ANNEXURE A

CITY OF CAPE TOWN

2016/17 ADJUSTMENTS BUDGET

24 AUGUST 2016

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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

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.

IRT – Integrated Rapid Transport

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

1. Mayor's Report

1.1. Summary of reasons for the adjustments budget

Primary reasons for the recommendation to adopt an August 2016 adjustments budget results from roll-overs of carry-over commitments from the 2015/16 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 2015/16 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 addressed in formulating proposals for roll-over funding allocations:
  - Those contractual components or works awarded or commenced with during the 2015/16 financial year, but not yet implemented and settled by 30 June 2016 – in other words the monetary value of commitments – and for which no budgetary provision was made on the 2016/17 capital budget.
  - As per the 'unforeseen' definition and interpretation of the relevant MFMA stipulations, departments must have had a reasonable expectation that work would have been completed by 30 June 2016.
  - Proposals for roll-over provisions catered for both internally- and externally-funded budgetary provisions.
  - Reasons explaining why the 2015/16 budgetary provisions were committed, but not spent by 30 June 2016.
  - Consideration of roll-over proposals on Council's 2016/17 capital budget was taken in the context of affordability constraints and funding certainty for the period, as furthermore informed by the adopted MTREF as well as implementation capacities for the financial period.

- 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 20 July 2016.

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

- The City's 2016/17 capital budget was presented in terms of the Programme Budgeting methodology and approved as such at the Council meeting in May 2016. Project linkages were subsequently reviewed and changes were made to ensure correct alignment to programmes/routine programmes as per the approved definitions. No existing projects were removed and no new projects were added.

b. Allocations and grant adjustments

The main reasons for adjustments to capital- and operating grants and donations are listed below.

Capital grants

- The Human Settlements Development Grant (HSDG) increased by R9.4 million, due to the roll-over of unspent 2015/16 provincial grant allocations within the Human Settlements directorate. The main reasons for the underspend are:
  - Scottsdene New CRU Project - 350 units: Heavy rain and gang violence resulted in the site being closed; the project will only be completed in August 2016.
  - Hanover Park project, Heideveld project, and Marble Flats SEFP project: Awaiting finalisation of final accounts.
  - Marble Flats and Hanover Park CRU Projects: Delays in implementation resulted in funding being required in the 2016/17 financial year in order to complete these projects. The estimated completion date of these projects is December 2016.

Operating grants

- Roll-over of approved 2015/16 private donations and unspent Provincial Government grant allocations. The main reasons for the underspending are listed below.
  - Office of the City Manager directorate: R282 669 in respect of the Area Based Service Delivery Model funded ex Department of Public Service & Delivery, where the contractor only started work mid-June 2016; it is envisaged that this project will be completed in October 2016.
  - Energy, Environmental & Spatial Planning directorate: R650 911 in respect of the Invasive Species Special Project funded ex Department of Environmental Affairs & Tourism (DEAT) grant. Payment from the donor was received late in the 2015/16 financial year; however the contract agreements are valid until 31 March 2017.

- Human Settlements directorate: The City operates an array of housing subsidy projects aligned to the National Housing Code including the Peoples Housing Process, Community Residential Unit, Emergency Housing Programme and the BNG Housing Top Structure Projects. The HSDG funds received from the Department of Human Settlements Western Cape relates to various housing subsidies, which are allocated to each approved housing subsidy beneficiary within the City. The funds align to the National Housing Subsidy System (HSS) whereby all approved housing subsidy beneficiaries are registered showing the full value of the beneficiary's approved subsidy amount. Beneficiary subsidy funds are held within the grant debtor account pending completion of the housing opportunity related to the beneficiary. The grant debtor balance linked to the various HSDG-funded projects was R415.6 million in credit as at 20 July 2016. An amount of R406.2 million is proposed for inclusion in the 2016/17 operating budget. The balance of R9.4 million will be added to the 2016/17 capital budget – refer comments under 'Capital Grants'.
- Transport for Cape Town directorate: R423 949 for the Sustainable Integrated Transport Programme funded ex Sustainable Energy Africa grant. These funds were unspent, due to delays in the appointment of a specialist/consultant to assist with the two Sustainable Transport projects.
- Tourism, Events & Economic Development directorate: R277 000 for the Seasonality Conference funded ex Tourism grant, which was postponed until September 2016.

c. Adjust revenue and expenditure estimates upwards/downwards

- Human Settlements directorate: Additional amount of R8.7 million for the ongoing Manenberg CRU Project, Witsand Phase 2 Projects, Maintenance of Rental Units, Kleinvlei Top Structures and Bridging Funding for New Housing Projects funded ex Housing Fund.

d. Adjustments between general ledger accounts

- The alignment of stock accounts to the mSCOA (Municipal Standard Chart of Accounts) classification necessitated a change in the City's general ledger accounts. The SAP-ERP Support Centre – Materials Management (MM) team in conjunction with SAP SLO Germany had to prepare a mass change on stock material master data to these new accounts. This resulted in a list of general ledger accounts being merged into one account with the unused general ledger accounts being delimited. All open purchase orders, requisitions, reservations, goods movements and service entries were updated to this new account. Inter-category amendments to expenditure categories resulting from this merge amounted to R329.2 million. These amendments do not affect vote totals or the nature of the expenditure to be incurred.

Recommendations to the municipal 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 2016/17 financial year and indicative allocations for the two projected outer years 2017/18 and 2018/19, be approved and adopted, as set out in the following tables and annexures:

- i. Operating revenue and expenditure by standard classification reflected in Table 4 on page 10.
- ii. Operating revenue and expenditure by municipal vote reflected in Table 5 on page 12.
- iii. Operating revenue by source and expenditure by type reflected in Table 6 on page 13.
- iv. Multi-year capital appropriations by vote reflected in Table 7 on page 16 and Annexure 2.1 and Annexure 2.2.
- v. Capital expenditure by standard classification reflected in Table 7 on page 16.
- vi. Capital funding by source reflected in Table 7 on page 16.

b. That the amended MTREF IDP chapter for 2016/17, as set out in annexure 3, be used to update the current chapter in the approved Integrated Development Plan (IDP).

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 2016/17 operating budget are reflected in Annexure 1.1 to this report.

3.3.2. Adjustments made to capital budget

Directorate and departmental submissions received for budgetary inclusion totalled R130 million, with funding sources split as follows:

Major Fund Source	Original Budget R'000	Roll-overs R'000	Proposed Budget R'000
CGD	2,264,840	9,437	2,274,277
CRR	1,232,385	43,854	1,276,238
EFF	2,928,696	76,645	3,005,341
REVENUE	75,356	532	75,888
TOTAL	**6,501,277**	**130,468**	**6,631,744**

Table 1 Fund shifts in relation to the capital programme for 2016/17

The major increases in the 2016/17 financial year, as reflected in the table above, are explained below.

CGD amendments

Roll-overs of R9.4 million are proposed in the 2016/17 financial year and are attributed to the Human Settlements Development Grant (HSDG), due to unspent 2015/16 provincial grant allocations within the Human Settlements directorate. The main reasons for the underspending are:

- Scottsdene New CRU Project - 350 units: Heavy rain and gang violence resulted in the site being closed; the project will only be completed in August 2016.
- Hanover Park project, Heideveld project, and Marble Flats SEFP project: Awaiting finalisation of final accounts.
- Marble Flats and Hanover Park CRU Projects: Delays in the implementation of these projects resulted in funding being required in 2016/17 for completion of the projects. The projects are estimated to be completed by December 2016.

CRR amendments

The directorates and departments below proposed roll-overs of R43.9 million in the 2016/17 financial year.

- City Health directorate: Acquisition of small generators - R1.9 million

- Community Services directorate: R1.07 million
  - City Parks department: Upgrade Maitland Crematorium - R33 175
  - Sport & Recreation department:
    - Oatlands Resort Upgrade - R1 035 999
    - Oatlands Resort Furniture, Fittings, Equipment – R5 321

- Corporate Services & Compliance directorate: R1.4 million
  - Security hardening of Subcouncil offices - R674 175
  - Internet Monitoring Tool FY2017 - R716 217

- Human Settlements directorate: R18.4 million
  - Major Upgrading: Rental Units - R12.4 million
  - Marble Flats CRU Project (688 units) - R 6 million

- Transport for Cape Town directorate: R14.3 million, mainly attributed to the following projects:
  - Sir Lowry's Pass Village Road Upgrade – R3 million
  - Main Roads: Northern Corridor – R6.4 million
  - Bottelary Area Main Roads – R3.5 million
  - CSRM General Stormwater projects – R1.2 million

- Utility Services directorate: R4.2 million
  - Solid Waste Management department:
    - Plant and Vehicles: Replacement – R3.6 million
  - Cape Town Electricity department: R529 946
    - HV Switchgear Replacement – R48 864
    - Athlone Gas Turbine Fire Suppression – R100 270
    - MV Circuit Breaker Replacement - R380 812

- Ward allocations amounting R2.6 million.

EFF amendments

The directorates and departments below proposed roll-overs of R76.6 million in the 2016/17 financial year.

Directorate	Roll-over
City Health	8,000
City Manager	15,406
Community Services	1,340,573
Corporate Services & Compliance	10,075,458
Energy, Environmental & Spatial Planning	270,619
Finance	1,004,524
Human Settlements	329,819
Safety & Security	12,445
Tourism, Events & Economic Development	18,280
Transport for Cape Town	48,221,774
Utility Services	15,347,675
Cape Town Electricity	*3,934,239*
Solid Waste Management	*1,260,899*
Water & Sanitation	*10,152,537*
Total roll-over	**76,644,573**

Table 2 Proposed roll-overs iro EFF in the 2016/17 financial year

The main reasons for the EFF roll-overs are:

- Awaiting final accounts.
- Appeals received against award of tenders.
- Vendors/suppliers unable to deliver items by 30 June 2016.
- Inclement weather.
- Delays due to changes to the detail designs.
- Delays experienced due to way-leave approvals.
- Lack of contractor capacity.
- Community interference.
- Industry negotiations.
- Delays in planning/EIA processes.
- Various ongoing construction contracts delayed, due to appeals, developers' processes and slower than anticipated construction.
- Installations delayed, due to network constraints and inclement weather.
- Delays in design work and building plan approvals.

Revenue amendments

Roll-overs of R532 086 are proposed in the 2016/17 financial year in respect of:

- Insured items (R296 771), which were stolen or damaged but could not be replaced by 30 June 2016, and
- Stikland New Main Substation (R235 315) where remedial work was delayed as a result of network constraints and inclement weather.

4. Annual Budget Tables – Parent municipality

The ten primary budget tables, as required in terms of Part 4 of the Municipal Budget and Reporting Regulations (MBRR), are presented on page 8 to page 25. These tables reflect the City's 2016/17 adjustments budget and MTREF to be approved by Council. Each table is accompanied by explanatory notes.

Table 3 MBRR Table B1 – Adjustments Budget Summary

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Financial Performance											
Property rates	6,959,000	–	–	–	–	–	0	0	6,959,000	7,419,428	7,964,159
Service charges	18,353,075	–	–	–	–	–	0	0	18,353,075	20,727,369	23,522,288
Investment revenue	595,694	–	–	–	–	–	0	0	595,694	624,661	672,891
Transfers recognised - operational	3,802,940	–	–	–	–	–	407,872	407,872	4,210,812	4,004,790	4,270,147
Other own revenue	4,489,436	–	–	–	–	–	–	–	4,489,436	4,722,287	5,018,551
Total Revenue (excluding capital transfers and contributions)	34,200,144	–	–	–	–	–	407,872	407,872	34,608,016	37,498,535	41,448,036
Employee costs	10,597,571	–	–	–	–	–	6,643	6,643	10,604,214	11,576,225	12,678,275
Remuneration of councillors	151,063	–	–	–	–	–	–	–	151,063	160,882	171,339
Depreciation & asset impairment	2,318,441	–	–	–	–	–	–	–	2,318,441	2,490,732	2,736,654
Finance charges	895,848	–	–	–	–	–	–	–	895,848	980,683	1,187,667
Materials and bulk purchases	8,853,353	–	–	–	–	–	89,889	89,889	8,943,242	10,065,952	11,611,178
Transfers and grants	174,833	–	–	–	–	–	–	–	174,833	158,276	140,515
Other expenditure	11,554,349	–	–	–	–	–	319,616	319,616	11,873,964	12,225,691	13,095,074
Total Expenditure	34,545,457	–	–	–	–	–	416,148	416,148	34,961,605	37,658,442	41,620,703
Surplus/(Deficit)	(345,312)	–	–	–	–	–	(8,277)	(8,277)	(353,589)	(159,907)	(172,668)
Transfers recognised - capital	2,177,040	–	–	–	–	–	9,437	9,437	2,186,477	2,163,032	2,347,076
Contributions recognised - capital & contributed assets	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Surplus/(Deficit) after capital transfers & contributions	1,919,528	–	–	–	–	–	1,160	1,160	1,920,688	2,087,025	2,261,109
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1,919,528	–	–	–	–	–	1,160	1,160	1,920,688	2,087,025	2,261,109
Capital expenditure & funds sources											
Capital expenditure	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505
Transfers recognised - capital	2,177,040	–	9,437	–	–	–	–	9,437	2,186,477	2,163,032	2,347,076
Public contributions & donations	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Borrowing	2,928,696	–	76,645	–	–	–	–	76,645	3,005,341	2,376,700	2,660,838
Internally generated funds	1,307,740	–	44,386	–	–	–	–	44,386	1,352,126	892,092	788,891
Total sources of capital funds	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505
Financial position											
Total current assets	9,170,692	–	–	–	–	–	2,205,599	2,205,599	11,376,291	11,731,521	12,649,258
Total non current assets	46,400,477	–	–	–	–	–	150,162	150,162	46,550,640	49,515,354	52,609,509
Total current liabilities	8,502,016	–	–	–	–	–	2,348,810	2,348,810	10,850,826	10,824,582	10,913,151
Total non current liabilities	14,329,528	–	–	–	–	–	5,791	5,791	14,335,319	15,594,482	17,256,697
Community wealth/Equity	32,739,626	–	–	–	–	–	1,161	1,161	32,740,786	34,827,811	37,088,920
Cash flows											
Net cash from (used) operating	4,161,843	–	–	–	–	–	(406,711)	(406,711)	3,755,132	4,507,069	4,969,812
Net cash from (used) investing	(5,857,381)	–	–	–	–	–	(117,421)	(117,421)	(5,974,802)	(5,130,161)	(5,487,133)
Net cash from (used) financing	2,038,733	–	–	–	–	–	–	–	2,038,733	1,067,024	1,486,985
Cash/cash equivalents at the year end	1,541,117	–	–	–	–	–	1,610,417	1,610,417	3,151,534	3,595,466	4,565,129
Cash backing/surplus reconciliation											
Cash and investments available	7,041,081	–	–	–	–	–	2,231,817	2,231,817	9,272,898	9,716,830	10,686,493
Application of cash and investments	4,765,897	–	–	–	–	–	2,433,709	2,433,709	7,199,605	7,548,427	7,609,825
Balance - surplus (shortfall)	2,275,184	–	–	–	–	–	(201,892)	(201,892)	2,073,293	2,168,403	3,076,668
Asset Management											
Asset register summary (WDV)	42,303,219	–	–	–	–	–	123,944	123,944	42,427,163	45,176,368	48,029,044
Depreciation & asset impairment	2,318,441	–	–	–	–	–	–	–	2,318,441	2,490,732	2,736,654
Renewal of Existing Assets	3,158,974	–	90,275	–	–	–	17,251	107,526	3,266,500	2,685,268	3,016,626
Repairs and Maintenance	3,802,902	–	–	–	–	–	(0)	(0)	3,802,902	4,062,093	4,415,285
Free services											
Cost of Free Basic Services provided	1,452,356	–	–	–	–	–	–	–	1,452,356	847,250	919,786
Revenue cost of free services provided	1,613,371	–	–	–	–	–	–	–	1,613,371	1,727,371	1,846,826
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	0	–	–	–	–	–	–	–	0	–	–
Energy:	31	–	–	–	–	–	–	–	31	29	28
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 importance of ensuring that a municipal budget is fully funded is stressed in the financial management reforms. The MFMA through section 18 requires that a budget only be funded by realistically anticipated revenue to be collected and cash-backed accumulated funds from previous years, not committed for other purposes.

4. 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.

5. 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 deficit positions over the 2016/17 MTREF. National Treasury Circular 42 states that a deficit on the Financial Performance does not mean that the budget is not funded as long as it is funded from uncommitted previous years' surpluses.
   b. The deficit on the Financial Performance is as a result of appropriations, which are included in the Financial Position (Table B6 – Adjustments Budget Financial Position) and not in the financial performance budget. The 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 this deficit is funded from uncommitted, previous years' surpluses. It is consequently viewed as a sustainable position.
   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 are 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 2016/17 MTREF.

6. The City's cash backing/surplus reconciliation over the 2016/17 MTREF shows a positive outcome, which is an indication that the City will be able to afford its commitments over the next three years.

7. 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 4 MBRR Table B2 – Adjustments Budget Financial Performance (standard classification)

Standard Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue - Standard											
Governance and administration	12,567,409	–	–	–	–	–	(147)	(147)	12,567,261	13,469,725	14,514,066
Executive and council	314,012	–	–	–	–	–	(147)	(147)	313,865	333,315	347,156
Budget and treasury office	11,971,769	–	–	–	–	–	0	0	11,971,769	12,886,490	13,904,815
Corporate services	281,628	–	–	–	–	–	–	–	281,628	249,920	262,095
Community and public safety	3,315,492	–	–	–	–	–	415,674	415,674	3,731,166	3,338,507	3,338,258
Community and social services	96,804	–	–	–	–	–	–	–	96,804	109,450	85,477
Sport and recreation	123,770	–	–	–	–	–	–	–	123,770	128,178	54,182
Public safety	1,194,620	–	–	–	–	–	–	–	1,194,620	1,208,759	1,245,207
Housing	1,605,746	–	–	–	–	–	415,674	415,674	2,021,420	1,554,889	1,593,234
Health	294,552	–	–	–	–	–	–	–	294,552	337,231	360,158
Economic and environmental services	1,904,756	–	–	–	–	–	1,505	1,505	1,906,261	1,780,092	1,996,865
Planning and development	305,929	–	–	–	–	–	–	–	305,929	310,821	383,345
Road transport	1,592,599	–	–	–	–	–	854	854	1,593,453	1,467,377	1,611,522
Environmental protection	6,227	–	–	–	–	–	651	651	6,878	1,894	1,998
Trading services	18,675,252	–	–	–	–	–	0	0	18,675,252	21,155,038	24,030,470
Electricity	12,089,547	–	–	–	–	–	–	–	12,089,547	13,837,196	15,935,844
Water	3,258,167	–	–	–	–	–	0	0	3,258,167	3,649,430	4,103,293
Waste water management	2,079,484	–	–	–	–	–	(0)	(0)	2,079,484	2,318,173	2,536,375
Waste management	1,248,054	–	–	–	–	–	–	–	1,248,054	1,350,239	1,454,958
Other	2,076	–	–	–	–	–	277	277	2,353	2,105	2,152
Total Revenue - Standard	36,464,984	–	–	–	–	–	417,309	417,309	36,882,293	39,745,467	43,881,812
Expenditure - Standard											
Governance and administration	6,359,899	–	–	–	–	–	283	283	6,360,182	6,830,466	7,378,414
Executive and council	1,119,343	–	–	–	–	–	(36,809)	(36,809)	1,082,533	1,102,319	1,190,907
Budget and treasury office	2,816,141	–	–	–	–	–	–	–	2,816,141	3,070,940	3,339,208
Corporate services	2,424,415	–	–	–	–	–	37,092	37,092	2,461,507	2,657,207	2,848,299
Community and public safety	7,662,160	–	–	–	–	–	414,944	414,944	8,077,104	8,107,381	8,689,428
Community and social services	651,428	–	–	–	–	–	–	–	651,428	739,313	797,013
Sport and recreation	1,543,845	–	–	–	–	–	–	–	1,543,845	1,647,869	1,770,733
Public safety	2,729,102	–	–	–	–	–	(0)	(0)	2,729,102	2,893,026	3,118,249
Housing	1,786,141	–	–	–	–	–	414,944	414,944	2,201,085	1,787,081	1,869,438
Health	951,643	–	–	–	–	–	–	–	951,643	1,040,091	1,133,996
Economic and environmental services	3,829,922	–	–	–	–	–	645	645	3,830,567	4,203,771	4,534,322
Planning and development	879,635	–	–	–	–	–	–	–	879,635	1,055,622	1,127,422
Road transport	2,831,720	–	–	–	–	–	(6)	(6)	2,831,714	3,039,634	3,289,768
Environmental protection	118,568	–	–	–	–	–	651	651	119,218	108,516	117,132
Trading services	16,628,216	–	–	–	–	–	–	–	16,628,216	18,447,370	20,944,821
Electricity	10,022,681	–	–	–	–	–	–	–	10,022,681	11,321,257	13,143,452
Water	2,782,122	–	–	–	–	–	–	–	2,782,122	3,114,653	3,475,374
Waste water management	1,628,232	–	–	–	–	–	–	–	1,628,232	1,665,673	1,787,897
Waste management	2,195,181	–	–	–	–	–	–	–	2,195,181	2,345,787	2,538,098
Other	65,260	–	–	–	–	–	277	277	65,537	69,454	73,718
Total Expenditure - Standard	34,545,457	–	–	–	–	–	416,148	416,148	34,961,605	37,658,442	41,620,703
Surplus/ (Deficit) for the year	1,919,528	–	–	–	–	–	1,160	1,160	1,920,688	2,087,025	2,261,109

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 921 million is reflected in this table and includes Capital Grants and Transfers (Capital Grants & Donations) received. The expenditure category excludes these transfers.

3. This table highlights that the revenue for Electricity, Water and Waste Water Management (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 5 MBRR Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue by Vote											
Vote 1 - City Health	570,674	–	–	–	–	–	–	–	570,674	634,714	668,452
Vote 2 - City Manager	51	–	–	–	–	–	283	283	333	53	56
Vote 3 - Community Services	201,433	–	–	–	–	–	–	–	201,433	217,434	118,354
Vote 4 - Corporate Services & Compliance	77,336	–	–	–	–	–	–	–	77,336	80,844	85,860
Vote 5 - Energy, Environmental & Spatial Planning	139,984	–	–	–	–	–	651	651	140,635	131,495	194,156
Vote 6 - Finance	1,136,601	–	–	–	–	–	0	0	1,136,601	1,141,239	1,208,062
Vote 7 - Human Settlements	1,605,739	–	–	–	–	–	415,674	415,674	2,021,414	1,554,882	1,593,226
Vote 8 - Rates & Other	11,207,217	–	–	–	–	–	0	0	11,207,217	12,091,251	13,059,582
Vote 9 - Safety & Security	1,196,990	–	–	–	–	–	–	–	1,196,990	1,213,341	1,254,379
Vote 10 - Social Dev & Early Childhood Development	533	–	–	–	–	–	–	–	533	140	148
Vote 11 - Tourism, Events & Economic Development	27,613	–	–	–	–	–	277	277	27,890	29,047	30,576
Vote 12 - Transport for Cape Town	1,602,394	–	–	–	–	–	424	424	1,602,817	1,474,883	1,617,374
Vote 13 - Utility Services	18,698,420	–	–	–	–	–	0	0	18,698,420	21,176,144	24,051,584
Total Revenue by Vote	36,464,984	–	–	–	–	–	417,309	417,309	36,882,293	39,745,467	43,881,812
Expenditure by Vote											
Vote 1 - City Health	1,050,049	–	–	–	–	–	–	–	1,050,049	1,135,365	1,232,344
Vote 2 - City Manager	229,281	–	–	–	–	–	283	283	229,564	242,472	258,749
Vote 3 - Community Services	1,826,771	–	–	–	–	–	–	–	1,826,771	1,994,206	2,156,857
Vote 4 - Corporate Services & Compliance	2,563,425	–	–	–	–	–	–	–	2,563,425	2,745,030	2,945,749
Vote 5 - Energy, Environmental & Spatial Planning	609,264	–	–	–	–	–	651	651	609,915	632,551	680,210
Vote 6 - Finance	2,234,102	–	–	–	–	–	–	–	2,234,102	2,428,969	2,718,797
Vote 7 - Human Settlements	1,748,780	–	–	–	–	–	414,944	414,944	2,163,724	1,746,491	1,825,540
Vote 8 - Rates & Other	1,076,794	–	–	–	–	–	–	–	1,076,794	1,189,136	1,203,567
Vote 9 - Safety & Security	2,833,419	–	–	–	–	–	(0)	(0)	2,833,419	3,000,162	3,235,658
Vote 10 - Social Dev & Early Childhood Development	206,578	–	–	–	–	–	–	–	206,578	310,349	330,747
Vote 11 - Tourism, Events & Economic Development	570,071	–	–	–	–	–	277	277	570,348	607,625	649,199
Vote 12 - Transport for Cape Town	2,932,751	–	–	–	–	–	(6)	(6)	2,932,745	3,133,055	3,385,586
Vote 13 - Utility Services	16,664,171	–	–	–	–	–	–	–	16,664,171	18,493,029	20,997,700
Total Expenditure by Vote	34,545,457	–	–	–	–	–	416,148	416,148	34,961,605	37,658,442	41,620,703
Surplus/ (Deficit) for the year	1,919,528	–	–	–	–	–	1,160	1,160	1,920,688	2,087,025	2,261,109

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

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue By Source											
Property rates	6,959,000	–	–	–	–	–	0	0	6,959,000	7,419,428	7,964,159
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	11,618,262	–	–	–	–	–	–	–	11,618,262	13,541,320	15,626,682
Service charges - water revenue	3,066,664	–	–	–	–	–	0	0	3,066,664	3,401,214	3,772,397
Service charges - sanitation revenue	1,628,277	–	–	–	–	–	(0)	(0)	1,628,277	1,807,387	2,006,200
Service charges - refuse revenue	1,232,929	–	–	–	–	–	–	–	1,232,929	1,334,930	1,439,455
Service charges - other	617,287	–	–	–	–	–	–	–	617,287	642,519	677,554
Rental of facilities and equipment	383,550	–	–	–	–	–	–	–	383,550	403,370	424,217
Interest earned - external investments	595,694	–	–	–	–	–	0	0	595,694	624,661	672,891
Interest earned - outstanding debtors	284,710	–	–	–	–	–	–	–	284,710	284,710	284,710
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines	1,055,743	–	–	–	–	–	–	–	1,055,743	1,116,025	1,177,406
Licences and permits	27,893	–	–	–	–	–	–	–	27,893	29,427	31,046
Agency services	153,993	–	–	–	–	–	–	–	153,993	153,993	153,993
Transfers recognised - operating	3,802,940	–	–	–	–	–	407,872	407,872	4,210,812	4,004,790	4,270,147
Other revenue	2,504,046	–	–	–	–	–	–	–	2,504,046	2,685,262	2,897,679
Gains on disposal of PPE	79,500	–	–	–	–	–	–	–	79,500	49,500	49,500
Total Revenue (excluding capital transfers and contributions)	34,010,488	–	–	–	–	–	407,872	407,872	34,418,359	37,498,535	41,448,036
Expenditure By Type											
Employee related costs	10,597,571	–	–	–	–	–	6,643	6,643	10,604,214	11,576,225	12,678,275
Remuneration of councillors	151,063	–	–	–	–	–	–	–	151,063	160,882	171,339
Debt impairment	2,003,203	–	–	–	–	–	(0)	(0)	2,003,203	2,122,045	2,288,249
Depreciation & asset impairment	2,318,441	–	–	–	–	–	–	–	2,318,441	2,490,732	2,736,654
Finance charges	895,848	–	–	–	–	–	–	–	895,848	980,683	1,187,667
Bulk purchases	8,515,180	–	–	–	–	–	–	–	8,515,180	9,695,726	11,163,001
Other materials	338,172	–	–	–	–	–	89,889	89,889	428,061	370,225	448,177
Contracted services	4,396,163	–	–	–	–	–	319,476	319,476	4,715,639	4,892,018	5,133,342
Transfers and grants	174,833	–	–	–	–	–	–	–	174,833	158,276	140,515
Other expenditure	5,154,983	–	–	–	–	–	140	140	5,155,123	5,211,629	5,673,483
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure	34,545,457	–	–	–	–	–	416,148	416,148	34,961,605	37,658,442	41,620,703
Surplus/(Deficit)	(534,969)	–	–	–	–	–	(8,277)	(8,277)	(543,246)	(159,907)	(172,668)
Transfers recognised - capital	2,177,040	–	–	–	–	–	9,437	9,437	2,186,477	2,163,032	2,347,076
Contributions recognised - capital	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Contributed assets	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	1,729,871	–	–	–	–	–	1,160	1,160	1,731,032	2,087,025	2,261,109
Taxation	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	1,729,871	–	–	–	–	–	1,160	1,160	1,731,032	2,087,025	2,261,109
Attributable to minorities	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality	1,729,871	–	–	–	–	–	1,160	1,160	1,731,032	2,087,025	2,261,109
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1,729,871	–	–	–	–	–	1,160	1,160	1,731,032	2,087,025	2,261,109

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 R34 418 million (excluding accumulated surplus allocation) in 2016/17 and escalates to R41 448 million in 2018/19. Total expenditure is R34 962 million in 2016/17 and escalates to R41 621 million in 2018/19.

2. Transfers recognised - operating increases by R408 million, as a result of the roll-over of approved 2015/16 private donations and unspent Provincial Government grant allocations.

   The following graph illustrates the breakdown of operating revenue for 2016/17:

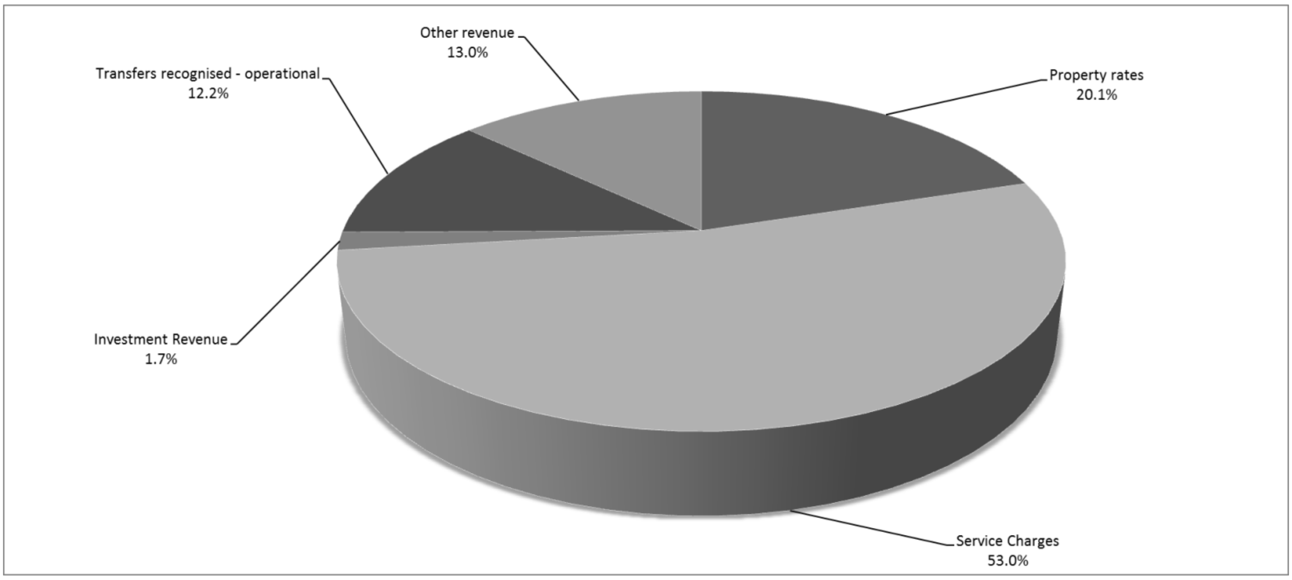


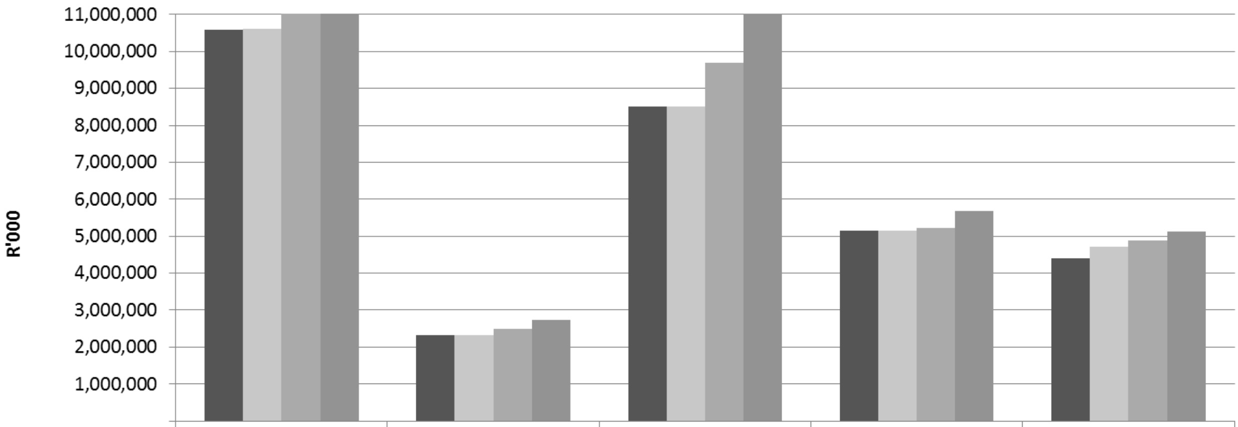
Figure 1 Breakdown of operating revenue for 2016/17

3. Employee related costs increases by R6.6 million as a result of changing the payment category of EPWP-funded law enforcement officers from contracted services to non-permanent staff.

4. Other materials increases by R89.9 million, due to the roll-over of approved 2015/16 private donations and unspent Provincial Government grant allocations.

5. Contracted services increases by R319.5 million, due to the roll-over of approved 2015/16 private donations and unspent Provincial Government grant allocations.

The following graph illustrates the major expenditure by major type:



	Employee related costs	Depreciation & asset impairment	Bulk purchases	Other expenditure	Contracted services
Budget year 2016/17 Original Budget	10,597,571	2,318,441	8,515,180	5,154,983	4,396,163
Budget year 2016/17 Adjusted Budget	10,604,214	2,318,441	8,515,180	5,155,123	4,715,639
Budget Year +1 2017/18	11,576,225	2,490,732	9,695,726	5,211,629	4,892,018
Budget Year +2 2018/19	12,678,275	2,736,654	11,163,001	5,673,483	5,133,342

Figure 2 Breakdown of major expenditure by major type

Table 7 MBRR Table B5 – Adjustments Budget Capital Expenditure by vote, standard classification and funding source

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Capital expenditure - Vote											
Multi-year expenditure to be adjusted	–	–	–	–	–	–	–	–	–	–	–
Vote 1 - City Health	37,520	–	1,938	–	–	–	–	1,938	39,458	41,196	43,996
Vote 2 - City Manager	17,946	–	15	–	–	–	–	15	17,962	934	934
Vote 3 - Community Services	186,340	–	3,305	–	–	–	–	3,305	189,644	164,699	60,282
Vote 4 - Corporate Services & Compliance	386,908	–	12,607	–	–	–	–	12,607	399,515	411,505	387,354
Vote 5 - Energy, Environmental & Spatial Planning	61,359	–	271	–	–	–	–	271	61,630	47,250	106,117
Vote 6 - Finance	148,866	–	1,005	–	–	–	–	1,005	149,871	8,681	8,681
Vote 7 - Human Settlements	499,542	–	28,314	–	–	–	–	28,314	527,855	440,435	462,472
Vote 8 - Rates & Other	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Safety & Security	132,043	–	12	–	–	–	–	12	132,056	59,127	35,127
Vote 10 - Social Dev & Early Childhood Development	17,460	–	–	–	–	–	–	–	17,460	10,860	10,860
Vote 11 - Tourism, Events & Economic Development	42,150	–	92	–	–	–	–	92	42,242	33,800	34,130
Vote 12 - Transport for Cape Town	1,442,311	–	63,154	–	–	–	–	63,154	1,505,466	1,304,580	1,414,990
Vote 13 - Utility Services	3,528,831	–	19,755	–	–	–	–	19,755	3,548,586	2,992,656	3,318,561
Total Capital Expenditure - Vote	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505
Capital Expenditure - Standard	–	–	–	–	–	–	–	–	–	–	–
Governance and administration	571,966	–	13,704	–	–	–	(14)	13,690	585,655	440,963	416,812
Executive and council	39,349	–	1,909	–	–	–	(14)	1,895	41,243	51,275	51,280
Budget and treasury office	15,997	–	137	–	–	–	–	137	16,135	8,432	8,417
Corporate services	516,620	–	11,657	–	–	–	–	11,657	528,277	381,256	357,115
Community and public safety	936,453	–	33,556	–	–	–	14	33,570	970,023	794,936	690,655
Community and social services	69,742	–	209	–	–	–	–	209	69,951	75,542	47,859
Sport and recreation	148,513	–	3,096	–	–	–	14	3,110	151,622	118,611	41,877
Public safety	185,098	–	–	–	–	–	–	–	185,098	120,481	95,581
Housing	499,611	–	28,314	–	–	–	–	28,314	527,924	440,504	462,541
Health	33,490	–	1,938	–	–	–	–	1,938	35,428	39,796	42,796
Economic and environmental services	1,534,557	–	63,453	–	–	–	–	63,453	1,598,010	1,358,209	1,527,616
Planning and development	70,524	–	286	–	–	–	–	286	70,810	33,824	96,050
Road transport	1,448,117	–	63,167	–	–	–	–	63,167	1,511,284	1,313,221	1,423,631
Environmental protection	15,916	–	–	–	–	–	–	–	15,916	11,165	7,935
Trading services	3,458,301	–	19,755	–	–	–	–	19,755	3,478,056	2,921,616	3,248,421
Electricity	1,536,812	–	4,700	–	–	–	–	4,700	1,541,511	1,056,938	1,152,499
Water	883,225	–	–	–	–	–	–	–	883,225	736,182	857,848
Waste water management	800,774	–	10,153	–	–	–	–	10,153	810,927	819,139	909,485
Waste management	237,491	–	4,903	–	–	–	–	4,903	242,393	309,356	328,589
Other	–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Standard	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505
Funded by:	–	–	–	–	–	–	–	–	–	–	–
National Government	2,079,122	–	–	–	–	–	–	–	2,079,122	2,021,143	2,196,200
Provincial Government	97,918	–	9,437	–	–	–	–	9,437	107,356	141,889	150,876
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	–	–	–	–	–	–	–	–	–	–	–
Total Capital transfers recognised	2,177,040	–	9,437	–	–	–	–	9,437	2,186,477	2,163,032	2,347,076
Public contributions & donations	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Borrowing	2,928,696	–	76,645	–	–	–	–	76,645	3,005,341	2,376,700	2,660,838
Internally generated funds	1,307,740	–	44,386	–	–	–	–	44,386	1,352,126	892,092	788,891
Total Capital Funding	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505

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 R6 632 million for 2016/17, while the 2017/18 and 2018/19 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), other transfers and grants and public contributions amount to R2 274 million (34%) in 2016/17, R2 247 million and R2 434 million in 2017/18 and 2018/19 respectively. Internally generated funds amounting to R1 352 million, R892 million and R789 million for each of the respective financial years has been provided for in the MTREF. Borrowings amount to R3 005 million, R2 377 million and R2 661 million for each of the respective financial years.

Table 8 MBRR Table B6 – Adjustments Budget Financial Position

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
ASSETS											
Current assets											
Cash	103,411	–	–	–	–	–	–	–	103,411	103,918	146,904
Call investment deposits	2,908,391	–	–	–	–	–	2,205,599	2,205,599	5,113,990	5,338,507	6,020,476
Consumer debtors	4,903,207	–	–	–	–	–	–	–	4,903,207	4,864,207	4,864,207
Other debtors	894,630	–	–	–	–	–	–	–	894,630	1,028,824	1,183,148
Current portion of long-term receivables	21,871	–	–	–	–	–	–	–	21,871	22,965	24,113
Inventory	339,182	–	–	–	–	–	–	–	339,182	373,101	410,411
Total current assets	9,170,692	–	–	–	–	–	2,205,599	2,205,599	11,376,291	11,731,521	12,649,258
Non current assets											
Long-term receivables	67,980	–	–	–	–	–	–	–	67,980	64,581	61,352
Investments	4,029,279	–	–	–	–	–	26,218	26,218	4,055,497	4,274,405	4,519,113
Investment property	589,382	–	–	–	–	–	–	–	589,382	589,382	589,382
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	40,996,392	–	–	–	–	–	123,944	123,944	41,120,336	43,869,541	46,722,217
Agricultural	–	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	708,383	–	–	–	–	–	–	–	708,383	708,383	708,383
Other non-current assets	9,062	–	–	–	–	–	–	–	9,062	9,062	9,062
Total non current assets	46,400,477	–	–	–	–	–	150,162	150,162	46,550,640	49,515,354	52,609,509
TOTAL ASSETS	55,571,170	–	–	–	–	–	2,355,761	2,355,761	57,926,931	61,246,876	65,258,767
LIABILITIES											
Current liabilities											
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	501,208	–	–	–	–	–	–	–	501,208	530,326	649,886
Consumer deposits	329,432	–	–	–	–	–	–	–	329,432	362,375	398,613
Trade and other payables	6,579,621	–	–	–	–	–	2,348,810	2,348,810	8,928,431	8,763,703	8,614,702
Provisions	1,091,755	–	–	–	–	–	–	–	1,091,755	1,168,178	1,249,950
Total current liabilities	8,502,016	–	–	–	–	–	2,348,810	2,348,810	10,850,826	10,824,582	10,913,151
Non current liabilities											
Borrowing	8,058,439	–	–	–	–	–	–	–	8,058,439	9,079,089	10,456,698
Provisions	6,271,089	–	–	–	–	–	5,791	5,791	6,276,880	6,515,393	6,799,999
Total non current liabilities	14,329,528	–	–	–	–	–	5,791	5,791	14,335,319	15,594,482	17,256,697
TOTAL LIABILITIES	22,831,544	–	–	–	–	–	2,354,601	2,354,601	25,186,145	26,419,065	28,169,848
NET ASSETS	32,739,626	–	–	–	–	–	1,160	1,160	32,740,786	34,827,811	37,088,920
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)	31,269,263	–	–	–	–	–	53,721	53,721	31,322,984	33,634,519	35,983,268
Reserves	1,470,363	–	–	–	–	–	(52,560)	(52,560)	1,417,803	1,193,292	1,105,652
Minorities' interests	–	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	32,739,626	–	–	–	–	–	1,161	1,161	32,740,786	34,827,811	37,088,920

Explanatory notes to Table B6 – Adjustment 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 9 MBRR Table B7 – Adjustments Budget Cash Flow Statement

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts	–	–	–	–	–	–	–	–	–	–	–
Property rates, penalties & collection charges	6,864,644	–	–	–	–	–	–	–	6,864,644	7,310,945	7,832,252
Service charges	16,910,000	–	–	–	–	–	–	–	16,910,000	19,259,891	21,936,793
Other revenue	3,205,429	–	–	–	–	–	–	–	3,205,429	3,424,013	3,664,966
Government - operating	3,802,940	–	–	–	–	–	–	–	3,802,940	4,004,790	4,270,147
Government - capital	2,264,840	–	–	–	–	–	9,437	9,437	2,274,277	2,246,932	2,433,776
Interest	595,694	–	–	–	–	–	–	–	595,694	624,661	672,891
Dividends	–	–	–	–	–	–	–	–	–	–	–
Payments	–	–	–	–	–	–	–	–	–	–	–
Suppliers and employees	(28,554,433)	–	–	–	–	–	(416,148)	(416,148)	(28,970,581)	(31,302,647)	(34,601,927)
Finance charges	(812,118)	–	–	–	–	–	–	–	(812,118)	(928,327)	(1,098,571)
Transfers and Grants	(115,154)	–	–	–	–	–	–	–	(115,154)	(133,190)	(140,515)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4,161,843	–	–	–	–	–	(406,711)	(406,711)	3,755,132	4,507,069	4,969,812
CASH FLOWS FROM INVESTING ACTIVITIES	–	–	–	–	–	–	–	–	–	–	–
Receipts	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	79,500	–	–	–	–	–	–	–	79,500	49,500	49,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	3,578	–	–	–	–	–	–	–	3,578	3,399	3,229
Decrease (increase) in non-current investments	(89,310)	–	–	–	–	–	–	–	(89,310)	(218,908)	(244,708)
Payments	–	–	–	–	–	–	–	–	–	–	–
Capital assets	(5,851,149)	–	–	–	–	–	(117,421)	(117,421)	(5,968,570)	(4,964,152)	(5,295,155)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(5,857,381)	–	–	–	–	–	(117,421)	(117,421)	(5,974,802)	(5,130,161)	(5,487,133)
CASH FLOWS FROM FINANCING ACTIVITIES	–	–	–	–	–	–	–	–	–	–	–
Receipts	–	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2,500,000	–	–	–	–	–	–	–	2,500,000	1,500,000	2,000,000
Increase (decrease) in consumer deposits	29,948	–	–	–	–	–	–	–	29,948	32,943	36,238
Payments	–	–	–	–	–	–	–	–	–	–	–
Repayment of borrowing	(491,216)	–	–	–	–	–	–	–	(491,216)	(465,919)	(549,253)
NET CASH FROM/(USED) FINANCING ACTIVITIES	2,038,733	–	–	–	–	–	–	–	2,038,733	1,067,024	1,486,985
NET INCREASE/ (DECREASE) IN CASH HELD	343,195	–	–	–	–	–	(524,132)	(524,132)	(180,937)	443,932	969,663
Cash/cash equivalents at the year begin:	1,197,922	–	–	–	–	–	2,134,549	2,134,549	3,332,472	3,151,534	3,595,466
Cash/cash equivalents at the year end:	1,541,117	–	–	–	–	–	1,610,417	1,610,417	3,151,534	3,595,466	4,565,129

Explanatory notes to Table B7 – Adjustments budget Cash Flow Statement

1. The table shows the cash and cash equivalents of the City with the approved 2016/17 to 2018/19 MTREF.

2. For the 2016/17 MTREF, the budget has been prepared to ensure sufficient levels of cash and cash equivalents over the medium-term with cash levels anticipated to exceed R3 151 million by 2016/17, R3 595 million in 2017/18 and R4 565 million by 2018/19.

Table 10 MBRR Table B8 - Cash Backed Reserves / Accumulated Surplus Reconciliation

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Cash and investments available											
Cash/cash equivalents at the year end	1,541,117	–	–	–	–	–	1,610,417	1,610,417	3,151,534	3,595,466	4,565,129
Other current investments > 90 days	1,470,685	–	–	–	–	–	595,182	595,182	2,065,867	1,846,959	1,602,251
Non current assets - Investments	4,029,279	–	–	–	–	–	26,218	26,218	4,055,497	4,274,405	4,519,113
Cash and investments available:	7,041,081	–	–	–	–	–	2,231,817	2,231,817	9,272,898	9,716,830	10,686,493
Applications of cash and investments	–	–	–	–	–	–	–	–	–	–	–
Unspent conditional transfers	1,600,902	–	–	–	–	–	(250,000)	(250,000)	1,350,902	1,477,303	1,618,101
Unspent borrowing	–	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(474,756)	–	–	–	–	–	2,598,810	2,598,810	2,124,053	1,742,219	1,289,894
Other provisions	–	–	–	–	–	–	–	–	–	–	–
Long term investments committed	2,014,640	–	–	–	–	–	37,500	37,500	2,052,139	2,265,047	2,503,755
Reserves to be backed by cash/investmen	1,590,916	–	–	–	–	–	47,399	47,399	1,638,316	2,063,857	2,198,075
Total Application of cash and investmen	4,731,702	–	–	–	–	–	2,433,709	2,433,709	7,165,410	7,548,427	7,609,825
Surplus(shortfall)	2,309,379	–	–	–	–	–	(201,892)	(201,892)	2,107,488	2,168,403	3,076,668

Explanatory notes to 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 2016/17 MTREF.

5. Considering the requirements of section 18 of the MFMA, it can be concluded that the 2016/17 MTREF is fully funded.

6. As part of the budgeting and planning guidelines that informed the compilation of the 2016/17 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 R2 108 million in 2016/17 increasing to R3 077 million by 2018/19.

Table 11 MBRR Table B9 - Asset Management

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
CAPITAL EXPENDITURE											
Total New Assets to be adjusted	3,342,302	–	40,193	–	–	–	(17,251)	22,942	3,365,244	2,830,456	2,866,879
Infrastructure - Road transport	820,980	–	5,173	–	–	–	–	5,173	826,153	790,714	802,311
Infrastructure - Electricity	636,292	–	3,195	–	–	–	(2,800)	395	636,687	474,241	510,500
Infrastructure - Water	311,421	–	–	–	–	–	–	–	311,421	298,824	387,403
Infrastructure - Sanitation	261,175	–	1,832	–	–	–	–	1,832	263,007	232,845	261,992
Infrastructure - Other	329,567	–	9,919	–	–	–	(15,461)	(5,542)	324,025	282,470	362,273
Infrastructure	2,359,435	–	20,119	–	–	–	(18,261)	1,858	2,361,293	2,079,093	2,324,478
Community	145,542	–	8,207	–	–	–	(350)	7,857	153,399	226,661	177,838
Heritage assets	–	–	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	837,326	–	11,867	–	–	–	1,360	13,227	850,553	524,701	364,563
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	–	–	–	–	–	–	–	–	–	–	–
Total Renewal of Existing Assets to be adjusted	3,158,974	–	90,275	–	–	–	17,251	107,526	3,266,500	2,685,268	3,016,626
Infrastructure - Road transport	589,080	–	55,847	–	–	–	–	55,847	644,927	499,315	543,537
Infrastructure - Electricity	664,046	–	1,319	–	–	–	2,800	4,119	668,165	538,972	565,149
Infrastructure - Water	286,167	–	100	–	–	–	–	100	286,267	365,562	386,050
Infrastructure - Sanitation	547,702	–	–	–	–	–	–	–	547,702	615,430	790,950
Infrastructure - Other	100,005	–	14	–	–	–	–	14	100,019	88,650	176,150
Infrastructure	2,186,999	–	57,280	–	–	–	2,800	60,080	2,247,079	2,107,930	2,461,835
Community	253,740	–	24,136	–	–	–	–	24,136	277,875	184,717	104,569
Heritage assets	47,208	–	21	–	–	–	–	21	47,229	2,230	2,230
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	665,777	–	8,838	–	–	–	14,451	23,289	689,066	384,141	441,741
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	–	–	–	–	–	–	–	5,250	6,250	6,250
Total Capital Expenditure to be adjusted											
Infrastructure - Road transport	1,410,059	–	61,020	–	–	–	–	61,020	1,471,080	1,290,029	1,345,847
Infrastructure - Electricity	1,300,337	–	4,515	–	–	–	–	4,515	1,304,852	1,013,213	1,075,649
Infrastructure - Water	597,588	–	100	–	–	–	–	100	597,688	664,386	773,453
Infrastructure - Sanitation	808,877	–	1,832	–	–	–	–	1,832	810,708	848,275	1,052,942
Infrastructure - Other	429,572	–	9,933	–	–	–	(15,461)	(5,528)	424,044	371,120	538,423
Infrastructure	4,546,434	–	77,399	–	–	–	(15,461)	61,938	4,608,372	4,187,023	4,786,313
Community	399,282	–	32,342	–	–	–	(350)	31,992	431,274	411,379	282,407
Heritage assets	47,208	–	21	–	–	–	–	21	47,229	2,230	2,230
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	1,503,103	–	20,705	–	–	–	15,811	36,516	1,539,619	908,842	806,304
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	–	–	–	–	–	–	–	5,250	6,250	6,250
TOTAL CAPITAL EXPENDITURE to be adjusted	6,501,277	–	130,468	–	–	–	–	130,468	6,631,744	5,515,724	5,883,505

Table continues on next page.

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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)											
Infrastructure - Road transport	9,755,319	–	–	–	–	–	57,969	57,969	9,813,289	10,321,507	10,830,269
Infrastructure - Electricity	6,625,643	–	–	–	–	–	4,670	4,670	6,630,312	7,284,773	7,956,981
Infrastructure - Water	2,571,096	–	–	–	–	–	95	95	2,571,191	2,935,853	3,336,173
Infrastructure - Sanitation	3,203,547	–	–	–	–	–	1,740	1,740	3,205,287	3,775,476	4,523,601
Infrastructure - Other	3,224,499	–	–	–	–	–	21,063	21,063	3,245,562	3,438,895	3,780,019
Infrastructure	25,380,104	–	–	–	–	–	85,537	85,537	25,465,641	27,756,503	30,427,043
Community	5,847,113	–	–	–	–	–	30,298	30,298	5,877,411	5,558,271	5,066,912
Heritage assets	9,062	–	–	–	–	–	–	–	9,062	9,062	9,062
Investment properties	589,382	–	–	–	–	–	–	–	589,382	589,382	589,382
Other assets	9,769,175	–	–	–	–	–	8,110	8,110	9,777,284	10,554,768	11,228,263
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	708,383	–	–	–	–	–	–	–	708,383	708,383	708,383
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	42,303,219	–	–	–	–	–	123,944	123,944	42,427,163	45,176,368	48,029,044
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	2,318,441	–	–	–	–	–	–	–	2,318,441	2,490,732	2,736,654
Repairs and Maintenance by asset class	3,802,902	–	–	–	–	–	(0)	(0)	3,802,902	4,062,093	4,415,285
Infrastructure - Road transport	422,971	–	–	–	–	–	–	–	422,971	450,463	479,743
Infrastructure - Electricity	417,391	–	–	–	–	–	–	–	417,391	434,441	462,679
Infrastructure - Water	43,813	–	–	–	–	–	–	–	43,813	46,662	49,693
Infrastructure - Sanitation	133,604	–	–	–	–	–	–	–	133,604	142,288	151,537
Infrastructure - Other	62,417	–	–	–	–	–	–	–	62,417	66,473	70,793
Infrastructure	1,080,195	–	–	–	–	–	–	–	1,080,195	1,140,327	1,214,446
Community	84,405	–	–	–	–	–	–	–	84,405	89,888	95,728
Heritage assets	13,535	–	–	–	–	–	–	–	13,535	14,414	15,351
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	2,624,767	–	–	–	–	–	(0)	(0)	2,624,767	2,817,464	3,089,760
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	6,121,343	–	–	–	–	–	(0)	(0)	6,121,343	6,552,825	7,151,939
Renewal of Existing Assets as % of total capex	*48.6%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*49.3%*	*48.7%*	*51.3%*
Renewal of Existing Assets as % of deprecn"	*136.3%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*140.9%*	*107.8%*	*110.2%*
R&M as a % of PPE	*9.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*9.0%*	*9.0%*	*9.2%*
Renewal and R&M as a % of PPE	*16.5%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*16.7%*	*14.9%*	*15.5%*

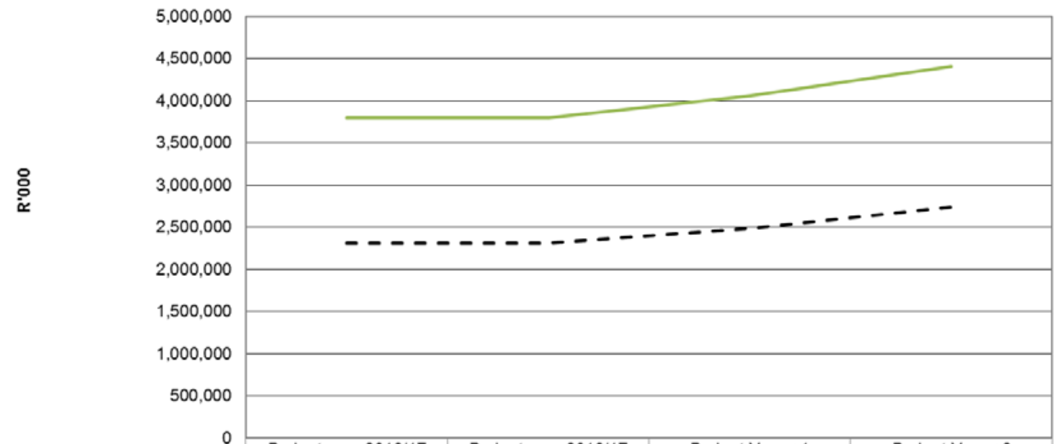
Explanatory notes to Table B9 – Asset Management

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.

3. The budgeted depreciation used is calculated on a cost centre level and not per asset type as the detail of asset types is not known at the time of calculation.

4. The following graph provides an analysis between depreciation and operational repairs and maintenance over the MTREF. It highlights the City's strategy to address the maintenance backlog.



	Budget year 2016/17 Original Budget	Budget year 2016/17 Adjusted Budget	Budget Year +1 2017/18	Budget Year +2 2018/19
Depreciation & asset impairment	2,318,441	2,318,441	2,490,732	2,736,654
Repairs and Maintenance by asset class	3,802,902	3,802,902	4,062,093	4,415,285

Figure 3 Depreciation in relation to Repairs & Maintenance over the MTREF

Table 12 MBRR Table B10 - Basic Service Delivery Measurement

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year	Unfore. Unavoid.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Household service targets											
Water:											
Piped water inside dwelling	988,643	–	–	–	–	–	–	–	988,643	998,693	1,008,298
Piped water inside yard (but not in dwelling)	–	–	–	–	–	–	–	–	–	–	–
Using public tap (at least min.service level)	158,433	–	–	–	–	–	–	–	158,433	160,044	161,583
Other water supply (at least min.service level)	–	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	1,147,076	–	–	–	–	–	–	–	1,147,076	1,158,737	1,169,881
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	1,147,076	–	–	–	–	–	–	–	1,147,076	1,158,737	1,169,881
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	1,070,076	–	–	–	–	–	–	–	1,070,076	1,085,737	1,099,881
Flush toilet (with septic tank)	–	–	–	–	–	–	–	–	–	–	–
Chemical toilet	23,964	–	–	–	–	–	–	–	23,964	23,964	23,964
Pit toilet (ventilated)	65	–	–	–	–	–	–	–	65	65	65
Other toilet provisions (> min.service level)	52,754	–	–	–	–	–	–	–	52,754	48,971	45,971
Minimum Service Level and Above sub-total	1,146,859	–	–	–	–	–	–	–	1,146,859	1,158,737	1,169,881
Bucket toilet	217	–	–	–	–	–	–	–	217	–	–
Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
No toilet provisions	–	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	217	–	–	–	–	–	–	–	217	–	–
Total number of households	1,147,076	–	–	–	–	–	–	–	1,147,076	1,158,737	1,169,881
Energy:											
Electricity (at least min. service level)	854,902	–	–	–	–	–	–	–	854,902	856,402	857,902
Electricity - prepaid (> min.service level)	–	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	854,902	–	–	–	–	–	–	–	854,902	856,402	857,902
Electricity (< min.service level)	30,841	–	–	–	–	–	–	–	30,841	29,341	27,841
Electricity - prepaid (< min. service level)	–	–	–	–	–	–	–	–	–	–	–
Other energy sources	–	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	30,841	–	–	–	–	–	–	–	30,841	29,341	27,841
Total number of households	885,743	–	–	–	–	–	–	–	885,743	885,743	885,743
Refuse:											
Removed at least once a week (min.service)	975,507	–	–	–	–	–	–	–	975,507	995017	1014917
Minimum Service Level and Above sub-total	975,507	–	–	–	–	–	–	–	975,507	995,017	1,014,917
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	975,507	–	–	–	–	–	–	–	975,507	995,017	1,014,917

Table continues on next page.

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year	Unfore. Unavoid.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Households receiving Free Basic Service											
Water (6 kilolitres per household per month)	222,098	–	–	–	–	–	–	–	222,098	222,098	222,098
Sanitation (free minimum level service)	222,098	–	–	–	–	–	–	–	222,098	222,098	222,098
Electricity/other energy (50kwh per household per month)	231,645	–	–	–	–	–	–	–	231,645	232,545	233,445
Refuse (removed at least once a week)	302,957	–	–	–	–	–	–	–	302,957	310,534	318,278
Cost of Free Basic Services provided - Formal Settlements (R'000)											
Water (6 kilolitres per indigent household per month)	212,041	–	–	–	–	–	–	–	212,041	235,366	261,256
Sanitation (free sanitation service to indigent households)	143,728	–	–	–	–	–	–	–	143,728	159,538	177,087
Electricity/other energy (50kwh per indigent household per month)	189,657	–	–	–	–	–	–	–	189,657	203,998	219,436
Refuse (removed once a week for indigent households)	235,401	–	–	–	–	–	–	–	235,401	248,348	262,007
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	671,529	–	–	–	–	–	–	–	671,529	737,533	802,443
Total cost of FBS provided	1,452,356	–	–	–	–	–	–	–	1,452,356	1,584,783	1,722,229
Highest level of free service provided											
Property rates (R'000 value threshold)	–	–	–	–	–	–	–	–	–	–	–
Water (kilolitres per household per month)	6	–	–	–	–	–	–	–	6	6	6
Sanitation (kilolitres per household per month)	4.2	–	–	–	–	–	–	–	4	4	4
Sanitation (Rand per household per month)	102	–	–	–	–	–	–	–	102	107	119
Electricity (kw per household per month)	60	–	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	–	–	–	–	–	–	–	240	240	240
Revenue cost of subsidised services provided (R'000)											
Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	76,186	–	–	–	–	–	–	–	76,186	80,986	85,910
Property rates exemptions, reductions and rebates and impermissable values in excess of section 17 of MPRA)	1,247,403	–	–	–	–	–	–	–	1,247,403	1,325,989	1,406,609
Water (in excess of 6 kilolitres per indigent household per month)	159,031	–	–	–	–	–	–	–	159,031	176,524	195,942
Sanitation (in excess of free sanitation service to indigent househol	107,796	–	–	–	–	–	–	–	107,796	119,653	132,815
Electricity/other energy (in excess of 50 kwh per indigent household p	–	–	–	–	–	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates	22,955	–	–	–	–	–	–	–	22,955	24,218	25,550
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	1,613,371	–	–	–	–	–	–	–	1,613,371	1,727,371	1,846,826

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

Water & Sanitation

- 6 kℓ of water per month per household, free of charge.
- 4,2 kℓ of sanitation per month per household, free of charge.
- Additional free allocation to indigent customers of 4,5 kℓ of water and 3,15 kℓ of sanitation charges for all properties valued at R400 000 or less.

Electricity

Each household with a property value of less than R1 million and a prepaid meter receives a monthly 60 kWh free electricity if they normally buy less than 250 kWh per month; or 25 kWh free electricity if they normally buy between 250 and 450 kWh per month.

Solid Waste

Waste removal – Consumers whose properties are valued below R400 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.

- **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 are as follows:
   a. Water services – 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). Backlogs reflected in the 2012/13 and 2013/14 financial years were based on the City's standards and not National standards.
   b. Sanitation services – 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. The bucket toilet value of 217 households reflected in the 'below minimum standards' category in the 2016/17 financial year is not seen as a backlog as these households using the bucket system do so despite being offered and encouraged to use alternative sanitation services which are available and accessible. It was planned to remove the remaining bucket systems in 2015/16, however it did not realise due to various challenges which included community resistance. Certain of the bucket toilets could be removed, bringing the amount down from 377 to 217 households. Initiatives to remove the remaining ones are ongoing.
   c. Electricity services – The electrification strategy is to reduce the backlog by 1 500 annually. The electricity backlog is expected to reduce from 32 341 households in 2015/16 to 30 841 households in 2016/17.
   d. Refuse services – This service does not have any backlogs.

3. The categories for the '*Cost of free basic services provided – Informal Formal Settlements (R'000)*' and the '*Revenue cost of free subsidised services provided (R'000)*' in Table B10 were amended to mirror the information in the approved Table A10, which formed part of the 2016/17 budget document submitted to Council in May 2016.

5. Adjustments to budget assumptions

The budget assumptions underpinning the 2016/17 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 **3** on page 8.

c. Adjustments related to allocations and grants to the municipality

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

7. Adjustments to transfers and grants made by the City

No adjustments were made.

8. Adjustments to service delivery and budget implementation plan

No adjustments to be made.

9. Adjustments to capital expenditure

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

PART 2 - ADJUSTMENTS BUDGET: CONSOLIDATED TABLES

The consolidated tables of the City and its entity, Cape Town International Convention Centre (CTICC), are presented on page 29 to page 39.

Table 13 MBRR Table B1 Consolidated Adjustments Budget – Statement Summary

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Financial Performance											
Property rates	6,959,000	–	–	–	–	–	0	0	6,959,000	7,419,428	7,964,159
Service charges	18,353,075	–	–	–	–	–	0	0	18,353,075	20,727,369	23,522,288
Investment revenue	610,778	–	–	–	–	–	0	0	610,778	634,982	683,420
Transfers recognised - operational	3,802,940	–	–	–	–	–	407,872	407,872	4,210,812	4,004,790	4,270,147
Other own revenue	4,707,287	–	–	–	–	–	–	–	4,707,287	5,020,512	5,365,550
Total Revenue (excluding capital transfers and contributions)	34,433,079	–	–	–	–	–	407,872	407,872	34,840,951	37,807,081	41,805,564
Employee costs	10,670,840	–	–	–	–	–	6,643	6,643	10,677,483	11,668,731	12,776,794
Remuneration of councillors	152,117	–	–	–	–	–	–	–	152,117	162,269	172,816
Depreciation & asset impairment	2,347,797	–	–	–	–	–	–	–	2,347,797	2,544,298	2,794,100
Finance charges	895,848	–	–	–	–	–	–	–	895,848	980,683	1,187,667
Materials and bulk purchases	8,853,353	–	–	–	–	–	89,889	89,889	8,943,242	10,065,952	11,611,178
Transfers and grants	174,833	–	–	–	–	–	–	–	174,833	158,276	140,515
Other expenditure	11,701,644	–	–	–	–	–	319,616	319,616	12,021,259	12,408,481	13,294,982
Total Expenditure	34,796,431	–	–	–	–	–	416,148	416,148	35,212,579	37,988,691	41,978,053
Surplus/(Deficit)	(363,351)	–	–	–	–	–	(8,277)	(8,277)	(371,628)	(181,610)	(172,490)
Transfers recognised - capital	2,177,040	–	–	–	–	–	9,437	9,437	2,186,477	2,163,032	2,347,076
Contributions recognised - capital & contributed assets	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Surplus/(Deficit) after capital transfers & contributions	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,287
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,287
Capital expenditure & funds sources											
Capital expenditure	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157
Transfers recognised - capital	2,177,040	–	9,437	–	–	–	–	9,437	2,186,477	2,163,032	2,347,076
Public contributions & donations	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Borrowing	2,988,696	–	76,645	–	–	–	–	76,645	3,065,341	2,376,700	2,660,838
Internally generated funds	1,520,720	–	44,386	–	–	–	–	44,386	1,565,106	932,569	831,543
Total sources of capital funds	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157
Financial position											
Total current assets	9,408,864	–	–	–	–	–	2,205,599	2,205,599	11,614,463	11,984,101	12,926,736
Total non current assets	46,715,476	–	–	–	–	–	150,162	150,162	46,865,639	49,816,663	52,896,019
Total current liabilities	8,592,590	–	–	–	–	–	2,348,810	2,348,810	10,941,400	10,942,157	11,045,070
Total non current liabilities	14,385,943	–	–	–	–	–	5,791	5,791	14,391,734	15,646,918	17,304,759
Community wealth/Equity	33,145,806	–	–	–	–	–	1,161	1,161	33,146,967	35,211,689	37,472,926
Cash flows	–	–	–	–	–	–	–	–	–	–	–
Net cash from (used) operating	4,180,508	–	–	–	–	–	(406,711)	(406,711)	3,773,797	4,563,408	5,040,300
Net cash from (used) investing	(6,130,361)	–	–	–	–	–	(117,421)	(117,421)	(6,247,781)	(5,170,637)	(5,529,786)
Net cash from (used) financing	2,375,150	–	–	–	–	–	–	–	2,375,150	1,063,044	1,482,567
Cash/cash equivalents at the year end	1,772,659	–	–	–	–	–	1,610,417	1,610,417	3,383,077	3,838,891	4,831,973
Cash backing/surplus reconciliation											
Cash and investments available	6,608,524	–	–	–	–	–	2,231,817	2,231,817	8,840,341	9,296,155	10,289,236
Application of cash and investments	4,805,490	–	–	–	–	–	2,433,709	2,433,709	7,239,198	7,598,238	7,663,644
Balance - surplus (shortfall)	1,803,034	–	–	–	–	–	(201,892)	(201,892)	1,601,142	1,697,917	2,625,592
Asset Management											
Asset register summary (WDV)	42,303,219	–	–	–	–	–	123,944	123,944	42,427,163	45,176,368	48,029,044
Depreciation & asset impairment	2,347,797	–	–	–	–	–	–	–	2,347,797	2,544,298	2,794,100
Renewal of Existing Assets	3,175,327	–	90,275	–	–	–	17,251	107,526	3,282,852	2,700,526	3,032,875
Repairs and Maintenance	3,812,039	–	–	–	–	–	(0)	(0)	3,812,039	4,074,438	4,428,433
Free services											
Cost of Free Basic Services provided	1,452,356	–	–	–	–	–	–	–	1,452,356	847,250	919,786
Revenue cost of free services provided	1,613,371	–	–	–	–	–	–	–	1,613,371	1,727,371	1,846,826
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	0	–	–	–	–	–	–	–	0	–	–
Energy:	31	–	–	–	–	–	–	–	31	29	28
Refuse:	–	–	–	–	–	–	–	–	–	–	–

Table 14 MBRR Table B2 Consolidated Adjustments Budget - Financial Performance (standard classification)

Standard Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue - Standard											
Governance and administration	12,567,409	–	–	–	–	–	(147)	(147)	12,567,261	13,469,725	14,514,066
Executive and council	314,012	–	–	–	–	–	(147)	(147)	313,865	333,315	347,156
Budget and treasury office	11,971,769	–	–	–	–	–	0	0	11,971,769	12,886,490	13,904,815
Corporate services	281,628	–	–	–	–	–	–	–	281,628	249,920	262,095
Community and public safety	3,315,492	–	–	–	–	–	415,674	415,674	3,731,166	3,338,507	3,338,258
Community and social services	96,804	–	–	–	–	–	–	–	96,804	109,450	85,477
Sport and recreation	123,770	–	–	–	–	–	–	–	123,770	128,178	54,182
Public safety	1,194,620	–	–	–	–	–	–	–	1,194,620	1,208,759	1,245,207
Housing	1,605,746	–	–	–	–	–	415,674	415,674	2,021,420	1,554,889	1,593,234
Health	294,552	–	–	–	–	–	–	–	294,552	337,231	360,158
Economic and environmental services	1,904,756	–	–	–	–	–	1,505	1,505	1,906,261	1,780,092	1,996,865
Planning and development	305,929	–	–	–	–	–	–	–	305,929	310,821	383,345
Road transport	1,592,599	–	–	–	–	–	854	854	1,593,453	1,467,377	1,611,522
Environmental protection	6,227	–	–	–	–	–	651	651	6,878	1,894	1,998
Trading services	18,675,252	–	–	–	–	–	0	0	18,675,252	21,155,038	24,030,470
Electricity	12,089,547	–	–	–	–	–	–	–	12,089,547	13,837,196	15,935,844
Water	3,258,167	–	–	–	–	–	0	0	3,258,167	3,649,430	4,103,293
Waste water management	2,079,484	–	–	–	–	–	(0)	(0)	2,079,484	2,318,173	2,536,375
Waste management	1,248,054	–	–	–	–	–	–	–	1,248,054	1,350,239	1,454,958
Other	235,011	–	–	–	–	–	277	277	235,288	310,651	359,680
Total Revenue - Standard	36,697,919	–	–	–	–	–	417,309	417,309	37,115,228	40,054,013	44,239,340
Expenditure - Standard											
Governance and administration	6,359,899	–	–	–	–	–	283	283	6,360,182	6,830,466	7,378,414
Executive and council	1,119,343	–	–	–	–	–	(36,809)	(36,809)	1,082,533	1,102,319	1,190,907
Budget and treasury office	2,816,141	–	–	–	–	–	–	–	2,816,141	3,070,940	3,339,208
Corporate services	2,424,415	–	–	–	–	–	37,092	37,092	2,461,507	2,657,207	2,848,299
Community and public safety	7,662,160	–	–	–	–	–	414,944	414,944	8,077,104	8,107,381	8,689,428
Community and social services	651,428	–	–	–	–	–	–	–	651,428	739,313	797,013
Sport and recreation	1,543,845	–	–	–	–	–	–	–	1,543,845	1,647,869	1,770,733
Public safety	2,729,102	–	–	–	–	–	(0)	(0)	2,729,102	2,893,026	3,118,249
Housing	1,786,141	–	–	–	–	–	414,944	414,944	2,201,085	1,787,081	1,869,438
Health	951,643	–	–	–	–	–	–	–	951,643	1,040,091	1,133,996
Economic and environmental services	3,829,922	–	–	–	–	–	645	645	3,830,567	4,203,771	4,534,322
Planning and development	879,635	–	–	–	–	–	–	–	879,635	1,055,622	1,127,422
Road transport	2,831,720	–	–	–	–	–	(6)	(6)	2,831,714	3,039,634	3,289,768
Environmental protection	118,568	–	–	–	–	–	651	651	119,218	108,516	117,132
Trading services	16,628,216	–	–	–	–	–	–	–	16,628,216	18,447,370	20,944,821
Electricity	10,022,681	–	–	–	–	–	–	–	10,022,681	11,321,257	13,143,452
Water	2,782,122	–	–	–	–	–	–	–	2,782,122	3,114,653	3,475,374
Waste water management	1,628,232	–	–	–	–	–	–	–	1,628,232	1,665,673	1,787,897
Waste management	2,195,181	–	–	–	–	–	–	–	2,195,181	2,345,787	2,538,098
Other	316,234	–	–	–	–	–	277	277	316,511	399,703	431,118
Total Expenditure - Standard	34,796,431	–	–	–	–	–	416,148	416,148	35,212,579	37,988,691	41,978,103
Surplus/ (Deficit) for the year	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,237

Table 15 Table B3 Consolidated Adjustments Budget - Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue by Vote											
Vote 1 - City Health	570,674	–	–	–	–	–	–	–	570,674	634,714	668,452
Vote 2 - City Manager	51	–	–	–	–	–	283	283	333	53	56
Vote 3 - Community Services	201,433	–	–	–	–	–	–	–	201,433	217,434	118,354
Vote 4 - Corporate Services & Compliance	77,336	–	–	–	–	–	–	–	77,336	80,844	85,860
Vote 5 - Energy, Environmental & Spatial Planning	139,984	–	–	–	–	–	651	651	140,635	131,495	194,156
Vote 6 - Finance	1,136,601	–	–	–	–	–	0	0	1,136,601	1,141,239	1,208,062
Vote 7 - Human Settlements	1,605,739	–	–	–	–	–	415,674	415,674	2,021,414	1,554,882	1,593,226
Vote 8 - Rates & Other	11,207,217	–	–	–	–	–	0	0	11,207,217	12,091,251	13,059,582
Vote 9 - Safety & Security	1,196,990	–	–	–	–	–	–	–	1,196,990	1,213,341	1,254,379
Vote 10 - Social Dev & Early Childhood Development	533	–	–	–	–	–	–	–	533	140	148
Vote 11 - Tourism, Events & Economic Development	27,613	–	–	–	–	–	277	277	27,890	29,047	30,576
Vote 12 - Transport for Cape Town	1,602,394	–	–	–	–	–	424	424	1,602,817	1,474,883	1,617,374
Vote 13 - Utility Services	18,698,420	–	–	–	–	–	0	0	18,698,420	21,176,144	24,051,584
Vote 14 - Municipal Entity - CTICC	232,935	–	–	–	–	–	–	–	232,935	308,546	357,528
Total Revenue by Vote	36,697,919	–	–	–	–	–	417,309	417,309	37,115,228	40,054,013	44,239,340
Expenditure by Vote											
Vote 1 - City Health	1,050,049	–	–	–	–	–	–	–	1,050,049	1,135,365	1,232,344
Vote 2 - City Manager	229,281	–	–	–	–	–	283	283	229,564	242,472	258,749
Vote 3 - Community Services	1,826,771	–	–	–	–	–	–	–	1,826,771	1,994,206	2,156,857
Vote 4 - Corporate Services & Compliance	2,563,425	–	–	–	–	–	–	–	2,563,425	2,745,030	2,945,749
Vote 5 - Energy, Environmental & Spatial Planning	609,264	–	–	–	–	–	651	651	609,915	632,551	680,210
Vote 6 - Finance	2,234,102	–	–	–	–	–	–	–	2,234,102	2,428,969	2,718,797
Vote 7 - Human Settlements	1,748,780	–	–	–	–	–	414,944	414,944	2,163,724	1,746,491	1,825,540
Vote 8 - Rates & Other	1,076,794	–	–	–	–	–	–	–	1,076,794	1,189,136	1,203,567
Vote 9 - Safety & Security	2,833,419	–	–	–	–	–	(0)	(0)	2,833,419	3,000,162	3,235,658
Vote 10 - Social Dev & Early Childhood Development	206,578	–	–	–	–	–	–	–	206,578	310,349	330,747
Vote 11 - Tourism, Events & Economic Development	570,071	–	–	–	–	–	277	277	570,348	607,625	649,199
Vote 12 - Transport for Cape Town	2,932,751	–	–	–	–	–	(6)	(6)	2,932,745	3,133,055	3,385,586
Vote 13 - Utility Services	16,664,171	–	–	–	–	–	–	–	16,664,171	18,493,029	20,997,700
Vote 14 - Municipal Entity - CTICC	250,974	–	–	–	–	–	–	–	250,974	330,249	357,400
Total Expenditure by Vote	34,796,431	–	–	–	–	–	416,148	416,148	35,212,579	37,988,691	41,978,103
Surplus/ (Deficit) for the year	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,237

Table 16 Table B4 Consolidated Adjustments Budget - Financial Performance (revenue and expenditure)

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Revenue By Source											
Property rates	6,959,000	–	–	–	–	–	0	0	6,959,000	7,419,428	7,964,159
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	11,807,918	–	–	–	–	–	–	–	11,807,918	13,541,320	15,626,682
Service charges - water revenue	3,066,664	–	–	–	–	–	0	0	3,066,664	3,401,214	3,772,397
Service charges - sanitation revenue	1,628,277	–	–	–	–	–	(0)	(0)	1,628,277	1,807,387	2,006,200
Service charges - refuse revenue	1,232,929	–	–	–	–	–	–	–	1,232,929	1,334,930	1,439,455
Service charges - other	617,287	–	–	–	–	–	–	–	617,287	642,519	677,554
Rental of facilities and equipment	487,985	–	–	–	–	–	–	–	487,985	549,086	594,555
Interest earned - external investments	610,778	–	–	–	–	–	0	0	610,778	634,982	683,420
Interest earned - outstanding debtors	284,710	–	–	–	–	–	–	–	284,710	284,710	284,710
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines	1,055,743	–	–	–	–	–	–	–	1,055,743	1,116,025	1,177,406
Licences and permits	27,893	–	–	–	–	–	–	–	27,893	29,427	31,046
Agency services	153,993	–	–	–	–	–	–	–	153,993	153,993	153,993
Transfers recognised - operating	3,802,940	–	–	–	–	–	407,872	407,872	4,210,812	4,004,790	4,270,147
Other revenue	2,617,462	–	–	–	–	–	–	–	2,617,462	2,837,771	3,074,340
Gains on disposal of PPE	79,500	–	–	–	–	–	–	–	79,500	49,500	49,500
Total Revenue (excluding capital transfers and contributions)	34,433,079	–	–	–	–	–	407,872	407,872	34,840,951	37,807,081	41,805,564
Expenditure By Type											
Employee related costs	10,670,840	–	–	–	–	–	6,643	6,643	10,677,483	11,668,731	12,776,794
Remuneration of councillors	152,117	–	–	–	–	–	–	–	152,117	162,269	172,816
Debt impairment	2,003,203	–	–	–	–	–	(0)	(0)	2,003,203	2,122,045	2,288,249
Depreciation & asset impairment	2,347,797	–	–	–	–	–	–	–	2,347,797	2,544,298	2,794,100
Finance charges	895,848	–	–	–	–	–	–	–	895,848	980,683	1,187,667
Bulk purchases	8,515,180	–	–	–	–	–	–	–	8,515,180	9,695,726	11,163,001
Other materials	338,172	–	–	–	–	–	89,889	89,889	428,061	370,225	448,177
Contracted services	4,396,163	–	–	–	–	–	319,476	319,476	4,715,639	4,892,018	5,133,342
Transfers and grants	174,833	–	–	–	–	–	–	–	174,833	158,276	140,515
Other expenditure	5,302,278	–	–	–	–	–	140	140	5,302,418	5,394,419	5,873,391
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure	34,796,431	–	–	–	–	–	416,148	416,148	35,212,579	37,988,691	41,978,053
Surplus/(Deficit)	(363,351)	–	–	–	–	–	(8,277)	(8,277)	(371,628)	(181,610)	(172,490)
Transfers recognised - capital	2,177,040	–	–	–	–	–	9,437	9,437	2,186,477	2,163,032	2,347,076
Contributions recognised - capital	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Contributed assets	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,287
Taxation	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	1,901,489	–	–	–	–	–	1,160	1,160	1,902,649	2,065,322	2,261,287
Attributable to minorities	5,314	–	–	–	–	–	–	–	5,314	6,352	(38)
Surplus/(Deficit) attributable to municipality	1,906,803	–	–	–	–	–	1,160	1,160	1,907,963	2,071,675	2,261,249
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1,906,803	–	–	–	–	–	1,160	1,160	1,907,963	2,071,675	2,261,249

Table 17 Table B5 Consolidated Adjustments Capital Expenditure - Budget by vote and funding

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Capital expenditure - Vote											
Multi-year expenditure to be adjusted											
Vote 1 - City Health	37,520	–	1,938	–	–	–	–	1,938	39,458	41,196	43,996
Vote 2 - City Manager	17,946	–	15	–	–	–	–	15	17,962	934	934
Vote 3 - Community Services	186,340	–	3,305	–	–	–	–	3,305	189,644	164,699	60,282
Vote 4 - Corporate Services & Compliance	386,908	–	12,607	–	–	–	–	12,607	399,515	411,505	387,354
Vote 5 - Energy, Environmental & Spatial Planning	61,359	–	271	–	–	–	–	271	61,630	47,250	106,117
Vote 6 - Finance	148,866	–	1,005	–	–	–	–	1,005	149,871	8,681	8,681
Vote 7 - Human Settlements	499,542	–	28,314	–	–	–	–	28,314	527,855	440,435	462,472
Vote 8 - Rates & Other	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Safety & Security	132,043	–	12	–	–	–	–	12	132,056	59,127	35,127
Vote 10 - Social Dev & Early Childhood Development	17,460	–	–	–	–	–	–	–	17,460	10,860	10,860
Vote 11 - Tourism, Events & Economic Development	42,150	–	92	–	–	–	–	92	42,242	33,800	34,130
Vote 12 - Transport for Cape Town	1,442,311	–	63,154	–	–	–	–	63,154	1,505,466	1,304,580	1,414,990
Vote 13 - Utility Services	3,528,831	–	19,755	–	–	–	–	19,755	3,548,586	2,992,656	3,318,561
Vote 14 - Municipal Entity - CTICC	272,980	–	–	–	–	–	–	–	272,980	40,476	42,652
Capital multi-year expenditure sub-total	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157
Total Capital Expenditure - Vote	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157
Capital Expenditure - Standard											
Governance and administration	532,617	–	13,704	–	–	–	(14)	13,690	546,307	440,963	416,812
Executive and council	–	–	1,909	–	–	–	(14)	1,895	1,895	51,275	51,280
Budget and treasury office	15,997	–	137	–	–	–	–	137	16,135	8,432	8,417
Corporate services	516,620	–	11,657	–	–	–	–	11,657	528,277	381,256	357,115
Community and public safety	936,453	–	33,556	–	–	–	14	33,570	970,023	794,936	690,655
Community and social services	69,742	–	209	–	–	–	–	209	69,951	75,542	47,859
Sport and recreation	148,513	–	3,096	–	–	–	14	3,110	151,622	118,611	41,877
Public safety	185,098	–	–	–	–	–	–	–	185,098	120,481	95,581
Housing	499,611	–	28,314	–	–	–	–	28,314	527,924	440,504	462,541
Health	33,490	–	1,938	–	–	–	–	1,938	35,428	39,796	42,796
Economic and environmental services	1,534,557	–	63,453	–	–	–	–	63,453	1,598,010	1,358,209	1,527,616
Planning and development	70,524	–	286	–	–	–	–	286	70,810	33,824	96,050
Road transport	1,448,117	–	63,167	–	–	–	–	63,167	1,511,284	1,313,221	1,423,631
Environmental protection	15,916	–	–	–	–	–	–	–	15,916	11,165	7,935
Trading services	3,458,301	–	19,755	–	–	–	–	19,755	3,478,056	2,921,616	3,248,421
Electricity	1,536,812	–	4,700	–	–	–	–	4,700	1,541,511	1,056,938	1,152,499
Water	883,225	–	–	–	–	–	–	–	883,225	736,182	857,848
Waste water management	800,774	–	10,153	–	–	–	–	10,153	810,927	819,139	909,485
Waste management	237,491	–	4,903	–	–	–	–	4,903	242,393	309,356	328,589
Other	272,980	–	–	–	–	–	–	–	272,980	40,476	42,652
Total Capital Expenditure - Standard	6,734,908	–	130,468	–	–	–	–	130,468	6,865,375	5,556,200	5,926,157
Funded by:											
National Government	2,079,122	–	–	–	–	–	–	–	2,079,122	2,021,143	2,196,200
Provincial Government	97,918	–	9,437	–	–	–	–	9,437	107,356	141,889	150,876
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	–	–	–	–	–	–	–	–	–	–	–
Total Capital transfers recognised	2,177,040	–	9,437	–	–	–	–	9,437	2,186,477	2,163,032	2,347,076
Public contributions & donations	87,800	–	–	–	–	–	–	–	87,800	83,900	86,700
Borrowing	2,988,696	–	76,645	–	–	–	–	76,645	3,065,341	2,376,700	2,660,838
Internally generated funds	1,520,720	–	44,386	–	–	–	–	44,386	1,565,106	932,569	831,543
Total Capital Funding	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157

Table 18 Table B6 Consolidated Adjustments Budget Statement – Financial Position

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
ASSETS											
Current assets											
Cash	103,411	–	–	–	–	–	–	–	103,411	103,918	146,904
Call investment deposits	3,139,932	–	–	–	–	–	2,205,599	2,205,599	5,345,531	5,581,931	6,287,319
Consumer debtors	4,903,207	–	–	–	–	–	–	–	4,903,207	4,864,207	4,864,207
Other debtors	898,987	–	–	–	–	–	–	–	898,987	1,034,788	1,190,087
Current portion of long-term receivables	21,871	–	–	–	–	–	–	–	21,871	22,965	24,113
Inventory	341,456	–	–	–	–	–	–	–	341,456	376,291	414,106
Total current assets	9,408,864	–	–	–	–	–	2,205,599	2,205,599	11,614,463	11,984,101	12,926,736
Non current assets											
Long-term receivables	67,985	–	–	–	–	–	–	–	67,985	64,586	61,352
Investments	3,365,180	–	–	–	–	–	26,218	26,218	3,391,398	3,610,306	3,855,014
Investment property	589,382	–	–	–	–	–	–	–	589,382	589,382	589,382
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	41,975,484	–	–	–	–	–	123,944	123,944	42,099,429	44,834,945	47,672,827
Agricultural	–	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	708,383	–	–	–	–	–	–	–	708,383	708,383	708,383
Other non-current assets	9,062	–	–	–	–	–	–	–	9,062	9,062	9,062
Total non current assets	46,715,476	–	–	–	–	–	150,162	150,162	46,865,639	49,816,663	52,896,019
TOTAL ASSETS	56,124,340	–	–	–	–	–	2,355,761	2,355,761	58,480,101	61,800,764	65,822,755
LIABILITIES	–	–	–	–	–	–	–	–	–	–	–
Current liabilities	–	–	–	–	–	–	–	–	–	–	–
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	501,208	–	–	–	–	–	–	–	501,208	530,326	649,886
Consumer deposits	368,645	–	–	–	–	–	–	–	368,645	416,056	461,073
Trade and other payables	6,627,029	–	–	–	–	–	2,348,810	2,348,810	8,975,838	8,823,312	8,679,515
Provisions	1,095,708	–	–	–	–	–	–	–	1,095,708	1,172,463	1,254,596
Total current liabilities	8,592,590	–	–	–	–	–	2,348,810	2,348,810	10,941,400	10,942,157	11,045,070
Non current liabilities											
Borrowing	8,114,854	–	–	–	–	–	–	–	8,114,854	9,131,525	10,504,716
Provisions	6,271,089	–	–	–	–	–	5,791	5,791	6,276,880	6,515,393	6,800,044
Total non current liabilities	14,385,943	–	–	–	–	–	5,791	5,791	14,391,734	15,646,918	17,304,759
TOTAL LIABILITIES	22,978,533	–	–	–	–	–	2,354,601	2,354,601	25,333,134	26,589,075	28,349,829
NET ASSETS	33,145,807	–	–	–	–	–	1,160	1,160	33,146,967	35,211,689	37,472,926
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)	31,362,348	–	–	–	–	–	53,721	53,721	31,416,069	33,711,654	36,060,494
Reserves	1,470,363	–	–	–	–	–	(52,560)	(52,560)	1,417,803	1,193,292	1,105,652
Minorities' interests	313,095	–	–	–	–	–	–	–	313,095	306,743	306,781
TOTAL COMMUNITY WEALTH/EQUITY	33,145,806	–	–	–	–	–	1,161	1,161	33,146,967	35,211,689	37,472,926

Table 19 Table B7 Consolidated Adjustments Budget Statement – Cash Flow

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates, penalties & collection charges	6,864,644	–	–	–	–	–	–	–	6,864,644	7,607,613	8,178,355
Service charges	16,910,000	–	–	–	–	–	–	–	16,910,000	19,259,891	21,936,793
Other revenue	3,422,844	–	–	–	–	–	–	–	3,422,844	3,424,013	3,664,966
Government - operating	3,802,940	–	–	–	–	–	–	–	3,802,940	4,004,790	4,270,147
Government - capital	2,264,840	–	–	–	–	–	9,437	9,437	2,274,277	2,246,932	2,433,776
Interest	610,778	–	–	–	–	–	–	–	610,778	634,982	683,420
Dividends	–	–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees	(28,762,136)	–	–	–	–	–	(416,148)	(416,148)	(29,178,284)	(31,547,562)	(34,882,773)
Finance charges	(818,248)	–	–	–	–	–	–	–	(818,248)	(934,063)	(1,103,868)
Transfers and Grants	(115,154)	–	–	–	–	–	–	–	(115,154)	(133,190)	(140,515)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4,180,508	–	–	–	–	–	(406,711)	(406,711)	3,773,797	4,563,408	5,040,300
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE	79,500	–	–	–	–	–	–	–	79,500	49,500	49,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	3,578	–	–	–	–	–	–	–	3,578	3,399	3,229
Decrease (increase) in non-current investments	(89,310)	–	–	–	–	–	–	–	(89,310)	(218,908)	(244,708)
Payments											
Capital assets	(6,124,129)	–	–	–	–	–	(117,421)	(117,421)	(6,241,549)	(5,004,628)	(5,337,807)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(6,130,361)	–	–	–	–	–	(117,421)	(117,421)	(6,247,781)	(5,170,637)	(5,529,786)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2,840,001	–	–	–	–	–	–	–	2,840,001	1,500,000	2,000,000
Increase (decrease) in consumer deposits	29,948	–	–	–	–	–	–	–	29,948	32,943	36,238
Payments											
Repayment of borrowing	(494,800)	–	–	–	–	–	–	–	(494,800)	(469,899)	(553,671)
NET CASH FROM/(USED) FINANCING ACTIVITIES	2,375,150	–	–	–	–	–	–	–	2,375,150	1,063,044	1,482,567
NET INCREASE/ (DECREASE) IN CASH HELD	425,298	–	–	–	–	–	(524,132)	(524,132)	(98,834)	455,815	993,081
Cash/cash equivalents at the year begin:	1,347,362	–	–	–	–	–	2,134,549	2,134,549	3,481,911	3,383,077	3,838,891
Cash/cash equivalents at the year end:	1,772,659	–	–	–	–	–	1,610,417	1,610,417	3,383,077	3,838,891	4,831,973

Table 20 Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Cash and investments available											
Cash/cash equivalents at the year end	1,772,659	–	–	–	–	–	1,610,417	1,610,417	3,383,077	3,838,891	4,831,973
Other current investments > 90 days	1,470,684	–	–	–	–	–	595,182	595,182	2,065,866	1,846,958	1,602,250
Non current assets - Investments	3,365,180	–	–	–	–	–	26,218	26,218	3,391,398	3,610,306	3,855,014
Cash and investments available:	6,608,524	–	–	–	–	–	2,231,817	2,231,817	8,840,341	9,296,155	10,289,236
Applications of cash and investments											
Unspent conditional transfers	1,600,902	–	–	–	–	–	(250,000)	(250,000)	1,350,902	1,477,303	1,618,101
Unspent borrowing	–	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(400,968)	–	–	–	–	–	2,598,810	2,598,810	2,197,841	1,792,030	1,343,713
Other provisions	–	–	–	–	–	–	–	–	–	–	–
Long term investments committed	2,014,640	–	–	–	–	–	37,500	37,500	2,052,139	2,265,047	2,503,755
Reserves to be backed by cash/investments	1,590,916	–	–	–	–	–	47,399	47,399	1,638,316	2,063,857	2,198,075
Total Application of cash and investments:	4,805,490	–	–	–	–	–	2,433,709	2,433,709	7,239,198	7,598,238	7,663,644
Surplus(shortfall)	1,803,034	–	–	–	–	–	(201,892)	(201,892)	1,601,142	1,697,917	2,625,592

Table 21 Table B9 Consolidated Asset Management

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
CAPITAL EXPENDITURE											
Total New Assets to be adjusted	3,598,929	–	40,193	–	–	–	(17,251)	22,942	3,621,871	2,855,675	2,893,282
Infrastructure - Road transport	820,980	–	5,173	–	–	–	–	5,173	826,153	790,714	802,311
Infrastructure - Electricity	636,292	–	3,195	–	–	–	(2,800)	395	636,687	474,241	510,500
Infrastructure - Water	311,421	–	–	–	–	–	–	–	311,421	298,824	387,403
Infrastructure - Sanitation	261,175	–	1,832	–	–	–	–	1,832	263,007	232,845	261,992
Infrastructure - Other	329,567	–	9,919	–	–	–	(15,461)	(5,542)	324,025	282,470	362,273
Infrastructure	2,359,435	–	20,119	–	–	–	(18,261)	1,858	2,361,293	2,079,093	2,324,478
Community	145,542	–	8,207	–	–	–	(350)	7,857	153,399	226,661	177,838
Heritage assets	–	–	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	1,093,952	–	11,867	–	–	–	1,360	13,227	1,107,180	549,920	390,966
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	–	–	–	–	–	–	–	–	–	–	–
Total Renewal of Existing Assets to be adjusted	3,175,327	–	90,275	–	–	–	17,251	107,526	3,282,852	2,700,526	3,032,875
Infrastructure - Road transport	589,080	–	55,847	–	–	–	–	55,847	644,927	499,315	543,537
Infrastructure - Electricity	664,046	–	1,319	–	–	–	2,800	4,119	668,165	538,972	565,149
Infrastructure - Water	286,167	–	100	–	–	–	–	100	286,267	365,562	386,050
Infrastructure - Sanitation	547,702	–	–	–	–	–	–	–	547,702	615,430	790,950
Infrastructure - Other	100,005	–	14	–	–	–	–	14	100,019	88,650	176,150
Infrastructure	2,186,999	–	57,280	–	–	–	2,800	60,080	2,247,079	2,107,930	2,461,835
Community	253,740	–	24,136	–	–	–	–	24,136	277,875	184,717	104,569
Heritage assets	47,208	–	21	–	–	–	–	21	47,229	2,230	2,230
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	682,130	–	8,838	–	–	–	14,451	23,289	705,419	399,399	457,991
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	–	–	–	–	–	–	–	5,250	6,250	6,250
Total Capital Expenditure to be adjusted											
Infrastructure - Road transport	1,410,059	–	61,020	–	–	–	–	61,020	1,471,080	1,290,029	1,345,847
Infrastructure - Electricity	1,300,337	–	4,515	–	–	–	–	4,515	1,304,852	1,013,213	1,075,649
Infrastructure - Water	597,588	–	100	–	–	–	–	100	597,688	664,386	773,453
Infrastructure - Sanitation	808,877	–	1,832	–	–	–	–	1,832	810,708	848,275	1,052,942
Infrastructure - Other	429,572	–	9,933	–	–	–	(15,461)	(5,528)	424,044	371,120	538,423
Infrastructure	4,546,434	–	77,399	–	–	–	(15,461)	61,938	4,608,372	4,187,023	4,786,313
Community	399,282	–	32,342	–	–	–	(350)	31,992	431,274	411,379	282,407
Heritage assets	47,208	–	21	–	–	–	–	21	47,229	2,230	2,230
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	1,776,083	–	20,705	–	–	–	15,811	36,516	1,812,599	949,319	848,957
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	–	–	–	–	–	–	–	5,250	6,250	6,250
TOTAL CAPITAL EXPENDITURE to be adjusted	6,774,256	–	130,468	–	–	–	–	130,468	6,904,724	5,556,200	5,926,157

Table continues on next page

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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)											
Infrastructure - Road transport	9,755,319	–	–	–	–	–	57,969	57,969	9,813,289	10,321,507	10,830,269
Infrastructure - Electricity	6,625,643	–	–	–	–	–	4,670	4,670	6,630,312	7,284,773	7,956,981
Infrastructure - Water	2,571,096	–	–	–	–	–	95	95	2,571,191	2,935,853	3,336,173
Infrastructure - Sanitation	3,203,547	–	–	–	–	–	1,740	1,740	3,205,287	3,775,476	4,523,601
Infrastructure - Other	3,224,499	–	–	–	–	–	21,063	21,063	3,245,562	3,438,895	3,780,019
Infrastructure	25,380,104	–	–	–	–	–	85,537	85,537	25,465,641	27,756,503	30,427,043
Community	5,847,113	–	–	–	–	–	30,298	30,298	5,877,411	5,558,271	5,066,912
Heritage assets	9,062	–	–	–	–	–	–	–	9,062	9,062	9,062
Investment properties	589,382	–	–	–	–	–	–	–	589,382	589,382	589,382
Other assets	9,769,175	–	–	–	–	–	8,110	8,110	9,777,284	10,554,768	11,228,263
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	708,383	–	–	–	–	–	–	–	708,383	708,383	708,383
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	42,303,219	–	–	–	–	–	123,944	123,944	42,427,163	45,176,368	48,029,044
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	2,347,797	–	–	–	–	–	–	–	2,347,797	2,544,298	2,794,100
Repairs and Maintenance by asset class	3,812,039	–	–	–	–	–	(0)	(0)	3,812,039	4,074,438	4,428,433
Infrastructure - Road transport	422,971	–	–	–	–	–	–	–	422,971	450,463	479,743
Infrastructure - Electricity	417,391	–	–	–	–	–	–	–	417,391	434,441	462,679
Infrastructure - Water	43,813	–	–	–	–	–	–	–	43,813	46,662	49,693
Infrastructure - Sanitation	133,604	–	–	–	–	–	–	–	133,604	142,288	151,537
Infrastructure - Other	62,417	–	–	–	–	–	–	–	62,417	66,473	70,793
Infrastructure	1,080,195	–	–	–	–	–	–	–	1,080,195	1,140,327	1,214,446
Community	84,405	–	–	–	–	–	–	–	84,405	89,888	95,728
Heritage assets	13,535	–	–	–	–	–	–	–	13,535	14,414	15,351
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	2,633,904	–	–	–	–	–	(0)	(0)	2,633,904	2,829,810	3,102,907
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	6,159,837	–	–	–	–	–	(0)	(0)	6,159,837	6,618,736	7,222,533
Renewal of Existing Assets as % of total capex	*46.9%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*47.5%*	*48.6%*	*51.2%*
Renewal of Existing Assets as % of deprecn"	*135.2%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*139.8%*	*106.1%*	*108.5%*
R&M as a % of PPE	*9.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*9.0%*	*9.0%*	*9.2%*
Renewal and R&M as a % of PPE	*16.5%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*16.7%*	*15.0%*	*15.5%*

Table 22 Table B10 Consolidated Basic service delivery measurement

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
	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
Household service targets											
Water:											
Piped water inside dwelling	988,643	–	0	0	0	0	0	–	989	998,693	1,008,298
Piped water inside yard (but not in dwelling)	0	0	0	0	0	0	0	–	–	0	0
Using public tap (at least min.service level)	158,433	–	0	0	0	0	0	–	158	160,044	161,583
Other water supply (at least min.service level)	0	0	0	0	0	0	0	–	–	–	–
Minimum Service Level and Above sub-total	1,147	–	–	–	–	–	–	–	1,147	1,159	1,170
Using public tap (< min.service level)	0	0	0	0	0	0	0	–	–	0	0
Other water supply (< min.service level)	0	0	0	0	0	0	0	–	–	0	0
No water supply	0	0	0	0	0	0	0	–	–	0	0
Below Minimum Servic Level sub-total	–	–	–	–	–	–	–	–	–	–	–
Total number of households	1,147	–	–	–	–	–	–	–	1,147	1,159	1,170
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	1,070,076	–	0	0	0	0	0	–	1,070,076	1,085,737	1,099,881
Flush toilet (with septic tank)	0	0	0	0	0	0	0	–	–	0	0
Chemical toilet	23,964	–	0	0	0	0	0	–	23,964	23,964	23,964
Pit toilet (ventilated)	65	0	0	0	0	0	0	–	65	65	65
Other toilet provisions (> min.service level)	52,754	–	0	0	0	0	0	–	52,754	48,971	45,971
Minimum Service Level and Above sub-total	1,146,859	–	–	–	–	–	–	–	1,146,859	1,158,737	1,169,881
Bucket toilet	217	0	0	0	0	0	0	–	217	0	0
Other toilet provisions (< min.service level)	0	0	0	0	0	0	0	–	–	0	0
No toilet provisions	0	0	0	0	0	0	0	–	–	0	0
Below Minimum Servic Level sub-total	217	–	–	–	–	–	–	–	217	–	–
Total number of households	1,147,076	–	–	–	–	–	–	–	1,147,076	1,158,737	1,169,881
Energy:											
Electricity (at least min. service level)	854,902	–	0	0	0	0	0	–	854,902	856,402	857,902
Electricity - prepaid (> min.service level)	0	0	0	0	0	0	0	–	–	0	0
Minimum Service Level and Above sub-total	854,902	–	–	–	–	–	–	–	854,902	856,402	857,902
Electricity (< min.service level)	30,841	–	0	0	0	0	0	–	30,841	29,341	27,841
Electricity - prepaid (< min. service level)	0	0	0	0	0	0	0	–	–	0	0
Other energy sources	0	0	0	0	0	0	0	–	–	0	0
Below Minimum Servic Level sub-total	30,841	–	–	–	–	–	–	–	30,841	29,341	27,841
Total number of households	885,743	–	–	–	–	–	–	–	885,743	885,743	885,743
Refuse:											
Removed at least once a week (min.service)	975,507	–	0	0	0	0	0	–	975,507	995,017	1,014,917
Minimum Service Level and Above sub-total	975,507	–	–	–	–	–	–	–	975,507	995,017	1,014,917
Removed less frequently than once a week	0	0	0	0	0	0	0	–	–	0	0
Using communal refuse dump	0	0	0	0	0	0	0	–	–	0	0
Using own refuse dump	0	0	0	0	0	0	0	–	–	0	0
Other rubbish disposal	0	0	0	0	0	0	0	–	–	0	0
No rubbish disposal	0	0	0	0	0	0	0	–	–	0	0
Below Minimum Servic Level sub-total	–	–	–	–	–	–	–	–	–	–	–
Total number of households	975,507	–	–	–	–	–	–	–	975,507	995,017	1,014,917

Table continues on next page.

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
	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
Households receiving Free Basic Service											
Water (6 kilolitres per household per month)	222,098	–	0	0	0	0	0	–	222,098	222,098	222,098
Sanitation (free minimum level service)	222,098	–	0	0	0	0	0	–	222,098	222,098	222,098
Electricity/other energy (50kwh per household per month)	231,645	–	0	0	0	0	0	–	231,645	232,545	233,445
Refuse (removed at least once a week)	302,957	0	0	0	0	0	0	–	302,957	310,534	318,278
Cost of Free Basic Services provided (R'000)											
Water (6 kilolitres per household per month)	212,041	–	–	–	–	–	–	–	212,041	235,366	261,256
Sanitation (free sanitation service)	143,728	–	–	–	–	–	–	–	143,728	159,538	177,087
Electricity/other energy (50kwh per household per month)	189,657	–	–	–	–	–	–	–	189,657	203,998	219,436
Refuse (removed once a week)	235,401	–	–	–	–	–	–	–	235,401	248,348	262,007
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	671,529	–	–	–	–	–	–	–	671,529	737,533	802,443
Total cost of FBS provided (minimum social package)	1,452,356	–	–	–	–	–	–	–	1,452,356	1,584,783	1,722,229
Highest level of free service provided											
Property rates (R'000 value threshold)	0	0	0	0	0	0	0	–	–	0	0
Water (kilolitres per household per month)	6	0	0	0	0	0	0	–	6	6	6
Sanitation (kilolitres per household per month)	4.2	0	0	0	0	0	0	–	4	4.2	4.2
Sanitation (Rand per household per month)	102	0	0	0	0	0	0	–	102	107	119
Electricity (kw per household per month)	60	–	0	0	0	0	0	–	60	60	60
Refuse (average litres per week)	240	0	0	0	0	0	0	–	240	240	240
Revenue cost of subsidised services provided (R'000)											
Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	76,186	–	–	–	–	–	–	–	76,186	80,986	85,910
Property rates exemptions, reductions and rebates and impermissable values in excess of section 17 of MPRA)	1,247,403	–	–	–	–	–	–	–	1,247,403	1,325,989	1,406,609
Water (in excess of 6 kilolitres per indigent household per month)	159,031	–	–	–	–	–	–	–	159,031	176,524	195,942
Sanitation (in excess of free sanitation service to indigent households)	107,796	–	–	–	–	–	–	–	107,796	119,653	132,815
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	22,955	–	–	–	–	–	–	–	22,955	24,218	25,550
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	1,613,371	–	–	–	–	–	–	–	1,613,371	1,727,371	1,846,826

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

The CTICC's five primary budget tables, as required in terms of Part 4 of the MBRR, are presented on page 41 to page 45. As the entity is not proposing any adjustments to its approved 2016/17 budget, the tables below reflect the 2016/17 budget as adopted at Council on 25 May 2016.

Table 23 MBRR Table E1 - Adjustments Budget Summary

Description	Budget Year 2016/17								Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Financial Performance										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–	–
Investment revenue	15,084	–	–	–	–	–	–	15,084	10,321	10,529
Transfers recognised - operational	–	–	–	–	–	–	–	–	–	–
Other own revenue	217,851	–	–	–	–	–	–	217,851	298,225	346,999
Total Revenue (excluding capital transfers and contributions)	232,935	–	–	–	–	–	–	232,935	308,546	357,528
Employee costs	73,269	–	–	–	–	–	–	73,269	92,506	98,519
Remuneration of Board Members	1,054	–	–	–	–	–	–	1,054	1,387	1,477
Depreciation and debt impairment	29,356	–	–	–	–	–	–	29,356	53,566	57,446
Finance charges	6,131	–	–	–	–	–	–	6,131	5,736	5,297
Materials and bulk purchases	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–
Other expenditure	141,165	–	–	–	–	–	–	141,165	177,054	194,611
Total Expenditure	250,974	–	–	–	–	–	–	250,974	330,248	357,350
Surplus/(Deficit)	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	178
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	178
Taxation	–	–	–	–	–	–	–	–	–	50
Surplus/ (Deficit) for the year	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	128
Capital expenditure & funds sources										
Capital expenditure	272,980	–	–	–	–	–	–	272,980	40,476	42,652
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	60,000	–	–	–	–	–	–	60,000	–	–
Internally generated funds	212,980	–	–	–	–	–	–	212,980	40,476	42,652
Total sources of capital funds	272,980	–	–	–	–	–	–	272,980	40,476	42,652
Financial position										
Total current assets	238,172	–	–	–	–	–	–	238,172	252,580	277,478
Total non current assets	978,498	–	–	–	–	–	–	978,498	965,408	950,609
Total current liabilities	90,574	–	–	–	–	–	–	90,574	117,574	131,919
Total non current liabilities	56,415	–	–	–	–	–	–	56,415	52,436	48,063
Community wealth/Equity	1,069,680	–	–	–	–	–	–	1,069,680	1,047,977	1,048,106
Cash flows										
Net cash from (used) operating	18,665	–	–	–	–	–	–	18,665	56,339	70,489
Net cash from (used) investing	(272,980)	–	–	–	–	–	–	(272,980)	(40,476)	(42,652)
Net cash from (used) financing	336,417	–	–	–	–	–	–	336,417	(3,980)	(4,418)
Cash/cash equivalents at the year end	231,541	231,541	231,541	231,541	231,541	231,541	926,166	1,157,707	325,526	348,945

Table 24 MBRR Table E2 Adjustments Budget - Financial Performance (revenue and expenditure)

Description	Budget Year 2016/17								Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source										
Property rates	–	–	–	–	–	–	–	–	–	–
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	–	–	–	–	–	–	–	–	–	–
Service charges - water revenue	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	–	–	–	–	–	–	–	–	–	–
Service charges - other	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	104,435	–	–	–	–	–	–	104,435	145,716	170,338
Interest earned - external investments	15,084	–	–	–	–	–	–	15,084	10,321	10,529
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–
Fines	–	–	–	–	–	–	–	–	–	–
Licences and permits	–	–	–	–	–	–	–	–	–	–
Agency services	–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational	–	–	–	–	–	–	–	–	–	–
Other revenue	113,416	–	–	–	–	–	–	113,416	152,509	176,661
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	232,935	–	–	–	–	–	–	232,935	308,546	357,528
Expenditure By Type										
Employee related costs	73,269	–	–	–	–	–	–	73,269	92,506	98,519
Remuneration of Directors	1,054	–	–	–	–	–	–	1,054	1,387	1,477
Debt impairment	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	29,356	–	–	–	–	–	–	29,356	53,566	57,446
Finance charges	6,131	–	–	–	–	–	–	6,131	5,736	5,297
Bulk purchases	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–
Other expenditure	141,165	–	–	–	–	–	–	141,165	177,054	194,611
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–
Total Expenditure	250,974	–	–	–	–	–	–	250,974	330,248	357,350
Surplus/(Deficit)	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	178
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Contributions recognised - capital	–	–	–	–	–	–	–	–	–	–
Contributions of PPE	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	178
Taxation	–	–	–	–	–	–	–	–	–	50
Surplus/ (Deficit) for the year	(18,039)	–	–	–	–	–	–	(18,039)	(21,702)	128

Table 25 MBRR Table E4 Adjustments Budget - Financial Position

Description	Budget Year 2016/17								Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
ASSETS										
Current assets										
Cash	–	–	–	–	–	–	–	–	–	–
Call investment deposits	231,541	–	–	–	–	–	–	231,541	243,424	266,843
Consumer debtors	–	–	–	–	–	–	–	–	–	–
Other debtors	4,357	–	–	–	–	–	–	4,357	5,965	6,940
Current portion of long-term receivables	–	–	–	–	–	–	–	–	–	–
Inventory	2,273	–	–	–	–	–	–	2,273	3,191	3,695
Total current assets	238,172	–	–	–	–	–	–	238,172	252,580	277,478
Non current assets										
Long-term receivables	5	–	–	–	–	–	–	5	5	–
Investments	0	–	–	–	–	–	–	0	0	0
Investment property	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	978,493	–	–	–	–	–	–	978,493	965,403	950,609
Agricultural	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	–	–	–	–	–	–	–	–	–	–
Other non-current assets	–	–	–	–	–	–	–	–	–	–
Total non current assets	978,498	–	–	–	–	–	–	978,498	965,408	950,609
TOTAL ASSETS	1,216,669	–	–	–	–	–	–	1,216,669	1,217,988	1,228,087
LIABILITIES										
Current liabilities										
Bank overdraft	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Consumer deposits	39,213	–	–	–	–	–	–	39,213	53,681	62,460
Trade and other payables	47,407	–	–	–	–	–	–	47,407	59,608	64,814
Provisions	3,954	–	–	–	–	–	–	3,954	4,286	4,646
Total current liabilities	90,574	–	–	–	–	–	–	90,574	117,574	131,919
Non current liabilities										
Borrowing	56,415	–	–	–	–	–	–	56,415	52,436	48,018
Provisions	–	–	–	–	–	–	–	–	–	45
Total non current liabilities	56,415	–	–	–	–	–	–	56,415	52,436	48,063
TOTAL LIABILITIES	146,989	–	–	–	–	–	–	146,989	170,010	179,982
NET ASSETS	1,069,680	–	–	–	–	–	–	1,069,680	1,047,977	1,048,106
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	(215,958)	–	–	–	–	–	–	(215,958)	(237,660)	(237,532)
Reserves	–	–	–	–	–	–	–	–	–	–
Share capital	1,285,638	–	–	–	–	–	–	1,285,638	1,285,638	1,285,638
TOTAL COMMUNITY WEALTH/EQUITY	1,069,680	–	–	–	–	–	–	1,069,680	1,047,977	1,048,106

Table 26 MBRR Table E5 Adjustments Budget - Cash Flows

Description R thousands	Budget Year 2016/17								Budget Year +1 2017/18	Budget Year +2 2018/19
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges	217,414	–	–	–	–	–	–	217,414	296,669	346,103
Service charges	–	–	–	–	–	–	–	–	–	–
Other revenue	–	–	–	–	–	–	–	–	–	–
Government - operating	–	–	–	–	–	–	–	–	–	–
Government - capital	–	–	–	–	–	–	–	–	–	–
Interest	15,084	–	–	–	–	–	–	15,084	10,321	10,529
Dividends	–	–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees	(207,703)	–	–	–	–	–	–	(207,703)	(244,915)	(280,846)
Finance charges	(6,131)	–	–	–	–	–	–	(6,131)	(5,736)	(5,297)
Dividends paid	–	–	–	–	–	–	–	–	–	–
Transfers and Grants	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	18,665	–	–	–	–	–	–	18,665	56,339	70,489
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	(272,980)	–	–	–	–	–	–	(272,980)	(40,476)	(42,652)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(272,980)	–	–	–	–	–	–	(272,980)	(40,476)	(42,652)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	340,001	–	–	–	–	–	–	340,001	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–
Payments										
Repayment of borrowing	(3,585)	–	–	–	–	–	–	(3,585)	(3,980)	(4,418)
NET CASH FROM/(USED) FINANCING ACTIVITIES	336,417	–	–	–	–	–	–	336,417	(3,980)	(4,418)
NET INCREASE/ (DECREASE) IN CASH HELD	82,102	–	–	–	–	–	–	82,102	11,883	23,418
Cash/cash equivalents at the year begin:	149,439	231,541	231,541	231,541	231,541	231,541	231,541	231,541	313,643	325,526
Cash/cash equivalents at the year end:	231,541	231,541	231,541	231,541	231,541	231,541	231,541	313,643	325,526	348,945

Table 27 MBRR Supporting Table SE6a - Adjustments capital expenditure on new assets by asset category

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
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
Capital expenditure on new assets by Asset Class/Sub-class											
Other assets	272,980	–	–	–	–	–	–	–	272,980	40,476	42,652
General vehicles	–	–	–	–	–	–	–	–	–	–	–
Specialised vehicles	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment	–	–	–	–	–	–	–	–	–	–	–
Computers - hardware/equipment	14,535	–	–	–	–	–	–	–	14,535	13,918	14,823
Furniture and other office equipment	2,733	–	–	–	–	–	–	–	2,733	4,260	4,537
Abattoirs	–	–	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–	–	–	–
Other Buildings	254,671	–	–	–	–	–	–	–	254,671	20,950	21,857
Other Land	–	–	–	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–	–	–	–
Other	1,041	–	–	–	–	–	–	–	1,041	1,348	1,436
Total Capital Expenditure on new assets	272,980	–	–	–	–	–	–	–	272,980	40,476	42,652
Funded by:	–	–	–	–	–	–	–	–	–	–	–
National Government	–	–	–	–	–	–	–	–	–	–	–
Provincial Government	–	–	–	–	–	–	–	–	–	–	–
Parent Municipality	–	–	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–	–
Borrowing	60,000	–	–	–	–	–	–	–	60,000	–	–
Internally generated funds	212,980	–	–	–	–	–	–	–	212,980	40,476	42,652
Total Capital Funding	272,980	–	–	–	–	–	–	–	272,980	40,476	42,652

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I ……………………………………………………., municipal manager of the City of Cape Town hereby certify, that the **2016/17 adjustments budget (August 2016)** 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 __________________________________