CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD

ANNEXURE A

2019/20 ADJUSTMENTS BUDGET

22 August 2019

LIST OF TABLES

LIST OF ANNEXURES

GLOSSARY OF TERMS AND ABBREVIATIONS

Adjustments Budgets – Prescribed in section 28 of the Municipal Finance Management Act, this is the formal means by which a municipality may revise its budget during a financial year.

Allocations – Money received from Provincial and National Treasury.

Budget – The financial plan of a municipality.

Capital Expenditure – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

Cash Flow Statement – A statement showing when actual cash will be received and spent and the month end cash and short-term investment balances.

CGD – Capital Grants and Donations mainly comprising of National and Provincial Government allocations as well as public contributions and donations from external parties.

CCT – City of Cape Town

CRR – Capital Replacement Reserve. An internal funding source used for capital projects, which must at all times be cash-backed in line with Section 18 of the MFMA.

CTICC - Cape Town International Convention Centre

CTS – Cape Town Stadium

DoRA – Division of Revenue Act. Annual legislation which shows the allocations from national to local government.

DoRb – Division of Revenue Bill. Annual legislation tabled in parliament, but not enacted, which shows the allocations from national to local government.

EFF – External Financing Fund. Internal funding mechanism and funded from borrowing for capital expenditure.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates comparisons between municipalities.

IDP – Integrated Development Plan. The main strategic planning document of a municipality.

MBRR – Municipal Budget Reporting Regulations

MFMA - Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework, as prescribed by the MFMA. It sets out indicative revenue and projected expenditure for the budget year, plus two outer financial years.

NT – National Treasury

Operating Expenditure – The day-to-day expenses of a municipality such as general expenses, salaries & wages and repairs & maintenance.

PT – Provincial Treasury

Rates – Local Government tax based on assessed valuation of a property.

SFA – Strategic Focus Areas. The main priorities of a municipality as set out in the IDP. Budgeted spending must contribute towards achievement of these Strategic Focus Areas.

Vote – One of the main segments into which a budget is divided, usually at directorate level.

PART 1 - ADJUSTMENTS BUDGET: PARENT MUNICIPALITY – CITY OF CAPE TOWN

1. Mayor's Report

1.1. Summary of reasons for the adjustments budget

Primary reasons for the recommendation to adopt an August 2019 adjustments budget result from roll-overs of carry-over commitments from the 2018/19 financial year.

Further adjustment details are listed in the paragraphs below.

a. Multi-year funds shifting in relation to the capital programme

The reasons for multi-year shifting are inter alia:

- Carry-over commitments from the 2018/19 financial year
  Section 28(2)(e) of the Municipal Finance Management Act (MFMA) states that an adjustments budget "*may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council*".

  The following matters were considered when formulating proposals for roll-over funding allocations:
  - Those contractual components or works awarded/commenced during the 2018/19 financial year, but not yet implemented and settled by 30 June 2019 – in other words the monetary value of commitments – and for which no budgetary provision was made in the 2019/20 capital budget.
  - As per the '*not reasonably have been foreseen*' definition and interpretation of the relevant MFMA stipulations, departments must have had a reasonable expectation that work would have been completed by 30 June 2019.
  - Proposals for roll-over provisions catered for both internally- and externally- funded budgetary provisions.
  - Reasons why the 2018/19 budgetary provisions were committed, but not spent by 30 June 2019.
  - Roll-over proposals were taken in context of affordability constraints and funding certainty for the period, as informed by the adopted MTREF, and implementation capacity for the period.

- National- and Provincial Treasury require municipalities to apply for committed unspent conditional grants roll-overs of the previous financial year by 31 August each year. Notification letters from National- and Provincial Treasury, to inform municipalities of the outcome of such roll-over applications, are normally received by November each year. These approved roll-overs are subsequently appropriated into the annual budget via the adjustments budget following the mid-year review and performance assessment. In order to assist directorates to continue with implementation of ongoing contractually-let projects in the 2019/20 financial year, an amount of R344 million, funded from a specially created internal resource i.e. Capital Replacement Reserve: Capital Grants & Donations Roll-overs (CRR: CGD Roll-overs), is proposed as an interim funding source. Should specific conditional grant-funded projects' roll-overs not be approved by National- or Provincial Treasury, the City will continue funding such projects from the Capital Replacement Reserve: Capital Grants & Donations Roll-overs.

- Administrative transfers/virements of budgetary provisions, as approved in terms of Council's System of Delegations of Powers and the Virement Policy and processed in the City's accounting system up until 25 July 2019.

- Updating of existing provisions in accordance with latest implementation projections, revised business plans and confirmed funding sources.

- Additional expenditure incurred in terms of section 29 of the MFMA.

b. Allocations and grant adjustments

Capital grants

Roll-overs amounting to R287 416 are proposed in the 2019/20 financial year, which are mainly attributed to:

- PTI&SG interest (unconditional grant) totalling R274 668 for items, which were ordered but not received by 30 June 2019, due to supplier constraints.

- Restructuring Grant interest (unconditional grant) totalling R12 748 for a video conference camera, which could not be delivered and installed before 30 June 2019, due to it being in transit from Germany.

Operating grants and donations

Roll-over of approved 2018/19 private donations and unspent grant allocations from Provincial Government (unconditional grants) amounting to R116.7 million are proposed in the 2019/20 financial year and are mainly attributed to the following directorates:

- Economic Opportunities and Asset Management directorate
  A roll-over of R125 000 is proposed for the Tourism Development Framework Project (funded ex Tourism Development Grant) where final invoices and certificates will only be received in the first quarter of the current financial year.

- Energy and Climate Change directorate
  A roll-over of R697 339 is proposed for the Climate Adaptation and Municipal Climate Protection projects (funded ex City of Munich) as funding was only paid to the City in June 2019.

- Human Settlements directorate
  - A roll-over of R115.8 million in respect of the Human Settlements Development Grant (HSDG) is proposed. This relates to unspent HSDG funding received prior to 2018/19, which was not subjected to roll-over approval as a consequence of the direct beneficiary relationship of the grant. The major contributors to this roll-over are:
    - Gugulethu Housing Infill Project (R31.2 million): The start date of the contractor was delayed, due to issues with the allocation of beneficiaries that had to be resolved. These issues were resolved after various engagements with the community and the project is now underway and will continue in the current financial year.
    - Glenhaven Social Housing Project (R14.2 million): This project is funded by two funding sources i.e. Social Housing Regulatory Authority (SHRA) funding, which has been spent, and HSDG funding, for which a roll-over of R14 million is proposed in order to complete the project.
    - Occupancy Surveys Project (R11.3 million): The aim of this project is to identify beneficiaries occupying houses without title deeds and to trace missing/deceased beneficiaries to ensure that title deed transfers can be completed, which may take up to two years. The project is ongoing in nature and necessitates that unspent funds be rolled-over for continuation of the project.
    - Emergency Housing Programme (EHP) (R8.4 million): Delays were experienced as a result of the Department of Labour’s requirement for approval of works permit, and challenges experienced with the local community. These challenges were resolved after various engagements with the parties involved. The contractor is now on site and a roll-over is required for completion of the project.
    - People’s Housing Process (PHP) Project (R19.9 million): The project is ongoing in nature. The City receives the full subsidy in advance while the beneficiaries are still in different stages of construction. Unspent funds will be allocated to active PHP groups, who are currently performing and where support organisations (community elected committees to oversee and support projects) are in place.
    - Eradication of Registration Backlog Project (R2.2 million): This funding is utilised for the eradication of registration backlogs on various historical housing projects identified within the City. The grant was given to the City without any time limit, due to the mostly unknown quantification and the complexity of estimating transfers, which may take up to two years to complete. The nature of this project therefore necessitates that unspent funds be rolled-over to continue with the project.

- Energy Efficient Low Cost Housing Project (R3.8 million): This funding was made available to the Edward Avenue Housing project to promote energy efficient design in the subsidised housing environment. Construction on the project was delayed by two years, due to higher than planned tender prices. The project is now being re-packaged with a different housing typology and more housing units in a bid to make it more affordable. The roll-over of unspent funds is proposed in order to continue with the project.

- People's Housing Process (PHP) Project - Masakheni (R5 million) funded ex US Aid. There's no obligation to repay unspent funds to the donor. These funds are required for the continuation of the project where deserving PHP projects will be identified within the area of Khayelitsha.

Recommendations to the Council regarding the budget

Taking into consideration the reasons listed in paragraph 1.1, it is recommended that Council approves an adjustments budget.

2. Resolutions

The resolutions tabled at Council for consideration with approval of the adjustments budget are:

a. That the City's adjustment budget for the 2019/20 financial year be approved and adopted, as set out in the following tables and annexures:

i. Operating revenue and expenditure by standard classification reflected in Table 3 on page 15.
ii. Operating revenue and expenditure by municipal vote reflected in Table 4 on page 17.
iii. Operating revenue by source and expenditure by type reflected in Table 5 on page 18.
iv. Multi-year capital appropriations by vote reflected in Table 6 on page 19 and Annexure 2.1 and Annexure 2.2.
v. Capital expenditure by standard classification reflected in Table 6 on page 19.
vi. Capital funding by source reflected in Table 6 on page 19.
vii. Budgeted Cash Flow statement as reflected in Table 8 on page 22.

b. That the amended MTREF IDP chapter for 2019/20, as set out in annexure 3, be used to update the current chapter in the approved Integrated Development Plan (IDP).

c. That adjustments to transfers and grants made by the City, as set out in Annexure 4, be approved.

d. That individual projects with a total project cost in excess of R50 million (to give effect to section 19(1)(b), 19(2) and 19 (3) of the MFMA and regulation 13(1)(b) of the MBRR), which were previously approved as part of a programme, as set out in Annexure 5, be approved.

3. Executive Summary

3.1. General

Matters proposed for incorporation into an adjustment operating and capital budget, are listed below.

3.2. Provision of basic services

The budget amendments will have no detrimental impact on the provision of basic services.

3.3. Adjustment highlights

3.3.1. Adjustments made to the operating budget

Full details of proposed amendments to the 2019/20 operating budget are reflected in Annexure 1 to this report.

3.3.2. Adjustments to the capital budget

Directorate and departmental submissions received for budgetary inclusion totalled R396 million, with funding sources split as shown in Table 1 below.

Table 1 Fund shifts in relation to the capital programme for 2019/20

Major Fund Source R Thousand	Original Budget	Roll-overs	Section 29	Other	Proposed Budget
CGD	2 265 085	287	0	0	2 265 373
CRR	1 061 231	404 971	285	0	1 466 487
EFF	5 007 495	211 860	0	-221 376	4 997 979
REVENUE	54 621	264	0	0	54 885
TOTAL	**8 388 432**	**617 383**	**285**	**-221 376**	**8 784 724**

Increases to the various fund sources are explained in detail below.

- **CGD amendments**
  The roll-overs amounting to R287 416 million are mainly attributed to:
  - PTI&SG interest (unconditional grant) totalling R274 668 for items, which were ordered but not received by 30 June 2019, due to supplier constraints.

- Restructuring Grant interest (unconditional grant) totalling R12 748 for a video conference camera, which could not be delivered and installed before 30 June 2019, due to it being in transit from Germany.

- **CRR amendments**

In order to assist directorates to continue with implementation of ongoing contractually-let projects in 2019/20, R344 million funded from a specially created internal resource i.e. Capital Replacement Reserve: Capital Grants & Donations Roll-overs, is proposed as an interim funding source. Should specific conditional grant-funded projects' roll-overs not be approved by National- or Provincial Treasury, the City will continue funding such projects from the Capital Replacement Reserve: Capital Grants & Donations Roll-overs.

The roll-overs amounting to R405 million, which includes the R344 million conditional grant-funded contractually-let projects, are mainly attributed to the following directorates/ departments.

- Community Services & Health directorate – R6.8 million, made up as follows:
  - Ward Allocations - R3.1 million
  - NY 116 Gugulethu Synthetic Pitch - R374 722
  - Upgrade of the Manenberg Precinct - R112 680
  - Welmoed Cemetery Development - R433 895
  - Maitland Cemetery Public/Visitor Info Centre - R69 794
  - Upgrade Maitland Crematorium - R276 096
  - Upgrade: Elizabeth to Jack Muller Park - R59 320
  - Bishop Lavis Integrated Rec Facility - R 682 076
  - Library Upgrades and Extensions FY20 - R670 928
  - Construct ECD Centre: Heideveld - R38 820
  - Dunoon Furniture & Equipment - R9 760
  - New Pelican Park Clinic - R321 358
  - Ikhwezi Clinic - Extension and Civil Works - R191 651
  - Uitsig Clinic - Extension for ARV/TB - R108 631
  - Social Services Facilities Upgrades FY20 - R397 803

- Corporate Services directorate - R187 405
  Radio Infrastructure FY19: This amount is required for the upgrade of a portion of the City's radio microwave network equipment from E1 to Ethernet at numerous radio high sites. A number of orders for microwave equipment were placed, however a few items on some orders could not be supplied timeously.

- Economic Opportunities & Asset Management directorate - R218 826
  Civic Centre Structural Rehabilitation project: This project could not be completed by 30 June 2019, due to the vendor experiencing delays in transporting the required goods from Johannesburg, stock unavailability and vendor capacity constraints.

- Energy & Climate Change directorate – R18.9 million
    - Hout Bay LV Depot - R3.9 million
    - Blue Downs Streetlighting Depot - R5.5 million
    - Bloemhof Network Control Centre - R4.4 million
    - New water supply system: Steenbras - R1.5 million
    - Electrification Area C FY20 - R2.1 million
    - Street Lighting: City Wide Area C FY20 - R934 000
    - Street Lighting: City Wide Area E FY20 - R252 335
    - Street Lighting: City Wide Area S FY20 - R396 409

- Human Settlements directorate - R16.2 million
    - Witsand Housing Project Phase 2 Atlantis - R290 027
    - Manenberg The Downs Housing Project - R41 350
    - Morkel's Cottage Strand Housing Project - R21 555
    - Gugulethu Infill Project Erf 8448/MauMau - R88 114
    - Heideveld Duinefontein Housing Project - R82 457
    - Valhalla Park Integrated Housing Project - R1.5 million
    - Imizamo Yethu Housing Project (Phase 3) - R122 562
    - Masiphumelele Housing Project (Phase 4) - R60 898
    - Harare Infill Housing Project - R1.1 million
    - Dido Valley Housing Project - R343 678
    - Imizamo Yethu: Hout Bay Housing Project - R114 185
    - Beacon Valley Housing Project - R15 274
    - Deep Freeze Informal Settlement - Services Formal Area: Macassar - R2.2 million
    - Professional Services for upgrade of Informal Settlement: Monwood, Philippi - R759 150
    - Integrated Development Area (IDA)/Upgrading Informal Settlements Programme (UISP) Sweethomes, Philippi - R2 million
    - UISP: Kalkfontein Informal Settlement - R525 470
    - Kanonkop Phase 2 Housing Project - R98 512
    - Blue Berry Hill Housing Project - R7 782
    - Hangberg Phase 2 Housing project - R2 353
    - Highlands Drive Infill Housing project - R394 101
    - Pelican Park Phase 2 Housing Project - R208 204
    - Maroela Housing Project: South - R61 869
    - Airports Company South Africa (ACSA) Symphony Way Housing Project - R6 378
    - Imizamo Yethu Informal Settlement Emergency Project - R207 515
    - Pooke se Bos Housing Project - R53 321
    - Retreat Housing Project - R16 789
    - Morkels Cottage: Roads and Bulk Earth Works - R441 697
    - Imizamo Yethu Phase 3, Site 2: Roads and Stormwater - R910 764
    - Imizamo Yethu Phase 3, Site 2: Bulk Earth Works - R77 057
    - Kensington Infill Housing Project - R1 180
    - Roads: Bulk: Housing Projects FY20 - R66 399
    - Electrification - Housing Projects FY20 - R3.7 million
    - Street Lighting - Housing Projects FY20 - R668 329

- Safety & Security directorate - R3.5 million
  - Fire Station: Masipumelele - R769 597
  - Sir Lowry's Pass Fire Station - R2.7 million

- Transport directorate - R97.8 million
  - Ward Allocations - R289 320
  - Road Upgrade: Sir Lowry's Pass Village Road Phase 2 - R24 million
  - Road Construction: Saxdowns- Langverwacht, Van Riebeeck - R1.7 million
  - Road Upgrade: Langverwacht Road: Amandel-Zevenwacht - R6.3 million
  - Road Dualling: Kommetjie Road & Ou Kaapse Weg - R863 543
  - Road Upgrade: Broadway Boulevard: Phase 2 - R606 869
  - Eversdal Road Corridor TSM - R1.1 million
  - Metro Roads: Reconstruction FY20 - R1.7 million
  - Roads: Rehabilitation FY20 - R876 246
  - Public Transport Systems management project - R5.2 million
  - Public Transport System Projects - R2.1 million
  - Public Transport Interchange Programme - R555 657
  - Dunoon Taxi Terminus - R4.3 million
  - Wooden Bridge at Woodbridge Island - R2.7 million
  - Integrated Rapid Transit (IRT): Control Centre - R5 million
  - IRT: Fare Collection - R2.3 million
  - IRT - Depot Enabling - R3 million
  - IRT - Jan Smuts - R1.7 million
  - IRT Phase 2A - R2 million
  - IRT Phase 2A: Depots - R145 783
  - IRT Phase 2A: East - R5.3 million
  - IRT Phase 2A: Stations - R1.6 million
  - IRT Phase 2A: West - R1 million
  - Integrated Bus Rapid Transit System - R5.9 million
  - Blaauwberg North Non-Motorised Transport - R1 million
  - Durbanville Non-Motorised Transport - R8 million
  - Edgemead/Bothasig Non-Motorised Transport - R2.3 million
  - Eerste River Non-Motorised Transport: Phase 2 - R2.6 million
  - Public Transport Facility: Makhaza Bus Taxi - R1.7 million
  - Road Rehabilitation: Jan Van Riebeeck Drive - R554 370
  - Road Rehabilitation: Sir Lowry's Pass Road - R560 134
  - Informal Settlements Upgrading FY20 - R928 457

- Urban Management directorate – R671 878
  Unspent ward allocations: These balances will be reallocated to projects and proposed for approval in the January 2020 adjustments budget.

- Water & Waste directorate - R12.4 million
  - Solid Waste Management department - R5.3 million:
    - Major Upgrade of Landfill Sites FY20 - R474 000
    - Retreat Drop-off Upgrade Waste Minimisation - R4.8 million

- Water & Sanitation Services department - R255.7 million
  - Cape Flats Aquifer - R199.3 million
  - Atlantis Aquifer - R22.1 million
  - Sir Lowry's Pass River Upgrade - R433 287
  - Borchards Quarry Waste Water Treatment Works (WWTW) - R3.4 million
  - Athlone WWTW Capacity Extension Phase 1 - R134 684
  - Bellville WWTW Extension - R1.9 million
  - Cape Flats WWTW Refurbish various structures - R4.5 million
  - Zandvliet WWTW: Primary Treatment & Sludge - R21.7 million
  - Scottsdene Waste Water Treatment Works - R2.2 million
  - Acquisition and commissioning of large generators - R436 490

In additional to the aforementioned roll-overs, the Executive Mayor authorised capital expenditure in terms of section 29 of the MFMA for the new water supply system required at the Steenbras Power Station, which is to be completed in the 2019/20 financial year.

- **EFF amendments**

  Roll-overs amounting to R211.9 million are attributed to the following directorates/ departments.

  - Community Services & Health directorate - R5.2 million
    - The contractor for the fencing project commenced later than anticipated, due to delays in approval of the tender as a result of local content requirement.
    - Outstanding work completion certificate resulting in final payment not being made.
    - Unavailability of stock resulting in equipment not being delivered by 30 June 2019.
    - Practical completion and snagging completed in July 2019. Funds required for final certificates payment.
    - Professional fees to develop specifications for a new retaining wall at Stikland Cemetery is still payable. The existing retaining wall fell over and a number of memorials were damaged while some are at risk of being damaged.
  - Corporate Services directorate - R8.1 million
    - Unavailability of stock resulting in equipment not being delivered by 30 June 2019.
    - A project could not be completed as the new professional services tender was not available until the latter part of June 2019.
  - Economic Opportunities & Asset Management directorate - R3.5 million
    - IT equipment could not be delivered by 30 June 2019, due to supplier constraints.
    - Plant item was delivered by 30 June 2019, however, the department returned the item as it was not as per specifications. Funding is required to complete the project according to the fleet replacement plan as stipulated in the approved fleet management strategy.
    - The furniture on order had to be specifically manufactured to meet the needs of the department resulting in the vendor experiencing delays as the required materials were not readily available.

- Energy & Climate Change directorate - R37.9 million
    - A change in equipment specifications necessitated renegotiations with the vendor resulting in delays.
    - Equipment, which was manufactured and imported from Germany, was inspected on delivery and some parts were found to be damaged. The supplier sent a specialist to replace the damaged parts in July 2019. The final settlement will be paid on completion and inspection of the equipment.
    - The form of offer and acceptance for the painting tender award was signed after expiration of the appeal period on 18 January 2019. Works would have started on 24 January 2019 and completed by mid-June; the weather and ambient conditions would delay the works significantly in the autumn and winter months. The City therefore proposed postponement of the site works to the summer months in order to achieve the desired quality and life span of paint coating.
- Finance directorate - R159 495
    - Goods not being delivered by 30 June 2019 as a result of supply-related constraints.
    - Incomplete work and site clearing and cleaning not done by 30 June 2019, due to poor performance by the service provider.
- Office of the City Manager directorate - R141 671
    - Furniture not received before 30 June 2019, due to manufacturing delays
    - Suppliers did not provide the correct specifications for the electric binder, leading to re-work and several engagements with suppliers resulting in delays.
- Safety & Security directorate - R546 226
    - Items were not delivered before year-end, due to supplier constraints.
- Spatial Planning & Environment directorate - R18.2 million
    - Installation of conservancy tanks was planned for completion by 30 June 2019. Technical difficulties on site resulted in the work not being completed timeously. The Contractor still has minor finishing work and snagging to complete.
    - Lightfoot Memorial was not completed, due to vendor tax compliance issues, invoice issues, weather conditions as well as insufficient stock of CCTV switches.
    - The Fire Services department requires a building plan before signing off the fire hydrant connection at the Rondevlei Nature Reserve. Only once approval is received can the final connection and payment be done. The roof replacement at the Westlake complex is not completed with final works and snags still to be attended to. Some signage was not delivered as the vendor is experiencing a backlog of orders.
    - Specialised audio equipment imported from Germany still delayed at customs. Some CCTV equipment not delivered by 30 June 2019.
    - Funds required for completion of the CTICC2 Interface Area and B-1 basement parking as per proposal received.
    - IT equipment ordered but not delivered by 30 June 2019.
    - The fencing contractor encountered problems with material supplies and also struggled with capacity to complete the fencing projects at Vesuvius, Strandfontein and Morkels Way.

- Transport directorate - R58 million
  - Preliminary design phase took longer than originally anticipated.
  - Developer services level agreement in place, however, approval of the required deviation to appoint the developer has been delayed.
  - Items ordered were not delivered by 30 June 2019, due to supplier constraints.
  - Property acquisition processes not concluded by 30 June 2019.
  - Projects in Langa were delayed as a result of flooding in the area.
  - Longmarket Street, where construction has been delayed due to the inability of the contractor to secure a performance guarantee.
  - 15th Avenue Schaapkraal project, which was delayed by inclement weather as well as issues with underground services.
  - Sir Lowy's Pass Road project delayed, due to inclement weather as well as community unrest.
  - Irene Avenue project was delayed, due to the contractor having to deal with underground services and falling behind schedule.
  - Construction contract award was delayed, due to expiration of the professional services contract required for construction stage services. Approval to re-appoint the service provider is being sought.
  - Prolonged tender evaluation process resulting in delayed start of project.
- Urban Management directorate - R247 665
  - Unavailability of stock by the supplier resulting in equipment not being delivered by 30 June 2019.
  - Project delayed, due to pipe relocations.
- Water & Waste directorate - R79.8 million
  - Management: Water & Waste department - R190 643
    - Computer Equipment not delivered by 30 June 2019; funds required for late delivery.
  - Solid Waste Management department - R42.9 million
    - Practical completion not achieved by contractor, as a component of the lift, which had to be sourced from overseas, broke after installation resulting in delays in the completion of the snag list.
    - Delay experienced as a result of the provision of temporary accommodation during the initial site establishment.
    - Delayed building plan approval and obtaining construction work permit from the Department of Labour.
    - The untimely identification of an electrical kiosk providing power supply to the facility at the footprint of the construction site required authorisation from Eskom to have it relocated.
    - Stockpiles of construction material and used water pipes delayed site preparation efforts.
    - Contract commenced on 21 February 2019, but an outstanding bank guarantee resulted in the contractor only taking occupation of the site on 9 April 2019.
    - Delays experienced as a result of the contractor taking five months to secure the required bank guarantees, which caused the site handover to only take place at the end of March 2019.

- As a result of the age of the existing building, significant structural correction work needed to be undertaken prior to assuming work in terms of the envisaged project. This delayed the project significantly and pushed out practical completion to a later date in 2018/19. When it became apparent that the project was starting to run behind schedule, pressure was exerted on the contractor to fast-track it. The contractor started working overtime to try and achieve the agreed-to completion date. However, the practical completion date could not be achieved by 29 June 2019, which will now only occur in July 2019.

- Water & Sanitation Services department - R36.7 million
  - Certificate of completion cannot be issued yet, due to delayed implementation resulting from financial constraints of the contractor.
  - Project was delayed by two of the four appointed contractors who under performed in 2018/19.
  - Delays experienced in finalisation of land acquisition processes.
  - Delays resulting from underestimation of the impact of the overhead power lines close to the river.
  - Construction commencement delayed as the result of the time it took to obtain the necessary clarifications.
  - Late delivery of portable toilets.
  - Invoice not processed due to a discrepancy, which was only resolved after 30 June 2019.
  - Equipment not delivered by 30 June 2019.
  - Project delayed in 2018/19, due to local content requirement, which could not be met.
  - Project progress slower than planned, due to the late start of the contractor who was only appointed in February 2019.
  - Project commencement delayed because of amended EIA (Environmental Impact Assessment) requirements.

The Water & Sanitation Services department proposes a reduction of R221.4 million for the following projects as a result of a change in fund source from EFF with a concomitant increase on CRR: CGD Roll-overs:

- Cape Flats Aquifer - R199.3 million
- Atlantis Aquifer - R22.1 million

- **Revenue amendments**

The roll-over of R263 996 is in respect of settled insurance claims, where replacement items will be procured in the 2019/20 financial year.

4. *Adjustments Budget Tables – City of Cape Town*

The ten primary budget tables, as required in terms of Part 4 of the Municipal Budget and Reporting Regulations (MBRR), are presented on page 13 to page 27. These tables reflect the City's 2019/20 adjustments budget and MTREF to be approved by Council. Each table is accompanied by explanatory notes.

Table 2 MBRR Table B1 – Adjustments Budget Summary

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Financial Performance										
Property rates	9 916 685	–	–	–	–	–	–	9 916 685	10 517 014	11 045 428
Service charges	19 690 195	–	–	–	–	–	–	19 690 195	22 419 166	25 311 082
Investment revenue	912 495	–	–	–	–	–	–	912 495	930 613	1 022 317
Transfers recognised - operational	7 376 568	–	–	–	115 836	822	116 658	7 493 227	7 707 345	8 136 559
Other own revenue	3 026 006	–	–	–	–	–	–	3 026 006	3 198 176	3 322 166
Total Revenue (excluding capital transfers and contributions)	**40 921 950**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 038 608**	**44 772 315**	**48 837 552**
Employee costs	13 817 805	–	–	–	–	37	37	13 817 842	14 894 366	16 064 208
Remuneration of councillors	179 818	–	–	–	–	–	–	179 818	190 697	202 234
Depreciation & asset impairment	3 015 086	–	–	–	–	–	–	3 015 086	3 259 139	3 493 178
Finance charges	790 756	–	–	–	–	–	–	790 756	921 279	1 304 856
Materials and bulk purchases	11 704 364	–	–	–	–	(454)	(454)	11 703 910	13 066 819	14 208 635
Transfers and grants	446 206	–	–	–	25 247	(1 291)	23 956	470 162	544 944	491 532
Other expenditure	11 825 581	–	–	–	90 589	2 530	93 119	11 918 700	11 670 649	12 389 309
Total Expenditure	**41 779 617**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 896 275**	**44 547 894**	**48 153 952**
Surplus/(Deficit)	(857 667)	–	–	–	–	0	0	(857 667)	224 421	683 600
Transfers recognised - capital	2 211 385	–	–	–	287	–	287	2 211 673	3 043 827	3 608 514
Contributions recognised - capital & contributed assets	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Surplus/(Deficit) after capital transfers & contributions	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**
Capital expenditure & funds sources										
Capital expenditure	8 388 432	617 383	–	285	–	(221 376)	396 291	8 784 724	11 515 711	11 857 958
Transfers recognised - capital	2 265 085	287	–	–	–	–	287	2 265 373	3 100 527	3 665 514
Borrowing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Internally generated funds	5 031 767	617 095	–	285	–	(221 376)	396 004	5 427 771	5 415 184	5 192 444
Total sources of capital funds	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**
Financial position										
Total current assets	18 469 328	–	–	–	–	(2 997 458)	(2 997 458)	15 471 870	14 648 914	14 425 856
Total non current assets	58 066 233	–	–	–	–	958 351	958 351	59 024 584	67 001 843	75 104 650
Total current liabilities	12 857 487	–	–	–	–	(4 366 948)	(4 366 948)	8 490 539	9 376 766	10 166 533
Total non current liabilities	14 911 172	–	–	–	–	–	–	14 911 172	17 854 299	20 595 168
Community wealth/Equity	**48 766 902**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 094 743**	**54 419 691**	**58 768 805**
Cash flows										
Net cash from (used) operating	4 563 204	–	–	–	–	287	287	4 563 492	6 809 470	8 000 657
Net cash from (used) investing	(7 718 788)	–	–	–	–	(356 662)	(356 662)	(8 075 450)	(10 561 016)	(10 902 900)
Net cash from (used) financing	748 685	–	–	–	–	–	–	748 685	2 674 686	2 379 304
Cash/cash equivalents at the year end	**4 985 877**	**–**	**–**	**–**	**–**	**670 124**	**670 124**	**5 656 001**	**4 579 141**	**4 056 203**
Cash backing/surplus reconciliation										
Cash and investments available	11 517 654	–	–	–	–	2 167 898	2 167 898	13 685 552	12 608 692	12 085 753
Application of cash and investments	8 822 834	–	–	–	–	(1 122 387)	(1 122 387)	7 700 447	8 025 733	8 841 065
Balance - surplus (shortfall)	**2 694 820**	**–**	**–**	**–**	**–**	**3 290 285**	**3 290 285**	**5 985 105**	**4 582 959**	**3 244 688**
Asset Management										
Asset register summary (WDV)	52 871 578	–	–	–	–	376 477	376 477	53 248 055	60 928 841	68 700 723
Depreciation & asset impairment	3 015 086	–	–	–	–	–	–	3 015 086	3 259 139	3 493 178
Renewal and Upgrading of Existing Assets	4 520 983	256 826	–	–	–	12 850	269 676	4 790 659	5 177 834	5 279 475
Repairs and Maintenance	4 129 677	–	–	–	–	–	–	4 129 677	4 398 747	4 614 356
Free services										
Cost of Free Basic Services provided	1 674 816	–	–	–	–	–	–	1 674 816	1 887 725	2 186 431
Revenue cost of free services provided	1 263 535	–	–	–	–	–	–	1 263 535	1 333 676	1 407 711
Households below minimum service level										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	0	–	–	–	–	–	–	0	0	0
Energy:	28	–	–	–	–	–	–	28	26	25
Refuse:	–	–	–	–	–	–	–	–	–	–

Explanatory notes to MBRR Table B1 – Adjustments Budget Summary

1. Table B1 represents a high-level summation of the City's budget, providing a view that includes all major components, i.e. operating, capital, financial position, cash flow and MFMA funding compliance.

2. In essence it provides a synopsis of the amounts to be approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance and the City's commitment to eliminate basic service delivery backlogs.

3. The MFMA, through Section 18, requires that a budget is funded by realistically anticipated revenue to be collected and cash-backed accumulated funds from previous years, not committed for other purposes. To test whether the City's budget is funded it is required therefore to collectively assess the financial performance, capital budget, financial position and cash flow budgets. The City's key outcomes in this regard are as follows:
   a. The City's Financial Performance section of the prescribed pro forma Table B1 shows a balanced budget position over the 2019/20 MTREF.
   b. The Financial Performance does not show a surplus, due to appropriations, which are included in the Financial Position (Table B6 – Adjustments Budget Financial Position) and not in the Financial Performance budget. These appropriations include the depreciation reserves (for capital grants), Housing Development Fund, Insurance Fund and contributions to the Capital Replacement Reserve (CRR).
   c. The cash flow budget outcome shows that budget is funded from uncommitted, previous years' surpluses.
   d. The capital budget is funded from the following sources:

      i. Transfers recognised - capital and public contributions & donations, which are shown on the financial performance budget;

      ii. Borrowing, which is shown in the cash flow budget as part of the net cash from financing activities; and

      iii. Internally generated funds financed from previous years' accumulated surpluses, previous years' contributions to CRR and bulk infrastructure levies already collected. The affordability and sustainability of these funds are confirmed by the positive cash flow outcome over the 2019/20 MTREF.

4. The City's cash backing/surplus reconciliation over the 2019/20 MTREF shows a positive outcome, which is an indication that the City will be able to afford its commitments over the next three years.

5. The City's persistent strive to eradicate infrastructure backlogs is evident in the annual increase of investment in the Cost of Free Basic Services and the Revenue Cost of Free Basic Services provided. Backlogs still exist for Electricity Services but are projected to reduce annually.

Table 3 MBRR Table B2 – Adjustments Budget Financial Performance (standard classification)

Standard Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue - Functional										
Governance and administration	**15 376 936**	**–**	**–**	**–**	**13**	**0**	**13**	**15 376 949**	**16 332 322**	**17 299 713**
Executive and council	299	–	–	–	–	0	0	299	314	330
Finance and administration	15 376 634	–	–	–	13	0	13	15 376 647	16 332 005	17 299 347
Internal audit	3	–	–	–	–	0	0	3	3	36
Community and public safety	**3 278 566**	**–**	**–**	**–**	**115 836**	**0**	**115 836**	**3 394 402**	**3 533 048**	**3 667 227**
Community and social services	125 649	–	–	–	–	0	0	125 649	135 834	197 122
Sport and recreation	63 591	–	–	–	–	0	0	63 591	57 770	63 612
Public safety	1 238 308	–	–	–	–	(0)	(0)	1 238 308	1 241 637	1 241 676
Housing	1 374 066	–	–	–	115 836	0	115 836	1 489 902	1 599 353	1 624 910
Health	476 952	–	–	–	–	(0)	(0)	476 952	498 453	539 907
Economic and environmental services	**2 297 417**	**–**	**–**	**–**	**275**	**0**	**275**	**2 297 692**	**2 899 203**	**3 396 937**
Planning and development	450 811	–	–	–	–	0	0	450 811	430 141	471 601
Road transport	1 831 775	–	–	–	275	0	275	1 832 049	2 464 615	2 920 664
Environmental protection	14 831	–	–	–	–	(0)	(0)	14 831	4 447	4 671
Trading services	**22 228 113**	**–**	**–**	**–**	**–**	**697**	**697**	**22 228 810**	**25 103 320**	**28 133 991**
Energy sources	14 080 480	–	–	–	–	697	697	14 081 178	15 655 263	17 353 324
Water management	4 468 355	–	–	–	–	(0)	(0)	4 468 354	5 272 942	6 023 124
Waste water management	1 956 104	–	–	–	–	(0)	(0)	1 956 104	2 337 092	2 791 631
Waste management	1 723 174	–	–	–	–	(0)	(0)	1 723 174	1 838 022	1 965 912
Other	**6 002**	**–**	**–**	**–**	**–**	**125**	**125**	**6 127**	**4 949**	**5 199**
Total Revenue - Functional	**43 187 035**	**–**	**–**	**–**	**116 124**	**822**	**116 946**	**43 303 981**	**47 872 841**	**52 503 066**
Expenditure - Functional										
Governance and administration	**8 994 792**	**–**	**–**	**–**	**–**	**(6 721)**	**(6 721)**	**8 988 071**	**9 543 299**	**10 522 214**
Executive and council	535 009	–	–	–	–	(875)	(875)	534 134	537 004	573 837
Finance and administration	8 413 698	–	–	–	–	(5 246)	(5 246)	8 408 452	8 957 438	9 895 508
Internal audit	46 085	–	–	–	–	(600)	(600)	45 485	48 857	52 869
Community and public safety	**7 785 248**	**–**	**–**	**–**	**115 836**	**5 770**	**121 606**	**7 906 854**	**8 347 907**	**8 786 270**
Community and social services	971 924	–	–	–	–	2	2	971 926	1 039 901	1 113 166
Sport and recreation	1 114 871	–	–	–	–	(11)	(11)	1 114 860	1 163 998	1 230 766
Public safety	2 910 539	–	–	–	–	5 779	5 779	2 916 318	3 029 216	3 185 736
Housing	1 480 067	–	–	–	115 836	0	115 836	1 595 903	1 702 684	1 738 557
Health	1 307 848	–	–	–	–	(0)	(0)	1 307 848	1 412 109	1 518 046
Economic and environmental services	**5 277 186**	**–**	**–**	**–**	**–**	**11**	**11**	**5 277 197**	**5 018 327**	**5 272 746**
Planning and development	1 511 371	–	–	–	–	(24)	(24)	1 511 347	1 237 045	1 320 947
Road transport	3 607 973	–	–	–	–	0	0	3 607 973	3 631 418	3 791 457
Environmental protection	157 842	–	–	–	–	35	35	157 877	149 864	160 342
Trading services	**19 596 544**	**–**	**–**	**–**	**–**	**1 694**	**1 694**	**19 598 239**	**21 502 444**	**23 429 357**
Energy sources	11 596 405	–	–	–	–	1 677	1 677	11 598 082	12 749 243	14 037 839
Water management	3 747 227	–	–	–	–	3	3	3 747 230	4 261 463	4 502 626
Waste water management	2 049 818	–	–	–	–	15	15	2 049 833	2 270 377	2 485 738
Waste management	2 203 094	–	–	–	–	(0)	(0)	2 203 093	2 221 361	2 403 153
Other	**125 847**	**–**	**–**	**–**	**–**	**67**	**67**	**125 914**	**135 916**	**143 365**
Total Expenditure - Functional	**41 779 617**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 896 275**	**44 547 894**	**48 153 952**
Surplus/ (Deficit) for the year	**1 407 418**	**–**	**–**	**–**	**288**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**

Explanatory notes to MBRR Table B2 – Adjustments Budget Financial Performance (Standard classification)

1. Table B2 is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification, which divides the municipal services into 15 functional areas.

2. A surplus of R1 408 million is reflected in this table. The reason for this surplus is that the revenue category Capital Grants and Transfers (Capital Grants & Donations) while the expenditure category excludes these transfers.

3. This table shows that the revenue for Trading services (excluding Waste Management) exceeds its expenditure (it excludes Internal Charges). The deficit in Waste Management is absorbed within Rates Revenue.

4. Other functions within Rates show a deficit when comparing revenue and expenditure, which is financed from Rates Revenue.

Table 4 MBRR Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Budget Year 2019/20								Budget Year +1	Budget Year +2
R thousands	Original Budget	Accum. Funds	Multi-year	Unfore. Unavoid.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote										
Vote 1 - Community Services & Health	974 189	–	–	–	–	0	0	974 189	1 069 806	1 163 854
Vote 2 - Corporate Services	71 523	–	–	–	–	0	0	71 523	64 758	68 813
Vote 3 - Economic Opportunities & Asset Managemnt	181 445	–	–	–	–	125	125	181 570	187 620	195 500
Vote 4 - Energy & Climate Change	13 874 705	–	–	–	–	697	697	13 875 403	15 439 096	17 126 241
Vote 5 - Finance	16 196 525	–	–	–	13	0	13	16 196 538	17 158 014	18 206 913
Vote 6 - Human Settlements	1 249 070	–	–	–	115 836	–	115 836	1 364 906	1 468 044	1 486 970
Vote 7 - Office of the City Manager	6	–	–	–	–	0	0	6	6	40
Vote 8 - Safety & Security	1 291 229	–	–	–	–	(0)	(0)	1 291 229	1 297 230	1 300 075
Vote 9 - Spatial Planning & Environment	166 410	–	–	–	–	0	0	166 410	152 828	162 158
Vote 10 - Transport	1 801 886	–	–	–	275	0	275	1 802 161	2 426 308	2 877 817
Vote 11 - Urban Management	301 768	–	–	–	–	0	0	301 769	284 506	314 260
Vote 12 - Water & Waste	7 078 278	–	–	–	–	(0)	(0)	7 078 278	8 324 623	9 600 425
Total Revenue by Vote	**43 187 035**	**–**	**–**	**–**	**116 124**	**823**	**116 946**	**43 303 981**	**47 872 841**	**52 503 065**
Expenditure by Vote										
Vote 1 - Community Services & Health	3 925 379	–	–	–	–	(0)	(0)	3 925 379	4 108 988	4 407 761
Vote 2 - Corporate Services	1 808 667	–	–	–	–	11	11	1 808 678	1 913 763	2 057 774
Vote 3 - Economic Opportunities & Asset Managemnt	1 368 210	–	–	–	–	114	114	1 368 324	1 425 104	1 526 629
Vote 4 - Energy & Climate Change	12 060 720	–	–	–	–	697	697	12 061 417	13 251 284	14 576 654
Vote 5 - Finance	3 004 417	–	–	–	–	(0)	(0)	3 004 417	3 227 264	3 759 822
Vote 6 - Human Settlements	1 468 810	–	–	–	115 836	(0)	115 836	1 584 646	1 690 950	1 726 302
Vote 7 - Office of the City Manager	237 561	–	–	–	–	0	0	237 561	219 189	236 864
Vote 8 - Safety & Security	3 598 555	–	–	–	–	(0)	(0)	3 598 555	3 768 118	3 971 962
Vote 9 - Spatial Planning & Environment	711 474	–	–	–	–	(0)	(0)	711 474	711 677	766 626
Vote 10 - Transport	3 679 302	–	–	–	–	(0)	(0)	3 679 302	3 700 711	3 862 248
Vote 11 - Urban Management	1 142 379	–	–	–	–	(0)	(0)	1 142 379	908 765	969 186
Vote 12 - Water & Waste	8 774 142	–	–	–	–	(0)	(0)	8 774 141	9 622 080	10 292 123
Total Expenditure by Vote	**41 779 617**	**–**	**–**	**–**	**115 836**	**820**	**116 656**	**41 896 273**	**44 547 894**	**48 153 952**
Surplus/ (Deficit) for the year	**1 407 418**	**–**	**–**	**–**	**287**	**3**	**290**	**1 407 708**	**3 324 947**	**4 349 113**

Explanatory notes to MBRR Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

1. Table B3 shows budgeted financial performance in relation to the revenue and expenditure and the operating surplus or deficit per municipal vote.

Table 5 MBRR Table B4 – Adjustments Budget Financial Performance (revenue and expenditure)

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source										
Property rates	9 916 685	–	–	–	–	–	–	9 916 685	10 517 014	11 045 428
Service charges - electricity revenue	13 623 146	–	–	–	–	–	–	13 623 146	15 187 931	16 826 227
Service charges - water revenue	3 212 017	–	–	–	–	–	–	3 212 017	3 838 969	4 593 963
Service charges - sanitation revenue	1 568 599	–	–	–	–	–	–	1 568 599	2 014 201	2 409 460
Service charges - refuse revenue	1 286 433	–	–	–	–	–	–	1 286 433	1 378 065	1 481 432
Rental of facilities and equipment	311 781	–	–	–	–	–	–	311 781	327 597	343 990
Interest earned - external investments	912 495	–	–	–	–	–	–	912 495	930 613	1 022 317
Interest earned - outstanding debtors	380 814	–	–	–	–	–	–	380 814	425 792	489 054
Dividends received	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 185 453	–	–	–	–	–	–	1 185 453	1 211 026	1 205 439
Licences and permits	82 218	–	–	–	–	–	–	82 218	86 371	90 732
Agency services	217 672	–	–	–	–	–	–	217 672	245 412	254 598
Transfers and subsidies	7 376 568	–	–	–	115 836	822	116 658	7 493 227	7 707 345	8 136 559
Other revenue	804 335	–	–	–	–	–	–	804 335	858 245	894 621
Gains on disposal of PPE	43 732	–	–	–	–	–	–	43 732	43 732	43 732
Total Revenue (excluding capital transfers and contributions)	**40 921 950**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 038 608**	**44 772 315**	**48 837 552**
Expenditure By Type										
Employee related costs	13 817 805	–	–	–	–	37	37	13 817 842	14 894 366	16 064 208
Remuneration of councillors	179 818	–	–	–	–	–	–	179 818	190 697	202 234
Debt impairment	2 341 628	–	–	–	–	–	–	2 341 628	2 343 143	2 529 692
Depreciation & asset impairment	3 015 086	–	–	–	–	–	–	3 015 086	3 259 139	3 493 178
Finance charges	790 756	–	–	–	–	–	–	790 756	921 279	1 304 856
Bulk purchases	10 092 601	–	–	–	–	–	–	10 092 601	11 473 833	12 575 400
Other materials	1 611 763	–	–	–	–	(454)	(454)	1 611 309	1 592 986	1 633 236
Contracted services	7 156 498	–	–	–	77 044	2 264	79 308	7 235 806	6 838 036	7 164 620
Transfers and subsidies	446 206	–	–	–	25 247	(1 291)	23 956	470 162	544 944	491 532
Other expenditure	2 326 698	–	–	–	13 545	266	13 812	2 340 510	2 488 676	2 694 163
Loss on disposal of PPE	756	–	–	–	–	–	–	756	794	834
Total Expenditure	**41 779 617**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 896 275**	**44 547 894**	**48 153 952**
Surplus/(Deficit)	**(857 667)**	**–**	**–**	**–**	**–**	**0**	**0**	**(857 667)**	**224 421**	**683 600**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 211 385	–	–	–	287	–	287	2 211 673	3 043 827	3 608 514
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**
Taxation	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**
Attributable to minorities	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1 407 418**	**–**	**–**	**–**	**287**	**0**	**288**	**1 407 706**	**3 324 948**	**4 349 114**

Explanatory notes to MBRR Table B4 – Adjustments Budget Financial Performance (revenue and expenditure)

1. Table B4 is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type. Total revenue is R41 039 million (including the budgeted surplus, which is set aside for the replacement of externally-funded capital assets) in 2019/20 and escalates to R48 838 million in 2021/22. Total expenditure is R41 896 million in 2019/20 and escalates to R48 154 million in 2021/22.

2. The increases and decreases reflected in Table B4 are as a result of the roll-over of approved 2018/19 private donations and unspent Provincial Government grant allocations.

Table 6 MBRR Table B5 – Adjustments Budget Capital Expenditure by vote, standard classification and funding source

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital expenditure - Vote										
Multi-year expenditure to be adjusted										
Vote 1 - Community Services & Health	354 281	12 112	–	–	–	–	12 112	366 393	351 351	375 057
Vote 2 - Corporate Services	149 863	8 330	–	–	–	–	8 330	158 194	196 189	101 429
Vote 3 - Economic Opportunities & Asset Managemnt	389 498	3 754	–	–	–	–	3 754	393 253	427 272	354 814
Vote 4 - Energy & Climate Change	834 094	56 519	–	285	–	–	56 804	890 899	1 008 117	1 520 724
Vote 5 - Finance	116 957	172	–	–	–	–	172	117 129	275 579	51 351
Vote 6 - Human Settlements	869 063	16 183	–	–	–	–	16 183	885 245	987 927	882 546
Vote 7 - Office of the City Manager	973	142	–	–	–	–	142	1 115	839	910
Vote 8 - Safety & Security	535 237	4 055	–	–	–	–	4 055	539 292	170 748	135 332
Vote 9 - Spatial Planning & Environment	92 847	18 225	–	–	–	–	18 225	111 072	81 465	58 557
Vote 10 - Transport	1 326 126	155 991	–	–	–	–	155 991	1 482 117	1 925 427	2 386 725
Vote 11 - Urban Management	122 981	920	–	–	–	–	920	123 901	110 520	145 030
Vote 12 - Water & Waste	3 596 511	340 979	–	–	–	(221 376)	119 603	3 716 114	5 980 277	5 845 483
Total Capital Expenditure - Vote	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**
Capital Expenditure - Functional										
Governance and administration	**1 120 163**	**23 571**	**–**	**–**	**–**	**–**	**23 571**	**1 143 734**	**1 219 715**	**880 210**
Executive and council	24 280	705	–	–	–	–	705	24 985	3 830	2 802
Finance and administration	1 095 751	22 866	–	–	–	–	22 866	1 118 617	1 215 824	877 298
Internal audit	131	–	–	–	–	–	–	131	60	110
Community and public safety	**1 415 888**	**28 326**	**–**	**–**	**–**	**–**	**28 326**	**1 444 214**	**1 405 827**	**1 181 937**
Community and social services	105 089	2 112	–	–	–	–	2 112	107 201	70 408	116 914
Sport and recreation	141 792	4 289	–	–	–	–	4 289	146 081	260 468	80 200
Public safety	218 659	3 545	–	–	–	–	3 545	222 203	7 659	7 659
Housing	868 912	16 183	–	–	–	–	16 183	885 094	988 296	882 665
Health	81 436	2 198	–	–	–	–	2 198	83 634	78 996	94 500
Economic and environmental services	**1 665 557**	**173 935**	**–**	**–**	**–**	**–**	**173 935**	**1 839 492**	**2 178 470**	**2 640 149**
Planning and development	151 588	15 848	–	–	–	–	15 848	167 436	111 173	135 845
Road transport	1 476 857	155 517	–	–	–	–	155 517	1 632 374	2 033 288	2 489 802
Environmental protection	37 112	2 569	–	–	–	–	2 569	39 682	34 010	14 502
Trading services	**4 176 629**	**391 485**	**–**	**285**	**–**	**(221 376)**	**170 394**	**4 347 023**	**6 702 004**	**7 149 967**
Energy sources	805 190	52 579	–	285	–	–	52 864	858 054	996 117	1 518 224
Water management	1 517 922	239 703	–	–	–	(221 376)	18 326	1 536 248	2 751 931	2 836 717
Waste water management	1 381 056	51 031	–	–	–	–	51 031	1 432 087	2 152 890	2 228 450
Waste management	472 461	48 172	–	–	–	–	48 172	520 633	801 065	566 576
Other	10 195	66	–	–	–	–	66	10 261	9 695	5 695
Total Capital Expenditure - Functional	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**
Funded by:										
National Government	2 189 348	287	–	–	–	–	287	2 189 635	2 961 322	3 547 884
Provincial Government	22 038	–	–	–	–	–	–	22 038	82 505	60 630
District Municipality	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Transfers recognised - capital	**2 265 085**	**287**	**–**	**–**	**–**	**–**	**287**	**2 265 373**	**3 100 527**	**3 665 514**
Borrowing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Internally generated funds	5 031 767	617 095	–	285	–	(221 376)	396 004	5 427 771	5 415 184	5 192 444
Total Capital Funding	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**

Explanatory notes to Table B5 – Adjustments Budget Capital Expenditure by vote, standard classification and funding source

1. Table B5 reflects the City's capital programme in relation to capital expenditure by municipal vote (directorate); capital expenditure by standard classification; and funding sources required to fund the Capital budget, including information on capital transfers from National and Provincial Departments.

2. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. The City has revised its multi-year appropriations to R8 785 million for 2019/20, while the two outer years' appropriations remain unchanged.

3. The capital budget is funded from allocations in the form of grants, public contributions, donations, borrowings and internally-generated funds. Capital transfers from National Government, Provincial Government Western Cape (PGWC), and other transfers and grants and public contributions amount to R2 265 million in 2019/20, R3 101 million and R3 665 million in 2020/21 and 2021/22 respectively. Borrowings amount to R1 092 million in 2019/20 and R3 000 million in each of the two outer years. Internally generated funds amounting to R5 428 million, R5 415 million and R5 192 million for each of the respective financial years have been provided for in the MTREF.

Table 7 MBRR Table B6 – Adjustments Budget Financial Position

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSETS										
Current assets										
Cash	146 904	–	–	–	–	–	–	146 904	146 904	146 396
Call investment deposits	6 199 428	–	–	–	–	1 574 140	1 574 140	7 773 568	6 398 232	5 543 223
Consumer debtors	9 710 204	–	–	–	–	(3 171 267)	(3 171 267)	6 538 936	6 964 729	7 453 783
Other debtors	1 826 248	–	–	–	–	(1 297 384)	(1 297 384)	528 864	608 194	699 423
Current portion of long-term receivables	15 755	–	–	–	–	(11 748)	(11 748)	4 007	3 306	2 727
Inventory	570 789	–	–	–	–	(91 199)	(91 199)	479 590	527 549	580 304
Total current assets	**18 469 328**	**–**	**–**	**–**	**–**	**(2 997 458)**	**(2 997 458)**	**15 471 870**	**14 648 914**	**14 425 856**
Non current assets										
Long-term receivables	23 333	–	–	–	–	(11 884)	(11 884)	11 450	9 446	7 793
Investments	5 171 322	–	–	–	–	593 758	593 758	5 765 080	6 063 556	6 396 134
Investment property	581 285	–	–	–	–	–	–	581 285	579 572	577 858
Investment in Associate	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	51 856 546	–	–	–	–	376 477	376 477	52 233 023	60 068 156	67 979 607
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	424 856	–	–	–	–	–	–	424 856	272 222	134 367
Other non-current assets	8 891	–	–	–	–	–	–	8 891	8 891	8 891
Total non current assets	**58 066 233**	**–**	**–**	**–**	**–**	**958 351**	**958 351**	**59 024 584**	**67 001 843**	**75 104 650**
TOTAL ASSETS	**76 535 561**	**–**	**–**	**–**	**–**	**(2 039 107)**	**(2 039 107)**	**74 496 454**	**81 650 756**	**89 530 506**
LIABILITIES										
Current liabilities										
Bank overdraft	–	–	–	–	–	–	–	–	–	–
Borrowing	489 858	–	–	–	–	–	–	489 858	692 994	893 902
Consumer deposits	461 809	–	–	–	–	(9 751)	(9 751)	452 058	497 264	546 990
Trade and other payables	10 762 203	–	–	–	–	(4 357 197)	(4 357 197)	6 405 006	6 939 247	7 441 335
Provisions	1 143 617	–	–	–	–	–	–	1 143 617	1 247 261	1 284 305
Total current liabilities	**12 857 487**	**–**	**–**	**–**	**–**	**(4 366 948)**	**(4 366 948)**	**8 490 539**	**9 376 766**	**10 166 533**
Non current liabilities										
Borrowing	7 838 577	–	–	–	–	–	–	7 838 577	10 302 047	12 381 349
Provisions	7 072 595	–	–	–	–	–	–	7 072 595	7 552 252	8 213 819
Total non current liabilities	**14 911 172**	**–**	**–**	**–**	**–**	**–**	**–**	**14 911 172**	**17 854 299**	**20 595 168**
TOTAL LIABILITIES	**27 768 659**	**–**	**–**	**–**	**–**	**(4 366 948)**	**(4 366 948)**	**23 401 711**	**27 231 065**	**30 761 700**
NET ASSETS	**48 766 902**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 094 743**	**54 419 691**	**58 768 805**
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	43 002 095	–	–	–	–	3 321 239	3 321 239	46 323 333	49 685 142	53 482 201
Reserves	5 764 808	–	–	–	–	(993 397)	(993 397)	4 771 410	4 734 549	5 286 604
TOTAL COMMUNITY WEALTH/EQUITY	**48 766 902**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 094 743**	**54 419 691**	**58 768 805**

Explanatory notes to MBRR B6 – Adjustments Budget Financial Position

1. The budgeted Statement of Financial Position of the City has been prepared on a basis consistent with GRAP 1 and international accounting standards and as such makes it comparable with the present Statement of Financial Position and those of previous years, to enable all stakeholders to interpret the impact of the budget as such on the Statement of Financial Position.

2. The assets are in the order of relative liquidity and liabilities according to their priority of being met with cash.

3. Movements on the Budgeted Statement of Financial Performance will impact on the Budgeted Statement of Financial Position. Assumptions made on the collection rate for instance, will affect the budgeted cash position of the City and the budgeted impairment of debtors. As such the assumptions form a critical link in determining the applicability and relevance of the budget, the determination of financial indicators, the assessment of funding compliance and the general viability of the municipality.

Table 8 MBRR Table B7 – Adjustments Budget Cash Flow Statement

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates	9 714 194	–	–	–	–	–	–	9 714 194	10 327 307	10 830 171
Service charges	18 787 179	–	–	–	–	–	–	18 787 179	21 538 550	24 311 790
Other revenue	1 746 152	–	–	–	–	–	–	1 746 152	1 881 622	1 963 292
Government - operating	7 376 568	–	–	–	–	116 658	116 658	7 493 227	7 707 345	8 136 559
Government - capital	2 211 385	–	–	–	–	287	287	2 211 673	3 043 827	3 608 514
Interest	912 495	–	–	–	–	–	–	912 495	930 613	1 022 317
Dividends	–	–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees	(35 467 695)	–	–	–	–	(116 658)	(116 658)	(35 584 353)	(37 888 466)	(40 680 140)
Finance charges	(717 075)	–	–	–	–	–	–	(717 075)	(731 329)	(1 191 845)
Transfers and Grants	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**4 563 204**	**–**	**–**	**–**	**–**	**287**	**287**	**4 563 492**	**6 809 470**	**8 000 657**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	97 432	–	–	–	–	–	–	97 432	100 432	100 732
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	1 228	–	–	–	–	–	–	1 228	1 167	1 108
Decrease (increase) in non-current investments	(267 859)	–	–	–	–	–	–	(267 859)	(298 475)	(332 578)
Payments										
Capital assets	(7 549 589)	–	–	–	–	(356 662)	(356 662)	(7 906 251)	(10 364 140)	(10 672 162)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(7 718 788)**	**–**	**–**	**–**	**–**	**(356 662)**	**(356 662)**	**(8 075 450)**	**(10 561 016)**	**(10 902 900)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Increase (decrease) in consumer deposits	41 983	–	–	–	–	–	–	41 983	46 181	50 799
Payments										
Repayment of borrowing	(384 878)	–	–	–	–	–	–	(384 878)	(371 495)	(671 495)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**748 685**	**–**	**–**	**–**	**–**	**–**	**–**	**748 685**	**2 674 686**	**2 379 304**
NET INCREASE/ (DECREASE) IN CASH HELD	**(2 406 899)**	**–**	**–**	**–**	**–**	**(356 375)**	**(356 375)**	**(2 763 274)**	**(1 076 860)**	**(522 938)**
Cash/cash equivalents at the year begin:	7 392 776	–	–	–	–	1 026 499	1 026 499	8 419 275	5 656 001	4 579 141
Cash/cash equivalents at the year end:	4 985 877	–	–	–	–	670 124	670 124	5 656 001	4 579 141	4 056 203

Explanatory notes to MBRR Table B7 – Adjustments Budget Cash Flow Statement

1. The table shows the cash and cash equivalents of the City for the 2019/20 MTREF.

2. For the 2019/20 MTREF, the budget has been prepared to ensure sufficient levels of cash and cash equivalents over the medium-term with cash levels anticipated to reach R5 656 million in 2019/20, R4 579 million in 2020/21 and R4 056 million by 2021/22.

Table 9 MBRR Table B8 - Cash Backed Reserves / Accumulated Surplus Reconciliation

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Cash and investments available										
Cash/cash equivalents at the year end	4 985 877	–	–	–	–	670 124	670 124	5 656 001	4 579 141	4 056 203
Other current investments > 90 days	1 360 455	–	–	–	–	904 016	904 016	2 264 471	1 965 995	1 633 416
Non current assets - Investments	5 171 322	–	–	–	–	593 758	593 758	5 765 080	6 063 556	6 396 134
Cash and investments available:	**11 517 654**	**–**	**–**	**–**	**–**	**2 167 898**	**2 167 898**	**13 685 552**	**12 608 692**	**12 085 753**
Applications of cash and investments										
Unspent conditional transfers	1 425 028	–	–	–	–	–	–	1 425 028	1 479 064	1 530 857
Unspent borrowing	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(1 538 617)	–	–	–	–	(188 774)	(188 774)	(1 727 390)	(1 773 531)	(1 880 450)
Other provisions	400 000	–	–	–	–	59 784	59 784	459 784	515 560	501 385
Long term investments committed	2 771 615	–	–	–	–	–	–	2 771 615	3 070 090	3 402 669
Reserves to be backed by cash/investments	5 764 808	–	–	–	–	(993 397)	(993 397)	4 771 410	4 734 549	5 286 604
Total Application of cash and investments:	**8 822 834**	**–**	**–**	**–**	**–**	**(1 122 387)**	**(1 122 387)**	**7 700 447**	**8 025 733**	**8 841 065**
Surplus(shortfall)	**2 694 820**	**–**	**–**	**–**	**–**	**3 290 285**	**3 290 285**	**5 985 105**	**4 582 959**	**3 244 688**

Explanatory notes to MBRR Table B8 - Cash Backed Reserves / Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.

2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.

3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality’s budget must be “funded”.

4. From the table it can be seen that for the City remains in a surplus net cash flow position for 2019/20 MTREF.

5. Considering the requirements of section 18 of the MFMA, it can be concluded that the 2019/20 MTREF is fully funded.

6. As part of the budgeting and planning guidelines that informed the compilation of the 2019/20 MTREF, the end objective of the medium-term framework was to ensure the budget is funded / aligned to section 18 of the MFMA.

7. Table B8 reflects a surplus of R5 985 million in 2019/20 decreasing to R3 245 million by 2021/22.

Table 10 MBRR Table B9 - Asset Management

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CAPITAL EXPENDITURE										
Total New Assets to be adjusted	**3 867 449**	**360 557**	**–**	**285**	**–**	**(234 226)**	**126 616**	**3 994 065**	**6 337 876**	**6 578 483**
Roads Infrastructure	*929 567*	*53 047*	–	–	–	–	*53 047*	*982 614*	*1 686 270*	*2 238 793*
Storm water Infrastructure	*117 312*	*2 228*	–	–	–	–	*2 228*	*119 541*	*157 639*	*170 387*
Electrical Infrastructure	*368 700*	*9 244*	–	*285*	–	–	*9 529*	*378 229*	*456 802*	*521 351*
Water Supply Infrastructure	*971 327*	*222 574*	–	–	–	*(221 528)*	*1 046*	*972 373*	*1 390 934*	*1 174 382*
Sanitation Infrastructure	*218 499*	*6 785*	–	–	–	*(12 850)*	*(6 065)*	*212 435*	*1 053 539*	*1 272 549*
Solid Waste Infrastructure	*251 120*	*13 251*	–	–	–	–	*13 251*	*264 371*	*530 300*	*400 500*
Information and Communication Infrastructure	*30 000*	*1 014*	–	–	–	–	*1 014*	*31 014*	*65 311*	*1 000*
Infrastructure	2 886 525	308 144	–	285	–	(234 378)	74 051	2 960 576	5 340 795	5 778 962
Community Facilities	242 440	18 763	–	–	–	–	18 763	261 204	189 102	240 424
Sport and Recreation Facilities	720	11	–	–	–	–	11	731	–	–
Community Assets	243 160	18 774	–	–	–	–	18 774	261 934	189 102	240 424
Heritage Assets	30	–	–	–	–	–	–	30	–	–
Operational Buildings	159 033	15 680	–	–	–	–	15 680	174 713	312 500	272 113
Housing	50 920	2 172	–	–	–	–	2 172	53 092	46 500	16 750
Other Assets	209 953	17 852	–	–	–	–	17 852	227 805	359 000	288 863
Licences and Rights	41 512	–	–	–	–	–	–	41 512	49 725	41 125
Intangible Assets	41 512	–	–	–	–	–	–	41 512	49 725	41 125
Computer Equipment	95 626	6 334	–	–	–	101	6 435	102 061	111 091	46 077
Furniture and Office Equipment	119 167	3 415	–	–	–	50	3 465	122 633	108 317	82 732
Machinery and Equipment	48 127	5 956	–	–	–	–	5 956	54 083	38 996	35 050
Transport Assets	197 348	81	–	–	–	–	81	197 429	20 850	45 251
Land	26 000	–	–	–	–	–	–	26 000	120 000	20 000
Total Renewal of Existing Assets to be adjusted	**2 291 609**	**86 092**	**–**	**–**	**–**	**–**	**86 092**	**2 377 700**	**2 597 627**	**2 950 459**
Roads Infrastructure	*214 477*	*32 214*	–	–	–	–	*32 214*	*246 691*	*199 079*	*147 788*
Storm water Infrastructure	*59 700*	*11 694*	–	–	–	–	*11 694*	*71 394*	*46 300*	*50 000*
Electrical Infrastructure	*346 825*	*29 959*	–	–	–	–	*29 959*	*376 784*	*441 990*	*738 540*
Water Supply Infrastructure	*409 900*	–	–	–	–	–	–	*409 900*	*543 500*	*631 000*
Sanitation Infrastructure	*376 433*	*4 513*	–	–	–	–	*4 513*	*380 946*	*751 235*	*858 800*
Solid Waste Infrastructure	–	*200*	–	–	–	–	*200*	*200*	*10 000*	*15 000*
Information and Communication Infrastructure	*1 500*	*415*	–	–	–	–	*415*	*1 915*	*2 650*	–
Infrastructure	1 408 835	78 995	–	–	–	–	78 995	1 487 830	1 994 754	2 441 128
Community Facilities	19 283	–	–	–	–	–	–	19 283	15 100	7 000
Community Assets	19 283	–	–	–	–	–	–	19 283	15 100	7 000
Heritage Assets	600	651	–	–	–	–	651	1 251	1 200	1 200
Operational Buildings	26 689	232	–	–	–	–	232	26 921	49 215	18 590
Housing	44 561	–	–	–	–	–	–	44 561	77 184	–
Other Assets	71 250	232	–	–	–	–	232	71 482	126 399	18 590
Licences and Rights	2 500	–	–	–	–	–	–	2 500	2 500	2 500
Intangible Assets	2 500	–	–	–	–	–	–	2 500	2 500	2 500
Computer Equipment	125 859	3 165	–	–	–	14	3 179	129 039	67 582	66 786
Furniture and Office Equipment	28 889	120	–	–	–	14	134	29 023	16 562	13 456
Machinery and Equipment	11 454	–	–	–	–	(29)	(29)	11 426	58 050	57 350
Transport Assets	622 937	2 929	–	–	–	–	2 929	625 867	315 479	342 449

Table continues on next page.

Description R thousands	Budget Year 2019/20 Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2020/21 Adjusted Budget	Budget Year +2 2021/22 Adjusted Budget
Total Upgrading of Existing Assets to be adjusted	**2 229 374**	**170 734**	**–**	**–**	**–**	**12 850**	**183 584**	**2 412 958**	**2 580 208**	**2 329 015**
Roads Infrastructure	*192 672*	*41 069*	–	–	–	–	*41 069*	*233 740*	*143 421*	*221 572*
Storm water Infrastructure	*41 000*	*3 307*	–	–	–	–	*3 307*	*44 307*	*110 000*	*115 000*
Electrical Infrastructure	*29 582*	–	–	–	–	–	–	*29 582*	*3 100*	*130 000*
Water Supply Infrastructure	*75 350*	*18 326*	–	–	–	–	*18 326*	*93 676*	*85 700*	*30 000*
Sanitation Infrastructure	*848 773*	*29 392*	–	–	–	*12 850*	*42 242*	*891 015*	*1 164 705*	*1 129 700*
Solid Waste Infrastructure	*111 425*	*11 963*	–	–	–	–	*11 963*	*123 388*	*110 180*	*73 500*
Information and Communication Infrastructure	*5 000*	–	–	–	–	–	–	*5 000*	*2 351*	–
Infrastructure	1 303 801	104 057	–	–	–	12 850	116 907	1 420 708	1 619 457	1 699 772
Community Facilities	228 825	10 031	–	–	–	–	10 031	238 856	193 172	178 620
Sport and Recreation Facilities	147 154	5 436	–	–	–	–	5 436	152 590	314 999	112 131
Community Assets	375 979	15 468	–	–	–	–	15 468	391 446	508 171	290 751
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Operational Buildings	423 217	51 153	–	–	–	–	51 153	474 370	328 280	291 761
Housing	75 878	–	–	–	–	–	–	75 878	65 000	15 000
Other Assets	499 095	51 153	–	–	–	–	51 153	550 248	393 280	306 761
Licences and Rights	16 950	2	–	–	–	–	2	16 952	9 750	–
Intangible Assets	16 950	2	–	–	–	–	2	16 952	9 750	–
Computer Equipment	17 540	43	–	–	–	–	43	17 583	22 000	11 250
Furniture and Office Equipment	10 347	–	–	–	–	–	–	10 347	20 550	19 481
Machinery and Equipment	5 662	11	–	–	–	–	11	5 673	7 000	1 000
Total Capital Expenditure to be adjusted	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**
Roads Infrastructure	*1 336 715*	*126 330*	–	–	–	–	*126 330*	*1 463 045*	*2 028 770*	*2 608 153*
Storm water Infrastructure	*218 012*	*17 230*	–	–	–	–	*17 230*	*235 242*	*313 939*	*335 387*
Electrical Infrastructure	*745 107*	*39 203*	–	*285*	–	–	*39 488*	*784 595*	*901 892*	*1 389 891*
Water Supply Infrastructure	*1 456 577*	*240 900*	–	–	–	*(221 528)*	*19 372*	*1 475 949*	*2 020 134*	*1 835 382*
Sanitation Infrastructure	*1 443 705*	*40 690*	–	–	–	–	*40 690*	*1 484 396*	*2 969 479*	*3 261 049*
Solid Waste Infrastructure	*362 545*	*25 414*	–	–	–	–	*25 414*	*387 959*	*650 480*	*489 000*
Information and Communication Infrastructure	*36 500*	*1 429*	–	–	–	–	*1 429*	*37 929*	*70 311*	*1 000*
Infrastructure	5 599 162	491 196	–	285	–	(221 528)	269 953	5 869 115	8 955 006	9 919 862
Community Facilities	*490 548*	*28 795*	–	–	–	–	*28 795*	*519 343*	*397 375*	*426 044*
Sport and Recreation Facilities	*147 874*	*5 447*	–	–	–	–	*5 447*	*153 321*	*314 999*	*112 131*
Community Assets	638 422	34 242	–	–	–	–	34 242	672 664	712 373	538 175
Heritage Assets	630	651	–	–	–	–	651	1 281	1 200	1 200
Operational Buildings	*608 939*	*67 064*	–	–	–	–	*67 064*	*676 004*	*689 995*	*582 464*
Housing	*171 359*	*2 172*	–	–	–	–	*2 172*	*173 531*	*188 684*	*31 750*
Other Assets	780 298	69 237	–	–	–	–	69 237	849 535	878 679	614 214
Licences and Rights	*60 962*	*2*	–	–	–	–	*2*	*60 965*	*61 975*	*43 625*
Intangible Assets	60 962	2	–	–	–	–	2	60 965	61 975	43 625
Computer Equipment	239 026	9 542	–	–	–	116	9 657	248 683	200 673	124 113
Furniture and Office Equipment	158 403	3 535	–	–	–	64	3 599	162 003	145 429	115 669
Machinery and Equipment	65 243	5 968	–	–	–	(29)	5 939	71 182	104 046	93 400
Transport Assets	820 286	3 011	–	–	–	–	3 011	823 296	336 329	387 700
Land	26 000	–	–	–	–	–	–	26 000	120 000	20 000
TOTAL CAPITAL EXPENDITURE to be adjusted	**8 388 432**	**617 383**	**–**	**285**	**–**	**(221 376)**	**396 291**	**8 784 724**	**11 515 711**	**11 857 958**

Table continues on next page.

Description R thousands	Budget Year 2019/20 Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2020/21 Adjusted Budget	Budget Year +2 2021/22 Adjusted Budget
ASSET REGISTER SUMMARY - PPE (WDV)	**52 871 578**	**–**	**–**	**–**	**–**	**376 477**	**376 477**	**53 248 055**	**60 928 841**	**68 700 723**
Roads Infrastructure	10 520 662	–	–	–	–	120 013	120 013	10 640 675	12 120 218	14 112 694
Storm water Infrastructure	1 014 851	–	–	–	–	16 368	16 368	1 031 219	1 279 973	1 546 882
Electrical Infrastructure	8 041 029	–	–	–	–	37 514	37 514	8 078 543	8 685 701	9 739 730
Water Supply Infrastructure	5 355 893	–	–	–	–	18 404	18 404	5 374 297	6 958 291	8 322 038
Sanitation Infrastructure	4 806 251	–	–	–	–	38 656	38 656	4 844 907	7 356 950	10 099 044
Solid Waste Infrastructure	788 863	–	–	–	–	24 144	24 144	813 006	1 398 193	1 819 347
Coastal Infrastructure	108 950	–	–	–	–	–	–	108 950	104 386	99 508
Information and Communication Infrastructure	3 838 397	–	–	–	–	1 358	1 358	3 839 754	3 861 116	3 808 652
Infrastructure	34 474 895	–	–	–	–	256 456	256 456	34 731 351	41 764 827	49 547 895
Community Assets	6 671 115	–	–	–	–	40 748	40 748	6 711 863	7 016 236	7 125 020
Heritage Assets	8 891	–	–	–	–	–	–	8 891	8 891	8 891
Investment properties	581 286	–	–	–	–	–	–	581 286	579 572	577 858
Other Assets	5 906 277	–	–	–	–	65 585	65 585	5 971 861	6 541 087	6 852 683
Intangible Assets	521 885	–	–	–	–	(16 851)	(16 851)	505 035	424 045	338 027
Computer Equipment	594 661	–	–	–	–	17 478	17 478	612 139	572 795	460 364
Furniture and Office Equipment	431 571	–	–	–	–	4 559	4 559	436 130	465 838	462 612
Machinery and Equipment	487 638	–	–	–	–	5 642	5 642	493 280	468 191	429 891
Transport Assets	2 219 973	–	–	–	–	2 860	2 860	2 222 833	2 072 723	1 940 270
Land	973 386	–	–	–	–	–	–	973 386	1 014 635	957 210
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	**52 871 578**	**–**	**–**	**–**	**–**	**376 477**	**376 477**	**53 248 055**	**60 928 841**	**68 700 723**
EXPENDITURE OTHER ITEMS										
Depreciation & asset impairment	3 015 086	–	–	–	–	–	–	3 015 086	3 259 139	3 493 178
Repairs and Maintenance by asset class	**4 129 677**	**–**	**–**	**–**	**–**	**–**	**–**	**4 129 677**	**4 398 747**	**4 614 356**
Roads Infrastructure	*688 377*	–	–	–	–	–	–	*688 377*	*730 816*	*776 063*
Storm water Infrastructure	–	–	–	–	–	–	–	–	–	–
Electrical Infrastructure	*541 437*	–	–	–	–	–	–	*541 437*	*608 723*	*646 927*
Water Supply Infrastructure	*440 218*	–	–	–	–	–	–	*440 218*	*477 832*	*507 425*
Sanitation Infrastructure	*374 750*	–	–	–	–	–	–	*374 750*	*414 486*	*429 485*
Solid Waste Infrastructure	*2 250*	–	–	–	–	–	–	*2 250*	*2 387*	*2 531*
Infrastructure	2 047 033	–	–	–	–	–	–	2 047 033	2 234 243	2 362 431
Community Facilities	122 404	–	–	–	–	–	–	122 404	129 823	137 727
Sport and Recreation Facilities	382 327	–	–	–	–	–	–	382 327	380 116	393 915
Community Assets	504 731	–	–	–	–	–	–	504 731	509 940	531 642
Heritage Assets	1 916	–	–	–	–	–	–	1 916	2 031	2 154
Revenue Generating	43	–	–	–	–	–	–	43	45	48
Non-revenue Generating	8 001	–	–	–	–	–	–	8 001	8 482	8 995
Investment properties	8 043	–	–	–	–	–	–	8 043	8 527	9 043
Operational Buildings	338 649	–	–	–	–	–	–	338 649	308 414	327 258
Housing	–	–	–	–	–	–	–	–	–	–
Other Assets	338 649	–	–	–	–	–	–	338 649	308 414	327 258
Computer Equipment	246 058	–	–	–	–	–	–	246 058	263 211	279 352
Furniture and Office Equipment	542 256	–	–	–	–	–	–	542 256	607 519	609 041
Machinery and Equipment	–	–	–	–	–	–	–	–	–	–
Transport Assets	440 991	–	–	–	–	–	–	440 991	464 863	493 436
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	**7 144 763**	**–**	**–**	**–**	**–**	**–**	**–**	**7 144 763**	**7 657 887**	**8 107 534**
Renewal and upgrading of Existing Assets as % of total capex	***53.9%***	–	–	–	–	–	–	***54.5%***	***45.0%***	***44.5%***
Renewal and upgrading of Existing Assets as % of deprecn"	***149.9%***	–	–	–	–	–	–	***158.9%***	***158.9%***	***151.1%***
R&M as a % of PPE	***7.8%***	–	–	–	–	–	–	***7.8%***	***7.2%***	***6.7%***
Renewal and upgrading and R&M as a % of PPE	***16.4%***	–	–	–	–	–	–	***16.8%***	***15.7%***	***14.4%***

Explanatory notes to Table B9 – Asset Management

1. Table B9 provides an overview of municipal capital allocations for new assets and renewal of existing assets, as well as spending on repairs and maintenance by asset class.

2. At this stage spending on repairs and maintenance cannot be reflected by asset class due to the misalignment of the existing asset classes with the plant maintenance asset classes on the financial system. To ensure compliance the City will embark on an asset creation project which will be finalised over a couple of years.

Table 11 MBRR Table B10 - Basic Service Delivery Measurement

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Household service targets										
Water:										
Piped water inside dwelling	1 214 760	-	-	-	-	-	-	1 214 760	1 239 353	1 263 946
Piped water inside yard (but not in dwelling)	-	-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	166 919	-	-	-	-	-	-	166 919	169 929	172 729
Other water supply (at least min.service level)	-	-	-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total	1 381 679	-	-	-	-	-	-	1 381 679	1 409 282	1 436 675
Using public tap (< min.service level)	-	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	-	-	-	-	-	-	-	-	-	-
No water supply	-	-	-	-	-	-	-	-	-	-
Below Minimum Servic Level sub-total	-	-	-	-	-	-	-	-	-	-
Total number of households	**1 381 679**	**-**	**-**	**-**	**-**	**-**	**-**	**1 381 679**	**1 409 282**	**1 436 675**
Sanitation/sewerage:										
Flush toilet (connected to sewerage)	1 285 080	-	-	-	-	-	-	1 285 080	1 310 073	1 338 275
Flush toilet (with septic tank)	-	-	-	-	-	-	-	-	-	-
Chemical toilet	35 120	-	-	-	-	-	-	35 120	35 120	35 120
Pit toilet (ventilated)	197	-	-	-	-	-	-	197	197	197
Other toilet provisions (> min.service level)	62 633	-	-	-	-	-	-	62 633	65 575	65 375
Minimum Service Level and Above sub-total	1 383 030	-	-	-	-	-	-	1 383 030	1 410 965	1 438 967
Bucket toilet	149	-	-	-	-	-	-	149	149	149
Other toilet provisions (< min.service level)	-	-	-	-	-	-	-	-	-	-
No toilet provisions	-	-	-	-	-	-	-	-	-	-
Below Minimum Servic Level sub-total	149	-	-	-	-	-	-	149	149	149
Total number of households	**1 383 179**	**-**	**-**	**-**	**-**	**-**	**-**	**1 383 179**	**1 411 114**	**1 439 116**
Energy:										
Electricity (at least min. service level)	820 313	-	-	-	-	-	-	820 313	821 813	823 313
Electricity - prepaid (> min.service level)	-	-	-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total	820 313	-	-	-	-	-	-	820 313	821 813	823 313
Electricity (< min.service level)	27 841	-	-	-	-	-	-	27 841	26 341	24 841
Electricity - prepaid (< min. service level)	-	-	-	-	-	-	-	-	-	-
Other energy sources	-	-	-	-	-	-	-	-	-	-
Below Minimum Servic Level sub-total	27 841	-	-	-	-	-	-	27 841	26 341	24 841
Total number of households	**848 154**	**-**	**-**	**-**	**-**	**-**	**-**	**848 154**	**848 154**	**848 154**
Refuse:										
Removed at least once a week (min.service)	958 534	-	-	-	-	-	-	958 534	977 704	997 258
Minimum Service Level and Above sub-total	958 534	-	-	-	-	-	-	958 534	977 704	997 258
Removed less frequently than once a week	-	-	-	-	-	-	-	-	-	-
Using communal refuse dump	-	-	-	-	-	-	-	-	-	-
Using own refuse dump	-	-	-	-	-	-	-	-	-	-
Other rubbish disposal	-	-	-	-	-	-	-	-	-	-
No rubbish disposal	-	-	-	-	-	-	-	-	-	-
Below Minimum Servic Level sub-total	-	-	-	-	-	-	-	-	-	-
Total number of households	**958 534**	**-**	**-**	**-**	**-**	**-**	**-**	**958 534**	**977 704**	**997 258**
Households receiving Free Basic Service										
Water (6 kilolitres per household per month)	270 025	-	-	-	-	-	-	270 025	270 025	270 025
Sanitation (free minimum level service)	270 025	-	-	-	-	-	-	270 025	270 025	270 025
Electricity/other energy (50kwh per household per month)	197 064	-	-	-	-	-	-	197 064	198 564	200 064
Refuse (removed at least once a week)	310 526	-	-	-	-	-	-	310 526	316 736	323 070
Cost of Free Basic Services provided (R'000)	–	–	–	–	–	–	–	–	–	–
Water (6 kilolitres per indigent household per month)	449 106	–	–	–	–	–	–	449 106	520 297	627 898
Sanitation (free sanitation service to indigent households)	232 446	–	–	–	–	–	–	232 446	269 293	324 985
Electricity/other energy (50kwh per indigent household per month)	104 999	–	–	–	–	–	–	104 999	113 399	122 471
Refuse (removed once a week for indigent households)	287 133	–	–	–	–	–	–	287 133	301 633	316 866
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	**601 132**	**–**	**–**	**–**	**–**	**–**	**–**	**601 132**	**683 103**	**794 211**
Total cost of FBS provided	**1 674 816**	**–**	**–**	**–**	**–**	**–**	**–**	**1 674 816**	**1 887 725**	**2 186 431**

Table continues on next page.

Description	Budget Year 2019/20 Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2020/21 Adjusted Budget	Budget Year +2 2021/22 Adjusted Budget
Highest level of free service provided										
Property rates (R'000 value threshold)										
Water (kilolitres per household per month)	11	–	–	–	–	–	–	11	11	11
Sanitation (kilolitres per household per month)	7	–	–	–	–	–	–	7	7	7
Sanitation (Rand per household per month)										
Electricity (kw per household per month)	60	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	–	–	–	–	–	–	240	240	240
Revenue cost of free services provided (R'000)										
Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	–	–	–	–	–	–	–	–	–	–
Property rates exemptions, reductions and rebates and impermissable values in excess of section 17 of MPRA)	1 231 247	–	–	–	–	–	–	1 231 247	1 299 612	1 371 772
Water (in excess of 6 kilolitres per indigent household per month)	–	–	–	–	–	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)	–	–	–	–	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates	32 289	–	–	–	–	–	–	32 289	34 065	35 938
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	**1 263 535**	**–**	**–**	**–**	**–**	**–**	**–**	**1 263 535**	**1 333 676**	**1 407 711**

The following should be noted in respect of the highest level of free services provided for Water & Sanitation, Electricity and Solid Waste:

- **Water**
  10.5 kℓ of water per month per indigent household, free of charge.

- **Sanitation**
  7.35 kℓ of sanitation per month per indigent household, free of charge.

- **Electricity**
  Each connection supplied by the City to properties with a municipal property value of less than and equal to R400 000 and a prepaid meter receives a monthly 60 kWh free electricity if they normally buy less than 250 kWh per month on average over a 12-month period; or 25 kWh free electricity if they normally buy between 250 and 450 kWh per month on average over a 12-month period.

- **Waste removal**
  Consumers whose properties are valued between R1 and R500 000 receive rebates between 0% and 100% on the first 240 ℓ container. Consumers who earn below R6 000 and who are registered on the Indigent Register will qualify for a rebate between 0% and 100% on the first 240 ℓ container. Customers living in Council-owned housing rental and selling schemes earning R4 500 and below will receive 100% rebate.

Explanatory notes to Table B10 – Basic Service Delivery Measurement

1. Table B10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.

2. The City is persistently striving to eradicate backlogs. The City's backlog status is as follows:
   a. Water – Cape Town's population, both formal and informal settlements, receives potable water in accordance with the National minimum standards as required by the Water Services Act 108 (of 1997).
   b. Sanitation – Cape Town's population, both formal and informal settlements, receives sanitation services in accordance with the National minimum standards. Funding is still provided to further improve the service levels in Informal Settlements in line with the City's strategy.
   c. Energy – The electrification strategy is to reduce the backlog by 1 500 annually.
   d. Refuse – There are no backlogs for refuse.

5. Adjustments to budget assumptions

The budget assumptions underpinning the 2019/20 budget do not require any adjustments at this stage. In this regard, primary variables such as CPI, collection ratios, interest levels and wage awards remain unchanged.

6. Adjustments to budget funding

a. Narrative summary of the impact of the adjustments budget on:

- **Funding of operating and capital expenditure**
  The Capital expenditure remains fully funded from both internal- (i.e. EFF, CRR & Revenue) and external sources (National- and Provincial Government and other public contributions).
- **Financial plans**
  The financial plan will be revisited considering the longer term effects of the adjustments.

b. Reconciliation showing that operating- and capital expenditure remain funded in accordance with MFMA section 18

See **Table 2** on page 13.

7. Adjustments related to allocations and grants to the City of Cape Town

Refer to **Allocations and grant adjustments** on page 2.

8. Adjustments to transfers and grants made by the City of Cape Town

An increase of R25 million, funded from HSDG, for People's Housing Process (PHP) beneficiaries is proposed for inclusion in the 2019/20 operating budget.

Refer Annexure 4 for adjustments to transfers and grants made by the City.

9. Adjustments to councillor and board member allowances and employee benefits

No adjustments were made.

10. Adjustments to service delivery and budget implementation plan

No adjustments were made.

11. Adjustments to capital expenditure

Full disclosure on adjustments to the capital budget is provided in Annexure 2.2.

PART 2 - ADJUSTMENTS BUDGET: CONSOLIDATED TABLES – PARENT MUNICIPALITY AND ENTITIES

The consolidated tables of the City and its entities, Cape Town International Convention Centre (CTICC) and Cape Town Stadium (CTS), are presented on page 31 to page 43.

Table 12 MBRR Table B1 Consolidated Adjustments Budget – Statement Summary

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Financial Performance										
Property rates	9 916 685	–	–	–	–	–	–	9 916 685	10 517 014	11 045 428
Service charges	19 690 195	–	–	–	–	–	–	19 690 195	22 419 166	25 311 082
Investment revenue	919 395	–	–	–	–	–	–	919 395	937 927	1 030 070
Transfers recognised - operational	7 376 568	–	–	–	115 836	822	116 658	7 493 227	7 707 345	8 136 559
Other own revenue	3 305 614	–	–	–	–	–	–	3 305 614	3 495 727	3 638 577
Total Revenue (excluding capital transfers and contributions)	**41 208 458**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 325 116**	**45 077 179**	**49 161 715**
Employee costs	13 908 778	–	–	–	–	37	37	13 908 815	14 991 559	16 167 233
Remuneration of councillors	179 818	–	–	–	–	–	–	179 818	190 697	202 234
Depreciation & asset impairment	3 065 250	–	–	–	–	–	–	3 065 250	3 302 926	3 534 364
Finance charges	790 756	–	–	–	–	–	–	790 756	921 279	1 304 856
Materials and bulk purchases	11 746 242	–	–	–	–	(454)	(454)	11 745 788	13 111 293	14 255 875
Transfers and grants	374 860	–	–	–	25 247	(1 291)	23 956	398 816	475 247	418 316
Other expenditure	12 033 540	–	–	–	90 589	2 530	93 119	12 126 659	11 885 979	12 617 524
Total Expenditure	**42 099 245**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**42 215 903**	**44 878 981**	**48 500 402**
Surplus/(Deficit)	(890 787)	–	–	–	–	0	0	(890 786)	198 198	661 314
Transfers recognised - capital	2 211 385	–	–	–	287	–	287	2 211 673	3 043 827	3 608 514
Contributions recognised - capital & contributed assets	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Surplus/(Deficit) after capital transfers & contributions	**1 374 299**	**–**	**–**	**–**	**287**	**0**	**288**	**1 374 587**	**3 298 725**	**4 326 827**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1 374 299**	**–**	**–**	**–**	**287**	**0**	**288**	**1 374 587**	**3 298 725**	**4 326 827**
Capital expenditure & funds sources										
Capital expenditure	8 430 911	617 383	–	285	–	(211 639)	406 029	8 836 940	11 567 916	11 910 485
Transfers recognised - capital	2 265 085	287	–	–	–	–	287	2 265 373	3 100 527	3 665 514
Borrowing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Internally generated funds	5 074 246	617 095	–	285	–	(211 639)	405 742	5 479 987	5 467 389	5 244 971
Total sources of capital funds	**8 430 911**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**
Financial position										
Total current assets	18 660 159	–	–	–	–	(3 007 196)	(3 007 196)	15 652 963	14 802 591	14 553 496
Total non current assets	58 112 027	–	–	–	–	968 089	968 089	59 080 115	67 056 055	75 170 203
Total current liabilities	12 973 358	–	–	–	–	(4 366 948)	(4 366 948)	8 606 410	9 471 167	10 268 522
Total non current liabilities	14 911 172	–	–	–	–	–	–	14 911 172	17 854 299	20 595 168
Community wealth/Equity	**48 887 656**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 215 497**	**54 533 180**	**58 860 008**

Table continues on next page.

Description R thousands	Budget Year 2019/20 Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2020/21 Adjusted Budget	Budget Year +2 2021/22 Adjusted Budget
Cash flows										
Net cash from (used) operating	4 472 317	–	–	–	–	287	287	4 472 604	6 834 798	8 027 937
Net cash from (used) investing	(7 761 267)	–	–	–	–	(366 400)	(366 400)	(8 127 667)	(10 613 221)	(10 955 427)
Net cash from (used) financing	748 685	–	–	–	–	–	–	748 685	2 674 686	2 379 304
Cash/cash equivalents at the year end	**5 087 575**	**–**	**–**	**–**	**–**	**660 387**	**660 387**	**5 747 962**	**4 644 225**	**4 096 039**
Cash backing/surplus reconciliation										
Cash and investments available	11 023 847	–	–	–	–	2 158 161	2 158 161	13 182 007	12 075 557	11 525 425
Application of cash and investments	10 149 316	–	–	–	–	(1 116 860)	(1 116 860)	9 032 455	7 624 808	8 441 788
Balance - surplus (shortfall)	**874 531**	**–**	**–**	**–**	**–**	**3 275 021**	**3 275 021**	**4 149 552**	**4 450 749**	**3 083 636**
Asset Management										
Asset register summary (WDV)	53 454 658	–	–	–	–	376 477	376 477	53 831 135	61 143 863	68 927 086
Depreciation & asset impairment	3 065 250	–	–	–	–	–	–	3 065 250	3 302 926	3 534 364
Renewal and Upgrading of Existing Assets	4 548 226	256 826	–	–	–	21 720	278 546	4 826 772	5 201 043	5 306 503
Repairs and Maintenance	4 170 377	–	–	–	–	–	–	4 170 377	4 440 447	4 658 558
Free services										
Cost of Free Basic Services provided	1 674 816	–	–	–	–	–	–	1 674 816	1 887 725	2 186 431
Revenue cost of free services provided	1 263 535	–	–	–	–	–	–	1 263 535	1 333 676	1 407 711
Households below minimum service level										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	149	-	-	-	-	-	-	149	149	149
Energy:	27 841	-	-	-	-	-	-	27 841	26 341	24 841
Refuse:	–	–	–	–	–	–	–	–	–	–

Table 13 MBRR Table B2 Consolidated Adjustments Budget - Financial Performance (standard classification)

Standard Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue - Functional										
Governance and administration	**15 354 923**	**–**	**–**	**–**	**13**	**0**	**13**	**15 354 936**	**16 309 197**	**17 275 420**
Executive and council	299	–	–	–	–	0	0	299	314	330
Finance and administration	15 354 622	–	–	–	13	0	13	15 354 634	16 308 880	17 275 054
Internal audit	3	–	–	–	–	0	0	3	3	36
Community and public safety	**3 301 487**	**–**	**–**	**–**	**115 836**	**0**	**115 836**	**3 417 323**	**3 557 572**	**3 693 222**
Community and social services	125 649	–	–	–	–	0	0	125 649	135 834	197 122
Sport and recreation	86 512	–	–	–	–	0	0	86 512	82 294	89 608
Public safety	1 238 308	–	–	–	–	(0)	(0)	1 238 308	1 241 637	1 241 676
Housing	1 374 066	–	–	–	115 836	0	115 836	1 489 902	1 599 353	1 624 910
Health	476 952	–	–	–	–	(0)	(0)	476 952	498 453	539 907
Economic and environmental services	**2 297 417**	**–**	**–**	**–**	**275**	**0**	**275**	**2 297 692**	**2 899 203**	**3 396 937**
Planning and development	450 811	–	–	–	–	0	0	450 811	430 141	471 601
Road transport	1 831 775	–	–	–	275	0	275	1 832 049	2 464 615	2 920 664
Environmental protection	14 831	–	–	–	–	(0)	(0)	14 831	4 447	4 671
Trading services	**22 228 113**	**–**	**–**	**–**	**–**	**697**	**697**	**22 228 809**	**25 103 318**	**28 133 991**
Energy sources	14 080 480	–	–	–	–	697	697	14 081 178	15 655 263	17 353 324
Water management	4 468 354	–	–	–	–	(0)	(0)	4 468 354	5 272 941	6 023 125
Waste water management	1 956 104	–	–	–	–	(0)	(0)	1 956 104	2 337 092	2 791 631
Waste management	1 723 174	–	–	–	–	(0)	(0)	1 723 174	1 838 022	1 965 912
Other	**291 603**	**–**	**–**	**–**	**–**	**125**	**125**	**291 728**	**308 415**	**327 659**
Total Revenue - Functional	**43 473 543**	**–**	**–**	**–**	**116 124**	**822**	**116 946**	**43 590 489**	**48 177 706**	**52 827 229**
Expenditure - Functional										
Governance and administration	**8 923 446**	**–**	**–**	**–**	**–**	**(6 721)**	**(6 721)**	**8 916 725**	**9 473 603**	**10 448 998**
Executive and council	535 009	–	–	–	–	(875)	(875)	534 134	537 004	573 837
Finance and administration	8 342 352	–	–	–	–	(5 246)	(5 246)	8 337 106	8 887 741	9 822 292
Internal audit	46 085	–	–	–	–	(600)	(600)	45 485	48 857	52 869
Community and public safety	**7 857 502**	**–**	**–**	**–**	**115 836**	**5 770**	**121 606**	**7 979 108**	**8 419 003**	**8 861 189**
Community and social services	971 924	–	–	–	–	2	2	971 926	1 039 901	1 113 166
Sport and recreation	1 187 125	–	–	–	–	(11)	(11)	1 187 114	1 235 093	1 305 685
Public safety	2 910 539	–	–	–	–	5 779	5 779	2 916 318	3 029 216	3 185 736
Housing	1 480 067	–	–	–	115 836	0	115 836	1 595 903	1 702 684	1 738 557
Health	1 307 848	–	–	–	–	(0)	(0)	1 307 848	1 412 109	1 518 046
Economic and environmental services	**5 277 186**	**–**	**–**	**–**	**–**	**11**	**11**	**5 277 197**	**5 018 327**	**5 272 746**
Planning and development	1 511 371	–	–	–	–	(24)	(24)	1 511 347	1 237 045	1 320 947
Road transport	3 607 973	–	–	–	–	0	0	3 607 973	3 631 418	3 791 457
Environmental protection	157 842	–	–	–	–	35	35	157 877	149 864	160 342
Trading services	**19 596 547**	**–**	**–**	**–**	**–**	**1 694**	**1 694**	**19 598 241**	**21 502 445**	**23 429 358**
Energy sources	11 596 405	–	–	–	–	1 677	1 677	11 598 082	12 749 243	14 037 839
Water management	3 747 229	–	–	–	–	3	3	3 747 232	4 261 463	4 502 627
Waste water management	2 049 818	–	–	–	–	15	15	2 049 833	2 270 377	2 485 738
Waste management	2 203 094	–	–	–	–	(0)	(0)	2 203 093	2 221 361	2 403 153
Other	**444 564**	**–**	**–**	**–**	**–**	**67**	**67**	**444 632**	**465 603**	**488 111**
Total Expenditure - Functional	**42 099 245**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**42 215 902**	**44 878 981**	**48 500 402**
Surplus/ (Deficit) for the year	**1 374 298**	**–**	**–**	**–**	**288**	**0**	**288**	**1 374 586**	**3 298 725**	**4 326 827**

Table 14 Table B3 Consolidated Adjustments Budget - Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote										
Vote 1 - Community Services & Health	974 189	–	–	–	–	0	0	974 189	1 069 806	1 163 854
Vote 2 - Corporate Services	71 523	–	–	–	–	0	0	71 523	64 758	68 813
Vote 3 - Economic Opportunities & Asset Managemnt	181 445	–	–	–	–	125	125	181 570	187 620	195 500
Vote 4 - Energy & Climate Change	13 874 705	–	–	–	–	697	697	13 875 403	15 439 096	17 126 241
Vote 5 - Finance	16 174 512	–	–	–	13	0	13	16 174 525	17 158 014	18 206 913
Vote 6 - Human Settlements	1 249 070	–	–	–	115 836	–	115 836	1 364 906	1 468 044	1 486 970
Vote 7 - Office of the City Manager	6	–	–	–	–	0	0	6	6	40
Vote 8 - Safety & Security	1 291 229	–	–	–	–	(0)	(0)	1 291 229	1 297 230	1 300 075
Vote 9 - Spatial Planning & Environment	166 410	–	–	–	–	0	0	166 410	152 828	162 158
Vote 10 - Transport	1 801 886	–	–	–	275	0	275	1 802 161	2 426 308	2 877 817
Vote 11 - Urban Management	301 768	–	–	–	–	0	0	301 769	284 506	314 260
Vote 12 - Water & Waste	7 078 278	–	–	–	–	(0)	(0)	7 078 278	8 324 623	9 600 425
Vote 13 - Cape Town International Convention Centre	285 600	–	–	–	–	–	–	285 600	303 465	322 460
Vote 14 - Cape Town Stadium	22 921	–	–	–	–	–	–	22 921	1 399	1 703
Total Revenue by Vote	**43 473 543**	**–**	**–**	**–**	**116 124**	**823**	**116 946**	**43 590 489**	**48 177 705**	**52 827 228**
Expenditure by Vote										
Vote 1 - Community Services & Health	3 925 379	–	–	–	–	(0)	(0)	3 925 379	4 108 988	4 407 761
Vote 2 - Corporate Services	1 808 667	–	–	–	–	11	11	1 808 678	1 913 763	2 057 774
Vote 3 - Economic Opportunities & Asset Managemnt	1 368 210	–	–	–	–	114	114	1 368 324	1 425 104	1 526 629
Vote 4 - Energy & Climate Change	12 060 720	–	–	–	–	697	697	12 061 417	13 251 284	14 576 654
Vote 5 - Finance	2 933 071	–	–	–	–	(0)	(0)	2 933 071	3 157 568	3 686 606
Vote 6 - Human Settlements	1 468 810	–	–	–	115 836	(0)	115 836	1 584 646	1 690 950	1 726 302
Vote 7 - Office of the City Manager	237 561	–	–	–	–	0	0	237 561	219 189	236 864
Vote 8 - Safety & Security	3 598 555	–	–	–	–	(0)	(0)	3 598 555	3 768 118	3 971 962
Vote 9 - Spatial Planning & Environment	711 474	–	–	–	–	(0)	(0)	711 474	711 677	766 626
Vote 10 - Transport	3 679 302	–	–	–	–	(0)	(0)	3 679 302	3 700 711	3 862 248
Vote 11 - Urban Management	1 142 379	–	–	–	–	(0)	(0)	1 142 379	908 765	969 186
Vote 12 - Water & Waste	8 774 143	–	–	–	–	(0)	(0)	8 774 142	9 622 080	10 292 124
Vote 13 - Cape Town International Convention Centre	318 719	–	–	–	–	–	–	318 719	329 688	344 746
Vote 14 - Cape Town Stadium	72 254	–	–	–	–	–	–	72 254	71 096	74 919
Total Expenditure by Vote	**42 099 245**	**–**	**–**	**–**	**115 836**	**820**	**116 656**	**42 215 901**	**44 878 981**	**48 500 402**
Surplus/ (Deficit) for the year	**1 374 298**	**–**	**–**	**–**	**287**	**3**	**290**	**1 374 589**	**3 298 725**	**4 326 826**

Table 15 Table B4 Consolidated Adjustments Budget - Financial Performance (revenue and expenditure)

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source										
Property rates	9 916 685	–	–	–	–	–	–	9 916 685	10 517 014	11 045 428
Service charges - electricity revenue	13 623 146	–	–	–	–	–	–	13 623 146	15 187 931	16 826 227
Service charges - water revenue	3 212 017	–	–	–	–	–	–	3 212 017	3 838 969	4 593 963
Service charges - sanitation revenue	1 568 599	–	–	–	–	–	–	1 568 599	2 014 201	2 409 460
Service charges - refuse revenue	1 286 433	–	–	–	–	–	–	1 286 433	1 378 065	1 481 432
Rental of facilities and equipment	459 882	–	–	–	–	–	–	459 882	484 954	511 188
Interest earned - external investments	919 395	–	–	–	–	–	–	919 395	937 927	1 030 070
Interest earned - outstanding debtors	380 814	–	–	–	–	–	–	380 814	425 792	489 054
Dividends received	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 185 453	–	–	–	–	–	–	1 185 453	1 211 026	1 205 439
Licences and permits	82 218	–	–	–	–	–	–	82 218	86 371	90 732
Agency services	217 672	–	–	–	–	–	–	217 672	245 412	254 598
Transfers and subsidies	7 376 568	–	–	–	115 836	822	116 658	7 493 227	7 707 345	8 136 559
Other revenue	935 842	–	–	–	–	–	–	935 842	998 439	1 043 832
Gains on disposal of PPE	43 732	–	–	–	–	–	–	43 732	43 732	43 732
Total Revenue (excluding capital transfers and contributions)	**41 208 458**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**41 325 116**	**45 077 179**	**49 161 715**
Expenditure By Type										
Employee related costs	13 908 778	–	–	–	–	37	37	13 908 815	14 991 559	16 167 233
Remuneration of councillors	179 818	–	–	–	–	–	–	179 818	190 697	202 234
Debt impairment	2 341 928	–	–	–	–	–	–	2 341 928	2 343 443	2 529 992
Depreciation & asset impairment	3 065 250	–	–	–	–	–	–	3 065 250	3 302 926	3 534 364
Finance charges	790 756	–	–	–	–	–	–	790 756	921 279	1 304 856
Bulk purchases	10 092 601	–	–	–	–	–	–	10 092 601	11 473 833	12 575 400
Other materials	1 653 641	–	–	–	–	(454)	(454)	1 653 187	1 637 459	1 680 475
Contracted services	7 273 811	–	–	–	77 044	2 264	79 308	7 353 119	6 958 998	7 292 496
Transfers and subsidies	374 860	–	–	–	25 247	(1 291)	23 956	398 816	475 247	418 316
Other expenditure	2 417 044	–	–	–	13 545	266	13 812	2 430 855	2 582 744	2 794 202
Loss on disposal of PPE	756	–	–	–	–	–	–	756	794	834
Total Expenditure	**42 099 245**	**–**	**–**	**–**	**115 836**	**822**	**116 658**	**42 215 903**	**44 878 981**	**48 500 402**
Surplus/(Deficit)	**(890 787)**	**–**	**–**	**–**	**–**	**0**	**0**	**(890 786)**	**198 198**	**661 314**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 211 385	–	–	–	287	–	287	2 211 673	3 043 827	3 608 514
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	**1 374 299**	**–**	**–**	**–**	**287**	**0**	**288**	**1 374 587**	**3 298 725**	**4 326 827**
Taxation	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	**1 374 299**	**–**	**–**	**–**	**287**	**0**	**288**	**1 374 587**	**3 298 725**	**4 326 827**
Attributable to minorities	(9 472)	–	–	–	–	–	–	(9 472)	(7 500)	(6 374)
Surplus/(Deficit) attributable to municipality	**1 364 827**	**–**	**–**	**–**	**287**	**0**	**288**	**1 365 115**	**3 291 226**	**4 320 453**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1 364 827**	**–**	**–**	**–**	**287**	**0**	**288**	**1 365 115**	**3 291 226**	**4 320 453**

Table 16 Table B5 Consolidated Adjustments Capital Expenditure - Budget by vote and funding

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital expenditure - Vote										
Multi-year expenditure to be adjusted										
Vote 1 - Community Services & Health	354 281	12 112	–	–	–	–	12 112	366 393	351 351	375 057
Vote 2 - Corporate Services	149 863	8 330	–	–	–	–	8 330	158 194	196 189	101 429
Vote 3 - Economic Opportunities & Asset Managemnt	389 498	3 754	–	–	–	–	3 754	393 253	427 272	354 814
Vote 4 - Energy & Climate Change	834 094	56 519	–	285	–	–	56 804	890 899	1 008 117	1 520 724
Vote 5 - Finance	116 957	172	–	–	–	–	172	117 129	275 579	51 351
Vote 6 - Human Settlements	869 063	16 183	–	–	–	–	16 183	885 245	987 927	882 546
Vote 7 - Office of the City Manager	973	142	–	–	–	–	142	1 115	839	910
Vote 8 - Safety & Security	535 237	4 055	–	–	–	–	4 055	539 292	170 748	135 332
Vote 9 - Spatial Planning & Environment	92 847	18 225	–	–	–	–	18 225	111 072	81 465	58 557
Vote 10 - Transport	1 326 126	155 991	–	–	–	–	155 991	1 482 117	1 925 427	2 386 725
Vote 11 - Urban Management	122 981	920	–	–	–	–	920	123 901	110 520	145 030
Vote 12 - Water & Waste	3 596 511	340 979	–	–	–	(221 376)	119 603	3 716 114	5 980 277	5 845 483
Vote 13 - Cape Town International Convention Centre	42 479	–	–	–	–	9 738	9 738	52 217	52 206	52 527
Vote 14 - Cape Town Stadium	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	**8 430 911**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**
Total Capital Expenditure - Vote	**8 430 911**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**
Capital Expenditure - Functional										
Governance and administration	**1 120 163**	**23 571**	**–**	**–**	**–**	**–**	**23 571**	**1 143 734**	**1 219 715**	**880 210**
Executive and council	24 280	705	–	–	–	–	705	24 985	3 830	2 802
Finance and administration	1 095 751	22 866	–	–	–	–	22 866	1 118 617	1 215 824	877 298
Internal audit	131	–	–	–	–	–	–	131	60	110
Community and public safety	**1 415 888**	**28 326**	**–**	**–**	**–**	**–**	**28 326**	**1 444 214**	**1 405 827**	**1 181 937**
Community and social services	105 089	2 112	–	–	–	–	2 112	107 201	70 408	116 914
Sport and recreation	141 792	4 289	–	–	–	–	4 289	146 081	260 468	80 200
Public safety	218 659	3 545	–	–	–	–	3 545	222 203	7 659	7 659
Housing	868 912	16 183	–	–	–	–	16 183	885 094	988 296	882 665
Health	81 436	2 198	–	–	–	–	2 198	83 634	78 996	94 500
Economic and environmental services	**1 665 557**	**173 935**	**–**	**–**	**–**	**–**	**173 935**	**1 839 492**	**2 178 470**	**2 640 149**
Planning and development	151 588	15 848	–	–	–	–	15 848	167 436	111 173	135 845
Road transport	1 476 857	155 517	–	–	–	–	155 517	1 632 374	2 033 288	2 489 802
Environmental protection	37 112	2 569	–	–	–	–	2 569	39 682	34 010	14 502
Trading services	**4 176 629**	**391 485**	**–**	**285**	**–**	**(221 376)**	**170 394**	**4 347 023**	**6 702 004**	**7 149 967**
Energy sources	805 190	52 579	–	285	–	–	52 864	858 054	996 117	1 518 224
Water management	1 517 922	239 703	–	–	–	(221 376)	18 326	1 536 248	2 751 931	2 836 717
Waste water management	1 381 056	51 031	–	–	–	–	51 031	1 432 087	2 152 890	2 228 450
Waste management	472 461	48 172	–	–	–	–	48 172	520 633	801 065	566 576
Other	52 674	66	–	–	–	9 738	9 804	62 478	61 901	58 222
Total Capital Expenditure - Functional	**8 430 911**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**
Funded by:										
National Government	2 189 348	287	–	–	–	–	287	2 189 635	2 961 322	3 547 884
Provincial Government	22 038	–	–	–	–	–	–	22 038	82 505	60 630
District Municipality	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	53 700	–	–	–	–	–	–	53 700	56 700	57 000
Transfers recognised - capital	**2 265 085**	**287**	**–**	**–**	**–**	**–**	**287**	**2 265 373**	**3 100 527**	**3 665 514**
Borrowing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Internally generated funds	5 074 246	617 095	–	285	–	(211 639)	405 742	5 479 987	5 467 389	5 244 971
Total Capital Funding	**8 430 911**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**

Table 17 Table B6 Consolidated Adjustments Budget Statement – Financial Position

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSETS										
Current assets										
Cash	156 520	–	–	–	–	–	–	156 520	146 904	146 396
Call investment deposits	6 362 856	–	–	–	–	1 564 403	1 564 403	7 927 258	6 531 948	5 649 746
Consumer debtors	9 710 204	–	–	–	–	(3 171 267)	(3 171 267)	6 538 936	6 964 729	7 453 783
Other debtors	1 842 280	–	–	–	–	(1 297 384)	(1 297 384)	544 896	626 331	718 642
Current portion of long-term receivables	15 755	–	–	–	–	(11 748)	(11 748)	4 007	3 306	2 727
Inventory	572 544	–	–	–	–	(91 199)	(91 199)	481 345	529 374	582 202
Total current assets	**18 660 159**	**–**	**–**	**–**	**–**	**(3 007 196)**	**(3 007 196)**	**15 652 963**	**14 802 591**	**14 553 496**
Non current assets										
Long-term receivables	23 333	–	–	–	–	(11 884)	(11 884)	11 450	9 446	7 793
Investments	4 504 471	–	–	–	–	593 758	593 758	5 098 229	5 396 705	5 729 283
Investment property	581 285	–	–	–	–	–	–	581 285	579 572	577 858
Investment in Associate	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	52 439 627	–	–	–	–	386 214	386 214	52 825 841	60 659 655	68 582 447
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	424 856	–	–	–	–	–	–	424 856	272 222	134 367
Other non-current assets	138 455	–	–	–	–	–	–	138 455	138 455	138 455
Total non current assets	**58 112 027**	**–**	**–**	**–**	**–**	**968 089**	**968 089**	**59 080 115**	**67 056 055**	**75 170 203**
TOTAL ASSETS	**76 772 186**	**–**	**–**	**–**	**–**	**(2 039 107)**	**(2 039 107)**	**74 733 079**	**81 858 646**	**89 723 698**
LIABILITIES										
Current liabilities										
Bank overdraft	–	–	–	–	–	–	–	–	–	–
Borrowing	489 858	–	–	–	–	–	–	489 858	692 994	893 902
Consumer deposits	494 658	–	–	–	–	(9 751)	(9 751)	484 907	532 741	585 306
Trade and other payables	10 840 416	–	–	–	–	(4 357 197)	(4 357 197)	6 483 218	6 993 001	7 499 452
Provisions	1 148 426	–	–	–	–	–	–	1 148 426	1 252 431	1 289 863
Total current liabilities	**12 973 358**	**–**	**–**	**–**	**–**	**(4 366 948)**	**(4 366 948)**	**8 606 410**	**9 471 167**	**10 268 522**
Non current liabilities										
Borrowing	7 838 577	–	–	–	–	–	–	7 838 577	10 302 047	12 381 349
Provisions	7 072 595	–	–	–	–	–	–	7 072 595	7 552 252	8 213 819
Total non current liabilities	**14 911 172**	**–**	**–**	**–**	**–**	**–**	**–**	**14 911 172**	**17 854 299**	**20 595 168**
TOTAL LIABILITIES	**27 884 530**	**–**	**–**	**–**	**–**	**(4 366 948)**	**(4 366 948)**	**23 517 582**	**27 325 466**	**30 863 690**
NET ASSETS	**48 887 656**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 215 497**	**54 533 180**	**58 860 008**
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	41 845 420	–	–	–	–	3 321 239	3 321 239	45 166 659	50 227 375	54 002 150
Reserves	7 042 235	–	–	–	–	(993 397)	(993 397)	6 048 838	4 305 804	4 857 859
TOTAL COMMUNITY WEALTH/EQUITY	**48 887 656**	**–**	**–**	**–**	**–**	**2 327 841**	**2 327 841**	**51 215 497**	**54 533 180**	**58 860 008**

Table 18 Table B7 Consolidated Adjustments Budget Statement – Cash Flow

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates	9 714 194	–	–	–	–	–	–	9 714 194	10 327 307	10 830 171
Service charges	18 787 179	–	–	–	–	–	–	18 787 179	21 538 550	24 311 790
Other revenue	2 046 212	–	–	–	–	–	–	2 046 212	2 202 821	2 311 548
Government - operating	7 376 568	–	–	–	–	116 658	116 658	7 493 227	7 777 316	8 202 055
Government - capital	2 211 385	–	–	–	–	287	287	2 211 673	3 043 827	3 608 514
Interest	919 395	–	–	–	–	–	–	919 395	937 927	1 030 070
Dividends	–	–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees	(35 865 543)	–	–	–	–	(116 658)	(116 658)	(35 982 201)	(38 261 621)	(41 074 367)
Finance charges	(717 075)	–	–	–	–	–	–	(717 075)	(731 329)	(1 191 845)
Transfers and Grants	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**4 472 317**	**–**	**–**	**–**	**–**	**287**	**287**	**4 472 604**	**6 834 798**	**8 027 937**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	97 432	–	–	–	–	–	–	97 432	100 432	100 732
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	1 228	–	–	–	–	–	–	1 228	1 167	1 108
Decrease (increase) in non-current investments	(267 859)	–	–	–	–	–	–	(267 859)	(298 475)	(332 578)
Payments										
Capital assets	(7 592 068)	–	–	–	–	(366 400)	(366 400)	(7 958 468)	(10 416 345)	(10 724 689)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(7 761 267)**	**–**	**–**	**–**	**–**	**(366 400)**	**(366 400)**	**(8 127 667)**	**(10 613 221)**	**(10 955 427)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	1 091 580	–	–	–	–	–	–	1 091 580	3 000 000	3 000 000
Increase (decrease) in consumer deposits	41 983	–	–	–	–	–	–	41 983	46 181	50 799
Payments										
Repayment of borrowing	(384 878)	–	–	–	–	–	–	(384 878)	(371 495)	(671 495)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**748 685**	**–**	**–**	**–**	**–**	**–**	**–**	**748 685**	**2 674 686**	**2 379 304**
NET INCREASE/ (DECREASE) IN CASH HELD	**(2 540 265)**	**–**	**–**	**–**	**–**	**(366 112)**	**(366 112)**	**(2 906 378)**	**(1 103 737)**	**(548 186)**
Cash/cash equivalents at the year begin:	7 627 840	–	–	–	–	1 026 499	1 026 499	8 654 339	5 747 962	4 644 225
Cash/cash equivalents at the year end:	5 087 575	–	–	–	–	660 387	660 387	5 747 962	4 644 225	4 096 039

Table 19 Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Cash and investments available										
Cash/cash equivalents at the year end	5 087 575	–	–	–	–	660 387	660 387	5 747 962	4 644 225	4 096 039
Other current investments > 90 days	1 431 802	–	–	–	–	904 016	904 016	2 335 817	2 034 628	1 700 103
Non current assets - Investments	4 504 471	–	–	–	–	593 758	593 758	5 098 229	5 396 705	5 729 283
Cash and investments available:	**11 023 847**	**–**	**–**	**–**	**–**	**2 158 161**	**2 158 161**	**13 182 007**	**12 075 557**	**11 525 425**
Applications of cash and investments										
Unspent conditional transfers	1 425 028	–	–	–	–	–	–	1 425 028	1 479 064	1 530 857
Unspent borrowing	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(1 489 563)	–	–	–	–	(183 247)	(183 247)	(1 672 810)	(1 745 711)	(1 850 982)
Other provisions	400 000	–	–	–	–	59 784	59 784	459 784	515 560	501 385
Long term investments committed	2 771 615	–	–	–	–	–	–	2 771 615	3 070 090	3 402 669
Reserves to be backed by cash/investments	7 042 235	–	–	–	–	(993 397)	(993 397)	6 048 838	4 305 804	4 857 859
Total Application of cash and investments:	**10 149 316**	**–**	**–**	**–**	**–**	**(1 116 860)**	**(1 116 860)**	**9 032 455**	**7 624 808**	**8 441 788**
Surplus(shortfall)	**874 531**	**–**	**–**	**–**	**–**	**3 275 021**	**3 275 021**	**4 149 552**	**4 450 749**	**3 083 636**

Table 20 Table B9 Consolidated Asset Management

Description R thousands	Budget Year 2019/20 Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2020/21 Adjusted Budget	Budget Year +2 2021/22 Adjusted Budget
CAPITAL EXPENDITURE										
Total New Assets to be adjusted	**3 882 685**	**360 557**	**–**	**285**	**–**	**(233 359)**	**127 483**	**4 010 168**	**6 366 873**	**6 603 981**
Roads Infrastructure	*929 567*	*53 047*	–	–	–	–	*53 047*	*982 614*	*1 686 270*	*2 238 793*
Storm water Infrastructure	*117 312*	*2 228*	–	–	–	–	*2 228*	*119 541*	*157 639*	*170 387*
Electrical Infrastructure	*368 700*	*9 244*	–	*285*	–	–	*9 529*	*378 229*	*456 802*	*521 351*
Water Supply Infrastructure	*971 327*	*222 574*	–	–	–	*(221 528)*	*1 046*	*972 373*	*1 390 934*	*1 174 382*
Sanitation Infrastructure	*218 499*	*6 785*	–	–	–	*(12 850)*	*(6 065)*	*212 435*	*1 053 539*	*1 272 549*
Solid Waste Infrastructure	*251 120*	*13 251*	–	–	–	–	*13 251*	*264 371*	*530 300*	*400 500*
Information and Communication Infrastructure	*30 000*	*1 014*	–	–	–	–	*1 014*	*31 014*	*65 311*	*1 000*
Infrastructure	2 886 525	308 144	–	285	–	(234 378)	74 051	2 960 576	5 340 795	5 778 962
Community Facilities	*242 440*	*18 763*	–	–	–	–	*18 763*	*261 204*	*189 102*	*240 424*
Sport and Recreation Facilities	*720*	*11*	–	–	–	–	*11*	*731*	–	–
Community Assets	243 160	18 774	–	–	–	–	18 774	261 934	189 102	240 424
Heritage Assets	30	–	–	–	–	–	–	30	–	–
Operational Buildings	*168 733*	*15 680*	–	–	–	–	*15 680*	*184 413*	*333 150*	*291 563*
Housing	*50 920*	*2 172*	–	–	–	–	*2 172*	*53 092*	*46 500*	*16 750*
Other Assets	219 653	17 852	–	–	–	–	17 852	237 505	379 650	308 313
Licences and Rights	*41 512*	–	–	–	–	–	–	*41 512*	*49 725*	*41 125*
Intangible Assets	41 512	–	–	–	–	–	–	41 512	49 725	41 125
Computer Equipment	100 226	6 334	–	–	–	969	7 303	107 529	117 901	51 100
Furniture and Office Equipment	119 622	3 415	–	–	–	50	3 465	123 088	108 935	83 269
Machinery and Equipment	48 608	5 956	–	–	–	–	5 956	54 564	39 915	35 538
Transport Assets	197 348	81	–	–	–	–	81	197 429	20 850	45 251
Land	26 000	–	–	–	–	–	–	26 000	120 000	20 000
Total Renewal of Existing Assets to be adjusted	**2 318 852**	**86 092**	**–**	**–**	**–**	**8 870**	**94 962**	**2 413 814**	**2 620 835**	**2 977 488**
Roads Infrastructure	*214 477*	*32 214*	–	–	–	–	*32 214*	*246 691*	*199 079*	*147 788*
Storm water Infrastructure	*59 700*	*11 694*	–	–	–	–	*11 694*	*71 394*	*46 300*	*50 000*
Electrical Infrastructure	*346 825*	*29 959*	–	–	–	–	*29 959*	*376 784*	*441 990*	*738 540*
Water Supply Infrastructure	*409 900*	–	–	–	–	–	–	*409 900*	*543 500*	*631 000*
Sanitation Infrastructure	*376 433*	*4 513*	–	–	–	–	*4 513*	*380 946*	*751 235*	*858 800*
Solid Waste Infrastructure	–	*200*	–	–	–	–	*200*	*200*	*10 000*	*15 000*
Information and Communication Infrastructure	*1 500*	*415*	–	–	–	–	*415*	*1 915*	*2 650*	–
Infrastructure	1 408 835	78 995	–	–	–	–	78 995	1 487 830	1 994 754	2 441 128
Community Facilities	*19 283*	–	–	–	–	–	–	*19 283*	*15 100*	*7 000*
Community Assets	19 283	–	–	–	–	–	–	19 283	15 100	7 000
Heritage Assets	600	651	–	–	–	–	651	1 251	1 200	1 200
Operational Buildings	*39 439*	*232*	–	–	–	*7 070*	*7 302*	*46 741*	*55 965*	*26 840*
Housing	*44 561*	–	–	–	–	–	–	*44 561*	*77 184*	–
Other Assets	84 000	232	–	–	–	7 070	7 302	91 302	133 149	26 840
Licences and Rights	*2 500*	–	–	–	–	–	–	*2 500*	*2 500*	*2 500*
Intangible Assets	2 500	–	–	–	–	–	–	2 500	2 500	2 500
Computer Equipment	138 310	3 165	–	–	–	14	3 179	141 490	78 793	81 192
Furniture and Office Equipment	30 064	120	–	–	–	14	134	30 198	20 062	16 152
Machinery and Equipment	12 321	–	–	–	–	1 771	1 771	14 093	59 798	59 027
Transport Assets	622 937	2 929	–	–	–	–	2 929	625 867	315 479	342 449

Table continues on next page.

Description	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Total Upgrading of Existing Assets to be adjusted	**2 229 374**	**–**	**170 734**	**–**	**–**	**–**	**12 850**	**183 584**	**2 412 958**	**2 580 208**	**2 329 015**
Roads Infrastructure	192 672	–	41 069	–	–	–	–	41 069	233 740	143 421	221 572
Storm water Infrastructure	41 000	–	3 307	–	–	–	–	3 307	44 307	110 000	115 000
Electrical Infrastructure	29 582	–	–	–	–	–	–	–	29 582	3 100	130 000
Water Supply Infrastructure	75 350	–	18 326	–	–	–	–	18 326	93 676	85 700	30 000
Sanitation Infrastructure	848 773	–	29 392	–	–	–	12 850	42 242	891 015	1 164 705	1 129 700
Solid Waste Infrastructure	111 425	–	11 963	–	–	–	–	11 963	123 388	110 180	73 500
Information and Communication Infrastructure	5 000	–	–	–	–	–	–	–	5 000	2 351	–
Infrastructure	1 303 801	–	104 057	–	–	–	12 850	116 907	1 420 708	1 619 457	1 699 772
Community Facilities	228 825	–	10 031	–	–	–	–	10 031	238 856	193 172	178 620
Sport and Recreation Facilities	147 154	–	5 436	–	–	–	–	5 436	152 590	314 999	112 131
Community Assets	375 979	–	15 468	–	–	–	–	15 468	391 446	508 171	290 751
Operational Buildings	423 217	–	51 153	–	–	–	–	51 153	474 370	328 280	291 761
Housing	75 878	–	–	–	–	–	–	–	75 878	65 000	15 000
Other Assets	499 095	–	51 153	–	–	–	–	51 153	550 248	393 280	306 761
Licences and Rights	16 950	–	2	–	–	–	–	2	16 952	9 750	–
Intangible Assets	16 950	–	2	–	–	–	–	2	16 952	9 750	–
Computer Equipment	17 540	–	43	–	–	–	–	43	17 583	22 000	11 250
Furniture and Office Equipment	10 347	–	–	–	–	–	–	–	10 347	20 550	19 481
Machinery and Equipment	5 662	–	11	–	–	–	–	11	5 673	7 000	1 000
Total Capital Expenditure to be adjusted	8 430 911	–	617 383	–	285	–	(211 639)	406 029	8 836 940	11 567 916	11 910 485
Roads Infrastructure	1 336 715	–	126 330	–	–	–	–	126 330	1 463 045	2 028 770	2 608 153
Storm water Infrastructure	218 012	–	17 230	–	–	–	–	17 230	235 242	313 939	335 387
Electrical Infrastructure	745 107	–	39 203	–	285	–	–	39 488	784 595	901 892	1 389 891
Water Supply Infrastructure	1 456 577	–	240 900	–	–	–	(221 528)	19 372	1 475 949	2 020 134	1 835 382
Sanitation Infrastructure	1 443 705	–	40 690	–	–	–	–	40 690	1 484 396	2 969 479	3 261 049
Solid Waste Infrastructure	362 545	–	25 414	–	–	–	–	25 414	387 959	650 480	489 000
Information and Communication Infrastructure	36 500	–	1 429	–	–	–	–	1 429	37 929	70 311	1 000
Infrastructure	5 599 162	–	491 196	–	285	–	(221 528)	269 953	5 869 115	8 955 006	9 919 862
Community Facilities	490 548	–	28 795	–	–	–	–	28 795	519 343	397 375	426 044
Sport and Recreation Facilities	147 874	–	5 447	–	–	–	–	5 447	153 321	314 999	112 131
Community Assets	638 422	–	34 242	–	–	–	–	34 242	672 664	712 373	538 175
Heritage Assets	630	–	651	–	–	–	–	651	1 281	1 200	1 200
Operational Buildings	631 389	–	67 064	–	–	–	7 070	74 134	705 524	717 395	610 164
Housing	171 359	–	2 172	–	–	–	–	2 172	173 531	188 684	31 750
Other Assets	802 748	–	69 237	–	–	–	7 070	76 307	879 055	906 079	641 914
Licences and Rights	60 962	–	2	–	–	–	–	2	60 965	61 975	43 625
Intangible Assets	60 962	–	2	–	–	–	–	2	60 965	61 975	43 625
Computer Equipment	256 077	–	9 542	–	–	–	983	10 525	266 602	218 695	143 542
Furniture and Office Equipment	160 033	–	3 535	–	–	–	64	3 599	163 633	149 547	118 902
Machinery and Equipment	66 591	–	5 968	–	–	–	1 771	7 739	74 330	106 713	95 565
Transport Assets	820 286	–	3 011	–	–	–	–	3 011	823 296	336 329	387 700
Land	26 000	–	–	–	–	–	–	–	26 000	120 000	20 000
TOTAL CAPITAL EXPENDITURE to be adjusted	**8 430 911**	**–**	**617 383**	**–**	**285**	**–**	**(211 639)**	**406 029**	**8 836 940**	**11 567 916**	**11 910 485**

Table continues on next page.

Description	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSET REGISTER SUMMARY - PPE (WDV)	**53 454 658**	**–**	**–**	**–**	**–**	**–**	**376 477**	**376 477**	**53 831 135**	**61 143 863**	**68 927 086**
Roads Infrastructure	10 520 662	–	–	–	–	–	120 013	120 013	10 640 675	12 000 205	13 992 681
Storm water Infrastructure	1 014 851	–	–	–	–	–	16 368	16 368	1 031 219	1 263 604	1 516 264
Electrical Infrastructure	8 041 029	–	–	–	–	–	37 514	37 514	8 078 543	8 648 188	9 702 216
Water Supply Infrastructure	5 355 893	–	–	–	–	–	18 404	18 404	5 374 297	6 939 888	8 317 885
Sanitation Infrastructure	4 806 251	–	–	–	–	–	38 656	38 656	4 844 907	7 318 294	10 060 388
Solid Waste Infrastructure	788 863	–	–	–	–	–	24 144	24 144	813 006	1 374 050	1 795 204
Coastal Infrastructure	108 950	–	–	–	–	–	–	–	108 950	104 386	99 508
Information and Communication Infrastructure	3 838 397	–	–	–	–	–	1 358	1 358	3 839 754	3 859 758	3 807 294
Infrastructure	34 474 895	–	–	–	–	–	256 456	256 456	34 731 351	41 508 372	49 291 440
Community Assets	6 671 115	–	–	–	–	–	40 748	40 748	6 711 863	6 975 487	7 084 272
Heritage Assets	8 891	–	–	–	–	–	–	–	8 891	8 891	8 891
Investment properties	581 286	–	–	–	–	–	–	–	581 286	579 572	577 858
Other Assets	6 489 357	–	–	–	–	–	65 585	65 585	6 554 942	7 059 402	7 372 838
Intangible Assets	521 885	–	–	–	–	–	(16 851)	(16 851)	505 035	440 896	354 878
Computer Equipment	594 661	–	–	–	–	–	17 478	17 478	612 139	555 317	442 886
Furniture and Office Equipment	431 571	–	–	–	–	–	4 559	4 559	436 130	468 879	475 153
Machinery and Equipment	487 638	–	–	–	–	–	5 642	5 642	493 280	462 549	424 249
Transport Assets	2 219 973	–	–	–	–	–	2 860	2 860	2 222 833	2 069 863	1 937 410
Land	973 386	–	–	–	–	–	–	–	973 386	1 014 635	957 210
Zoo's, Marine and Non-biological Animals	**53 454 658**	**–**	**–**	**–**	**–**	**–**	**376 477**	**376 477**	**53 831 135**	**61 143 863**	**68 927 086**
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	3 065 250	–	–	–	–	–	–	–	3 065 250	3 302 926	3 534 364
Repairs and Maintenance by asset class	**4 170 377**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**4 170 377**	**4 440 447**	**4 658 558**
Roads Infrastructure	*688 377*	–	–	–	–	–	–	–	*688 377*	*730 816*	*776 063*
Electrical Infrastructure	*541 437*	–	–	–	–	–	–	–	*541 437*	*608 723*	*646 927*
Water Supply Infrastructure	*440 218*	–	–	–	–	–	–	–	*440 218*	*477 832*	*507 425*
Sanitation Infrastructure	*374 750*	–	–	–	–	–	–	–	*374 750*	*414 486*	*429 485*
Solid Waste Infrastructure	*2 250*	–	–	–	–	–	–	–	*2 250*	*2 387*	*2 531*
Infrastructure	2 047 033	–	–	–	–	–	–	–	2 047 033	2 234 243	2 362 431
Community Facilities	*122 404*	–	–	–	–	–	–	–	*122 404*	*129 823*	*137 727*
Sport and Recreation Facilities	*406 025*	–	–	–	–	–	–	–	*406 025*	*403 793*	*419 012*
Community Assets	528 429	–	–	–	–	–	–	–	528 429	533 617	556 739
Heritage Assets	1 916	–	–	–	–	–	–	–	1 916	2 031	2 154
Revenue Generating	*43*	–	–	–	–	–	–	–	*43*	*45*	*48*
Non-revenue Generating	*8 001*	–	–	–	–	–	–	–	*8 001*	*8 482*	*8 995*
Investment properties	8 043	–	–	–	–	–	–	–	8 043	8 527	9 043
Operational Buildings	*338 649*	–	–	–	–	–	–	–	*338 649*	*308 414*	*327 258*
Other Assets	338 649	–	–	–	–	–	–	–	338 649	308 414	327 258
Computer Equipment	246 058	–	–	–	–	–	–	–	246 058	263 211	279 352
Furniture and Office Equipment	559 259	–	–	–	–	–	–	–	559 259	625 542	628 145
Transport Assets	440 991	–	–	–	–	–	–	–	440 991	464 863	493 436
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	**7 235 627**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**7 235 627**	**7 743 373**	**8 192 922**
Renewal and upgrading of Existing Assets as % of total capex	*53.9%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*54.6%*	*45.0%*	*44.6%*
Renewal and upgrading of Existing Assets as % of deprecn"	*148.4%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*157.5%*	*157.5%*	*150.1%*
R&M as a % of PPE	*7.8%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*7.7%*	*7.3%*	*6.8%*
Renewal and upgrading and R&M as a % of PPE	*16.3%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*16.7%*	*15.8%*	*14.5%*

Table 21 Table B10 Consolidated Basic service delivery measurement

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Household service targets										
Water:										
Piped water inside dwelling	1 214 760	–	–	–	–	–	–	1 214 760	1 239 353	1 263 946
Piped water inside yard (but not in dwelling)	–	–	–	–	–	–	–	–	–	–
Using public tap (at least min.service level)	166 919	–	–	–	–	–	–	166 919	169 929	172 729
Other water supply (at least min.service level)	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	1 381 679	–	–	–	–	–	–	1 381 679	1 409 282	1 436 675
Using public tap (< min.service level)	–	–	–	–	–	–	–	–	–	–
Other water supply (< min.service level)	–	–	–	–	–	–	–	–	–	–
No water supply	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	–	–	–	–	–	–	–	–	–	–
Total number of households	**1 381 679**	**–**	**–**	**–**	**–**	**–**	**–**	**1 381 679**	**1 409 282**	**1 436 675**
Sanitation/sewerage:										
Flush toilet (connected to sewerage)	1 285 080	–	–	–	–	–	–	1 285 080	1 310 073	1 338 275
Flush toilet (with septic tank)	–	–	–	–	–	–	–	–	–	–
Chemical toilet	35 120	–	–	–	–	–	–	35 120	35 120	35 120
Pit toilet (ventilated)	197	–	–	–	–	–	–	197	197	0
Other toilet provisions (> min.service level)	62 633	–	–	–	–	–	–	62 633	65 575	65 375
Minimum Service Level and Above sub-total	1 383 030	–	–	–	–	–	–	1 383 030	1 410 965	1 438 967
Bucket toilet	149	–	–	–	–	–	–	149	149	0
Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–	–	–
No toilet provisions	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	149	–	–	–	–	–	–	149	149	149
Total number of households	**1 383 179**	**–**	**–**	**–**	**–**	**–**	**–**	**1 383 179**	**1 411 114**	**1 439 116**
Energy:										
Electricity (at least min. service level)	820 313	0	–	–	–	–	–	820 313	821 813	823 313
Electricity - prepaid (> min.service level)	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	820 313	–	–	–	–	–	–	820 313	821 813	823 313
Electricity (< min.service level)	27 841	–	–	–	–	–	–	27 841	26 341	24 841
Electricity - prepaid (< min. service level)	–	–	–	–	–	–	–	–	–	–
Other energy sources	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	27 841	–	–	–	–	–	–	27 841	26 341	24 841
Total number of households	848 154	–	–	–	–	–	–	848 154	848 154	848 154
Refuse:										
Removed at least once a week (min.service)	958 534	–	–	–	–	–	–	958 534	977 704	997 258
Minimum Service Level and Above sub-total	958 534	–	–	–	–	–	–	958 534	977 704	997 258
Removed less frequently than once a week	–	–	–	–	–	–	–	–	–	–
Using communal refuse dump	–	–	–	–	–	–	–	–	–	–
Using own refuse dump	–	–	–	–	–	–	–	–	–	–
Other rubbish disposal	–	–	–	–	–	–	–	–	–	–
No rubbish disposal	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	–	–	–	–	–	–	–	–	–	–
Total number of households	**958 534**	**–**	**–**	**–**	**–**	**–**	**–**	**958 534**	**977 704**	**997 258**

Table continues on next page.

Description	Budget Year 2019/20								Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Households receiving Free Basic Service										
Water (6 kilolitres per household per month)	270 025	–	–	–	–	–	–	270 025	270 025	270 025
Sanitation (free minimum level service)	270 025	–	–	–	–	–	–	270 025	270 025	270 025
Electricity/other energy (50kwh per household per month)	197 064	–	–	–	–	–	–	197 064	198 564	200 064
Refuse (removed at least once a week)	310 526	–	–	–	–	–	–	310 526	316 736	323 070
Cost of Free Basic Services provided (R'000)										
Water (6 kilolitres per indigent household per month)	449 106	–	–	–	–	–	–	449 106	520 297	627 898
Sanitation (free sanitation service to indigent households)	232 446	–	–	–	–	–	–	232 446	269 293	324 985
Electricity/other energy (50kwh per indigent household per month)	104 999	–	–	–	–	–	–	104 999	113 399	122 471
Refuse (removed once a week for indigent households)	287 133	–	–	–	–	–	–	287 133	301 633	316 866
Cost of Free Basic Services provided - Informal Formal Settlements	601 132	–	–	–	–	–	–	601 132	683 103	794 211
Total cost of FBS provided	**1 674 816**	**–**	**–**	**–**	**–**	**–**	**–**	**1 674 816**	**1 887 725**	**2 186 431**
Highest level of free service provided	–	–	–	–	–	–	–	–	–	–
Property rates (R'000 value threshold)	–	–	–	–	–	–	–	–	–	–
Water (kilolitres per household per month)	11	–	–	–	–	–	–	11	11	11
Sanitation (kilolitres per household per month)	7	–	–	–	–	–	–	7	7	7
Sanitation (Rand per household per month)	–	–	–	–	–	–	–	–	–	–
Electricity (kw per household per month)	60	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	–	–	–	–	–	–	240	240	240
Revenue cost of free services provided (R'000)										
Property rates (tariff adjustment) (impermissable values per section 17	–	–	–	–	–	–	–	–	–	–
Property rates exemptions, reductions and rebates and impermissable	1 231 247	–	–	–	–	–	–	1 231 247	1 299 612	1 371 772
Water (in excess of 6 kilolitres per indigent household per month)	–	–	–	–	–	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)	–	–	–	–	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates	32 289	–	–	–	–	–	–	32 289	34 065	35 938
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	**1 263 535**	**–**	**–**	**–**	**–**	**–**	**–**	**1 263 535**	**1 333 676**	**1 407 711**

PART 3 - ADJUSTMENTS BUDGET: MUNICIPAL ENTITY - CAPE TOWN INTERNATIONAL CONVENTION CENTRE

The Cape Town International Convention Centre's (CTICC) five primary budget tables, as required in terms of Part 4 of the MBRR, are presented on page 45 to page 49.

Table 22 MBRR Table E1 - Adjustments Budget Summary - CTICC

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Financial Performance									
Property rates	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–
Investment revenue	6 900	–	–	–	–	–	6 900	7 314	7 753
Transfers recognised - operational	–	–	–	–	–	–	–	–	–
Other own revenue	278 700	–	–	–	–	–	278 700	296 151	314 707
Total Revenue (excluding capital transfers and contributions)	**285 600**	**–**	**–**	**–**	**–**	**–**	**285 600**	**303 465**	**322 460**
Employee costs	89 652	–	–	–	–	–	89 652	95 801	101 549
Remuneration of Board Members	581	–	–	–	–	–	581	616	653
Depreciation and debt impairment	50 164	–	–	–	–	–	50 464	44 087	41 486
Finance charges	–	–	–	–	–	–	–	–	–
Materials and bulk purchases	40 524	–	–	–	–	–	40 524	43 045	45 725
Transfers and grants	–	–	–	–	–	–	–	–	–
Other expenditure	137 798	–	–	–	–	–	137 498	146 138	155 332
Total Expenditure	**318 719**	**–**	**–**	**–**	**–**	**–**	**318 719**	**329 688**	**344 746**
Surplus/(Deficit)	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**
Transfers recognised - capital	–	–	–	–	–	–	–	–	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**
Taxation	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**
Capital expenditure & funds sources									
Capital expenditure	42 479	–	–	–	9 738	9 738	52 217	52 206	52 527
Transfers recognised - capital	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	42 479	–	–	–	9 738	9 738	52 217	52 206	52 527
Total sources of capital funds	**42 479**	**–**	**–**	**–**	**9 738**	**9 738**	**52 217**	**52 206**	**52 527**
Financial position									
Total current assets	181 214	–	–	–	(9 738)	(9 738)	171 477	153 677	127 640
Total non current assets	712 645	–	–	–	9 738	9 738	722 382	721 064	732 404
Total current liabilities	106 255	–	–	–	–	–	106 255	113 359	120 948
Total non current liabilities	–	–	–	–	–	–	–	–	–
Community wealth/Equity	787 605	–	–	–	–	–	787 605	761 382	739 096
Cash flows									
Net cash from (used) operating	(23 312)	–	–	–	–	–	(23 312)	22 494	25 334
Net cash from (used) investing	(42 479)	–	–	–	(9 738)	(9 738)	(52 217)	(52 206)	(52 527)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	**163 428**	**–**	**–**	**–**	**–**	**–**	**153 690**	**123 979**	**96 785**

Table 23 MBRR Table E2 Adjustments Budget - Financial Performance (revenue and expenditure) - CTICC

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source									
Property rates	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	–	–	–	–	–	–	–	–	–
Service charges - water revenue	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	131 820	–	–	–	–	–	131 820	140 101	148 907
Interest earned - external investments	6 900	–	–	–	–	–	6 900	7 314	7 753
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	–	–	–	–	–	–	–	–	–
Licences and permits	–	–	–	–	–	–	–	–	–
Agency services	–	–	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Other revenue	146 880	–	–	–	–	–	146 880	156 050	165 800
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	**285 600**	**–**	**–**	**–**	**–**	**–**	**285 600**	**303 465**	**322 460**
Expenditure By Type									
Employee related costs	89 652	–	–	–	–	–	89 652	95 801	101 549
Remuneration of Directors	581	–	–	–	–	–	581	616	653
Debt impairment	300	–	–	–	–	–	300	300	300
Depreciation & asset impairment	50 164	–	–	–	–	–	50 164	43 787	41 186
Finance charges	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–
Other materials	40 524	–	–	–	–	–	40 524	43 045	45 725
Contracted services	66 227	–	–	–	–	–	66 227	70 212	74 449
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Other expenditure	71 272	–	–	–	–	–	71 272	75 927	80 884
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–
Total Expenditure	**318 719**	**–**	**–**	**–**	**–**	**–**	**318 719**	**329 688**	**344 746**
Surplus/(Deficit)	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**
Taxation	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**(33 118)**	**–**	**–**	**–**	**–**	**–**	**(33 118)**	**(26 223)**	**(22 286)**

Table 24 MBRR Table E3 Adjustments Capital Expenditure Budget by asset class and funding - CTICC

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital expenditure by Asset Class/Sub-class									
Other assets	**22 450**	**–**	**–**	**–**	**7 070**	**7 070**	**29 520**	**27 400**	**27 700**
Operational Buildings	**22 450**	**–**	**–**	**–**	**7 070**	**7 070**	**29 520**	**27 400**	**27 700**
Municipal Offices	**22 450**	**–**	**–**	**–**	**7 070**	**7 070**	**29 520**	**27 400**	**27 700**
Computer Equipment	**17 051**	**–**	**–**	**–**	**868**	**868**	**17 919**	**18 021**	**19 429**
Computer Equipment	17 051	–	–	–	868	868	17 919	18 021	19 429
Furniture and Office Equipment	**1 630**	**–**	**–**	**–**	**–**	**–**	**1 630**	**4 118**	**3 233**
Furniture and Office Equipment	1 630	–	–	–	–	–	1 630	4 118	3 233
Machinery and Equipment	**1 348**	**–**	**–**	**–**	**1 800**	**1 800**	**3 148**	**2 667**	**2 165**
Machinery and Equipment	1 348	–	–	–	1 800	1 800	3 148	2 667	2 165
Total Capital Expenditure to be adjusted	**42 479**	**–**	**–**	**–**	**9 738**	**9 738**	**52 217**	**52 206**	**52 527**
Funded by:									
National Government	–	–	–	–	–	–	–	–	–
Provincial Government	–	–	–	–	–	–	–	–	–
Parent Municipality	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	42 479	–	–	–	9 738	9 738	52 217	52 206	52 527
Total Capital Funding	**42 479**	**–**	**–**	**–**	**9 738**	**9 738**	**52 217**	**52 206**	**52 527**

Explanatory notes to MBRR Table E3 – Capital Expenditure Budget by asset class and funding - CTICC

1. A roll-over of R9.7 million is proposed, due to work that could not be completed before 30 June 2019 as tenders were issued towards the end of the financial year.

Table 25 MBRR Table E4 Adjustments Budget - Financial Position - CTICC

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSETS									
Current assets									
Cash	–	–	–	–	–	–	–	–	–
Call investment deposits	163 428	–	–	–	(9 738)	(9 738)	153 690	133 716	106 523
Consumer debtors	–	–	–	–	–	–	–	–	–
Other debtors	16 032	–	–	–	–	–	16 032	18 137	19 219
Current portion of long-term receivables	–	–	–	–	–	–	–	–	–
Inventory	1 755	–	–	–	–	–	1 755	1 825	1 898
Total current assets	**181 214**	**–**	**–**	**–**	**(9 738)**	**(9 738)**	**171 477**	**153 677**	**127 640**
Non current assets									
Long-term receivables	–	–	–	–	–	–	–	–	–
Investments	–	–	–	–	–	–	–	0	0
Investment property	–	–	–	–	–	–	–	–	–
Investment in Associate	–	–	–	–	–	–	–	–	–
Property, plant and equipment	583 081	–	–	–	9 738	9 738	592 818	591 499	602 840
Biological	–	–	–	–	–	–	–	–	–
Intangible	–	–	–	–	–	–	–	–	–
Other non-current assets	129 564	–	–	–	–	–	129 564	129 564	129 564
Total non current assets	**712 645**	**–**	**–**	**–**	**9 738**	**9 738**	**722 382**	**721 064**	**732 404**
TOTAL ASSETS	**893 859**	**–**	**–**	**–**	**–**	**–**	**893 859**	**874 741**	**860 044**
LIABILITIES									
Current liabilities									
Bank overdraft	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Consumer deposits	32 849	–	–	–	–	–	32 849	35 477	38 315
Trade and other payables	68 596	–	–	–	–	–	68 596	72 712	77 074
Provisions	4 810	–	–	–	–	–	4 810	5 170	5 558
Total current liabilities	**106 255**	**–**	**–**	**–**	**–**	**–**	**106 255**	**113 359**	**120 948**
Non current liabilities									
Borrowing	–	–	–	–	–	–	–	–	–
Provisions	–	–	–	–	–	–	–	–	–
Total non current liabilities	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES	**106 255**	**–**	**–**	**–**	**–**	**–**	**106 255**	**113 359**	**120 948**
NET ASSETS	**787 605**	**–**	**–**	**–**	**–**	**–**	**787 605**	**761 382**	**739 096**
COMMUNITY WEALTH/EQUITY									
Accumulated Surplus/(Deficit)	(489 823)	–	–	–	–	–	(489 823)	(516 046)	(538 332)
Reserves	1 277 428	–	–	–	–	–	1 277 428	1 277 428	1 277 428
TOTAL COMMUNITY WEALTH/EQUITY	**787 605**	**–**	**–**	**–**	**–**	**–**	**787 605**	**761 382**	**739 096**

Table 26 MBRR Table E5 Adjustments Budget - Cash Flows - CTICC

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–
Other revenue	277 139	–	–	–	–	–	277 139	296 674	316 463
Government - operating	–	–	–	–	–	–	–	–	–
Government - capital	–	–	–	–	–	–	–	–	–
Interest	6 900	–	–	–	–	–	6 900	7 314	7 753
Dividends	–	–	–	–	–	–	–	–	–
Payments									
Suppliers and employees	(307 351)	–	–	–	–	–	(307 351)	(281 495)	(298 882)
Finance charges	–	–	–	–	–	–	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–
Transfers and Grants	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(23 312)**	**–**	**–**	**–**	**–**	**–**	**(23 312)**	**22 494**	**25 334**
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–
Payments									
Capital assets	(42 479)	–	–	–	(9 738)	(9 738)	(52 217)	(52 206)	(52 527)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(42 479)**	**–**	**–**	**–**	**(9 738)**	**(9 738)**	**(52 217)**	**(52 206)**	**(52 527)**
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–
Payments									
Repayment of borrowing	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD	**(65 791)**	**–**	**–**	**–**	**(9 738)**	**(9 738)**	**(75 529)**	**(29 712)**	**(27 193)**
Cash/cash equivalents at the year begin:	229 219	–	–	–	–	–	229 219	153 690	123 979
Cash/cash equivalents at the year end:	163 428	–	–	–	–	–	153 690	123 979	96 785

PART 4 - ADJUSTMENTS BUDGET: MUNICIPAL ENTITY - CAPE TOWN STADIUM

The Cape Town Stadium's (CTS) primary budget tables, as required in terms of Part 4 of the MBRR, are presented on page 50 to page 53.

The entity is not proposing any adjustments to its approved 2019/20 budget. The tables below reflect the 2019/20 budget adopted at Council in May 2019.

Table 27 MBRR Table E1 - Adjustments Budget Summary - CTS

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Financial Performance									
Property rates	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–
Investment revenue	–	–	–	–	–	–	–	–	–
Transfers recognised - operational	71 346	–	–	–	–	–	71 346	69 971	65 496
Other own revenue	22 921	–	–	–	–	–	22 921	24 524	31 794
Total Revenue (excluding capital transfers and contributions)	**94 267**	**–**	**–**	**–**	**–**	**–**	**94 267**	**94 495**	**97 290**
Employee costs	–	–	–	–	–	–	–	–	–
Remuneration of Board Members	739	–	–	–	–	–	739	776	823
Depreciation and debt impairment	–	–	–	–	–	–	–	–	–
Finance charges	–	–	–	–	–	–	–	–	–
Materials and bulk purchases	1 354	–	–	–	–	–	1 354	1 428	1 514
Transfers and grants	–	–	–	–	–	–	–	–	–
Other expenditure	92 174	–	–	–	–	–	92 174	92 291	94 953
Total Expenditure	**94 267**	**–**	**–**	**–**	**–**	**–**	**94 267**	**94 495**	**97 290**
Surplus/(Deficit)	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Transfers recognised - capital	–	–	–	–	–	–	–	–	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Taxation	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Financial position									
Total current assets	9 616	–	–	–	–	–	9 616	12 451	14 397
Total non current assets	–	–	–	–	–	–	–	–	–
Total current liabilities	9 616	–	–	–	–	–	9 616	12 451	14 397
Total non current liabilities	–	–	–	–	–	–	–	–	–
Community wealth/Equity	–	–	–	–	–	–	–	–	–
Cash flows									
Net cash from (used) operating	3 771	–	–	–	–	–	3 771	2 835	1 946
Net cash from (used) investing	–	–	–	–	–	–	–	–	–
Net cash from (used) financing	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	**9 616**	**–**	**–**	**–**	**–**	**–**	**9 616**	**12 451**	**14 397**

Table 28 MBRR Table E2 Adjustments Budget - Financial Performance (revenue and expenditure) - CTS

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source									
Property rates	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	–	–	–	–	–	–	–	–	–
Service charges - water revenue	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	16 071	–	–	–	–	–	16 071	16 958	23 440
Interest earned - external investments	–	–	–	–	–	–	–	–	–
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	–	–	–	–	–	–	–	–	–
Licences and permits	–	–	–	–	–	–	–	–	–
Agency services	–	–	–	–	–	–	–	–	–
Transfers and subsidies	71 346	–	–	–	–	–	71 346	69 971	65 496
Other revenue	6 850	–	–	–	–	–	6 850	7 566	8 354
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	**94 267**	**–**	**–**	**–**	**–**	**–**	**94 267**	**94 495**	**97 290**
Expenditure By Type									
Employee related costs	–	–	–	–	–	–	–	–	–
Remuneration of Directors	739	–	–	–	–	–	739	776	823
Debt impairment	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	–	–	–	–	–	–	–	–	–
Finance charges	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–
Other materials	1 354	–	–	–	–	–	1 354	1 428	1 514
Contracted services	73 100	–	–	–	–	–	73 100	74 150	75 798
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Other expenditure	19 074	–	–	–	–	–	19 074	18 141	19 156
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–
Total Expenditure	**94 267**	**–**	**–**	**–**	**–**	**–**	**94 267**	**94 495**	**97 290**
Surplus/(Deficit)									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Taxation	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**

Table 29 MBRR Table E4 Adjustments Budget - Financial Position - CTS

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSETS									
Current assets									
Cash	9 616	–	–	–	–	–	9 616	12 451	14 397
Call investment deposits	–	–	–	–	–	–	–	–	–
Consumer debtors	–	–	–	–	–	–	–	–	–
Other debtors	–	–	–	–	–	–	–	–	–
Current portion of long-term receivables	–	–	–	–	–	–	–	–	–
Inventory	–	–	–	–	–	–	–	–	–
Total current assets	**9 616**	**–**	**–**	**–**	**–**	**–**	**9 616**	**12 451**	**14 397**
Non current assets									
Long-term receivables	–	–	–	–	–	–	–	–	–
Investments	–	–	–	–	–	–	–	–	–
Investment property	–	–	–	–	–	–	–	–	–
Investment in Associate	–	–	–	–	–	–	–	–	–
Property, plant and equipment	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–
Intangible	–	–	–	–	–	–	–	–	–
Other non-current assets	–	–	–	–	–	–	–	–	–
Total non current assets	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
TOTAL ASSETS	**9 616**	**–**	**–**	**–**	**–**	**–**	**9 616**	**12 451**	**14 397**
LIABILITIES									
Current liabilities									
Bank overdraft	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Consumer deposits	–	–	–	–	–	–	–	–	–
Trade and other payables	9 616	–	–	–	–	–	9 616	12 451	14 397
Provisions	–	–	–	–	–	–	–	–	–
Total current liabilities	**9 616**	**–**	**–**	**–**	**–**	**–**	**9 616**	**12 451**	**14 397**
Non current liabilities									
Borrowing	–	–	–	–	–	–	–	–	–
Provisions	–	–	–	–	–	–	–	–	–
Total non current liabilities	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES	**9 616**	**–**	**–**	**–**	**–**	**–**	**9 616**	**12 451**	**14 397**
NET ASSETS	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
COMMUNITY WEALTH/EQUITY									
Accumulated Surplus/(Deficit)	–	–	–	–	–	–	–	–	–
Reserves	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**

Table 30 MBRR Table E5 Adjustments Budget - Cash Flows - CTS

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Original Budget	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–
Other revenue	22 921	–	–	–	–	–	22 921	24 524	31 794
Government - operating	71 346	–	–	–	–	–	71 346	69 971	65 496
Government - capital	–	–	–	–	–	–	–	–	–
Interest	–	–	–	–	–	–	–	–	–
Dividends	–	–	–	–	–	–	–	–	–
Payments									
Suppliers and employees	(90 496)	–	–	–	–	–	(90 496)	(91 660)	(95 344)
Finance charges	–	–	–	–	–	–	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–
Transfers and Grants	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**3 771**	**–**	**–**	**–**	**–**	**–**	**3 771**	**2 835**	**1 946**
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–
Payments									
Capital assets	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) INVESTING ACTIVITIES	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–
Payments									
Repayment of borrowing	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD	**3 771**	**–**	**–**	**–**	**–**	**–**	**3 771**	**2 835**	**1 946**
Cash/cash equivalents at the year begin:	5 846						5 846	9 616	12 451
Cash/cash equivalents at the year end:	9 616						9 616	12 451	14 397

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, **Lungelo Mbandazayo**, municipal manager of the **City of Cape Town**, hereby certify that the 2019/20 adjustments budget (**August 2019**) and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name ________________________________

Municipal Manager of City of Cape Town (CPT)

Signature ________________________________

Date ________________________________