and recreation		Community and social services		Planning and development	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Property rates from:										
Residential	15 954 202	16 192 633	0	0	0	0	0	0	0	0
Commercial or business	5 889 840	5 983 721	0	0	0	0	0	0	0	0
State	610 356	764 304	0	0	0	0	0	0	0	0
Other (includes agricultural, municipal etc)	~	3 645 219	~	0	~	0	~	0	~	0
Property rates – penalties imposed and collection charges	616 345	524 038	0	0	0	0	0	0	0	0
Interest received from:										
External investments	2 914 302	1 723 078	2	1	321 130	138 771	747	3 510	50 670	138 994
Outstanding debtors	1 757 952	1 385 015	92	111	35	117	13 296	54 447	4 823	1 200
Dividends received	106 876	105 817	0	0	0	0	0	0	0	0
Fines	117 020	73 776	109	153	2 079	799	12 509	86 048	5 793	3 752
Licences and permits	136 118	119 262	2 821	1 041	956	944	9 529	14 192	5 186	5 199
Income for agency services	289 538	149 354	708	3 733	16	2 110	380	1 606	0	821
Rental of facilities and equipment	324 003	287 456	1 721	1 715	94 695	83 613	36 911	90 871	16 531	48 579
Bad debts recovered	6 103	1 754	0	0	0	0	0	2 106	0	15
Public contributions and donations (including PPE)	313 679	172 579	0	1 986	197	44 965	13 733	74 106	21 932	77 306
Gains on the disposal of property, plant and equipment	265 887	178 742	133	189	213	1 195	690	35 075	25 397	24 511

*Revised

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Income (continued)

Income	Finance, administration, executive and council		Health services		Sport and recreation		Community and social services		Planning and development	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Subsidies from:										
National government	2 554 925	3 225 728	16 199	82 149	12 534	88 695	100 939	93 146	53 273	552 221
Provincial government	63 345	167 286	685 167	695 083	379	20 310	9 003	9 183	4 244	38 256
Local government	12 230	23 498	0	0	0	0	3 070	356	32	0
Other	1 215 156	1 181 171	20 548	7 126	37 304	16 430	69 553	16 919	223 891	134 573
Grants (including equitable share) from:										
National government	14 566 429	20 713 938	153 314	290 535	2 070 455	1 468 985	479 248	536 499	2 132 496	2 449 123
Provincial government	1 408 391	1 579 280	39 946	161 296	447 194	122 925	52 624	117 368	95 473	264 104
Local government	330 686	95 461	26 320	0	0	0	5 296	2 719	7 854	22 827
Other	380 148	477 252	108 758	85 507	162 547	152 063	106 598	261 479	66 361	331 637
Spent conditional grants	227 075	1 027 677	206	348	44 846	38 146	218 902	22 589	162 282	102 718
Other income	1 600 008	2 971 733	43 012	88 571	173 077	289 576	352 436	386 850	295 335	678 547
Deficit	1 139 824	1 635 190	1 572 943	1 820 079	2 454 506	4 362 048	3 377 354	3 179 415	2 216 296	2 953 959
Total income	52 800 438	64 404 962	2 671 999	3 239 623	5 822 163	6 831 692	4 862 818	4 988 484	5 387 869	7 828 342

*Revised

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Income (continued)

Income	Traffic control		Fire protection		Other public order and safety		Other rates and general services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Property rates from:								
Residential	0	0	0	0	0	0	0	0
Commercial or business	0	0	0	0	0	0	0	0
State	0	0	0	0	0	0	0	0
Other (includes agricultural, municipal etc)	~	0	~	0	~	0	~	0
Property rates – penalties imposed and collection charges	0	0	0	0	0	0	0	0
Interest received from:								
External investments	95	19 991	0	0	16 687	2 745	66 115	1 887
Outstanding debtors	26 272	1 257	1 403	0	789	74	48 577	255
Dividends received	0	0	0	0	0	0	0	0
Fines	1 009 514	709 488	126	133	67 841	100 314	8 365	99
Licences and permits	200 751	249 441	8 625	5 964	29 151	30 054	1 699	3 026
Income for agency services	262 460	272 651	609	485	183 047	194 625	0	4 749
Rental of facilities and equipment	1 320	1 931	166	250	782	313	160 533	7 954
Bad debts recovered	0	0	0	0	0	0	0	0
Public contributions and donations (including PPE)	12 447	9 198	561	0	15	4 783	9 496	89
Gains on the disposal of property, plant and equipment	354	90	1 671	86	177	362	5 309	7 570

*Revised

Part 3: Consolidated statement of financial performance of municipalities for rates and general services for the years ended 30 June 2009 and 30 June 2010: Income (concluded)

	Traffic control		Fire protection		Other public order and safety		Other rates and general services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Income								
Subsidies from:								
National government	1 553	709	284	2 023	31 593	8 075	3 265	0
Provincial government	20	20	293	596	0	0	17 459	0
Local government	1 468	0	0	0	711	0	11 945	0
Other	15 788	1 572	14 092	13 000	14 696	8 548	15 981	9 236
Grants (including equitable share) from:								
National government	193 069	186 501	34 218	62 073	218 916	59 522	1 319 347	1 105 797
Provincial government	9 184	0	1 984	6 569	6 326	19 639	127 821	42 678
Local government	82	0	0	2 582	658	0	3 495	1 083
Other	22 748	12 723	3 300	6 543	119 708	97 909	15 109	315 839
Spent conditional grants	580	160	0	465	0	9 646	110 361	101 848
Other income	95 039	215 806	33 246	47 888	95 869	135 990	134 367	317 440
Deficit	3 015 001	4 101 840	1 693 038	1 977 516	1 615 836	1 399 131	2 513 890	2 571 255
Total income	4 867 745	5 783 378	1 793 616	2 126 173	2 402 802	2 071 730	4 573 134	4 490 805

*Revised

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Expenditure

Expenditure	Housing		Environmental protection		Waste management (solid waste/refuse)		Waste, water management (sewerage and sanitation)	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Employee related costs	1 438 253	1 045 326	828 714	775 328	2 915 575	3 119 807	1 850 549	1 956 240
Interest paid	100 181	59 052	16 930	18 553	175 546	73 277	318 743	239 651
Loss on the disposal of property, plant and equipment	9 086	11 597	204	116	6 964	602	128	851
Bad debts	156 329	553 645	35 771	48 623	452 308	556 372	525 726	421 979
Contracted services	137 012	316 682	80 982	92 999	952 099	1 438 828	225 708	292 397
Collection costs	5 083	5 992	78	0	2 400	967	252	2 097
Depreciation and amortisation	362 804	347 513	80 126	121 064	439 295	515 630	635 317	626 793
Impairment loss	1 478	52 090	0	35	42 291	111 324	30 447	6 224
Repairs and maintenance	529 981	439 925	61 444	139 996	641 826	661 551	727 002	768 366
Bulk purchases of electricity and gas	0	0	0	0	0	0	0	0
Bulk purchases of water	0	0	0	0	0	0	0	0
Grant and subsidies paid to:								
Other local government institutions	2 591	2 591	1 375	1 488	2 439	1 835	12 430	9 921
Tertiary institutions of higher learning	0	0	0	0	0	0	0	0
Households or individuals	~	73 474	~	0	~	11 310	~	10 770
Non-profit institutions serving households	~	0	~	0	~	0	~	0
Other	158 445	78 928	1 525	10 526	54 832	28 584	21 479	42 558
General expenditure:								
Accommodation, travelling and subsistence	3 949	3 539	1 018	2 959	2 936	7 271	3 849	3 273
Advertising, promotions and marketing	2 504	2 579	957	5 975	14 240	13 720	83 097	68 486
Audit fees	1 415	1 021	1 190	1 142	2 202	9 989	3 131	4 132
Bank charges	259	64	134	120	425	354	30	8 065
Cleaning services	1 710	6 106	1 121	3 961	9 956	18 322	2 167	4 911
Consultancy and professional fees	20 337	21 014	5 759	17 988	48 005	37 928	7 285	35 922

*Revised

~This information was not collected separately in 2009

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Expenditure (continued)

Expenditure	Housing		Environmental protection		Waste management (solid waste/refuse)		Waste, water management (sewerage and sanitation)	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Entertainment costs	1 250	1 084	764	981	1 481	360	22 918	8 725
Fuel and oil	5 406	2 824	9 943	6 997	170 278	124 220	27 015	24 928
Hiring of plant and equipment	1 916	1 630	1 123	1 095	123 366	199 786	39 247	10 098
Insurance costs	3 396	7 784	7 072	6 986	11 490	7 000	11 616	13 302
Pharmaceutical	0	0	0	11	41	118	15 356	502
Postage and courier services	795	450	62	228	1 225	1 359	21 653	617
Printing and stationery	7 158	7 103	5 104	10 148	4 144	4 448	24 108	5 135
Rebates for property rates	40 471	3 524	98	14	28 426	3 047	18 622	483
Rebates for service charges	~	0	~	0	~	360	~	87
Rental of land, buildings and other structures	7 574	35 429	40 242	1 438	3 558	3 450	40 129	36 096
Rental of office equipment	1 382	1 259	802	483	23 363	12 494	9 725	4 125
Security fees	10 554	21 683	12 943	14 541	35 891	57 421	26 585	36 871
Subscriptions and membership fees	171	566	176	519	296	517	219	621
Telecommunications services	12 831	13 321	5 322	9 185	17 852	11 510	28 348	20 252
Training and education	5 160	4 093	4 600	10 035	12 712	7 464	4 287	7 152
Transport costs	2 752	3 040	1 520	2 121	55 927	102 397	142 089	134 578
Other expenditure	1 371 601	1 564 085	220 106	293 109	1 173 606	820 819	867 472	1 252 788
Taxation	0	0	0	0	0	0	0	0
Surplus	142 305	173 837	19 509	41 287	489 122	688 205	2 702 021	2 703 761
Total expenditure	4 546 139	4 862 850	1 446 714	1 640 051	7 916 117	8 652 646	8 448 750	8 762 757

*Revised

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Expenditure (continued)

Expenditure	Road transport		Water		Electricity and gas		Other trading services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Employee related costs	3 125 898	3 492 692	3 403 175	3 635 953	3 675 315	4 468 619	153 674	233 317
Interest paid	185 672	197 247	949 500	798 368	972 973	1 202 014	16 794	16 353
Loss on the disposal of property, plant and equipment	4 670	4 925	3 486	4 303	38 043	803	1 002	35
Bad debts	476 785	22 210	2 381 597	1 972 790	1 791 378	1 946 352	19 479	32 325
Contracted services	767 810	449 474	551 828	647 478	578 089	657 199	11 063	13 348
Collection costs	1 634	2 236	32 060	3 341	63 266	78 107	0	207
Depreciation and amortisation	1 856 194	2 570 394	1 631 149	1 819 255	1 717 890	1 764 581	71 930	47 383
Impairment loss	2 866	2 079	1 425	18 715	97 145	28 772	0	639
Repairs and maintenance	1 251 449	1 433 809	1 632 327	1 628 778	1 608 713	1 847 537	39 340	44 010
Bulk purchases of electricity and gas	0	0	0	0	23 131 322	30 184 901	0	0
Bulk purchases of water	0	0	7 391 820	8 215 133	0	0	0	0
Grant and subsidies paid to:								
Other local government institutions	28 685	44 571	65 452	166 156	684	823	0	0
Tertiary institutions of higher learning	5 769	9 302	0	8 186	1 129	0	0	0
Households or individuals	~	0	~	10 534	~	44 191	~	98 776
Non-profit institutions serving households	~	0	~	0	~	0	~	0
Other	107 833	179 470	441 586	235 350	127 472	91 054	82 621	10 978
General expenditure:								
Accommodation, travelling and subsistence	8 999	11 633	8 854	10 455	19 579	10 274	486	1 008
Advertising, promotions and marketing	6 320	3 928	15 001	16 963	11 607	19 065	874	5 541
Audit fees	4 995	2 955	5 496	10 363	5 929	10 783	6 098	6 914
Bank charges	267	532	598	522	5 202	7 501	7 153	7 435
Cleaning services	7 643	8 498	950	3 049	2 468	5 608	1 715	3 950
Consultancy and professional fees	50 657	58 836	51 605	28 556	93 598	83 184	5 925	9 694

*Revised

~This information was not collected separately in 2009

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Expenditure (concluded)

Expenditure	Road transport		Water		Electricity and gas		Other trading services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Entertainment costs	3 514	7 206	1 876	1 053	517	772	111	188
Fuel and oil	159 842	111 508	84 281	72 701	65 944	63 069	30 033	23 560
Hiring of plant and equipment	96 830	125 364	23 585	19 606	43 425	19 534	305	1 583
Insurance costs	32 778	23 851	22 499	16 681	77 298	62 298	863	983
Pharmaceutical	0	0	8 812	7 480	472	229	0	494
Postage and courier services	1 408	1 503	3 445	4 052	2 215	2 489	1 423	33
Printing and stationery	9 383	11 445	21 564	20 447	15 135	15 419	8 027	3 389
Rebates for property rates	23 244	372	7 974	43 729	5 354	7 568	13 338	6
Rebates for service charges	~	0	~	192 809	~	275 424	~	0
Rental of land, buildings and other structures	7 041	93 909	91 558	4 402	8 971	8 757	2 102	2 964
Rental of office equipment	5 397	5 866	6 515	5 336	6 584	9 252	3 245	332
Security fees	13 369	131 948	42 370	125 268	104 288	100 071	30 931	7 562
Subscriptions and membership fees	583	1 531	1 500	2 024	1 001	1 494	14	523
Telecommunications services	51 636	40 186	32 192	30 006	52 686	48 334	6 044	8 318
Training and education	6 101	53 304	8 945	10 610	13 384	9 786	14 671	4 957
Transport costs	12 952	81 664	24 383	51 226	29 808	35 776	182	408
Other expenditure	1 193 118	1 294 362	1 890 714	1 552 864	1 322 465	1 542 855	89 775	139 646
Taxation	0	0	0	0	0	0	5 916	121 687
Surplus	391 988	540 294	2 565 874	2 752 816	4 338 391	6 530 364	49 588	111 384
Total expenditure	9 903 330	11 019 104	23 405 996	24 147 358	40 029 740	51 184 859	674 722	959 930

*Revised

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Income

	Housing		Environmental protection		Waste management (solid waste/refuse)		Waste, water management (sewerage and sanitation)	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Income								
Service charges:								
Sales of electricity and gas	0	0	0	0	0	0	0	0
Sales of water	0	0	0	0	0	0	0	0
Refuse removal charges	0	0	0	0	4 110 785	4 647 628	0	0
Sewerage and sanitation charges	0	0	0	0	0	0	5 357 729	5 944 889
Interest received from:								
External investments	167 188	71 251	23 987	8 456	61 633	103 472	94	3
Outstanding debtors	12 208	13 153	1 820	1 098	95 951	85 863	96 949	33 624
Dividends received	0	0	0	0	0	0	0	0
Fines	0	381	378	709	6 862	436	129	126
Licences and permits	223	658	2 944	1 939	518	92	0	605
Income for agency services	1 464	7 424	3	0	0	101 214	554	76
Rental of facilities and equipment	413 164	494 848	1 508	2 813	4 441	14 132	5 678	5 337
Bad debts recovered	0	0	0	0	0	0	0	0
Public contributions and donations (including PPE)	2 665	909	5	617	18	35	27 184	9 412
Gains on the disposal of property, plant and equipment	15 865	41 689	186	345	66 938	33 338	131	220
Subsidies from:								
National government	103 528	55 915	433	22 006	30 992	43 517	134 682	47 541
Provincial government	52 115	24 209	0	217	13 244	804	24	0
Local government	1 450	0	4 859	0	263	0	0	0
Other	92 764	87 310	17 770	2 431	427 885	439 677	9 927	19 786
Grants (include equitable share) from:								
National government	930 276	818 297	531 053	568 784	1 183 699	973 904	1 375 718	1 161 529
Provincial government	407 343	906 863	4 272	6 465	894	605	26 236	12 963
Local government	34 403	39 463	34	1 083	7 914	0	2 092	10 651
Other	419 427	410 148	3 362	14 054	97 223	234 180	398 325	90 944
Spent conditional grants	4 527	75 064	0	114	0	932	123 462	95 512
Other income	1 039 970	832 415	100 954	89 842	751 758	345 691	367 509	397 247
Deficit	847 559	982 853	753 146	919 078	1 055 099	1 627 126	522 327	932 292
Total income	4 546 139	4 862 850	1 446 714	1 640 051	7 916 117	8 652 646	8 448 750	8 762 757

*Revised

Part 4: Consolidated statement of financial performance of municipalities for housing and trading services for the years ended 30 June 2009 and 30 June 2010: Income (concluded)

Income	Road transport		Water		Electricity and gas		Other trading services	
	2009*	2010	2009*	2010	2009*	2010	2009*	2010
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Service charges:								
Sales of electricity and gas	0	0	0	0	35 641 736	46 834 848	0	0
Sales of water	0	0	13 265 814	14 916 070	0	0	0	0
Refuse removal charges	0	0	0	0	0	0	0	0
Sewerage and sanitation charges	0	0	0	0	0	0	0	0
Interest received from:								
External investments	34 300	95 335	156 594	9 361	223 123	112 313	15 661	2 645
Outstanding debtors	0	0	464 116	417 080	190 834	262 512	889	1 308
Dividends received	0	0	0	0	0	0	0	0
Fines	9 125	11 728	36	1 830	1 933	3 655	4 857	183
Licences and permits	106 621	161 661	0	20	0	0	1 375	13
Income for agency services	90 900	109 952	1 530	1 946	117	224	0	537
Rental of facilities and equipment	59 560	158 192	3 446	3 952	2 414	1 500	53 069	135 627
Bad debts recovered	39	0	0	0	0	0	0	0
Public contributions and donations (including PPE)	42 916	10 019	28 987	24 634	122 846	94 211	0	0
Gains on the disposal of property, plant and equipment	4 151	5 004	51 737	10 825	15 618	2 712	28	396
Subsidies from:								
National government	43 765	85 111	179 410	300 041	115 559	82 394	1 499	1 330
Provincial government	18 766	31 201	16 703	7 725	2 401	80 867	0	0
Local government	0	0	7 187	16 079	800	0	0	0
Other	74 128	64 316	1 179 336	998 427	471 966	448 397	83 639	117 371
Grants (include equitable share) from:								
National government	2 925 315	3 003 633	3 358 574	3 502 792	1 556 282	1 662 775	109 842	196 050
Provincial government	488 762	82 246	457 319	338 079	121 921	144 196	34	1 999
Local government	1 054	158 346	30 769	282 469	2 094	1 693	625	0
Other	861 688	1 091 031	321 714	78 791	236 617	289 982	25 084	0
Spent conditional grants	220 855	346 665	101 524	182 081	93 169	95 456	0	0
Other income	300 912	944 458	1 310 010	1 162 491	535 103	715 808	242 540	248 412
Deficit	4 620 473	4 660 206	2 471 190	1 892 665	695 207	351 316	135 580	254 059
Total income	9 903 330	11 019 104	23 405 996	24 147 358	40 029 740	51 184 859	674 722	959 930

*Revised

Explanatory notes

Introduction	1	<p>The purpose of this census is to provide both stakeholders and users with information that allows analyses and assessment of the state of municipal finances.</p> <p>The publication consists of aggregated preliminary data for 2010 and revised data for 2009 in respect of:</p> <ul style="list-style-type: none"> • the consolidated statement of financial position of municipalities; • the consolidated statement of financial performance of municipalities – rates and general services; and • the consolidated statement of financial performance of municipalities – housing and trading services. <p>Unit data for each municipality for 2009 and 2010 are available on Stats SA's website.</p>
Scope of census of municipalities	2	<p>All institutions defined as local government institutions in terms of Act No. 117 of 1998 (the Municipal Act), Act No. 108 of 1996 (Constitution of the Republic 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) were included in this survey. The questionnaire for this survey was designed to address primarily the national accounts requirements of Statistics South Africa and the South African Reserve Bank. This statistical release contains financial information furnished by the respondents.</p>
Classification and accounting standards	3	<p>For the purposes of classification of local government institutions according to activities, Stats SA used the <i>Standard Industrial Classification of all Economic Activities (SIC), Fifth edition, January 1993</i>. Activities of the local government institutions also adhere to the General Accepted Municipal Accounting Practice (GAMAP), Generally Recognised Accounting Practice (GRAP) and requirements of the Institute of Municipal Finance Officers (IMFO). Questionnaires have been designed to take into account the different accounting standards.</p>
Statistical unit	4	<p>The statistical unit for the collection of information was the municipality.</p>
Reliability of estimates	5	<p>Estimates are based on information furnished by respondents. These estimates are verified (using internal and external sources) and edited before being published.</p> <p>Estimates for the current year in this publication are preliminary, while estimates for the previous year are now regarded as final.</p>
Related publications	6	<p>Users may wish to refer to the following Stats SA publications:</p> <ul style="list-style-type: none"> • P9101 Capital expenditure of the public sector; • P9114 Financial census of municipalities (previous publications); • P0277 Quarterly employment statistics; • P9119.4 Financial statistics of consolidated general government; and • P0441 Gross domestic product.
Comparability with previous census	7	<p>This financial census of municipalities for the year ended 30 June 2010 is generally comparable with that of the year ended 30 June 2009.</p>

Symbols and abbreviations used	8	<p>~ This information was not collected separately in 2009</p> <p>* Revised figures</p> <p>Inca Infrastructure Finance Corporation Ltd</p> <p>0 Nil or not applicable</p> <p>GAMAP Generally Accepted Municipal Accounting Practice</p> <p>GRAP Generally Recognised Accounting Practice</p> <p>IMFO Institute of Municipal Finance Officers</p> <p>Stats SA Statistics South Africa</p> <p>COIDA The Compensation for Occupational Injuries and Diseases Act</p>
Revision of data	9	<p>Information for 2010 should be regarded as preliminary, and may be revised. The revised figures are due to late submission of the data to Stats SA or respondents reporting revisions. The latter are normally the result of post-balance sheet events (events that occur between the balance sheet date and date on which the financial statements are approved by the municipal council) as well as through auditing of the financial statements.</p>
Fluctuations between 2009 and 2010	10	<p>The fluctuations in the data between 2009 and 2010 can be due to:</p> <ul style="list-style-type: none"> • Revisions due to late response or revisions from respondents; • Change in the accounting practices and standards adopted by the respondents; • Municipalities acquiring entities; and/or • Differences in response rates – mainly financial statements received for verification purposes between 2009 and 2010 financial years.
Preliminary data	11	<p>All 283 reporting units furnished the required information (100% response rate). However, the financial statements were not available to verify provided data for the following municipalities:</p> <p>Ditsobotla Local Municipality in North West Kagisano Local Municipality in North West; Maquassi Hills Local Municipality in North West; and Nala Local Municipality in Free State;</p>

Glossary

Acid test ratio	The acid test ratio is calculated as current assets minus inventory divided by current liabilities. The accepted acid test ratio is considered to be 1:1. In other words, the entity is able to meet its current credit obligations without disposing of its inventory.
Capital replacement reserve (CRR)	In order to finance the provision of infrastructure and other items of property, plant and equipment from internal sources, amounts are transferred from the accumulated surplus/deficit to the CRR in terms of a council resolution. The cash in the designated CRR bank account can only be utilised to finance items of property, plant and equipment. The CRR is reduced and the accumulated surplus/deficit is credited by a corresponding amount when the amounts in the CRR are utilised. The amount transferred to the CRR is based on the municipality's need to finance future capital projects included in the Integrated Development Plan.
Capitalisation reserve	<p>On the implementation of GAMAP/GRAP, the balance on certain funds, created in terms of the various Provincial Ordinances applicable at the time, that had historically been utilised for the acquisition of items of property, plant and equipment have been transferred to a capitalisation reserve instead of the accumulated surplus/deficit in terms of a directive (budget circular) issued by National Treasury. The purpose of this reserve is to promote consumer equity by ensuring that the future depreciation expenses that will be incurred over the useful lives of these items of property, plant and equipment are offset by transfers from this reserve to the accumulated surplus/deficit.</p> <p>The balance on the capitalisation reserve equals the carrying value of the items of property, plant and equipment financed from the former legislated funds. When items of property, plant and equipment are depreciated, a transfer is made from the capitalisation reserve to the accumulated surplus/deficit. When an item of property, plant and equipment is disposed, the balance in the capitalisation reserve relating to such item is transferred to the accumulated surplus/deficit.</p>
Consolidated statement of financial position	The aggregate or consolidated statement of financial position reports the entity's financial position at a specific point in time (the end of the reporting period). This statement covers all assets, net assets and liabilities at the end of the financial year.
Current assets	Current assets consist of inventories; external short-term loans, deposits and investments; debtors; prepaid expenses; petty cash and bank.
Current expenditure	Current expenditure refers to transactions that decrease the net worth of the entity, including interest paid, compensation of employees, grants and subsidies paid, and depreciation, but excluding the consumption of fixed capital. It consists of the total expenditure of rates and general services (excluding the surplus), the total expenditure on housing and trading services (excluding the surplus).
Current liabilities	Current liabilities consist of external short-term loans and deposits; unspent conditional grants; current provisions; short-term leases; value added tax; bank overdraft; and creditors.
Current ratio	The current ratio is calculated as current assets divided by current liabilities. This ratio measures the extent to which current or short-term assets can be disposed to liquidate the current or short-term liabilities.
Debt ratio	The proportion of debt the entity has relative to its assets.

Debt to income ratio	The measuring of the percentage of the entity's income that goes towards all debt payments.
Depreciation and amortisation	<p>Depreciation is the deduction for the reasonable allowance for the wear and tear of long-term tangible assets, and amortisation is the deduction for the reasonable allowance for the wear and tear of intangible assets.</p> <p>Loans redeemed are included in depreciation and amortisation for the low-capacity municipalities who are still in transition to the new accounting practices and standards.</p>
District municipality	District municipality refers to a municipality that has a municipal executive and legislative authority in an area that includes more than one municipality, and which is described in section 155(1) of the Constitution as a category C municipality (refer to the Local Government: Municipal Structures Act (Act No. 117 of 1998)).
Donation and public contribution reserve	<p>When items of property, plant and equipment are financed from public contributions and donations, a transfer is made from the accumulated surplus/deficit to the Donations and Public Contributions Reserve equal to the donations and public contributions recorded as revenue in the Statement of Financial Performance in accordance with a directive (budget circular) issued by National Treasury. When such items of property, plant and equipment are depreciated, a transfer is made from the Donations and Public Contributions Reserve to the accumulated surplus/deficit.</p> <p>The purpose of this policy is to promote community equity and facilitate budgetary control by ensuring that sufficient funds are set aside to offset the future depreciation charges that will be incurred over the estimated useful life of the item of property, plant and equipment financed from donations and public contributions. When an item of property, plant and equipment financed from government grants is disposed, the balance in the Donations and Public Contributions Reserve relating to such item is transferred to the accumulated surplus/deficit.</p>
Employee related costs	<p>Compensation of employees includes payment to full-time and part-time employees irrespective of whether the remuneration is paid out of revenue, capital or any other account.</p> <p>Compensation of employees also includes:</p> <ul style="list-style-type: none"> • basic compensation; • allowances; • contribution to other benefit funds of employees such as medical aid, pension fund contributions, 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) and other benefits such as housing subsidy, etc.; and • uniform clothing and allowances (clothing, boots, overalls, etc., supplied to uniformed employees). <p>Note: Allowances to councillors are treated separately for the purpose of this census.</p>
Government grant reserve	When items of property, plant and equipment are financed from government grants, a transfer is made from the accumulated surplus/deficit to the Government Grants Reserve equal to the Government Grant recorded as revenue in the Statement of Financial Performance in accordance with a directive (budget circular) issued by National Treasury. When such items of property, plant and equipment are depreciated, a transfer is made from the Government Grant Reserve to the accumulated surplus/deficit. The purpose of this policy is to promote community equity by ensuring that the future depreciation expenses that will be incurred over the useful lives of government grant-funded items of property, plant and equipment are offset by transfers from this reserve to the accumulated surplus/deficit. When an item of property, plant and equipment financed from government grants is disposed, the balance in the Government Grant Reserve relating to such item is transferred to the accumulated surplus/deficit.

Housing and 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 abattoirs, electricity and gas, markets, passenger transport, water and other trading services (forestry, agriculture, airports, mineral baths, stone crushing and sand supply services).
Housing development fund	The housing development fund was established in terms of the Housing Act, (Act No. 107 of 1997). Loans from national and provincial government used to finance housing selling schemes undertaken by the municipality were extinguished on 1 April 1998 and transferred to a housing development fund. Housing selling schemes both complete and in progress as at 1 April 1998, were also transferred to the housing development fund. In terms of the Housing Act, all proceeds from housing developments, which include rental income and sales of houses, must be paid into the housing development fund. Monies outstanding to the credit of the housing development fund can be used only to finance housing developments within the municipal area subject to the approval of the Provincial MEC responsible for housing.
Local municipality	Local municipality refers to a municipality that shares a municipal executive and legislative authority in its area with a district municipality within whose area it falls, and which is described in section 155(1) of the Constitution as a category B municipality.
Long-term loans	Long-term loans are loans with an outstanding maturity of more than one year.
Marketable loan stock	Marketable loan stock refers to stocks, debentures and similar debt instruments that are freely negotiable, 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.
Metropolitan municipality	Metropolitan municipality means an entity that has a municipal executive and legislative authority in an area that includes more than one municipality, and which is described in section 155(1) of the Constitution as a category A municipality (refer to the Local Government: Municipal Structures Act (Act No. 117 of 1998)).
Money market instruments	Money market instruments include bankers' acceptances, trade bills, and promissory notes, capital project bills, bridging debentures, negotiable certificates of deposits, Land Bank bills, Land Bank and the South African Reserve Bank's debentures.
Municipality	Municipality is a generic term describing the 'unit' of government in the local spheres responsible for local government in a geographically demarcated area and including district, local and metropolitan municipalities. Municipalities as an entity consist of a municipal council (elected political representatives) and the municipal administration (appointed officials).
Other expenditure	The following are included in 'Other expenditure': <ul style="list-style-type: none">• administration charges/fees;• books and magazines;• consumables;• legal fees;• licences and trade licences;• professional fees; and• sundries.

Provision	<p>Provision is any amount set aside for the purpose of meeting the following:</p> <ul style="list-style-type: none"> • specific requirements where the amounts thereof can be closely estimated; and • specific commitments and contingencies as at the date of the balance sheet, where the amounts involved cannot be determined with significant accuracy. <p>Provision includes:</p> <ul style="list-style-type: none"> • bad debts; and • leave payouts.
Public corporations	<p>Public corporations comprise public non-financial corporations and public financial corporations.</p> <p>Public non-financial corporations consist of residential non-financial corporations and quasi corporations that are subject to control by government units which sell industrial or commercial goods and services to the public on a large scale. Public financial corporations consist of all corporations, quasi-corporations, and non-profit entities (NPIs) principally engaged in financial intermediation or in auxiliary financial activities closely related to financial intermediation.</p>
Rates and general services	<p>Rates and general services include ambulance, fire control (or firefighting), 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 rates, the receipt of subsidies and other contributions.</p>
Repairs and maintenance	<p>Repairs and maintenance include all expenditure on repairs and maintenance of the various assets of the department. Where considered necessary, the cost of repairs in respect of the various types of assets, e.g. buildings, plant, may be subdivided. Where repairs and maintenance have been charged to a 'provision for repairs account', the actual expenditure incurred during the current year has been reflected under this subdivision, and the amount chargeable to the 'provision for repairs' is reflected as a deduction from the actual cost. Any balance of expenditure still remaining is treated as a charge against the current year.</p>
Reserve	<p>Reserve denotes amounts set aside out of surpluses that 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.</p>
Revaluation reserve	<p>The surplus arising from the revaluation of land and buildings is credited to a non-distributable reserve. The revaluation surplus is realised as revalued buildings are depreciated, through a transfer from the revaluation reserve to the accumulated surplus/deficit. On disposal, the net revaluation surplus is transferred to the accumulated surplus/deficit while gains or losses on disposal, based on devalued amounts, are credited or charged to the Statement of Financial Performance.</p>
Self-insurance reserve	<p>The municipality has a self-insurance reserve amount set aside to offset potential losses or claims that cannot be insured externally (adapt to specific circumstances). The balance of the self-insurance reserve is determined based on 5% of the insurance risk carried by the municipality.</p>

General information

Stats SA publishes approximately 300 different statistical releases each year. It is not economically viable to produce them in more than one of South Africa's eleven official languages. Stats SA releases are published in English since the releases are used extensively, not only locally but also by international economic and social-scientific communities.

Data from this publication may be produced, applied or processed, provided Statistics South Africa (Stats SA) is acknowledged as the original source of the data; that it is specified that the application and/or analysis is the result of the user's independent processing of the data; and that neither the basic data nor any processed version or application thereof may be sold or offered for sale in any form whatsoever without the prior permission of Stats SA.

Advance release calendar

An advance release calendar is disseminated on www.statssa.gov.za

Stats SA products

A complete set of Stats SA publications is available at the Stats SA Library and the following libraries:

National Library of South Africa, Pretoria Division
National Library of South Africa, Cape Town Division
Natal Society Library, Pietermaritzburg
Library of Parliament, Cape Town
Bloemfontein Public Library
Johannesburg Public Library
Eastern Cape Library Services, King William's Town
Central Regional Library, Polokwane
Central Reference Library, Nelspruit
Central Reference Collection, Kimberley
Central Reference Library, Mmabatho

Stats SA also provides a subscription service.

Electronic services

A large range of data is available via on-line services, diskette, and CD and computer printouts. For more details about our electronic data services, contact (012) 310 600/8390/8351/4892/8496/8095.

You can visit us on the Internet at: www.statssa.gov.za

Enquiries

Telephone number: 012 310 8600/8390/8351/8496/8095 (user information) 012 310 8161 (orders)
Telephone number: 012 310 2931/6928 (technical enquiries)
Fax number: 012 310 8332 (technical enquiries)
Email: info@statssa.gov.za (user information services)
Postal address: Private Bag X44, Pretoria, 0001

Produced by Stats SA