

WC000 City of Cape Town - Table B1 Adjustments Budget Summary - 20/08/2014

| Description                                                          | Budget Year 2014/15 |                   |                 |                       |                     |                       |                    |                    |                    |                    | Budget<br>Year +1<br>2015/16 | Budget<br>Year +2<br>2016/17 |
|----------------------------------------------------------------------|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|------------------------------|------------------------------|
|                                                                      | Original<br>Budget  | Prior<br>Adjusted | Accum.<br>Funds | Multi-year<br>capital | Unfore.<br>Unavoid. | Nat. or<br>Prov. Govt | Other<br>Adjusts.  | Total<br>Adjusts.  | Adjusted<br>Budget | Adjusted<br>Budget | Adjusted<br>Budget           | Adjusted<br>Budget           |
|                                                                      | A                   | 1                 | 2               | 3                     | 4                   | 5                     | 6                  | 7                  | 8                  |                    |                              |                              |
| <b>R thousands</b>                                                   |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| <b>Financial Performance</b>                                         |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Property rates                                                       | 5 942 513           | —                 | —               | —                     | —                   | —                     | —                  | —                  | 5 942 513          | 6 288 572          | 6 735 054                    |                              |
| Service charges                                                      | 15 262 264          | —                 | —               | —                     | —                   | —                     | (64 021)           | (64 021)           | 15 198 243         | 16 562 301         | 18 047 777                   |                              |
| Investment revenue                                                   | 275 762             | —                 | —               | —                     | —                   | —                     | 4 000              | 4 000              | 279 762            | 315 281            | 351 283                      |                              |
| Transfers recognised - operational                                   | 3 498 169           | —                 | —               | —                     | —                   | —                     | 41 412             | 41 412             | 3 539 581          | 4 005 459          | 4 446 242                    |                              |
| Other own revenue                                                    | 3 392 278           | —                 | —               | —                     | —                   | —                     | 754 464            | 754 464            | 4 146 742          | 3 532 872          | 3 758 586                    |                              |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>28 370 984</b>   | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>735 854</b>     | <b>735 854</b>     | <b>29 106 836</b>  | <b>30 704 480</b>  | <b>33 338 941</b>            |                              |
| Employee costs                                                       | 8 940 483           | —                 | —               | —                     | —                   | —                     | 4 051              | 4 051              | 8 944 534          | 9 676 821          | 10 450 808                   |                              |
| Remuneration of councillors                                          | 133 619             | —                 | —               | —                     | —                   | —                     | —                  | —                  | 133 619            | 142 436            | 151 554                      |                              |
| Depreciation & asset impairment                                      | 2 154 335           | —                 | —               | —                     | —                   | —                     | —                  | —                  | 2 154 335          | 2 304 812          | 2 445 758                    |                              |
| Finance charges                                                      | 919 232             | —                 | —               | —                     | —                   | —                     | (7 000)            | (7 000)            | 912 232            | 1 150 592          | 1 383 509                    |                              |
| Materials and bulk purchases                                         | 7 437 129           | —                 | —               | —                     | —                   | —                     | (8 817)            | (8 817)            | 7 428 312          | 7 971 994          | 8 613 823                    |                              |
| Transfers and grants                                                 | 125 354             | —                 | —               | —                     | —                   | —                     | 500                | 500                | 125 854            | 119 229            | 121 503                      |                              |
| Other expenditure                                                    | 8 945 216           | —                 | —               | —                     | —                   | —                     | 804 089            | 804 089            | 9 749 307          | 9 660 735          | 10 515 020                   |                              |
| <b>Total Expenditure</b>                                             | <b>28 655 369</b>   | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>792 823</b>     | <b>792 823</b>     | <b>29 448 132</b>  | <b>31 026 625</b>  | <b>33 681 975</b>            |                              |
| <b>Surplus/(Deficit)</b>                                             | <b>(284 384)</b>    | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>(56 969)</b>    | <b>(56 969)</b>    | <b>(341 354)</b>   | <b>(322 138)</b>   | <b>(343 033)</b>             |                              |
| Transfers recognised - capital                                       | 2 817 627           | —                 | —               | —                     | —                   | —                     | 285 357            | 285 357            | 3 102 985          | 2 359 922          | 2 356 611                    |                              |
| Contributions recognised - capital & contributions                   | 65 226              | —                 | —               | —                     | —                   | —                     | 524                | 524                | 65 749             | 96 300             | 100 300                      |                              |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>2 598 468</b>    | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>228 912</b>     | <b>228 912</b>     | <b>2 827 380</b>   | <b>2 134 084</b>   | <b>2 113 878</b>             |                              |
| Share of surplus/ (deficit) of associate                             | —                   | —                 | —               | —                     | —                   | —                     | —                  | —                  | —                  | —                  | —                            |                              |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>2 598 468</b>    | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>228 912</b>     | <b>228 912</b>     | <b>2 827 380</b>   | <b>2 134 084</b>   | <b>2 113 878</b>             |                              |
| <b>Capital expenditure &amp; funds sources</b>                       |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| <b>Capital expenditure</b>                                           | <b>6 211 315</b>    | <b>—</b>          | <b>314 821</b>  | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>86 969</b>      | <b>401 790</b>     | <b>6 613 106</b>   | <b>5 665 607</b>   | <b>5 474 467</b>             |                              |
| Transfers recognised - capital                                       | 2 809 834           | —                 | 204 572         | —                     | —                   | —                     | 80 958             | 285 531            | 3 095 365          | 2 359 922          | 2 356 611                    |                              |
| Public contributions & donations                                     | 73 019              | —                 | 350             | —                     | —                   | —                     | —                  | 350                | 73 369             | 96 300             | 100 300                      |                              |
| Borrowing                                                            | 2 350 301           | —                 | 93 422          | —                     | —                   | —                     | 3 000              | 96 422             | 2 446 723          | 2 555 179          | 2 387 773                    |                              |
| Internally generated funds                                           | 978 161             | —                 | 16 476          | —                     | —                   | —                     | 3 011              | 19 487             | 997 648            | 654 206            | 629 783                      |                              |
| <b>Total sources of capital funds</b>                                | <b>6 211 315</b>    | <b>—</b>          | <b>314 821</b>  | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>86 969</b>      | <b>401 790</b>     | <b>6 613 106</b>   | <b>5 665 607</b>   | <b>5 474 467</b>             |                              |
| <b>Financial position</b>                                            |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Total current assets                                                 | 10 530 544          | —                 | —               | —                     | —                   | —                     | 208 940            | 208 940            | 10 739 484         | 11 205 256         | 11 395 361                   |                              |
| Total non current assets                                             | 37 639 154          | —                 | —               | —                     | —                   | —                     | 828 031            | 828 031            | 38 467 185         | 42 009 742         | 45 123 404                   |                              |
| Total current liabilities                                            | 7 321 816           | —                 | —               | —                     | —                   | —                     | 1 169 316          | 1 169 316          | 8 491 132          | 9 564 610          | 9 002 714                    |                              |
| Total non current liabilities                                        | 13 001 051          | —                 | —               | —                     | —                   | —                     | —                  | —                  | 13 001 051         | 13 796 640         | 15 542 636                   |                              |
| <b>Community wealth/Equity</b>                                       | <b>27 846 832</b>   | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>(132 345)</b>   | <b>(132 345)</b>   | <b>27 714 487</b>  | <b>29 853 730</b>  | <b>31 973 414</b>            |                              |
| <b>Cash flows</b>                                                    |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Net cash from (used) operating                                       | 5 618 991           | —                 | —               | —                     | —                   | —                     | (63 441)           | (63 441)           | 5 555 550          | 4 695 869          | 4 714 731                    |                              |
| Net cash from (used) investing                                       | (6 478 136)         | —                 | —               | —                     | —                   | —                     | (958 098)          | (958 098)          | (7 436 235)        | (5 764 414)        | (5 458 205)                  |                              |
| Net cash from (used) financing                                       | 1 224 051           | —                 | —               | —                     | —                   | —                     | 30 822             | 30 822             | 1 254 872          | 1 251 691          | 633 142                      |                              |
| <b>Cash/cash equivalents at the year end</b>                         | <b>6 968 574</b>    | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>(1 352 022)</b> | <b>(1 352 022)</b> | <b>5 616 552</b>   | <b>5 799 704</b>   | <b>5 689 370</b>             |                              |
| <b>Cash backlogs/surplus reconciliation</b>                          |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Cash and investments available                                       | 7 045 003           | —                 | —               | —                     | —                   | —                     | 397 924            | 397 924            | 7 442 927          | 7 807 262          | 7 780 442                    |                              |
| Application of cash and investments                                  | 4 382 122           | —                 | —               | —                     | —                   | —                     | 659 313            | 659 313            | 5 041 435          | 5 334 240          | 5 597 239                    |                              |
| <b>Balance - surplus (shortfall)</b>                                 | <b>2 662 881</b>    | <b>—</b>          | <b>—</b>        | <b>—</b>              | <b>—</b>            | <b>—</b>              | <b>(261 389)</b>   | <b>(261 389)</b>   | <b>2 401 492</b>   | <b>2 473 022</b>   | <b>2 183 203</b>             |                              |
| <b>Asset Management</b>                                              |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Asset register summary (WDV)                                         | 32 232 893          | —                 | —               | —                     | —                   | —                     | 4 282 904          | 4 282 904          | 36 515 800         | 39 876 595         | 42 905 304                   |                              |
| Depreciation & asset impairment                                      | 2 154 335           | —                 | —               | —                     | —                   | —                     | —                  | —                  | 2 154 335          | 2 304 812          | 2 445 758                    |                              |
| Renewal of Existing Assets                                           | 2 570 605           | —                 | 156 538         | —                     | —                   | —                     | 65 643             | 222 181            | 2 792 786          | 2 187 900          | 2 140 552                    |                              |
| Repairs and Maintenance                                              | 3 149 355           | —                 | —               | —                     | —                   | —                     | (39 496)           | (39 496)           | 3 109 859          | 3 424 085          | 3 753 877                    |                              |
| <b>Free services</b>                                                 |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Cost of Free Basic Services provided                                 | 1 839 369           | —                 | —               | —                     | —                   | —                     | —                  | —                  | 1 839 369          | 1 995 136          | 2 231 252                    |                              |
| Revenue cost of free services provided                               | 2 528 743           | —                 | —               | —                     | —                   | —                     | —                  | —                  | 2 528 743          | 2 790 896          | 3 056 668                    |                              |
| <b>Households below minimum service level</b>                        |                     |                   |                 |                       |                     |                       |                    |                    |                    |                    |                              |                              |
| Water:                                                               | —                   | —                 | —               | —                     | —                   | —                     | —                  | —                  | —                  | —                  | —                            |                              |
| Sanitation/sewerage:                                                 | 600                 | —                 | —               | —                     | —                   | —                     | (223)              | (223)              | 377                | —                  | —                            |                              |
| Energy:                                                              | 36 316              | —                 | —               | —                     | —                   | —                     | —                  | —                  | 36 316             | 34 816             | 33 316                       |                              |
| Refuse:                                                              | —                   | —                 | —               | —                     | —                   | —                     | —                  | —                  | —                  | —                  | —                            |                              |