ANNEXURE A

CITY OF CAPE TOWN

2016/17 ADJUSTMENTS BUDGET

29 MARCH 2017

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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.

MPRA - Municipal Property Rates Act

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 a March 2017 adjustments budget resulted from the revised Division of Revenue Act (DORA) as published in Government Gazette No. 40670, dated 8 March 2017 and re-alignment of sundry budgetary provisions resulting from updated implementation programmes.

Further adjustment details are listed below.

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

The reasons for multi-year shifting are inter alia:

- The revised DoRA as published in Government Gazette No. 40670, dated 8 March 2017; and
- Administrative transfers/virements of budgetary provisions, which were processed up to 13 March 2017, as approved in terms of Council's System of Delegations of Powers and the Virement Policy.

b. Allocations and grant adjustments

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

Capital grants

Neighbourhood Development Partnership Grant (NDPG) (national funding) increased by R12.965 million in 2016/17 in terms of the revised DORA as published in the Government Gazette on 8 March 2017.

Operating grants

No adjustments were made.

c. Adjust revenue and expenditure estimates upwards/downwards

R12.965 million relating to adjustments made on Capital Grants & Donations as outlined above, will result in the upward adjustment on both revenue and expenditure.

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 adjustments 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 6.
ii. Operating revenue and expenditure by municipal vote reflected in Table 5 on page 8.
iii. Operating revenue by source and expenditure by type reflected in Table 6 on page 9.
iv. Multi-year capital appropriations by vote reflected in Table 7 on page 10 and Annexure 2.1 and Annexure 2.2.
v. Capital expenditure by standard classification reflected in Table 7 on page 10.
vi. Capital funding by source reflected in Table 7 on page 10.

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 adjustments 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

Implementation progress achieved when measured against planned year-to-date expenditure and total current capital budget for the respective funding sources at the end of February 2017 (calendar month-end) are:

Funding Sources	Implementation progress achieved at the end of February 2017	
	vs planned YTD expenditure	vs total current capital budget
Capital Replacement Reserve (CRR)	90.77%	34.66%
Capital Grants & Donations (CGD)	97.15%	46.14%
External Financing Fund (EFF)	110.97%	47.05%
Revenue	157.21%	3.86%
All funding sources (Total Budget)	**102.78%**	**43.45%**

Table 1 Implementation progress as at end February 2017

The increase in the CDG funding as reflected in the table below is due to the increase in the Neighbourhood Development Partnership Grant (NDPG) (national funding) of R12.965 million as per the revised DoRA published in the Government Gazette on 8 March 2017.

Major Fund Source R Thousands	Adjusted Budget 2016/17January (2017)	Revised Budget 2016/17	Increase/ Decrease
Capital Grants & Donations (CGD)	2,273,447	2,286,412	12,965
Capital Replacement Reserve (CRR)	946,463	946,463	–
External Financing Fund (EFF)	2,917,150	2,917,150	–
Revenue	209,382	209,382	–
Total	**6,346,442**	**6,359,407**	**12,965**

Table 2 Fund shifts in relation to the capital programme for 2016/17

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 4 to page 18. These tables reflect the City's 2016/17 adjustments budget (March 2017) and MTREF to be approved by Council.

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	7,577,601	–	–	–	–	–	–	7,577,601	8,054,750	8,638,666
Service charges	18,353,075	18,593,298	–	–	–	–	–	–	18,593,298	20,989,523	23,813,941
Investment revenue	595,694	595,694	–	–	–	–	–	–	595,694	624,661	672,891
Transfers recognised - operational	3,802,940	4,296,766	–	–	–	–	–	–	4,296,766	4,067,364	4,375,160
Other own revenue	4,489,436	4,431,231	–	–	–	–	–	–	4,431,231	4,649,027	4,941,262
Total Revenue (excluding capital transfers and contributions)	**34,200,144**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Employee costs	10,597,571	10,357,614	–	–	–	–	–	–	10,357,614	11,383,970	12,426,741
Remuneration of councillors	151,063	146,004	–	–	–	–	–	–	146,004	155,495	165,602
Depreciation & asset impairment	2,318,441	2,433,315	–	–	–	–	–	–	2,433,315	2,652,166	2,919,195
Finance charges	895,848	895,848	–	–	–	–	–	–	895,848	985,914	1,189,195
Materials and bulk purchases	8,853,353	9,034,388	–	–	–	–	–	–	9,034,388	10,286,012	11,717,574
Transfers and grants	174,833	121,353	–	–	–	–	–	–	121,353	131,193	138,408
Other expenditure	11,554,349	12,506,068	–	–	–	–	–	–	12,506,068	12,790,576	13,885,206
Total Expenditure	**34,545,457**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Surplus/(Deficit)	(345,312)	(0)	–	–	–	–	–	–	(0)	–	(0)
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	–	12,965	12,965	2,205,071	2,236,742	2,268,253
Contributions recognised - capital & contributed assets	87,800	87,941	–	–	–	–	–	–	87,941	83,900	86,700
Surplus/(Deficit) after capital transfers & contributions	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**
Capital expenditure & funds sources											
Capital expenditure	6,501,277	6,346,442	–	–	–	12,965	–	12,965	6,359,407	6,130,807	5,906,531
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	12,965	–	12,965	2,205,071	2,236,742	2,268,253
Public contributions & donations	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Borrowing	2,928,696	2,917,150	–	–	–	–	–	–	2,917,150	2,577,459	2,716,971
Internally generated funds	1,307,740	1,155,845	–	–	–	–	–	–	1,155,845	1,232,707	834,607
Total sources of capital funds	**6,501,277**	**6,346,442**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,359,407**	**6,130,807**	**5,906,531**
Financial position											
Total current assets	9,170,692	12,584,602	–	–	–	–	1,420	1,420	12,586,022	13,097,599	14,687,532
Total non current assets	46,400,477	45,819,491	–	–	–	–	12,184	12,184	45,831,675	49,220,228	52,154,613
Total current liabilities	8,502,016	8,814,356	–	–	–	–	639	639	8,814,994	9,056,120	9,694,810
Total non current liabilities	14,329,528	14,458,485	–	–	–	–	–	–	14,458,485	15,796,848	17,327,522
Community wealth/Equity	**32,739,626**	**35,131,253**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**35,144,218**	**37,464,860**	**39,819,813**
Cash flows											
Net cash from (used) operating	4,161,843	4,263,821	–	–	–	–	12,965	12,965	4,276,786	4,968,955	5,456,567
Net cash from (used) investing	(5,857,381)	(5,758,149)	–	–	–	–	(11,543)	(11,543)	(5,769,691)	(5,725,824)	(5,552,161)
Net cash from (used) financing	2,038,733	2,041,248	–	–	–	–	–	–	2,041,248	1,069,790	1,490,028
Cash/cash equivalents at the year end	**1,541,117**	**3,879,391**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**3,880,811**	**4,193,732**	**5,588,165**
Cash backing/surplus reconciliation											
Cash and investments available	7,041,081	10,000,755	–	–	–	–	1,420	1,420	10,002,175	10,315,095	11,709,529
Application of cash and investments	4,765,898	6,215,570	–	–	–	–	639	639	6,216,209	6,361,346	6,660,125
Balance - surplus (shortfall)	**2,275,183**	**3,785,185**	**–**	**–**	**–**	**–**	**781**	**781**	**3,785,966**	**3,953,749**	**5,049,404**
Asset Management											
Asset register summary (WDV)	42,303,219	41,714,883	–	–	–	–	12,184	12,184	41,727,067	44,899,168	47,591,177
Depreciation & asset impairment	2,318,441	2,433,315	–	–	–	–	–	–	2,433,315	2,652,166	2,919,195
Renewal of Existing Assets	3,050,187	3,248,725	–	–	–	12,965	45,677	58,642	3,307,367	2,835,888	2,770,419
Repairs and Maintenance	3,802,902	3,703,667	–	–	–	–	–	–	3,703,667	3,933,470	4,267,723
Free services											
Cost of Free Basic Services provided	1,452,356	1,452,356	–	–	–	–	–	–	1,452,356	847,250	919,786
Revenue cost of free services provided	1,613,371	1,593,371	–	–	–	–	–	–	1,593,371	1,706,351	1,824,748
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	0	0	–	–	–	–	–	–	0	–	–
Energy:	31	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 a balanced budget position over the 2016/17 MTREF.
   b. The Financial Performance does not show a surplus, due to appropriations, which are included in the Financial Position (Table B6 – Adjustments Budget Financial Position) and not in the financial performance budget. 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 budget is funded from uncommitted, previous years' surpluses.
   d. The capital budget is funded from the following sources:
      i. Transfers recognised - capital and public contributions & donations which are shown on the financial performance budget;
      ii. Borrowing, which is shown in the cash flow budget as part of the net cash from financing activities; and
      iii. Internally generated funds 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**	**13,282,993**	**–**	**–**	**–**	**–**	**(1,147)**	**(1,147)**	**13,281,846**	**14,191,657**	**15,293,780**
Executive and council	314,011	317,354	–	–	–	–	(1,118)	(1,118)	316,235	332,468	369,610
Budget and treasury office	11,971,769	12,723,229	–	–	–	–	–	–	12,723,229	13,650,412	14,705,480
Corporate services	281,629	242,411	–	–	–	–	(29)	(29)	242,382	208,778	218,689
Community and public safety	**3,315,492**	**3,583,068**	**–**	**–**	**–**	**–**	**48**	**48**	**3,583,116**	**3,255,500**	**3,347,066**
Community and social services	96,804	113,511	–	–	–	–	(1,765)	(1,765)	111,746	114,775	108,640
Sport and recreation	123,770	136,011	–	–	–	–	1,773	1,773	137,784	115,444	60,540
Public safety	1,194,620	1,197,453	–	–	–	–	1	1	1,197,454	1,210,762	1,249,609
Housing	1,605,746	1,833,976	–	–	–	–	–	–	1,833,976	1,476,545	1,551,244
Health	294,552	302,119	–	–	–	–	38	38	302,157	337,974	377,033
Economic and environmental services	**1,904,756**	**2,011,486**	**–**	**–**	**–**	**–**	**14,065**	**14,065**	**2,025,551**	**1,951,129**	**1,882,678**
Planning and development	305,929	321,020	–	–	–	–	2	2	321,022	319,954	356,094
Road transport	1,592,599	1,681,834	–	–	–	–	14,063	14,063	1,695,897	1,629,281	1,524,586
Environmental protection	6,227	8,632	–	–	–	–	–	–	8,632	1,894	1,998
Trading services	**18,675,252**	**18,895,284**	**–**	**–**	**–**	**–**	**–**	**–**	**18,895,284**	**21,306,600**	**24,267,197**
Electricity	12,089,547	12,094,347	–	–	–	–	–	–	12,094,347	13,843,971	15,971,943
Water	3,258,167	3,430,385	–	–	–	–	9,700	9,700	3,440,085	3,798,565	4,326,159
Waste water management	2,079,484	2,139,590	–	–	–	–	(9,700)	(9,700)	2,129,890	2,330,677	2,531,907
Waste management	1,248,054	1,230,962	–	–	–	–	–	–	1,230,962	1,333,387	1,437,188
Other	**2,076**	**1,806**	**–**	**–**	**–**	**–**	**–**	**–**	**1,806**	**1,080**	**6,152**
Total Revenue - Standard	**36,464,984**	**37,774,637**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**37,787,602**	**40,705,967**	**44,796,874**
Expenditure - Standard											
Governance and administration	**6,359,899**	**6,691,627**	**–**	**–**	**–**	**–**	**–**	**–**	**6,691,627**	**7,455,173**	**8,161,929**
Executive and council	1,112,285	1,108,414	–	–	–	–	–	–	1,108,414	1,167,531	1,303,292
Budget and treasury office	2,816,141	2,996,164	–	–	–	–	–	–	2,996,164	3,528,963	3,887,560
Corporate services	2,431,473	2,587,049	–	–	–	–	–	–	2,587,049	2,758,679	2,971,076
Community and public safety	**7,662,160**	**7,894,710**	**–**	**–**	**–**	**–**	**–**	**–**	**7,894,710**	**7,989,313**	**8,592,609**
Community and social services	651,428	634,526	–	–	–	–	–	–	634,526	681,068	739,472
Sport and recreation	1,543,845	1,539,053	–	–	–	–	–	–	1,539,053	1,659,362	1,777,179
Public safety	2,729,102	2,677,711	–	–	–	–	–	–	2,677,711	2,878,013	3,089,757
Housing	1,786,141	2,072,992	–	–	–	–	–	–	2,072,992	1,754,495	1,878,103
Health	951,643	970,428	–	–	–	–	–	–	970,428	1,016,374	1,108,097
Economic and environmental services	**3,829,922**	**3,928,741**	**–**	**–**	**–**	**–**	**–**	**–**	**3,928,741**	**4,160,915**	**4,441,270**
Planning and development	879,635	878,692	–	–	–	–	–	–	878,692	948,367	1,009,502
Road transport	2,831,720	2,927,958	–	–	–	–	–	–	2,927,958	3,088,140	3,297,925
Environmental protection	118,568	122,091	–	–	–	–	–	–	122,091	124,407	133,843
Trading services	**16,628,216**	**16,914,987**	**–**	**–**	**–**	**–**	**–**	**–**	**16,914,987**	**18,712,205**	**21,169,212**
Electricity	10,022,681	10,017,089	–	–	–	–	–	–	10,017,089	11,344,281	13,056,100
Water	2,782,122	3,042,394	–	–	–	–	–	–	3,042,394	3,260,296	3,671,120
Waste water management	1,628,232	1,722,944	–	–	–	–	–	–	1,722,944	1,809,292	1,929,247
Waste management	2,195,181	2,132,559	–	–	–	–	–	–	2,132,559	2,298,335	2,512,744
Other	**65,260**	**64,526**	**–**	**–**	**–**	**–**	**–**	**–**	**64,526**	**67,720**	**76,900**
Total Expenditure - Standard	**34,545,457**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Surplus/ (Deficit) for the year	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**

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 R2 293 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 - Area-Based Service Delivery	3,193	5,386	–	–	–	–	–	–	5,386	3,308	3,430
Vote 2 - Assets & Facilities Management	558,494	453,406	–	–	–	–	–	–	453,406	487,903	538,531
Vote 3 - Corporate Services	71,939	72,310	–	–	–	–	–	–	72,310	75,319	80,257
Vote 4 - City Manager	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Directorate of the Mayor	2,145	2,066	–	–	–	–	–	–	2,066	1,153	6,230
Vote 6 - Energy	12,113,461	12,118,261	–	–	–	–	–	–	12,118,261	13,867,086	15,995,059
Vote 7 - Finance	12,139,426	12,898,859	–	–	–	–	–	–	12,898,859	13,842,848	14,897,364
Vote 8 - Informal Settlements, Water & Waste Services	6,735,519	6,940,743	–	–	–	–	–	–	6,940,743	7,619,409	8,388,095
Vote 9 - Safety & Security	1,201,463	1,204,296	–	–	–	–	–	–	1,204,296	1,220,064	1,260,659
Vote 10 - Social Services	772,267	812,630	–	–	–	–	–	–	812,630	845,791	833,529
Vote 11 - Transport & Urban Development Authority	2,867,077	3,266,680	–	–	–	–	12,965	12,965	3,279,645	2,743,085	2,793,719
Total Revenue by Vote	**36,464,984**	**37,774,637**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**37,787,602**	**40,705,967**	**44,796,874**
Expenditure by Vote											
Vote 1 - Area-Based Service Delivery	214,966	218,642	–	–	–	–	–	–	218,642	236,252	254,379
Vote 2 - Assets & Facilities Management	1,700,101	1,777,822	–	–	–	–	–	–	1,777,822	1,905,186	2,049,385
Vote 3 - Corporate Services	1,651,993	1,674,430	–	–	–	–	–	–	1,674,430	1,781,657	1,927,011
Vote 4 - City Manager	67,073	28,156	–	–	–	–	–	–	28,156	30,160	32,236
Vote 5 - Directorate of the Mayor	432,650	475,109	–	–	–	–	–	–	475,109	505,903	546,879
Vote 6 - Energy	10,172,503	10,155,543	–	–	–	–	–	–	10,155,543	11,494,712	13,219,385
Vote 7 - Finance	3,122,764	3,309,399	–	–	–	–	–	–	3,309,399	3,867,419	4,234,271
Vote 8 - Informal Settlements, Water & Waste Services	6,569,522	6,831,009	–	–	–	–	–	–	6,831,009	7,288,312	8,031,700
Vote 9 - Safety & Security	2,919,995	2,884,135	–	–	–	–	–	–	2,884,135	3,103,571	3,331,384
Vote 10 - Social Services	3,110,184	3,089,842	–	–	–	–	–	–	3,089,842	3,302,948	3,592,727
Vote 11 - Transport & Urban Development Authority	4,583,704	5,050,502	–	–	–	–	–	–	5,050,502	4,869,206	5,222,564
Total Expenditure by Vote	**34,545,457**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Surplus/ (Deficit) for the year	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**

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	7,577,601	–	–	–	–	–	–	7,577,601	8,054,750	8,638,666
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	11,807,918	11,807,918	–	–	–	–	–	–	11,807,918	13,541,320	15,626,682
Service charges - water revenue	3,066,664	3,251,696	–	–	–	–	–	–	3,251,696	3,603,149	3,996,545
Service charges - sanitation revenue	1,628,277	1,691,777	–	–	–	–	–	–	1,691,777	1,872,577	2,078,561
Service charges - refuse revenue	1,232,929	1,216,925	–	–	–	–	–	–	1,216,925	1,318,050	1,421,647
Service charges - other	617,287	624,981	–	–	–	–	–	–	624,981	654,427	690,507
Rental of facilities and equipment	383,550	385,266	–	–	–	–	–	–	385,266	402,298	423,085
Interest earned - external investments	595,694	595,694	–	–	–	–	–	–	595,694	624,661	672,891
Interest earned - outstanding debtors	284,710	244,710	–	–	–	–	–	–	244,710	240,310	237,868
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines	1,055,743	1,055,676	–	–	–	–	–	–	1,055,676	1,116,025	1,177,406
Licences and permits	27,893	35,893	–	–	–	–	–	–	35,893	37,867	39,950
Agency services	153,993	153,993	–	–	–	–	–	–	153,993	153,993	153,993
Transfers recognised - operating	3,802,940	4,296,766	–	–	–	–	–	–	4,296,766	4,067,364	4,375,160
Other revenue	2,504,046	2,515,192	–	–	–	–	–	–	2,515,192	2,690,179	2,902,867
Gains on disposal of PPE	79,500	40,500	–	–	–	–	–	–	40,500	8,355	6,092
Total Revenue (excluding capital transfers and contributions)	**34,200,144**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Expenditure By Type											
Employee related costs	10,597,571	10,357,614	–	–	–	–	–	–	10,357,614	11,383,970	12,426,741
Remuneration of councillors	151,063	146,004	–	–	–	–	–	–	146,004	155,495	165,602
Debt impairment	2,003,203	2,257,845	–	–	–	–	–	–	2,257,845	2,410,079	2,553,157
Depreciation & asset impairment	2,318,441	2,433,315	–	–	–	–	–	–	2,433,315	2,652,166	2,919,195
Finance charges	895,848	895,848	–	–	–	–	–	–	895,848	985,914	1,189,195
Bulk purchases	8,515,180	8,515,180	–	–	–	–	–	–	8,515,180	9,696,198	11,107,935
Other materials	338,172	519,207	–	–	–	–	–	–	519,207	589,815	609,639
Contracted services	4,396,163	4,708,789	–	–	–	–	–	–	4,708,789	4,818,063	5,221,462
Transfers and grants	174,833	121,353	–	–	–	–	–	–	121,353	131,193	138,408
Other expenditure	5,154,983	5,539,434	–	–	–	–	–	–	5,539,434	5,562,433	6,110,587
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure	**34,545,457**	**35,494,590**	**–**	**–**	**–**	**–**	**–**	**–**	**35,494,590**	**38,385,325**	**42,441,921**
Surplus/(Deficit)	**(345,312)**	**(0)**	**–**	**–**	**–**	**–**	**–**	**–**	**(0)**	**–**	**(0)**
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	–	12,965	12,965	2,205,071	2,236,742	2,268,253
Contributions recognised - capital	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Contributed assets	–	6,600	–	–	–	–	–	–	6,600	–	–
Surplus/(Deficit) before taxation	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**
Taxation	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**
Attributable to minorities	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1,919,528**	**2,280,047**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,293,012**	**2,320,642**	**2,354,953**

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.

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 - Area-Based Service Delivery	6,204	12,375	–	–	–	–	–	–	12,375	42,261	39,200
Vote 2 - Assets & Facilities Management	380,223	388,008	–	–	–	–	–	–	388,008	257,536	197,706
Vote 3 - Corporate Services	302,085	257,408	–	–	–	–	–	–	257,408	335,186	332,546
Vote 4 - City Manager	242	322	–	–	–	–	–	–	322	222	222
Vote 5 - Directorate of the Mayor	21,196	22,341	–	–	–	–	–	–	22,341	14,857	1,538
Vote 6 - Energy	1,607,202	1,376,327	–	–	–	–	–	–	1,376,327	1,331,177	1,306,933
Vote 7 - Finance	16,111	24,379	–	–	–	–	–	–	24,379	9,751	8,431
Vote 8 - Informal Settlements, Water & Waste Services	2,055,689	1,949,977	–	–	–	–	–	–	1,949,977	2,050,856	2,085,172
Vote 9 - Safety & Security	138,938	119,749	–	–	–	–	–	–	119,749	63,573	42,115
Vote 10 - Social Services	247,679	264,684	–	–	–	–	–	–	264,684	230,843	168,334
Vote 11 - Transport & Urban Development Authority	1,725,706	1,930,871	–	–	–	12,965	–	12,965	1,943,836	1,794,544	1,724,334
Total Capital Expenditure - Vote	**6,501,277**	**6,346,442**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,359,407**	**6,130,807**	**5,906,531**
Capital Expenditure - Standard											
Governance and administration	**571,966**	**702,522**	**–**	**–**	**–**	**–**	**(1,147)**	**(1,147)**	**701,374**	**609,848**	**498,988**
Executive and council	39,349	164,114	–	–	–	–	(1,118)	(1,118)	162,996	112,234	96,251
Budget and treasury office	15,997	24,265	–	–	–	–	–	–	24,265	9,752	8,417
Corporate services	516,620	514,143	–	–	–	–	(29)	(29)	514,114	487,861	394,320
Community and public safety	**936,453**	**1,011,921**	**–**	**–**	**–**	**–**	**48**	**48**	**1,011,968**	**856,889**	**803,689**
Community and social services	69,742	90,535	–	–	–	–	(1,765)	(1,765)	88,770	93,107	76,196
Sport and recreation	148,513	165,029	–	–	–	–	1,773	1,773	166,802	102,737	47,251
Public safety	185,098	169,866	–	–	–	–	1	1	169,867	121,181	105,475
Housing	499,611	562,338	–	–	–	–	–	–	562,338	494,980	515,096
Health	33,490	24,153	–	–	–	–	38	38	24,191	44,883	59,671
Economic and environmental services	**1,534,557**	**1,493,772**	**–**	**–**	**–**	**12,965**	**1,100**	**14,065**	**1,507,837**	**1,497,216**	**1,362,081**
Planning and development	70,524	69,664	–	–	–	–	2	2	69,666	36,108	53,578
Road transport	1,448,117	1,412,060	–	–	–	12,965	1,098	14,063	1,426,123	1,444,621	1,297,331
Environmental protection	15,916	12,048	–	–	–	–	–	–	12,048	16,488	11,172
Trading services	**3,458,301**	**3,138,227**	**–**	**–**	**–**	**–**	**–**	**–**	**3,138,227**	**3,166,854**	**3,241,772**
Electricity	1,536,812	1,305,937	–	–	–	–	–	–	1,305,937	1,260,277	1,233,833
Water	883,225	902,519	–	–	–	–	9,700	9,700	912,219	774,032	854,550
Waste water management	800,774	747,690	–	–	–	–	(9,700)	(9,700)	737,990	766,376	824,801
Waste management	237,491	182,081	–	–	–	–	–	–	182,081	366,168	328,589
Other	–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Standard	**6,501,277**	**6,346,442**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,359,407**	**6,130,807**	**5,906,531**
Funded by:											
National Government	2,079,122	2,139,786	–	–	–	12,965	–	12,965	2,152,751	2,157,999	2,142,928
Provincial Government	97,918	52,320	–	–	–	–	–	–	52,320	78,743	125,325
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	–	–	–	–	–	–	–	–	–	–	–
Total Capital transfers recognised	**2,177,040**	**2,192,106**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**2,205,071**	**2,236,742**	**2,268,253**
Public contributions & donations	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Borrowing	2,928,696	2,917,150	–	–	–	–	–	–	2,917,150	2,577,459	2,716,971
Internally generated funds	1,307,740	1,155,845	–	–	–	–	–	–	1,155,845	1,232,707	834,607
Total Capital Funding	**6,501,277**	**6,346,442**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,359,407**	**6,130,807**	**5,906,531**

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 359 million, R6 131 million and R5 907 million respectively over the MTREF.

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 205 million (34.7%) in 2016/17, R2 237 million and R2 268 million in 2017/18 and 2018/19 respectively. Internally generated funds amounting to R1 156 million, R1 233 million and R835 million for each of the respective financial years have been provided for in the MTREF. Borrowings amount to R2 917 million, R2 577 million and R2 717 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	–	–	–	–	–	–	103,411	103,844	146,904
Call investment deposits	2,908,391	5,841,847	–	–	–	–	1,420	1,420	5,843,267	5,936,846	7,043,512
Consumer debtors	4,903,207	5,351,344	–	–	–	–	–	–	5,351,344	5,591,654	5,829,522
Other debtors	894,630	987,052	–	–	–	–	–	–	987,052	1,135,110	1,305,376
Current portion of long-term receivables	21,871	17,948	–	–	–	–	–	–	17,948	18,845	19,787
Inventory	339,182	283,000	–	–	–	–	–	–	283,000	311,300	342,430
Total current assets	**9,170,692**	**12,584,602**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**12,586,022**	**13,097,599**	**14,687,532**
Non current assets											
Long-term receivables	67,980	49,110	–	–	–	–	–	–	49,110	46,655	44,322
Investments	4,029,279	4,055,497	–	–	–	–	–	–	4,055,497	4,274,405	4,519,113
Investment property	589,382	588,191	–	–	–	–	–	–	588,191	588,191	588,191
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	40,996,392	40,488,482	–	–	–	–	12,184	12,184	40,500,666	43,672,767	46,364,776
Agricultural	–	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	708,383	629,162	–	–	–	–	–	–	629,162	629,162	629,162
Other non-current assets	9,062	9,049	–	–	–	–	–	–	9,049	9,049	9,049
Total non current assets	**46,400,477**	**45,819,491**	**–**	**–**	**–**	**–**	**12,184**	**12,184**	**45,831,675**	**49,220,228**	**52,154,613**
TOTAL ASSETS	**55,571,170**	**58,404,093**	**–**	**–**	**–**	**–**	**13,604**	**13,604**	**58,417,697**	**62,317,827**	**66,842,145**
LIABILITIES											
Current liabilities											
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	501,208	501,208	–	–	–	–	–	–	501,208	530,326	649,886
Consumer deposits	329,432	357,096	–	–	–	–	–	–	357,096	392,806	432,087
Trade and other payables	6,579,621	6,811,925	–	–	–	–	639	639	6,812,564	6,908,773	7,302,928
Provisions	1,091,755	1,144,126	–	–	–	–	–	–	1,144,126	1,224,215	1,309,910
Total current liabilities	**8,502,016**	**8,814,356**	**–**	**–**	**–**	**–**	**639**	**639**	**8,814,994**	**9,056,120**	**9,694,810**
Non current liabilities											
Borrowing	8,058,439	8,058,439	–	–	–	–	–	–	8,058,439	9,079,089	10,456,698
Provisions	6,271,089	6,400,046	–	–	–	–	–	–	6,400,046	6,717,759	6,870,824
Total non current liabilities	**14,329,528**	**14,458,485**	**–**	**–**	**–**	**–**	**–**	**–**	**14,458,485**	**15,796,848**	**17,327,522**
TOTAL LIABILITIES	**22,831,544**	**23,272,840**	**–**	**–**	**–**	**–**	**639**	**639**	**23,273,479**	**24,852,968**	**27,022,332**
NET ASSETS	**32,739,626**	**35,131,253**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**35,144,218**	**37,464,860**	**39,819,813**
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)	31,269,262	32,160,660	–	–	–	–	12,965	12,965	32,173,625	34,691,153	36,860,282
Reserves	1,470,363	2,970,593	–	–	–	–	–	–	2,970,593	2,773,707	2,959,530
Minorities' interests	–	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	**32,739,626**	**35,131,253**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**35,144,218**	**37,464,860**	**39,819,813**

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	7,392,306	–	–	–	–	–	–	7,392,306	7,844,260	8,508,197
Service charges	16,910,000	16,975,854	–	–	–	–	–	–	16,975,854	19,255,364	21,970,479
Other revenue	3,205,429	3,156,890	–	–	–	–	–	–	3,156,890	3,361,777	3,607,100
Government - operating	3,802,940	3,888,895	–	–	–	–	–	–	3,888,895	4,067,364	4,375,160
Government - capital	2,264,840	2,273,447	–	–	–	–	12,965	12,965	2,286,412	2,320,642	2,354,953
Interest	595,694	595,694	–	–	–	–	–	–	595,694	624,661	672,891
Dividends	–	–	–	–	–	–	–	–	–	–	–
Payments	–	–	–	–	–	–	–	–	–	–	–
Suppliers and employees	(28,554,433)	(29,082,794)	–	–	–	–	–	–	(29,082,794)	(31,445,593)	(34,795,235)
Finance charges	(812,118)	(812,118)	–	–	–	–	–	–	(812,118)	(928,327)	(1,098,571)
Transfers and Grants	(115,154)	(124,353)	–	–	–	–	–	–	(124,353)	(131,193)	(138,408)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**4,161,843**	**4,263,821**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**4,276,786**	**4,968,955**	**5,456,567**
CASH FLOWS FROM INVESTING ACTIVITIES	–	–	–	–	–	–	–	–	–	–	–
Receipts	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	79,500	40,500	–	–	–	–	–	–	40,500	8,355	6,092
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	3,578	2,585	–	–	–	–	–	–	2,585	2,456	2,333
Decrease (increase) in non-current investments	(89,310)	(89,310)	–	–	–	–	–	–	(89,310)	(218,908)	(244,708)
Payments	–	–	–	–	–	–	–	–	–	–	–
Capital assets	(5,851,149)	(5,711,924)	–	–	–	–	(11,543)	(11,543)	(5,723,466)	(5,517,726)	(5,315,878)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(5,857,381)**	**(5,758,149)**	**–**	**–**	**–**	**–**	**(11,543)**	**(11,543)**	**(5,769,691)**	**(5,725,824)**	**(5,552,161)**
CASH FLOWS FROM FINANCING ACTIVITIES	–	–	–	–	–	–	–	–	–	–	–
Receipts	–	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2,500,000	2,500,000	–	–	–	–	–	–	2,500,000	1,500,000	2,000,000
Increase (decrease) in consumer deposits	29,948	32,463	–	–	–	–	–	–	32,463	35,710	39,281
Payments	–	–	–	–	–	–	–	–	–	–	–
Repayment of borrowing	(491,216)	(491,216)	–	–	–	–	–	–	(491,216)	(465,919)	(549,253)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**2,038,733**	**2,041,248**	**–**	**–**	**–**	**–**	**–**	**–**	**2,041,248**	**1,069,790**	**1,490,028**
NET INCREASE/ (DECREASE) IN CASH HELD	**343,195**	**546,920**	**–**	**–**	**–**	**–**	**1,423**	**1,423**	**548,342**	**312,921**	**1,394,434**
Cash/cash equivalents at the year begin:	1,197,922	3,332,472	–	–	–	–	(3)	(3)	3,332,469	3,880,811	4,193,732
Cash/cash equivalents at the year end:	1,541,117	3,879,391	–	–	–	–	1,420	1,420	3,880,811	4,193,732	5,588,165

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. Cash and cash equivalents over the medium-term with cash levels are anticipated to exceed R3 881 million in 2016/17, R4 194 million in 2017/18 and R5 588 million in 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	3,879,391	–	–	–	–	1,420	1,420	3,880,811	4,193,732	5,588,165
Other current investments > 90 days	1,470,685	2,065,867	–	–	–	–	1	1	2,065,867	1,846,958	1,602,251
Non current assets - Investments	4,029,279	4,055,497	–	–	–	–	–	–	4,055,497	4,274,405	4,519,113
Cash and investments available	**7,041,081**	**10,000,755**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**10,002,175**	**10,315,095**	**11,709,529**
Applications of cash and investments	–	–	–	–	–	–	–	–	–	–	–
Unspent conditional transfers	1,600,902	1,309,897	–	–	–	–	–	–	1,309,897	1,436,298	1,577,096
Unspent borrowing	–	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(440,561)	(329,330)	–	–	–	–	639	639	(328,691)	(735,184)	(905,893)
Other provisions	–	–	–	–	–	–	–	–	–	–	–
Long term investments committed	2,014,640	2,052,139	–	–	–	–	0	0	2,052,139	2,265,047	2,503,755
Reserves to be backed by cash/investments	1,590,917	3,182,864	–	–	–	–	–	–	3,182,864	3,395,185	3,485,167
Total Application of cash and investments	**4,765,898**	**6,215,570**	**–**	**–**	**–**	**–**	**639**	**639**	**6,216,209**	**6,361,346**	**6,660,125**
Surplus(shortfall)	**2,275,183**	**3,785,185**	**–**	**–**	**–**	**–**	**781**	**781**	**3,785,966**	**3,953,749**	**5,049,404**

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 R3 786 million in 2016/17 increasing to R5 049 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	**3,451,089**	**3,097,717**	**–**	**–**	**–**	**–**	**(45,677)**	**(45,677)**	**3,052,040**	**3,294,919**	**3,136,111**
Infrastructure - Road transport	820,980	844,509	–	–	–	–	–	–	844,509	941,223	763,401
Infrastructure - Electricity	636,292	553,391	–	–	–	–	(2,816)	(2,816)	550,575	540,618	518,500
Infrastructure - Water	315,421	277,661	–	–	–	–	(25,360)	(25,360)	252,301	294,700	371,145
Infrastructure - Sanitation	301,175	243,869	–	–	–	–	(10,850)	(10,850)	233,019	218,998	276,535
Infrastructure - Other	306,503	196,590	–	–	–	–	1,291	1,291	197,881	360,945	520,778
Infrastructure	2,380,370	2,116,019	–	–	–	–	(37,735)	(37,735)	2,078,284	2,356,483	2,450,359
Community	155,615	84,938	–	–	–	–	(5,065)	(5,065)	79,873	204,654	201,610
Heritage assets	–	–	–	–	–	–	–	–	–	–	–
Investment properties	–	81	–	–	–	–	–	–	81	–	–
Other assets	915,104	896,179	–	–	–	–	(2,878)	(2,878)	893,301	733,782	484,142
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	–	500	–	–	–	–	–	–	500	–	–
Total Renewal of Existing Assets to be adjusted	**3,050,187**	**3,248,725**	**–**	**–**	**–**	**12,965**	**45,677**	**58,642**	**3,307,367**	**2,835,888**	**2,770,419**
Infrastructure - Road transport	589,080	647,985	–	–	–	12,965	–	12,965	660,950	566,881	481,733
Infrastructure - Electricity	664,046	605,040	–	–	–	–	(700)	(700)	604,340	585,724	589,448
Infrastructure - Water	282,167	375,327	–	–	–	–	35,760	35,760	411,087	346,293	390,836
Infrastructure - Sanitation	507,702	508,672	–	–	–	–	(350)	(350)	508,322	558,421	692,550
Infrastructure - Other	93,610	85,178	–	–	–	–	38	38	85,216	76,085	76,000
Infrastructure	2,136,604	2,222,203	–	–	–	12,965	34,748	47,713	2,269,916	2,133,404	2,230,567
Community	242,403	288,336	–	–	–	–	5,073	5,073	293,409	169,699	119,571
Heritage assets	47,208	40,429	–	–	–	–	–	–	40,429	9,250	1,800
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	618,723	693,307	–	–	–	–	5,856	5,856	699,163	503,779	412,232
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	4,450	–	–	–	–	–	–	4,450	19,756	6,250
Total Capital Expenditure to be adjusted											
Infrastructure - Road transport	1,410,059	1,492,493	–	–	–	12,965	–	12,965	1,505,458	1,508,103	1,245,134
Infrastructure - Electricity	1,300,337	1,158,431	–	–	–	–	(3,516)	(3,516)	1,154,915	1,126,342	1,107,948
Infrastructure - Water	597,588	652,989	–	–	–	–	10,400	10,400	663,389	640,993	761,982
Infrastructure - Sanitation	808,877	752,541	–	–	–	–	(11,200)	(11,200)	741,341	777,419	969,085
Infrastructure - Other	400,113	281,768	–	–	–	–	1,329	1,329	283,097	437,030	596,778
Infrastructure	4,516,974	4,338,222	–	–	–	12,965	(2,987)	9,978	4,348,200	4,489,887	4,680,926
Community	398,018	373,274	–	–	–	–	8	8	373,283	374,353	321,181
Heritage assets	47,208	40,429	–	–	–	–	–	–	40,429	9,250	1,800
Investment properties	–	81	–	–	–	–	–	–	81	–	–
Other assets	1,533,826	1,589,486	–	–	–	–	2,979	2,979	1,592,464	1,237,561	896,374
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	4,950	–	–	–	–	–	–	4,950	19,756	6,250
TOTAL CAPITAL EXPENDITURE to be adjusted	**6,501,277**	**6,346,442**	**–**	**–**	**–**	**12,965**	**0**	**12,965**	**6,359,407**	**6,130,807**	**5,906,531**
ASSET REGISTER SUMMARY - PPE (WDV)											
Infrastructure - Road transport	9,755,319	9,652,692	–	–	–	–	12,317	12,317	9,665,009	10,361,990	10,759,049
Infrastructure - Electricity	6,625,643	6,583,819	–	–	–	–	(3,340)	(3,340)	6,580,479	7,313,281	7,977,103
Infrastructure - Water	2,571,096	2,666,171	–	–	–	–	9,880	9,880	2,676,051	3,027,615	3,419,663
Infrastructure - Sanitation	3,203,547	3,111,511	–	–	–	–	(10,640)	(10,640)	3,100,871	3,589,699	4,243,129
Infrastructure - Other	3,224,499	3,286,760	–	–	–	–	(80,282)	(80,282)	3,206,478	3,476,202	3,887,504
Infrastructure	25,380,104	25,300,954	–	–	–	–	(72,065)	(72,065)	25,228,888	27,768,787	30,286,448
Community	5,847,113	7,956,081	–	–	–	–	57,301	57,301	8,013,383	7,647,074	7,179,716
Heritage assets	9,062	9,049	–	–	–	–	–	–	9,049	9,049	9,049
Investment properties	589,382	588,191	–	–	–	–	–	–	588,191	588,191	588,191
Other assets	9,769,175	7,231,446	–	–	–	–	26,948	26,948	7,258,394	8,256,906	8,898,612
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	708,383	629,162	–	–	–	–	–	–	629,162	629,162	629,162
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	**42,303,219**	**41,714,883**	**–**	**–**	**–**	**–**	**12,184**	**12,184**	**41,727,067**	**44,899,168**	**47,591,177**

Table continues on next page.

Description R thousands	Budget Year 2016/17 Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Budget Year +1 2017/18 Adjusted Budget	Budget Year +2 2018/19 Adjusted Budget
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	2,318,441	2,433,315	–	–	–	–	–	–	2,433,315	2,652,166	2,919,195
Repairs and Maintenance by asset class	**3,802,902**	**3,703,667**	–	–	–	–	–	–	**3,703,667**	**3,933,470**	**4,267,723**
Infrastructure - Road transport	824,573	884,603	–	–	–	–	–	–	884,603	940,553	1,035,053
Infrastructure - Electricity	570,091	544,991	–	–	–	–	–	–	544,991	577,811	641,618
Infrastructure - Water	87,236	81,719	–	–	–	–	–	–	81,719	86,786	92,166
Infrastructure - Sanitation	532,007	470,051	–	–	–	–	–	–	470,051	498,722	529,147
Infrastructure - Other	519,718	363,378	–	–	–	–	–	–	363,378	385,165	423,433
Infrastructure	2,533,624	2,344,742	–	–	–	–	–	–	2,344,742	2,489,037	2,721,418
Community	540,574	544,941	–	–	–	–	–	–	544,941	578,951	615,098
Heritage assets	11	1,319	–	–	–	–	–	–	1,319	1,404	1,496
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	728,694	812,665	–	–	–	–	–	–	812,665	864,077	929,711
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	**6,121,343**	**6,136,982**	–	–	–	–	–	–	**6,136,982**	**6,585,636**	**7,186,918**
Renewal of Existing Assets as % of total capex	*46.9%*	*51.2%*	-	-	-	-	-	-	*52.0%*	*46.3%*	*46.9%*
Renewal of Existing Assets as % of deprecn"	*131.6%*	*133.5%*	-	-	-	-	-	-	*135.9%*	*106.9%*	*94.9%*
R&M as a % of PPE	*9.0%*	*8.9%*	-	-	-	-	-	-	*8.9%*	*8.8%*	*9.0%*
Renewal and R&M as a % of PPE	*16.2%*	*16.7%*	-	-	-	-	-	-	*16.8%*	*15.1%*	*14.8%*

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.

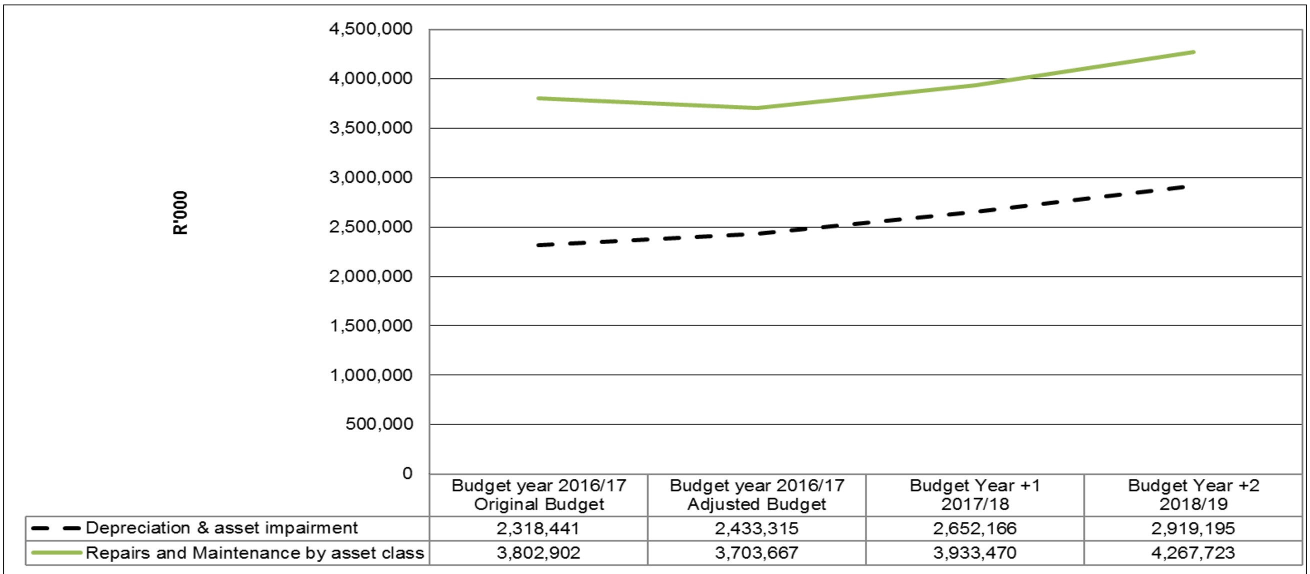

Figure 1 Depreciation in relation to Repairs & Maintenance over the MTREF

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	–	–	–	–	–	–	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	–	–	–	–	–	–	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	–	–	–	–	–	–	1,147,076	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**	**–**	**–**	**–**	**–**	**–**	**–**	**1,147,076**	**1,158,737**	**1,169,881**
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	1,070,076	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	23,964
Pit toilet (ventilated)	65	65	–	–	–	–	–	–	65	65	65
Other toilet provisions (> min.service level)	52,754	52,754	–	–	–	–	–	–	52,754	48,971	45,971
Minimum Service Level and Above sub-total	1,146,859	1,146,859	–	–	–	–	–	–	1,146,859	1,158,737	1,169,881
Bucket toilet	217	217	–	–	–	–	–	–	217	–	–
Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
No toilet provisions	–	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	217	217	–	–	–	–	–	–	217	–	–
Total number of households	**1,147,076**	**1,147,076**	**–**	**–**	**–**	**–**	**–**	**–**	**1,147,076**	**1,158,737**	**1,169,881**
Energy:											
Electricity (at least min. service level)	854,902	854,902	–	–	–	–	–	–	854,902	856,402	857,902
Electricity - prepaid (> min.service level)	–	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	854,902	854,902	–	–	–	–	–	–	854,902	856,402	857,902
Electricity (< min.service level)	30,841	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	–	–	–	–	–	–	30,841	29,341	27,841
Total number of households	**885,743**	**885,743**	**–**	**–**	**–**	**–**	**–**	**–**	**885,743**	**885,743**	**885,743**
Refuse:											
Removed at least once a week (min.service)	975,507	975,507	–	–	–	–	–	–	975,507	995017	1014917
Minimum Service Level and Above sub-total	975,507	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**	**–**	**–**	**–**	**–**	**–**	**–**	**975,507**	**995,017**	**1,014,917**
Households receiving Free Basic Service											
Water (6 kilolitres per household per month)	222,098	222,098	–	–	–	–	–	–	222,098	222,098	222,098
Sanitation (free minimum level service)	222,098	222,098	–	–	–	–	–	–	222,098	222,098	222,098
Electricity/other energy (50kwh per household per month)	231,645	231,645	–	–	–	–	–	–	231,645	232,545	233,445
Refuse (removed at least once a week)	302,957	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	–	–	–	–	–	–	212,041	235,366	261,256
Sanitation (free sanitation service to indigent households)	143,728	143,728	–	–	–	–	–	–	143,728	159,538	177,087
Electricity/other energy (50kwh per indigent household per month)	189,657	189,657	–	–	–	–	–	–	189,657	203,998	219,436
Refuse (removed once a week for indigent households)	235,401	235,401	–	–	–	–	–	–	235,401	248,348	262,007
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	671,529	671,529	–	–	–	–	–	–	671,529	737,533	802,443
Total cost of FBS provided	**1,452,356**	**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	6
Sanitation (kilolitres per household per month)	4.2	4.2	–	–	–	–	–	–	4	4	4
Sanitation (Rand per household per month)	102	102	–	–	–	–	–	–	102	107	119
Electricity (kw per household per month)	60	60	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	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	–	–	–	–	–	–	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	1,227,403	–	–	–	–	–	–	1,227,403	1,304,969	1,384,531
Water **(in excess of 6 kilolitres per indigent household per month)**	159,031	159,031	–	–	–	–	–	–	159,031	176,524	195,942
Sanitation **(in excess of free sanitation service to indigent households)**	107,796	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	–	–	–	–	–	–	22,955	24,218	25,550
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	**1,613,371**	**1,593,371**	**–**	**–**	**–**	**–**	**–**	**–**	**1,593,371**	**1,706,351**	**1,824,748**

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 the table above 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.

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 (applicable to customers on the Lifeline tariff ONLY – other customers do not qualify)
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.

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**
  No adjustments were deemed necessary.

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

See Table 3 on page 4.

c. Adjustments related to allocations and grants to the municipality

Refer to **Allocations and grant adjustments** on page 1.

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 were made

9. Adjustments to capital expenditure

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 21 to page 31.

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	7,577,601	–	–	–	–	–	–	7,577,601	8,054,750	8,638,666
Service charges	18,353,075	18,593,298	–	–	–	–	–	–	18,593,298	20,989,523	23,813,941
Investment revenue	610,778	619,314	–	–	–	–	–	–	619,314	636,332	682,991
Transfers recognised - operational	3,802,940	4,296,986	–	–	–	–	–	–	4,296,986	4,067,364	4,375,160
Other own revenue	4,707,286	4,641,928	–	–	–	–	–	–	4,641,928	4,921,808	5,209,538
Total Revenue (excluding capital transfers and contributions)	**34,433,079**	**35,729,128**	**–**	**–**	**–**	**–**	**–**	**–**	**35,729,128**	**38,669,776**	**42,720,296**
Employee costs	10,670,840	10,428,887	–	–	–	–	–	–	10,428,887	11,465,352	12,513,786
Remuneration of councillors	152,117	146,941	–	–	–	–	–	–	146,941	156,299	166,458
Depreciation & asset impairment	2,347,797	2,464,404	–	–	–	–	–	–	2,464,404	3,355,034	2,956,562
Finance charges	895,848	896,798	–	–	–	–	–	–	896,798	989,565	1,192,590
Materials and bulk purchases	8,853,353	9,034,388	–	–	–	–	–	–	9,034,388	10,286,012	11,717,574
Transfers and grants	174,833	121,353	–	–	–	–	–	–	121,353	131,193	138,408
Other expenditure	11,701,644	12,624,269	–	–	–	–	–	–	12,624,269	12,958,523	14,053,986
Total Expenditure	**34,796,431**	**35,717,040**	**–**	**–**	**–**	**–**	**–**	**–**	**35,717,040**	**39,341,977**	**42,739,364**
Surplus/(Deficit)	(363,352)	12,088	–	–	–	–	–	–	12,088	(672,201)	(19,067)
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	–	12,965	12,965	2,205,071	2,236,742	2,268,253
Contributions recognised - capital & contributed assets	87,800	87,941	–	–	–	–	–	–	87,941	83,900	86,700
Surplus/(Deficit) after capital transfers & contributions	**1,901,488**	**2,292,135**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,305,100**	**1,648,441**	**2,335,886**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1,901,488**	**2,292,135**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,305,100**	**1,648,441**	**2,335,886**
Capital expenditure & funds sources											
Capital expenditure	6,774,256	6,758,390	–	–	–	12,965	–	12,965	6,771,355	6,178,789	5,951,974
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	12,965	–	12,965	2,205,071	2,236,742	2,268,253
Public contributions & donations	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Borrowing	2,988,696	2,957,150	–	–	–	–	–	–	2,957,150	2,577,459	2,716,971
Internally generated funds	1,520,720	1,527,793	–	–	–	–	–	–	1,527,793	1,280,689	880,050
Total sources of capital funds	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**
Financial position											
Total current assets	9,408,864	12,837,773	–	–	–	–	1,420	1,420	12,839,193	13,351,697	14,912,321
Total non current assets	46,715,476	45,492,176	–	–	–	–	12,184	12,184	45,504,360	48,892,912	51,835,372
Total current liabilities	8,592,590	8,902,192	–	–	–	–	639	639	8,902,831	9,163,922	9,803,270
Total non current liabilities	14,385,943	14,498,610	–	–	–	–	–	–	14,498,610	15,834,400	17,362,245
Community wealth/Equity	**33,145,807**	**34,929,147**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**34,942,112**	**37,246,286**	**39,582,179**
Cash flows	–	–	–	–	–	–	–	–	–	–	–
Net cash from (used) operating	4,180,508	4,252,103	–	–	–	–	12,965	12,965	4,265,068	5,015,207	5,476,086
Net cash from (used) investing	(6,130,361)	(6,170,097)	–	–	–	–	(11,543)	(11,543)	(6,181,639)	(5,773,806)	(5,597,604)
Net cash from (used) financing	2,375,150	2,281,854	–	–	–	–	–	–	2,281,854	1,067,217	1,487,198
Cash/cash equivalents at the year end	**1,772,659**	**3,845,771**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**3,847,191**	**4,189,428**	**5,555,109**
Cash backing/surplus reconciliation											
Cash and investments available	6,608,523	8,908,090	–	–	–	–	1,420	1,420	8,909,510	9,873,612	11,239,293
Application of cash and investments	4,861,906	6,297,859	–	–	–	–	(4,102)	(4,102)	6,293,757	6,393,115	6,693,163
Balance - surplus (shortfall)	**1,746,617**	**2,610,231**	**–**	**–**	**–**	**–**	**5,522**	**5,522**	**2,615,753**	**3,480,497**	**4,546,130**
Asset Management											
Asset register summary (WDV)	42,303,219	42,346,751	–	–	–	–	12,184	12,184	42,358,935	44,899,168	47,591,177
Depreciation & asset impairment	2,347,797	2,464,404	–	–	–	–	–	–	2,464,404	3,355,034	2,956,562
Renewal of Existing Assets	3,066,540	3,269,211	–	–	–	12,965	45,677	58,642	3,327,853	2,861,940	2,801,380
Repairs and Maintenance	3,812,039	3,712,820	–	–	–	–	–	–	3,712,820	3,947,443	4,282,605
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	1,593,371	–	–	–	–	–	–	1,593,371	1,706,351	1,824,748
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	0	0	–	–	–	–	–	–	0	–	–
Energy:	31	31	–	–	–	–	–	–	31	29	28
Refuse:	–	–	–	–	–	–	–	–	–	–	–

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

Standard Description R thousands	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
Revenue - Standard											
Governance and administration	**12,567,409**	**13,378,447**	**–**	**–**	**–**	**–**	**(1,147)**	**(1,147)**	**13,377,299**	**14,191,657**	**15,293,780**
Executive and council	314,011	317,354	–	–	–	–	(1,118)	(1,118)	316,235	332,468	369,610
Budget and treasury office	11,971,769	12,818,682	–	–	–	–	–	–	12,818,682	13,650,412	14,705,480
Corporate services	281,629	242,411	–	–	–	–	(29)	(29)	242,382	208,778	218,689
Community and public safety	**3,315,492**	**3,583,068**	**–**	**–**	**–**	**–**	**48**	**48**	**3,583,116**	**3,255,500**	**3,347,066**
Community and social services	96,804	113,511	–	–	–	–	(1,765)	(1,765)	111,746	114,775	108,640
Sport and recreation	123,770	136,011	–	–	–	–	1,773	1,773	137,784	115,444	60,540
Public safety	1,194,620	1,197,453	–	–	–	–	1	1	1,197,454	1,210,762	1,249,609
Housing	1,605,746	1,833,976	–	–	–	–	–	–	1,833,976	1,476,545	1,551,244
Health	294,552	302,119	–	–	–	–	38	38	302,157	337,974	377,033
Economic and environmental services	**1,904,756**	**2,011,486**	**–**	**–**	**–**	**–**	**14,065**	**14,065**	**2,025,551**	**1,951,129**	**1,882,678**
Planning and development	305,929	321,020	–	–	–	–	2	2	321,022	319,954	356,094
Road transport	1,592,599	1,681,834	–	–	–	–	14,063	14,063	1,695,897	1,629,281	1,524,586
Environmental protection	6,227	8,632	–	–	–	–	–	–	8,632	1,894	1,998
Trading services	**18,675,252**	**18,799,830**	**–**	**–**	**–**	**–**	**–**	**–**	**18,799,830**	**21,306,600**	**24,267,197**
Electricity	12,089,547	12,061,351	–	–	–	–	–	–	12,061,351	13,843,971	15,971,943
Water	3,258,167	3,394,493	–	–	–	–	9,700	9,700	3,404,193	3,798,565	4,326,159
Waste water management	2,079,484	2,113,220	–	–	–	–	(9,700)	(9,700)	2,103,520	2,330,677	2,531,907
Waste management	1,248,054	1,230,766	–	–	–	–	–	–	1,230,766	1,333,387	1,437,188
Other	**235,011**	**236,344**	**–**	**–**	**–**	**–**	**–**	**–**	**236,344**	**285,531**	**284,536**
Total Revenue - Standard	**36,697,920**	**38,009,175**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**38,022,140**	**40,990,418**	**45,075,257**
Expenditure - Standard											
Governance and administration	**6,359,899**	**6,691,627**	**–**	**–**	**–**	**–**	**–**	**–**	**6,691,627**	**7,455,173**	**8,161,929**
Executive and council	1,112,285	1,108,414	–	–	–	–	–	–	1,108,414	1,167,531	1,303,292
Budget and treasury office	2,816,141	2,996,164	–	–	–	–	–	–	2,996,164	3,528,963	3,887,560
Corporate services	2,431,473	2,587,049	–	–	–	–	–	–	2,587,049	2,758,679	2,971,076
Community and public safety	**7,662,160**	**7,894,710**	**–**	**–**	**–**	**–**	**–**	**–**	**7,894,710**	**7,989,313**	**8,592,609**
Community and social services	651,428	634,526	–	–	–	–	–	–	634,526	681,068	739,472
Sport and recreation	1,543,845	1,539,053	–	–	–	–	–	–	1,539,053	1,659,362	1,777,179
Public safety	2,729,102	2,677,711	–	–	–	–	–	–	2,677,711	2,878,013	3,089,757
Housing	1,786,141	2,072,992	–	–	–	–	–	–	2,072,992	1,754,495	1,878,103
Health	951,643	970,428	–	–	–	–	–	–	970,428	1,016,374	1,108,097
Economic and environmental services	**3,829,922**	**3,928,741**	**–**	**–**	**–**	**–**	**–**	**–**	**3,928,741**	**4,160,915**	**4,441,270**
Planning and development	879,635	878,692	–	–	–	–	–	–	878,692	948,367	1,009,502
Road transport	2,831,720	2,927,958	–	–	–	–	–	–	2,927,958	3,088,140	3,297,925
Environmental protection	118,568	122,091	–	–	–	–	–	–	122,091	124,407	133,843
Trading services	**16,628,216**	**16,914,987**	**–**	**–**	**–**	**–**	**–**	**–**	**16,914,987**	**18,712,205**	**21,169,212**
Electricity	10,022,681	10,017,089	–	–	–	–	–	–	10,017,089	11,344,281	13,056,100
Water	2,782,122	3,042,394	–	–	–	–	–	–	3,042,394	3,260,296	3,671,120
Waste water management	1,628,232	1,722,944	–	–	–	–	–	–	1,722,944	1,809,292	1,929,247
Waste management	2,195,181	2,132,559	–	–	–	–	–	–	2,132,559	2,298,335	2,512,744
Other	**316,234**	**286,976**	**–**	**–**	**–**	**–**	**–**	**–**	**286,976**	**1,024,373**	**374,343**
Total Expenditure - Standard	**34,796,431**	**35,717,040**	**–**	**–**	**–**	**–**	**–**	**–**	**35,717,040**	**39,341,978**	**42,739,363**
Surplus/ (Deficit) for the year	**1,901,489**	**2,292,135**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,305,100**	**1,648,440**	**2,335,894**

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 - Area-Based Service Delivery	3,193	5,386	–	–	–	–	–	–	5,386	3,308	3,430
Vote 2 - Assets & Facilities Management	558,494	453,406	–	–	–	–	–	–	453,406	487,903	538,531
Vote 3 - Corporate Services	71,939	72,310	–	–	–	–	–	–	72,310	75,319	80,257
Vote 4 - City Manager	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Directorate of the Mayor	2,145	2,066	–	–	–	–	–	–	2,066	1,153	6,230
Vote 6 - Energy	12,113,461	12,118,261	–	–	–	–	–	–	12,118,261	13,867,086	15,995,059
Vote 7 - Finance	12,139,426	12,898,859	–	–	–	–	–	–	12,898,859	13,842,848	14,897,364
Vote 8 - Informal Settlements, Water & Waste Services	6,735,519	6,940,743	–	–	–	–	–	–	6,940,743	7,619,409	8,388,095
Vote 9 - Safety & Security	1,201,463	1,204,296	–	–	–	–	–	–	1,204,296	1,220,064	1,260,659
Vote 10 - Social Services	772,267	812,630	–	–	–	–	–	–	812,630	845,791	833,529
Vote 11 - Transport & Urban Development Authority	2,867,077	3,266,680	–	–	–	–	12,965	12,965	3,279,645	2,743,085	2,793,719
Vote 12 - Municipal Entity - CTICC	232,935	234,538	–	–	–	–	–	–	234,538	284,451	278,383
Total Revenue by Vote	**36,697,919**	**38,009,175**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**38,022,140**	**40,990,418**	**45,075,257**
Expenditure by Vote											
Vote 1 - Area-Based Service Delivery	214,966	218,642	–	–	–	–	–	–	218,642	236,252	254,379
Vote 2 - Assets & Facilities Management	1,700,101	1,777,822	–	–	–	–	–	–	1,777,822	1,905,186	2,049,385
Vote 3 - Corporate Services	1,651,993	1,674,430	–	–	–	–	–	–	1,674,430	1,781,657	1,927,011
Vote 4 - City Manager	67,073	28,156	–	–	–	–	–	–	28,156	30,160	32,236
Vote 5 - Directorate of the Mayor	432,650	475,109	–	–	–	–	–	–	475,109	505,903	546,879
Vote 6 - Energy	10,172,503	10,155,543	–	–	–	–	–	–	10,155,543	11,494,712	13,219,385
Vote 7 - Finance	3,122,764	3,309,399	–	–	–	–	–	–	3,309,399	3,867,419	4,234,271
Vote 8 - Informal Settlements, Water & Waste Services	6,569,522	6,831,009	–	–	–	–	–	–	6,831,009	7,288,312	8,031,700
Vote 9 - Safety & Security	2,919,995	2,884,135	–	–	–	–	–	–	2,884,135	3,103,571	3,331,384
Vote 10 - Social Services	3,110,184	3,089,842	–	–	–	–	–	–	3,089,842	3,302,948	3,592,727
Vote 11 - Transport & Urban Development Authority	4,583,704	5,050,502	–	–	–	–	–	–	5,050,502	4,869,206	5,222,564
Vote 12 - Municipal Entity - CTICC	250,974	222,450	–	–	–	–	–	–	222,450	956,653	297,443
Total Expenditure by Vote	**34,796,431**	**35,717,040**	**–**	**–**	**–**	**–**	**–**	**–**	**35,717,040**	**39,341,978**	**42,739,364**
Surplus/ (Deficit) for the year	**1,901,489**	**2,292,135**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,305,100**	**1,648,440**	**2,335,893**

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	7,577,601	–	–	–	–	–	–	7,577,601	8,054,750	8,638,666
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	11,807,918	11,807,918	–	–	–	–	–	–	11,807,918	13,541,320	15,626,682
Service charges - water revenue	3,066,664	3,251,696	–	–	–	–	–	–	3,251,696	3,603,149	3,996,545
Service charges - sanitation revenue	1,628,277	1,691,777	–	–	–	–	–	–	1,691,777	1,872,577	2,078,561
Service charges - refuse revenue	1,232,929	1,216,925	–	–	–	–	–	–	1,216,925	1,318,050	1,421,647
Service charges - other	617,287	624,981	–	–	–	–	–	–	624,981	654,427	690,507
Rental of facilities and equipment	487,985	486,022	–	–	–	–	–	–	486,022	533,869	563,200
Interest earned - external investments	610,778	619,314	–	–	–	–	–	–	619,314	636,332	682,991
Interest earned - outstanding debtors	284,710	244,710	–	–	–	–	–	–	244,710	240,310	237,868
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines	1,055,743	1,055,676	–	–	–	–	–	–	1,055,676	1,116,025	1,177,406
Licences and permits	27,893	35,893	–	–	–	–	–	–	35,893	37,867	39,950
Agency services	153,993	153,993	–	–	–	–	–	–	153,993	153,993	153,993
Transfers recognised - operating	3,802,940	4,296,986	–	–	–	–	–	–	4,296,986	4,067,364	4,375,160
Other revenue	2,617,462	2,625,134	–	–	–	–	–	–	2,625,134	2,831,388	3,031,028
Gains on disposal of PPE	79,500	40,500	–	–	–	–	–	–	40,500	8,355	6,092
Total Revenue (excluding capital transfers and contributions)	**34,433,079**	**35,729,128**	**–**	**–**	**–**	**–**	**–**	**–**	**35,729,128**	**38,669,776**	**42,720,296**
Expenditure By Type											
Employee related costs	10,670,840	10,428,887	–	–	–	–	–	–	10,428,887	11,465,352	12,513,786
Remuneration of councillors	152,117	146,941	–	–	–	–	–	–	146,941	156,299	166,458
Debt impairment	2,003,203	2,257,845	–	–	–	–	–	–	2,257,845	2,410,079	2,553,157
Depreciation & asset impairment	2,347,797	2,464,404	–	–	–	–	–	–	2,464,404	3,355,034	2,956,562
Finance charges	895,848	896,798	–	–	–	–	–	–	896,798	989,565	1,192,590
Bulk purchases	8,515,180	8,515,180	–	–	–	–	–	–	8,515,180	9,696,198	11,107,935
Other materials	338,172	519,207	–	–	–	–	–	–	519,207	589,815	609,639
Contracted services	4,396,163	4,720,942	–	–	–	–	–	–	4,720,942	4,818,063	5,221,462
Transfers and grants	174,833	121,353	–	–	–	–	–	–	121,353	131,193	138,408
Other expenditure	5,302,278	5,645,481	–	–	–	–	–	–	5,645,481	5,730,380	6,279,367
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure	**34,796,431**	**35,717,040**	**–**	**–**	**–**	**–**	**–**	**–**	**35,717,040**	**39,341,977**	**42,739,364**
Surplus/(Deficit)	**(363,352)**	**12,088**	**–**	**–**	**–**	**–**	**–**	**–**	**12,088**	**(672,201)**	**(19,067)**
Transfers recognised - capital	2,177,040	2,192,106	–	–	–	–	12,965	12,965	2,205,071	2,236,742	2,268,253
Contributions recognised - capital	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Contributed assets	–	6,600	–	–	–	–	–	–	6,600	–	–
Surplus/(Deficit) before taxation	**1,901,488**	**2,292,135**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,305,100**	**1,648,441**	**2,335,886**
Taxation	–	3,385	–	–	–	–	–	–	3,385	–	–
Surplus/(Deficit) after taxation	**1,901,488**	**2,288,750**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,301,715**	**1,648,441**	**2,335,886**
Attributable to minorities	5,314	2,547	–	–	–	–	–	–	2,547	(192,250)	(5,451)
Surplus/(Deficit) attributable to municipality	**1,906,802**	**2,291,297**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,304,262**	**1,456,191**	**2,330,435**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**1,906,802**	**2,291,297**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**2,304,262**	**1,456,191**	**2,330,435**

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 - Area-Based Service Delivery	6,204	12,375	–	–	–	–	–	–	12,375	42,261	39,200
Vote 2 - Assets & Facilities Management	380,223	388,008	–	–	–	–	–	–	388,008	257,536	197,706
Vote 3 - Corporate Services	302,085	257,408	–	–	–	–	–	–	257,408	335,186	332,546
Vote 4 - City Manager	242	322	–	–	–	–	–	–	322	222	222
Vote 5 - Directorate of the Mayor	21,196	22,341	–	–	–	–	–	–	22,341	14,857	1,538
Vote 6 - Energy	1,607,202	1,376,327	–	–	–	–	–	–	1,376,327	1,331,177	1,306,933
Vote 7 - Finance	16,111	24,379	–	–	–	–	–	–	24,379	9,751	8,431
Vote 8 - Informal Settlements, Water & Waste Services	2,055,689	1,949,977	–	–	–	–	–	–	1,949,977	2,050,856	2,085,172
Vote 9 - Safety & Security	138,938	119,749	–	–	–	–	–	–	119,749	63,573	42,115
Vote 10 - Social Services	247,679	264,684	–	–	–	–	–	–	264,684	230,843	168,334
Vote 11 - Transport & Urban Development Authority	1,725,706	1,930,871	–	–	–	12,965	–	12,965	1,943,836	1,794,544	1,724,334
Vote 12 - Municipal Entity - CTICC	272,980	411,948	–	–	–	–	–	–	411,948	47,982	45,443
Capital multi-year expenditure sub-total	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**
Total Capital Expenditure - Vote	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**
Capital Expenditure - Standard											
Governance and administration	**571,966**	**702,522**	**–**	**–**	**–**	**–**	**(1,147)**	**(1,147)**	**701,374**	**609,848**	**498,988**
Executive and council	39,349	164,114	–	–	–	–	(1,118)	(1,118)	162,996	112,234	96,251
Budget and treasury office	15,997	24,265	–	–	–	–	–	–	24,265	9,752	8,417
Corporate services	516,620	514,143	–	–	–	–	(29)	(29)	514,114	487,861	394,320
Community and public safety	**936,453**	**1,011,921**	**–**	**–**	**–**	**–**	**48**	**48**	**1,011,968**	**856,889**	**803,689**
Community and social services	69,742	90,535	–	–	–	–	(1,765)	(1,765)	88,770	93,107	76,196
Sport and recreation	148,513	165,029	–	–	–	–	1,773	1,773	166,802	102,737	47,251
Public safety	185,098	169,866	–	–	–	–	1	1	169,867	121,181	105,475
Housing	499,611	562,338	–	–	–	–	–	–	562,338	494,980	515,096
Health	33,490	24,153	–	–	–	–	38	38	24,191	44,883	59,671
Economic and environmental services	**1,534,557**	**1,493,772**	**–**	**–**	**–**	**12,965**	**1,100**	**14,065**	**1,507,837**	**1,497,216**	**1,362,081**
Planning and development	70,524	69,664	–	–	–	–	2	2	69,666	36,108	53,578
Road transport	1,448,117	1,412,060	–	–	–	12,965	1,098	14,063	1,426,123	1,444,621	1,297,331
Environmental protection	15,916	12,048	–	–	–	–	–	–	12,048	16,488	11,172
Trading services	**3,458,301**	**3,138,227**	**–**	**–**	**–**	**–**	**–**	**–**	**3,138,227**	**3,166,854**	**3,241,772**
Electricity	1,536,812	1,305,937	–	–	–	–	–	–	1,305,937	1,260,277	1,233,833
Water	883,225	902,519	–	–	–	–	9,700	9,700	912,219	774,032	854,550
Waste water management	800,774	747,690	–	–	–	–	(9,700)	(9,700)	737,990	766,376	824,801
Waste management	237,491	182,081	–	–	–	–	–	–	182,081	366,168	328,589
Other	272,980	411,948	–	–	–	–	–	–	411,948	47,982	45,443
Total Capital Expenditure - Standard	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**
Funded by:											
National Government	2,079,122	2,139,786	–	–	–	12,965	–	12,965	2,152,751	2,157,999	2,142,928
Provincial Government	97,918	52,320	–	–	–	–	–	–	52,320	78,743	125,325
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Other transfers and grants	–	–	–	–	–	–	–	–	–	–	–
Total Capital transfers recognised	**2,177,040**	**2,192,106**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**2,205,071**	**2,236,742**	**2,268,253**
Public contributions & donations	87,800	81,341	–	–	–	–	–	–	81,341	83,900	86,700
Borrowing	2,988,696	2,957,150	–	–	–	–	–	–	2,957,150	2,577,459	2,716,971
Internally generated funds	1,520,720	1,527,793	–	–	–	–	–	–	1,527,793	1,280,689	880,050
Total Capital Funding	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**

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	–	–	–	–	–	–	103,411	103,844	146,904
Call investment deposits	3,139,932	6,077,382	–	–	–	–	1,420	1,420	6,078,802	6,168,078	7,245,991
Consumer debtors	4,903,207	5,351,344	–	–	–	–	–	–	5,351,344	5,591,654	5,829,522
Other debtors	898,987	1,003,276	–	–	–	–	–	–	1,003,276	1,156,114	1,326,034
Current portion of long-term receivables	21,871	17,948	–	–	–	–	–	–	17,948	18,845	19,787
Inventory	341,456	284,412	–	–	–	–	–	–	284,412	313,162	344,083
Total current assets	**9,408,864**	**12,837,773**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**12,839,193**	**13,351,697**	**14,912,321**
Non current assets											
Long-term receivables	67,985	49,110	–	–	–	–	–	–	49,110	46,655	44,322
Investments	3,365,180	2,727,297	–	–	–	–	–	–	2,727,297	3,601,690	3,846,398
Investment property	589,382	588,191	–	–	–	–	–	–	588,191	588,191	588,191
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	41,975,484	41,489,367	–	–	–	–	12,184	12,184	41,501,551	44,018,165	46,718,250
Agricultural	–	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	708,383	629,162	–	–	–	–	–	–	629,162	629,162	629,162
Other non-current assets	9,062	9,049	–	–	–	–	–	–	9,049	9,049	9,049
Total non current assets	**46,715,476**	**45,492,176**	**–**	**–**	**–**	**–**	**12,184**	**12,184**	**45,504,360**	**48,892,912**	**51,835,372**
TOTAL ASSETS	**56,124,340**	**58,329,949**	**–**	**–**	**–**	**–**	**13,604**	**13,604**	**58,343,553**	**62,244,608**	**66,747,693**
LIABILITIES											
Current liabilities											
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	501,208	501,208	–	–	–	–	–	–	501,208	530,326	649,886
Consumer deposits	368,645	395,022	–	–	–	–	–	–	395,022	441,906	480,378
Trade and other payables	6,627,029	6,857,151	–	–	–	–	639	639	6,857,790	6,963,802	7,359,397
Provisions	1,095,708	1,148,811	–	–	–	–	–	–	1,148,811	1,227,888	1,313,609
Total current liabilities	**8,592,590**	**8,902,192**	**–**	**–**	**–**	**–**	**639**	**639**	**8,902,831**	**9,163,922**	**9,803,270**
Non current liabilities											
Borrowing	8,114,854	8,097,833	–	–	–	–	–	–	8,097,833	9,115,910	10,490,690
Provisions	6,271,089	6,400,777	–	–	–	–	–	–	6,400,777	6,718,490	6,871,555
Total non current liabilities	**14,385,943**	**14,498,610**	**–**	**–**	**–**	**–**	**–**	**–**	**14,498,610**	**15,834,400**	**17,362,245**
TOTAL LIABILITIES	**22,978,533**	**23,400,802**	**–**	**–**	**–**	**–**	**639**	**639**	**23,401,440**	**24,998,323**	**27,165,514**
NET ASSETS	**33,145,807**	**34,929,147**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**34,942,112**	**37,246,286**	**39,582,179**
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)	31,362,348	31,628,873	–	–	–	–	12,965	12,965	31,641,838	34,342,695	36,498,216
Reserves	1,470,363	2,970,593	–	–	–	–	–	–	2,970,593	2,773,707	2,959,530
Minorities' interests	313,095	329,681	–	–	–	–	–	–	329,681	129,884	124,433
TOTAL COMMUNITY WEALTH/EQUITY	**33,145,807**	**34,929,147**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**34,942,112**	**37,246,286**	**39,582,179**

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	7,387,436	–	–	–	–	–	–	7,387,436	8,112,260	8,776,827
Service charges	16,910,000	16,975,854	–	–	–	–	–	–	16,975,854	19,255,364	21,970,479
Other revenue	3,422,844	3,374,305	–	–	–	–	–	–	3,374,305	3,361,777	3,607,100
Government - operating	3,802,940	3,889,115	–	–	–	–	–	–	3,889,115	4,067,364	4,375,160
Government - capital	2,264,840	2,273,447	–	–	–	–	12,965	12,965	2,286,412	2,320,642	2,354,953
Interest	610,778	619,314	–	–	–	–	–	–	619,314	636,332	682,991
Dividends	–	–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees	(28,762,136)	(29,329,727)	–	–	–	–	–	–	(29,329,727)	(31,675,361)	(35,051,050)
Finance charges	(818,248)	(813,068)	–	–	–	–	–	–	(813,068)	(931,978)	(1,101,966)
Transfers and Grants	(115,154)	(124,573)	–	–	–	–	–	–	(124,573)	(131,193)	(138,408)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**4,180,508**	**4,252,103**	**–**	**–**	**–**	**–**	**12,965**	**12,965**	**4,265,068**	**5,015,207**	**5,476,086**
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE	79,500	40,500	–	–	–	–	–	–	40,500	8,355	6,092
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables	3,578	2,585	–	–	–	–	–	–	2,585	2,456	2,333
Decrease (increase) in non-current investments	(89,310)	(89,310)	–	–	–	–	–	–	(89,310)	(218,908)	(244,708)
Payments											
Capital assets	(6,124,129)	(6,123,872)	–	–	–	–	(11,543)	(11,543)	(6,135,415)	(5,565,709)	(5,361,321)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(6,130,361)**	**(6,170,097)**	**–**	**–**	**–**	**–**	**(11,543)**	**(11,543)**	**(6,181,639)**	**(5,773,806)**	**(5,597,604)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2,840,001	2,741,212	–	–	–	–	–	–	2,741,212	1,500,000	2,000,000
Increase (decrease) in consumer deposits	29,948	32,463	–	–	–	–	–	–	32,463	35,710	39,281
Payments											
Repayment of borrowing	(494,800)	(491,821)	–	–	–	–	–	–	(491,821)	(468,492)	(552,082)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**2,375,150**	**2,281,854**	**–**	**–**	**–**	**–**	**–**	**–**	**2,281,854**	**1,067,217**	**1,487,198**
NET INCREASE/ (DECREASE) IN CASH HELD	**425,297**	**363,860**	**–**	**–**	**–**	**–**	**1,423**	**1,423**	**365,283**	**308,618**	**1,365,681**
Cash/cash equivalents at the year begin:	1,347,362	3,481,911	–	–	–	–	(3)	(3)	3,481,908	3,880,811	4,189,428
Cash/cash equivalents at the year end:	1,772,659	3,845,771	–	–	–	–	1,420	1,420	3,847,191	4,189,428	5,555,109

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	3,845,771	–	–	–	–	1,420	1,420	3,847,191	4,189,428	5,555,109
Other current investments > 90 days	1,470,684	2,335,022	–	–	–	–	1	1	2,335,022	2,082,494	1,837,786
Non current assets - Investments	3,365,180	2,727,297	–	–	–	–	–	–	2,727,297	3,601,690	3,846,398
Cash and investments available:	**6,608,523**	**8,908,090**	**–**	**–**	**–**	**–**	**1,420**	**1,420**	**8,909,510**	**9,873,612**	**11,239,293**
Applications of cash and investments											
Unspent conditional transfers	1,600,902	1,309,897	–	–	–	–	–	–	1,309,897	1,436,298	1,577,096
Unspent borrowing	56,415	56,415	–	–	–	–	–	–	56,415	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(400,968)	(298,716)	–	–	–	–	(4,102)	(4,102)	(302,818)	(703,415)	(872,855)
Other provisions	–	(4,740)	–	–	–	–	–	–	(4,740)	–	–
Long term investments committed	2,014,640	2,052,139	–	–	–	–	0	0	2,052,139	2,265,047	2,503,755
Reserves to be backed by cash/investments	1,590,917	3,182,864	–	–	–	–	–	–	3,182,864	3,395,185	3,485,167
Total Application of cash and investments:	**4,861,906**	**6,297,859**	**–**	**–**	**–**	**–**	**(4,102)**	**(4,102)**	**6,293,757**	**6,393,115**	**6,693,163**
Surplus(shortfall)	**1,746,617**	**2,610,231**	**–**	**–**	**–**	**–**	**5,522**	**5,522**	**2,615,753**	**3,480,497**	**4,546,130**

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	**3,707,716**	**3,489,179**	**–**	**–**	**–**	**–**	**(45,677)**	**(45,677)**	**3,443,501**	**3,316,850**	**3,150,593**
Infrastructure - Road transport	820,980	844,509	–	–	–	–	–	–	844,509	941,223	763,401
Infrastructure - Electricity	636,292	553,391	–	–	–	–	(2,816)	(2,816)	550,575	540,618	518,500
Infrastructure - Water	315,421	277,661	–	–	–	–	(25,360)	(25,360)	252,301	294,700	371,145
Infrastructure - Sanitation	301,175	243,869	–	–	–	–	(10,850)	(10,850)	233,019	218,998	276,535
Infrastructure - Other	306,503	196,590	–	–	–	–	1,291	1,291	197,881	360,945	520,778
Infrastructure	2,380,370	2,116,019	–	–	–	–	(37,735)	(37,735)	2,078,284	2,356,483	2,450,359
Community	155,615	84,938	–	–	–	–	(5,065)	(5,065)	79,873	204,654	201,610
Heritage assets	–	–	–	–	–	–	–	–	–	–	–
Investment properties	–	81	–	–	–	–	–	–	81	–	–
Other assets	1,171,731	1,287,640	–	–	–	–	(2,878)	(2,878)	1,284,763	755,713	498,624
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	–	500	–	–	–	–	–	–	500	–	–
Total Renewal of Existing Assets to be adjusted	**3,066,540**	**3,269,211**	**–**	**–**	**–**	**12,965**	**45,677**	**58,642**	**3,327,853**	**2,861,940**	**2,801,380**
Infrastructure - Road transport	589,080	647,985	–	–	–	12,965	–	12,965	660,950	566,881	481,733
Infrastructure - Electricity	664,046	605,040	–	–	–	–	(700)	(700)	604,340	585,724	589,448
Infrastructure - Water	282,167	375,327	–	–	–	–	35,760	35,760	411,087	346,293	390,836
Infrastructure - Sanitation	507,702	508,672	–	–	–	–	(350)	(350)	508,322	558,421	692,550
Infrastructure - Other	93,610	85,178	–	–	–	–	38	38	85,216	76,085	76,000
Infrastructure	2,136,604	2,222,203	–	–	–	12,965	34,748	47,713	2,269,916	2,133,404	2,230,567
Community	242,403	288,336	–	–	–	–	5,073	5,073	293,409	169,699	119,571
Heritage assets	47,208	40,429	–	–	–	–	–	–	40,429	9,250	1,800
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	635,075	713,793	–	–	–	–	5,856	5,856	719,649	529,830	443,193
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	4,450	–	–	–	–	–	–	4,450	19,756	6,250
Total Capital Expenditure to be adjusted											
Infrastructure - Road transport	1,410,059	1,492,493	–	–	–	12,965	–	12,965	1,505,458	1,508,103	1,245,134
Infrastructure - Electricity	1,300,337	1,158,431	–	–	–	–	(3,516)	(3,516)	1,154,915	1,126,342	1,107,948
Infrastructure - Water	597,588	652,989	–	–	–	–	10,400	10,400	663,389	640,993	761,982
Infrastructure - Sanitation	808,877	752,541	–	–	–	–	(11,200)	(11,200)	741,341	777,419	969,085
Infrastructure - Other	400,113	281,768	–	–	–	–	1,329	1,329	283,097	437,030	596,778
Infrastructure	4,516,974	4,338,222	–	–	–	12,965	(2,987)	9,978	4,348,200	4,489,887	4,680,926
Community	398,018	373,274	–	–	–	–	8	8	373,283	374,353	321,181
Heritage assets	47,208	40,429	–	–	–	–	–	–	40,429	9,250	1,800
Investment properties	–	81	–	–	–	–	–	–	81	–	–
Other assets	1,806,806	2,001,434	–	–	–	–	2,979	2,979	2,004,412	1,285,543	941,817
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	5,250	4,950	–	–	–	–	–	–	4,950	19,756	6,250
TOTAL CAPITAL EXPENDITURE to be adjusted	**6,774,256**	**6,758,390**	**–**	**–**	**–**	**12,965**	**–**	**12,965**	**6,771,355**	**6,178,789**	**5,951,974**

Table continues on next page

Description R thousands	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
ASSET REGISTER SUMMARY - PPE (WDV)											
Infrastructure - Road transport	9,755,319	9,813,289	–	–	–	–	12,317	12,317	9,825,605	10,361,990	10,759,049
Infrastructure - Electricity	6,625,643	6,630,312	–	–	–	–	(3,340)	(3,340)	6,626,972	7,313,281	7,977,103
Infrastructure - Water	2,571,096	2,571,191	–	–	–	–	9,880	9,880	2,581,071	3,027,615	3,419,663
Infrastructure - Sanitation	3,203,547	3,205,287	–	–	–	–	(10,640)	(10,640)	3,194,647	3,589,699	4,243,129
Infrastructure - Other	3,224,499	3,245,562	–	–	–	–	(80,282)	(80,282)	3,165,279	3,476,202	3,887,504
Infrastructure	25,380,104	25,465,641	–	–	–	–	(72,065)	(72,065)	25,393,576	27,768,787	30,286,448
Community	5,847,113	5,877,411	–	–	–	–	57,301	57,301	5,934,712	7,647,074	7,179,716
Heritage assets	9,062	9,062	–	–	–	–	–	–	9,062	9,049	9,049
Investment properties	589,382	588,191	–	–	–	–	–	–	588,191	588,191	588,191
Other assets	9,769,175	9,777,284	–	–	–	–	26,948	26,948	9,804,232	8,256,906	8,898,612
Agricultural Assets	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
Intangibles	708,383	629,162	–	–	–	–	–	–	629,162	629,162	629,162
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	**42,303,219**	**42,346,751**	**–**	**–**	**–**	**–**	**12,184**	**12,184**	**42,358,935**	**44,899,168**	**47,591,177**
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	2,347,797	2,464,404	–	–	–	–	–	–	2,464,404	3,355,034	2,956,562
Repairs and Maintenance by asset class	**3,812,039**	**3,712,820**	**–**	**–**	**–**	**–**	**–**	**–**	**3,712,820**	**3,947,443**	**4,282,605**
Infrastructure - Road transport	824,573	884,603	–	–	–	–	–	–	884,603	940,553	1,035,053
Infrastructure - Electricity	570,091	544,991	–	–	–	–	–	–	544,991	577,811	641,618
Infrastructure - Water	87,236	81,719	–	–	–	–	–	–	81,719	86,786	92,166
Infrastructure - Sanitation	532,007	470,051	–	–	–	–	–	–	470,051	498,722	529,147
Infrastructure - Other	519,718	363,378	–	–	–	–	–	–	363,378	385,165	423,433
Infrastructure	2,533,624	2,344,742	–	–	–	–	–	–	2,344,742	2,489,037	2,721,418
Community	540,574	544,941	–	–	–	–	–	–	544,941	578,951	615,098
Heritage assets	11	1,319	–	–	–	–	–	–	1,319	1,404	1,496
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Other assets	737,831	821,818	–	–	–	–	–	–	821,818	878,050	944,592
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	**6,159,836**	**6,177,225**	**–**	**–**	**–**	**–**	**–**	**–**	**6,177,225**	**7,302,477**	**7,239,166**
Renewal of Existing Assets as % of total capex	*45.3%*	*48.4%*	-	-	-	-	-	-	*49.1%*	*46.3%*	*47.1%*
Renewal of Existing Assets as % of deprecn"	*130.6%*	*132.7%*	-	-	-	-	-	-	*135.0%*	*85.3%*	*94.8%*
R&M as a % of PPE	*9.0%*	*8.8%*	-	-	-	-	-	-	*8.8%*	*8.8%*	*9.0%*
Renewal and R&M as a % of PPE	*16.3%*	*16.5%*	-	-	-	-	-	-	*16.6%*	*15.2%*	*14.9%*

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	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	–	–	–	–	–	–	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	–	–	–	–	–	–	1,147,076	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**	**–**	**–**	**–**	**–**	**–**	**–**	**1,147,076**	**1,158,737**	**1,169,881**
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	1,070,076	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	23,964
Pit toilet (ventilated)	65	65	–	–	–	–	–	–	65	65	65
Other toilet provisions (> min.service level)	52,754	52,754	–	–	–	–	–	–	52,754	48,971	45,971
Minimum Service Level and Above sub-total	1,146,859	1,146,859	–	–	–	–	–	–	1,146,859	1,158,737	1,169,881
Bucket toilet	217	217	–	–	–	–	–	–	217	–	–
Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
No toilet provisions	–	–	–	–	–	–	–	–	–	–	–
Below Minimum Servic Level sub-total	217	217	–	–	–	–	–	–	217	–	–
Total number of households	**1,147,076**	**1,147,076**	**–**	**–**	**–**	**–**	**–**	**–**	**1,147,076**	**1,158,737**	**1,169,881**
Energy:											
Electricity (at least min. service level)	854,902	854,902	–	–	–	–	–	–	854,902	856,402	857,902
Electricity - prepaid (> min.service level)	–	–	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total	854,902	854,902	–	–	–	–	–	–	854,902	856,402	857,902
Electricity (< min.service level)	30,841	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	–	–	–	–	–	–	30,841	29,341	27,841
Total number of households	885,743	885,743	–	–	–	–	–	–	885,743	885,743	885,743
Refuse:											
Removed at least once a week (min.service)	975,507	975,507	–	–	–	–	–	–	975,507	995,017	1,014,917
Minimum Service Level and Above sub-total	975,507	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**	**–**	**–**	**–**	**–**	**–**	**–**	**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	222,098	–	–	–	–	–	–	222,098	222,098	222,098
Sanitation (free minimum level service)	222,098	222,098	–	–	–	–	–	–	222,098	222,098	222,098
Electricity/other energy (50kwh per household per month)	231,645	231,645	–	–	–	–	–	–	231,645	232,545	233,445
Refuse (removed at least once a week)	302,957	302,957	–	–	–	–	–	–	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	–	–	–	–	–	–	212,041	235,366	261,256
Sanitation (free sanitation service)	143,728	143,728	–	–	–	–	–	–	143,728	159,538	177,087
Electricity/other energy (50kwh per household per month)	189,657	189,657	–	–	–	–	–	–	189,657	203,998	219,436
Refuse (removed once a week)	235,401	235,401	–	–	–	–	–	–	235,401	248,348	262,007
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	671,529	671,529	–	–	–	–	–	–	671,529	737,533	802,443
Total cost of FBS provided (minimum social package)	**1,452,356**	**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
Water (kilolitres per household per month)	6	6	–	–	–	–	–	–	6	6	6
Sanitation (kilolitres per household per month)	4.2	4.2	–	–	–	–	–	–	4.2	4.2	4.2
Sanitation (Rand per household per month)	102	102	–	–	–	–	–	–	102	107	119
Electricity (kw per household per month)	60	60	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	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	–	–	–	–	–	–	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	1,227,403	–	–	–	–	–	–	1,227,403	1,304,969	1,384,531
Water (in excess of 6 kilolitres per indigent household per month)	159,031	159,031	–	–	–	–	–	–	159,031	176,524	195,942
Sanitation (in excess of free sanitation service to indigent households)	107,796	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	–	–	–	–	–	–	22,955	24,218	25,550
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided	**1,613,371**	**1,593,371**	**–**	**–**	**–**	**–**	**–**	**–**	**1,593,371**	**1,706,351**	**1,824,748**

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 33 to page 37. Since the entity is not adjusting its current budget, the tables below reflect the adjustments budget approved at Council on 26 January 2017.

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	23,621	–	–	–	–	–	23,621	11,671	10,100
Transfers recognised - operational	–	220	–	–	–	–	–	220	–	–
Other own revenue	217,851	210,697	–	–	–	–	–	210,697	272,780	268,284
Total Revenue (excluding capital transfers and contributions)	**232,935**	**234,538**	**–**	**–**	**–**	**–**	**–**	**234,538**	**284,451**	**278,383**
Employee costs	73,269	71,274	–	–	–	–	–	71,274	81,382	87,045
Remuneration of Board Members	1,054	937	–	–	–	–	–	937	804	856
Depreciation and debt impairment	29,356	31,090	–	–	–	–	–	31,090	702,868	37,367
Finance charges	6,131	950	–	–	–	–	–	950	3,651	3,395
Materials and bulk purchases	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	220	–	–	–	–	–	220	–	–
Other expenditure	141,165	117,980	–	–	–	–	–	117,980	167,947	168,780
Total Expenditure	**250,974**	**222,450**	**–**	**–**	**–**	**–**	**–**	**222,450**	**956,653**	**297,443**
Surplus/(Deficit)	**(18,039)**	**12,088**	**–**	**–**	**–**	**–**	**–**	**12,088**	**(672,202)**	**(19,060)**
Transfers recognised - capital	–	–	–	–	–	–		–	–	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–		–	–	–
Surplus/(Deficit) after capital transfers & contributions	**(18,039)**	**12,088**	**–**	**–**	**–**	**–**	**–**	**12,088**	**(672,202)**	**(19,060)**
Taxation	**–**	**3,385**	–	–	–	–	–	3,385	**–**	**–**
Surplus/ (Deficit) for the year	**(18,039)**	**8,703**	**–**	**–**	**–**	**–**	**–**	**8,703**	**(672,202)**	**(19,060)**
Capital expenditure & funds sources										
Capital expenditure	**272,980**	**411,948**	**–**	**–**	**–**	**–**	**–**	**411,948**	**47,982**	**45,443**
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	60,000	40,000	–	–	–	–	–	40,000	–	–
Internally generated funds	212,980	371,948	–	–	–	–	–	371,948	47,982	45,443
Total sources of capital funds	**272,980**	**411,948**	**–**	**–**	**–**	**–**	**–**	**411,948**	**47,982**	**45,443**
Financial position										
Total current assets	238,172	253,171	–	–	–	–	–	253,171	254,098	224,789
Total non current assets	978,498	1,000,284	–	–	–	–	–	1,000,284	345,398	353,474
Total current liabilities	90,574	86,987	–	–	–	–	–	86,987	107,802	108,459
Total non current liabilities	56,415	40,125	–	–	–	–	–	40,125	37,552	34,723
Community wealth/Equity	1,069,680	1,126,343	–	–	–	–	–	1,126,343	454,141	435,081
Cash flows										
Net cash from (used) operating	18,665	(11,718)	–	–	–	–	–	(11,718)	46,252	19,520
Net cash from (used) investing	(272,980)	(411,948)	–	–	–	–	–	(411,948)	(47,982)	(45,443)
Net cash from (used) financing	336,417	240,606	–	–	–	–	–	240,606	(2,573)	(2,830)
Cash/cash equivalents at the year end	**231,541**	**48,482**	**48,482**	**48,482**	**48,482**	**48,482**	**193,926**	**242,408**	**(138,881)**	**(167,634)**

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	100,756	–	–	–	–	–	100,756	131,571	140,123
Interest earned - external investments	15,084	23,621	–	–	–	–	–	23,621	11,671	10,100
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–
Fines	–	–	–	–	–	–	–	–	–	–
Licences and permits	–	–	–	–	–	–	–	–	–	–
Agency services	–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational	–	220	–	–	–	–	–	220	–	–
Other revenue	113,416	109,942	–	–	–	–	–	109,942	141,209	128,161
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	**232,935**	**234,538**	**–**	**–**	**–**	**–**	**–**	**234,538**	**284,451**	**278,383**
Expenditure By Type										
Employee related costs	73,269	71,274	–	–	–	–	–	71,274	81,382	87,045
Remuneration of Directors	1,054	937	–	–	–	–	–	937	804	856
Debt impairment	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	29,356	31,090	–	–	–	–	–	31,090	702,868	37,367
Finance charges	6,131	950	–	–	–	–	–	950	3,651	3,395
Bulk purchases	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	220	–	–	–	–	–	220	–	–
Other expenditure	141,165	117,980	–	–	–	–	–	117,980	167,947	168,780
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–
Total Expenditure	**250,974**	**222,450**	**–**	**–**	**–**	**–**	**–**	**222,450**	**956,653**	**297,443**
Surplus/(Deficit)	(18,039)	12,088	–	–	–	–	–	12,088	(672,202)	(19,060)
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Contributions recognised - capital	–	–	–	–	–	–	–	–	–	–
Contributions of PPE	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation	**(18,039)**	**12,088**	**–**	**–**	**–**	**–**	**–**	**12,088**	**(672,202)**	**(19,060)**
Taxation	–	3,385	–	–	–	–	–	3,385	–	–
Surplus/ (Deficit) for the year	**(18,039)**	**8,703**	**–**	**–**	**–**	**–**	**–**	**8,703**	**(672,202)**	**(19,060)**

Table 25 MBRR Table E3 Adjustments Budget - Capital Expenditure by asset class 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 on new assets by Asset Class/Sub-class											
Other assets	272,980	411,948	–	–	–	–	–	–	411,948	47,982	45,443
General vehicles	–	–	–	–	–	–	–	–	–	–	–
Specialised vehicles	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment	–	–	–	–	–	–	–	–	–	–	–
Computers - hardware/equipment	14,535	14,535	–	–	–	–	–	–	14,535	15,224	15,035
Furniture and other office equipment	2,733	3,733	–	–	–	–	–	–	3,733	6,110	5,380
Abattoirs	–	–	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–	–	–	–
Other Buildings	254,671	392,639	–	–	–	–	–	–	392,639	25,300	23,680
Other Land	–	–	–	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–	–	–	–
Other	1,041	1,041	–	–	–	–	–	–	1,041	1,348	1,348
Total Capital Expenditure on new assets	272,980	411,948	–	–	–	–	–	–	411,948	47,982	45,443
Funded by:	–	–	–	–	–	–	–	–	–	–	–
National Government	–	–	–	–	–	–	–	–	–	–	–
Provincial Government	–	–	–	–	–	–	–	–	–	–	–
Parent Municipality	–	–	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–	–
Borrowing	60,000	40,000	–	–	–	–	–	–	40,000	–	–
Internally generated funds	212,980	371,948	–	–	–	–	–	–	371,948	47,982	45,443
Total Capital Funding	272,980	411,948	–	–	–	–	–	–	411,948	47,982	45,443

Table 26 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	235,535	–	–	–	–	–	235,535	231,232	202,479
Consumer debtors	–	–	–	–	–	–	–	–	–	–
Other debtors	4,357	16,224	–	–	–	–	–	16,224	21,004	20,658
Current portion of long-term receivables	–	–	–	–	–	–	–	–	–	–
Inventory	2,273	1,412	–	–	–	–	–	1,412	1,862	1,652
Total current assets	**238,172**	**253,171**	**–**	**–**	**–**	**–**	**–**	**253,171**	**254,098**	**224,789**
Non current assets										
Long-term receivables	5	–	–	–	–	–	–	5	–	–
Investments	0	0	–	–	–	–	–	0	0	0
Investment property	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	978,493	1,000,284	–	–	–	–	–	1,000,284	345,398	353,474
Agricultural	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	–	–	–	–	–	–	–	–	–	–
Other non-current assets	–	–	–	–	–	–	–	–	–	–
Total non current assets	**978,498**	**1,000,284**	**–**	**–**	**–**	**–**	**–**	**1,000,289**	**345,398**	**353,474**
TOTAL ASSETS	**1,216,669**	**1,253,455**	**–**	**–**	**–**	**–**	**–**	**1,253,459**	**599,496**	**578,263**
LIABILITIES										
Current liabilities										
Bank overdraft	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Consumer deposits	39,213	37,926	–	–	–	–	–	37,926	49,100	48,291
Trade and other payables	47,407	45,226	–	–	–	–	–	45,226	55,029	56,470
Provisions	3,954	3,835	–	–	–	–	–	3,835	3,673	3,698
Total current liabilities	**90,574**	**86,987**	**–**	**–**	**–**	**–**	**–**	**86,987**	**107,802**	**108,459**
Non current liabilities										
Borrowing	56,415	39,394	–	–	–	–	–	39,394	36,821	33,992
Provisions	–	731	–	–	–	–	–	731	731	731
Total non current liabilities	**56,415**	**40,125**	**–**	**–**	**–**	**–**	**–**	**40,125**	**37,552**	**34,723**
TOTAL LIABILITIES	**146,989**	**127,112**	**–**	**–**	**–**	**–**	**–**	**127,112**	**145,355**	**143,182**
NET ASSETS	**1,069,680**	**1,126,343**	**–**	**–**	**–**	**–**	**–**	**1,126,347**	**454,141**	**435,081**
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	(215,958)	(159,297)	–	–	–	–	–	(159,297)	(831,499)	(850,558)
Reserves	–	–	–	–	–	–	–	–	–	–
Share capital	1,285,638	1,285,640	–	–	–	–	–	1,285,640	1,285,640	1,285,640
TOTAL COMMUNITY WEALTH/EQUITY	**1,069,680**	**1,126,343**	**–**	**–**	**–**	**–**	**–**	**1,126,343**	**454,141**	**435,081**

Table 27 MBRR Table E5 Adjustments Budget - Cash Flows

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
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges	217,414	212,544	–	–	–	–	–	212,544	268,000	268,630
Service charges	–	–	–	–	–	–	–	–	–	–
Other revenue	–	–	–	–	–	–	–	–	–	–
Government - operating	–	220	–	–	–	–	–	220	–	–
Government - capital	–	–	–	–	–	–	–	–	–	–
Interest	15,084	23,621	–	–	–	–	–	23,621	11,671	10,100
Dividends	–	–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees	(207,703)	(246,933)	–	–	–	–	–	(246,933)	(229,767)	(255,815)
Finance charges	(6,131)	(950)	–	–	–	–	–	(950)	(3,651)	(3,395)
Dividends paid	–	–	–	–	–	–	–	–	–	–
Transfers and Grants	–	(220)	–	–	–	–	–	(220)	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**18,665**	**(11,718)**	**–**	**–**	**–**	**–**	**–**	**(11,718)**	**46,252**	**19,520**
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)	(411,948)	–	–	–	–	–	(411,948)	(47,982)	(45,443)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(272,980)**	**(411,948)**	**–**	**–**	**–**	**–**	**–**	**(411,948)**	**(47,982)**	**(45,443)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	340,001	241,212	–	–	–	–	–	241,212	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–
Payments										
Repayment of borrowing	(3,585)	(606)	–	–	–	–	–	(606)	(2,573)	(2,830)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**336,417**	**240,606**	**–**	**–**	**–**	**–**	**–**	**240,606**	**(2,573)**	**(2,830)**
NET INCREASE/ (DECREASE) IN CASH HELD	**82,102**	**(183,060)**	**–**	**–**	**–**	**–**	**–**	**(183,060)**	**(4,303)**	**(28,753)**
Cash/cash equivalents at the year begin:	149,439	231,541	48,482	48,482	48,482	48,482	48,482	48,482	(134,578)	(138,881)
Cash/cash equivalents at the year end:	231,541	48,482	48,482	48,482	48,482	48,482	48,482	(134,578)	(138,881)	(167,634)

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I ………………………………………………….., municipal manager of the City of Cape Town hereby certify, that the **2016/17 adjustments budget (March 2017)** 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 ______________________________