CONTENTS

PART 1 - IN-YEAR REPORT: PARENT MUNICIPALITY

EXECUTIVE SUMMARY

Summary Statement of Financial Performance

Description	2016/2017 Budget R Thousand	YTD Budget R Thousand	YTD Actual R Thousand	YTD % Spend	Actual as % of Current Budget
Operating Revenue	37,799,160	37,799,160	36,478,578	96.5%	96.5%
Operating Expenditure	35,506,148	35,506,148	30,990,408	87.3%	87.3%

The summary statement of financial performance shows actual operating revenue of R36 479 million or 96.5% of the current budget and operating expenditure of R30 990 million or 87.3% of the current budget.

Details of revenue and expenditure by municipal vote are shown in Table C3 on page 7. Details of material variances and remedial action, where applicable, are shown on page 8 to page 14.

Details of revenue by source and expenditure by type are shown in Table C4 on page 15. Details of material variances and remedial action, where applicable, are shown on page 16 to page 19.

Summary Statement of Capital Budget Performance

2016/17 Budget R Thousand	YTD Budget R Thousand	YTD Actual R Thousand	YTD % Spend	Actual as % of Current Budget
6,359,407	6,359,407	5,626,848	88.5%	88.48%

The summary statement of capital budget performance indicates actual capital expenditure of R5 627 million or 88.5% of the current budget. The year to date spend of R5 627 million represents 90.1% (R3 669 million) on internally-funded projects and 85.6% (R1 958 million) on externally-funded projects.

Details of capital expenditure categorised by municipal vote, standard classification and by funding source are shown in Table C5 on page 20. Details of material variances and remedial action, where applicable, are shown on page 21 to page 23.

Table C1: Monthly Budget Statement Summary

The table below provides a high-level summation of the City's operating- and capital budget, actuals to date, financial position and cash flow.

Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Financial Performance								
Property rates	6,745,047	6,959,000	7,577,601	8,053,597	7,577,601	475,996	6.3%	7,577,601
Service charges	17,363,596	18,353,075	18,593,298	18,619,082	18,593,298	25,784	0.1%	18,593,298
Investment revenue	642,628	595,694	595,694	712,915	595,694	117,221	19.7%	595,694
Transfers recognised - operational	3,619,257	3,802,940	4,308,324	3,303,481	4,308,324	(1,004,843)	-23.3%	4,308,324
Other own revenue	4,417,262	4,489,436	4,431,231	4,106,858	4,431,231	(324,373)	-7.3%	4,431,231
Total Revenue (excluding capital transfers and contributions)	**32,787,790**	**34,200,144**	**35,506,148**	**34,795,933**	**35,506,148**	**(710,215)**	**-2.0%**	**35,506,148**
Employee costs	9,357,740	10,597,571	10,357,614	10,124,438	10,341,967	(217,528)	-2.1%	10,341,967
Remuneration of Councillors	134,637	151,063	146,004	138,376	146,004	(7,628)	-5.2%	146,004
Depreciation & asset impairment	2,117,336	2,318,441	2,433,315	2,214,252	2,433,315	(219,062)	-9.0%	2,433,315
Finance charges	751,614	895,848	895,848	692,943	895,848	(202,905)	-22.6%	895,848
Materials and bulk purchases	8,378,060	8,853,353	9,034,381	7,983,691	9,014,605	(1,030,915)	-11.4%	9,014,605
Transfers and grants	148,246	174,833	124,353	110,337	119,607	(9,270)	-7.8%	119,607
Other expenditure	9,803,642	11,554,349	12,514,633	9,726,371	12,554,802	(2,828,431)	-22.5%	12,554,802
Total Expenditure	**30,691,275**	**34,545,457**	**35,506,148**	**30,990,408**	**35,506,148**	**(4,515,739)**	**-12.7%**	**35,506,148**
Surplus/(Deficit)	**2,096,516**	**(345,312)**	**(0)**	**3,805,525**	**(0)**	**3,805,525**	**-**	**(0)**
Transfers recognised - capital	2,131,537	2,177,040	2,205,071	1,602,203	2,205,071	(602,868)	-27.3%	2,205,071
Contributions & Contributed assets	61,589	87,800	87,941	80,442	87,941	(7,499)	-8.5%	87,941
Surplus/(Deficit) after capital transfers & contributions	**4,289,641**	**1,919,528**	**2,293,012**	**5,488,170**	**2,293,012**	**3,195,158**	**139.3%**	**2,293,012**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	-	–
Surplus/ (Deficit) for the year	**4,289,641**	**1,919,528**	**2,293,012**	**5,488,170**	**2,293,012**	**3,195,158**	**139.3%**	**2,293,012**
Capital expenditure & funds sources								
Capital expenditure	**5,489,834**	**6,501,277**	**6,359,407**	**5,626,848**	**6,359,407**	**(732,559)**	**-11.5%**	**6,000,860**
Capital transfers recognised	2,187,425	2,177,040	2,205,071	1,884,206	2,205,071	(320,865)	-14.6%	2,082,775
Public contributions & donations	61,488	87,800	81,341	73,562	81,341	(7,780)	-9.6%	74,345
Borrowing	2,441,423	2,928,696	2,917,150	2,658,740	2,917,150	(258,410)	-8.9%	2,797,712
Internally generated funds	799,498	1,307,740	1,155,845	1,010,340	1,155,845	(145,505)	-12.6%	1,046,027
Total sources of capital funds	**5,489,834**	**6,501,277**	**6,359,407**	**5,626,848**	**6,359,407**	**(732,559)**	**-11.5%**	**6,000,860**
Financial position								
Total current assets	11,726,952	9,170,692	12,586,022	11,414,524				12,586,022
Total non current assets	42,136,829	46,400,477	45,831,675	45,638,657				45,831,675
Total current liabilities	8,859,315	8,502,016	8,814,994	7,710,828				8,814,994
Total non current liabilities	12,153,259	14,329,528	14,458,485	12,457,884				14,458,485
Community wealth/Equity	**32,851,207**	**32,739,626**	**35,144,218**	**36,884,469**				**35,144,218**
Cash flows								
Net cash from (used) operating	6,058,725	4,161,843	4,276,786	4,638,380	4,276,786	(361,595)	-8.5%	4,276,786
Net cash from (used) investing	(4,718,325)	(5,857,381)	(5,769,691)	(3,895,608)	(5,769,691)	(1,874,084)	32.5%	(5,769,691)
Net cash from (used) financing	(407,811)	2,038,733	2,041,248	(284,859)	2,041,248	2,326,107	114.0%	2,041,248
Cash/cash equivalents at the month/year end	**3,199,148**	**1,541,117**	**3,880,811**	**3,790,382**	**3,880,811**	**90,428**	2.3%	**3,880,811**

The ensuing tables provide further explanations on the year-to-date material variances reflected in the summary table.

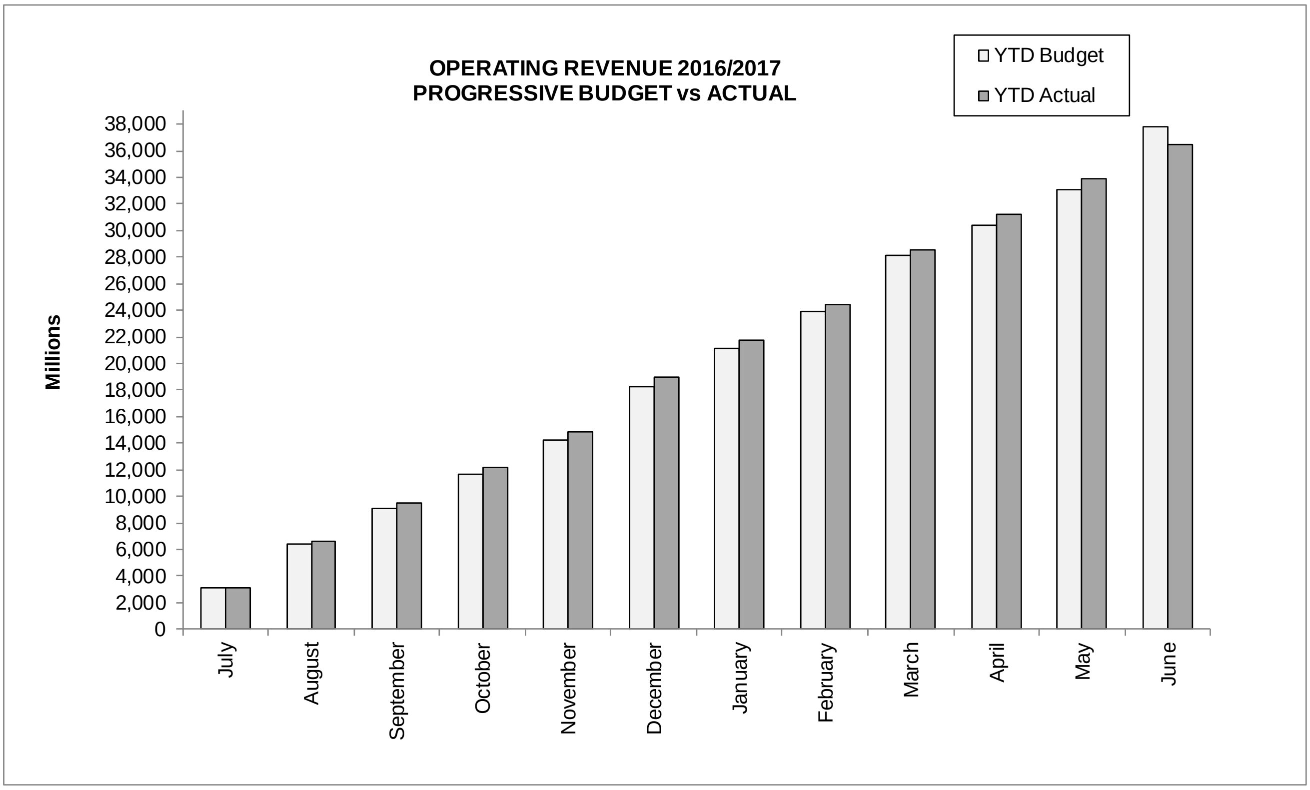
Table C2: Monthly Budget Statement - Financial Performance (standard classification)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Standard								
Governance and administration	**12,270,213**	**12,567,409**	**13,282,993**	**13,820,309**	**13,282,993**	**537,316**	**4.0%**	**13,282,993**
Executive and council	301,714	314,011	317,354	291,599	317,354	(25,754)	-8.1%	317,354
Budget and treasury office	11,685,985	11,971,769	12,723,229	13,297,409	12,723,229	574,180	4.5%	12,723,229
Corporate services	282,514	281,629	242,411	231,302	242,411	(11,109)	-4.6%	242,411
Community and public safety	**2,884,043**	**3,315,492**	**3,594,626**	**2,133,271**	**3,594,626**	**(1,461,355)**	**-40.7%**	**3,594,626**
Community and social services	102,673	96,804	110,746	81,811	110,746	(28,935)	-26.1%	110,746
Sport and recreation	86,704	123,770	138,775	83,261	138,775	(55,514)	-40.0%	138,775
Public safety	1,225,034	1,194,620	1,197,453	725,701	1,197,453	(471,751)	-39.4%	1,197,453
Housing	1,203,138	1,605,746	1,845,534	972,136	1,845,534	(873,398)	-47.3%	1,845,534
Health	266,493	294,552	302,119	270,361	302,119	(31,758)	-10.5%	302,119
Economic and environmental services	**2,054,199**	**1,904,756**	**2,024,451**	**1,666,259**	**2,024,451**	**(358,193)**	**-17.7%**	**2,024,451**
Planning and development	283,224	305,929	321,020	326,288	321,020	5,268	1.6%	321,020
Road transport	1,763,369	1,592,599	1,694,799	1,323,208	1,694,799	(371,590)	-21.9%	1,694,799
Environmental protection	7,606	6,227	8,632	16,762	8,632	8,130	94.2%	8,632
Trading services	**17,771,781**	**18,675,252**	**18,895,284**	**18,858,784**	**18,895,284**	**(36,499)**	**-0.2%**	**18,895,284**
Electricity	11,498,496	12,089,547	12,094,347	12,046,397	12,094,347	(47,949)	-0.4%	12,094,347
Water	3,172,543	3,258,167	3,432,435	3,616,223	3,432,435	183,787	5.4%	3,432,435
Waste water management	1,985,565	2,079,484	2,137,540	1,976,767	2,137,540	(160,772)	-7.5%	2,137,540
Waste management	1,115,177	1,248,054	1,230,962	1,219,397	1,230,962	(11,565)	-0.9%	1,230,962
Other	**680**	**2,076**	**1,806**	**(45)**	**1,806**	**(1,851)**	**-102.5%**	**1,806**
Total Revenue - Standard	**34,980,916**	**36,464,984**	**37,799,160**	**36,478,578**	**37,799,160**	**(1,320,582)**	**-3.5%**	**37,799,160**
Expenditure - Standard								
Governance and administration	**5,393,765**	**6,359,899**	**6,688,716**	**5,758,564**	**6,705,834**	**(947,270)**	**-14.1%**	**6,705,834**
Executive and council	865,599	1,112,285	1,105,503	955,552	1,114,106	(158,554)	-14.2%	1,114,106
Budget and treasury office	2,447,166	2,816,141	2,996,164	2,495,511	2,993,355	(497,844)	-16.6%	2,993,355
Corporate services	2,081,000	2,431,473	2,587,049	2,307,501	2,598,373	(290,872)	-11.2%	2,598,373
Community and public safety	**6,504,178**	**7,662,160**	**7,906,335**	**6,089,706**	**7,904,101**	**(1,814,395)**	**-23.0%**	**7,904,101**
Community and social services	582,385	651,428	634,526	628,807	634,459	(5,652)	-0.9%	634,459
Sport and recreation	1,314,740	1,543,845	1,539,053	1,351,811	1,539,053	(187,242)	-12.2%	1,539,053
Public safety	2,486,830	2,729,102	2,677,711	1,863,585	2,674,403	(810,817)	-30.3%	2,674,403
Housing	1,249,275	1,786,141	2,084,550	1,247,506	2,084,462	(836,957)	-40.2%	2,084,462
Health	870,947	951,643	970,495	997,998	971,724	26,273	2.7%	971,724
Economic and environmental services	**3,425,691**	**3,829,922**	**3,931,584**	**3,586,260**	**3,923,568**	**(337,308)**	**-8.6%**	**3,923,568**
Planning and development	756,784	879,635	881,535	814,515	872,040	(57,525)	-6.6%	872,040
Road transport	2,555,180	2,831,720	2,927,958	2,654,366	2,930,134	(275,768)	-9.4%	2,930,134
Environmental protection	113,727	118,568	122,091	117,379	121,394	(4,015)	-3.3%	121,394
Trading services	**15,311,365**	**16,628,216**	**16,914,987**	**15,499,640**	**16,909,292**	**(1,409,652)**	**-8.3%**	**16,909,292**
Electricity	9,340,359	10,022,681	10,017,089	8,990,078	10,021,000	(1,030,922)	-10.3%	10,021,000
Water	2,714,350	2,782,122	3,042,394	2,894,673	3,045,961	(151,288)	-5.0%	3,045,961
Waste water management	1,474,008	1,628,232	1,722,944	1,623,362	1,709,773	(86,410)	-5.1%	1,709,773
Waste management	1,782,647	2,195,181	2,132,559	1,991,528	2,132,559	(141,032)	-6.6%	2,132,559
Other	**56,276**	**65,260**	**64,526**	**56,238**	**63,353**	**(7,115)**	**-11.2%**	**63,353**
Total Expenditure - Standard	**30,691,275**	**34,545,457**	**35,506,148**	**30,990,408**	**35,506,148**	**(4,515,739)**	**-12.7%**	**35,506,148**
Surplus/ (Deficit) for the year	**4,289,641**	**1,919,528**	**2,293,012**	**5,488,170**	**2,293,012**	**3,195,158**	**139.3%**	**2,293,012**

Note: As per GFS classification, Trading Services expenditure above excludes Street Lighting provisions (included with Community and public safety).

The graphs below illustrate the revenue and expenditure trend per month.



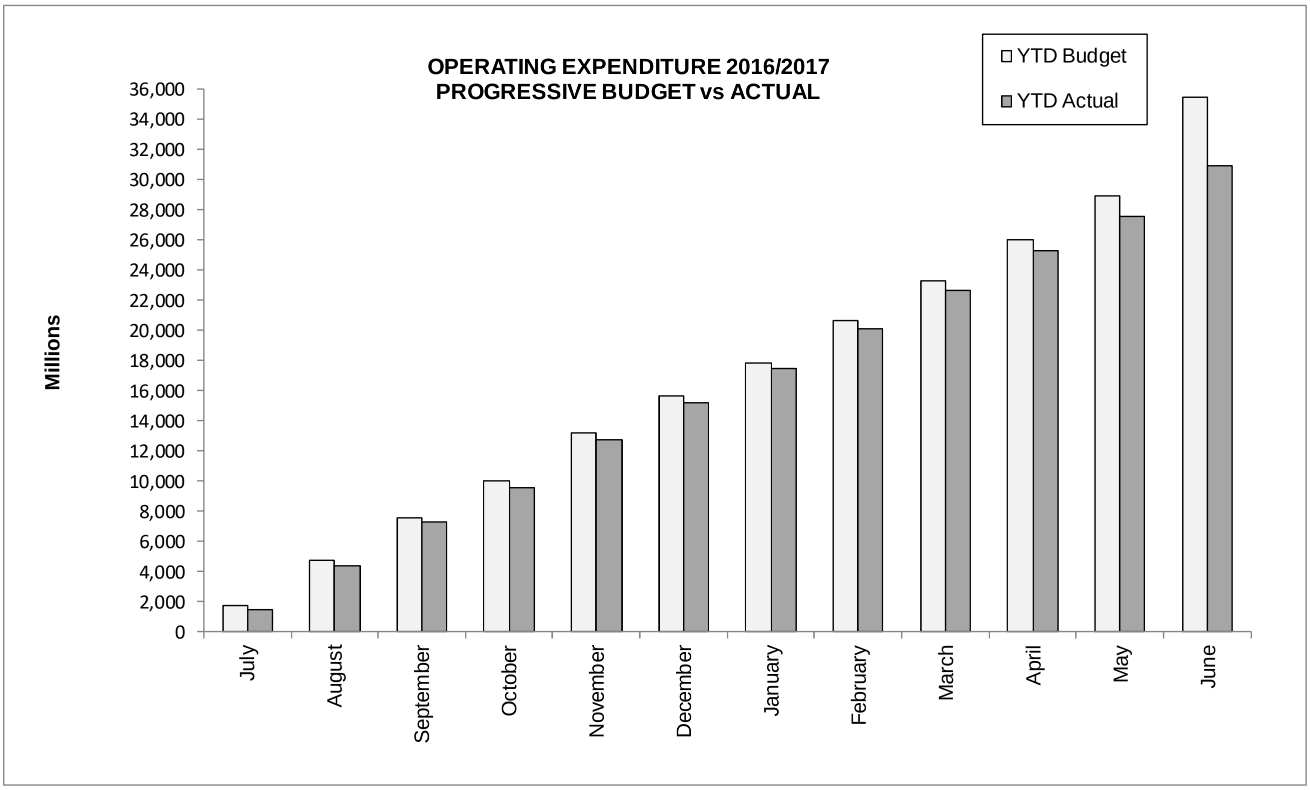


Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

The table below shows budgeted financial performance in relation to the revenue and expenditure by vote as well as the operating surplus or deficit.

Vote Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - Area-Based Service Delivery	7,205	3,193	5,386	5,202	5,386	(185)	-3.4%	5,386
Vote 2 - Assets & Facilities Management	573,021	558,494	453,182	432,068	453,182	(21,114)	-4.7%	453,182
Vote 3 - Corporate Services	55,761	71,939	72,310	63,366	72,310	(8,943)	-12.4%	72,310
Vote 4 - City Manager	(7)	–	–	0	–	0	-	–
Vote 5 - Directorate of the Mayor	1,778	2,145	2,066	963	2,066	(1,103)	-53.4%	2,066
Vote 6 - Energy	11,527,694	12,113,461	12,118,261	12,063,786	12,118,261	(54,475)	-0.4%	12,118,261
Vote 7 - Finance	11,840,538	12,139,426	12,898,859	13,476,400	12,898,859	577,541	4.5%	12,898,859
Vote 8 - Informal Settlements, Water & Waste Services	6,348,840	6,735,519	6,940,743	6,881,766	6,940,743	(58,977)	-0.8%	6,940,743
Vote 9 - Safety & Security	1,236,743	1,201,463	1,204,296	749,891	1,204,296	(454,405)	-37.7%	1,203,450
Vote 10 - Social Services	695,114	772,267	812,630	696,891	812,630	(115,739)	-14.2%	812,630
Vote 11 - Transport & Urban Development Authority	2,694,229	2,867,077	3,291,427	2,108,246	3,291,427	(1,183,182)	-35.9%	3,291,427
Total Revenue by Vote	**34,980,916**	**36,464,984**	**37,799,160**	**36,478,578**	**37,799,160**	**(1,320,582)**	**-3.5%**	**37,798,314**
Expenditure by Vote								
Vote 1 - Area-Based Service Delivery	185,629	214,966	218,642	197,161	218,642	(21,481)	-9.8%	218,642
Vote 2 - Assets & Facilities Management	1,527,375	1,700,101	1,777,822	1,620,008	1,777,822	(157,815)	-8.9%	1,777,822
Vote 3 - Corporate Services	1,382,160	1,651,993	1,674,430	1,515,494	1,674,430	(158,935)	-9.5%	1,674,430
Vote 4 - City Manager	23,991	67,073	28,156	37,405	28,156	9,250	32.85%	28,156
Vote 5 - Directorate of the Mayor	401,494	432,650	472,109	441,000	475,108	(34,109)	-7.2%	475,108
Vote 6 - Energy	9,468,164	10,172,503	10,155,543	9,113,288	10,155,543	(1,042,255)	-10.3%	10,155,543
Vote 7 - Finance	2,725,162	3,122,764	3,309,399	2,793,468	3,309,399	(515,931)	-15.6%	3,309,399
Vote 8 - Informal Settlements, Water & Waste Services	5,952,433	6,569,522	6,831,859	6,501,229	6,831,859	(330,630)	-4.8%	6,831,859
Vote 9 - Safety & Security	2,625,125	2,919,995	2,887,135	2,022,519	2,884,136	(861,617)	-29.9%	2,884,136
Vote 10 - Social Services	2,704,436	3,110,184	3,089,842	2,896,569	3,089,842	(193,274)	-6.3%	3,089,842
Vote 11 - Transport & Urban Development Authority	3,695,304	4,583,704	5,061,210	3,852,268	5,061,210	(1,208,942)	-23.9%	5,061,210
Total Expenditure by Vote	**30,691,275**	**34,545,457**	**35,506,148**	**30,990,408**	**35,506,148**	**(4,515,739)**	**-12.7%**	**35,506,148**
Surplus/ (Deficit) for the year	**4,289,641**	**1,919,528**	**2,293,012**	**5,488,170**	**2,293,012**	**3,195,158**	**139.3%**	**2,292,166**

Note: the above table includes capital grant and donations (CGD).

Annexure B reflects actual operating expenditure per vote including internal costs incurred across votes. (Refer to charge-in and -out columns.)

The ensuing tables reflect the percentage variance for revenue and expenditure by vote, reasons for material deviations and the remedial action thereof, where required.

Table C3 (a): Material variance explanations for revenue by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 1 - Area-Based Service Delivery	(185)	-3.4%	The variance is due to under-recovery on Operating- and Capital Grant funded projects where final year-end transactions still need to be processed.	Financial year-end transactions are still in progress.
Vote 2 - Assets & Facilities Management	(21,114)	-4.7%	The variance is a combination of over-/under-recovery. 1. Rental of Facilities & Equipment (over), due to the Property Management Alignment project of SAP Real Estate Lease-out accounts iro all Lease and Encroachment Agreements, including a one year back-billing on accounts. 2. Gains on disposal of PPE (under), where the sale of property is lower than planned for the year.	Financial year-end transactions are still in progress.
Vote 3 - Corporate Services	(8,943)	-12.4%	The variance is a combination of over-/under-recovery. 1. Other Revenue - Skills Development Levy (over), due to higher than planned income received, which is based on the value of claims submitted by the City. 2. Recoveries of Operational Expenditure (over), due to unplanned recoveries from third parties. 3. Service Charges (under), due to lower revenue realised on broadband network services for the year.	Financial year-end transactions are still in progress.
Vote 4 - City Manager	0	-	-	-
Vote 5 - Directorate of the Mayor	(1,103)	-53.4%	The variance is a combination of over-/under-recovery. 1. Transfers Recognised - Operational (under), due to delays in identifying projects resulting in no 2016/17 projects being funded from the Tourism Development Framework Grant. 2. Recoveries of Operational Expenditure (over), due to recovery of legal costs from plaintiffs where the judge ruled in favour of the City. 3. Staff Recoveries (over), due to higher than planned recovery of expenditure from staff members.	Financial year-end transactions are still in progress.
Vote 6 - Energy	(54,475)	-0.4%	The variance is a combination of over-/under-recovery. 1. Electricity Service Charges (R22.2 million under), due to the periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources. The continuous movement of consumers between the various tariffs as well as changes to the costs associated with the fixed charge as compared to the variable components of the tariff further contributed to this variance. 2. Service Charges Other (combination of under/over) a) Service Charges - Recoveries of Infrastructure Maintenance (under), due to customer demand being lower than planned. b) Connection Fees (over), due to consumer demand being higher than anticipated. 3. Interest earned on Outstanding Debtors (over), due to higher than anticipated income on outstanding debtors for the year. 4. Development Levies (over), due to higher than planned revenue as a result of higher number of property developments in the City. 5. Transfers recognised - Capital (under), mainly due to the Electrification Projects being behind schedule and financial year-end transactions that still need to be finalised.	Financial year-end transactions are still in progress.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 7 - Finance	577,541	4.5%	The variance is a combination of over-/under-recovery. 1.(a) Property Rates (over), due to higher than planned revenue received, which was influenced by the General Valuation (GV) 2015 outcome. The City has made good progress with the GV and Supplementary Valuation (SV) and a major portion of the reviews for real-time valuations in 2016/17 were completed. b) Income Forgone (under), due to fewer than anticipated applications received and properties that qualify to date. 2. Service Charges - Other: Collection Charges Recovered (over), due to an improvement in debt management and business procedures resulting in an increase in the debt collection payments. 3. Interest earned on external investments (over), due to the favourable cash and investment balances of the City. 4. Interest earned on Outstanding Debtors (under), due to lower than anticipated interest billed on outstanding property rates and financial year-end transactions that are still in progress. 5. Agency Income - Provincial (over), due to a licence renewal tariff increase and an increase in renewals processed as a result of a drive conducted by the City and Provincial Government enforcing people to renew their licences. 6. Transfers recognised - operational (under), mainly due to the VAT clawback portion on Urban Development Grant (USDG), which will be used to fund future capital programme. 7. Other Revenue, due to: a) Discounts (over), as a result of higher than anticipated discounts received from suppliers. b) CIDS: Commercial (over), due to adjustments to valuations on which CID Levies are based as well as new developments coming into stream resulting in more revenue received.	Financial year-end transactions are still in progress.
Vote 8 - Informal Settlements, Water & Waste Services	(58,977)	-0.8%	The variance is a combination of over-/under-recovery. 1. Water Service Charges Revenue (R167 million over) and Sanitation Service Charges Revenue (R26 million under), where the variances are as a result of the 30% water restrictions implemented, the impact of the billing cycles and continuous billing corrections. 2. Service Charges - Other (over), due to higher than planned sales on treated effluent water, stricter billing measures applied as well as the use of treated effluent as alternative to water during the drought. Water volumes were higher than anticipated for Level 2 and 3 water restrictions. 3. Connection Fees (over), due to higher than planned revenue from disconnections and reconnections. 4. Service Charges - Refuse, due to: a) Disposal Coupon Fees (under), where disposal of waste is consumptive and has been lower than anticipated. The refuse removal contracts that were to be awarded to external contractors were not successful and therefore services continued to be rendered by internal departments. b) Special Waste Fees (under), where disposal of Hazardous waste is consumptive based and lower than anticipated. 5. Availability charges Solid Waste (under), where more vacant land was developed resulting in fewer properties billed for availability charges. 6. Transfers Recognised - Capital, due to: a) Water Service (under), due to final transactions that still need to be processed for the Borchards Quarry WWTW project and the Cape Flats Bulk Sewer projects. b) Informal Settlements Projects (under), where the Kalkfontein, Urbanisation, Valhalla Park, Tambo Square and Philippi-Sweethomes projects were delayed, due to the late appointments of contractors as well as community resistance and tender appeal processes. 7. Contributions recognised (Water) (under), where expenditure is dependent on the number of application for new meter connections.	Financial year-end transactions are still in progress.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 9 - Safety & Security	(454,405)	-37.7%	The variance is a combination of over-/under-recovery. 1. Traffic Fines and Traffic Fines-Accruals (under), due to year-end transactions still to be processed. 2. Licences and Permits (over), due to more than planned applications received for learner licences, learner certificates and PDP operator certificates. 3. Fire fees (over), due to higher than planned revenue recovered from property owners for extinguishing of fires on their properties. 4. Operating grants (under), due to year-end transactions still to be processed.	Financial year-end transactions are still in progress.
Vote 10 - Social Services	(115,739)	-14.2%	The variance is a combination of over-/under recovery. 1. Service charges - other (under), due to: a) Camp/Resort fees, which is lower than anticipated for the year. b) Service charges (under), due to fewer vacant plots being cleared. 2. Rental of facilities and Equipment (over), due to higher than anticipated income received from rental of sport and recreation facilities. 3. Fines (over), due to overdue book fines being higher than anticipated. 4. Transfers recognised - operational (under), due to month-end processes not completed. 5. Capital grants and donations (under), due to slower than expected implementation of the following projects: a) Du Noon Library construction; b) Upgrade of Sagaloda Park, Philippi; c) Maitland Crematorium and Chapel upgrade; d) Upgrade of the Manenberg Precinct; and e) Upgrade Smart Park - Nomzamo Park.	Financial year-end transactions are still in progress.
Vote 11 - Transport & Urban Development Authority	(1,183,182)	-35.9%	The variance is a combination of over-/under recovery. 1. Busfares (over), due to increased ridership and revised peak hour periods. 2. Building Levies/Scrutiny fees (over), due to an increase in building activates in the City. 3. Certificate fees (over), due to additional condonation certificates for sectional title developments. 4. Rezoning fees (under), due to fewer applications received to date. The building industry is in a flux and very difficult to predict and plan per monthly cycles. 5. Signage fees (under), due the hold on signing contracts with owners until the new Outdoor Advertising and signage By-law is promulgated. 6. Rental of facilities and equipment (over), due to lease revenue being more than anticipated 7. Building fines (over), due to more fines issued than planned for. 8. Licences and permits (over), due to more wayleave permits issued than anticipated. 9. Transfers recognised - operational (under), due to final month-end processes that have not completed yet as well as (i) underspending on housing top structures projects as the result of ongoing vandalism, (ii) s slow progress on the promotion and communication on MyCiTi Services, (c) the delayed payment to PRASA for the development framework for the Northern Corridor and (d) the delays in the implementation of the Integrated Public Transport Network Plan project, due to late awarding of the tender. 10. Development Levies (over), due to higher rate of property developments in the City as well as the collection of outstanding fees. 11. Capital grant-funded projects (over), due to: a) items delivered earlier than anticipated on the Public Transport System Management project; b) IRT PH2A, which is ahead of schedule as a result of good performance by contractor; c) Valhalla Park Integrated Housing Project being ahead of schedule. 2. Contributed asset (over), due to donation of the Wolfgat Environmental Education Centre to the City and the recognition thereof in the City's books.	Financial year-end transactions are still in progress.

Table C3 (b): Material variance explanations for expenditure by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 1 - Area-Based Service Delivery	(21,481)	-9.8%	The variance is a combination of over-/under expenditure and is mainly on: 1. Employee Related Costs (under), due to the turnaround in filling vacancies, the internal filling of vacancies and delays with the establishment of ward committees. 2. Depreciation (under), due to the reversal of land depreciation charges as a result of the reclassification of assets. 3. Contracted Services (under), due to: a) Lower than planned expenditure on Mayoral Urban Re-generation Projects (MURP) as a result of difficulties experienced in reaching consensus with communities regarding projects to be implemented. b) Lesser requirements for labour brokers for the year. 4. Transfers and Grants (under), due to beneficiary non-compliance and fewer concerts hosted than initially anticipated. 5.Other Expenditure, due to: a) Lower than planned expenditure on Printing and Stationery, Security Services and Advertising cost. b) Hire of Cars (over), due to increased gang intervention programmes and transport service required to patrol in MURP Areas. c) Computer Services Special IT (over), due to the implementation of the E-permitting system for informal traders resulting in higher than anticipated expenditure.	Final year-end closure transactions are still in progress and virements will be processed to correct over expenditure on items, where necessary.
Vote 2 - Assets & Facilities Management	(157,815)	-8.9%	The variance is a combination of over-/under expenditure and is mainly on: 1. Employee related Cost (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Other Materials (under), where the actual expenditure for this category is reflected against Contracted Services and will be reposted before year end. 3. Contracted Services (over), where the actual expenditure is largely within R&M-related items but should reflect against Materials Other. This will be reposted to the correct element. 4. Consultants and Labour Brokers (under), largely as a result of cost containment measures and delays in awarding the building maintenance tender. 5. Other expenditure (combination of over-/under expenditure), largely on: a) Fuel (under), due to replacement of older vehicles with more fuel efficient vehicles and the impact of lower than anticipated fuel prices. b) Hire of LDV (under), resulting from stringent budgetary control measures imposed on private vehicle hire. c) Subsidy on Home Owners Redemption (under), where expenditure is linked to the number of applications received. d) Vehicle Tracking (under), as a result of replacement of old fleet. e) Plant and Equipment - Capex (under), which relates to the provision for the acquisition of vehicles funded ex-Revenue. e) Indigent Relief (over), where higher than anticipated applications were received for Human Settlement rental relief.	Financial year-end transactions are still in progress and corrective action will be taken, where necessary.
Vote 3 - Corporate Services	(158,935)	-9.5%	The variance is a combination of over-/under expenditure and is mainly on: 1. Employee related costs (under), due to the turnaround time of filling vacancies. 2. Remuneration of Councillors (under), due to councillor vacancies and lower than anticipated travel claims submitted by councillors. 3. Depreciation (over), which is linked to the capitalisation rate of assets. 4. Contracted Services (under), due to delays with the renewal of various telecommunication and IT-related maintenance tenders. 5. General Expenses (under), as a result of: a) Recruitment costs, due to savings realised in the appointment of senior managers and directors. b) Telecommunication and Computer Services, due to a lower demand for telecommunication services and lesser license fees paid. c) Contribution to Provision, where the final year-end transaction to create the provision has not yet been processed.	Financial year-end transactions are still in progress.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 4 - City Manager	9,250	32.85%	The variance is largely due to advance payment by the City of the 2017/18 SALGA membership fees in order to receive the discount offer for early payment.	Final year-end transactions to reflect the expenditure in 2017/18 is underway.
Vote 5 - Directorate of the Mayor	(34,109)	-7.2%	The expenditure is a combination of over-/under expenditure and is mainly on: 1. Depreciation (under), due to reversals of depreciation charges as a result of reclassification of asset with a land component from depreciable to non-depreciable. 2. Contracted Services (under), where the expenditure was lower than planned due to delays in awarding the tender for professional services to support transversal management training. 3. Transfers and Grants (under), due to: a) The disbursement to the Economic Development Partnership, which will only be effected in 2017/18 in terms of the new Memorandum of Agreement. b) Fewer sponsorship and donation requests approved by the Executive Mayor. 4. Other Expenditure, due to: a) Computer Services (over), as a result of additional work on the PPM project in respect of the Strategic Management framework, Transport Development Authority programme and the Integrated Human Settlements frameworks. b) Entertainment and Printing & Stationery (under), resulting from lower expenditure, due to stricter control measures and lower demand for services. c) Travel & Subsistence (under), due to lower expenses on airfares as a result of sponsorship.	Financial year-end transactions are still in progress.
Vote 6 - Energy	(1,042,255)	-10.3%	The variance is largely due to under expenditure on: 1. Employee related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Bulk Electricity, due to a) June 2017 Eskom payment, which has still not been processed. b) Periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources. c) Continuous movement of consumers between the various tariffs and changes to the costs associated with the fixed charge as compared to the variable components of the tariff further contributed to this variance. 3. Other Materials, due to delays in awarding the Public Lighting tender and First line response (FLR) maintenance tender as a result of specifications clarification. 4. Contracted Services, due to: a) June 2017 payments, which still has to be processed as part of financial year-end and delays in awarding the Public Lighting tender and First line response (FLR) maintenance tender as a result of specifications clarification. b) Fewer labour brokers required for 2016/17. 5. Other Expenditure, mainly on a) Cleaning Costs, as a result of delays in awarding tenders. b) Security Services, due to scaling down of security operations resulting from changing overhead cables to underground. c) Fuel, due to lesser requirement for the gas turbine and lower consumption on fleet. d) Software Licences, savings realised on third party agreement payments as a results of the R/$ exchange rate fluctuations during 2016/17. e) Specialised Information Technology Services, due to postponement of the metering mobile project to further consult other directorates. 6. Depreciation, due to lower than anticipated capitalisation of assets and financial year-end processes, which are still in progress. 7. Various other expenditure items, due to final year-end transactions and invoices that still needs to be processed.	Financial year-end transactions are still in progress.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 7 - Finance	(515,931)	-15.6%	The variance is largely due to under-/over expenditure on: 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Finance charges (under), as a result of savings due to the loan that was not taken up as originally planned given the City's current cash position. 3.Other expenditure (over/under) on: a) Bank Charges & Services (under), as a result of lower than planned expenditure, due to delays in the rollout of Point of Sale terminals at cash offices. b) Deeds and transfers (under), due to delays with the Cape Town Area Database project. Financial year-end processes are still in progress. c) Investments Management fee (under), where savings were realised as a result of the reduction in fund managers. d) Indigent relief (under), due to lesser applications received and the impact of the General Valuation, which resulted in some properties not qualifying for the relief benefit. e) Audit Fees (under), where efficiencies in the external audit process resulted in the audit finishing earlier than anticipated resulting in unanticipated savings for the year. f) Miscellaneous non-Vatable Expense (under), which relates to the VAT clawback provision on the Urban Development Grant (USDG) that will be used to fund future capital programmes. g) Printing, Stationery & Photocopying (over), where additional notices were issued for renewal of motor vehicle licenses. h) Collection Cost (over), which relates to commission paid per transaction for various third party vendors and which is to be	The situation is monitored by the finance manager. Financial year-end processes are still in progress.
Vote 8 - Informal Settlements, Water & Waste Services	(330,630)	-4.8%	The variance is a combination of under/over expenditure mainly on: 1. Employee-related costs (under), due to the turnaround time in the filling of vacancies and the impact of the internal filling of vacant posts. Delays experienced in sourcing suitable candidates for the Mayor's Job Creation Project posts further contributed to the variance. 2. Bulk Purchase (under), mainly as a result of outstanding final invoices from the Department of Water & Sanitation and lower demand for water due to the restrictions currently in place. 3. Contracted Services (under), mainly on: a) Chipping (under), due to lower waste received from residents for chipping. b) Haulage (under), where delays in the Haulage tender resulted in the tender being re-advertised to allow for a change in scope. Work on the Haulage tender commenced at the end of March 2017; the full expenditure allocation will be spent in 2017/18. c) R&M, where lower than planned R&M was required, due to increased capital upgrades at Solid Waste Management depot facilities. 4. Other Materials (under), largely due to lower than expected purchases of refuse containers for the year. 5. Other Expenditure (combination of under/over), mainly on: a) Security Services & Charges (over), due to increased security requirements at disposal facilities and Informal Settlement areas. b) Electricity (under), due to current water restrictions resulting in lower demand for water and thus lower pumping costs for water and sanitation. c) Computer Service Software License (under), due to tenders being placed on hold and an audit finding against the vendor providing Enterprise licenses resulting in no software license purchases. d) Plant and Equipment - Capex (under), which relates to the provision for the acquisition of capital items funded ex Revenue	The situation is monitored by the finance manager and corrective action will be taken before financial year-end closure, where required.
Vote 9 - Safety & Security	(861,617)	-29.9%	The under-expenditure is mainly on: 1. Debt Impairment, where the year-end transaction for traffic fines accrual has not yet been processed. 2. Contracted Services, largely due to the tender for acquisition of the drone not awarded yet and lower than anticipated demand for safeguarding and security services. 3. Transfers and Grants, as a result of beneficiaries not submitting required documentation before payments could be processed. 4. Other expenditure, mainly on: a) Uniform and Protective clothing, resulting from delays in the awarding of the Law Enforcement uniform tender. b) Fuel, where a number of vehicles are not being utilised as they are still in workshops for repairs. c) Printing & Stationery and Hire of Cars, due to cost containment measures. d) Commission, due to lower than expected commission paid to third party for traffic fine collections.	Financial year-end transactions are still in progress.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 10 - Social Services	(193,274)	-6.3%	The variance is a combination of over-/under expenditure and is mainly on: 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Depreciation (under), due to the re-classification of public open spaces to non-depreciable land resulting in the adjustment and reversal of prior years' depreciation charges. 3. Materials Other (under), due to slower than anticipated implementation of various R&M projects. 4. Contracted services (under), due to: a) Delays in finalisation of the grass cutting tender as well as the impact of level 4 water restrictions. b) Outstanding invoices for laboratory services as well as more HIV & TB patients being tested. c) Lower than planned expenditure on sport and recreation programmes. d) Delayed implementation of the Mayor's Job Creation projects. 5. General Expenses (combination of over/under), mainly on: a) Pharmaceutical suppliers & Vaccines (over), as a result of the cost of ARV drugs and vaccines being higher than anticipated. b) Electricity (under), due to lower consumption. c) Fuel (under), as a result of stricter control measures put in place and price fluctuations. d) Security services (under), where the June 2017 invoices must still be processed. e) Uniforms and protective clothing (under), due to delays with implementation of the Mayor's Job Creation projects.	Financial year-end transactions are still in progress.
Vote 11 - Transport & Urban Development Authority	(1,208,942)	-23.9%	The variance is a combination of under-/over expenditure on: 1. Employee related costs (under), due to the turnaround time of filling vacancies. 2. Other Materials (over), due to fire kits (building materials) purchased and issued to informal settlement areas to repair structures damaged by fires. 3. Contracted Services (under), due to: a) Funding received for top structures but not yet paid out as result of delays with the approval of beneficiaries. b) Delays in implementation of the Comprehensive Integrated Transport Plan project. c) Delays in processing invoices for road resealing and AFC maintenance projects. 4. General Expenses (under), mainly on: a) Housing PHP payments as funding was received for top structures but not yet paid out, due to delays with the approval of beneficiaries. b) Fuel, as a result of price fluctuations. c) IRT taxi compensation pay-outs, which are dependent on complex negotiations with the taxi operators. d) MyCiTi VOC expenditure, where invoices for June 2017 still has to be processed. e) Security Services & Charges resulting from moderation of services. f) Training programmes, as a result of delays with the rollout of various training initiatives.	Financial year-end transactions are still in progress.

Table C4: Monthly Budget Statement – Financial Performance (revenue by source and expenditure by type)

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type**.**

Vote Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - Area-Based Service Delivery	7,205	3,193	5,386	5,202	5,386	(185)	-3.4%	5,386
Vote 2 - Assets & Facilities Management	573,021	558,494	453,182	432,068	453,182	(21,114)	-4.7%	453,182
Vote 3 - Corporate Services	55,761	71,939	72,310	63,366	72,310	(8,943)	-12.4%	72,310
Vote 4 - City Manager	(7)	–	–	0	–	0	-	–
Vote 5 - Directorate of the Mayor	1,778	2,145	2,066	963	2,066	(1,103)	-53.4%	2,066
Vote 6 - Energy	11,527,694	12,113,461	12,118,261	12,063,786	12,118,261	(54,475)	-0.4%	12,118,261
Vote 7 - Finance	11,840,538	12,139,426	12,898,859	13,476,400	12,898,859	577,541	4.5%	12,898,859
Vote 8 - Informal Settlements, Water & Waste Services	6,348,840	6,735,519	6,940,743	6,881,766	6,940,743	(58,977)	-0.8%	6,940,743
Vote 9 - Safety & Security	1,236,743	1,201,463	1,204,296	749,891	1,204,296	(454,405)	-37.7%	1,203,450
Vote 10 - Social Services	695,114	772,267	812,630	696,891	812,630	(115,739)	-14.2%	812,630
Vote 11 - Transport & Urban Development Authority	2,694,229	2,867,077	3,291,427	2,108,246	3,291,427	(1,183,182)	-35.9%	3,291,427
Total Revenue by Vote	**34,980,916**	**36,464,984**	**37,799,160**	**36,478,578**	**37,799,160**	**(1,320,582)**	**-3.5%**	**37,798,314**
Expenditure by Vote								
Vote 1 - Area-Based Service Delivery	185,629	214,966	218,642	197,161	218,642	(21,481)	-9.8%	218,642
Vote 2 - Assets & Facilities Management	1,527,375	1,700,101	1,777,822	1,620,008	1,777,822	(157,815)	-8.9%	1,777,822
Vote 3 - Corporate Services	1,382,160	1,651,993	1,674,430	1,515,494	1,674,430	(158,935)	-9.5%	1,674,430
Vote 4 - City Manager	23,991	67,073	28,156	37,405	28,156	9,250	32.85%	28,156
Vote 5 - Directorate of the Mayor	401,494	432,650	472,109	441,000	475,108	(34,109)	-7.2%	475,108
Vote 6 - Energy	9,468,164	10,172,503	10,155,543	9,113,288	10,155,543	(1,042,255)	-10.3%	10,155,543
Vote 7 - Finance	2,725,162	3,122,764	3,309,399	2,793,468	3,309,399	(515,931)	-15.6%	3,309,399
Vote 8 - Informal Settlements, Water & Waste Services	5,952,433	6,569,522	6,831,859	6,501,229	6,831,859	(330,630)	-4.8%	6,831,859
Vote 9 - Safety & Security	2,625,125	2,919,995	2,887,135	2,022,519	2,884,136	(861,617)	-29.9%	2,884,136
Vote 10 - Social Services	2,704,436	3,110,184	3,089,842	2,896,569	3,089,842	(193,274)	-6.3%	3,089,842
Vote 11 - Transport & Urban Development Authority	3,695,304	4,583,704	5,061,210	3,852,268	5,061,210	(1,208,942)	-23.9%	5,061,210
Total Expenditure by Vote	**30,691,275**	**34,545,457**	**35,506,148**	**30,990,408**	**35,506,148**	**(4,515,739)**	**-12.7%**	**35,506,148**
Surplus/ (Deficit) for the year	**4,289,641**	**1,919,528**	**2,293,012**	**5,488,170**	**2,293,012**	**3,195,158**	**139.3%**	**2,292,166**

The ensuing tables reflect the percentage variance for revenue by source and expenditure by type, reasons for material deviations and the remedial action thereof, where required.

Table C4 (a): Material variance explanations for revenue by source

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Property rates	475,996	6.3%	Property Rates (over), due to higher than planned revenue received. This was influenced by the General Valuation (GV) 2015 outcome. The City has made good progress with the GV and Supplementary Valuation (SV) and a major portion of the reviews for real-time valuations in 2016/17 were completed. The over-recovery will cover the impact of valuation objections and the appeal outcomes.	Financial year-end transactions are still in progress.
Service charges - electricity revenue	(22,208)	-0.2%	The under-recovery is due to the periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources. The continuous movement of consumers between the various tariffs as well as changes to the costs associated with the fixed charge as compared to the variable components of the tariff further contributed to this variance.	Financial year-end transactions are still in progress.
Service charges - water revenue	167,057	5.1%	The over-recovery is mainly due to the newly implemented level 3 water restrictions (30%), the impact of the billing cycles and billing corrections.	Financial year-end transactions are still in progress.
Service charges - sanitation revenue	(83,071)	-4.9%	The under-recovery is mainly on Sewerage Sales. The charges on sewerage are demand driven and linked to water consumption trends and the factors influencing water consumption.	Financial year-end transactions are still in progress.
Service charges - refuse revenue	(26,713)	-2.2%	The under-recovery is mainly due the fact that disposal of waste is consumptive and has been lower than anticipated. The refuse removal contracts that were to be awarded to external contractors were not successful and therefore services continued to be rendered by internal departments. In addition, the lower than planned revenue from Special Waste fees for the disposal of hazardous waste contributed to the variance.	Financial year-end transactions are still in progress.
Service charges - other	(9,281)	-1.5%	The variance is a combination of over-under-recovery and is mainly on: 1. Collection Charges Recovered (over), due to higher than planned revenue for the period. 2. Fire fees (over), due to higher than planned revenue recovered from property owners for extinguishing of fires. 3. Building Levies/Scrutiny Fees (over), due to the increased level of building activities in the City. 4. Connection Fees - Electricity (over), due to higher than planned demand from consumers. 5.Camp/Resort fees (under) , due to a lower rate of utilisation of facilities/resorts/camp sites for the year. 6. Recoveries of infrastructure maintenance (under), due to a lower consumer demand for services. 7. Signage fees (under), due to the hold on signing contracts with owners until the new Outdoor Advertising and Signage By-law is promulgated.	Financial year-end transactions are still in progress.
Rental of facilities and equipment	5,197	1.3%	The over-recovery is due to higher than anticipated income received from rental of facilities for the period under review.	Financial year-end transactions are still in progress.
Interest earned - external investments	117,221	19.7%	The over-recovery is largely due to Interest earned on investments being higher than planned for the period under review, due to more favourable investment and cash balances.	Financial year-end transactions are still in progress.

Table continues on next page.

Annexure A: In-year report (June 2017 – Provisional results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Interest earned - outstanding debtors	33,353	13.6%	The over-recovery is on Property Rates, Electricity, Water & Sanitation and Solid Waste Debtors and relates to the debtors payment ratio and outstanding debtor balances.	Financial year-end transactions are still in progress.
Dividends received	–	-	-	-
Fines	(458,430)	-43.4%	The under-recovery is mainly on Traffic Fines and Traffic Fines-Accruals, where the final year-end transactions for fines issued were not processed yet.	Financial year-end transactions are still in progress.
Licences and permits	11,776	32.8%	The over-recovery is mainly within the Safety & Security directorate, due to higher than planned applications received for learner licences, learner driver certificates and PDP operator certificates.	Financial year-end transactions are still in progress.
Agency services	32,933	21.4%	The over-recovery is mainly within the Finance directorate and is due to a licence renewal tariff increase and an increase in renewals processed as a result of a drive conducted by the City and Provincial Government enforcing people to renew their licences.	Financial year-end transactions are still in progress.
Transfers recognised - operational	(1,004,843)	-23.3%	The variance is mainly within: Transport and Urban Development, due to: a) Final year-end processes not completed yet. b) Underspending on housing top structures projects as the result of ongoing vandalism. c) Slow progress on the promotion and communication on MyCiTi Services. d) The delayed payment to PRASA for the development framework for the Northern Corridor. e) The delay in implementation of the Integrated Public Transport Network Plan project, due to late awarding of the tender.	Financial year-end transactions are still in progress.
Other revenue	64,789	2.6%	The main contributors to this over-recovery are: 1. Development Levies/BICL, due to higher than planned revenue on development levies received from property developers. 2. Skills Development Levy, due to claims submitted being higher than planned to date. 3. Salvaged items, due to higher than planned revenue from the sale of scrapped items during the year. 4. CIDS - Commercial, due to adjustments of valuations on which CID Levies are based as well as new developments coming into stream resulting in more revenue received.	Financial year-end transactions are still in progress.
Gains on disposal of PPE	(13,991)	-34.5%	The under-recovery is mainly within the Assets & Facilities Management directorate and relates to the sale of PPE for which the actual outcomes are difficult to plan accurately.	Financial year-end transactions are still in progress.

Table C4 (b): Material variance explanations for expenditure by type

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Employee related costs	(217,528)	-2.1%	The variance is mainly due to turnaround time in filling vacancies and the internal filling of vacancies. In addition, final year-end transactions iro employee related-benefit provisions still needs to be processed.	The filling of vacancies is on-going and seasonal staff are appointed as and when required. Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments.
Remuneration of councillors	(7,628)	-5.2%	The cumulative impact of councillor vacancies and the lower than anticipated claims on re-imbursive travel expenses has resulted in saving for the year.	
Debt impairment	(820,517)	-36.34%	The variance largely relates to the debt impairment provision for traffic fines accruals that still needs to be processed as part of final year-end transactions.	
Depreciation & asset impairment	(219,062)	-9.0%	The under expenditure is due to the downward adjustment of depreciation charges as a result of reclassification of assets with a land component from depreciable to non-depreciable. This expenditure is also largely linked to the capitalisation rate of assets.	
Finance charges	(202,905)	-22.6%	The variance is as a result of savings realised, due to the loan that was not taken up as originally planned given the City's cash position.	
Bulk purchases	(996,868)	-11.7%	The variance is on: 1. Electricity Bulk Purchases and is due to: a) June 2017 Eskom payment, which has still not been processed. b) Periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources. c) Continuous movement of consumers between the various tariffs and changes to the costs associated with the fixed charge as compared to the variable components of the tariff. 2. Water Bulk Purchase mainly as a result of outstanding final invoices from the Department of Water & Sanitation and lower demand due to water restrictions.	No remedial action needed.
Other materials	(34,046)	-6.8%	The variance is largely due to: 1. Cost containment measures implemented to curtail expenditure on materials as well as delays in finalisation and awarding of the building maintenance tender. 2. Delays in awarding the Public lighting tender and the First Line Response (FLR) maintenance tender as a result of specifications clarifications. 3. Lower than expected purchases of refuse containers during the year.	No remedial action needed.
Contracted services	(992,075)	-21.1%	The variance is mainly due to: 1. Cost containment measures implemented to curtail expenditure on consultants. 2. Delays in awarding tenders and receipt of invoices from service providers. 3. Termination of contracts, due to poor performance. 4. Slower than anticipated progress on major construction projects, due to challenges experienced with the awarding of tenders, delays on Human Settlement projects and lower maintenance on MyCiTi buses resulting from lower tender prices. 5. Slower than planned maintenance activities on rental stock. 6. Misalignment of the budget with the actual expenditure and the reactive component of R&M, which is adhoc in nature and difficult to plan accurately per monthly cycles.	Some transfers to beneficiaries could not be processed, due to outstanding documentation required for finalisation of MOA's and the subsequent approval for payment.

Table continues on next page.

Annexure A: In-year report (June 2017 – Provisional results)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Transfers and grants	(9,270)	-7.8%	Some transfers to beneficiaries could not be processed, due to outstanding documentation required for finalisation of MOA's and the subsequent approval for payment.	No remedial action needed.
Other expenditure	(1,016,803)	-18.2%	The variance mainly on: 1. Fuel, due to lower fuel requirements for water generators, the impact of price fluctuations of fuel and lower consumption. 2. IRT taxi compensation pay-outs, which are dependent on complex negotiations with taxi operators. 3. Delays with implementation of tenders. 4. Indigent Relief, where the YTD applications were fewer than initially planned. 5. Software Licenses, due to fewer licenses required and final invoices that still needs to be processed. 6. Computer Services, due to reduced utilisation of Internet Service Providers and cheaper rates resulting in reduced Internet usage costs. 7. Electricity, due to lower consumption and current water restrictions resulting in lower demand for water and thus lower pumping costs for water and sanitation. 8. Contribution to Provision, where the final year-end transaction to create the provision has not yet been processed. 9. Commission, due to lower than expected commissions paid to third party for traffic fine collections. 10. Plant and Equipment - Capex, which relates to the provision for the acquisition of capital items funded ex-Revenue. 11. Housing PHP payments, due to funding received for top structures but not yet paid out, due to delays with the approval of beneficiaries.	Final year-end transactions and processing of invoices are in progress.
Loss on disposal of PPE	964	100.0%	Immaterial variance.	-

Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

The table below reflects the City's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from National and Provincial departments.

Vote Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - Area-Based Service Delivery	11,287	8,724	12,564	12,095	12,564	(469)	-3.7%	12,390
Vote 2 - Assets & Facilities Management	311,356	380,183	387,968	354,248	387,968	(33,720)	-8.7%	360,810
Vote 3 - Corporate Services	318,490	302,085	257,408	216,849	257,408	(40,559)	-15.8%	248,997
Vote 4 - City Manager	232	242	322	321	322	(2)	-0.6%	321
Vote 5 - Directorate of the Mayor	20,006	18,696	22,341	21,802	22,341	(539)	-2.4%	22,424
Vote 6 - Energy	1,090,855	1,607,202	1,376,327	1,216,872	1,376,327	(159,455)	-11.6%	1,254,278
Vote 7 - Finance	15,835	16,091	24,190	23,613	24,190	(577)	-2.4%	23,775
Vote 8 - Informal Settlements, Water & Waste Services	1,698,228	2,055,689	1,949,977	1,772,341	1,949,977	(177,636)	-9.1%	1,816,448
Vote 9 - Safety & Security	150,281	138,938	119,749	105,609	119,749	(14,141)	-11.8%	119,603
Vote 10 - Social Services	231,223	247,719	264,724	219,819	264,724	(44,905)	-17.0%	248,907
Vote 11 - Transport & Urban Development Authority	1,642,040	1,725,706	1,943,836	1,683,280	1,943,836	(260,556)	-13.4%	1,892,907
Total Capital Expenditure	**5,489,834**	**6,501,277**	**6,359,407**	**5,626,848**	**6,359,407**	**(732,559)**	**-11.5%**	**6,000,860**
Capital Expenditure - Standard Classification								
Governance and administration	**520,726**	**571,966**	**663,878**	**575,413**	**663,878**	**(88,465)**	**-13.3%**	**637,351**
Executive and council	45,771	35,849	128,050	103,938	128,050	(24,111)	-18.8%	127,498
Budget and treasury office	15,367	15,997	24,345	23,774	24,345	(571)	-2.3%	23,935
Corporate services	459,588	520,120	511,484	447,701	511,484	(63,782)	-12.5%	485,918
Community and public safety	**770,004**	**936,453**	**981,981**	**847,334**	**981,981**	**(134,647)**	**-13.7%**	**911,939**
Community and social services	85,337	69,742	87,161	73,795	87,161	(13,366)	-15.3%	83,999
Sport and recreation	142,704	148,513	170,483	142,976	170,483	(27,507)	-16.1%	158,855
Public safety	187,892	185,098	170,275	152,123	170,275	(18,152)	-10.7%	169,751
Housing	336,949	499,611	529,374	456,977	529,374	(72,397)	-13.7%	475,287
Health	17,122	33,490	24,688	21,463	24,688	(3,225)	-13.1%	24,048
Economic and environmental services	**1,529,423**	**1,534,557**	**1,575,570**	**1,354,107**	**1,575,570**	**(221,463)**	**-14.1%**	**1,526,249**
Planning and development	58,135	70,524	69,660	68,032	69,660	(1,629)	-2.3%	69,330
Road transport	1,454,254	1,448,117	1,493,862	1,274,234	1,493,862	(219,628)	-14.7%	1,444,949
Environmental protection	17,034	15,916	12,048	11,841	12,048	(207)	-1.7%	11,970
Trading services	**2,669,181**	**3,458,301**	**3,137,977**	**2,849,993**	**3,137,977**	**(287,984)**	-9.2%	**2,925,321**
Electricity	1,016,911	1,536,812	1,305,687	1,151,137	1,305,687	(154,550)	-11.8%	1,184,125
Water	719,005	883,225	953,435	892,758	953,435	(60,677)	-6.4%	911,083
Waste water management	680,773	800,774	696,774	645,431	696,774	(51,343)	-7.4%	653,472
Waste management	252,491	237,491	182,081	160,667	182,081	(21,414)	-11.8%	176,641
Other	**500**	**–**	**–**	**–**	**–**	–	-	**–**
Total Capital Expenditure - Standard Classification	**5,489,834**	**6,501,277**	**6,359,407**	**5,626,848**	**6,359,407**	**(732,559)**	**-11.5%**	**6,000,860**
Funded by:								
National Government	2,030,362	2,079,122	2,152,751	1,838,340	2,152,751	(314,410)	-14.6%	2,036,341
Provincial Government	156,729	97,918	52,320	45,866	52,320	(6,454)	-12.3%	46,434
District Municipality	–	–	–	–	–	–	-	–
Other transfers and grants	333	–	–	–	–	–	-	–
Transfers recognised - capital	**2,187,425**	**2,177,040**	**2,205,071**	**1,884,206**	**2,205,071**	**(320,865)**	**-14.6%**	**2,082,775**
Public contributions & donations	61,488	87,800	81,341	73,562	81,341	(7,780)	-9.6%	74,345
Borrowing	2,441,423	2,928,696	2,917,150	2,658,740	2,917,150	(258,410)	-8.9%	2,797,712
Internally generated funds	799,498	1,307,740	1,155,845	1,010,340	1,155,845	(145,505)	-12.6%	1,046,027
Total Capital Funding	**5,489,834**	**6,501,277**	**6,359,407**	**5,626,848**	**6,359,407**	**(732,559)**	**-11.5%**	**6,000,860**

The ensuing tables reflect the percentage variance for capital expenditure by vote as well as reasons for material deviations and the remedial action thereof, where required.

Table C5 (a): Material variance explanations for capital expenditure

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 1 - Area-Based Service Delivery	(469)	-3.7%	Immaterial variance.	No remedial action required.
Vote 2 - Assets & Facilities Management	(33,720)	-8.7%	1. Facilities Management: a) Diesel Burner Upgrade: Order placed for equipment, however, due to delays experienced by the contractor the equipment could not be shipped from France timeously. b) CHQ New Entrance: Transport Development Authority (TDA) took ownership of the project but could not complete it therefor only a portion of the professional fees was spent. 2. Property Management - Basement Parking & Access: The building construction has experienced constant delays. Notwithstanding repeated request by the City, the independent contractor has also not been forthcoming in providing updates to the City in respect of projected cash flows. 3. Home Ownership Transfer, Tenancy Management and Staff Housing - Major Upgrading Rental Units: Projects completed. Awaiting final invoices.	Final invoices to be processed by 14 July 2017 and committed funds to be rolled over to new financial year.
Vote 3 - Corporate Services	(40,559)	-15.8%	1.Dark Fibre Broadband Infrastructure: Project behind planned spend, due to tenders expiring. Builds and Contractor resources have been activated via Tender 121S. Awaiting final invoices. 2. Digital Inclusion Project: Awaiting final invoices.	Final invoices to be processed by 14 July 2017.
Vote 4 - City Manager	(2)	-0.6%	Immaterial variance.	No remedial action required.
Vote 5 - Directorate of the Mayor	(539)	-2.4%	Immaterial variance.	No remedial action required.
Vote 6 - Energy	(159,455)	-11.6%	Delays were experienced against the following projects: 1. Bloemhof Network Control centre: An appeal was lodged when the tender was awarded causing a 5 month delay to the anticipated start of construction. Contractor was on site on 1 June 2017. An underspend of R24.5 million is anticipated in 2016/17. 2. Bloemhof - Stores Upgrade: Poor soil conditions experienced during excavation of the foundations and the late delivery of steel caused delays at the start of the project. An underspend of R20.4 million is anticipated in 2016/17. 3. Mitchells Plain Depot - Alterations: The project is behind schedule, due to unforeseen construction related delays. An underspend of R7.4 million is anticipated in 2016/17.	Project managers have been closely monitoring and tracking all projects and tenders to ensure maximum spend. Where necessary, a request for roll-overs of 2016/17 unspent committed funds will be submitted.
Vote 7 - Finance	(577)	-2.4%	Immaterial variance.	No remedial action required.

Table continues on next page.

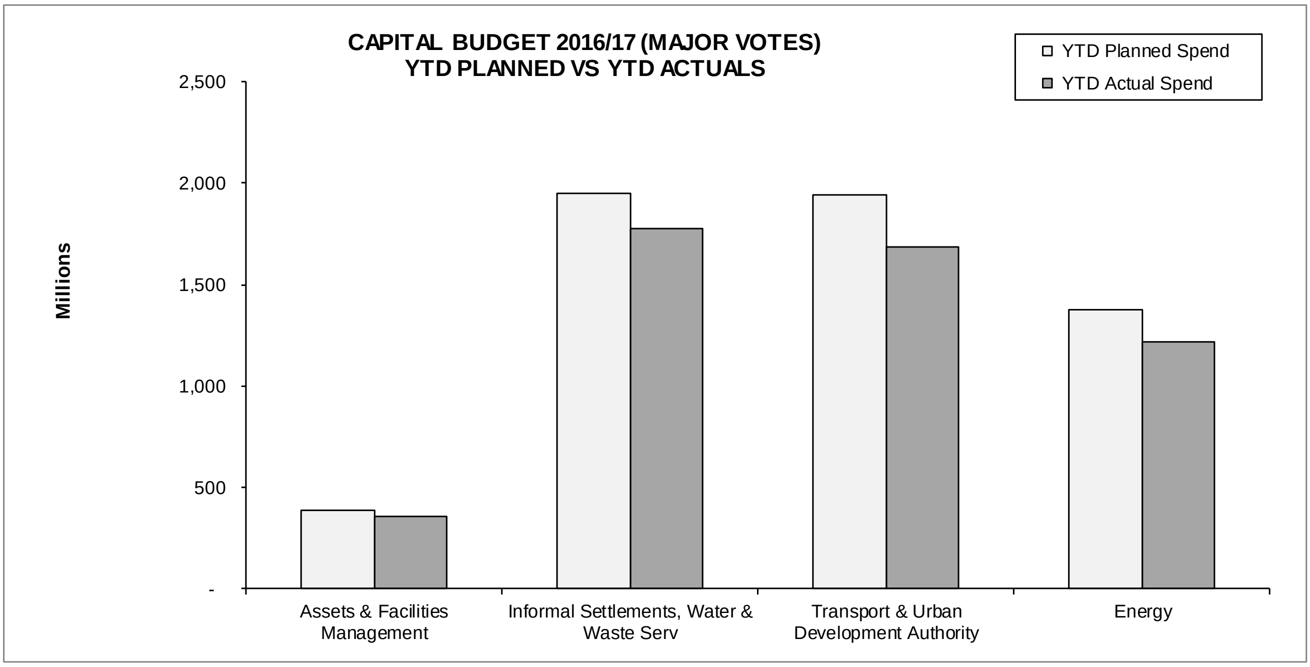
Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 8 - Informal Settlements, Water & Waste Services	(177,636)	-9.1%	The main reason for the underspend are delays against various projects within this directorate. Refer below for further comments per department.	There is on-going ED engagements with Line Directors and project managers to ensure that tracking and monitoring of projects are within the prescribed timeframes and that corrective action is processed timeously to ensure maximum spend.
Informal Settlements & Backyarders	(55,278)	-34.5%	Delays were experienced against the following projects: 1. UISP - Kalkfontein Informal Settlement: The full budget allocation will not be spent, due to delays in contractor appeals. 2. Urbanisation - Backyards/Informal Settlements Upgrade: Contractor performance issues have contributed to the bulk of the budget provision not being spent in 2016/17. 3. IDA/UISP Sweethomes - Philippi. The project was delayed, due to protracted tender processes. 4. UISP - Tambo Square Gugulethu: Community resistance resulted in delays in completion of the project. 5. UISP - 8ste Laan - Valhalla Park: Contractor was forced off site and unable to spend as planned, due to gang violence in the area.	Project managers will continue to closely monitor and track all projects and tenders. Relevant corrective action will be implemented. A number of projects to be re-phased and budget commitments to be rolled over to 2017/18.
Management: Inf Settlmnts, Water & Waste	(49)	-35.3%	Furniture Fittings and Equipment project: The requisition was created after which the department was informed that there was no tender in place. There was insufficient time to re-advertise before the year-end cut-off date. Commitments were cancelled and savings have been realised.	No remedial action required.
Solid Waste Management	(21,414)	-11.8%	Delays were experienced against the following projects: 1. Drop-off Facilities- Upgrading FY2017: This project was completed; awaiting final invoice. 2. Coastal Park - LFG Infrastructure to Flari: Materials were not delivered on time. 3. Landfill Sites - Air / dust pollution monitoring: The item ordered from oversees was not delivered before financial year-end.	Project managers will continue to closely monitor and track all projects and tenders to ensure maximum spend. Commitments to be rolled over to 2017/18.
Water & Sanitation	(100,895)	-6.3%	Delays were experienced against the following projects: 1. Meter Replacement Programme: Project behind schedule due to resource limitations. 2. Additional Resources Desalination Reclamation: At the meeting on 11 April 2017, DEA&DP stated that irrespective of Local Disaster Declaration, a directive (environmental "exemption") would not be approved and that the normal environmental authorization process (107 days) would have to be followed. Due to DEA&DP's non-acceptance of these emergency projects warranting a directive (environmental "exemption"), both projects (desalination and wastewater reuse) will be delayed by 3 months, which will result in the predicted underspend. 3. Hout Bay Refurbishment: Project slightly behind progress, due to the delay in delivery of imported equipment. 4. Borchards Quarry WWTW: The contractor designed the bridges but several design flaws were identified during commissioning. New designs are now required 5. Informal Settlements Sanitation Installation: Project delayed due to protests in certain areas. 6. Replace & Upgr Sewer / Water City wide: Project consist of various small contracts of which some are behind schedule, due to a lack of contractors' resources.	Project managers will continue to closely monitor and track all projects and tenders to ensure maximum spend.

Table continues on next page.

Annexure A: In-year report (June 2017 – Provisional results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Vote 9 - Safety & Security	(14,141)	-11.8%	1. Fire Station Masiphumelele: Project delayed, due to non-performance of contractor resulting in cancellation of the contract. 2. Awaiting final invoices for work completed on the following projects: a. Directorate Memorial Wall; b. Upgrade of Khayelitsha Fire Station; c. Upgrade of Lansdowne Fire Station; and d. Integrated Contract Centre.	Final invoices to be processed by 14 July 2017.
Vote 10 - Social Services	(44,905)	-17.0%	The variance is due to outstanding payment certificates of various upgrade and construction projects on community facilities that were completed before 30 June 2017.	In the process of verifying completed projects, obtaining payment certificates and processing payments before financial year-end closes.
Vote 11 - Transport & Urban Development Authority	(260,556)	-13.4%	The variance is due to the following: 1. Final invoices still outstanding; 2. Contractor under performance due to plant breakdowns and weather influence; 3. Delays in development approvals; 4. Delays in EAI's; and 5. Gang violence in certain areas.	Final invoices to be processed by 14 July 2017. Where necessary, a request for roll-overs of 2016/17 unspent committed funds will be submitted.

The graphs below illustrate the capital budget versus actual expenditure per vote.



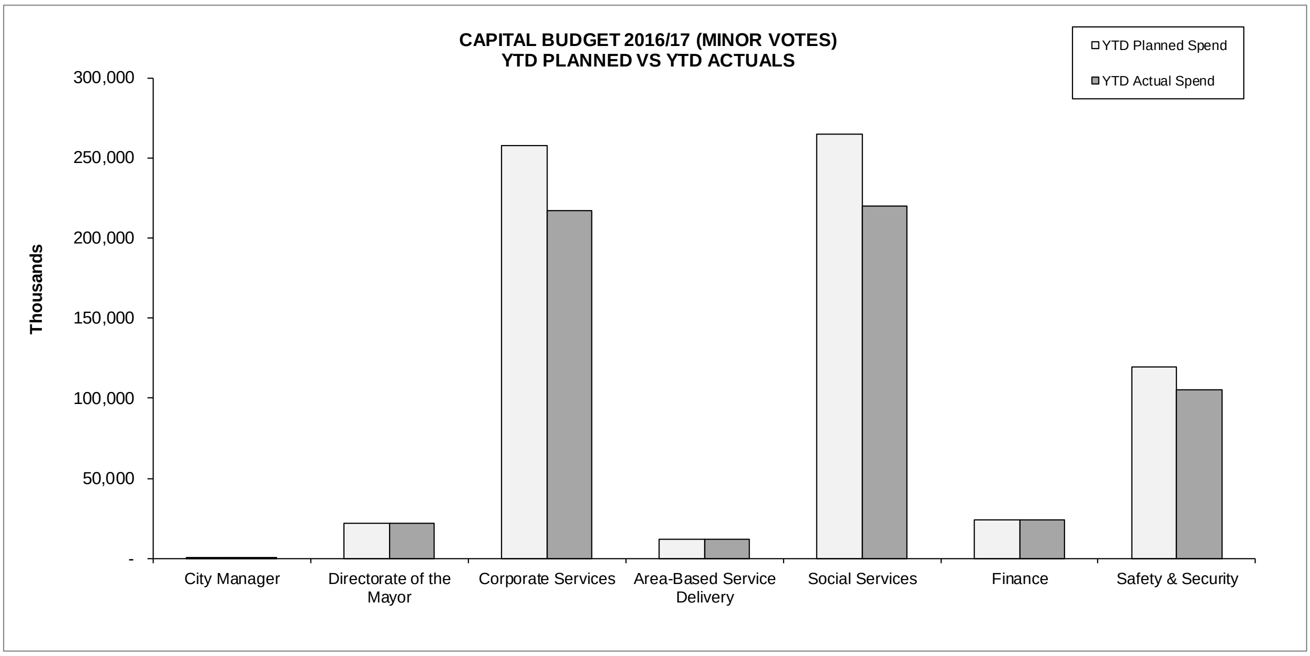


Table C6: Monthly Budget Statement - Financial Position

The table below reflects the performance to date in relation to the financial position of the City.

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	93,003	103,411	103,411	487,329	103,411
Call investment deposits	5,394,645	2,908,391	5,843,267	5,394,645	5,843,267
Consumer debtors	5,106,634	4,903,207	5,351,344	4,287,890	5,351,344
Other debtors	858,306	894,630	987,052	915,255	987,052
Current portion of long-term receivables	17,093	21,871	17,948	17,093	17,948
Inventory	257,273	339,182	283,000	312,312	283,000
Total current assets	**11,726,952**	**9,170,692**	**12,586,022**	**11,414,524**	**12,586,022**
Non current assets					
Long-term receivables	51,695	67,980	49,110	30,964	49,110
Investments	3,966,188	4,029,279	4,055,497	4,076,152	4,055,497
Investment property	588,191	589,382	588,191	588,191	588,191
Investments in Associate	–	–	–	–	–
Property, plant and equipment	36,892,544	40,996,392	40,500,666	40,305,140	40,500,666
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	629,161	708,383	629,162	629,162	629,162
Other non-current assets	9,050	9,062	9,049	9,049	9,049
Total non current assets	**42,136,829**	**46,400,477**	**45,831,675**	**45,638,657**	**45,831,675**
TOTAL ASSETS	**53,863,781**	**55,571,170**	**58,417,697**	**57,053,181**	**58,417,697**
LIABILITIES					
Current liabilities	–	–	–	–	–
Bank overdraft	–	–	–	–	–
Borrowing	469,936	501,208	501,208	469,936	501,208
Consumer deposits	324,632	329,432	357,096	351,710	357,096
Trade and other payables	6,995,469	6,579,621	6,812,564	5,905,099	6,812,564
Provisions	1,069,277	1,091,755	1,144,126	984,083	1,144,126
Total current liabilities	**8,859,315**	**8,502,016**	**8,814,994**	**7,710,828**	**8,814,994**
Non current liabilities					
Borrowing	6,036,905	8,058,439	8,058,439	5,840,195	8,058,439
Provisions	6,116,354	6,271,089	6,400,046	6,617,689	6,400,046
Total non current liabilities	**12,153,259**	**14,329,528**	**14,458,485**	**12,457,884**	**14,458,485**
TOTAL LIABILITIES	**21,012,574**	**22,831,544**	**23,273,479**	**20,168,712**	**23,273,479**
NET ASSETS	**32,851,207**	**32,739,626**	**35,144,218**	**36,884,469**	**35,144,218**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	29,846,771	31,269,262	32,173,625	34,344,595	32,173,625
Reserves	3,004,436	1,470,363	2,970,593	2,539,873	2,970,593
TOTAL COMMUNITY WEALTH/EQUITY	**32,851,207**	**32,739,626**	**35,144,218**	**36,884,469**	**35,144,218**

The definitions for the financial position categories are shown in the ensuring table.

Definitions of financial position categories

Description	Definition
Cash	Cash includes cash on hand, cash with banks, notice deposits and deposits with a maturity of three months or less, readily convertible to cash without significant change in value.
Call investment deposits	Call investment deposits include short-term bank and other deposits with a maturity of more than three months but less than twelve months.
Consumer debtors	A customer of an entity who has not yet paid for municipal goods and services rendered.
Other debtors	A customer or an entity who has not yet paid for sundry services rendered and/or fines imposed.
Current portion of long-term receivables	That portion of Long-term receivables that will become due in the next operating year.
Inventory	Inventory consists of goods purchased and held for resale and goods produced by the City. Inventory also includes raw materials and supplies to be used in works and processes.
Long-term receivables	Receivables that become due only in the financial years after the next one.
Investments	Investments include bank and other deposits with a maturity of more than twelve months.
Investment property	Is land and buildings held to earn rentals or for capital appreciation or both, as opposed to being used for production or for the supply of goods or services or for administrative purposes, or intended for sale in the normal course of operations.
Investments in Associate	It is an investment in an entity in which the investor has significant influence but is neither a controlled entity nor a joint venture of the City.
Property, plant and equipment	Are tangible assets that are held for use in the production or supply of goods or services, for rentals to others or for administrative purposes, and are expected to have a useful life of more than one reporting period.
Agricultural	The management of an agricultural activity for the biological transformation and harvest of biological assets for sale or conversion into agricultural produce or into additional biological assets.
Biological assets	Consists of assets undergoing the biological transformation in terms of the processes of growth, degeneration, production and procreation that cause qualitative or quantitative changes in a biological asset.
Intangible assets	Identifiable non-monetary asset without physical substance or form, held for use in the production or supply of goods or services , for rental to others or for administrative purposes.
Bank overdraft	Bank overdraft includes that amount overdrawn on the bank account and represents a short-term debt facility repayable to the Bank. The city has not negotiated any overdraft facilities.
Borrowing	Borrowing is that portion of loans taken up by the Council which are due and payable within the next twelve months.
Consumer deposits	Amounts held by the City as security over the provision of services on credit and repayable on termination of accounts.
Trade and other payables	Liabilities owed to suppliers for purchases of goods or services already rendered to the municipality.
Provisions	A present obligation arising from past events, the settlement of which is expected to result in an outflow of resources and will be taking place in the next 12 months.
Borrowing	Borrowing is that portion of loans taken up by the Council which are due and payable longer than the twelve months (i.e. exclude that amount of total loans included under current liabilities.
Provisions	A present obligation arising from past events, the settlement of which is expected to result in an outflow of resources and will be taking place not in the next 12 months.
Accumulated Surplus/(Deficit)	The surplus of an entity that has accumulated since the beginning of the entity's existence.
Reserves	Funds set aside from accumulated surpluses for statutory as well as specific requirements.

Table C7: Monthly Budget Statement - Cash Flow

The City's cash flow position and cash/cash equivalent outcome is shown in the table below.

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates, penalties & collection charges	6,018,735	6,864,644	7,392,306	8,238,065	7,392,306	845,759	11.4%	7,392,306
Service charges	13,768,730	16,910,000	16,975,854	17,455,192	16,975,854	479,338	2.8%	16,975,854
Other revenue	3,351,237	3,205,429	3,156,890	3,574,724	3,156,890	417,834	13.2%	3,156,890
Government - operating	3,251,460	3,802,940	3,888,895	3,588,480	3,888,895	(300,414)	-7.7%	3,888,895
Government - capital	2,423,179	2,264,840	2,286,412	2,183,784	2,286,412	(102,629)	-4.5%	2,286,412
Interest	735,298	595,694	595,694	601,520	595,694	5,826	1.0%	595,694
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(22,780,459)	(28,554,433)	(29,082,794)	(30,332,003)	(29,082,794)	1,249,209	-4.3%	(29,082,794)
Finance charges	(709,455)	(812,118)	(812,118)	(669,039)	(812,118)	(143,078)	17.6%	(812,118)
Transfers and Grants	–	(115,154)	(124,353)	(2,342)	(124,353)	(122,011)	98.1%	(124,353)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,058,725**	**4,161,843**	**4,276,786**	**4,638,380**	**4,276,786**	**(361,595)**	**-8.5%**	**4,276,786**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	91,419	79,500	40,500	–	40,500	(40,500)	-100.0%	40,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables	28,800	3,578	2,585	–	2,585	(2,585)	-100.0%	2,585
Decrease (increase) in non-current investments	361,949	(89,310)	(89,310)	–	(89,310)	89,310	-100.0%	(89,310)
Payments								
Capital assets	(5,200,493)	(5,851,149)	(5,723,466)	(3,895,608)	(5,723,466)	(1,827,859)	31.9%	(5,723,466)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,718,325)**	**(5,857,381)**	**(5,769,691)**	**(3,895,608)**	**(5,769,691)**	**(1,874,084)**	**32.5%**	**(5,769,691)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	–	2,500,000	2,500,000	–	2,500,000	(2,500,000)	-100.0%	2,500,000
Increase (decrease) in consumer deposits	(97,959)	29,948	32,463	–	32,463	(32,463)	-100.0%	32,463
Payments								
Repayment of borrowing	(309,852)	(491,216)	(491,216)	(284,859)	(491,216)	(206,356)	42.0%	(491,216)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(407,811)**	**2,038,733**	**2,041,248**	**(284,859)**	**2,041,248**	**2,326,107**	**114.0%**	**2,041,248**
NET INCREASE/ (DECREASE) IN CASH HELD	**932,589**	**343,195**	**548,342**	**457,914**	**548,342**			**548,342**
Cash/cash equivalents at beginning:	2,266,559	1,197,922	3,332,469	3,332,469	3,332,469			3,332,469
Cash/cash equivalents at month/year end:	3,199,148	1,541,117	3,880,811	3,790,382	3,880,811			3,880,811

The table below reflects the variances for cash flow position and cash/cash equivalent outcome as well as reasons for material deviations and remedial action, where required.

Description R thousands	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Property rates, penalties & collection charges	845,759	11.4%	The increased recovery is due to improved collection efforts.	No remedial action required.
Service charges	479,338	2.8%	Immaterial variance.	No remedial action required.
Other revenue	417,834	13.2%	The variance relates to grant allocations received.	No remedial action required.
Government - operating	(300,414)	-7.7%	The variance relates to grant allocations received but currently included in 'Other revenue' line item above.	No remedial action required.
Government - capital	(102,629)	-4.5%	The variance relates to grant allocations received but currently included in 'Other revenue' line item above.	No remedial action required.
Interest	5,826	1.0%	Immaterial variance.	No remedial action required.
Payments				
Suppliers and employees	1,249,209	-4.3%	Immaterial variance.	No remedial action required.
Finance charges	(143,078)	17.6%	The variance is mainly due to budgeted external loans not being taken up in the current financial year	No remedial action required.
Transfers and Grants	(122,011)	98.1%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(361,595)**	**-8.5%**		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE	(40,500)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
Decrease (Increase) in non-current debtors	–			
Decrease (increase) other non-current receivables	(2,585)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
Decrease (increase) in non-current investments	89,310	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
Payments				
Capital assets	(1,827,859)	31.9%	Although there was a slower cash outflow than originally expected, in certain instances the system was unable to accurately differentiate between capital and operating expenditure resulting in greater variances. Refer 'Suppliers and employees' above.	No remedial action required.
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(1,874,084)**	**32.5%**		
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Short term loans	–	-		
Borrowing long term/refinancing	(2,500,000)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
Increase (decrease) in consumer deposits	(32,463)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No remedial action required.
Payments				
Repayment of borrowing	(206,356)	42.0%	The variance is mainly due to budgeted external loans not being taken up in the current financial year	No remedial action required.
NET CASH FROM/(USED) FINANCING ACTIVITIES	**2,326,107**	**114.0%**		

Table SC9: Monthly Budget Statement - Actual and revised targets for cash receipts and cash flows

Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework		
R thousands	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Cash Receipts By Source															
Property rates	589,654	728,180	826,302	623,728	748,903	592,669	731,810	704,483	728,352	566,445	654,641	742,899	7,392,306	7,844,260	8,508,197
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue	989,309	1,120,506	1,070,415	1,086,102	1,007,378	955,997	963,334	915,610	1,027,205	900,233	1,046,894	983,189	11,737,236	13,465,439	15,546,102
Service charges - water revenue	177,400	193,175	203,105	209,471	239,945	209,478	313,917	256,485	263,844	160,191	208,684	204,610	2,400,431	2,695,885	3,035,699
Service charges - sanitation revenue	108,984	117,068	120,940	115,063	137,140	123,454	140,165	148,825	154,952	93,734	120,865	120,410	1,479,731	1,644,935	1,836,820
Service charges - refuse	60,428	65,250	68,500	62,938	74,243	65,992	67,490	61,541	74,817	56,162	72,913	68,029	786,648	853,324	923,224
Service charges - other	36,824	39,510	40,034	39,083	35,582	53,144	34,093	36,361	38,513	26,624	37,761	31,287	571,809	595,781	628,635
Rental of facilities and equipment	19,969	22,613	24,504	22,641	25,753	25,520	19,243	22,649	23,738	22,161	21,839	39,377	62,973	57,034	56,727
Interest earned - external investments	45,868	45,846	46,641	42,965	43,122	59,483	47,602	46,205	49,190	53,888	57,103	63,606	595,694	624,661	672,891
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines	21,255	21,959	21,103	22,196	22,567	21,839	21,462	24,898	27,297	22,104	24,796	29,335	211,051	223,116	235,388
Licences and permits	12,144	32,772	10,992	25,075	45,093	13,365	15,649	23,408	13,419	13,849	37,691	25,277	189,886	191,860	193,943
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfer receipts - operating	853,048	297,254	–	86,298	449,035	542,403	297,220	133,511	805,605	47,044	25,480	51,581	3,888,895	4,067,364	4,375,160
Other revenue	11,680	754,841	13,755	60,275	61,689	824,690	78,577	61,146	746,020	–	78,035	44,462	2,692,979	2,889,766	3,121,042
Cash Receipts by Source	**2,926,563**	**3,438,973**	**2,446,292**	**2,395,835**	**2,890,450**	**3,488,035**	**2,730,563**	**2,435,121**	**3,952,952**	**1,962,436**	**2,386,702**	**2,404,061**	**32,009,638**	**35,153,426**	**39,133,828**
Other Cash Flows by Source															
Transfer receipts - capital	605,690	83,129	120,776	227,043	114,377	–	81,448	802,800	117,031	31,490	–	–	2,286,412	2,320,642	2,354,953
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	40,500	8,355	6,092
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	2,500,000	1,500,000	2,000,000
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	32,463	35,710	39,281
Receipt of non-current debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Receipt of non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	2,585	2,456	2,333
Change in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	(89,310)	(218,908)	(244,708)
Total Cash Receipts by Source	**3,532,253**	**3,522,102**	**2,567,067**	**2,622,878**	**3,004,827**	**3,488,035**	**2,812,011**	**3,237,921**	**4,069,983**	**1,993,926**	**2,386,702**	**2,404,061**	**36,782,289**	**38,801,680**	**43,291,778**

Table continues on next page.

Annexure A: In-year report (June 2017 – Provisional results)

Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**	**Outcome**			
Cash Payments by Type															
Employee related costs	777,320	785,663	778,459	780,314	1,212,898	778,707	792,238	828,570	977,234	832,837	817,144	684,372	10,099,833	11,110,156	12,136,170
Remuneration of councillors	10,410	9,534	9,763	10,389	10,526	11,022	10,916	11,174	11,027	11,082	14,846	11,403	146,004	155,495	165,602
Interest paid	–	–	178,816	–	–	143,505	15,363	–	175,644	–	–	155,712	812,118	928,327	1,098,571
Bulk purchases - Electricity	935,553	1,028,092	989,481	593,705	587,733	574,749	545,125	562,411	537,140	579,730	553,838	598,700	8,095,800	9,253,751	10,601,154
Bulk purchases - Water & Sewer	32,125	28,076	30,952	28,726	28,034	30,843	29,251	43,000	37,901	36,926	35,856	32,106	419,380	442,446	506,781
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other	1,160	45	–	–	–	38	–	114	–	625	175	185	124,353	131,193	138,408
General expenses	1,613,536	888,205	1,026,801	984,519	1,057,803	950,451	793,672	783,439	839,379	1,007,051	746,561	982,687	10,321,776	10,483,745	11,385,528
Cash Payments by Type	**3,370,103**	**2,739,614**	**3,014,273**	**2,397,653**	**2,896,993**	**2,489,314**	**2,186,566**	**2,228,708**	**2,578,324**	**2,468,251**	**2,168,420**	**2,465,164**	**30,019,265**	**32,505,113**	**36,032,214**
Other Cash Flows/Payments by Type															
Capital assets	594,360	80,693	100,315	115,364	245,685	535,739	206,559	167,866	403,974	397,639	449,823	597,591	5,723,466	5,517,726	5,315,878
Repayment of borrowing	–	–	88,055	–	–	20,000	34,021	–	88,055	–	–	54,728	491,216	465,919	549,253
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	**3,964,463**	**2,820,307**	**3,202,643**	**2,513,018**	**3,142,678**	**3,045,053**	**2,427,146**	**2,396,574**	**3,070,352**	**2,865,891**	**2,618,243**	**3,117,483**	**36,233,947**	**38,488,759**	**41,897,344**
NET INCREASE/(DECREASE) IN CASH HELD	**(432,210)**	**701,795**	**(635,576)**	**109,860**	**(137,851)**	**442,982**	**384,865**	**841,347**	**999,631**	**(871,965)**	**(231,541)**	**(713,422)**	**548,342**	**312,921**	**1,394,434**
Cash/cash equivalents at the month/year beginning:	3,332,469	2,900,258	3,602,053	2,966,477	3,076,337	2,938,486	3,381,468	3,766,333	4,607,680	5,607,311	4,735,346	4,503,804	3,332,469	3,880,811	4,193,732
Cash/cash equivalents at the month/year end:	2,900,258	3,602,053	2,966,477	3,076,337	2,938,486	3,381,468	3,766,333	4,607,680	5,607,311	4,735,346	4,503,804	3,790,382	3,880,811	4,193,732	5,588,165

PART 2 - SUPPORTING DOCUMENTATION: PARENT MUNICIPALITY

Debtors analysis

The debtor analysis provides an age analysis by revenue source and customer category.

Table SC3 Monthly budget statement Aged Debtors

Description	Budget Year 2016/17											
R thousands	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1 Year	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	400,478	174,245	121,178	147,810	146,578	95,087	367,346	1,436,797	2,889,520	2,193,619	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	708,871	34,716	19,824	46,447	15,252	6,736	41,443	130,018	1,003,308	239,896	–	–
Receivables from Non-exchange Transactions - Property Rates	547,823	111,533	40,450	59,251	39,770	42,104	156,072	645,655	1,642,658	942,852	–	–
Receivables from Exchange Transactions - Waste Water Management	152,980	54,204	33,436	39,263	43,831	33,522	142,406	643,203	1,142,845	902,225	–	–
Receivables from Exchange Transactions - Waste Management	81,083	24,038	13,095	16,445	14,057	13,978	67,894	264,278	494,868	376,652	–	–
Receivables from Exchange Transactions - Property Rental Debtors	63,977	11,440	9,958	(1,830)	23,718	13,287	51,181	510,388	682,119	596,744	–	–
Interest on Arrear Debtor Accounts	60,941	24,569	24,342	20,231	21,158	20,047	104,318	590,644	866,249	756,397	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(112,403)	(27,427)	(19,591)	(21,831)	(13,277)	(12,741)	(48,126)	(322,213)	(577,609)	(418,189)	–	–
Total By Income Source	**1,903,751**	**407,318**	**242,693**	**305,786**	**291,086**	**212,020**	**882,534**	**3,898,770**	**8,143,958**	**5,590,197**	**–**	**–**
2015/16 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	109,493	26,252	11,363	11,428	8,794	4,046	4,027	50,684	226,086	78,978	–	–
Commercial	999,679	72,556	33,298	35,201	30,324	23,164	83,956	365,899	1,644,077	538,544	–	–
Households	826,943	230,211	130,250	148,312	162,253	124,601	531,809	2,571,734	4,726,113	3,538,709	–	–
Other	(32,364)	78,300	67,782	110,845	89,715	60,210	262,742	910,454	1,547,683	1,433,965	–	–
Total By Customer Group	**1,903,751**	**407,318**	**242,693**	**305,786**	**291,086**	**212,020**	**882,534**	**3,898,770**	**8,143,958**	**5,590,197**	**–**	**–**

Additional debtors information

Monthly Collection Rate			YTD Collection Rate
Period	**Current year**	**Previous year**	
12 Months	**95.02%**	**96.17%**	**95.52%**
6 Months	**92.70%**	**93.06%**	**95.43%**
3 Months	**94.75%**	**96.43%**	**95.02%**
Monthly	**98.13%**	**102.80%**	**94.79%**

12 Months Collection Ratio per Services			
Services	**Current year**	**Previous year**	**YTD collection Rate**
Electricity	**98.80%**	**98.72%**	**98.88%**
Water	**79.28%**	**84.78%**	**79.81%**
Sewerage	**91.92%**	**88.09%**	**91.08%**
Refuse	**93.55%**	**89.22%**	**93.57%**
Rates	**97.48%**	**97.83%**	**97.86%**
Other	**101.68%**	**99.99%**	**103.56%**

2016/17 Billings vs Receipts		
Month	**Billing R**	**Receipts R**
July	**2,532,477,639.24**	**2,271,384,976.61**
Augustus	**2,728,066,886.37**	**2,800,626,610.60**
September	**2,868,283,390.84**	**2,840,450,482.67**
October	**2,723,413,273.81**	**2,672,019,173.12**
November	**2,691,280,977.58**	**2,620,216,583.67**
December	**2,732,355,663.51**	**2,452,982,940.04**
January	**2,924,114,976.18**	**2,557,725,049.04**
February	**2,734,617,102.49**	**2,578,851,521.44**
March	**2,821,349,895.82**	**2,723,967,023.48**
April	**2,593,645,929.62**	**2,207,195,552.58**
May	**2,797,186,375.02**	**2,777,973,949.01**
June	**2,773,832,236.80**	**2,722,023,017.63**

Creditors analysis

The creditors' analysis below contains an aged analysis by customer type.

Table SC4 Monthly budget Statement Aged Creditors

Description R thousands	Budget Year 2016/17 0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	Prior year totals (same period)
Creditors Age Analysis By Customer Type										
Bulk Electricity	–	–	–	–	–	–	–	–	–	–
Bulk Water	–	–	–	–	–	–	–	–	–	–
PAYE deductions	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–	–
Trade Creditors	602,493	176	41	16	15	–	2	(7,211)	**595,532**	2,407,789
Auditor General	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**602,493**	**176**	**41**	**16**	**15**	**–**	**2**	**(7,211)**	**595,532**	**2,407,789**

Outstanding commitments against Cash and Cash Equivalents

Item	Previous Month R'000	Current Month R'000
Closing Cash Balance	**8,401,403**	**7,687,981**
Unspent Conditional Grants	1,828,600	1,828,600
Housing Development	275,493	275,493
MTAB	12,518	12,518
Trust Funds	724	724
Financial commitments	134,500	134,500
Sinking Funds	-	-
Insurance reserves	489,388	489,388
CRR	1,656,719	1,656,719
TOTAL	4,397,942	4,397,942
TOTAL cash resources - committed working capital	4,003,461	3,290,039

Investment portfolio analysis

The investment portfolio analysis includes information on the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

Table SC5 Monthly Budget Statement investment portfolio

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Days							
ABSA Bank	29	Fixed deposit	2017/07/14	63	7.20%	20,000	63	20,063
ABSA Bank	29	Fixed deposit	2017/07/14	79	7.20%	25,000	79	25,079
ABSA Bank	39	Fixed deposit	2017/07/14	309	7.22%	60,000	309	60,309
ABSA Bank	38	Fixed deposit	2017/07/14	99	7.20%	20,000	99	20,099
ABSA Bank	32	Fixed deposit	2017/07/14	112	7.20%	30,000	112	30,112
ABSA Bank	31	Fixed deposit	2017/07/14	160	7.20%	45,000	160	45,160
ABSA Bank	25	Fixed deposit	2017/07/14	141	7.15%	60,000	141	60,141
ABSA Bank	17	Fixed deposit	2017/07/07	53	7.10%	25,000	53	25,053
ABSA Bank	34	Fixed deposit	2017/07/25	39	7.20%	20,000	39	20,039
Firstrand	183	Fixed deposit	2017/09/30	68	8.23%	10,000	68	10,068
Firstrand	183	Fixed deposit	2017/09/30	81	8.23%	12,000	81	12,081
Firstrand	183	Fixed deposit	2017/09/30	61	8.23%	9,000	61	9,061
Firstrand	183	Fixed deposit	2017/09/30	81	8.23%	12,000	81	12,081
Firstrand	44	Fixed deposit	2017/07/14	435	7.05%	75,000	435	75,435
Firstrand	46	Fixed deposit	2017/07/14	493	7.06%	85,000	493	85,493
Firstrand	45	Fixed deposit	2017/07/14	116	7.06%	20,000	116	20,116
Firstrand	39	Fixed deposit	2017/07/14	199	7.00%	40,000	199	40,199
Firstrand	38	Fixed deposit	2017/07/14	120	7.00%	25,000	120	25,120
Firstrand	32	Fixed deposit	2017/07/14	73	7.00%	20,000	73	20,073
Firstrand	25	Fixed deposit	2017/07/14	23	6.85%	10,000	23	10,023
Firstrand	17	Fixed deposit	2017/07/07	41	6.85%	20,000	41	20,041
Firstrand	34	Fixed deposit	2017/07/25	58	7.00%	30,000	58	30,058
Investec Bank	46	Fixed deposit	2017/07/14	62	7.50%	10,000	62	10,062
Investec Bank	45	Fixed deposit	2017/07/14	62	7.50%	10,000	62	10,062
Investec Bank	29	Fixed deposit	2017/07/14	98	7.45%	30,000	98	30,098
Investec Bank	39	Fixed deposit	2017/07/14	80	7.48%	15,000	80	15,080
Investec Bank	38	Fixed deposit	2017/07/14	51	7.48%	10,000	51	10,051
Investec Bank	32	Fixed deposit	2017/07/14	39	7.45%	10,000	39	10,039
Investec Bank	25	Fixed deposit	2017/07/14	98	7.48%	40,000	98	40,098
Investec Bank	17	Fixed deposit	2017/07/07	21	7.10%	10,000	21	10,021
Nedbank	46	Fixed deposit	2017/07/14	238	7.25%	40,000	238	40,238
Nedbank	45	Fixed deposit	2017/07/14	119	7.25%	20,000	119	20,119
Nedbank	29	Fixed deposit	2017/07/14	63	7.15%	20,000	63	20,063
Nedbank	29	Fixed deposit	2017/07/14	47	7.15%	15,000	47	15,047
Nedbank	39	Fixed deposit	2017/07/14	256	7.20%	50,000	256	50,256
Nedbank	38	Fixed deposit	2017/07/14	99	7.20%	20,000	99	20,099
Nedbank	32	Fixed deposit	2017/07/14	112	7.15%	30,000	112	30,112
Nedbank	25	Fixed deposit	2017/07/14	116	7.05%	50,000	116	50,116
Nedbank	17	Fixed deposit	2017/07/07	42	6.95%	20,000	42	20,042
Nedbank	34	Fixed deposit	2017/07/25	49	7.15%	25,000	49	25,049

Table continues on next page.

Annexure A: In-year report (June 2017 – Provisional results)

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Days	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Standard Bank	46	Fixed deposit	2017/07/14	119	7.22%	20,000	119	20,119
Standard Bank	45	Fixed deposit	2017/07/14	88	7.10%	15,000	88	15,088
Standard Bank	39	Fixed deposit	2017/07/14	306	7.15%	60,000	306	60,306
Standard Bank	38	Fixed deposit	2017/07/14	122	7.15%	25,000	122	25,122
Standard Bank	32	Fixed deposit	2017/07/14	112	7.18%	30,000	112	30,112
Standard Bank	25	Fixed deposit	2017/07/14	104	7.05%	45,000	104	45,104
Standard Bank	17	Fixed deposit	2017/07/07	53	7.00%	25,000	53	25,053
Standard Bank	34	Fixed deposit	2017/07/25	58	7.10%	30,000	58	30,058
Standard Bank	28	Fixed deposit	2017/07/25	27	7.05%	35,000	27	35,027
ABSA Call account		Notice deposit		1,398	7.00%	247,844	(154,039)	93,805
Firstrand Call account		Notice deposit		405	6.60%	90,405	20,155	110,560
Investec Call account		Notice deposit		385	6.80%	85,385	(34,931)	50,454
Nedbank Call account		Notice deposit		668	6.60%	145,668	(29,912)	115,756
Standard Bank Call account		Notice deposit		748	6.60%	160,748	65,280	226,028
ABSA current account		–		545	6.60%	89,402	381,397	470,799
Fund Managers		–		–	0.00%	4,678,974	32,213	4,711,187
Liberty, RMB and Nedbank sinking fund		–		–	0.00%	487,606	16,049	503,655
Cash in transit		–		–	0.00%	21,059	(3,863)	17,195
TOTAL INVESTMENTS AND INTEREST				**9,693**		**7,390,090**	**297,891**	**7,687,981**

Allocation and grant receipts and expenditure

Table SC7 Monthly Budget Statement transfers and grants expenditure

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Operating expenditure of Transfers and Grants								
National Government:	**594,660**	**2,566,742**	**2,646,092**	**327,134**	**633,147**	**(306,013)**	**-48.3%**	**2,646,092**
Equitable share	1,281	2,012,945	2,012,945	–	–	–	-	2,012,945
Finance Management grant	1,050	1,050	1,050	1,050	1,050	–		1,050
Urban Settlements Development Grant	171,610	229,991	222,103	37,598	222,103	(184,504)	-83.1%	222,103
Energy Efficiency and Demand Side Management Grant	424	600	600	568	600	(32)	-5.4%	600
Dept. of Environ Affairs and Tourism	4,613	4,432	7,127	5,858	7,127	(1,269)	-17.8%	7,127
Expanded Public Works Programme	23,216	31,340	31,340	31,340	31,340	–		31,340
Integrated City Development Grant	2,915	6,721	6,721	6,290	6,721	(431)	-6.4%	6,721
Public Transport Infrastructure & Systems Grant	20,998	20,694	85,728	31,631	85,728	(54,097)	-63.1%	85,728
Infrastructure Skills Development	6,932	9,416	8,416	7,365	8,416	(1,051)	-12.5%	8,416
Public Transport Network Grant	283,209	249,554	269,784	210,431	269,784	(59,353)	-22.0%	269,784
Department of Public Service and Administration	1,183	–	190	190	190	(0)	0.0%	190
Public Transport Network Operations Grant	58,569	–	–	–	–	–		–
Human Settlements Capacity Grant	18,743	–	–	(5,183)	–	(5,183)		–
LGSETA	–	–	–	(3)	–	(3)		–
Department of Water Affairs	–	–	88	–	88	(88)	-100.0%	88
Public Transport Infrastructure Grant	(83)	–	–	–	–	–		–
Provincial Government:	**771,527**	**1,204,425**	**1,614,403**	**775,582**	**1,444,200**	**(668,618)**	**-46.3%**	**1,614,403**
Cultural Affairs and Sport - Provincial Library Services	32,142	38,515	39,815	37,312	39,815	(2,503)	-6.3%	39,815
Human Settlements - Human Settlement Development Grant	428,773	688,585	1,075,864	432,305	1,075,864	(643,559)	-59.8%	1,075,864
Human Settlements - Municipal Accreditation Assistance	6,584	10,000	11,264	6,111	11,264	(5,153)	-45.7%	11,264
Human Settlement - Settlement Assistance	–	1,500	1,740	697	1,740	(1,044)	-60.0%	1,740
Health - TB	24,535	25,626	25,626	23,083	25,626	(2,543)	-9.9%	25,626
Health - ARV	162,829	169,844	179,967	176,386	179,967	(3,581)	-2.0%	179,967
Health - Nutrition	4,169	5,208	5,208	4,733	5,208	(475)	-9.1%	5,208
Health - Vaccines	71,152	77,631	80,874	77,636	80,874	(3,238)	-4.0%	80,874
Comprehensive Health	–	170,203	170,203	–	–	–		170,203
Transport and Public Works - Provision for persons with special needs	10,112	10,000	10,089	10,089	10,089	–		10,089
Community Development Workers	1,446	794	939	275	939	(664)	-70.7%	939
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	7,527	3,400	9,074	3,618	9,074	(5,456)	-60.1%	9,074
Community Safety - Law Enforcement Auxiliary Services	21,715	3,000	3,280	3,280	3,280	–		3,280
Finance Management Capacity Building Grant	–	120	120	–	120	(120)	-100.0%	120
Finance Management Support Grant	303	–	224	4	224	(220)	-98.4%	224
Transport Safety and Compliance - Rail Safety	48	–	116	56	116	(59)	-51.3%	116
Cultural Affairs and Sport - Library Metro Grant	147	–	–	–	–	–		–
Interactive Community Access Network	43	–	–	–	–	–		–
Other grant providers:	**30,522**	**31,773**	**47,829**	**36,513**	**47,829**	**(11,316)**	**-23.7%**	**47,829**
Tourism	222	2,000	1,730	–	1,730	(1,730)	-100.0%	1,730
CMTF	1,196	200	10,370	1,285	10,370	(9,085)	-87.6%	10,370
CID	2,908	3,709	4,585	4,120	4,585	(465)	-10.1%	4,585
Traffic Free Flow	1,123	–	1,009	644	1,009	(365)	-36.2%	1,009
V & A Waterfront - Traffic Officer	268	–	509	291	509	(218)	-42.8%	509
Century City Property Owners Association	553	788	788	788	788	–		788
DBSA - Green Fund	22,550	25,000	25,000	26,560	25,000	1,560	6.2%	25,000
Rustenberg Girls	–	38	38	38	38	(0)	0.0%	38
Westcott Primary	–	38	38	38	38	(0)	0.0%	38
Sustainable Energy Africa	–	–	424	143	424	(281)	-66.2%	424
Stellenbosch University	839	–	929	929	929	–		929
University of Connecticut	–	–	451	–	451	(451)	-100.0%	451
Acucap Investment (Pty) Ltd	–	–	307	243	307	(64)	-20.8%	307
Airports Company South Africa SOC Ltd	–	–	1,333	1,333	1,333	(0)	0.0%	1,333
Big Bay Master Property Owners Association	–	–	146	100	146	(46)	-31.4%	146
Camps Bay Business Forum	–	–	172	–	172	(172)	-100.0%	172
Mamre Fencing	17	–	–	–	–	–	-	–
Carnegie	846	–	–	–	–	–	-	–
Total operating expenditure of Transfers and Grants:	**1,396,709**	**3,802,940**	**4,308,324**	**1,139,229**	**2,125,176**	**(985,947)**	**-46.4%**	**4,308,324**

Table continues on next page.

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure of Transfers and Grants								
National Government:	**1,974,475**	**2,079,122**	**2,152,751**	**1,838,340**	**2,152,751**	**(203,005)**	**-9.4%**	**2,036,341**
Minerals and Energy: Energy Efficiency and Demand Side	11,217	14,400	14,400	14,400	14,400	–		14,400
Minerals and Energy: INEP	4,997	–	–	–	–	–		–
National Treasury: Expanded Public Works Programme	454	400	400	400	400	(0)	0.0%	400
National Treasury: Urban Renewal	643	–	–	–	–	–		–
National Treasury: Integrated City Development Grant	51,365	38,084	38,084	32,409	38,084	(5,675)	-14.9%	34,691
National Treasury: Restructuring Grant	100	–	–	–	–	–		–
National Treasury: Infrastructure Skills Development	497	–	–	–	–	–		–
National Treasury: Neighbourhood Development Partnership	38,179	12,215	25,180	23,681	25,180	(1,499)	-6.0%	24,235
National Treasury: Urban Settlements Development Grant	1,080,570	1,193,513	1,350,939	1,160,839	1,350,939	(190,100)	-14.1%	1,250,348
Housing: Human Settlements Capacity Grant	465	–	–	–	–	–		–
Transport: Public Transport Infrastructure & Systems Grant	(55,622)	120,000	40,000	34,346	40,000	(5,654)	-14.1%	40,000
Transport: Public Transport Infrastructure Grant	407,069	–	–	(77)	–	(77)		–
Transport: Public Transport Network Grant	434,540	700,509	680,279	569,160	680,279	(111,119)	-16.3%	669,084
National Treasury: Infrastructure Skills Development Grant	–	–	1,000	989	1,000	(11)	-1.1%	989
National Treasury: Local Government Restructuring Grant	–	–	275	–	275	(275)	-100.0%	–
National Treasury: Other	–	–	2,194	2,194	2,194	–		2,194
Provincial Government:	**157,062**	**92,418**	**52,320**	**45,866**	**52,320**	**(6,454)**	**-12.3%**	**46,434**
Cultural Affairs and Sport: Library Services (Conditional Grant)	9,140	11,150	14,126	13,952	14,126	(173)	-1.2%	14,110
Cultural Affairs and Sport: Library Services: Metro Library Grant	3,938	7,500	8,537	8,490	8,537	(47)	-0.5%	8,539
Housing: Integrated Housing and Human Settlement Development Grant	115,556	58,873	10,547	7,768	10,547	(2,779)	-26.4%	7,768
Economic Development and Tourism: Public Access Centres	–	–	127	10	127	(117)	-91.9%	127
Housing: Previous years' Gazetted allocations	–	–	20	20	20	–		20
Provincial Government: Transport Safety and Compliance - Rail Safety	–	–	3,594	256	3,594	(3,338)	-92.9%	500
Dept. of Environ Affairs and Tourism: Interactive Community Access Network	50	–	–	–	–	–		–
CMTF	333	–	–	–	–	–		–
Cultural Affairs and Sport - Three Anchor Bay tennis Court	126	–	–	–	–	–		–
Provincial Government: Community Development Workers (CDW) Operational Grant Support	291	295	150	150	150	(0)	-0.1%	150
Provincial Government: Department of the Premier (Broadband)	10,181	–	–	–	–	–		–
Transport Safety and Compliance - Rail Safety	406	–	–	–	–	–		–
Transport and Public Works: Planning, Maintenance and Rehabilitation of Transport System and Infrastructure	17,041	14,600	15,219	15,219	15,219	–		15,219
Other grant providers:	**61,488**	**93,300**	**81,341**	**73,562**	**81,341**	**(7,780)**	**-9.6%**	**74,800**
Other: Other	61,488	93,300	81,341	73,562	81,341	(7,780)	-9.6%	74,800
Total capital expenditure of Transfers and Grants	**2,193,025**	**2,264,840**	**2,286,412**	**1,957,768**	**2,286,412**	**(217,239)**	**-9.5%**	**2,157,575**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**3,589,734**	**6,067,780**	**6,594,736**	**3,096,997**	**4,411,588**	**(1,203,186)**	**-27.3%**	**6,465,899**

Expenditure on councillor and board members allowances and employee benefits

Table SC8 Monthly Budget Statement - councillor and staff benefits

Summary of Employee and Councillor remuneration	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	117,484	82,429	119,911	122,849	124,911	(2,062)	-1.7%	124,911
Pension and UIF Contributions	5,051	54,286	11,608	4,115	6,608	(2,493)	-37.7%	6,608
Medical Aid Contributions	–	–	–	–	–	–	-	–
Motor Vehicle Allowance	–	–	–	–	–	–	-	–
Cellphone Allowance	7,459	5,184	5,321	4,903	5,321	(418)	-7.9%	5,321
Housing Allowances	–	–	–	–	–	–	-	–
Other benefits and allowances	4,643	9,154	9,164	6,509	9,164	(2,655)	-29.0%	9,164
Sub Total - Councillors	**134,637**	**151,053**	**146,004**	**138,376**	**146,004**	**(7,628)**	**-5.2%**	**146,004**
% increase		**12.2%**	**8.4%**					**8.4%**
Senior Managers of the Municipality								
Basic Salaries and Wages	20,347	22,462	24,535	30,689	24,535	6,154	25.1%	24,535
Pension and UIF Contributions	1,359	1,362	3,878	1,499	3,878	(2,379)	-61.4%	3,878
Medical Aid Contributions	215	223	223	160	223	(63)	-28.1%	223
Overtime	–	–	–	–	–	–	-	–
Performance Bonus	–	–	–	–	–	–	-	–
Motor Vehicle Allowance	568	567	523	382	523	(141)	-27.0%	523
Cellphone Allowance	122	191	–	115	–	115	100.0%	–
Housing Allowances	–	–	–	–	–	–	-	–
Other benefits and allowances	74	69	54	103	54	49	90.5%	54
Payments in lieu of leave	408	–	394	1,617	394	1,223	310.4%	394
Long service awards	–	–	–	–	–	–	-	–
Post-retirement benefit obligations	–	–	–	–	–	–	-	–
Sub Total - Senior Managers of Municipality	**23,093**	**24,874**	**29,607**	**34,565**	**29,607**	**4,958**	**16.7%**	**29,607**
% increase		**7.7%**	**28.2%**					**28.2%**
Other Municipal Staff								
Basic Salaries and Wages	5,722,147	7,242,965	7,017,042	6,919,429	7,017,042	(97,613)	-1.4%	7,017,042
Pension and UIF Contributions	910,752	1,353,454	1,243,022	1,173,781	1,243,022	(69,242)	-5.6%	1,243,022
Medical Aid Contributions	546,210	657,553	657,553	660,090	657,553	2,538	0.4%	657,553
Overtime	389,657	428,072	493,048	500,171	493,048	7,124	1.4%	493,048
Performance Bonus	–	–	–	–	–	–	-	–
Motor Vehicle Allowance	189,840	205,766	206,764	191,178	206,764	(15,586)	-7.5%	206,764
Cellphone Allowance	13,569	16,545	18,372	16,598	18,372	(1,774)	-9.7%	18,372
Housing Allowances	28,439	55,668	55,668	56,862	55,668	1,193	2.1%	55,668
Other benefits and allowances	186,332	228,584	240,728	224,380	240,728	(16,348)	-6.8%	240,728
Payments in lieu of leave	84,746	125,376	122,382	116,487	122,382	(5,895)	-4.8%	122,382
Long service awards	19,968	51,078	50,144	20,571	50,144	(29,573)	-59.0%	50,144
Post-retirement benefit obligations	6,191	207,636	207,636	210,326	207,636	2,690	1.3%	207,636
Sub Total - Other Municipal Staff	**8,097,851**	**10,572,697**	**10,312,360**	**10,089,874**	**10,312,360**	**(222,486)**	**-2.2%**	**10,312,360**
% increase		**30.6%**	**27.3%**					**27.3%**
Total Parent Municipality	**8,255,581**	**10,748,624**	**10,487,971**	**10,262,814**	**10,487,971**	**(225,156)**	**-2.1%**	**10,487,971**

The table below reflects the percentage variance for councilor and staff benefits, reasons for material deviations and the remedial action thereof.

Description	YTD Variance R Thousands	YTD Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Councillors (Political Office Bearers plus Other)				
Basic Salaries and Wages	(2,062)	-1.7%	The cumulative impact of councillor vacancies has resulted in savings realised for the year.	-
Pension and UIF Contributions	(2,493)	-37.7%	The cumulative impact of councillor vacancies has resulted in savings realised for the year.	-
Cellphone Allowance	(418)	-7.9%	Immaterial variance.	-
Other benefits and allowances	(2,655)	-29.0%	Lesser out-of-pocket expenses claimed than initially anticipated.	Financial year-end transactions are still in progress and corrective action will be undertaken, where necessary.
Senior Managers of the Municipality				
Basic Salaries and Wages	6,154	25.1%	The variance is as a result of the once-off payments for the termination of contracts of some Executive Directors. Expenditure is absorbed by savings within salary and wages.	Over-expenditure is funded by salary savings within directorates.
Pension and UIF Contributions	(2,379)	-61.4%	Immaterial variance.	-
Medical Aid Contributions	(63)	-28.1%	Immaterial variance.	-
Motor Vehicle Allowance	(141)	-27.0%	Immaterial variance.	-
Cellphone Allowance	115	100.0%	Immaterial variance.	-
Other benefits and allowances	49	90.5%	Immaterial variance.	-
Payments in lieu of leave	1,223	310.4%	Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(97,613)	-1.4%	The variance is largely due to the cumulative impact of the turnaround time and internal filling of vacancies.	Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments.
Pension and UIF Contributions	(69,242)	-5.6%	The variance is mainly due to the cumulative impact of the turnaround time in filling vacancies.	The filling of vacancies is on-going. Savings realised to date have been set aside and ring-fenced within investment accounts to address committed corporate initiatives.
Medical Aid Contributions	2,538	0.4%	The variance largely due to the filling of vacancies during the year where the budgetary provision reflects against salary and pension as the split on how employees will select their medical options is not certain when the annual staff budget is prepared.	Over-expenditure is funded by salary savings within directorates.
Overtime	7,124	1.4%	The over-expenditure is largely in the Safety & Security directorate (R17 million over), due to emergency, law enforcement and metro police staff who are required to work overtime to meet operational requirements during fire and flood relief efforts, festive season activities and deployment for events during the year.	The over-expenditure is funded by salary savings within directorates. Financial year-end transactions are still in progress and corrective action will be undertaken, where necessary.
Motor Vehicle Allowance	(15,586)	-7.5%	The variance is mainly due to the turnaround time in filling vacancies resulting from the termination of staff members who were in receipt of car allowances.	-
Cellphone Allowance	(1,774)	-9.7%	Immaterial variance.	-
Housing Allowances	1,193	2.1%	Immaterial variance.	-
Other benefits and allowances	(16,348)	-6.8%	The variance is mainly due to the turnaround time in filling vacancies and termination of staff who were in receipt of these benefits.	-
Payments in lieu of leave	(5,895)	-4.8%	Payments are dependent on resignation and retirement of employees, which are difficult to plan accurate per month.	The balance of the budgetary provisions will be transferred to the leave provision in accordance with GRAP 19, as these relate to the vested leave benefits owed to employees. Financial year-end transactions are still in progress.
Long service awards	(29,573)	-59.0%	Payments are dependent on when qualifying employees exercise their option to convert leave days to cash, which is difficult to plan accurate per monthly cycles.	The balance of the budgetary provisions will be transferred to the leave provision in accordance with GRAP 19, as these relate to the vested leave benefits owed to employees. Financial year-end transactions are still in progress.
Post-retirement benefit obligations	2,690	1.3%	Immaterial variance.	-

Material variance explanations for corporate performance for Quarter 4 2017

There are no material variances to report on for the quarter under review.

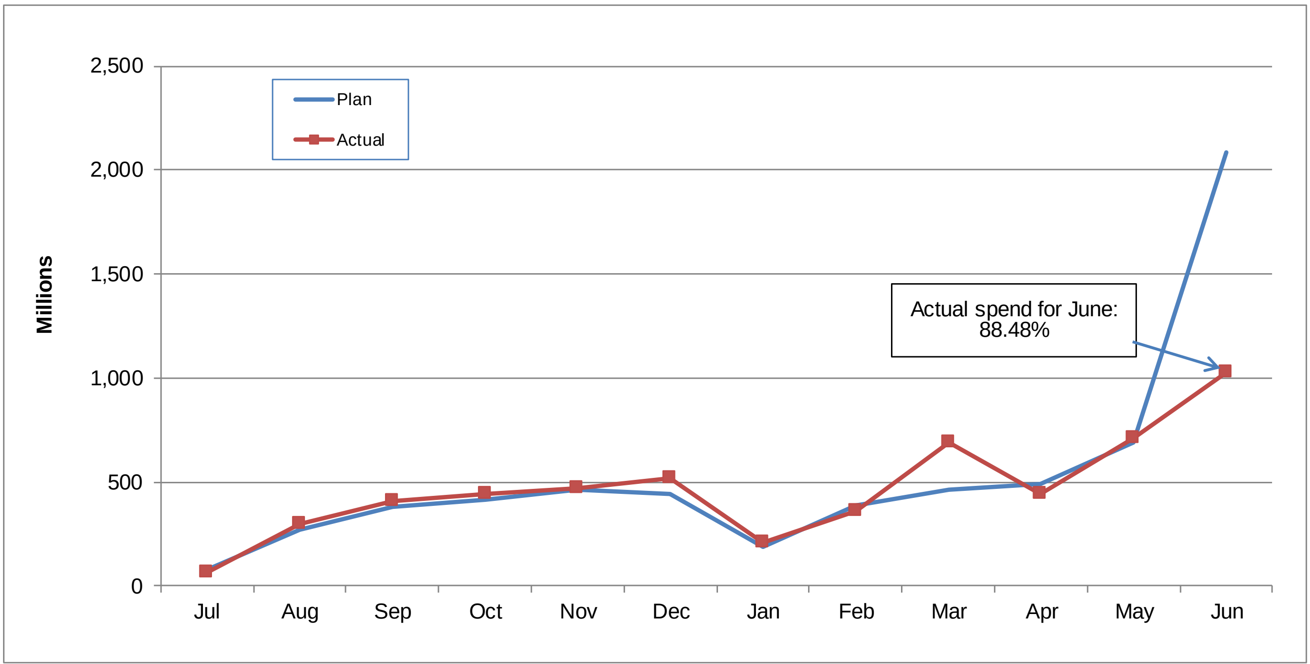
Capital programme performance

The capital programme performance tables provide details of capital expenditure by month; and summaries of capital expenditure by asset class and sub-class.

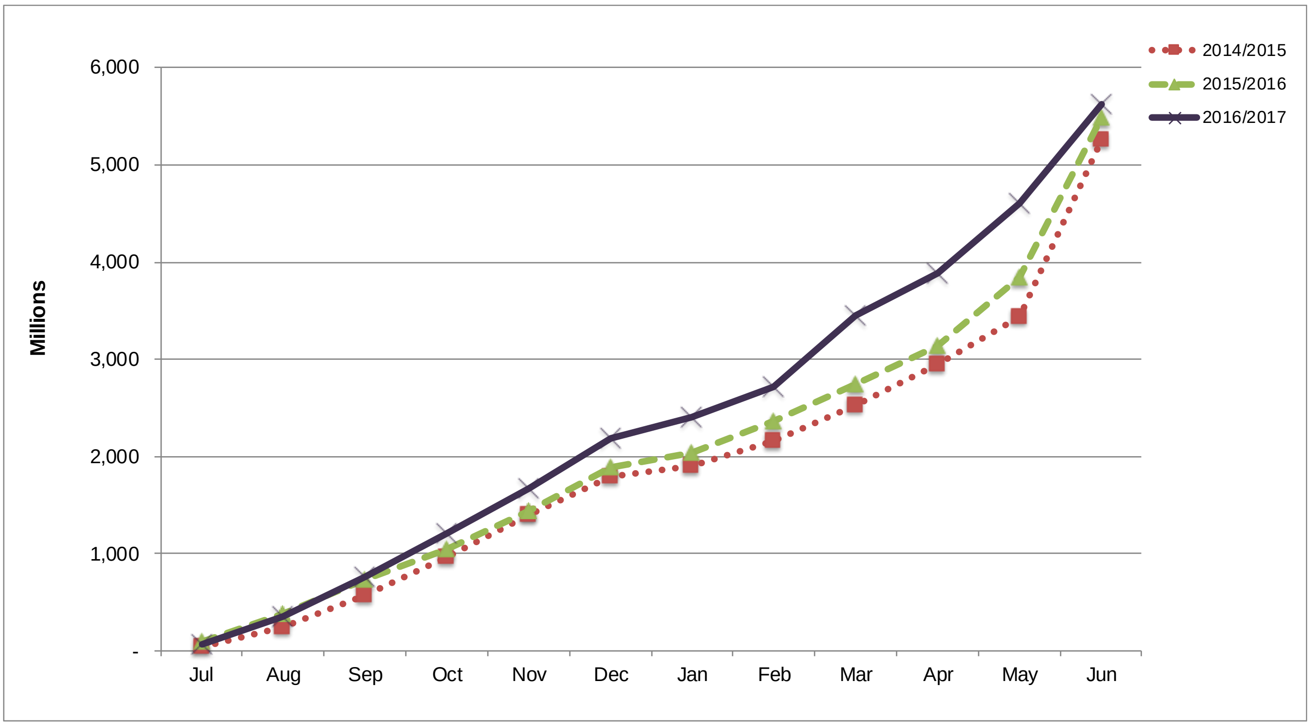
Table SC12 Monthly Budget Statement - capital expenditure trend

Month R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	99,708	101,391	80,515	63,237	63,237	80,515	17,278	21.5%	1.0%
August	287,144	227,871	273,728	295,257	358,494	354,242	(4,251)	-1.2%	5.5%
September	348,428	321,938	381,347	406,869	765,363	735,590	(29,773)	-4.0%	11.8%
October	315,151	364,642	416,430	439,522	1,204,885	1,152,019	(52,866)	-4.6%	18.5%
November	395,133	407,644	464,842	470,880	1,675,764	1,616,861	(58,903)	-3.6%	25.8%
December	446,641	326,494	439,577	515,739	2,191,503	2,056,438	(135,065)	-6.6%	33.7%
January	140,970	287,297	184,720	208,892	2,400,395	2,241,158	(159,237)	-7.1%	36.9%
February	332,370	492,712	384,737	357,064	2,757,460	2,625,895	(131,565)	-5.0%	42.4%
March	381,748	597,307	465,184	690,785	3,448,245	3,091,079	(357,166)	-11.6%	53.0%
April	394,450	684,973	490,551	441,974	3,890,219	3,581,630	(308,589)	-8.6%	59.8%
May	700,145	824,670	690,633	712,803	4,603,022	4,272,263	(330,759)	-7.7%	70.8%
June	1,647,945	1,864,339	2,087,144	1,023,826	5,626,848	6,359,407	732,559	11.5%	86.5%
Total Capital expenditure	**5,489,834**	**6,501,277**	**6,359,407**	**1,023,826**					

The graph below reflects the City's monthly expenditure-to-date measured against the total 2016/17 current budget.



The City's capital expenditure trend for 2014/15, 2015/16 and 2016/17 is graphically illustrated below.



The table below reflects the City's 2016/17 capital commitments as at 30 June 2017.

Directorate	* Commitments for 2016/17 R
City Manager	0
Directorate of the Mayor	290,965
Corporate Services	35,809,191
Area-Based Service Delivery	286,782
Assets & Facilities Management	16,240,496
Informal Settlements, Water & Waste Serv	115,229,049
Social Services	13,201,167
Transport & Urban Development Authority	130,489,883
Finance	296,071
Safety & Security	13,120,061
Energy	21,320,490
TOTAL	**346,284,153**

*Commitments currently reflected on SAP may not necessarily result in actual expenditure.

Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	**1,779,417**	**2,380,370**	**2,083,548**	**1,801,630**	**2,083,548**	**(281,918)**	**-13.5%**	**1,958,169**
Infrastructure - Road transport	*627,204*	*820,980*	*858,321*	*733,255*	*858,321*	*(125,066)*	*-14.6%*	*825,317*
Roads, Pavements & Bridges	575,237	729,505	779,816	669,449	779,816	(110,367)	-14.2%	754,411
Storm water	51,967	91,474	78,505	63,806	78,505	(14,699)	-18.7%	70,907
Infrastructure - Electricity	*469,845*	*636,292*	*546,363*	*501,148*	*546,363*	*(45,214)*	*-8.3%*	*516,123*
Generation	–	401	405	405	405	(0)	0.0%	405
Transmission & Reticulation	400,967	569,401	479,218	438,909	479,218	(40,309)	-8.4%	449,464
Street Lighting	68,877	66,490	66,740	61,835	66,740	(4,905)	-7.3%	66,254
Infrastructure - Water	*155,591*	*315,421*	*257,145*	*220,546*	*257,145*	*(36,600)*	*-14.2%*	*229,374*
Dams & Reservoirs	75,016	161,379	93,879	74,738	93,879	(19,141)	-20.4%	80,374
Water purification	–	10,500	–	–	–	–		–
Reticulation	80,575	143,542	163,266	145,808	163,266	(17,459)	-10.7%	149,000
Infrastructure - Sanitation	*239,743*	*301,175*	*220,068*	*201,777*	*220,068*	*(18,291)*	*-8.3%*	*205,220*
Reticulation	219,985	239,675	189,068	171,135	189,068	(17,933)	-9.5%	174,577
Sewerage purification	19,758	61,500	31,000	30,643	31,000	(357)	-1.2%	30,643
Infrastructure - Other	*287,035*	*306,503*	*201,651*	*144,904*	*201,651*	*(56,747)*	*-28.1%*	*182,135*
Waste Management	68,991	100,800	48,404	35,587	48,404	(12,817)	-26.5%	43,753
Transportation	36,613	37,200	14,700	3,615	14,700	(11,085)	-75.4%	6,926
Gas	–	–	–	–	–	–	-	–
Other	181,430	168,503	138,547	105,702	138,547	(32,845)	-23.7%	131,457
Community	**112,943**	**155,615**	**79,073**	**61,134**	**79,073**	**(17,939)**	**-22.7%**	**73,133**
Parks & gardens	8,091	5,190	5,304	4,512	5,304	(792)	-14.9%	4,957
Sportsfields & stadia	1,607	–	–	–	–	–	-	–
Swimming pools	–	–	–	–	–	–	-	–
Community halls	17,656	22,019	14,743	14,706	14,743	(37)	-0.2%	14,738
Libraries	17,534	9,950	11,634	11,634	11,634	(0)	0.0%	11,634
Recreational facilities	19	10	10	10	10	–		10
Fire, safety & emergency	5,000	5,000	7,558	3,433	7,558	(4,125)	-54.6%	7,556
Security and policing	–	–	–	–	–	–	-	–
Buses	–	–	–	–	–	–	-	–
Clinics	524	17,900	11,634	9,912	11,634	(1,722)	-14.8%	11,307
Museums & Art Galleries	–	–	–	–	–	–	-	–
Cemeteries	6,277	12,047	13,176	4,762	13,176	(8,415)	-63.9%	10,746
Social rental housing	44,823	71,896	6,035	3,255	6,035	(2,779)	-46.1%	3,255
Other	11,412	11,603	8,980	8,911	8,980	(69)	-0.8%	8,930
Heritage assets	**–**	**–**	**–**	**–**	**–**	**–**	**-**	**–**
Buildings	–	–	–	–	–	–	-	–
Investment properties	**53,319**	53,500	165,048	164,323	165,048	(725)	-0.4%	164,405
Housing development	–	–	–	–	–	–	-	–
Other	53,319	53,500	165,048	164,323	165,048	(725)	-0.4%	164,405
Other assets	**736,805**	**861,604**	**734,331**	**685,159**	**734,331**	**(49,172)**	**-6.7%**	**728,881**
General vehicles	105,449	53,485	59,143	58,771	59,143	(372)	-0.6%	58,900
Specialised vehicles	–	5,000	3,900	3,891	3,900	(9)	-0.2%	3,891
Plant & equipment	323,658	373,077	245,059	213,372	245,059	(31,687)	-12.9%	244,407
Computers - hardware/equipment	154,889	171,558	163,868	151,887	163,868	(11,981)	-7.3%	162,804
Furniture and other office equipment	56,194	34,381	40,577	38,666	40,577	(1,911)	-4.7%	39,466
Abattoirs	–	–	–	–	–	–	-	–
Markets	–	–	–	–	–	–	-	–
Civic Land and Buildings	18,276	171,174	142,847	142,747	142,847	(100)	-0.1%	142,841
Other Buildings	58,185	24,964	58,414	55,333	58,414	(3,081)	-5.3%	56,073
Other Land	–	–	–	–	–	–		–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	20,154	27,964	20,522	20,492	20,522	(30)	-0.1%	20,500
Intangibles	**495**	**–**	**500**	**500**	**500**	**–**		**500**
Computers - software & programming	495	–	500	500	500	–		500
Other	–	–	–	–	–	–	-	–
Total Capital Expenditure on new assets	**2,682,979**	**3,451,089**	**3,062,502**	**2,712,747**	**3,062,502**	**(349,755)**	**-11.4%**	**2,925,088**
Specialised vehicles	**–**	**5,000**	**3,900**	**3,891**	**3,900**	**(9)**	-0.2%	**3,891**
Refuse	–	–	–	–	–	–		–
Fire	–	5,000	3,900	3,891	3,900	**(9)**	-0.2%	3,891
Conservancy	–	–	–	–	–	–	-	–
Ambulances	–	–	–	–	–	–	-	–

Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	**2,008,714**	**2,136,704**	**2,264,060**	**2,003,596**	**2,264,060**	**(260,465)**	**-11.5%**	**2,118,721**
Infrastructure - Road transport	*489,555*	*589,080*	*681,226*	*573,368*	*681,226*	*(107,858)*	*-15.8%*	*648,720*
Roads, Pavements & Bridges	428,141	482,355	560,267	471,029	560,267	(89,238)	-15.9%	536,645
Storm water	61,414	106,724	120,959	102,339	120,959	(18,620)	-15.4%	112,075
Infrastructure - Electricity	*466,391*	*664,046*	*611,353*	*544,715*	*611,353*	*(66,639)*	*-10.9%*	*553,619*
Generation	–	–	–	–	–	–	-	–
Transmission & Reticulation	466,391	664,046	611,353	544,715	611,353	(66,639)	-10.9%	553,619
Street Lighting	–	–	–	–	–	–	-	–
Infrastructure - Water	*405,674*	*282,267*	*401,486*	*370,861*	*401,486*	*(30,625)*	*-7.6%*	*381,655*
Dams & Reservoirs	134	31,100	18,165	16,409	18,165	(1,755)	-9.7%	16,429
Water purification	–	–	–	–	–	–	-	–
Reticulation	405,539	251,167	383,321	354,452	383,321	(28,869)	-7.5%	365,225
Infrastructure - Sanitation	*449,292*	*507,702*	*479,847*	*438,303*	*479,847*	*(41,544)*	*-8.7%*	*445,330*
Reticulation	118,569	104,334	147,020	134,350	147,020	(12,670)	-8.6%	135,824
Sewerage purification	330,723	403,367	332,827	303,953	332,827	(28,874)	-8.7%	309,506
Infrastructure - Other	*197,802*	*93,610*	*90,148*	*76,348*	*90,148*	*(13,799)*	*-15.3%*	*89,397*
Waste Management	87,176	9,450	12,208	8,012	12,208	(4,196)	-34.4%	12,208
Transportation	110,627	84,160	75,274	65,701	75,274	(9,573)	-12.7%	74,549
Gas	–	–	–	–	–	–	-	–
Other	–	–	2,666	2,636	2,666	(30)	-1.1%	2,639
Community	**250,433**	**234,962**	**295,037**	**255,429**	**295,037**	**(39,607)**	**-13.4%**	**278,214**
Parks & gardens	53,271	88,126	108,145	96,688	108,145	(11,456)	-10.6%	104,606
Sportsfields & stadia	35,388	37,139	54,931	45,818	54,931	(9,112)	-16.6%	50,325
Swimming pools	1,056	5,820	6,590	6,463	6,590	(127)	-1.9%	6,590
Community halls	1,391	1,270	2,440	1,945	2,440	(496)	-20.3%	2,228
Libraries	8,166	8,630	5,975	5,535	5,975	(440)	-7.4%	5,717
Recreational facilities	723	40	1,176	864	1,176	(312)	-26.5%	1,064
Fire, safety & emergency	400	2,841	6,090	3,977	6,090	(2,113)	-34.7%	6,090
Security and policing	–	–	–	–	–	–	-	–
Buses	–	–	–	–	–	–	-	–
Clinics	7,800	12,110	8,168	6,804	8,168	(1,364)	-16.7%	8,003
Museums & Art Galleries	2,822	6,000	3,230	2,059	3,230	(1,171)	-36.3%	3,182
Cemeteries	9,326	11,307	11,372	5,451	11,372	(5,921)	-52.1%	9,608
Social rental housing	124,428	60,300	79,564	72,659	79,564	(6,905)	-8.7%	73,521
Other	5,662	1,378	7,356	7,166	7,356	(190)	-2.6%	7,278
Heritage assets	**6,547**	**47,208**	**40,429**	**38,955**	**40,429**	**(1,474)**	**-3.6%**	**38,955**
Buildings	6,547	47,208	40,429	38,955	40,429	(1,474)	-3.6%	38,955
Other	–	–	–	–	–	–	-	–
Investment properties	**2,400**	**–**	**–**	**–**	**–**	–	-	**–**
Housing development	–	–	–	–	–	–	-	–
Other	2,400	–	–	–	–	–	-	–
Other assets	**538,762**	**626,064**	**692,930**	**612,509**	**692,930**	**(80,420)**	**-11.6%**	**635,735**
General vehicles	112,347	58,824	181,705	181,047	181,705	(658)	-0.4%	181,691
Specialised vehicles	117,283	90,267	91,689	90,281	91,689	(1,408)	-1.5%	90,907
Plant & equipment	16,923	23,742	26,037	23,752	26,037	(2,284)	-8.8%	25,523
Computers - hardware/equipment	98,753	83,085	77,798	74,253	77,798	(3,545)	-4.6%	76,025
Furniture and other office equipment	37,403	9,030	7,225	6,841	7,225	(383)	-5.3%	6,887
Abattoirs	–	–	–	–	–	–	-	–
Markets	143	290	319	107	319	(212)	-66.4%	316
Civic Land and Buildings	47,265	74,438	74,313	60,150	74,313	(14,163)	-19.1%	65,727
Other Buildings	98,642	279,493	224,120	166,594	224,120	(57,526)	-25.7%	179,039
Other Land	–	–	–	–	–	–	-	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	10,002	6,895	9,724	9,483	9,724	(241)	-2.5%	9,621
Agricultural assets	**–**	**–**	**–**	**–**	**–**	–	-	**–**
-	–	–	–	–	–	–	-	–
Biological assets	**–**	**–**	**–**	**–**	**–**	**–**	-	**–**
-	–	–	–	–	–	–	-	–
Intangibles	**–**	**5,250**	**4,450**	**3,611**	**4,450**	**(839)**	**-18.8%**	**4,148**
Computers - software & programming	–	5,250	4,450	3,611	4,450	(839)	-18.8%	4,148
Other	–	–	–	–	–	–		–
Total Capital Expenditure on renewal of existing assets	**2,806,855**	**3,050,187**	**3,296,905**	**2,914,101**	**3,296,905**	**(382,805)**	**-11.6%**	**3,075,772**

Specialised vehicles	**117,283**	**90,267**	**91,689**	**90,281**	**91,689**	**(1,408)**	**-1.5%**	**90,907**
Refuse	87,384	90,267	91,689	90,281	91,689	(1,408)	-1.5%	90,907
Fire	29,900	–	–	–	–	–	-	–
Conservancy	–	–	–	–	–	–	-	–
Ambulances	–	–	–	–	–	–	-	–

Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	**2,324,458**	**2,533,624**	**2,344,911**	**2,363,263**	**2,344,911**	**18,352**	**0.8%**	**2,344,911**
Infrastructure - Road transport	*789,105*	*824,573*	*884,603*	*788,857*	*884,603*	*(95,746)*	*-10.8%*	*884,603*
Roads, Pavements & Bridges	622,474	654,797	716,136	613,571	716,136	(102,565)	-14.3%	716,136
Storm water	166,631	169,776	168,467	175,286	168,467	6,819	4.0%	168,467
Infrastructure - Electricity	*522,878*	*570,091*	*544,991*	*509,822*	*544,991*	*(35,168)*	*-6.5%*	*544,991*
Generation	17,686	19,823	19,836	21,537	19,836	1,702	8.6%	19,836
Transmission & Reticulation	*401,828*	*429,752*	*422,240*	*406,533*	*422,240*	*(15,706)*	*-3.7%*	*422,240*
Street Lighting	103,364	120,515	102,915	81,752	102,915	(21,164)	-20.6%	102,915
Infrastructure - Water	*78,922*	*87,236*	*81,719*	*72,006*	*81,719*	*(9,714)*	*-11.9%*	*81,719*
Dams & Reservoirs	78,822	62,834	56,393	71,944	56,393	15,551	27.6%	56,393
Water purification	–	–	–	–	–	–		–
Reticulation	100	24,402	25,326	62	25,326	(25,265)	-99.8%	25,326
Infrastructure - Sanitation	*503,787*	*532,007*	*470,206*	*520,183*	*470,206*	*49,978*	10.6%	*470,206*
Reticulation	10,015	8,563	8,777	16,922	8,777	8,145	92.8%	8,777
Sewerage purification	493,772	523,444	461,429	503,261	461,429	41,832	9.1%	461,429
Infrastructure - Other	*429,767*	*519,718*	*363,393*	*472,395*	*363,393*	*109,002*	30.0%	*363,393*
Waste Management	–	–	–	–	–	–	-	–
Transportation	–	–	–	–	–	–	-	–
Gas	–	–	–	–	–	–	-	–
Other	429,767	519,718	363,393	472,395	363,393	109,002	30.0%	363,393
Community	**405,116**	**540,574**	**544,941**	**491,908**	**544,941**	**(53,034)**	**-9.7%**	**544,941**
Parks & gardens	188,466	316,049	316,159	245,147	316,159	(71,013)	-22.5%	316,159
Sportsfields & stadia	79,491	25,059	36,613	78,255	36,613	41,642	113.7%	36,613
Swimming pools	13,151	5,196	5,881	13,586	5,881	7,705	131.0%	5,881
Community halls	27,431	21,037	15,188	36,432	15,188	21,244	139.9%	15,188
Libraries	14,991	31,401	30,050	16,238	30,050	(13,812)	-46.0%	30,050
Recreational facilities	34,670	83,820	83,380	44,059	83,380	(39,321)	-47.2%	83,380
Fire, safety & emergency	25,977	30,137	30,166	30,539	30,166	373	1.2%	30,166
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	8,513	7,874	7,874	11,557	7,874	3,684	46.8%	7,874
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	9,310	16,561	16,250	12,235	16,250	(4,015)	-24.7%	16,250
Social rental housing	–	–	–	–	–	–		–
Other	3,116	3,441	3,380	3,859	3,380	479	14.2%	3,380
Heritage assets	**441**	**11**	**1,319**	**1,327**	**1,319**	**8**	**0.6%**	**1,319**
Buildings	–	–	–	–	–	–	-	–
Other	441	11	1,319	1,327	1,319	8	0.6%	1,319
Investment properties	–	–	–	–	–	–	-	–
Housing development	–	–	–	–	–	–	-	–
Other	–	–	–	–	–	–	-	–
Other assets	**608,980**	**728,694**	**817,790**	**727,702**	**817,790**	**(90,088)**	**-11.0%**	**817,790**
General vehicles	307,300	318,492	378,900	366,989	378,900	(11,911)	-3.1%	378,900
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	4,040	5,289	5,285	4,126	5,285	(1,159)	-21.9%	5,285
Computers - hardware/equipment	64,986	77,806	86,806	77,551	86,806	(9,256)	-10.7%	86,806
Furniture and other office equipment	26,417	61,681	63,827	28,182	63,827	(35,645)	-55.8%	63,827
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	71,185	107,109	111,289	91,270	111,289	(20,020)	-18.0%	111,289
Other Buildings	75,105	105,308	105,292	93,790	105,292	(11,502)	-10.9%	105,292
Other Land	541	527	5,746	6,756	5,746	1,011	17.6%	5,746
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	59,406	52,482	60,645	59,038	60,645	(1,607)	-2.6%	60,645
Agricultural assets	–	–	–	–	–	–	-	–
-	–	–	–	–	–	–	-	–
Biological assets	–	–	–	–	–	–	-	–
-	–	–	–	–	–	–	-	–
Intangibles	–	–	–	–	–	–	-	–
Computers - software & programming	–	–	–	–	–	–	-	–
Other	–	–	–	–	–	–	-	–
Total Repairs and Maintenance Expenditure	**3,338,995**	**3,802,902**	**3,708,962**	**3,584,200**	**3,708,962**	**(124,762)**	**-3.4%**	**3,708,962**

Specialised vehicles	–	–	–	–	–	–	-	–
Refuse	–	–	–	–	–	–	-	–
Fire	–	–	–	–	–	–	-	–
Conservancy	–	–	–	–	–	–	-	–
Ambulances	–	–	–	–	–	–	-	–

PART 3 – CONSOLIDATED IN-YEAR REPORT

Consolidated Table C1 Monthly Budget Statement Summary

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	6,739,787	6,959,000	7,577,601	8,048,567	7,571,519	477,048	6.3%	7,577,601
Service charges	17,552,069	18,353,075	18,593,298	18,606,540	18,578,787	27,753	0.1%	18,593,298
Investment revenue	744,539	610,778	619,314	741,740	619,314	122,425	19.8%	619,314
Transfers recognised - operational	3,589,931	3,802,940	4,308,544	3,303,481	4,308,544	(1,005,063)	-23.3%	4,308,544
Other own revenue	4,401,129	4,707,287	4,641,928	4,319,218	4,638,117	(318,898)	-6.9%	4,641,928
Total Revenue (excluding capital transfers and contributions)	**33,027,455**	**34,433,079**	**35,740,686**	**35,019,546**	**35,716,281**	**(696,735)**	**-2.0%**	**35,740,686**
Employee costs	9,415,890	10,670,840	10,428,887	10,181,830	10,413,240	(231,410)	-2.2%	10,428,887
Remuneration of Councillors	135,094	152,117	146,941	138,960	146,941	(7,981)	-5.4%	146,941
Depreciation & asset impairment	2,139,276	2,347,797	2,464,404	2,242,815	2,464,404	(221,590)	-9.0%	2,464,404
Finance charges	748,479	895,848	896,798	692,946	896,798	(203,852)	-22.7%	896,798
Materials and bulk purchases	8,399,423	8,853,353	9,034,388	7,983,691	9,014,605	(1,030,915)	-11.4%	9,034,388
Transfers and grants	148,246	174,833	121,353	110,337	119,827	(9,490)	-7.9%	121,353
Other expenditure	9,863,376	11,701,644	12,635,827	9,809,484	12,648,377	(2,838,893)	-22.4%	12,635,827
Total Expenditure	**30,849,784**	**34,796,431**	**35,728,598**	**31,160,062**	**35,704,193**	**(4,544,131)**	**-12.7%**	**35,728,598**
Surplus/(Deficit)	**2,177,671**	**(363,351)**	**12,088**	**3,859,484**	**12,088**	**3,847,396**	**31828.2%**	**12,088**
Transfers recognised - capital	2,131,537	2,177,040	2,205,071	1,602,203	2,205,071	(602,868)	-27.3%	2,205,071
Contributions & Contributed assets	61,589	87,800	87,941	80,442	87,941	(7,499)	-8.5%	87,941
Surplus/(Deficit) after capital transfers & contributions	**4,370,797**	**1,901,489**	**2,305,100**	**5,542,129**	**2,305,100**	**3,237,029**	**140.4%**	**2,305,100**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**4,370,797**	**1,901,489**	**2,305,100**	**5,542,129**	**2,305,100**	**3,237,029**	**140.4%**	**2,305,100**
Capital expenditure & funds sources								
Capital expenditure	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**
Capital transfers recognised	2,187,425	2,177,040	2,205,071	1,884,206	2,205,071	(320,865)	-14.6%	2,082,775
Public contributions & donations	61,488	87,800	81,341	73,562	81,341	(7,780)	-9.6%	74,345
Borrowing	2,441,423	2,988,696	2,957,150	2,658,740	2,957,150	(298,410)	-10.1%	2,837,712
Internally generated funds	**1,179,805**	**1,520,720**	**1,527,793**	**1,349,160**	**1,527,793**	**(178,633)**	**-11.7%**	**1,417,975**
Total sources of capital funds	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**
Financial position								
Total current assets	12,216,492	9,408,864	12,839,193	11,677,848				12,839,193
Total non current assets	42,342,066	46,715,476	45,504,360	45,901,336				45,504,360
Total current liabilities	9,005,969	8,592,590	8,902,831	7,758,731				8,902,831
Total non current liabilities	12,165,084	14,385,943	14,498,610	12,455,231				14,498,610
Community wealth/Equity	**33,028,798**	**32,832,711**	**34,612,431**	**37,037,007**				**34,612,431**
Cash flows								
Net cash from (used) operating	6,458,242	4,180,508	4,265,069	4,618,252	4,265,068	(353,184)	-8.3%	4,265,069
Net cash from (used) investing	(6,272,662)	(6,130,361)	(6,181,640)	(4,234,887)	(6,181,639)	(1,946,753)	31.5%	(6,181,640)
Net cash from (used) financing	(174,391)	2,375,150	2,281,854	(91,859)	2,281,854	2,373,713	104.0%	2,281,854
Cash/cash equivalents at the month/year end	**3,803,924**	**1,772,659**	**3,847,191**	**3,773,414**	**3,847,190**	**73,776**	**1.9%**	**3,847,191**

Consolidated Table C2 Monthly Budget Statement - Financial Performance (standard classification)

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>Revenue - Standard</u>								
Governance and administration	**12,270,213**	**12,567,409**	**13,378,447**	**13,815,279**	**13,276,911**	538,368	4.1%	**13,378,447**
Executive and council	301,714	314,011	317,354	291,599	317,354	(25,754)	-8.1%	317,354
Budget and treasury office	11,685,985	11,971,769	12,818,682	13,292,378	12,717,146	575,232	4.5%	12,818,682
Corporate services	282,514	281,629	242,411	231,302	242,411	(11,109)	-4.6%	242,411
Community and public safety	**2,884,043**	**3,315,492**	**3,594,626**	**2,133,271**	**3,594,626**	(1,461,355)	-40.7%	**3,594,626**
Community and social services	102,673	96,804	111,746	81,811	110,746	(28,935)	-26.1%	111,746
Sport and recreation	86,704	123,770	137,775	83,261	138,775	(55,514)	-40.0%	137,775
Public safety	1,225,034	1,194,620	1,197,453	725,701	1,197,453	(471,751)	-39.4%	1,197,453
Housing	1,203,138	1,605,746	1,845,534	972,136	1,845,534	(873,398)	-47.3%	1,845,534
Health	266,493	294,552	302,119	270,361	302,119	(31,758)	-10.5%	302,119
Economic and environmental services	**2,054,199**	**1,904,756**	**2,024,451**	**1,666,259**	**2,024,451**	(358,193)	-17.7%	**2,024,451**
Planning and development	283,224	305,929	321,020	326,288	321,020	5,268	1.6%	321,020
Road transport	1,763,369	1,592,599	1,694,799	1,323,208	1,694,799	(371,590)	-21.9%	1,694,799
Environmental protection	7,606	6,227	8,632	16,762	8,632	8,130	94.2%	8,632
Trading services	**17,771,781**	**18,675,252**	**18,799,830**	**18,846,242**	**18,880,772**	(34,530)	-0.2%	**18,799,830**
Electricity	11,498,496	12,089,547	12,061,351	12,035,108	12,081,132	(46,025)	-0.4%	12,061,351
Water	3,172,543	3,258,166	3,396,543	3,614,971	3,431,138	183,832	5.4%	3,396,543
Waste water management	1,985,565	2,079,484	2,111,170	1,976,767	2,137,540	(160,772)	-7.5%	2,111,170
Waste management	1,115,177	1,248,054	1,230,766	1,219,397	1,230,962	(11,565)	-0.9%	1,230,766
Other	**240,345**	**235,011**	**236,344**	**241,140**	**232,532**	**8,608**	**3.7%**	**236,344**
Total Revenue - Standard	**35,220,581**	**36,697,920**	**38,033,698**	**36,702,191**	**38,009,293**	**(1,307,101)**	**-3.4%**	**38,033,698**
<u>Expenditure - Standard</u>								
Governance and administration	**5,393,765**	**6,359,899**	**6,691,627**	**5,755,229**	**6,702,022**	(946,793)	-14.1%	**6,691,627**
Executive and council	865,599	1,112,285	1,108,414	955,552	1,114,106	(158,554)	-14.2%	1,108,414
Budget and treasury office	2,447,166	2,816,141	2,996,164	2,492,176	2,989,543	(497,367)	-16.6%	2,996,164
Corporate services	2,081,000	2,431,473	2,587,049	2,307,501	2,598,373	(290,872)	-11.2%	2,587,049
Community and public safety	**6,504,178**	**7,662,160**	**7,906,268**	**6,089,706**	**7,904,101**	(1,814,395)	-23.0%	**7,906,268**
Community and social services	582,385	651,428	634,526	628,807	634,459	(5,652)	-0.9%	634,526
Sport and recreation	1,314,740	1,543,845	1,539,053	1,351,811	1,539,053	(187,242)	-12.2%	1,539,053
Public safety	2,486,830	2,729,102	2,677,711	1,863,585	2,674,403	(810,817)	-30.3%	2,677,711
Housing	1,249,275	1,786,141	2,084,550	1,247,506	2,084,462	(836,957)	-40.2%	2,084,550
Health	870,947	951,643	970,428	997,998	971,724	26,273	2.7%	970,428
Economic and environmental services	**3,425,691**	**3,829,922**	**3,928,741**	**3,586,260**	**3,923,568**	(337,308)	-8.6%	**3,928,741**
Planning and development	756,784	879,635	878,692	814,515	872,040	(57,525)	-6.6%	878,692
Road transport	2,555,180	2,831,720	2,927,958	2,654,366	2,930,134	(275,768)	-9.4%	2,927,958
Environmental protection	113,727	118,568	122,091	117,379	121,394	(4,015)	-3.3%	122,091
Trading services	**15,311,365**	**16,628,216**	**16,914,987**	**15,499,640**	**16,909,292**	(1,409,652)	-8.3%	**16,914,987**
Electricity	9,340,359	10,022,681	10,017,089	8,990,078	10,021,000	(1,030,922)	-10.3%	10,017,089
Water	2,714,350	2,782,122	3,042,394	2,894,673	3,045,961	(151,288)	-5.0%	3,042,394
Waste water management	1,474,008	1,628,232	1,722,944	1,623,362	1,709,773	(86,410)	-5.1%	1,722,944
Waste management	1,782,647	2,195,181	2,132,559	1,991,528	2,132,559	(141,032)	-6.6%	2,132,559
Other	**214,785**	**316,234**	**286,976**	**229,226**	**265,209**	**(35,983)**	**-13.6%**	**286,976**
Total Expenditure - Standard	**30,849,784**	**34,796,431**	**35,728,598**	**31,160,062**	**35,704,193**	**(4,544,131)**	**-12.7%**	**35,728,598**
Surplus/ (Deficit) for the year	**4,370,797**	**1,901,489**	**2,305,100**	**5,542,129**	**2,305,100**	**3,237,029**	**140.4%**	**2,305,100**

Consolidated Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

Vote Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - Area-Based Service Delivery	7,205	3,193	5,386	5,202	5,386	(185)	-3.4%	5,386
Vote 2 - Assets & Facilities Management	573,021	558,494	453,406	432,068	453,182	(21,114)	-4.7%	453,406
Vote 3 - Corporate Services	55,761	71,939	72,310	63,366	72,310	(8,943)	-12.4%	72,310
Vote 4 - City Manager	(7)	–	–	–	–	–	-	–
Vote 5 - Directorate of the Mayor	1,778	2,145	2,066	963	2,066	(1,103)	-53.4%	2,066
Vote 6 - Energy	11,527,694	12,113,461	12,118,261	12,063,786	12,118,261	(54,475)	-0.4%	12,118,261
Vote 7 - Finance	11,840,538	12,139,426	12,898,859	13,476,400	12,898,859	577,541	4.5%	12,898,859
Vote 8 - Informal Settlements, Water & Waste Services	6,348,840	6,735,519	6,940,743	6,881,766	6,940,743	(58,977)	-0.8%	6,940,743
Vote 9 - Safety & Security	1,236,743	1,201,463	1,204,296	749,891	1,204,296	(454,405)	-37.7%	1,204,296
Vote 10 - Social Services	695,114	772,267	812,630	696,891	812,630	(115,739)	-14.2%	812,630
Vote 11 - Transport & Urban Development Authority	2,694,229	2,867,077	3,291,203	2,108,246	3,291,427	(1,183,182)	-35.9%	3,291,203
Vote 12 - Municipal Entity - CTICC	239,665	232,935	234,538	223,613	210,133	13,480	6.4%	234,538
Total Revenue by Vote	**35,220,581**	**36,697,920**	**38,033,698**	**36,702,191**	**38,009,293**	**(1,307,102)**	**-3.4%**	**38,033,698**
Expenditure by Vote								
Vote 1 - Area-Based Service Delivery	185,629	214,966	218,642	197,161	218,642	(21,481)	-9.8%	218,642
Vote 2 - Assets & Facilities Management	1,527,375	1,700,101	1,777,822	1,616,673	1,774,011	(157,338)	-8.9%	1,777,822
Vote 3 - Corporate Services	1,382,160	1,651,993	1,674,430	1,515,494	1,674,430	(158,935)	-9.5%	1,674,430
Vote 4 - City Manager	23,991	67,073	28,156	37,405	28,156	9,250	32.85%	28,156
Vote 5 - Directorate of the Mayor	401,494	432,650	475,109	441,000	475,108	(34,109)	-7.2%	475,109
Vote 6 - Energy	9,449,928	10,172,503	10,155,543	9,113,288	10,155,543	(1,042,255)	-10.3%	10,155,543
Vote 7 - Finance	2,725,162	3,122,764	3,309,399	2,793,468	3,309,399	(515,931)	-15.6%	3,309,399
Vote 8 - Informal Settlements, Water & Waste Services	5,952,433	6,569,522	6,831,009	6,501,229	6,831,859	(330,630)	-4.8%	6,831,009
Vote 9 - Safety & Security	2,625,125	2,919,995	2,884,135	2,022,519	2,884,136	(861,617)	-29.9%	2,884,135
Vote 10 - Social Services	2,704,436	3,110,184	3,089,842	2,896,569	3,089,842	(193,274)	-6.3%	3,089,842
Vote 11 - Transport & Urban Development Authority	3,695,304	4,583,704	5,062,060	3,852,268	5,061,210	(1,208,942)	-23.9%	5,062,060
Vote 12 - Municipal Entity - CTICC	176,745	250,974	222,450	172,988	201,857	(28,869)	-14.3%	222,450
Total Expenditure by Vote	**30,849,784**	**34,796,431**	**35,728,598**	**31,160,062**	**35,704,193**	**(4,544,132)**	**-12.7%**	**35,728,598**
Surplus/ (Deficit) for the year	**4,370,797**	**1,901,489**	**2,305,100**	**5,542,129**	**2,305,099**	**3,237,030**	**140.4%**	**2,305,100**

Consolidated Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	6,739,787	6,959,000	7,577,601	8,048,567	7,571,519	477,048	6.3%	7,577,601
Property rates - penalties & collection charges	–	–	–	–	–	–		–
Service charges - electricity revenue	11,187,275	11,807,918	11,807,918	11,774,420	11,794,704	(20,284)	-0.2%	11,807,918
Service charges - water revenue	2,983,770	3,066,664	3,251,696	3,417,501	3,250,400	167,102	5.1%	3,251,696
Service charges - sanitation revenue	1,534,981	1,628,277	1,691,777	1,608,706	1,691,777	(83,071)	-4.9%	1,691,777
Service charges - refuse revenue	991,556	1,232,929	1,216,925	1,190,212	1,216,925	(26,713)	-2.2%	1,216,925
Service charges - other	854,487	617,287	624,981	615,700	624,981	(9,281)	-1.5%	624,981
Rental of facilities and equipment	350,954	487,985	486,022	491,701	482,210	9,491	2.0%	486,022
Interest earned - external investments	744,539	610,778	619,314	741,740	619,314	122,425	19.8%	619,314
Interest earned - outstanding debtors	221,609	284,710	244,710	278,063	244,710	33,353	13.6%	244,710
Dividends received	–	–	–	–	–	–		–
Fines	1,087,339	1,055,743	1,055,676	597,246	1,055,676	(458,430)	-43.4%	1,055,676
Licences and permits	41,494	27,893	35,893	47,669	35,893	11,776	32.8%	35,893
Agency services	183,259	153,993	153,993	186,926	153,993	32,933	21.4%	153,993
Transfers recognised - operational	3,589,931	3,802,940	4,308,544	3,303,481	4,308,544	(1,005,063)	-23.3%	4,308,544
Other revenue	2,389,928	2,617,462	2,625,134	2,691,103	2,625,134	65,969	2.5%	2,625,134
Gains on disposal of PPE	126,546	79,500	40,500	26,509	40,500	(13,991)	-34.5%	40,500
Total Revenue (excluding capital transfers and contributions)	**33,027,455**	**34,433,079**	**35,740,686**	**35,019,546**	**35,716,281**	**(696,735)**	**-2.0%**	**35,740,686**
Expenditure By Type								
Employee related costs	9,415,890	10,670,840	10,428,887	10,181,830	10,413,240	(231,410)	-2.2%	10,428,887
Remuneration of councillors	135,094	152,117	146,941	138,960	146,941	(7,981)	-5.4%	146,941
Debt impairment	1,898,894	2,003,203	2,257,845	1,437,328	2,257,845	(820,517)	-36.3%	2,257,845
Depreciation & asset impairment	2,139,276	2,347,797	2,464,404	2,242,815	2,464,404	(221,590)	-9.0%	2,464,404
Finance charges	748,479	895,848	896,798	692,946	896,798	(203,852)	-22.7%	896,798
Bulk purchases	8,073,336	8,515,180	8,515,180	7,518,312	8,515,180	(996,868)	-11.7%	8,515,180
Other materials	326,087	338,172	519,207	465,379	499,425	(34,046)	-6.8%	519,207
Contracted services	3,838,766	4,396,163	4,720,942	3,706,869	4,698,944	(992,075)	-21.1%	4,720,942
Transfers and grants	148,246	174,833	121,353	110,337	119,827	(9,490)	-7.9%	121,353
Other expenditure	4,117,413	5,302,278	5,657,039	4,664,324	5,691,588	(1,027,264)	-18.0%	5,657,039
Loss on disposal of PPE	8,303	–	–	964	–	964	100.0%	–
Total Expenditure	**30,849,784**	**34,796,431**	**35,728,598**	**31,160,062**	**35,704,193**	**(4,544,131)**	**-12.7%**	**35,728,598**
Surplus/(Deficit)	**2,177,671**	**(363,351)**	**12,088**	**3,859,484**	**12,088**	**3,847,396**	31828.2%	**12,088**
Transfers recognised - capital	2,131,537	2,177,040	2,205,071	1,602,203	2,205,071	(602,868)	-27.3%	2,205,071
Contributions recognised - capital	61,589	87,800	81,341	63,930	81,341	(17,412)	-21.4%	81,341
Contributed assets	–	–	6,600	16,512	6,600	9,913	150.2%	6,600
Surplus/(Deficit) after capital transfers & contributions	**4,370,797**	**1,901,489**	**2,305,100**	**5,542,129**	**2,305,100**			**2,305,100**
Taxation	19,926	–	3,385	15,781	3,385			3,385
Surplus/(Deficit) after taxation	**4,350,871**	**1,901,489**	**2,301,715**	**5,526,348**	**2,301,715**			**2,301,715**
Attributable to minorities	13,918	5,314	2,547	10,919	2,489			2,547
Surplus/(Deficit) attributable to municipality	**4,364,789**	**1,906,803**	**2,304,262**	**5,537,267**	**2,304,204**			**2,304,262**
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	**4,364,789**	**1,906,803**	**2,304,262**	**5,537,267**	**2,304,204**			**2,304,262**

Consolidated Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

Vote Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - Area-Based Service Delivery	11,287	8,724	12,564	12,095	12,564	(469)	-3.7%	12,390
Vote 2 - Assets & Facilities Management	311,356	380,183	387,968	354,248	387,968	(33,720)	-8.7%	360,810
Vote 3 - Corporate Services	318,490	302,085	257,408	216,849	257,408	(40,559)	-15.8%	248,997
Vote 4 - City Manager	232	242	322	321	322	(2)	-0.6%	321
Vote 5 - Directorate of the Mayor	20,006	18,696	22,341	21,802	22,341	(539)	-2.4%	22,424
Vote 6 - Energy	1,090,855	1,607,202	1,376,327	1,216,872	1,376,327	(159,455)	-11.6%	1,254,278
Vote 7 - Finance	15,835	16,091	24,190	23,613	24,190	(577)	-2.4%	23,775
Vote 8 - Informal Settlements, Water & Waste Services	1,698,228	2,055,689	1,949,977	1,772,341	1,949,977	(177,636)	-9.1%	1,816,448
Vote 9 - Safety & Security	150,281	138,938	119,749	105,609	119,749	(14,141)	-11.8%	119,603
Vote 10 - Social Services	231,223	247,719	264,724	219,819	264,724	(44,905)	-17.0%	248,907
Vote 11 - Transport & Urban Development Authority	1,642,040	1,725,706	1,943,836	1,683,280	1,943,836	(260,556)	-13.4%	1,892,907
Vote 12 - Municipal Entity - CTICC	380,306	272,980	411,948	338,820	411,948	(73,127)	-17.8%	411,948
Total Capital Multi-year expenditure	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**
Total Capital Expenditure	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**
Capital Expenditure - Standard Classification								
Governance and administration	**520,726**	**571,966**	**663,878**	**575,413**	**663,878**	(88,465)	-13.3%	**637,351**
Executive and council	45,771	35,849	128,050	103,938	128,050	(24,111)	-18.8%	127,498
Budget and treasury office	15,367	15,997	24,345	23,774	24,345	(571)	-2.3%	23,935
Corporate services	459,588	520,120	511,484	447,701	511,484	(63,782)	-12.5%	485,918
Community and public safety	**770,004**	**936,453**	**981,981**	**847,334**	**981,981**	(134,647)	-13.7%	**911,939**
Community and social services	85,337	69,742	87,161	73,795	87,161	(13,366)	-15.3%	83,999
Sport and recreation	142,704	148,513	170,483	142,976	170,483	(27,507)	-16.1%	158,855
Public safety	187,892	185,098	170,275	152,123	170,275	(18,152)	-10.7%	169,751
Housing	336,949	499,611	529,374	456,977	529,374	(72,397)	-13.7%	475,287
Health	17,122	33,490	24,688	21,463	24,688	(3,225)	-13.1%	24,048
Economic and environmental services	**1,529,423**	**1,534,557**	**1,575,570**	**1,354,107**	**1,575,570**	(221,463)	-14.1%	**1,526,249**
Planning and development	58,135	70,524	69,660	68,032	69,660	(1,629)	-2.3%	69,330
Road transport	1,454,254	1,448,117	1,493,862	1,274,234	1,493,862	(219,628)	-14.7%	1,444,949
Environmental protection	17,034	15,916	12,048	11,841	12,048	(207)	-1.7%	11,970
Trading services	**2,669,181**	**3,458,301**	**3,137,977**	**2,849,993**	**3,137,977**	(287,984)	-9.2%	**2,925,321**
Electricity	1,016,911	1,536,812	1,305,687	1,151,137	1,305,687	(154,550)	-11.8%	1,184,125
Water	719,005	883,225	953,435	892,758	953,435	(60,677)	-6.4%	911,083
Waste water management	680,773	800,774	696,774	645,431	696,774	(51,343)	-7.4%	653,472
Waste management	252,491	237,491	182,081	160,667	182,081	(21,414)	-11.8%	176,641
Other	380,806	272,980	411,948	338,820	411,948	(73,127)	-17.8%	411,948
Total Capital Expenditure - Standard Classification	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**
Funded by:								
National Government	2,030,362	2,079,122	2,152,751	1,838,340	2,152,751	(314,410)	-14.6%	2,036,341
Provincial Government	156,729	97,918	52,320	45,866	52,320	(6,454)	-12.3%	46,434
District Municipality	–	–	–	–	–	–		–
Other transfers and grants	333	–	–	–	–	–		–
Transfers recognised - capital	**2,187,425**	**2,177,040**	**2,205,071**	**1,884,206**	**2,205,071**	**(320,865)**	**-14.6%**	**2,082,775**
Public contributions & donations	61,488	87,800	81,341	73,562	81,341	(7,780)	-9.6%	74,345
Borrowing	2,441,423	2,988,696	2,957,150	2,658,740	2,957,150	(298,410)	-10.1%	2,837,712
Internally generated funds	1,179,805	1,520,720	1,527,793	1,349,160	1,527,793	(178,633)	-11.7%	1,417,975
Total Capital Funding	**5,870,140**	**6,774,256**	**6,771,355**	**5,965,668**	**6,771,355**	**(805,687)**	**-11.9%**	**6,412,808**

Consolidated Table C6 Monthly Budget Statement - Financial Position

Description R thousands	2015/16 Audited Outcome	Budget Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	3,803,924	103,411	103,411	501,630	103,411
Call investment deposits	2,155,177	3,139,932	6,078,802	5,632,531	6,078,802
Consumer debtors	5,105,255	4,903,207	5,351,344	4,287,890	5,351,344
Other debtors	876,510	898,987	1,003,276	925,090	1,003,276
Current portion of long-term receivables	17,093	21,871	17,948	17,093	17,948
Inventory	258,533	341,456	284,412	313,614	284,412
Total current assets	**12,216,492**	**9,408,864**	**12,839,193**	**11,677,848**	**12,839,193**
Non current assets					
Long-term receivables	51,695	67,985	49,110	30,964	49,110
Investments	3,540,486	3,365,180	2,727,297	3,409,301	2,727,297
Investment property	588,191	589,382	588,191	588,191	588,191
Investments in Associate	–	–	–	–	–
Property, plant and equipment	37,520,330	41,975,484	41,501,551	41,234,670	41,501,551
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	629,162	708,383	629,162	629,162	629,162
Other non-current assets	12,202	9,062	9,049	9,049	9,049
Total non current assets	**42,342,066**	**46,715,476**	**45,504,360**	**45,901,336**	**45,504,360**
TOTAL ASSETS	**54,558,558**	**56,124,340**	**58,343,553**	**57,579,184**	**58,343,553**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	471,327	501,208	501,208	469,936	501,208
Consumer deposits	371,253	368,645	395,022	371,216	395,022
Trade and other payables	7,090,574	6,627,029	6,857,790	5,928,536	6,857,790
Provisions	1,072,815	1,095,708	1,148,811	989,042	1,148,811
Total current liabilities	**9,005,969**	**8,592,590**	**8,902,831**	**7,758,731**	**8,902,831**
Non current liabilities					
Borrowing	6,048,731	8,114,854	8,097,833	5,840,195	8,097,833
Provisions	6,116,353	6,271,089	6,400,777	6,615,036	6,400,777
Total non current liabilities	**12,165,084**	**14,385,943**	**14,498,610**	**12,455,231**	**14,498,610**
TOTAL LIABILITIES	**21,171,053**	**22,978,533**	**23,401,441**	**20,213,962**	**23,401,441**
NET ASSETS	**33,387,505**	**33,145,808**	**34,942,112**	**37,365,223**	**34,942,112**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	30,024,363	31,362,348	31,641,838	34,497,134	31,641,838
Reserves	3,004,435	1,470,363	2,970,593	2,539,873	2,970,593
TOTAL COMMUNITY WEALTH/EQUITY	**33,028,798**	**32,832,711**	**34,612,431**	**37,037,007**	**34,612,431**

Consolidated Table C7 Monthly Budget Statement - Cash Flow

Description	2015/16	Budget Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates, penalties & collection charges	31,377,198	6,864,644	7,387,436	8,238,065	7,392,306	845,759	11.4%	7,387,436
Service charges	–	16,910,000	16,975,854	17,455,192	16,975,854	479,338	2.8%	16,975,854
Other revenue	–	3,422,844	3,374,305	3,769,461	3,369,434	400,027	11.9%	3,374,305
Government - operating	–	3,802,940	3,900,673	3,588,480	3,888,895	(300,414)	-7.7%	3,900,673
Government - capital	–	2,264,840	2,286,412	2,183,784	2,286,412	(102,629)	-4.5%	2,286,412
Interest	878,939	610,778	619,314	630,345	619,314	11,030	1.8%	619,314
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(25,109,409)	(28,762,136)	(29,341,285)	(30,575,691)	(29,329,727)	1,245,964	-4.2%	(29,341,285)
Finance charges	(688,486)	(818,248)	(813,068)	(669,042)	(813,068)	(144,026)	17.7%	(813,068)
Transfers and Grants	–	(115,154)	(124,573)	(2,342)	(124,353)	(122,011)	98.1%	(124,573)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,458,242**	**4,180,508**	**4,265,069**	**4,618,252**	**4,265,068**	**(353,184)**	**-8.3%**	**4,265,069**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	130,308	79,500	40,500	–	40,500	(40,500)	-100.0%	40,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables	26,374	3,578	2,585	–	2,585	(2,585)	-100.0%	2,585
Decrease (increase) in non-current investments	(554,355)	(89,310)	(89,310)	–	(89,310)	89,310	-100.0%	(89,310)
Payments							0.0%	
Capital assets	(5,874,989)	(6,124,129)	(6,135,415)	(4,234,887)	(6,135,414)	(1,900,527)	31.0%	(6,135,415)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(6,272,662)**	**(6,130,361)**	**(6,181,640)**	**(4,234,887)**	**(6,181,639)**	**(1,946,753)**	**31.5%**	**(6,181,640)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	50,000	2,840,001	2,741,212	193,000	2,741,212	(2,548,212)	-93.0%	2,741,212
Increase (decrease) in consumer deposits	62,566	29,948	32,463	–	32,463	(32,463)	-100.0%	32,463
Payments								
Repayment of borrowing	(286,957)	(494,800)	(491,821)	(284,859)	(491,821)	(206,962)	42.1%	(491,821)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(174,391)**	**2,375,150**	**2,281,854**	**(91,859)**	**2,281,854**	**2,373,713**	**104.0%**	**2,281,854**
NET INCREASE/ (DECREASE) IN CASH HELD	**11,189**	**425,297**	**365,283**	**291,506**	**365,282**			**365,283**
Cash/cash equivalents at beginning:	3,792,735	1,347,362	3,481,908	3,481,908	3,481,908			3,481,908
Cash/cash equivalents at month/year end:	3,803,924	1,772,659	3,847,191	3,773,414	3,847,190			3,847,191

PART 4 – IN-YEAR REPORT: MUNICIPAL ENTITY (CAPE TOWN INTERNATIONAL CONVENTION CENTRE – (CTICC))

Executive Summary

The CTICC hosted 483 events as at 30 June 2017 and achieved a surplus of R38.2 million. Total revenue has exceeded its budget by R9.9 million, while total expenditure reflects a saving of R19.4 million.

Table F1 Monthly Budget Statement Summary

Description R thousands	2015/16 Audited Outcome	Current Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	–	–	–	–	–	–	-	–
Service charges	–	–	–	–	–	–	-	–
Investment revenue	35,272	15,084	23,621	28,825	23,621	5,204	22.0%	23,621
Transfers recognised - operational	–	–	220	–	220	(220)	-100.0%	220
Other own revenue	208,733	217,851	210,697	215,695	210,697	4,997	2.4%	210,697
Total Revenue (excluding capital transfers and contributions)	**244,005**	**232,935**	**234,538**	**244,519**	**234,538**	**9,981**	**4.3%**	**234,538**
Employee costs	47,502	73,269	71,274	57,392	71,274	(13,882)	-19.5%	71,274
Remuneration of Board Members	457	1,054	937	584	937	(353)	-37.7%	937
Depreciation and asset impairment	24,832	29,356	31,090	28,562	31,090	(2,528)	-8.1%	31,090
Finance charges	42	6,131	950	3	950	(947)	-99.7%	950
Materials and bulk purchases	–	–	–	–	–	–	-	–
Transfers and grants	–	–	220	–	220	(220)	-100.0%	220
Other expenditure	103,911	141,165	117,980	104,020	117,980	(13,960)	-11.8%	117,980
Total Expenditure	**176,745**	**250,974**	**222,450**	**190,560**	**222,450**	**(31,889)**	**-14.3%**	**222,450**
Surplus/(Deficit)	**67,260**	**(18,039)**	**12,088**	**53,959**	**12,088**	**41,871**	**346.4%**	**12,088**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	-	–
Surplus/(Deficit) after capital transfers & contributions	**67,260**	**(18,039)**	**12,088**	**53,959**	**12,088**	**41,871**	**346.4%**	**12,088**
Taxation	**20,007**	**–**	**3,385**	**15,781**	**3,385**	**12,396**	**366.3%**	**3,385**
Surplus/ (Deficit) for the year	**47,253**	**(18,039)**	**8,703**	**38,178**	**8,703**	**29,475**	**338.7%**	**8,703**
Capital expenditure & funds sources								
Capital expenditure								
Transfers recognised - capital	–	–	–	–	–	–	-	–
Public contributions & donations	–	–	–	–	–	–	-	–
Borrowing	–	60,000	40,000	–	40,000	(40,000)	-100.00%	40,000
Internally generated funds	380,306	212,980	371,948	338,820	371,948	(33,127)	-8.9%	371,948
Total sources of capital funds	**380,306**	**272,980**	**411,948**	**338,820**	**411,948**	**(73,127)**	**-17.8%**	**411,948**
Financial position								
Total current assets	437,337	238,172	253,171	264,810				253,171
Total non current assets	619,426	978,498	1,000,284	929,530				1,000,284
Total current liabilities	142,989	90,574	86,987	49,389				86,987
Total non current liabilities	(2,654)	56,415	40,125	(2,654)				40,125
Community wealth/Equity	**916,427**	**1,069,680**	**1,126,343**	**1,147,605**				**1,126,343**
Cash flows								
Net cash from (used) operating	127,270	18,665	(11,718)	(20,128)	(11,718)	(8,410)	71.8%	(11,718)
Net cash from (used) investing	(380,307)	(272,980)	(411,948)	(339,279)	(411,948)	72,669	-17.6%	(411,948)
Net cash from (used) financing	117,000	336,417	240,606	193,000	240,606	(47,606)	-19.8%	240,606
Cash/cash equivalents at the year end	**418,595**	**231,541**	**(134,578)**	**252,188**	**235,535**	**16,653**	**7.1%**	**235,535**

Table F2 Monthly Budget Statement – Financial Performance (revenue and expenditure)

Description R thousands	2015/16 Audited Outcome	Current Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
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	99,937	104,435	100,756	104,573	100,756	3,818	3.8%	100,756
Interest earned - external investments	35,272	15,084	23,621	28,825	23,621	5,204	22.0%	23,621
Interest earned - outstanding debtors	–	–	–	–	–	–	-	–
Dividends received	–	–	–	–	–	–	-	–
Fines	–	–	–	–	–	–	-	–
Licences and permits	–	–	–	–	–	–	-	–
Agency services	–	–	–	–	–	–	-	–
Transfers recognised - operational	–	–	220	–	220	(220)	-	220
Other revenue	108,796	113,416	109,942	111,122	109,942	1,180	1.1%	109,942
Gains on disposal of PPE	–	–	–	–	–	–	-	–
Total Revenue (excluding capital transfers and contributions)	**244,005**	**232,935**	**234,538**	**244,519**	**234,538**	**9,981**	**4.3%**	**234,538**
Expenditure By Type								
Employee related costs	47,502	73,269	71,274	57,392	71,274	(13,882)	-19.5%	71,274
Remuneration of Directors	457	1,054	937	584	937	(353)	-37.7%	937
Debt impairment	–	–	–	–	–	–	-	–
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	24,832	29,356	31,090	28,562	31,090	(2,528)	-8.1%	31,090
Finance charges	42	6,131	950	3	950	(947)	-99.7%	950
Bulk purchases	–	–	–	–	–	–	-	–
Other materials	–	–	–	–	–	–	-	–
Contracted services	–	–	–	–	–	–	-	–
Transfers and grants	–	–	220	–	220	(220)	-	220
Other expenditure	103,911	141,165	117,980	104,020	117,980	(13,960)	-11.8%	117,980
Loss on disposal of PPE	–	–	–	–	–	–	-	–
Total Expenditure	**176,745**	**250,974**	**222,450**	**190,560**	**222,450**	**(31,889)**	**-14.3%**	**222,450**
Surplus/(Deficit)	**67,260**	**(18,039)**	**12,088**	**53,959**	**12,088**	**41,871**	**346.4%**	**12,088**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital	–	–	–	–	–	–	-	–
Contributions of PPE	–	–	–	–	–	–	-	–
Surplus/(Deficit) before taxation	**67,260**	**(18,039)**	**12,088**	**53,959**	**12,088**	**41,871**	**346.4%**	**12,088**
Taxation	20,007	–	3,385	15,781	3,385	12,396	366.3%	3,385
Surplus/(Deficit) for the year	**47,253**	**(18,039)**	**8,703**	**38,178**	**8,703**	**29,475**	**338.7%**	**8,703**

Table F3 Monthly Budget Statement – Capital expenditure

Vote Description	2015/16	Current Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Single Year expenditure								
Building Enhancements	16,056	16,500	16,500	14,520	16,500	(1,980)	-12.0%	16,500
IT & Telecommunications	9,413	14,535	14,535	12,429	14,535	(2,106)	-14.5%	14,535
Operational Furniture & Equipment	1,020	1,041	1,041	778	1,041	(263)	-25.2%	1,041
Catering Furniture & Equipment	2,609	2,733	3,733	3,165	3,733	(568)	-15.2%	3,733
CTICC2	351,208	238,171	376,139	307,928	376,139	(68,211)	-18.1%	376,139
Capital single-year expenditure sub-total	**380,306**	**272,980**	**411,948**	**338,820**	**411,948**	**(73,127)**	**-17.8%**	**411,948**
Funded by:								
National Government	–	–	–	–	–	–	-	–
Provincial Government	–	–	–	–	–	–	-	–
Parent Municipality	–	–	–	–	–	–	-	–
District Municipality	–	–	–	–	–	–	-	–
Transfers recognised - capital	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Public contributions & Donations	–	–	–	–	–	–	-	–
Borrowing	–	60,000	40,000	–	40,000	(40,000)	-100.0%	40,000
Internally generated funds	380,306	212,980	371,948	338,820	371,948	(33,127)	-8.9%	371,948
Total Capital Funding	**380,306**	**272,980**	**411,948**	**338,820**	**411,948**	**(73,127)**	**-19.7%**	**411,948**

Table F4 Monthly Budget Statement – Financial Position

Vote Description R thousands	2015/16 Audited Outcome	Current Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	9,771	–	–	14,301	–
Call investment deposits	408,824	231,541	235,535	237,887	235,535
Consumer debtors	–	–	–	–	–
Other debtors	17,482	4,357	16,224	11,320	16,224
Current portion of long-term receivables	–	–	–	–	–
Inventory	1,260	2,273	1,412	1,302	1,412
Total current assets	**437,337**	**238,172**	**253,171**	**264,810**	**253,171**
Non current assets					
Long-term receivables	–	5	–	–	–
Investments	–	–	0	–	0
Investment property	–	–	–	–	–
Property, plant and equipment	619,426	978,493	1,000,284	929,530	1,000,284
Agricultural assets	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Total non current assets	**619,426**	**978,498**	**1,000,284**	**929,530**	**1,000,284**
TOTAL ASSETS	**1,056,763**	**1,216,669**	**1,253,455**	**1,194,340**	**1,253,455**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	46,620	39,213	37,926	19,506	37,926
Trade and other payables	92,831	47,407	45,226	24,923	45,226
Provisions	3,538	3,954	3,835	4,960	3,835
Total current liabilities	**142,989**	**90,574**	**86,987**	**49,389**	**86,987**
Non current liabilities					
Borrowing	–	56,415	39,394	–	39,394
Provisions	(2,654)	–	731	(2,654)	731
Total non current liabilities	**(2,654)**	**56,415**	**40,125**	**(2,654)**	**40,125**
TOTAL LIABILITIES	**140,336**	**146,989**	**127,112**	**46,735**	**127,112**
NET ASSETS	**916,427**	**1,069,680**	**1,126,343**	**1,147,605**	**1,126,343**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(168,001)	(215,958)	(159,297)	(129,822)	(159,297)
Reserves	–	–	–	–	–
Share capital	1,084,428	1,285,638	1,285,640	1,277,428	1,285,640
TOTAL COMMUNITY WEALTH/EQUITY	**916,427**	**1,069,680**	**1,126,343**	**1,147,605**	**1,126,343**

Table F5 Monthly Budget Statement – Cash Flow

Description	2015/16	Current Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Ratepayers and other	225,326	217,414	212,544	194,738	212,544	(17,806)	-8.4%	212,544
Government - operating	–	–	220	–	–	–	-	220
Government - capital	–	–	–	–	–	–	-	–
Interest	35,272	15,084	23,621	28,825	23,621	5,204	22.0%	23,621
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(133,285)	(207,703)	(246,933)	(243,688)	(246,933)	3,245	-1.3%	(246,933)
Finance charges	(42)	(6,131)	(950)	(3)	(950)	947	-99.7%	(950)
Dividends paid	–	–	–	–	–	–	-	–
Transfers and Grants	–	–	(220)	–	–	–	-	(220)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**127,270**	**18,665**	**(11,718)**	**(20,128)**	**(11,718)**	**(8,410)**	**71.8%**	**(11,718)**
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	(380,307)	(272,980)	(411,948)	(339,279)	(411,948)	72,669	-17.6%	(411,948)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(380,307)**	**(272,980)**	**(411,948)**	**(339,279)**	**(411,948)**	**72,669**	**-17.6%**	**(411,948)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–		–
Borrowing long term/refinancing	117,000	340,001	241,212	193,000	241,212	(48,212)	-20.0%	241,212
Increase (decrease) in consumer deposits	–	–	–	–	–	–		–
Payments						–		
Repayment of borrowing	–	(3,585)	(606)	–	(606)	606	-100.0%	(606)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**117,000**	**336,417**	**240,606**	**193,000**	**240,606**	**(47,606)**	**-19.8%**	**240,606**
NET INCREASE/ (DECREASE) IN CASH HELD	**(136,037)**	**82,102**	**(183,060)**	**(166,407)**	**(183,060)**	**16,653**	**-9.1%**	**(183,060)**
Cash/cash equivalents at the year begin:	554,632	149,439	48,482	418,595	418,595	–		418,595
Cash/cash equivalents at the year end:	418,595	231,541	(134,578)	252,188	235,535	16,653	7.1%	235,535

Note: Borrowing long term/refinancing: Expected shareholding taken up by the City towards the expansion of the Convention Centre.

PART 5 - SUPPORTING DOCUMENTATION: ENTITY

Table SF1 Entity Material variance explanation

Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
Revenue items			
Interest earned - external investments	3,818	The variance is due to short-term business contracted.	No remedial action required.
Interest earned - external investments	5,204	The variance is due to favourable cash balances resulting from the timing of capital projects and the investment of surplus funds.	No remedial action required.
Expenditure items			
Employee related costs	(13,882)	The variance is due to a number of vacancies as at 30 June 2017.	No remedial action required.
Remuneration of Directors	(353)	The variance is due to savings on Directors' fees.	No remedial action required.
Finance charges	(947)	The variance is due to the timing of borrowing, which is based on CTICC2 cash flow requiremements.	No remedial action required.
Other expenditure	(13,960)	The variance is due to savings on direct costs relating to food and beverage revenue, as well as savings on utility and marketing costs.	No remedial action required.
Capital Expenditure items			
Building Enhancements	(1,980)	The variance is due to the timing of capital spend as at 30 June 2017.	No remedial action required.
IT & Telecommunications	(2,106)	The variance is due to the timing of capital spend as at 30 June 2017.	No remedial action required.
Catering Furniture & Equipment	(568)	The variance is due to the timing of capital spend as at 30 June 2017.	No remedial action required.
CTICC2	(68,211)	The variance is due to the timing of capital spend as at 30 June 2017.	No remedial action required.
Cash flow items			
Ratepayers and other	(17,806)	The variance is due to seasonal changes in business operations.	No remedial action required.
Suppliers and employees	3,245	The variance is due to seasonal changes in business operations.	No remedial action required.
Capital assets	72,669	The variance is due to seasonal changes in business operations.	No remedial action required.
Borrowing long term/refinancing	(48,212)	The variance is due to the timing of borrowing, which is based on CTICC2 cash flow requiremements.	No remedial action required.

Table SF3 Entity Aged debtors

Detail R thousands	Current Year 2016/17										
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	Bad Debts	>90 days
Debtors Age Analysis By Revenue Source											
Rates	–	–	–	–	–	–	–	–	–	–	–
Electricity	–	–	–	–	–	–	–	–	–	–	–
Water	–	–	–	–	–	–	–	–	–	–	–
Sewerage / Sanitation	–	–	–	–	–	–	–	–	–	–	–
Refuse Removal	–	–	–	–	–	–	–	–	–	–	–
Housing (Rental Revenue)	–	–	–	–	–	–	–	–	–	–	–
Other	1,553	117	287	43	166	–	–	–	2,166	–	209
Total By Income Source	**1,553**	**117**	**287**	**43**	**166**	**–**	**–**	**–**	**2,166**	**–**	**209**
Debtors Age Analysis By Customer Group											
Government	–	–	–	–	–	–	–	–	–	–	
Business	–	–	–	–	–	–	–	–	–	–	
Households	–	–	–	–	–	–	–	–	–	–	
Other	1,553	117	287	43	166	–	–	–	2,166	–	
Total By Customer Group	**1,553**	**117**	**287**	**43**	**166**	**–**	**–**	**–**	**2,166**	**–**	

Table SF4 Entity Aged creditors

Detail R thousands	Current Year 2016/17 0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type									
Bulk Electricity	–	–	–	–	–	–	–	–	–
Bulk Water	–	–	–	–	–	–	–	–	–
PAYE deductions	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–
Trade Creditors	16,057	–	–	–	–	–	–	–	16,057
Auditor General	–	–	–	–	–	–	–	–	–
Other	32	109	16	42	361	–	–	–	560
Total By Customer Type	**16,089**	**109**	**16**	**42**	**361**	**–**	**–**	**–**	**16,617**

Table SF5 Entity investment portfolio monthly statement

Investments by maturity Name of institution & investment ID R thousands	Current Year 2016/17 Period of investment Months	Type of investment	Expiry date of investment	Accrued interest for the month	Yield %	Market value Begin	Change	End
CTICC								
Cash					-	129	(31)	160
Nedbank - Current - 1232 043850	-	Current Account	-		-	464	1	463
Nedbank - Call Deposit - 03/7881544007/000105	-	Call Account	-		6.8	18	()	18
ABSA Bank - Current - 4072900553	-	Current Account	-	61	-	5,440	(3,199)	8,639
ABSA Bank - Exh Serv - Current - 4072900731	-	Current Account	-	9	-	598	574	24
ABSA Bank - Treasury Account - 40-7373-1246	-	Treasury	-		-	68	()	68
ABSA Bank - Convenco Account - 40-7373-3701	-	Treasury	-	13	-	2,290	(13)	2,302
ABSA Bank - Call Deposit - 4074708347	-	Call Account	-	245	6.75	46,277	6,655	39,622
Stanlib - Bank 000-402-184 (1199539) ref No. 551436367	-	Money Market	-	216	7.837	38,736	35,984	2,751
Investec Bank - (462097) 1008645		Money Market	-	224	8.158	34,940	(224)	35,163
Nedgroup Money Market - (800167964) - 8319631		Money Market		346	8.06	53,010	4,654	48,356
First National Bank -RMB Investment- 00 506 190 167 40	One	RMB Investment		85	7.493	13,715	(85)	13,800
ABSA Bank - CTICC Money Market - 9316676360		Money Market		229	8.2	35,070	(229)	35,299
Nedbank - 03/7881544007/000103		Investment			0			
Nedgroup Corp Money Market - (800167964) 8292731		Money Market		112	8.019	17,143	(112)	17,255
						247,897	43,976	203,921
ABSA Bank - CTICC East - Current - 4072900228	-	Current Account		32	-	556	(2,089)	2,645
ABSA Bank - CTICC East - Call Deposit 4083941322		Call Account		6	6.75	3	2	1
Nedgroup Corp Money Market - CTICC East- (800190652) 8330496		Money Market			8.019			
Stanlib Money Market - CTICC East - 000-402-184 (552166459)		Money Market			-			
Absa Bank - CTICC East - Money Market (6241084-ZAR-2201-0)		Money Market			6.8		()	
						559	(2,087)	2,646
Absa Bank - CTICC East - FD (Guarantee) - 43939765 FDE		CTICC East Guarantee		274	7.4	45,347	(274)	45,620
Total investments				**1,851**	**21.387**	**293,803**	**41,615**	**252,188**

Table SF6 Entity Board member allowances & staff benefits

Summary of Employee and Board Member remuneration	2015/16	Current Year 2016/17						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Remuneration								
Board Members of Entities								
Board Fees	457	1,054	937	584	937	(353)	-37.7%	937
Sub Total - Board Members of Entities	**457**	**1,054**	**937**	**584**	**937**	**(353)**	**-37.7%**	**937**
% increase		**130.4%**	**104.8%**					**104.8%**
Senior Managers of Entities								
Basic Salaries	6,314	7,145	8,040	6,314	8,040	(1,726)	-21.5%	8,040
Sub Total - Senior Managers of Entities	**6,314**	**7,145**	**8,040**	**6,314**	**8,040**	**(1,726)**	**-21.5%**	**8,040**
% increase		**13.2%**	**27.3%**					**27.3%**
Other Staff of Entities								
Basic Salaries	41,187	66,124	63,234	51,078	63,234	(12,156)	-19.2%	63,234
Sub Total - Other Staff of Entities	**41,187**	**66,124**	**63,234**	**51,078**	**63,234**	**(12,156)**	**-19.2%**	**63,234**
% increase		**60.5%**	**53.5%**					**53.5%**
Total Municipal Entities remuneration	**47,959**	**74,323**	**72,210**	**57,975**	**72,210**	**(14,235)**	**-19.7%**	**72,210**
Unpaid salary, allowances & benefits in arrears	–	–	–	–	–	–	-	-

Table SF7 Entity monthly actuals & revised targets

Description	Current Year 2016/17												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source															
Service charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	3,750	10,358	11,337	6,562	10,990	5,920	5,499	13,459	12,285	9,809	7,625	6,979	100,756	131,571	140,123
Other revenue	7,073	13,459	16,678	8,892	14,974	7,266	10,219	13,239	14,466	12,037	12,297	9,347	133,562	11,671	10,100
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue	**10,823**	**23,817**	**28,015**	**15,453**	**25,964**	**13,186**	**15,718**	**26,698**	**26,750**	**21,846**	**19,922**	**16,326**	**234,318**	**143,242**	**150,223**
Expenditure By Type															
Employee related costs	4,610	4,427	4,776	4,544	4,691	5,250	2,211	5,018	4,466	4,588	5,436	7,377	71,274	81,382	87,045
Remuneration of Board Members	–	–	201	–	166	–	–	–	87	–	–	130	937	804	856
Debt impairment	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	2,362	2,364	2,364	2,375	2,509	2,394	2,307	2,322	2,489	2,327	2,198	2,551	31,090	702,868	37,367
Finance charges	–	3	–	0	(3)	3	–	–	–	–	–	–	950	3,651	3,395
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	5,870	9,975	11,771	10,330	12,525	6,816	8,513	11,534	12,166	11,422	9,922	8,956	121,364	167,947	168,780
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total expenditure	**12,842**	**16,769**	**19,111**	**17,248**	**19,887**	**14,463**	**13,031**	**18,874**	**19,209**	**18,337**	**17,557**	**19,013**	**225,615**	**956,653**	**297,443**

Table continues on next page.

Description	Current Year 2016/17												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital expenditure															
Capital assets	439	39,886	36,923	49,629	40,477	2,238	60,201	4,884	19,940	37,810	23,342	23,509	411,948	47,982	45,443
Total capital expenditure	**439**	**39,886**	**36,923**	**49,629**	**40,477**	**2,238**	**60,201**	**4,884**	**19,940**	**37,810**	**23,342**	**23,509**	**411,948**	**47,982**	**45,443**
Cash flow															
Ratepayers and other	3,641	7,476	18,735	12,561	37,226	3,952	17,271	29,446	22,360	9,309	16,075	16,687	212,544	268,000	268,630
Grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest	2,874	2,842	2,766	2,762	2,580	1,249	3,205	2,304	2,305	2,078	2,007	1,851	23,621	11,671	10,100
Suppliers, employees and other	(68,608)	(15,166)	(18,437)	(15,754)	(11,142)	(3,688)	(25,263)	(10,849)	(14,014)	(11,112)	(13,013)	(36,644)	(246,933)	(229,767)	(255,815)
Finance charges	(0)	(3)	0	(0)	(0)	–	–	–	–	–	–	–	(950)	(3,651)	(3,395)
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(62,092)**	**(4,851)**	**3,064**	**(430)**	**28,664**	**1,512**	**(4,786)**	**20,901**	**10,652**	**275**	**5,069**	**(18,106)**	**(11,718)**	**46,252**	**19,520**
Decrease (increase) other non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital assets	(439)	(39,886)	(36,923)	(49,629)	(40,477)	(2,238)	(60,201)	(4,884)	(19,940)	(37,810)	(23,342)	(23,509)	(411,948)	(47,982)	(45,443)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(439)**	**(39,886)**	**(36,923)**	**(49,629)**	**(40,477)**	**(2,238)**	**(60,201)**	**(4,884)**	**(19,940)**	**(37,810)**	**(23,342)**	**(23,509)**	**(411,948)**	**(47,982)**	**(45,443)**
Borrowing long term/refinancing/short term	60,000	90,500	–	37,500	–	5,000	–	–	–	–	–	–	241,212	–	–
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	(606)	(2,573)	(2,830)
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**60,000**	**90,500**	**–**	**37,500**	**–**	**5,000**	**–**	**–**	**–**	**–**	**–**	**–**	**240,606**	**(2,573)**	**(2,830)**
NET INCREASE/ (DECREASE) IN CASH HELD	**(2,532)**	**45,764**	**(33,859)**	**(12,560)**	**(11,814)**	**4,275**	**(64,987)**	**16,017**	**(9,289)**	**(37,535)**	**(18,273)**	**(41,615)**	**(183,060)**	**(4,303)**	**(28,753)**

Table SF8a Entity capital expenditure on new assets by asset class

Description R thousands	2015/16 Audited Outcome	Current Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class								
Other assets	**359,365**	**256,627**	**391,462**	**327,269**	**391,462**	**(64,193)**	**-16%**	**391,462**
General vehicles	–	–	–	–	–	–	-	–
Specialised vehicles	–	–	–	–	–	–	-	–
Plant & equipment	–	–	–	–	–	–	-	–
Computers - hardware/equipment	7,690	2,808	1,175	7,716	1,175	6,541	557%	1,175
Furniture and other office equipment	1,696	1,465	1,465	3,788	1,465	2,324	159%	1,465
Abattoirs	–	–	–	–	–	–	-	–
Markets	–	–	–	–	–	–	-	–
Civic Land and Buildings	–	–	–	–	–	–	-	–
Other Buildings	349,482	251,671	388,139	315,764	388,139	(72,375)	-19%	388,139
Other Land	–	–	–	–	–	–	-	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	496	683	683	–	683	(683)	-100%	683
Total Capital Expenditure on new assets	**359,365**	**256,627**	**391,462**	**327,269**	**391,462**	**(64,193)**	**-16%**	**391,462**

Table SF8b Entity capital expenditure on the renewal of existing assets by asset class

Description R thousands	2015/16 Audited Outcome	Current Year 2016/17 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Other assets	**20,942**	**16,353**	**20,486**	**11,552**	**20,486**	**(8,934)**	**-43.6%**	**20,486**
General vehicles	–	–	–	–	–	–	-	–
Specialised vehicles	–	–	–	–	–	–	-	–
Plant & equipment	–	–	–	–	–	–	-	–
Computers - hardware/equipment	1,724	11,727	13,360	4,712	13,360	(8,647)	-64.7%	13,360
Furniture and other office equipment	913	1,269	2,269	178	2,269	(2,090)	-92.1%	2,269
Abattoirs	–	–	–	–	–	-	-	–
Markets	–	–	–	–	–	–	-	–
Civic Land and Buildings	–	–	–	–	–	–	-	–
Other Buildings	17,781	3,000	4,500	6,661	4,500	2,161	48.0%	4,500
Other Land	–	–	–	–	–	–	-	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	524	358	358	–	358	(358)	-100.0%	358
Total Capital Expenditure on renewal of existing assets	**20,942**	**16,353**	**20,486**	**11,552**	**20,486**	**(8,934)**	**-43.6%**	**20,486**

Table SF8c Entity expenditure on repairs and maintenance by asset class

Description R thousands	2015/16	Current Year 2016/17						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class								
Other assets	**8,235**	**9,137**	**9,153**	**8,654**	**9,153**	**(499)**	**-5.5%**	**9,153**
General vehicles	–	–	–	–	–	–	-	–
Specialised vehicles	–	–	–	–	–	–	-	–
Plant & equipment	–	–	–	–	–	–	-	–
Computers - hardware/equipment	–	–	–	–	–	–	-	–
Furniture and other office equipment	–	–	–	–	–	–	-	–
Abattoirs	–	–	–	–	–	–	-	–
Markets	–	–	–	–	–	–	-	–
Civic Land and Buildings	–	–	–	–	–	–	-	–
Other Buildings	8,235	9,137	9,153	8,654	9,153	(499)	-5.5%	9,153
Other Land	–	–	–	–	–	–	-	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	–	–	–	–	–	–	-	–
Total Repairs and Maintenance Expenditure	**8,235**	**9,137**	**9,153**	**8,654**	**9,153**	**(499)**	**-5.5%**	**9,153**

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, **Achmat Ebrahim**, the municipal manager of City of Cape Town, hereby certify that the monthly budget statement for **June 2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name ---

Municipal Manager of City of Cape Town (CPT)

Signature ----------------------------- Date -----------------------------------