

CPT Cape Town - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 31 March 2016

| Description                                                   | Budget Year 2015/16 |                |              |                       |                     |                       |                |                |                    | Budget Year +1<br>2016/17 | Budget Year +2<br>2017/18 |
|---------------------------------------------------------------|---------------------|----------------|--------------|-----------------------|---------------------|-----------------------|----------------|----------------|--------------------|---------------------------|---------------------------|
|                                                               | Original<br>Budget  | Prior Adjusted | Accum. Funds | Multi-year<br>capital | Unfore.<br>Unavoid. | Nat. or Prov.<br>Govt | Other Adjusts. | Total Adjusts. | Adjusted<br>Budget | Adjusted<br>Budget        | Adjusted<br>Budget        |
| R thousands                                                   |                     |                |              |                       |                     |                       |                |                |                    |                           |                           |
| <u>Revenue By Source</u>                                      |                     |                |              |                       |                     |                       |                |                |                    |                           |                           |
| Property rates                                                | 6,546,155           | 6,552,155      | –            | –                     | –                   | –                     | 26,756         | 26,756         | 6,578,912          | 7,041,460                 | 7,572,107                 |
| Property rates - penalties & collection charges               | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Service charges - electricity revenue                         | 11,127,619          | 11,127,619     | –            | –                     | –                   | –                     | –              | –              | 11,127,619         | 12,472,296                | 13,968,971                |
| Service charges - water revenue                               | 2,745,181           | 2,745,181      | –            | –                     | –                   | –                     | –              | –              | 2,745,181          | 3,044,560                 | 3,376,714                 |
| Service charges - sanitation revenue                          | 1,470,947           | 1,470,947      | –            | –                     | –                   | –                     | –              | –              | 1,470,947          | 1,632,751                 | 1,812,354                 |
| Service charges - refuse revenue                              | 1,097,246           | 1,097,054      | –            | –                     | –                   | –                     | –              | –              | 1,097,054          | 1,184,461                 | 1,266,767                 |
| Service charges - other                                       | 561,765             | 685,344        | –            | –                     | –                   | –                     | (128,920)      | (128,920)      | 556,423            | 592,664                   | 654,668                   |
| Rental of facilities and equipment                            | 345,646             | 365,189        | –            | –                     | –                   | –                     | –              | –              | 365,189            | 365,183                   | 382,216                   |
| Interest earned - external investments                        | 271,687             | 580,766        | –            | –                     | –                   | –                     | –              | –              | 580,766            | 286,630                   | 302,108                   |
| Interest earned - outstanding debtors                         | 233,996             | 231,266        | –            | –                     | –                   | –                     | –              | –              | 231,266            | 248,181                   | 264,275                   |
| Dividends received                                            | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Fines                                                         | 977,210             | 996,923        | –            | –                     | –                   | –                     | 0              | –              | 996,923            | 1,022,151                 | 1,087,348                 |
| Licences and permits                                          | 43,028              | 29,444         | –            | –                     | –                   | –                     | –              | –              | 29,444             | 45,395                    | 47,846                    |
| Agency services                                               | 153,993             | 153,993        | –            | –                     | –                   | –                     | 0              | –              | 153,993            | 162,463                   | 171,236                   |
| Transfers recognised - operating                              | 3,579,752           | 4,106,009      | –            | –                     | –                   | –                     | 0              | –              | 4,106,009          | 3,658,622                 | 3,972,647                 |
| Other revenue                                                 | 2,441,185           | 2,348,650      | –            | –                     | –                   | –                     | 188            | 188            | 2,348,837          | 2,515,342                 | 2,637,860                 |
| Gains on disposal of PPE                                      | 74,669              | 74,669         | –            | –                     | –                   | –                     | –              | –              | 74,669             | 95,666                    | 84,361                    |
| Total Revenue (excluding capital transfers and contributions) | 31,670,081          | 32,565,209     | –            | –                     | –                   | –                     | (101,977)      | (101,977)      | 32,463,232         | 34,367,823                | 37,601,479                |
| <u>Expenditure By Type</u>                                    |                     |                |              |                       |                     |                       |                |                |                    |                           |                           |
| Employee related costs                                        | 9,847,508           | 9,925,384      | –            | –                     | –                   | –                     | 150            | 150            | 9,925,534          | 10,715,810                | 11,610,644                |
| Remuneration of councillors                                   | 139,311             | 139,311        | –            | –                     | –                   | –                     | –              | –              | 139,311            | 148,366                   | 157,862                   |
| Debt impairment                                               | 1,798,371           | 1,798,493      | –            | –                     | –                   | –                     | 6              | 6              | 1,798,499          | 1,934,804                 | 2,068,185                 |
| Depreciation & asset impairment                               | 2,089,827           | 2,127,123      | –            | –                     | –                   | –                     | –              | –              | 2,127,123          | 2,227,876                 | 2,383,827                 |
| Finance charges                                               | 971,133             | 762,538        | –            | –                     | –                   | –                     | –              | –              | 762,538            | 1,090,167                 | 1,222,662                 |
| Bulk purchases                                                | 7,967,555           | 7,959,015      | –            | –                     | –                   | –                     | –              | –              | 7,959,015          | 9,051,585                 | 10,285,261                |
| Other materials                                               | 359,005             | 349,608        | –            | –                     | –                   | –                     | (296)          | (296)          | 349,312            | 389,927                   | 418,889                   |
| Contracted services                                           | 4,818,153           | 4,654,643      | –            | –                     | –                   | –                     | (31,703)       | (31,703)       | 4,622,941          | 4,940,399                 | 5,276,534                 |
| Transfers and grants                                          | 120,402             | 166,865        | –            | –                     | –                   | –                     | 220            | 220            | 167,085            | 117,538                   | 123,777                   |
| Other expenditure                                             | 3,978,981           | 4,831,332      | –            | –                     | –                   | –                     | (70,353)       | (70,353)       | 4,760,978          | 4,155,193                 | 4,446,895                 |
| Loss on disposal of PPE                                       | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Total Expenditure                                             | 32,090,246          | 32,714,313     | –            | –                     | –                   | –                     | (101,977)      | (101,977)      | 32,612,336         | 34,771,665                | 37,994,534                |
| <u>Surplus/(Deficit)</u>                                      | (420,164)           | (149,104)      | –            | –                     | –                   | –                     | (0)            | (0)            | (149,104)          | (403,842)                 | (393,056)                 |
| Transfers recognised - capital                                | 2,223,813           | 2,462,484      | –            | –                     | –                   | –                     | (15,690)       | (15,690)       | 2,446,794          | 2,393,837                 | 2,481,389                 |
| Contributions recognised - capital                            | 53,761              | 68,734         | –            | –                     | –                   | –                     | 0              | –              | 68,734             | 99,000                    | 103,100                   |
| Contributed assets                                            | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Surplus/(Deficit) before taxation                             | 1,857,410           | 2,382,114      | –            | –                     | –                   | –                     | (15,690)       | (15,690)       | 2,366,424          | 2,088,995                 | 2,191,433                 |
| Taxation                                                      | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Surplus/(Deficit) after taxation                              | 1,857,410           | 2,382,114      | –            | –                     | –                   | –                     | (15,690)       | (15,690)       | 2,366,424          | 2,088,995                 | 2,191,433                 |
| Attributable to minorities                                    | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Surplus/(Deficit) attributable to municipality                | 1,857,410           | 2,382,114      | –            | –                     | –                   | –                     | (15,690)       | (15,690)       | 2,366,424          | 2,088,995                 | 2,191,433                 |
| Share of surplus/ (deficit) of associate                      | –                   | –              | –            | –                     | –                   | –                     | –              | –              | –                  | –                         | –                         |
| Surplus/ (Deficit) for the year                               | 1,857,410           | 2,382,114      | –            | –                     | –                   | –                     | (15,690)       | (15,690)       | 2,366,424          | 2,088,995                 | 2,191,433                 |