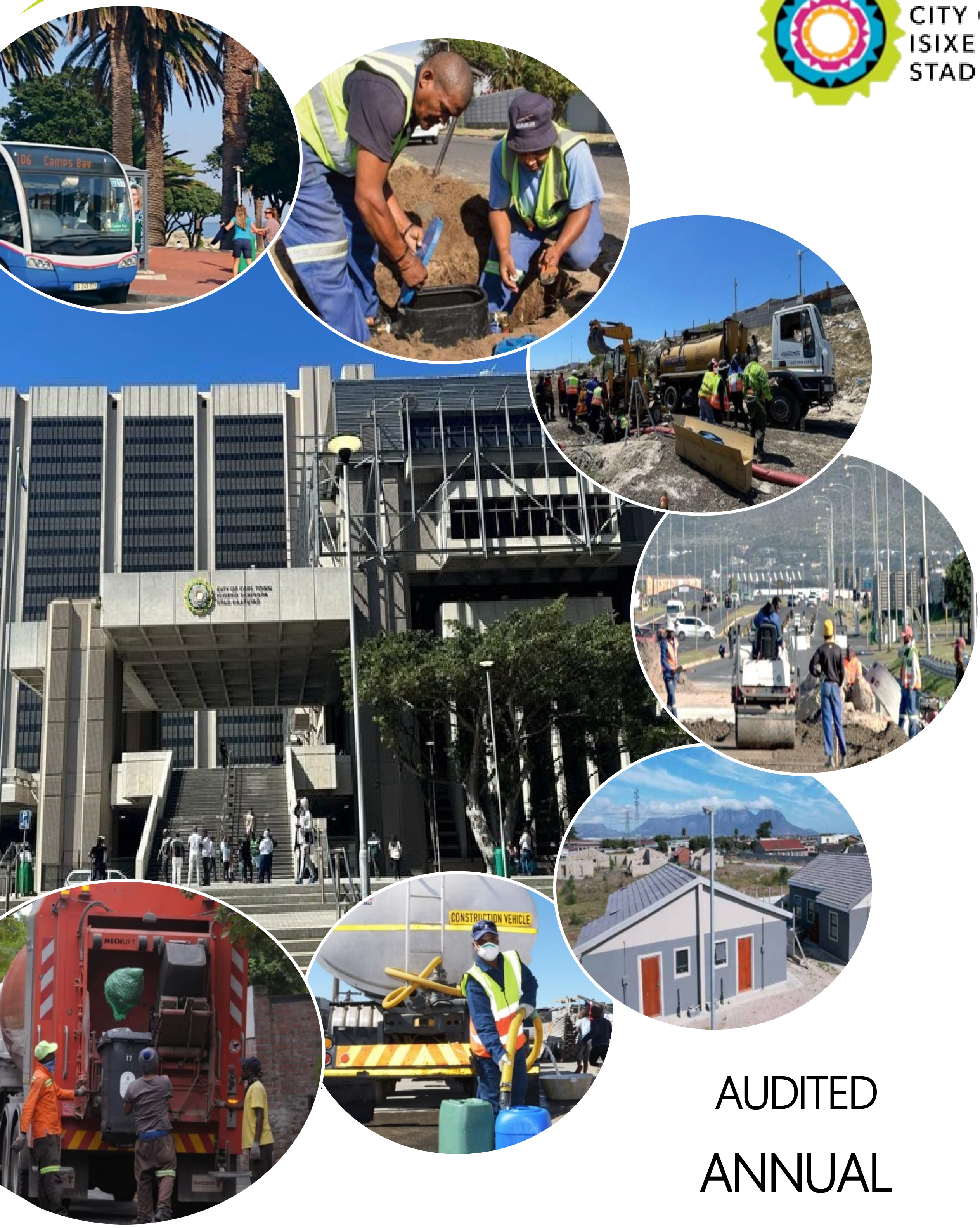
CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD



AUDITED ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

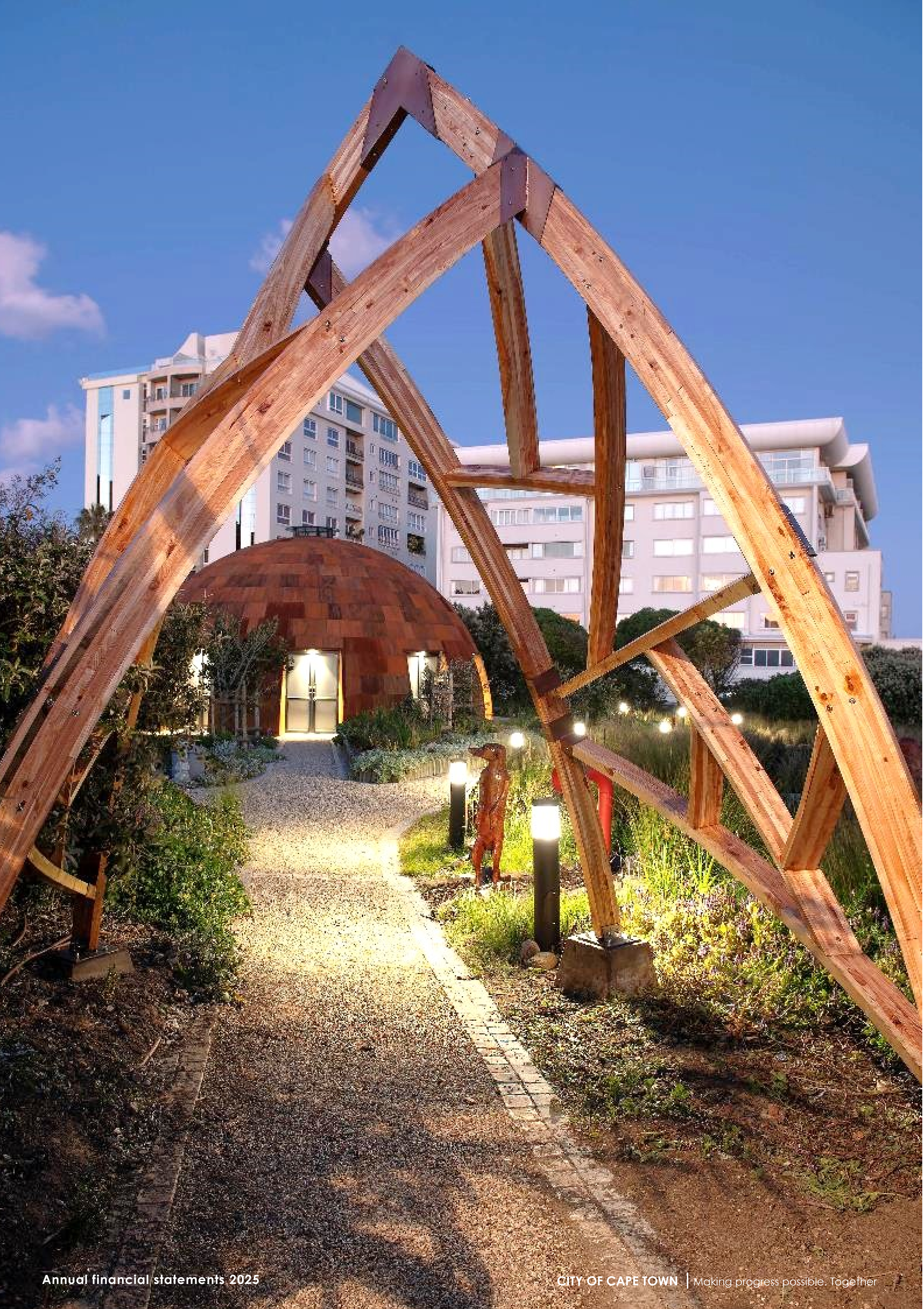
CONTENTS

FINANCIAL INFORMATION

FINANCIAL STATEMENTS AND POLICIES

ANNEXURES

APPENDIX A



REPORTING ENTITY'S MANDATE

The City of Cape Town is a high-capacity, category A local authority established in terms of section 151 of the Constitution of the Republic of South Africa, 1996.

The principal activities of the City are to:

- provide democratic and accountable government to the local communities;
- ensure sustainable service delivery to communities;
- promote social and economic development;
- promote a safe and healthy environment; and
- encourage the involvement of communities and community organisations in the matters of local government.

The City's operations are governed by the Local Government: Municipal Structures Act 117 of 1998, the Local Government: Municipal Systems Act 32 of 2000, the Local Government: Municipal Finance Management Act 56 of 2003, and various other acts and regulations.

APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements for the year ended 30 June 2025, as set out on pages 14 to 99 in terms of section 126(1) of the Local Government: Municipal Finance Management Act 56 of 2003, and have accordingly signed the statements on behalf of the City.

I certify that the salaries, allowances and benefits of councillors as disclosed in note 38.2.2.1 to these financial statements are within the upper limits of the framework envisaged in section 219 of the Constitution of the Republic of South Africa, 1996, read with the Remuneration of Public Office Bearers Act 20 of 1998, and the Minister of Provincial and Local Government's determination in accordance with this act.

Digitally signed by Lungelo Mbandazayo
Date: 2025.08.29 14:19:31 +02'00'

Signed

Lungelo Mbandazayo
City Manager

Report on the audit of the financial statements

Opinion

1. I have audited the financial statements of the City of Cape Town set out on pages 7 to 75, which comprise the statements of financial position as at 30 June 2025, statement of financial performance, statement of changes in net assets, the cash flow statement and statement of comparison of budget information with actual information for the year then ended, as well as notes to the financial statements, including a summary of significant accounting policies.

2. In my opinion, the financial statements present fairly, in all material respects, the financial position of the City of Cape Town as at 30 June 2025 and its financial performance and cash flows for the year then ended in accordance with the Standards of Generally Recognised Accounting Practice (GRAP) and the requirements of the Municipal Finance Management Act 56 of 2003 (MFMA) and Division of Revenue Act 24 of 2024 (Dora).

Basis for opinion

3. I conducted my audit in accordance with the International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the responsibilities of the auditor-general for the audit of the financial statements section of my report.

4. I am independent of the City of Cape Town in accordance with the International Ethics Standards Board for Accountants' *International Code of ethics for Professional Accountants (including International Independence Standards)* (IESBA code) as well as other ethical requirements that are relevant to my audit in South Africa. I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA code.

5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

6. In terms of the IRBA Rule on Enhanced Auditor Reporting for the Audit of Financial Statements of Public Interest Entities, published in Government Gazette No. 49309 dated 15 September 2023 (EAR Rule), I report:

Final materiality

7. The scope of our audit was influenced by my application of materiality. An audit is designed to obtain reasonable assurance whether the financial statements are free from material misstatement. Misstatements may arise due to fraud or error, and they are considered material if individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

8. My determination of materiality is a matter of professional judgement and is affected by my perception and understanding of the financial information needs of intended users, which is the quantitative and qualitative factors that determine the level at which relevant decisions taken by users would be affected by a misstatement. These factors helped to determine the scope of my audit and the nature, timing and extent of my audit procedures and to evaluate the effect of misstatements, both individually and in aggregate on the financial statements as a whole.

9. Based on my professional judgement, I determined final materiality for the financial statements as follows:

Final materiality amount	R534 million
Basis for determining materiality	1% of total expenditure, as presented in the financial statements
Rationale for benchmark applied	The City of Cape Town has a mandate that focuses on delivering services; therefore, expenditure provides the most relevant measure of operational activity, financial accountability, and alignment with stakeholder interests. The budget framework, the nature of municipal services, and the heightened risk of unauthorised, irregular, fruitless, and wasteful expenditure further support the use of total expenditure as the appropriate benchmark.

10 A basis of 1% for determining materiality was applied due to the heightened public interest and political scrutiny of the City of Cape Town. The municipality operates in a sensitive risk environment, where even small misstatements are significant to oversight bodies and the public. As an entity funded by taxpayers and government grants, a lower threshold supports greater accountability, strengthens public confidence, and aligns with general public sector expectations regarding the stewardship of public funds.

Key audit matters

11. Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements for the current period. These matters were addressed in the context of my audit of the financial statements as a whole and in forming my opinion, and I do not provide a separate opinion on these matters.

12. I have determined that there are no key audit matters to communicate in respect of the financial statements.

Emphasis of matters

13. I draw attention to the matters below. My opinion is not modified in respect of these matters.

Material impairments

14. As disclosed in note 9 to the financial statements, the municipality provided impairment of receivables from exchange transactions of R4,73 billion (2023-24: R5,48 billion) and non-exchange transactions of R3,72 billion (2023-24: R4,00 billion).

Material losses

15. As disclosed in note 40.1.2.3 to the financial statements, material electricity losses of R1,06 billion (2023-24: R915,54 million) was incurred, which represents 11,23% (2023-24: 11,00%) of total electricity purchased.

Subsequent events

16. I draw your attention to note 39 in the financial statements. The municipality obtained a significant amount of external funding. The detail of the transaction is further described in the disclosure note. The matter was treated as a non-adjusting subsequent event.

Other matters

17. I draw attention to the matters below. My opinion is not modified in respect of these matters.

Unaudited disclosure note

18. In terms of section 125(2) (e) of the MFMA, the municipality is required to disclose particulars of non-compliance with the MFMA in the financial statements. This disclosure requirement did not form part of the audit of the financial statements and, accordingly, I do not express an opinion on it.

Unaudited supplementary schedules

19. The supplementary information set out on pages 76 to 90 does not form part of the financial statements and is presented as additional information. I have not audited these schedules and, accordingly, I do not express an opinion on them.

Responsibilities of the accounting officer for the financial statements

20. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with the GRAP and the requirements of the MFMA and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

21. In preparing the financial statements, the accounting officer is responsible for assessing the City of Cape Town's ability to continue as a going concern; disclosing, as applicable, matters relating to going concern; and using the going concern basis of accounting unless the appropriate governance structure either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the auditor-general for the audit of the financial statements

22. My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

23. A further description of my responsibilities for the audit of the financial statements is included in the annexure to this auditor's report. This description, which is located at page 9, forms part of my auditor's report.

Report on the audit of the annual performance report

24. In accordance with the Public Audit Act 25 of 2004 (PAA) and the general notice issued in terms thereof, I must audit and report on the usefulness and reliability of the reported performance against predetermined objectives for the selected development priorities presented in the annual performance report. The accounting officer is responsible for the preparation of the annual performance report.

25. I selected the following development priorities presented in the annual performance report for the year ended 30 June 2025 for auditing. I selected development priorities that measure the municipality's performance on its primary mandated functions and that are of significant national, community or public interest.

Development priority	Page numbers	Purpose
Basic services	APR Annexure A.1 scorecard 3 to 8 APR Annexure A.3 Circular 88 2 to 5	Objective 2: Improved access to quality and reliable basic services Objective 3: End load shedding in Cape Town over time Objective 4: Well-managed and modernised infrastructure to support economic growth
Housing	APR Annexure A.1 scorecard 11 to 12 APR Annexure A.3 Circular 88 6 to 7	Objective 7: Increased supply of affordable, well-located homes Objective 8: Safer, better-quality homes in informal settlements and backyards over time

26. I evaluated the reported performance information for the selected development priorities against the criteria developed from the performance management and reporting framework, as defined in the general notice. When an annual performance report is prepared using these criteria, it provides useful and reliable information and insights to users on the municipality's planning and delivery on its mandate and objectives.

27. In performing the audit, my procedures focused on the material indicators relating to water, sanitation, human settlements and related infrastructure, as well as electricity and energy.

28. I performed procedures to test whether:

    - the indicators used for planning and reporting on performance can be linked directly to the municipality's mandate and the achievement of its planned objectives
    - all the indicators relevant for measuring the municipality's performance against its primary mandated and prioritised functions and planned objectives are included
    - the indicators are well defined to ensure that they are easy to understand and can be applied consistently, as well as verifiable so that I can confirm the methods and processes to be used for measuring achievements
    - the targets can be linked directly to the achievement of the indicators and are specific, time bound and measurable to ensure that it is easy to understand what should be delivered and by when, the required level of performance as well as how performance will be evaluated
    - the indicators and targets reported on in the annual performance report are the same as those committed to in the approved initial or revised planning documents
    - the reported performance information is presented in the annual performance report in the prescribed manner and is comparable and understandable
    - there is adequate supporting evidence for the achievements reported and measures taken to improve performance.

29. I performed the procedures for the purpose of reporting material findings only; and not to express an assurance opinion or conclusion.

30. I did not identify any material findings on the reported performance information for basic services and housing.

Other matters

31. I draw attention to the matters below.

Achievement of planned targets

32. The annual performance report includes information on reported achievements against planned targets and provides measures taken to improve performance. This information should be considered in the context of the material findings on the reported performance information.

33. The tables that follow provides information on the achievement of planned targets and lists the key service delivery indicators that were not achieved as reported in the annual performance report. The measures taken to improve performance are included in the annual performance report on pages 3 to 8 and 11 to 12 of Annexure A.1 Scorecard as well as pages 2 to 7 of Annexure A.3 Circular 88.

Basic services

Targets achieved: 81% *Budget spent: 93%*		
Key service delivery indicator not achieved	**Planned target**	**Reported achievement**
2.A Taps provided in informal settlements (number) (NKPI)	750	706
2.C Percentage of recognised informal settlements receiving basic waste removal services (ENV3.11)	99%	0
4.F Service requests for non-collection of refuse resolved within three working days (%) (NKPI)	96%	78.86%
4.G Percentage of valid customer applications for new electricity connections processed in terms of municipal service standards (EE1.13)	95%	71.90%
EE3.11 - Percentage of unplanned outages that are restored to supply within industry standard timeframes	100%	95.45%

Housing

Targets achieved: 37,5% *Budget spent: 92%*		
Key service delivery indicator not achieved	**Planned target**	**Reported achievement**
7.A Well-located land parcels released to the private sector for affordable housing (number)	7	1
7.C Formal housing serviced sites provided (number)	2400	873
8.A Informal settlement sites serviced (number)	1400	354
HS1.12 - Number of serviced sites	7100	1227
HS1.32 - Number of informal settlements upgraded to Phase 2	10	4

Material misstatements

34. I identified preventable material misstatements in the annual performance report submitted for auditing. These material misstatements were in the reported performance information for basic services. Management subsequently corrected all the misstatements, and I did not include any material findings in this report.

Report on compliance with legislation

35. In accordance with the PAA and the general notice issued in terms thereof, I must audit and report on compliance with applicable legislation relating to financial matters, financial management and other related matters. The accounting officer is responsible for the municipality's compliance with legislation.

36. I performed procedures to test compliance with selected requirements in key legislation in accordance with the findings engagement methodology of the Auditor-General of South Africa (AGSA). This engagement is not an assurance engagement. Accordingly, I do not express an assurance opinion or conclusion.

37. Through an established AGSA process, I selected requirements in key legislation for compliance testing that are relevant to the financial and performance management of the municipality, clear to allow consistent measurement and evaluation, while also sufficiently detailed and readily available to report in an understandable manner. The selected legislative requirements are included in the annexure to this auditor's report.

38. The material findings on compliance with the selected legislative requirements, presented per compliance theme, are as follows:

Procurement and contract management

39. Some of the contracts were awarded to bidders based on points given for legislative requirement that differed from those stipulated in the original invitation for bidding, in contravention of SCM regulations 21(b) and 28(1)(a)(i) of the Preferential Procurement Regulations.

Other information in the annual report

40. The accounting officer is responsible for the other information included in the annual report. The other information does not include the financial statements, the auditor's report and those selected development priorities presented in the annual performance report that have been specifically reported on in this auditor's report.

41. My opinion on the financial statements, and my reports on the audit of the annual performance report and compliance with legislation do not cover the other information included in the annual report and I do not express an audit opinion or any form of assurance conclusion on it.

42. My responsibility is to read this other information and, in doing so, consider whether it is materially inconsistent with the financial statements and the selected development priorities presented in the annual performance report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

43. I did not receive the final other information prior to the date of this auditor's report. When I do receive and read this information, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the other information be corrected. If the other information is not corrected, I may have to retract this auditor's report and re-issue an amended report as appropriate. However, if it is corrected this will not be necessary.

Internal control deficiencies

44. I considered internal control relevant to my audit of the financial statements, annual performance report and compliance with applicable legislation; however, my objective was not to express any form of assurance on it.

45. The matters reported below are limited to the significant internal control deficiencies that resulted in the material findings on compliance with legislation included in this report.

46. The Bid Evaluation Committee (BEC) did not apply sufficiently rigorous review processes when assessing tender documents, resulting in some bidders not being evaluated against all required responsiveness criteria and functionality specifications. Misinterpretation of functionality requirements led to incorrect scoring and ultimately an incorrect contract award. Additionally, the Bid Specification Committee (BSC) failed to develop clear and unambiguous specifications, which increased the need for judgement by the BEC. Where such judgement was exercised, the decisions were not properly documented.

Auditor-General

Cape Town

25 March 2026

AUDITOR-GENERAL
SOUTH AFRICA

Auditing to build public confidence

Annexure to the auditor's report

Auditor general's responsibility for the audit

Professional judgement and professional scepticism

As part of an audit in accordance with the ISAs, I exercise professional judgement and maintain professional scepticism throughout my audit of the financial statements and the procedures performed on reported performance information for selected development priorities and on the municipality's compliance with selected requirements in key legislation.

Financial statements

In addition to my responsibility for the audit of the financial statements as described in this auditor's report, I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error; design and perform audit procedures responsive to those risks; and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- conclude on the appropriateness of the use of the going concern basis of accounting in the preparation of the financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists relating to events or conditions that may cast significant doubt on the ability of the municipality to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements about the material uncertainty or, if such disclosures are inadequate, to modify my opinion on the financial statements. My conclusions are based on the information available to me at the date of this auditor's report. However, future events or conditions may cause the municipality to cease operating as a going concern.
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Communication with those charged with governance

I communicate with the accounting officer regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the accounting officer with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and, where applicable, actions taken to eliminate threats or safeguards applied.

Compliance with legislation – selected legislative requirements

The selected legislative requirements are as follows:

Legislation	Sections or regulations
Municipal Finance Management Act 56 of 2003	Sections: 1, 11(1), 13(2), 14(1), 14(2)(a), 14(2)(b), 15, 24(2)(c)(iv), 28(1), 29(1), 29(2)(b), 32(2), 32(2)(a), 32(2)(a)(i), 32(2)(a)(ii), 32(2)(b), 32(6)(a), 32(7), 33(1)(c)(ii), 53(1)(c)(ii), 53(1)(c)(iii)(bb), 54(1)(c), 62(1)(d), 63(1)(a), 63(2)(a), 63(2)(c), 64(2)(b), 64(2)(c), 64(2)(e), 64(2)(f), 64(2)(g), 65(2)(a), 65(2)(b), 65(2)(e), 72(1)(a)(ii), 112(1)(j), 116(2)(b), 116(2)(c)(ii), 117, 122(1), 122(2), 126(1)(a), 126(1)(b), 127(2), 127(5)(a)(i), 127(5)(a)(ii), 129(1), 129(3), 133(1)(a), 133(1)(c)(i), 133(1)(c)(ii), 165(1), 165(2)a, 165(2)(b)(ii), 165(2)(b)(iv), 165(2)(b)(v), 165(2)(b)(vii), 166(2)(b), 166(2)(a)(iv), 166(5), 170, 171(4)(a), 171(4)(b)
MFMA: Municipal budget and reporting regulations, 2009	Regulations: 71(1)(a), 71(1)(a)(b), 71(2)(a), 71(2)(b), 71(2)(d), 72(a), 72(b), 72(c)
MFMA: Municipal Investment Regulations, 2005	Regulations: 3(1)(a), 3(3), 6, 7, 12(2), 12(3)
MFMA: Municipal Regulations on financial Misconduct Procedures and Criminal Proceedings, 2014	Regulations: 5(4), 6(8)(a), 6(8)(b), 10(1)
MFMA: Municipal Supply Chain Management Regulations, 2017	Regulations: 5, 12(1)(c), 12(3), 13(b), 13(c), 16(a), 17(1)(a), 17(1)(b), 17(1)(c), 19(a), 21(b), 22(1)(b)(i), 22(2), 27(2)(a), 27(2)(e), 28(1)(a)(i), 29(1)(a), 29(1)(b), 29(5)(a)(ii), 29(5)(b)(i), 32, 36(1), 36(1)(a), 38(1)(c), 38(1)(d)(ii), 38(1)(e), 38(1)(g)(i), 38(1)(g)(ii), 38(1)(g)(iii), 43, 44, 46(2)(e), 46(2)(f)
Construction Industry Development Board Act 38 of 2000	Section: 18(1)
Construction Industry Development Board Regulations, 2004	Regulations: 17, 25(7A)
Division of Revenue Act	Sections: 11(6)(b), 12(5), 16(1); 16(3)
Municipal Property Rates Act 6 of 2004	Section: 3(1)
Municipal Systems Act 32 of 2000	Sections: 25(1), 26(a), 26(c), 26(h), 26(i), 29(1)(b)(ii), 34(a), 34(b), 38(a), 41(1)(a), 41(1)(b), 41(1)(c)(ii), 42, 43(2), 45(a), 54A(1)(a), 56(1)(a), 57(2)(a), 57(4B), 57(6)(a), 57A, 66(1)(a), 66(1)(b), 67(1)(d), 74(1), 96(b)
MSA: Disciplinary Regulations for Senior Managers, 2011	Regulations: 5(2), 5(3), 5(6), 8(4)
MSA: Municipal Planning and Performance Management Regulations, 2001	Regulations: 2(1)(e), 2(3)(a), 3(3), 3(4)(b), 7(1), 8, 9(1)(a), 10(a), 12(1), 14(1)(b)(iii), 14(1)(c)(ii), 14(4)(a)(i), 14(4)(a)(iii), 15(1)(a)(i), 15(1)(a)(ii)

MSA: Municipal Performance Regulations for Municipal Managers and Managers Directly Accountable to Municipal Managers, 2006	Regulations: 2(3)(a), 4(4)(b), 8(1), 8(2), 8(3), 26(5), 27(4)(a)(i)
MSA: Regulations on Appointment and Conditions of Employment of Senior Managers, 2014	Regulations: 17(2), 36(1)(a)
MSA: Municipal Staff Regulations	Regulations: 7(1), 19, 31, 35(1)
MSA: Municipal Systems Regulations, 2001	Regulation: 43
National Environmental Management: Waste Act 59 of 2008	Section: 20(b)
National Water Act 36 of 1998	Section: 22(1)(b)
Prevention and Combating of Corrupt Activities Act 12 of 2004	Section: 34(1)
Preferential Procurement Policy Framework Act 5 of 2000	Sections: 2(1)(a), 2(1)(f)

GENERAL INFORMATION

AS AT 30 JUNE 2025

BANKERS

Nedbank Limited
135 Rivonia Campus
135 Rivonia Road
Sandown
Sandton
2196

PO Box 1144
Johannesburg
2000

AUDITORS

The Auditor-General of South Africa
No 19 Park Lane Building
Park Lane
Century City
7441

Private Bag X1
Chempet
7442

REGISTERED OFFICE

City of Cape Town
12 Hertzog Boulevard
Cape Town
8001

PO Box 655
Cape Town
8000

MEMBERS OF THE MAYORAL COMMITTEE

Executive Mayor; Future Planning and Resilience
Ald Hill-Lewis, GG

Deputy Mayor; Spatial Planning and Environment
Ald Andrews, E

Community Services and Health
Cllr Higham, F

Corporate Services
Ald Uys, T

Economic Growth
Ald Vos, J

Energy
Cllr Limberg, X

Finance
Cllr Mbandezi, S

Human Settlements
Cllr Pophaim, C

Safety and Security
Ald Smith, JP

Urban Mobility
Cllr Quintas, R

Urban Waste Management
Ald Twigg, G

Water and Sanitation
Cllr Badroodien, Z

EXECUTIVE MANAGEMENT TEAM

City Manager
Mbandazayo, L

Chief Financial Officer
Jacoby, K

Community Services and Health
Mandlana, Z

Corporate Services
Sass, E

Economic Growth
Gelderbloem, R

Energy
Nassiep, K

Future Planning and Resilience
Morgan, G

Human Settlements
Gqiba, N

Safety and Security Services
Botto, V

Spatial Planning and Environment
McGaffin, R

Urban Mobility
Campbell, D

Urban Waste Management
McNeil, J

Water and Sanitation
Manus, L

MEMBERS OF THE AUDIT AND PERFORMANCE AUDIT COMMITTEE

Chairperson
Blok, T

Members
Abdol, C
Dala, P
Mzizi, S
Najjaar, R

***** Nene, L contract ended (31/10/2024)

OTHER

Speaker
Ald Purchase, F

Chief Whip
Cllr Visagie, D

AS AT 30 JUNE 2025

COUNCIL MEMBERS OF THE CITY OF CAPE TOWN

Aldermen/Alderwomen

Andrews, EP
Arendse, R
Basson, AJG
Fourie, GD
Hill-Lewis, GG
Jaftha, WD
Jordaan, C
Justus, CR
Kempthorne, ML
Limberg, XT
Moodley, S
Neilson, ID
Pringle, SB
Purchase, FA
Rossouw, SJ
Smith, JP
Sotashe, X
Thompson, TB
Twigg, GG
Uys, TA
Van der Merwe, JFH
Van der Rheede, A
Vos, J

Councillors

Abbass, S
Achmat, MF
Adams, A
Adams, R
Adams, Y
Addinall, AS
Adonis, M
Adonis, N
Ah-Sing, FK
Akim, WJ
Anstey, E
Arnolds, A
August, S
Badela, DE
Badroodien, ZA
Bam, L
Barends, UM
Benadie, AM
Benge, L
Berry, F
Bodin, K
Booi, PN
Booysen, S
Botha-Rossouw, FR
Bresler, R
Burke, MC
Cameron, R
Cannon, R
Carls, KR
Cassiem, MA
Cerfontein, CS
Chitha, MN
Christians, DJ
Clarke, BR
Classen, GJ
Cottee, DG
Cupido, J
Dambuza, M
Davids, A
Davids, CO
Davids, R
DeBeer, AC
Dedezane, T
DeVos, DC
DeVos, PW
Diniso, X
Dudley, DK
Duka, SS
Duli-Mkinase, BZN
Elyas, AZM
Esau, CJ
Francke, P
Franklin, C
Gabuza, A
Gadeni, M
Goliath, DR
Gordon, GE
Gqada, T
Griesel, AJ
Gungxe, LA
Gxasheka, KW
Hansen, B
Harris, W
Haskin, GCR
Helfrich, PG
Hendricks, A
Hendricks, P
Heynes, PC
Higham, F
Hill, RC
Hlohla, NA
Jackson, T
Jacobs, MR
Jacobs, N
Jacobson, PS
Jansen, AJ
Jansen, EE
JansenvanVuuren, PJ
JansevanRensburg, C
Jowell, N
Kama, K
Kayi, N
Kleinschmidt, MRH
Kleinsmith, ME
Kobeni, C
Kopman, NF
Kwebulana, AV
Langenhoven, E
Lansdowne, A
Lasiti, U
Liell-Cock, SP
Lightburn, AG
Little, S
Lombard, FP
Lombi, N
Loots, J
Louw, AC
Mabungani, M
Madikane, EM
Makuwa, MS
Mamkeli, S
Manuel, M
Maqungwana, BB
Mare, K
Marr, MJ
Martin, L
Martlow, J
Masiu, DZ

AS AT 30 JUNE 2025

COUNCIL MEMBERS OF THE CITY OF CAPE TOWN (continued)

Councillors (continued)

Matanzima, V
Matutu, N
Maxiti, P
Mazwi, L
Mbandezi, S
Mbiza, LN
McFarlane, N
McKenzie, AP
McMahon, IP
Mei, B
Mes, CM
Mhaga, B
Miller, JL
Mills, JS
Minnaar, R
Mjuza, TM
Mkutswana, MA
Mohamed, Y
Mokhathi, T
Moses, AC
Mpengezi, T
Mqina, LM
Mvinjelwa, NC
Mzolisa, PS
Nelson, D
Neumann, W
Ngcombolo, B
Ngubelanga, D
Nikelo, M
Nimmerhout, WM
Nodliwa, S
Notywala, A
Nqavashe, ML
Ntshweza, NA
Ntsodo, A
Nyamakazi, T
Paige, GD
Palm, RH
Payiya, BL
Peck, GC
Peter, XG
Petersen, MJ
Phakade, L
Philander, S
Pimpi, TI
Plaatjies, A
Pophaim, CJ
Potts, A
Punt, CB
Qoba, ZL
Quintas, RM
Raise, MH
Raymond, FHL
Rigby, S
Salie, S
Satarien, N
Sauls, FA
Sawant, E
Schrikker, MR
Sherry, I
Sibunzi, MM
Siebritz, CC
Simangweni, L
Solomons, FJ
Somdaka, L
Sonyoka, LP
Sophazi, Z
Southgate, KG
Stacey, S
Steenberg, CJ
Stevens, JAN
Stuurman, N
Sukers, NRE
Sulelo, Z
Swart, PS
Taliep, S
Tause, PP
Temlett, M
Terblanche, HP
Tetani, A
Thompson, SC
Timm, G
Tyandela, NV
Tyhido, NL
Uygun, EC
Van der Linde, SI
Van der Merwe, B
Van der Ross, PE
Van Reenen, B
Van Zyl, A
Viljoen, R
Visagie, DA
Visser, CL
Visser, J
Walker, FC
Welz, TC
Witbooi, JJ
Woodman, J
Yeko, B
Zumana, S

In the course of the reporting period, the following councillors ceased to be political office-bearers:

Christians, M	02/07/2024	Ndamane, S	16/10/2024	Grose, NE	31/03/2025
Marman, P	12/07/2024	Sono, N	16/10/2024	East, PA	08/04/2025
Nieuwoudt, M	31/07/2024	Tagodien, R	30/10/2024	Lubbe, BM	08/04/2025
Jacobs, B	28/08/2024	Malgas, G	27/01/2025	Ntshuntshe, L	29/04/2025
Brynard, C	31/08/2024	Botya, NA	21/02/2025	Loonat, H	01/05/2025
Van Nelson, S	16/09/2024	Abrahams, F	25/03/2025	Le Goff, T	26/05/2025
Ganger, R	20/09/2024	Majingo, B	27/03/2025	Dalwai, Y	03/06/2025
De Vos, DC	16/10/2024	Chapple, P	31/03/2025		

SIGNIFICANT ACCOUNTING POLICIES

FOR THE YEAR ENDED 30 JUNE 2025

The City's significant accounting policies, which are in all material respects consistent with those applied in the previous year, unless specified otherwise, are set out below.

BASIS OF PRESENTATION

The financial statements have been prepared in accordance with the Generally Recognised Accounting Practices (GRAP), standards issued by the Accounting Standards Board (ASB) and approved by the Minister of Finance as effective in accordance with section 122(3) of the Local Government: Municipal Finance Management Act (MFMA) 56 of 2003.

These financial statements have been prepared on an accrual basis of accounting and incorporate the historical cost convention as the basis of measurement, except where indicated otherwise.

The City has adopted Directive 5, as issued by the ASB, which outlines the GRAP reporting framework hierarchy. In the absence of an issued and effective standard of GRAP, accounting policies for material transactions, events or conditions have been developed using the principles set out in the "Standard of GRAP 3 on Accounting Policies, Changes in Accounting Estimates and Errors", read with Directive 5.

In preparing the financial statements, management has used assessments and estimates that are based on the best information available at the time of preparation.

GOING-CONCERN ASSUMPTION

These financial statements have been prepared on a going-concern basis.

OFFSETTING

Assets and liabilities as well as revenue and expenses are not offset, except where it is required by a GRAP standard, or where there is a legally enforceable right to offset the recognised amount and there is an intention either to settle on a net basis or to realise the asset and settle the liability simultaneously.

COMPARATIVE INFORMATION

When the presentation or classification of items in the financial statements is amended, comparative amounts are restated and the nature and reason for such reclassification are disclosed.

Where accounting errors have been identified and/or a change in accounting policy has been made in the current year, the correction is made retrospectively as far as is practicable, and the comparatives are restated accordingly.

USE OF SIGNIFICANT JUDGEMENTS AND ESTIMATES

In the process of applying the City's accounting policies, management has made the following significant accounting judgements, estimates and assumptions, which have the most significant effect on the amounts recognised in the financial statements. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

GOING CONCERN

Included in management's assessment of the City's going-concern status are:

- ✓ key financial metrics;
- ✓ the general economic conditions and forecast;
- ✓ approved medium-term budgets; and
- ✓ the City's dependency on grants from National Government and the Western Cape Provincial Government (hereinafter "Province").

Based on all of the above, management has concluded that the going-concern assumption used in the compiling of its financial statements, is appropriate.

MATERIALITY

Materiality is judged according to the size and nature of the item. The deciding factor is whether the omission or misstatement could, individually or collectively, influence users' decisions based on these annual financial statements.

In preparing the annual financial statements, materiality has been considered in:

- ✓ deciding what to report in the annual financial statements, and how to present it; and
- ✓ assessing the effect of omissions, misstatements and errors in the annual financial statements.

USE OF SIGNIFICANT JUDGEMENTS AND ESTIMATES (continued)

MATERIALITY (CONTINUED)

In assessing whether an item, transaction or event is material, specific thresholds for specific items, transactions and events, or aggregations thereof, have been developed. These thresholds are used to make decisions about the reporting of information (i.e. how to recognise, measure, present and disclose items, transactions and events) and serve as a margin of error or framework within which to assess misstatements and errors.

Threshold for budget information

Variances between budget and actual amounts are regarded as material when the variance is:

- ✓ 10% or greater in the statement of financial position, the statement of financial performance, and the cash flow statement; and
- ✓ 5% or greater in capital expenditure.

All material differences are explained in note 37 to these financial statements.

Qualitative thresholds

The nature of an item, transaction or event is determined by its inherent characteristics, or the circumstances in which it was undertaken. Items, transactions or events may be considered material:

- ✓ if they relate to legal or regulatory requirements, e.g. specific disclosures required by legislation, restrictions on certain transactions or activities imposed by legislation, or breaches of legislation.
- ✓ if they constitute related-party transactions;
- ✓ depending on their regularity or frequency, e.g. a once-off transfer of funds to another entity in terms of legislation, or a ministerial directive;
- ✓ if they result in the reversal of a trend, e.g. changing a surplus to a deficit, or vice versa;
- ✓ if they are likely to result in a change in accounting policy;
- ✓ if they involve the commencement of a new function, or the reduction or discontinuation of an existing one;
- ✓ depending on the degree of estimation or judgement required to determine their value; and
- ✓ if they affect the going-concern assumption of the municipality.

The relative importance of these qualitative factors in determining materiality is a matter of professional judgement.

Quantitative thresholds

Quantitative materiality refers to the monetary value of items, transactions or events that are likely to influence users' decisions.

The quantitative materiality per transaction class for the year is as follows:

Class of transactions	Level of materiality (R'000)
Revenue	341 935
Expenditure	327 192
Non-current assets	380 520
Current assets	129 631
Non-current liabilities	86 042
Current liabilities	72 961

The materiality calculation is based on the final approved 2024/25 adjustments budget of 24 April 2025 for all classes of transactions.

Based on professional judgement, the overall quantitative value of materiality for the 2024/25 financial year is set at R290 million.

PENSION AND OTHER POST-EMPLOYMENT BENEFITS

The cost of defined-benefit pension plans and other employment medical benefits is determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and future pension increases. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty.

IMPAIRMENT OF RECEIVABLES

The calculation in respect of the impairment of receivables is based on an assessment of the extent to which debtors have defaulted on payments already due, and an assessment of their ability to make payments. Groups of debtors with similar credit risk characteristics are assessed for impairment, considering factors such as socioeconomic conditions, type of customer, the default period and service-specific payment histories.

The concentration of credit risk is limited, as the customer base is large and unrelated. Accordingly, management believes no further credit provisions are required in excess of the present allowance for doubtful debts.

USE OF SIGNIFICANT JUDGEMENTS AND ESTIMATES (continued)

INVENTORY
The City regards water as inventory once it enters the City's purification network. However, raw water in dams and aquifers is not regarded as inventory, as it is not under the City's control. Control is defined as an entity's ability to access and regulate the benefits of an asset – an ability that the City does not always have in respect of natural resources.

IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT
The calculation in respect of the impairment of property, plant and equipment (PPE) is based on an assessment of the extent to which the recoverable amount of the asset has declined below the carrying amount. This was performed across all classes of property, plant and equipment.

SIGNIFICANT DELAYS IN ASSETS UNDER CONSTRUCTION
The City regards delays in assets under construction of more than one year as significant.

RESIDUAL VALUE OF PROPERTY, PLANT AND EQUIPMENT
Management has determined that none of its infrastructural assets have any active market value, and the value of the amount at the end of their useful lives would therefore be insignificant.

USEFUL LIVES OF PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTY AND INTANGIBLE ASSETS
The useful lives of assets are based on management's estimates. Management considers the impact of technology, service requirements and required return on assets to determine the optimum useful-life expectation, where appropriate. The estimated residual values of assets are also based on management's judgement on whether the assets will be sold, held indefinitely or used to the end of their useful lives, and what their condition will be at that time.

CAPITAL COMMITMENTS APPROVED AND CONTRACTED FOR CAPITAL EXPENDITURE
Capital commitments represent future capital expenditure, exclusive of VAT. The City is committed to spend these amounts due to signed contracts with suppliers and council approved resolutions.

MATERIAL LOSSES
Material losses are losses that occur due to factors other than normal production, and are regarded as material in accordance with the materiality thresholds above.

Losses that occur due to normal production are classified as production costs and factored into the City's tariffs. They, therefore, do not constitute material losses. If actual production losses exceed the budgeted production losses factored into the tariff, the difference is considered a material loss.

PROVISIONS AND CONTINGENT LIABILITIES
Management's judgement is required in recognising and measuring provisions, as well as measuring contingent liabilities, as set out in notes 14 and 34 respectively. Provisions are measured at management's best estimate of the expenditure required to settle the obligation at the reporting date, and are discounted where the effect of discounting is material.

Provision for the rehabilitation of landfill sites is determined based on the advice and judgement of qualified engineers. The valuation of the rehabilitation and post-monitoring costs involves making assumptions about discount rates, expected useful lives of the landfill sites, rehabilitation and post-monitoring periods, and future inflation increases. Due to the long-term nature of these obligations, such estimates are subject to significant uncertainty.

CASH AND NON-CASH-GENERATING ASSETS
Management has determined that only the City's electricity assets and its investment in the associate meet the definition of cash-generating assets, and that the GRAP standard for the impairment of non-cash-generating assets will therefore apply to all other City assets.

PRINCIPAL-AGENT ARRANGEMENTS
Management's judgement is required in determining whether it has entered into a principal-agent arrangement, as set out in note 35. A principal-agent arrangement results from a binding arrangement in which one entity (an agent) undertakes transactions with third parties on behalf and for the benefit of another entity (the principal).

The assessment of whether a municipality is a principal or an agent requires the municipality to evaluate the rights and obligations of all parties to each binding arrangement so as to establish whether the transactions it undertakes with third parties are for the benefit of another entity or for its own.

SEGMENT REPORTING
In applying GRAP 18 segment reporting, management makes judgements with regard to the identification of reportable segments, as well as regarding what constitutes segment results. This enables users to evaluate the nature and financial effects of the activities in which the segment engages, and the economic environments in which it operates.

ADOPTION OF NEW AND REVISED STANDARDS

STANDARDS, GUIDELINES AND INTERPRETATIONS EFFECTIVE AND ADOPTED IN THE CURRENT YEAR

There are no new or amended pronouncements that are effective for the current year.

STANDARDS, GUIDELINES AND INTERPRETATIONS ADOPTED EARLY

The City has not early-adopted any GRAP standard that is not yet effective.

STANDARDS AND INTERPRETATIONS ISSUED, BUT NOT YET EFFECTIVE

At the date of submission of these financial statements, the following pronouncements had been issued and approved, but were not yet effective.

Annual periods commencing on or after 1 April 2025

GRAP 104 on Financial Instruments

GRAP 104 was revised in 2021 so as to align with IPSAS 41 on Financial Instruments and IFRS 9 on Financial Instruments. IFRS 9 has substantially revised the way in which financial instruments are classified, how amortised cost is determined, and how and when financial assets are assessed for impairment. The transitional provisions require adoption of the revised GRAP 104 standard in its entirety. Partial or incremental adoption is not permitted. GRAP 104 introduces the expected credit loss model, which includes consideration of forward-looking information. This will affect the impairment of financial assets.

HOUSING FUNDS

The housing development fund was established in terms of the Housing Act 107 of 1997.

HOUSING DEVELOPMENT FUND

Sections 15(5) and 16 of the Housing Act, which took effect on 1 April 1998, required the City to maintain a separate housing operating account. This legislated separate operating account is known as the housing development fund and is fully cash-backed.

In addition, section 14(4)(d)(iii)(aa), read with, inter alia, section 16(2) of the Housing Act, also requires that the net proceeds of any letting, sale or alienation of property previously financed from government housing funds be paid into a separate operating account, and be utilised by the Entity for housing development in accordance with the National Housing Policy.

UNREALISED HOUSING PROCEEDS

In order to comply with sections 14(4)(d)(i) and (iii) of the Housing Act, in terms of which all net proceeds need to be paid into the housing development fund, it was necessary to create a holding account that represents the unrealised funds due by long-term housing selling developments and sponsored loan debtors. This account is reduced when debtors are billed for their current loan repayments.

RESERVES

The City creates and maintains reserves in terms of specific requirements.

CAPITAL REPLACEMENT RESERVE (CRR)

In order to finance the acquisition of property, plant and equipment, and other assets from internal sources, cash amounts are transferred from the accumulated surplus to the CRR.

The following guidelines are set for the creation and utilisation of the CRR:

- ✓ The cash funds that back up the CRR are invested until utilised.
- ✓ The CRR may only be utilised for purchasing items of property, plant and equipment, and not for their maintenance, unless otherwise directed by Council.
- ✓ Whenever an asset is purchased out of the CRR, an amount equal to the cost price of the asset is transferred from the CRR, and the accumulated surplus is credited by a corresponding amount.

RESERVES (continued)

INSURANCE RESERVES

SELF-INSURANCE RESERVE

A general insurance reserve has been established and covers claims that may occur, subject to reinsurance where deemed necessary. Premiums are charged to the respective services, taking into account the claims history and replacement value of the insured assets.

Reinsurance premiums paid to external reinsurers are regarded as an expense, and are shown as such in the statement of financial performance. The net surplus/deficit on the insurance operating account is transferred to or from the insurance reserve via the statement of changes in net assets.

A viability valuation report is obtained each year to assess the adequacy of the insurance reserve at year-end.

COMPENSATION FOR OCCUPATIONAL INJURIES AND DISEASES (COID) RESERVE

The City has been exempted from making contributions to the Compensation Commissioner for occupational injuries and diseases in terms of section 84 of the COID Act 130 of 1993.

The certificate of exemption issued by the Commissioner and prescribed by the COID Act requires the City to deposit cash and/or securities with the Commissioner, the market values of which in aggregate shall not be less than the capitalised value of the continuing liability of the City as at 31 December of each year.

The continuing liability is that of annual pensions, the capitalised value of which is determined on the basis of an actuarial determination prescribed by the Commissioner. A COID reserve has been established to equate to the value of the continuing liability. The market value of the securities is determined annually by the Commissioner, and the City is required to meet any shortfall in the aggregate value of the securities as at 31 December. Monthly pensions are funded by transferring funds from the reserve to the expense account in the statement of financial performance.

PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment (PPE) are stated at cost less accumulated depreciation and accumulated impairment losses. Where PPE is acquired through non-exchange transactions, the cost is deemed to be the item's fair value on the date of acquisition.

Subsequent expenditure relating to PPE is capitalised if it is probable that future economic benefits or potential service delivery of the assets are enhanced in excess of the originally assessed standard of performance. If expenditure only restores the originally assessed standard of performance, it is regarded as repairs and maintenance, and is expensed.

The City maintains and acquires assets to provide a social service to the community, with no intention of disposing of the assets for any economic gain.

PPE is derecognised upon disposal or when no future economic benefits or service potential are expected from its use or disposal. The gain or loss arising from the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying value, and is recognised in the statement of financial performance.

DEPRECIATION RATES

Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. The residual value, depreciation method and useful life, if significant, are reassessed annually. If there is any indication of changes, the effect of such changes in estimate is accounted for on a prospective basis. The depreciation rates are based on the following estimated useful lives:

	Years		Years
Infrastructure		**Other**	
Roads and paving	10–50	Buildings	2–50
Electricity	15–50	Other vehicles	4–15
Water	15–50	Office equipment	2–10
Sewerage	15–50	Watercraft	5
Telecommunications	10–30	Bins and containers	5
		Landfill sites	8–51
Housing	30	Specialised vehicles	10–20
		Library books	1
Community		Furniture and fittings	2–15
Community and recreational facilities	20–50	Computer equipment	1–7
Security	5–10	Plant and equipment	2–12
		Living resources	5–12
		Service concession	3–50

Assets under construction are carried at cost. Depreciation of an asset commences when the asset is ready for its use as intended by management. Freehold land is not depreciable, as it has an indefinite useful life.

A living resource is a living animal that the City uses to deliver a mandated service.

INVESTMENT PROPERTIES

Investment properties are immovable land and/or buildings that are held to earn rental income and/or for capital appreciation. Investment property excludes owner-occupied property that is used in the production or supply of goods or services, or for administrative purposes, or property held to provide a social service.

Investment properties are stated at cost less accumulated depreciation and accumulated impairment losses. Where investment properties are acquired through non-exchange transactions, the cost is deemed to be the item's fair value on the date of acquisition.

Investment property other than vacant land is depreciated on the straight-line basis over the useful lives of the assets, estimated at 20 to 50 years.

An investment property is derecognised upon disposal, or when it is permanently withdrawn from use, or when no future economic benefits or service potential are expected from its disposal. Any gain or loss arising from the retirement or disposal of investment property is included in the surplus or deficit in the period of such retirement or disposal.

Direct income and expenses arising from investment property are disclosed as part of general income and expenses, and are thus not disclosed separately, as they are not material.

HERITAGE ASSETS

A heritage asset is defined as an asset that has a cultural, environmental, historical, natural, scientific, technological or artistic significance, and is held and preserved indefinitely for the benefit of present and future generations.

Heritage assets are stated at cost less accumulated impairment losses. Where a heritage asset is acquired through a non-exchange transaction, its cost is deemed to be its fair value as at the date of acquisition. Costs incurred to enhance or restore the heritage asset to preserve its indefinite useful life are capitalised as incurred. Day-to-day costs incurred to maintain a heritage asset are expensed.

Transfers to heritage assets are made only when the asset meets the definition of a heritage asset, and transfers from heritage assets are only made when the asset no longer meets the definition of a heritage asset. Transfers to and from heritage assets are done at the carrying amount of the assets transferred, at the date of transfer.

The gain or loss arising from the disposal or retirement of a heritage asset is determined as the difference between the net disposal proceeds, if any, and the carrying value, and is recognised in the statement of financial performance. Heritage assets are not depreciated.

INTANGIBLE ASSETS

An intangible asset is defined as an identifiable non-monetary asset without physical substance, held for use in the production or supply of goods or services, for rental to others or for administrative purposes.

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses. Where intangible assets are acquired through non-exchange transactions, the cost is deemed to be the item's fair value on the date of acquisition.

The City recognises computer development software costs as intangible assets, if the costs are clearly associated with an identifiable and unique system controlled by the City, and have a probable benefit exceeding one year. Direct costs include software development, employee costs and an appropriate portion of relevant overheads.

AMORTISATION RATES

Intangible assets are amortised on the straight-line basis over the useful lives of the assets. The residual value, amortisation method and useful life, if significant, are reassessed annually. If there is any indication of changes, the effect of such changes in estimate, is accounted for on a prospective basis.

The amortised rates are based on the following estimated useful lives:

	Years
Acquisition of rights	8
Computer software	1-10

IMPAIRMENT OF NON-CASH-GENERATING ASSETS

At each reporting date, the City assesses whether there is any indication that a non-cash-generating asset may be impaired. If any such indication exists, the recoverable service amount of the asset is estimated to determine the extent of any impairment loss.

Intangible assets not yet available for use are tested for impairment annually if there is an indication that the asset may be impaired.

The recoverable service amount of a non-cash-generating asset is the higher of fair value less costs to sell and the value-in-use. The value-in-use is the present value of the remaining service potential of the asset, and is determined using the most appropriate of the depreciated replacement cost, restoration cost or service unit approach.

If the recoverable service amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable service amount. An impairment loss is recognised immediately in surplus or deficit.

IMPAIRMENT OF CASH-GENERATING ASSETS

At each reporting date, the City assesses whether there is any indication that a cash-generating asset may be impaired. If any such indication exists, the City estimates the recoverable amount of the asset.

When the carrying amount of a cash-generating asset exceeds its recoverable amount, it is impaired. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value-in-use.

The fair value less costs to sell is the amount obtainable from the sale of an asset in an arm's-length transaction between knowledgeable, willing parties, less costs of disposal.

The value-in-use of a cash-generating asset is the present value of the estimated future cash flows expected to be derived from the continuing use of an asset, as well as from its disposal at the end of its useful life.

RECOGNITION AND MEASUREMENT (INDIVIDUAL ASSET)

If the recoverable amount of a cash-generating asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. This reduction is an impairment loss. An impairment loss is recognised immediately in surplus or deficit.

When the amount estimated for an impairment loss is greater than the carrying amount of the cash-generating asset to which it relates, the City recognises a liability only to the extent required by the standards of GRAP.

After the recognition of an impairment loss, the depreciation or amortisation charge for the cash-generating asset is adjusted in future periods to allocate the cash-generating asset's revised carrying amount, less its residual value, on a systematic basis over its remaining useful life.

At each reporting date, a municipality assesses whether there is any indication that an impairment loss recognised in prior periods for assets may no longer exist or may have decreased. If so, the recoverable amounts of those assets are estimated. A reversal of an impairment loss of assets carried at cost less accumulated depreciation or amortisation is recognised immediately in surplus or deficit to the extent that it does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior periods.

Impairment losses on financial assets measured at cost shall not be reversed.

CASH AND CASH EQUIVALENTS

Cash includes cash on hand, cash held with banks, and call deposits. Cash equivalents are short-term bank deposits with a maturity of three months or less from inception, readily convertible to cash without significant change in value.

For the purposes of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any bank overdrafts.

INVENTORIES

Inventories consist of consumable stock, water and other goods held for use or resale. Inventories are initially measured at cost and subsequently valued at the lower of cost (determined on the weighted-average basis) and net realisable value. Where they are held for distribution or consumption at no charge, or for a nominal amount, inventories are subsequently valued at the lower of cost and current replacement value.

Cost of inventories comprises all costs of purchase, costs of conversion, and other costs incurred in bringing the inventories to their present location and condition. Where inventories are acquired through a non-exchange transaction, their cost is measured at their fair value as at the date of acquisition.

Redundant and slow-moving inventories are identified and written down to their estimated net realisable values or current replacement cost according to their age, condition and utility. Differences arising in the measurement of such inventories at the lower of cost and net realisable value or current replacement cost are recognised as an expense in the period during which the write-down or loss occurs.

The carrying amount of inventories is recognised as an expense in the period during which the inventories are consumed, sold, distributed or written off, unless the cost qualifies for capitalisation to the cost of another asset.

GRANTS AND TRANSFERS

Grants and transfers received or receivable are recognised as assets when the resources that have been transferred to the City meet the definition and criteria for recognition as assets.

A corresponding liability is recognised to the extent that the grant and transfer recognised as an asset is subject to conditions that require that the City either consumes the future economic benefits or service potential of the asset as specified, or that in the event that the conditions are breached, the City returns such future economic benefits or service potential to the transferor. The liability is transferred to revenue when the conditions attached to the grants and transfers are met. Grants and transfers that are not subject to any conditions are recognised as revenue when the assets are initially recognised.

Interest earned on the investment of grants and transfers received is treated in accordance with the stipulations set out in the agreement for the receipt of the grant and transfer invested.

PROVISIONS

A provision is recognised when the City has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation, and the amount of the obligation can be reliably estimated.

When the effect of discounting is material, provisions are determined by discounting the expected future cash flows that reflect current market assessments of the time value of money. The impact of the periodic unwinding of the discount is recognised in the statement of financial performance as a finance cost. Provision for environmental rehabilitation and employee benefits is disclosed in note 14, and the estimated VAT payable is disclosed in note 10.

ENVIRONMENTAL REHABILITATION PROVISIONS

Estimated long-term environmental provisions, comprising rehabilitation of environmental damage and landfill site closure costs, are based on the City's policy, taking into account current technological, environmental and regulatory requirements.

The provision for rehabilitation is recognised as and when the environmental liability arises in terms of legislation. Changes in the measurement of existing environmental liabilities resulting from changes in the estimated timing or amount of the outflow of resources required to settle the obligation, or a change in the discount rate, shall be added to or deducted from the cost of the related asset in the current period. The amount deducted from the cost of the asset shall not exceed its carrying amount. If a decrease in the liability exceeds the carrying amount of the asset, the excess shall be recognised immediately in surplus or deficit. Any unwinding of discount is charged to the statement of financial performance as a finance cost.

EMPLOYEE BENEFITS

RETIREMENT BENEFIT PLANS

The City provides retirement benefits for its employees and councillors. Retirement benefits consist of defined-contribution plans and defined-benefit plans.

Defined-contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a fund, and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year during which they become payable.

Defined-benefit plans are post-employment benefit plans other than defined-contribution plans. The defined-benefit funds are actuarially valued triennially on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on a proportional basis from all participating municipalities. The contributions and lump sum payments are charged against income in the year during which they become payable.

The municipality does not apply defined-benefit accounting to the defined-benefit plans that are classified as multi-employer plans, as sufficient information is not available to apply the relevant principles. As a result, such plans are accounted for as defined-contribution plans.

POST-RETIREMENT MEDICAL AID: CONTINUED MEMBERS

The City provides post-retirement benefits by subsidising the medical-aid contributions of certain retired staff. According to the rules of the medical schemes with which the City is associated, a member of the scheme is entitled to remain a member in retirement. Therefore, the City will continue to subsidise medical-aid contributions in accordance with the provisions of the employee's employment contract and the City's decision on protected rights.

Post-retirement medical-aid contributions paid by the City, depending on the employee's contract, could be 70% or a subsidy indicated on a sliding scale. In each case, the employee is responsible for the balance of post-retirement medical-aid contributions. External appointments after 15 December 2000 do not qualify for a post-retirement medical-aid subsidy. Only registered dependants on the medical scheme as at the date of the principal member's retirement are allowed to continue as dependants after retirement. In the event of the death of the principal member, the remaining dependants and children continue to be subsidised, subject to the rules of the post-retirement medical scheme. These contributions are charged to the operating account when employees have rendered the service entitling them to the contribution.

The liability in respect of current pensioners is regarded as fully accrued, and is therefore not split between a past (or accrued) and future in-service element. The liability is recognised at the fair value of the obligation, together with adjustments for remeasurement, and past service costs.

Any unwinding of discount is charged to the statement of financial performance as an employee-related cost. Remeasurements are fully accounted for in the statement of financial performance in the year during which they occur. The projected unit credit method has been used to value the obligation.

SHORT-TERM AND LONG-TERM EMPLOYEE BENEFITS

The cost of all short-term employee benefits is recognised in the period during which the employee renders the related service. The City recognises the expected cost of performance bonuses only when the City has a present legal or constructive obligation to make such payment, and if a reliable estimate can be made.

The City provides long-service leave to eligible employees, payable on completion of years of employment. The City's liability is based on an actuarial valuation. Any unwinding of discount is charged to the statement of financial performance as an employee-related cost. Remeasurements of the long-term incentives are fully accounted for in the statement of financial performance. The projected unit credit method has been used to value the obligation.

FINANCIAL INSTRUMENTS

Financial instruments are recognised when the City becomes a party to the contractual provisions of the instrument, and are initially measured at fair value. In the case of a financial instrument not subsequently measured at fair value through the statement of financial performance, transaction costs that are directly attributable to the acquisition or issue of the instrument are added to or deducted from the fair value, as appropriate on initial recognition.

Standard of GRAP 108 on statutory receivables does not require disclosure of the risk associated with these transactions. In the absence of such a requirement, the City has based its disclosure on standard of GRAP 104, which deals with financial instruments. The risk exposure for these transactions is disclosed under a separate category, "Statutory assets", in note 1 to these financial statements.

NON-DERIVATIVE FINANCIAL ASSETS

The classification of financial assets depends on their nature and purpose, and is determined at the time of initial recognition.

Investments at fair value

Non-derivative investments held without the positive intent or ability to hold to maturity. Subsequent to initial recognition, all changes to fair value are recognised through the statement of financial performance.

Investments at amortised cost

Non-derivative investments with fixed or determinable payments and fixed maturity dates, which the City has the positive intent and ability to hold to maturity. Subsequent to initial recognition, such investments are measured at amortised cost using the effective interest method less any impairment.

Investments at cost

The City elected in its separate financial statements to account for its investments in controlled entities and associates as financial instruments.

Residual interests that do not have a quoted market price in an active market, and the fair value of which cannot be reliably measured. Subsequent to initial recognition, such investments are measured at cost less any impairment.

Financial assets other than those at fair value are assessed for indicators of impairment at the end of each reporting period. Impairment is considered when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected. The impairment assessment is based on the difference between the carrying amount of the investment and the present value of the estimated future cash flows, discounted at the current market rate of return. In arriving at the estimated future cash flows, management made significant assumptions regarding future cash flows.

Financial assets are derecognised when the rights to receive cash flows from the assets have expired or have been transferred, and the City has transferred substantially all risks and rewards of ownership, or when the enterprise loses control of contractual rights that comprise the assets.

NON-DERIVATIVE FINANCIAL LIABILITIES

After initial recognition, the City measures all financial liabilities, including payables, at amortised cost, using the effective interest rate method. Financial liabilities include borrowings, other non-current liabilities (excluding provisions) and payables. Interest-bearing external loans and bank overdrafts are recorded net of direct issue costs. Finance charges, including premiums payable, are accounted for on an accrual basis.

Financial liabilities are derecognised when the obligation specified in the contract is discharged or cancelled, or when it expires.

DERIVATIVE FINANCIAL INSTRUMENTS

The City holds derivative financial instruments to hedge its foreign-currency risk exposures. Derivatives are initially measured at fair value; any directly attributable transaction costs are recognised in profit or loss, as incurred. Subsequent to initial recognition, derivatives are measured at fair value, and any changes are recognised in profit or loss.

PAYABLES

Payables are initially measured at fair value plus transactional cost, and are subsequently measured at amortised cost, using the effective interest rate method.

RECEIVABLES

Receivables that arise from contractual rights are classified as contractual receivables, while receivables that arise from the operation of law are classified as statutory receivables.

Contractual receivables are initially recognised at fair value plus transactional cost, which approximates amortised cost.

Statutory receivables are initially measured at the transaction amount of the corresponding exchange or non-exchange revenue transaction, and are subsequently measured at cost. Property rates are charged in terms of the Local Government: Municipal Property Rates Act 6 of 2004, and City Improvement District (CID) levies and traffic fines in terms of the municipal by-laws. The transaction amounts are based on approved tariff structures. Statutory receivables are derecognised when the rights to the cash flows are settled, transferred, expired or waived.

Included in the contractual receivables from exchange transactions, specifically water, refuse and sewerage, are receivables from availability charges that should be presented as contractual receivables from non-exchange receivables. The revenue relating to these receivables has been correctly split between exchange and non-exchange service charges in note 19.

RECEIVABLES (continued)

A provision for impairment of receivables is established when there is objective evidence that the City will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision for impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. Interest is charged on overdue amounts and recognised in the statement of financial performance.

Bad debts are written off in the year during which they are identified as irrecoverable, subject to approval by the appropriate delegated authority.

Amounts receivable within 12 months from the date of reporting are classified as current.

BUDGET INFORMATION

The annual budget figures have been prepared in accordance with the GRAP standards on an accrual basis, and are consistent with the accounting policies adopted by Council for the preparation of these financial statements.

The budget amounts are presented as a separate additional financial statement, called the statement of comparison of budget and actual amounts. Explanatory comments on material differences are provided in the notes to the financial statements.

Comparative information is not required for, and has therefore not been presented in, the statement of comparison of budget and actual amounts.

REVENUE RECOGNITION

Revenue is recognised net of indirect taxes, rebates and trade discounts, and consists primarily of rates, grants from National Government and Western Cape Provincial Government ('Province'), service charges, rentals, interest received and other services rendered. Revenue is recognised when it is probable that future economic benefits or services potential will flow to the City, and when these benefits can be reliably measured. Revenue from non-exchange transactions is generally recognised to the extent that the related receipt or receivable qualifies for recognition as an asset and there is no liability to repay the amount. Revenue arising from the application of the approved tariff charges is recognised when the relevant service is rendered, by applying the relevant authorised tariff. This includes the issuing of licences and permits.

REVENUE FROM EXCHANGE TRANSACTIONS

Exchange transactions are transactions in which the City receives assets or services, or has liabilities extinguished, and directly gives approximately equal value to another in exchange.

Service charges are levied in terms of the approved tariffs.

Credit meters are read on a periodic basis, and revenue is recognised provided that the economic benefits can be measured reliably. Where estimates of consumption are made, such estimates are recognised as income when invoiced and adjusted upon subsequent actual meter readings. An accrual based on a determined consumption factor is made for consumption not measured as at the end of the financial year.

Electricity services provided on a prepayment basis are recognised at the point of sale. An adjustment for an unutilised portion is made at year-end, based on the average consumption history.

Income in respect of housing rental and instalment sale agreements is accrued monthly.

Interest earned on investments is recognised in the statement of financial performance on a time-proportionate basis, which takes into account the effective yield on the investment. Interest may be transferred from the accumulated surplus to the housing development fund or the insurance reserve.

Interest earned on the following investments is not recognised in the statement of financial performance:

- ✓ Interest earned on trust funds is allocated directly to the fund.
- ✓ Interest earned on unutilised conditional grants is allocated directly to the creditor "Unspent conditional grants and receipts" if the grant conditions indicate, or where management has determined, that interest is payable to the funder.

Income for agency services, where the City acts as an agent, is recognised monthly once the income collected on behalf of principals is earned. The income is recognised in terms of the agency agreement.

Revenue from the sale of goods is recognised when all the following conditions have been satisfied:

- ✓ The City has transferred to the buyer the significant risks and rewards of ownership of the goods.
- ✓ The City retains neither continuing managerial involvement to the degree usually associated with ownership, nor effective control over the goods sold.
- ✓ The amount of revenue can be measured reliably.
- ✓ It is probable that economic benefits or service potential will flow to the City.
- ✓ The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the rendering of services is recognised when:

- ✓ It is probable that the economic benefits or service potential associated with the transaction will flow to the Entity, and
- ✓ The amount of revenue can be measured reliably.

REVENUE RECOGNITION (continued)

REVENUE FROM NON-EXCHANGE TRANSACTIONS

Non-exchange transactions are transactions where the City received revenue from another entity without giving approximately equal value in exchange.

Revenue from rates is recognised when the legal entitlement to this revenue arises. Collection charges are recognised when such amounts are legally enforceable. Interest on unpaid rates is recognised on a time-proportionate basis with reference to the principal amount receivable and the interest rate applicable.

A composite rating system, charging different rate tariffs, is used. Rebates are granted to certain categories of ratepayers, and are deducted from revenue.

Revenue from traffic fines is recognised on the date of the offence.

Donations are recognised on a cash receipt basis or, where the donation is in the form of property, plant and equipment, when the risks or rewards of ownership have transferred to the City. Donations are measured at fair value.

Income from the recovery of unauthorised, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Local Government: Municipal Finance Management Act 56 of 2003, and is recognised when recovered from the responsible party.

CONSTRUCTION CONTRACTS

ARRANGEMENTS UNDERTAKEN IN TERMS OF THE NATIONAL HOUSING PROGRAMME

In March 2021, the City received level-2 accreditation under the National Housing Code for its participation in the National Housing Programme. This accreditation now means that the City serves as a project developer in terms of arrangements relating to the construction and transfer of houses to the beneficiaries of the National Housing Programme.

Grants received to implement the National Housing Programme are recognised as contract revenue.

Contract revenue comprises:

a) the initial amount of revenue agreed in the contract; and
b) variations in contract work, claims and incentive payments to the extent that:
    i) it is probable that they will result in revenue; and
    ii) they are capable of being reliably measured.

Contract revenue is measured at the fair value of the consideration received or receivable.

When the outcome of a construction contract can be estimated reliably, contract revenue is recognised as revenue based on the stage of completion of the contract activity at the reporting date. The stage of completion is assessed with reference to a review of work performed. Otherwise, contract revenue is recognised only to the extent of contract costs that have been incurred and are likely to be recoverable.

The outcome of a construction contract can be estimated reliably when all the following conditions are satisfied:

a) Total contract revenue, if any, can be measured reliably.
b) It is probable that the economic benefits or service potential associated with the contract will flow to the Entity.
c) Both the contract costs to complete the contract and the stage of contract completion at the reporting date can be measured reliably.
d) The contract costs attributable to the contract can be clearly identified and measured reliably so that actual contract costs incurred can be compared with prior estimates.

Costs incurred to implement the National Housing Programme are expensed as contract costs. Contract costs comprise:

a) costs that relate directly to the specific contract;
b) costs that are attributable to contract activity in general and can be allocated to the contract on a systematic and rational basis; and
c) such other costs as are specifically chargeable to the customer under the terms of the contract.

Contract costs include the costs attributable to a contract from the date of securing the contract up to its final completion. Costs that cannot be attributed to contract activity or be allocated to a contract are excluded from the costs of a construction contract. Such costs include:

a) general administration costs for which reimbursement is not specified in the contract;
b) selling costs;
c) research and development costs for which reimbursement is not specified in the contract; and
d) depreciation of idle plant and equipment that is not used on a particular contract.

As with contract revenue, contract costs are recognised as expenses when the outcome of a construction contract can be estimated reliably, based on the stage of completion of the contract activity at the reporting date.

CONSTRUCTION CONTRACTS (continued)

OTHER TRANSACTIONS RELATED TO HOUSING ARRANGEMENTS

Other transactions may also arise from the housing arrangements. These may fall within the ambit of GRAP 11: Construction Contracts, GRAP 9: Revenue from Exchange Transactions, GRAP 23: Revenue from Non-Exchange Transactions, or GRAP 109: Accounting by Principals and Agents.

- ✓ Income from grants pertaining to the planning and construction of civil services for a project is considered to be grants and subsidies in terms of GRAP 23: Revenue from Non-Exchange transactions.
- ✓ Receipts directly attributable to the administration of beneficiaries are accounted for under operational revenue as housing services rendered in terms of GRAP 9: Revenue from Exchange Transactions.
- ✓ Receipts to register the title deed in the name of the beneficiary are regarded as receipts and payments on behalf of the beneficiaries in terms of GRAP 109: Accounting by Principals and Agents, which implies that the City is regarded as an agent.

LEASES

THE CITY AS LESSEE

Operating leases are those where risks and rewards of ownership are not transferred to the lessee. Payments made under operating leases are charged to the statement of financial performance on a straight-line basis over the period of the lease.

THE CITY AS LESSOR

Rental income from operating leases is recognised on a straight-line basis over the term of the lease.

GRANTS-IN-AID

The City transfers money to individuals, organisations and other sectors of government. When making these transfers, the City does not:

- ✓ receive any goods or services directly in return, as would be expected in a purchase or sale transaction;
- ✓ expect to be repaid in future; or
- ✓ expect a financial return, as would be expected from an investment.

These transfers are recognised in the statement of financial performance as expenses in the period during which the events giving rise to the transfer occurred.

BORROWING COSTS

Borrowing costs are recognised as an expense in the period during which they are incurred.

UNAUTHORISED, IRREGULAR, AND FRUITLESS AND WASTEFUL EXPENDITURE

Unauthorised, irregular, and fruitless and wasteful expenditure is accounted for as a capital or an operating expense in the financial statements and classified in accordance with the nature of the expense. Where recovered, it is subsequently accounted for as revenue.

The total amounts, nature and type of these expenses are disclosed in note 40.

SERVICES IN KIND

Services in kind are not recognised as revenue or assets, but the nature and type of services in kind are disclosed in note 21.

RELATED PARTIES

A related party is a person or an entity with the ability to control the Entity either individually or jointly, or the ability to exercise significant influence over the City, or vice versa.

Management is regarded as a related party, and comprises the councillors, Executive Mayor, Executive Deputy Mayor, Mayoral Committee (Mayco) members, City Manager and executive directors.

SEGMENT REPORTING

BASIS FOR SEGMENTATION

The City is a complex metropolitan municipality with a wide variety of goods and services managed by various business units. Operations are structured to achieve optimum service delivery, and the city produces various reports in which its activities are presented in several ways.

SEGMENT REPORTING (continued)

BASIS FOR SEGMENTATION (CONTINUED)

Reportable segments are organised around the type of service delivered and are aggregated for reporting purposes where management considers the economic characteristics and nature of services as sufficiently similar to warrant aggregation. The components of each aggregated segment are explained under the description of segment operations.

Reportable segments are identified based on activities of the City that generate economic benefits or service potential, including internal services that contribute to achieving the City's objectives without necessarily generating net cash inflows.

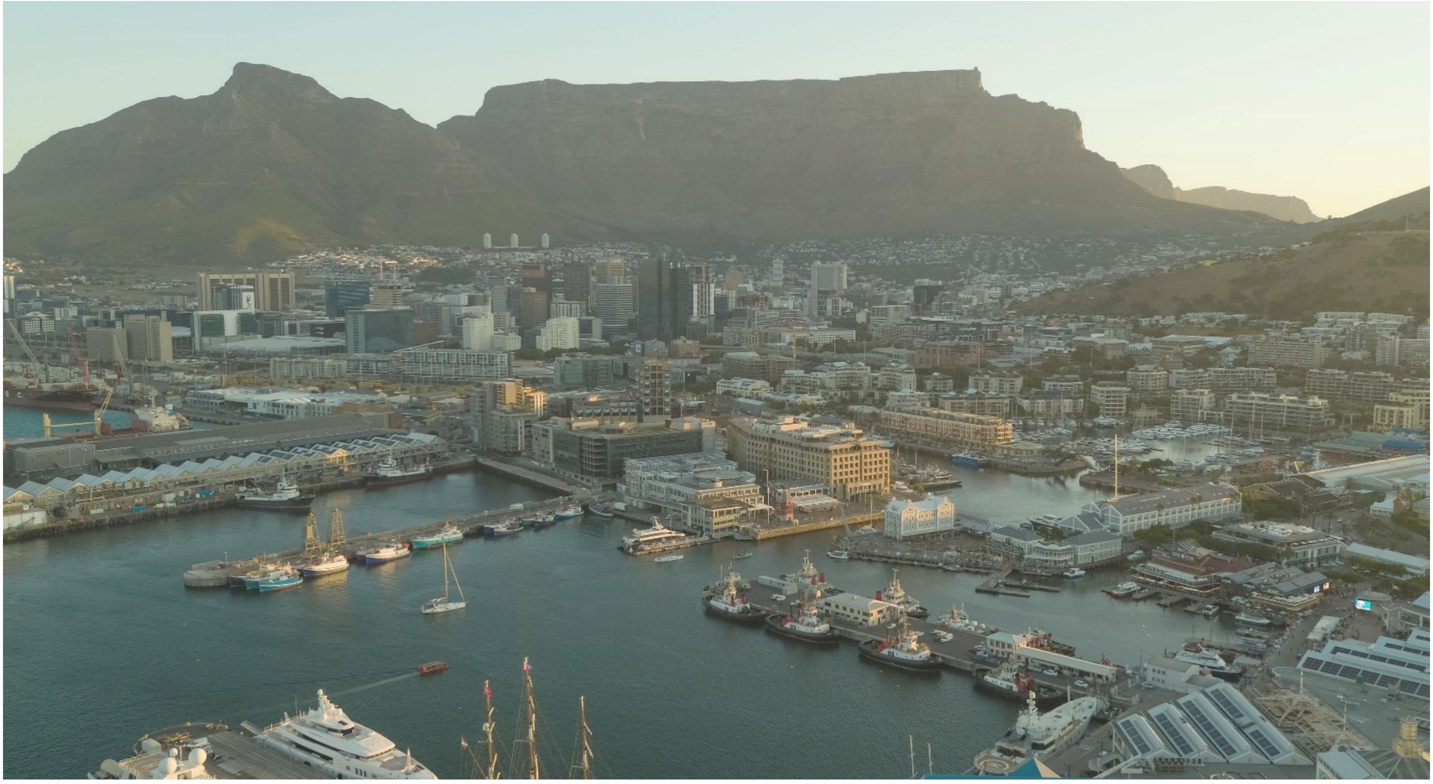
ACCOUNTING POLICY AND MEASUREMENT BASIS

The accounting policies of the reportable segments are the same as the City's accounting policies.

Inter-segment pricing is determined on an arm's-length basis, similar to transactions with third parties. Inter-segment revenues are eliminated upon consolidation and reflected in the "Inter-segment offsetting" column of the segment report.

GEOGRAPHIC INFORMATION

All the City's operations are located in the Republic of South Africa, in the Cape Town area. Information to report on different geographic areas is not available, and the cost to develop this functionality would be excessive.



STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Note	2025	2024
ASSETS			
Non-current assets		**75 849 787**	**70 371 869**
Property, plant and equipment	2	70 078 421	64 728 478
Heritage assets	3	10 324	10 340
Investment property	4	572 701	574 392
Intangible assets	5	940 199	835 011
Investments	6	4 248 048	4 223 415
Long-term receivables	7	94	233
Current assets		**23 156 982**	**21 281 622**
Inventory	8	510 200	477 648
Receivables	9	8 316 690	8 053 642
From non-exchange transactions		3 135 644	3 119 340
From exchange transactions		5 181 046	4 934 302
Investments	6	3 670 682	5 260 680
Value-added tax	10	82 816	201 872
Current portion of long-term receivables	7	64	205
Cash and cash equivalents	11	10 576 530	7 287 575
TOTAL ASSETS		**99 006 769**	**91 653 491**
LIABILITIES			
Non-current liabilities		**13 139 535**	**10 400 311**
Borrowings	12	6 529 854	4 093 807
Provisions	14	6 609 681	6 306 504
Current liabilities		**13 144 869**	**13 972 147**
Deposits	15	560 056	455 050
Provisions	14	1 918 135	1 845 184
Payables from exchange transactions	16	8 763 979	8 235 199
Unspent conditional grants and receipts	17	1 141 121	833 187
Current portion of borrowings	12	761 578	2 603 527
TOTAL LIABILITIES		**26 284 404**	**24 372 458**
NET ASSETS			
Total net assets		**72 722 365**	**67 281 033**
Housing development fund	18	296 487	278 974
Reserves		4 953 525	4 396 362
Accumulated surplus		67 472 353	62 605 697
TOTAL NET ASSETS AND LIABILITIES		**99 006 769**	**91 653 491**

STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Note	2025	2024
REVENUE			
Exchange revenue		**36 124 443**	**32 619 581**
Service charges	19	32 525 813	29 312 992
Rental of letting stock and facilities		535 280	465 769
Finance income	20	1 921 242	1 902 872
Licences and permits		41 705	43 613
Agency services		288 826	278 170
Other income	21	543 953	463 250
Gains on disposal of property, plant and equipment		267 624	152 915
Non-exchange revenue		**27 882 992**	**26 337 297**
Service charges	19	41 990	42 379
Finance income	20	145 735	137 912
Other income	21	572 305	365 552
Property rates	22	12 791 912	11 986 459
Fuel levy		2 749 549	2 639 290
Fines, penalties and forfeits		2 010 667	1 910 360
Government grants and subsidies	23	9 254 023	8 774 667
Construction contracts	24	233 145	261 227
Public contributions	25	83 666	219 451
TOTAL REVENUE		**64 007 435**	**58 956 878**
EXPENDITURE			
Employee-related costs	26	18 529 061	17 107 335
Remuneration of councillors	38.2.2.1	175 737	173 249
Impairment	27	3 075 517	2 900 067
Collection costs		262 257	285 373
Depreciation and amortisation[1]	2,4,5	3 774 015	3 464 793
Finance costs	28	846 823	828 707
Bulk purchases	29	16 511 493	14 078 064
Contracted services	30	3 757 825	3 446 135
Grants and subsidies paid		323 647	329 204
General expenses	31	11 302 258	10 778 817
Losses on disposal of property, plant and equipment		7 470	8 242
TOTAL EXPENDITURE		**58 566 103**	**53 399 986**
NET SURPLUS FROM OPERATIONS		**5 441 332**	**5 556 892**

[1] *See annexure B for more details.*

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25 March 2026

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Housing development fund	Capital replacement reserve	Insurance reserves	Accumulated surplus	Total
2024					
Balance as at 1 July 2023	**307 275**	**4 074 280**	**615 074**	**56 727 512**	**61 724 141**
Surplus for the year	-	-	-	5 556 892	5 556 892
Transfer (from)/to	(25 270)	944 370	(47 430)	(871 670)	-
Property, plant and equipment purchased	(3 031)	(1 189 932)	-	1 192 963	-
Balance as at 30 June 2024	**278 974**	**3 828 718**	**567 644**	**62 605 697**	**67 281 033**
2025					
Surplus for the year	-	-	-	5 441 332	5 441 332
Transfer (from)/to	(4 122)	1 553 073	(65 656)	(1 483 295)	-
Property, plant and equipment purchased	21 635	(930 254)	-	908 619	-
Balance as at 30 June 2025	**296 487**	**4 451 537**	**501 988**	**67 472 353**	**72 722 365**

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25 March 2026

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Note	2025	2024
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		58 700 212	53 289 675
Cash paid to suppliers and employees		(49 633 353)	(46 648 741)
Cash generated from operations	32	9 066 859	6 640 934
Dividend received	32	3 270	-
Finance income	32	2 024 210	1 992 741
Finance costs	32	(825 799)	(733 304)
NET CASH FROM OPERATING ACTIVITIES		**10 268 540**	**7 900 371**
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment and other		(9 663 726)	(8 824 051)
Proceeds on disposal of assets		347 083	186 319
Decrease in long-term receivables		341	1 013
Decrease in investments		1 579 285	616 688
NET CASH FROM INVESTING ACTIVITIES		**(7 737 017)**	**(8 020 031)**
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings	12	3 435 400	1 000 000
Repayment of borrowings		(2 670 952)	(1 685 895)
Borrowing transaction fees		(7 016)	(17 651)
NET CASH FROM FINANCING ACTIVITIES		**757 432**	**(703 546)**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**3 288 955**	**(823 206)**
Cash and cash equivalents at the beginning of the year		7 287 575	8 110 781
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	11	**10 576 530**	**7 287 575**

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25 March 2026

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Note	Approved budget 37.1	Virements 37.2	Final budget 37.1	Actual per annual financial statements classification 37.3	Classification differences 37.4.1	Recognition differences 37.4.2	Actual per budget classification	Variance: Final budget and actual amounts	Actual per budget as a % of final budget amount
STATEMENT OF FINANCIAL POSITION	37.5.1									
Total non-current assets		76 103 989	-	76 103 989	75 849 787	-	-	75 849 787	254 202	99,67
Total current assets	i	25 926 167	-	25 926 167	23 156 982	-	-	23 156 982	2 769 185	89,32
TOTAL ASSETS		**102 030 156**	**-**	**102 030 156**	**99 006 769**	**-**	**-**	**99 006 769**	**3 023 387**	**97,04**
Total non-current liabilities		17 208 380	-	17 208 380	13 139 535	-	-	13 139 535	4 068 845	76,36
Total current liabilities		14 592 218	-	14 592 218	13 144 869	-	-	13 144 869	1 447 349	90,08
TOTAL LIABILITIES		**31 800 598**	**-**	**31 800 598**	**26 284 404**	**-**	**-**	**26 284 404**	**5 516 194**	**82,65**
Total net assets		70 229 558	-	70 229 558	72 722 365	-	-	72 722 365	(2 492 807)	103,55
TOTAL NET ASSETS AND LIABILITIES		**102 030 156**	**-**	**102 030 156**	**99 006 769**	**-**	**-**	**99 006 769**	**3 023 387**	**97,04**
FINANCIAL PERFORMANCE	37.5.2									
Property rates		12 712 797	-	12 712 797	12 791 912	-	-	12 791 912	(79 115)	100,62
Service charges		31 279 059	-	31 279 059	32 567 803	(798 686)	-	31 769 117	(490 058)	101,57
Investment revenue	i	1 071 612	-	1 071 612	2 066 977	(507 894)	-	1 559 083	(487 471)	145,49
Transfers recognised - operational		7 069 217	-	7 069 217	6 887 691	70 079	-	6 957 770	111 447	98,42
Other own revenue		13 096 070	-	13 096 070	7 009 909	6 808 423	-	13 818 332	(722 262)	105,52
Total revenue (excluding capital transfers and contributions)		**65 228 755**	**-**	**65 228 755**	**61 324 292**	**5 571 922**	**-**	**66 896 214**	**(1 667 459)**	**102,56**
Employee costs		19 214 080	21 624	19 235 704	18 529 061	532	-	18 529 593	706 111	96,33
Remuneration of councillors		188 313	855	189 168	175 737	10 096	-	185 833	3 335	98,24
Debt impairment		3 065 161	-	3 065 161	3 075 517	(14 189)	-	3 061 328	3 833	99,87
Depreciation and asset impairment		3 804 737	-	3 804 737	3 774 015	14 188	-	3 788 203	16 534	99,57
Finance charges	ii	1 089 466	(1 673)	1 087 793	846 823	676	-	847 499	240 294	77,91
Materials and bulk purchases		23 138 050	(93 668)	23 044 382	16 511 493	6 898 616	-	23 410 109	(365 727)	101,59
Transfers and grants		420 430	(11 221)	409 209	323 647	49 847	-	373 494	35 715	91,27
Other expenditure		14 518 235	84 083	14 602 318	15 329 810	(1 457 567)	-	13 872 243	730 075	95,00
Total expenditure		**65 438 472**	**-**	**65 438 472**	**58 566 103**	**5 502 199**	**-**	**64 068 302**	**1 370 170**	**97,91**
Surplus		**(209 717)**	**-**	**(209 717)**	**2 758 189**	**69 723**	**-**	**2 827 912**	**(3 037 629)**	
Transfers recognised - capital	iii	3 158 243	-	3 158 243	2 599 477	13 045	-	2 612 522	545 721	82,72
Contributions recognised - capital and contributed assets		-	-	-	83 666	(82 768)	-	898	(898)	
Surplus after capital transfers and contributions		**2 948 526**	**-**	**2 948 526**	**5 441 332**	**-**	**-**	**5 441 332**	**(2 492 806)**	

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STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS (continued)

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Note	Approved budget 37.1	Virements 37.2	Final budget 37.1	Actual per annual financial statements classification 37.3	Classification differences 37.4.1	Recognition differences 37.4.2	Actual per budget classification	Variance: Final budget and actual amounts	Actual per budget as a % of final budget amount
CASH FLOW STATEMENT	37.5.3									
Net cash from operating	i	6 426 858	-	6 426 858	10 268 540	(105 006)	-	10 163 534	(3 736 676)	158,14
Net cash from investing	ii	(9 338 777)	-	(9 338 777)	(7 737 017)	-	-	(7 737 017)	(1 601 760)	82,85
Net cash from financing	iii	4 252 506	-	4 252 506	757 432	105 006	-	862 438	3 390 068	20,28
Net increase in cash and cash equivalents		**1 340 587**	**-**	**1 340 587**	**3 288 955**	**-**	**-**	**3 288 955**	**(1 948 368)**	**245,34**
Cash/cash equivalents at year-end		**8 628 162**	**-**	**8 628 162**	**10 576 530**	**-**	**-**	**10 576 530**	**(1 948 368)**	**122,58**
CAPITAL EXPENDITURE	37.6									
Community Services and Health	i	347 776	-	347 776	310 514	-	-	310 514	(37 262)	89,29
Corporate Services		436 614	-	436 614	420 495	-	-	420 495	(16 119)	96,31
Economic Growth	ii	127 449	-	127 449	94 371	-	-	94 371	(33 078)	74,05
Energy	iii	1 218 502	-	1 218 502	1 063 369	-	-	1 063 369	(155 133)	87,27
Finance		77 873	-	77 873	75 738	-	-	75 738	(2 135)	97,26
Future Planning and Resilience	iv	26 405	-	26 405	25 034	-	-	25 034	(1 371)	94,81
Human Settlements	v	1 094 530	-	1 094 530	939 469	-	-	939 469	(155 061)	85,83
Office of the City Manager		6 211	-	6 211	6 015	-	-	6 015	(196)	96,83
Safety and Security		472 532	-	472 532	467 103	-	(898)	466 205	(6 327)	98,66
Spatial Planning and Environment	vi	301 989	-	301 989	268 940	-	-	268 940	(33 049)	89,06
Urban Mobility	vii	2 156 762	-	2 156 762	1 583 173	-	-	1 583 173	(573 589)	73,41
Urban Waste Management	viii	416 696	-	416 696	330 954	-	53 689	384 643	(32 053)	92,31
Water and Sanitation	ix	4 713 049	-	4 713 049	3 713 424	-	-	3 713 424	(999 625)	78,79
TOTAL		**11 396 388**	**-**	**11 396 388**	**9 298 599**	**-**	**52 791**	**9 351 390**	**(2 044 998)**	**82,06[1]**

[1] The underspend on capital expenditure is mainly due to contractual contingency provisions that were included in the budget, but remained unspent. These contingencies, intended to cover unforeseen risks, are subject to strict access controls, and their underspend reflects prudent financial management and effective project management. Refer to note 37.6 for more details.

AUDITOR-GENERAL SOUTH AFRICA
Auditing to build public confidence
25 March 2026

SEGMENT REPORT

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	2025							
	Energy	Water and sanitation	Urban waste	Human settlements	Urban mobility	Governance, planning and community services	Inter-segment offsetting	TOTAL
STATEMENT OF FINANCIAL POSITION								
ASSETS								
Non-current assets	14 102 514	21 664 102	3 534 338	6 008 242	17 974 292	12 566 299	-	**75 849 787**
Current assets	7 460 620	1 588 756	2 301 227	265 765	71 291	75 395 907	(63 926 584)	**23 156 982**
TOTAL ASSETS	**21 563 134**	**23 252 858**	**5 835 565**	**6 274 007**	**18 045 583**	**87 962 206**	**-**	**99 006 769**
LIABILITIES								
Non-current liabilities	5 820 190	11 021 976	3 043 819	617 217	963 249	14 258 909	(22 585 825)	**13 139 535**
Current liabilities	3 175 922	3 800 405	672 612	7 714 259	31 690 131	7 432 299	(41 340 759)	**13 144 869**
TOTAL LIABILITIES	**8 996 112**	**14 822 381**	**3 716 431**	**8 331 476**	**32 653 380**	**21 691 208**	**-**	**26 284 404**
ADDITIONS TO PPE AND OTHER ASSETS	**1 063 268**	**3 722 278**	**330 957**	**911 033**	**1 603 971**	**1 667 092**	**-**	**9 298 599**
STATEMENT OF FINANCIAL PERFORMANCE								
REVENUE								
Exchange revenue	**22 711 211**	**8 119 317**	**1 557 613**	**193 132**	**534 697**	**3 008 473**	**-**	**36 124 443**
Service charges	22 513 508	7 810 475	1 468 458	(78)	377 175	356 275	-	**32 525 813**
Rental of letting stock and facilities	34	275	-	180 145	408	354 418	-	**535 280**
Finance income	53 477	239 036	38 333	76	8 019	1 582 301	-	**1 921 242**
Licences and permits	-	-	-	-	7 910	33 795	-	**41 705**
Income from agency services	-	-	-	-	-	288 826	-	**288 826**
Other income	141 583	66 024	21 462	12 642	140 302	161 940	-	**543 953**
Gains on disposal of PPE	2 609	3 507	29 360	347	883	230 918	-	**267 624**
Non-exchange revenue	**198 232**	**1 746 046**	**609 150**	**1 461 099**	**1 854 075**	**22 014 390**	**-**	**27 882 992**
Service charges	-	30 720	11 270	-	-	-	-	**41 990**
Finance income	-	-	-	-	-	145 735	-	**145 735**
Other income	-	-	-	-	-	572 305	-	**572 305**
Property rates	-	-	-	-	-	12 791 912	-	**12 791 912**
Fuel levy	-	-	-	-	-	2 749 549	-	**2 749 549**
Fines	8	584	642	127	3 223	2 006 083	-	**2 010 667**
Government grants and subsidies	198 224	1 695 196	597 238	1 227 827	1 802 689	3 732 849	-	**9 254 023**
Construction contracts	-	-	-	233 145	-	-	-	**233 145**
Public contributions	-	19 546	-	-	48 163	15 957	-	**83 666**
Inter-segment revenue	**1 018 752**	**2 948 024**	**3 122 324**	**18 576**	**1 064**	**4 984 571**	**(12 093 311)**	**-**
TOTAL REVENUE	**23 928 195**	**12 813 387**	**5 289 087**	**1 672 807**	**2 389 836**	**30 007 434**	**(12 093 311)**	**64 007 435**
EXPENDITURE	**19 635 188**	**7 688 796**	**3 750 563**	**1 670 179**	**4 372 868**	**21 448 509**	**-**	**58 566 103**
Employee-related costs	1 642 762	2 550 184	1 476 502	535 122	994 182	11 330 309	-	**18 529 061**
Remuneration of councillors	-	-	-	-	-	175 737	-	**175 737**
Impairment	191 630	743 170	107 892	70 762	74	1 961 989	-	**3 075 517**
Collection costs	68 169	8 419	1 896	-	-	183 773	-	**262 257**
Depreciation and amortisation expense	497 151	811 901	254 793	187 225	823 115	1 199 830	-	**3 774 015**
Finance costs	-	-	44 829	-	-	801 994	-	**846 823**
Bulk purchases	16 333 059	178 434	-	-	-	-	-	**16 511 493**
Contracted services	320 705	1 018 750	886 863	10 201	1 198 324	322 982	-	**3 757 825**
Grants and subsidies paid	4 150	48 207	3 900	-	-	267 390	-	**323 647**
General expenses	577 152	2 328 098	973 204	865 395	1 357 106	5 201 303	-	**11 302 258**
Loss on disposal of PPE	410	1 633	684	1 474	67	3 202	-	**7 470**
Inter-segment expenses	**3 119 469**	**3 835 244**	**1 034 626**	**466 372**	**213 582**	**3 424 018**	**(12 093 311)**	**-**
TOTAL EXPENDITURE	**22 754 657**	**11 524 040**	**4 785 189**	**2 136 551**	**4 586 450**	**24 872 527**	**(12 093 311)**	**58 566 103**
Surplus/(deficit)	**1 173 538**	**1 289 347**	**503 898**	**(463 744)**	**(2 196 614)**	**5 134 907**	**-**	**5 441 332**
Activity-based costing	20 105	(1 873)	34 083	33 910	109 424	(195 649)	-	**-**
Support services	402 909	863 535	483 784	297 574	367 367	(2 415 169)	-	**-**
NET SURPLUS/(DEFICIT) FROM OPERATIONS	**750 524**	**427 685**	**(13 969)**	**(795 228)**	**(2 673 405)**	**7 745 725**	**-**	**5 441 332**

SEGMENT REPORT (continued)

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	2024							
	Energy	Water and sanitation	Urban waste	Human settlements	Urban mobility	Governance, planning and community services	Inter-segment offsetting	TOTAL
STATEMENT OF FINANCIAL POSITION								
ASSETS								
Non-current assets	13 284 286	18 637 618	3 497 029	5 440 528	17 064 681	12 447 727	-	**70 371 869**
Current assets	6 737 832	2 191 949	1 733 298	118 787	76 303	65 237 710	(54 814 257)	**21 281 622**
TOTAL ASSETS	**20 022 118**	**20 829 567**	**5 230 327**	**5 559 315**	**17 140 984**	**77 685 437**	**(54 814 257)**	**91 653 491**
LIABILITIES								
Non-current liabilities	5 519 053	10 199 754	2 419 990	479 013	818 796	10 843 261	(19 879 556)	**10 400 311**
Current liabilities	2 686 567	2 627 021	677 234	6 342 543	28 256 580	8 316 903	(34 934 701)	**13 972 147**
TOTAL LIABILITIES	**8 205 620**	**12 826 775**	**3 097 224**	**6 821 556**	**29 075 376**	**19 160 164**	**(54 814 257)**	**24 372 458**
ADDITIONS TO PPE AND OTHER ASSETS	**1 111 045**	**3 345 544**	**584 546**	**867 224**	**1 615 585**	**1 866 827**	**-**	**9 390 771**
STATEMENT OF FINANCIAL PERFORMANCE								
REVENUE								
Exchange revenue	**20 107 558**	**7 584 903**	**1 434 483**	**215 738**	**464 267**	**2 812 632**	**-**	**32 619 581**
Service charges	19 948 137	7 306 325	1 373 833	298	332 366	352 033	-	**29 312 992**
Rental of letting stock and facilities	29	271	-	202 243	573	262 653	-	**465 769**
Finance income	36 058	223 749	40 037	125	12 127	1 590 776	-	**1 902 872**
Licences and permits	-	-	-	-	10 737	32 876	-	**43 613**
Income from agency services	-	-	-	-	-	278 170	-	**278 170**
Other income	120 806	49 696	17 570	12 626	107 742	154 810	-	**463 250**
Gains on disposal of PPE	2 528	4 862	3 043	446	722	141 314	-	**152 915**
Non-exchange revenue	**194 032**	**1 698 421**	**658 411**	**1 416 246**	**1 810 731**	**20 559 456**	**-**	**26 337 297**
Service charges	-	31 159	11 220	-	-	-	-	**42 379**
Finance income	-	-	-	-	-	137 912	-	**137 912**
Other income	-	-	-	-	-	365 552	-	**365 552**
Property rates	-	-	-	-	-	11 986 459	-	**11 986 459**
Fuel levy	-	-	-	-	-	2 639 290	-	**2 639 290**
Fines	3 165	3 023	9 051	6 629	7 796	1 880 696	-	**1 910 360**
Government grants and subsidies	190 867	1 661 218	638 140	1 148 390	1 611 853	3 524 199	-	**8 774 667**
Construction contracts	-	-	-	261 227	-	-	-	**261 227**
Public contributions	-	3 021	-	-	191 082	25 348	-	**219 451**
Inter-segment revenue	**885 162**	**2 440 931**	**2 862 122**	**9 234**	**2 656**	**4 385 444**	**(10 585 549)**	**-**
TOTAL REVENUE	**21 186 752**	**11 724 255**	**4 955 016**	**1 641 218**	**2 277 654**	**27 757 532**	**(10 585 549)**	**58 956 878**
EXPENDITURE	**16 932 768**	**7 326 014**	**3 522 246**	**1 577 782**	**4 295 067**	**19 746 109**	**-**	**53 399 986**
Employee-related costs	1 508 797	2 470 578	1 380 905	485 520	928 297	10 333 238	-	**17 107 335**
Remuneration of councillors	-	-	-	-	-	173 249	-	**173 249**
Impairment	127 198	727 803	119 749	142 467	269	1 782 581	-	**2 900 067**
Collection costs	62 467	7 726	2 059	-	-	213 121	-	**285 373**
Depreciation and amortisation expense	475 846	711 275	215 669	165 399	781 598	1 115 006	-	**3 464 793**
Finance costs	-	-	44 183	-	-	784 524	-	**828 707**
Bulk purchases	13 941 386	136 678	-	-	-	-	-	**14 078 064**
Contracted services	244 079	935 489	760 652	10 286	1 197 145	298 484	-	**3 446 135**
Grants and subsidies paid	1 900	28 216	2 600	-	-	296 488	-	**329 204**
General expenses	570 588	2 306 601	996 223	772 009	1 387 587	4 745 809	-	**10 778 817**
Loss on disposal of PPE	507	1 648	206	2 101	171	3 609	-	**8 242**
Inter-segment expenses	**2 992 424**	**3 081 048**	**888 294**	**389 919**	**148 403**	**3 085 461**	**(10 585 549)**	**-**
TOTAL EXPENDITURE	**19 925 192**	**10 407 062**	**4 410 540**	**1 967 701**	**4 443 470**	**22 831 570**	**(10 585 549)**	**53 399 986**
Surplus/(deficit)	**1 261 560**	**1 317 193**	**544 476**	**(326 483)**	**(2 165 816)**	**4 925 962**	**-**	**5 556 892**
Activity-based costing	22 814	23 701	49 756	49 275	149 186	(294 732)	-	-
Support services	346 177	770 438	395 932	264 829	312 174	(2 089 550)	-	-
NET SURPLUS/(DEFICIT) FROM OPERATIONS	**892 569**	**523 054**	**98 788**	**(640 587)**	**(2 627 176)**	**7 310 244**	**-**	**5 556 892**

In the current financial year, the reportable segments were revised to better align with how executive management and Council assess performance and make strategic decisions. Prior-year figures have been revised accordingly to reflect the new segments.

DESCRIPTION OF SEGMENTS AND PRINCIPAL ACTIVITIES

The following summary describes the principal activities and operations of each reportable segment.

REPORTABLE SEGMENTS'	PRINCIPAL ACTIVITIES AND OPERATIONS
Energy	Distributing electricity to residential, commercial and industrial customers in Cape Town, and providing the link between Eskom and electricity consumers. Constructing and maintaining the equipment that transforms the power supply for consumers' needs.
Water and sanitation	Providing residents, business and industry with clean, safe and reliable drinking water. This entails many diverse activities, from the management of water catchment areas and water storage to distribution. Treating wastewater and safely disposing of it back into the environment.
Urban waste	Collecting and disposing of waste in a safe manner, as required by legislation. Ensuring the general cleanliness of the city's streets and public spaces.
Human settlements	Providing sustainable human settlements by delivering adequate housing and upgrading informal settlements.
Urban mobility	Managing and improving the city's transportation systems and public mobility infrastructure, while ensuring a more integrated, safe, accessible, and sustainable transport network.
Governance, planning and community services	All aspects of governance and financial administration in the City, including urban planning and development, public safety, and community services. These functions involve a wide range of activities carried out by various departments.

ALLOCATION OF ASSETS, LIABILITIES, REVENUE AND EXPENDITURE

The allocation of assets, liabilities, revenue and expenditure to the various segments is consistent with management's internal reporting and decision-making, which is considered a reasonable basis for allocation.

All amounts indicated in Rand thousands (R'000)

1. FINANCIAL RISK MANAGEMENT

Exposure to currency, interest rate, liquidity and credit risk arises in the normal course of the City's operations. This note presents information about the City's exposure to each of the above risks, the policies and processes for measuring and managing risk, as well as the City's management of capital. Further quantitative disclosures are included throughout these financial statements.

The accounting policy for financial instruments was applied to the following statement of financial position items:

	Amortised cost	Fair value	Cost	Total carrying amount	Fair value
2025					
Financial assets					
Investments	373 292	7 217 503	327 935	7 918 730	7 895 797
Long-term receivables	158	-	-	158	158
Contractual receivables	4 536 757	-	-	4 536 757	4 536 757
Cash and cash equivalents	9 113 858	1 462 672		10 576 530	10 576 530
TOTAL	**14 024 065**	**8 680 175**	**327 935**	**23 032 175**	**23 009 242**
Statutory assets					
Receivables	**3 206 736**	**-**	**-**	**3 206 736**	**3 206 736**
2024					
Financial assets					
Investments	2 145 941	7 010 219	327 935	9 484 095	9 503 541
Long-term receivables	438	-	-	438	438
Contractual receivables	4 408 581	-	-	4 408 581	4 408 581
Cash and cash equivalents	5 636 287	1 651 288	-	7 287 575	7 287 575
TOTAL	**12 191 247**	**8 661 507**	**327 935**	**21 180 689**	**21 200 135**
Statutory assets					
Receivables	**3 199 138**	**-**	**-**	**3 199 138**	**3 199 138**

	Amortised cost	Total carrying amount	Fair value
2025			
Non-derivative financial liabilities			
Borrowings	7 291 432	7 291 432	7 147 150
Payables	7 242 627	7 242 627	7 242 627
TOTAL	**14 534 059**	**14 534 059**	**14 389 777**
Derivative financial liabilities			
Forward exchange contracts	**16 223**	**16 223**	**16 223**
2024			
Non-derivative financial liabilities			
Borrowings	6 697 334	6 697 334	6 608 708
Payables	6 947 877	6 947 877	6 947 877
TOTAL	**13 645 211**	**13 645 211**	**13 556 585**
Derivative financial liabilities			
Forward exchange contracts	**4 247**	**4 247**	**4 247**

All amounts indicated in Rand thousands (R'000)

1. FINANCIAL RISK MANAGEMENT (continued)

1.1 FAIR VALUES

The following table analyses financial instruments carried at fair value at the end of the reporting period, by level of fair-value hierarchy. The different levels are based on the extent to which quoted prices are used in the calculation of the fair value of the financial instruments, and have been defined as follows:

Level 1: Fair values are based on quoted market prices (unadjusted) in active markets for an identical instrument.

Level 2: Fair values are calculated using valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using quoted market prices in active markets for similar instruments, quoted prices for identical or similar instruments in markets that are considered less than active, or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Fair values are based on valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data, and the unobservable inputs have a significant effect on the instrument's valuation. Also, this category includes instruments that are valued based on quoted prices for similar instruments, where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

	Level 1	Level 2	Level 3	Total
2025				
Financial assets				
Investments	2 726 972	4 490 531	-	7 217 503
Cash and cash equivalents	-	1 462 672	-	1 462 672
TOTAL	**2 726 972**	**5 953 203**	**-**	**8 680 175**
Financial liabilities				
Borrowings	**7 291 432**	**-**	**-**	**7 291 432**
Derivative financial liabilities				
Forward exchange contracts	**16 223**	**-**	**-**	**16 223**
2024				
Financial assets				
Investments	2 542 338	4 467 881	-	7 010 219
Cash and cash equivalents	-	1 651 288	-	1 651 288
TOTAL	**2 542 338**	**6 119 169**	**-**	**8 661 507**
Financial liabilities				
Borrowings	**6 697 334**	**-**	**-**	**6 697 334**
Derivative financial liabilities				
Forward exchange contracts	**4 247**	**-**	**-**	**4 247**

1.2 LIQUIDITY RISK

Liquidity risk is the risk of the City not being able to meet its obligations as they fall due. The City's approach to managing liquidity risk is to ensure that sufficient cash is available to meet its expected operating expenses and liabilities when due, without incurring unacceptable losses or risking damage to the City's reputation. This is achieved by using cash flow forecasts.

The following are contractual liabilities of which interest is included in borrowings:

	Up to 1 year	1-5 years	>5 years	Total
2025				
Non-derivative financial liabilities	**8 682 270**	**4 525 506**	**5 829 516**	**19 037 292**
Borrowings	1 439 643	4 525 506	5 829 516	11 794 665
Capital repayments	761 578	2 459 745	4 070 109	7 291 432
Interest	678 065	2 065 761	1 759 407	4 503 233
Payables	7 242 627	-	-	7 242 627
Derivative liabilities	16 223	-	-	16 223
Forward exchange contracts	16 223	-	-	16 223
TOTAL	**8 698 493**	**4 525 506**	**5 829 516**	**19 053 515**

All amounts indicated in Rand thousands (R'000)

1. FINANCIAL RISK MANAGEMENT (continued)

1.3 CREDIT RISK

Credit risk is the risk of financial loss to the City if customers or counterparties to financial instruments fail to meet their contractual obligations, and arises principally from the City's investments, receivables, and cash and cash equivalents.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk as at 30 June was as follows:

	2025	2024
Financial assets	**22 704 240**	**20 852 754**
Investments	7 590 795	9 156 160
Long-term receivables – see note 7	158	438
Contractual receivables	4 536 757	4 408 581
Cash and cash equivalents	10 576 530	7 287 575
Statutory assets		
Receivables	3 206 736	3 199 138
TOTAL	**25 910 976**	**24 051 892**

Investments, and cash and cash equivalents

The City limits its exposure to credit risk by investing with only reputable financial institutions that have a sound credit rating, and within specific guidelines set in accordance with Council's approved investment policy. Consequently, the City does not consider there to be any significant exposure to credit risk.

Long-term receivables

Loans were granted and are managed in accordance with policies and regulations as set out in note 7. The associated interest rates and repayments are clearly defined and, where appropriate, the City obtains certain suitable forms of security when granting loans. Allowances for impairment are made in certain instances. No further loans have been awarded.

Receivables

Receivables are amounts owing by consumers, and are presented net of impairment losses. The City has a credit risk policy in place, and the exposure to credit risk is monitored on an ongoing basis. The City is compelled in terms of its constitutional mandate to provide all its residents with basic minimum services, without recourse to an assessment of creditworthiness. The objectives, policies and processes for managing and measuring the City's risk during the year in review have remained stable. The City's strategy for managing risk is inherent in its credit control and debt collection as well as tariff policy measures, which include encouraging residents to install prepaid electricity meters. In certain instances, a deposit is required for new service connections.

The City's maximum exposure to credit risk is represented by the carrying value of each financial asset in the statement of financial position. The City has no significant concentration of credit risk, with exposure spread over multiple consumers and not concentrated in any particular sector or geographic area. The City establishes an allowance for impairment that represents its estimate of anticipated losses in respect of receivables. The outstanding amounts of the ten largest debtors represent R275,14 million (2024: R276,40 million). The average credit period on services rendered is 30 days from date of invoice. Interest is raised at prime plus 1% on any unpaid accounts after the due date. Receivables are provided for based on estimated irrecoverable amounts, as explained in the accounting policy. Additional information relating to the analysis of receivables is given in note 9.

Payments on accounts of debtors who are unable to pay due to an adverse change in their circumstances are renegotiated as part of an ongoing customer relationship. Traffic fines can be disputed in writing, which can lead to a renegotiated fine.

1.4 CAPITAL MANAGEMENT

The primary objective of managing the City's capital is to ensure that there is sufficient cash available to support the City's funding requirements, including capital expenditure, so that the City remains financially sound. This is done by means of the following key ratios:

- **Cost coverage ratio**, which is used to calculate the City's ability to meet its monthly operating commitments from cash and short-term investments without collecting any additional revenue, during that month
- **Net-debt-to-income ratio**, which is used to determine the affordability of total borrowings to be funded from operating revenue

All amounts indicated in Rand thousands (R'000)

1. FINANCIAL RISK MANAGEMENT (continued)

1.5 PRICE RISK

The City is exposed to price risk because of investments held by the City and classified as financial instruments carried at fair value. The City is not exposed to commodity price risk. To manage its price risk arising from investments, the City diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the City. The exposure to price risk is not material to the City and, consequently, is not elaborated on any further.

1.6 MARKET RISK

Market risk is the risk that changes in market prices, such as interest rates and foreign-exchange rates may affect the City's income or the value of its financial instrument holdings. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on the risk.

1.6.1 Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument may fluctuate because of changes in market interest rates. The City's exposure to the risk of changes in market rates relates primarily to the City's investments with floating interest rates.

The effective rates on financial instruments as at 30 June 2025 were as follows:

MATURITY OF INTEREST-BEARING ASSETS/LIABILITIES

	Weighted average interest rate %	1 year or less	1-5 years	>5 years	Total
Financial assets					
Investments	9,25	5 133 354	3 700 915	219 198	9 053 467
Cash and cash equivalents	7,73	9 113 858	-	-	9 113 858
TOTAL		**14 247 212**	**3 700 915**	**219 198**	**18 167 325**
Financial liabilities					
Borrowings	9,44	**761 578**	**2 459 745**	**4 070 109**	**7 291 432**

Sensitivity analysis

Financial assets

As at 30 June 2025, if the weighted average interest rate at that date had been 100 basis points higher, with all other variables held constant, the fair-value impact on the statement of financial performance would have been R195,24 million (2024: R152,54 million) with the opposite effect if the interest rate had been 100 basis points lower. The sensitivity analysis is performed by dividing the total investment interest earned for the year by the average interest rate earned to give the effect of a one-percent movement in interest rates.

Financial liabilities

As at 30 June 2025, if the interest rate on the Nedbank loan 830021027 at that date had been 100 basis points higher, with all other variables held constant, the fair-value impact on the statement of financial performance would have been R0,636 million (2024: R0,247 million), with the opposite effect if the interest rate had been 100 basis points lower. The sensitivity analysis is performed by computing the difference between the year's interest expense on the Nedbank loan at the current rate of 9,167% and at a rate of 1% higher/lower.

1.6.2 Currency risk

The City is exposed to foreign-currency risk through the importation of goods and services, either directly or indirectly, via the award of contracts to local importers. The City manages any material direct exposure to foreign-currency risk by entering into forward exchange contracts. The City manages its indirect exposure by requiring the local importer to take out a forward exchange contract at the time of procurement so as to predetermine the rand value of the contracted goods or services.

Sensitivity analysis

Financial liabilities

As at 30 June 2025, if the foreign-exchange rate at that date had been 5% higher, with all other variables held constant, the surplus for the year would have decreased by R9,61 million (2024: R8,70 million) due to the changes in the carrying value of the foreign-exchange liability at the reporting date, with the opposite effect if the foreign exchange rate had been 5% lower.

All amounts indicated in Rand thousands (R'000)

2. PROPERTY, PLANT AND EQUIPMENT

	As at 30 June 2025			As at 30 June 2024		
	Cost price	Accumulated depreciation	Carrying value	Cost price	Accumulated depreciation	Carrying value
Land and buildings	5 753 979	(1 518 541)	4 235 438	5 605 843	(1 429 167)	4 176 676
Infrastructure	72 790 989	(23 240 213)	49 550 776	66 533 167	(21 293 857)	45 239 310
Community	6 350 029	(2 256 899)	4 093 130	5 881 560	(2 123 638)	3 757 922
Other	16 733 239	(9 232 699)	7 500 540	15 473 277	(8 716 998)	6 756 279
Living resources	2 062	(950)	1 112	1 312	(802)	510
Service concession	6 436 473	(3 729 269)	2 707 204	6 376 347	(3 537 693)	2 838 654
Housing rental stock	3 570 804	(1 580 583)	1 990 221	3 437 764	(1 478 637)	1 959 127
TOTAL	**111 637 575**	**(41 559 154)**	**70 078 421**	**103 309 270**	**(38 580 792)**	**64 728 478**

RECONCILIATION

	Opening balance	Transfers/ adjustments	Additions	Disposals	Depreciation	Impairment	Carrying value
As at 30 June 2025							
Land and buildings	4 176 676	53 160	95 044	(100)	(78 442)	(10 900)	4 235 438
Infrastructure	45 239 310	(519 821)	6 778 131	(194)	(1 946 614)	(36)	49 550 776
Community	3 757 922	30 850	437 429	-	(132 539)	(532)	4 093 130
Other	6 756 279	276 811	1 667 074	(75 627)	(1 121 277)	(2 720)	7 500 540
Living resources	510	-	750	-	(148)	-	1 112
Service concession	2 838 654	(84)	85 081	(7 725)	(208 722)	-	2 707 204
Housing rental stock	1 959 127	14 592	132 567	(1 830)	(114 235)	-	1 990 221
TOTAL	**64 728 478**	**(144 492)**	**9 196 076**	**(85 476)**	**(3 601 977)**	**(14 188)**	**70 078 421**

(See annexure B for more details.)

As at 30 June 2024							
Land and buildings	3 895 672	61 273	262 634	(46)	(18 461)	(24 396)	4 176 676
Infrastructure	40 449 825	(25 533)	6 608 388	(33)	(1 793 337)	-	45 239 310
Community	3 639 578	32 568	210 539	-	(124 763)	-	3 757 922
Other	6 014 661	(88 342)	1 917 768	(39 003)	(1 042 205)	(6 600)	6 756 279
Living resources	206	-	340	-	(36)	-	510
Service concession	3 018 301	(3)	47 041	(168)	(226 517)	-	2 838 654
Housing rental stock	1 972 707	(14 823)	112 171	(2 341)	(108 587)	-	1 959 127
TOTAL	**58 990 950**	**(34 860)**	**9 158 881**	**(41 591)**	**(3 313 906)**	**(30 996)**	**64 728 478**

All amounts indicated in Rand thousands (R'000)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Assets under construction

Carrying value	2025	2024
Infrastructure	9 850 842	6 975 037
Community	264 509	228 388
Other	614 488	572 941
Service concession	3 543	10 715
TOTAL	**10 733 382**	**7 787 081**

PPE projects

Significantly delayed	2025	2024
Infrastructure	533 506	476 527
Community	-	359
Other	26 708	12 299
TOTAL	**560 214**	**489 185**

The significant delays in the current year mainly relate to delays in the completion of work at various informal settlements and housing projects worth R426,91 million, the Bayside canal upgrade worth R66,24 million, a new Law Enforcement base worth R30,37 million, and the new Events online application system worth R19,94 million.

Halted	2025	2024
Infrastructure	84 077	182 776
Community	5 999	359
Other	2 514	-
TOTAL	**92 590**	**183 135**

The halted projects in the current year mainly relate to contractual disputes in respect of the Bayside canal upgrade worth R66,24 million, and regulatory delays with regard to the new Noordhoek low-voltage depot worth R11,32 million.

Capital commitments

Approved and contracted-for capital expenditure	2025	2024
Infrastructure	12 832 053	9 228 049
Community	18 834	22 861
Other	90 934	216 012
TOTAL	**12 941 821**	**9 466 922**

Repairs and maintenance

An amount of R4,07 billion (2024: R3,83 billion) was spent during the year in review. In determining this amount, the City has exclusively disclosed amounts charged by service providers.

Residual value

During the current financial year, the City reviewed the estimated useful lives and residual values of PPE, where appropriate – see note 36.

Impairment of non-cash-generating assets

The recoverable amount of impaired assets is R6,42 million (2024: R142,78 million). Impairment losses arise mainly from damage to movable and immovable City assets due to accidents and protest actions, storm damage, as well as impairment of land purchased for social housing purposes.

All amounts indicated in Rand thousands (R'000)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Non-living resources

The City is responsible for the following non-living resources that do not meet the definition of an asset:

- Water in dams and reservoirs. Once treated, water is disclosed as inventory in note 8, and revenue for the sale of treated water is disclosed as service charges in note 19.
- Nature reserves, parks and the coastline: The entrance fees for these areas are not material.

Service concession assets

The City has made service concession arrangements with three operators on the MyCiTi integrated rapid transit (IRT) system as well as with the CTS. The assets involved are IRT buses, related depots and the CTS. However, the City retains full control over the nature and extent of the services that the operators must perform.

3. HERITAGE ASSETS

	As at 30 June 2025			As at 30 June 2024		
	Cost price	Accumulated depreciation	Carrying value	Cost price	Accumulated depreciation	Carrying value
Paintings and museum items	**10 324**	**-**	**10 324**	**10 340**	**-**	**10 340**

RECONCILIATION

	Opening balance	Transfers/ adjustments	Additions	Disposals	Carrying value
As at 30 June 2025					
Paintings and museum items	**10 340**	**-**	**-**	**(16)**	**10 324**

(See annexure B for more details.)

	Opening balance	Transfers/ adjustments	Additions	Disposals	Carrying value
As at 30 June 2024					
Paintings and museum items	**10 268**	**-**	**77**	**(5)**	**10 340**

Heritage assets are held at cost, as it is impracticable to determine their fair value.

All amounts indicated in Rand thousands (R'000)

4. INVESTMENT PROPERTY

	As at 30 June 2025			As at 30 June 2024		
	Cost price	Accumulated depreciation	Carrying value	Cost price	Accumulated depreciation	Carrying value
Land and buildings	**642 483**	**(69 782)**	**572 701**	**642 643**	**(68 251)**	**574 392**

RECONCILIATION

	Opening balance	Transfers/ adjustments	Additions	Depreciation	Disposals	Carrying value
As at 30 June 2025						
Land and buildings	**574 392**	**(58)**	**-**	**(1 633)**	**-**	**572 701**

(See annexure B for more details.)

	Opening balance	Transfers/ adjustments	Additions	Depreciation	Disposals	Carrying value
As at 30 June 2024						
Land and buildings	**576 106**	**-**	**-**	**(1 714)**	**-**	**574 392**

Repairs and maintenance

An amount of R0,04 million (2024: R0,05 million) was spent during the year in review. In determining this amount, the City has exclusively disclosed amounts charged by service providers.

5. INTANGIBLE ASSETS

	As at 30 June 2025			As at 30 June 2024		
	Cost price	Accumulated amortisation	Carrying value	Cost price	Accumulated amortisation	Carrying value
Acquisition of rights	561 443	(561 443)	-	561 443	(561 071)	372
Computer software	2 252 128	(1 311 929)	940 199	1 998 769	(1 164 130)	834 639
TOTAL	**2 813 571**	**(1 873 372)**	**940 199**	**2 560 212**	**(1 725 201)**	**835 011**

RECONCILIATION

	Opening balance	Transfers/ adjustments	Additions	Amortisation	Disposal	Carrying value
As at 30 June 2025						
Acquisition of rights	372	-	-	(372)	-	-
Computer software	834 639	174 507	102 523	(170 033)	(1 437)	940 199
TOTAL	**835 011**	**174 507**	**102 523**	**(170 405)**	**(1 437)**	**940 199**

(See annexure B for more details.)

	Opening balance	Transfers/ adjustments	Additions	Amortisation	Disposal	Carrying value
As at 30 June 2024						
Acquisition of rights	5 008	-	-	(4 636)	-	372
Computer software	728 836	18 577	231 813	(144 537)	(50)	834 639
TOTAL	**733 844**	**18 577**	**231 813**	**(149 173)**	**(50)**	**835 011**

Included in computer software above are assets under construction of R110,17 million (2024: R81,46 million). This includes enterprise resource planning (ERP) software development to the value of R106,69 million (2024: R1,95 million) on which there was a significant delay. The delay was due to the ERP software's completion date being extended by three years, to 2030.

Capital commitments

Approved and contracted-for capital expenditure	2025	2024
Intangible assets	-	3 870
TOTAL	**-**	**3 870**

All amounts indicated in Rand thousands (R'000)

6. INVESTMENTS

	Amortised cost	Fair value	Cost	Total
As at 30 June 2025				
RSA Government stock	50 546	-	-	50 546
Guaranteed investment instruments	-	-	-	-
Other fixed deposits	8 248 193	-	-	8 248 193
Deposits held with fund managers	-	8 680 175	-	8 680 175
Shares in: Atlantis SEZ Company SOC Ltd	-	-	56 500	56 500
CTICC	-	-	884 998	884 998
	8 298 739	8 680 175	941 498	17 920 412
Provision for impairment	-	-	(613 563)	(613 563)
Net investments	8 298 739	8 680 175	327 935	17 306 849
Transferred to current investments	(322 746)	(3 347 936)	-	(3 670 682)
Transferred to cash and cash equivalents – see note 11	(7 925 447)	(1 462 672)	-	(9 388 119)
TOTAL	**50 546**	**3 869 567**	**327 935**	**4 248 048**

	Amortised cost	Fair value	Cost	Total
As at 30 June 2024				
RSA Government stock	51 332	-	-	51 332
Guaranteed investment instruments	1 859 336	-	-	1 859 336
Other fixed deposits	5 414 426	-	-	5 414 426
Deposits held with fund managers	-	8 661 507	-	8 661 507
Shares in: Atlantis SEZ Company SOC Ltd	-	-	56 500	56 500
CTICC	-	-	884 998	884 998
	7 325 094	8 661 507	941 498	16 928 099
Provision for impairment	-	-	(613 563)	(613 563)
Net investments	7 325 094	8 661 507	327 935	16 314 536
Transferred to current investments	(2 094 609)	(3 166 071)	-	(5 260 680)
Transferred to cash and cash equivalents – see note 11	(5 179 153)	(1 651 288)	-	(6 830 441)
TOTAL	**51 332**	**3 844 148**	**327 935**	**4 223 415**

Guaranteed investment instruments

There are no guaranteed investments for the current financial year (2024: R1,86 billion), as the sinking fund matured on 13 March 2025 – see note 12.

Cape Town International Convention Centre Company (RF) SOC Ltd (CTICC)

The cost of the City's investment in CTICC at 30 June 2025 is R884,99 million (2024: R884,99 million) and the impairment loss provision is R613,56 million (2024: R613,56 million). At year end an impairment assessment was made based on the projected cash flows of the entity. The present value of the discounted estimated future cash flows exceeded the carrying amount of the investment and therefore no further impairment loss was recognised. Impairment losses on financial assets measured at cost are not reversed.

Atlantis Special Economic Zone (SEZ) Company SOC Ltd

As at 30 June 2025, there are no indications that the investment may be impaired as there have been no significant changes that have adversely affected the entity's operations during the period or will affect the entity in the near future.

Compensation for occupational injuries and diseases (COID) investments

In terms of the COID Act 130 of 1993, the Compensation Commissioner (Department of Employment and Labour) is required to hold investments and guarantees as security for the City's liabilities under the act. The amounts constitute RSA Government stock (bonds) of R50,55 million (2024: R51,33 million) and cash-backed guarantees of R176,62 million (2024: R153,56 million).

All amounts indicated in Rand thousands (R'000)

7. LONG-TERM RECEIVABLES

	2025	2024
Exchange transactions		
Other	36 141	36 256
Provision for impairment	(36 106)	(36 131)
	35	125
Housing selling developments	123	349
Provision for impairment	-	(36)
	123	313
	158	438
Transferred to current receivables	(64)	(205)
TOTAL	**94**	**233**

Reconciliation of impairment provision

	2025	2024
Balance at beginning of the year	36 167	36 310
Contribution from provisions	(61)	(143)
Balance as at 30 June	**36 106**	**36 167**

7.1 OTHER

Sporting bodies

To facilitate the development of sporting facilities, loans were historically issued to provide the necessary financial assistance. These loans attract interest at a rate of 3,63–12% per annum, and are repayable over a maximum period of 20 to 40 years.

Housing land sale

The long-term loan to the Khayelitsha Community Trust (KCT) (sale of portion 1 to 3, erf 58856) was repayable over 18 years. Annual payments were received, with the final billing processed in December 2024. Therefore, there is no outstanding balance.

Public organisations

Loans to public organisations were granted in terms of the National Housing Policy. At present, these loans attract interest at 1%, and are repayable over 30 years. Since the implementation of the Municipal Finance Management Act (MFMA) and the Housing Act, no further loans have been awarded.

Litigation debtors

The City is in an ongoing dispute with a service provider regarding an outstanding claim.

7.2 HOUSING SELLING DEVELOPMENT LOANS

Housing loans were historically granted to qualifying individuals in terms of the National Housing Policy. These loans currently attract interest at 11,25% (2024: 11,75%) per annum, and are repayable over 20 years. The interest rate is determined by Council policy.

The gross debt has decreased due to the implementation of the ownership regularisation programme, which helps raise awareness of the enhanced extended discount benefit scheme. This scheme assists qualifying beneficiaries and occupants with subsidies to accelerate the transfer of their properties.

8. INVENTORY

	2025	2024
Consumable stock	364 111	346 830
Water	39 882	46 300
Other goods held for use/resale	106 207	84 518
TOTAL	**510 200**	**477 648**

Inventory to the value of R5,52 million (2024: R0,47 million) was scrapped during the year, and R868,86 million (2024: R837,62 million) was expensed. Refer to note 29 for bulk water purchases.

All amounts indicated in Rand thousands (R'000)

9. RECEIVABLES

	As at 30 June 2025			As at 30 June 2024		
	Gross balance	Allowance for impairment	Net balance	Gross balance	Allowance for impairment	Net balance
FROM NON-EXCHANGE TRANSACTIONS	**6 859 184**	**(3 723 540)**	**3 135 644**	**7 128 201**	**(4 008 861)**	**3 119 340**
Statutory	**6 836 415**	**(3 723 540)**	**3 112 875**	**7 104 415**	**(4 008 861)**	**3 095 554**
Property rates	3 414 229	(1 075 669)	2 338 560	3 723 614	(1 395 556)	2 328 058
City improvement district (CID) levies	90 874	(21 175)	69 699	92 302	(23 432)	68 870
Government subsidies	305 053	-	305 053	304 000	-	304 000
Traffic fines	3 026 259	(2 626 696)	399 563	2 984 499	(2 589 873)	394 626
Contractual	**22 769**	**-**	**22 769**	**23 786**	**-**	**23 786**
Other receivables	22 769	-	22 769	23 786	-	23 786
FROM EXCHANGE TRANSACTIONS	**9 913 964**	**(4 732 918)**	**5 181 046**	**10 413 039**	**(5 478 737)**	**4 934 302**
Statutory	**93 861**	**-**	**93 861**	**103 584**	**-**	**103 584**
Other receivables	93 861	-	93 861	103 584	-	103 584
Contractual	**9 820 103**	**(4 732 918)**	**5 087 185**	**10 309 455**	**(5 478 737)**	**4 830 718**
Electricity	3 184 448	(792 301)	2 392 147	2 889 718	(772 844)	2 116 874
Water	2 600 849	(1 631 586)	969 263	3 128 234	(2 039 329)	1 088 905
Sewerage	1 086 177	(603 970)	482 207	1 295 778	(763 603)	532 175
Refuse	593 932	(395 038)	198 894	749 350	(518 851)	230 499
Housing rental stock	984 159	(857 725)	126 434	1 002 399	(922 616)	79 783
Housing selling stock	216 587	(210 156)	6 431	224 426	(210 967)	13 459
Other receivables	580 754	(242 142)	338 612	573 627	(250 527)	323 100
Payments made in advance	573 197	-	573 197	445 923	-	445 923
TOTAL	**16 773 148**	**(8 456 458)**	**8 316 690**	**17 541 240**	**(9 487 598)**	**8 053 642**

As at 30 June 2025, the receivables balance included an amount of R243,21 million (2024: R163,81 million) owed by National Government and Province.

RECONCILIATION OF IMPAIRMENT PROVISION

	Non-exchange statutory	Exchange contractual	TOTAL
2025			
Balance at beginning of the year	4 008 861	5 478 737	9 487 598
Contributions to provisions	1 872 937	1 107 545	2 980 482
Transfers from provisions	(15 194)	-	(15 194)
Bad debts written off	(2 143 064)	(1 853 364)	(3 996 428)
Balance as at 30 June	**3 723 540**	**4 732 918**	**8 456 458**
2024			
Balance at beginning of the year	3 670 667	5 195 839	8 866 506
Contributions to provisions	1 742 669	1 107 519	2 850 188
Transfers from provisions	(6 478)	-	(6 478)
Bad debts written off	(1 397 997)	(824 621)	(2 222 618)
Balance as at 30 June	**4 008 861**	**5 478 737**	**9 487 598**

All amounts indicated in Rand thousands (R'000)

9. RECEIVABLES (continued)

ANALYSIS OF RECEIVABLES' AGE IN DAYS FROM NON-EXCHANGE TRANSACTIONS

	As at 30 June 2025			As at 30 June 2024		
	Gross balance	Allowance for impairment	Net balance	Gross balance	Allowance for impairment	Net balance
Statutory						
Property rates	**3 414 229**	**(1 075 669)**	**2 338 560**	**3 723 614**	**(1 395 556)**	**2 328 058**
Not past due date	1 678 828	-	1 678 828	1 772 954	-	1 772 954
Past due						
0-90	419 162	(5 976)	413 186	407 811	(32 317)	375 494
91-180	160 902	(28 413)	132 489	167 161	(36 949)	130 212
181-365	239 429	(137 361)	102 068	278 527	(191 550)	86 977
365+	915 908	(903 919)	11 989	1 097 161	(1 134 740)	(37 579)
CID levies	**90 874**	**(21 175)**	**69 699**	**92 302**	**(23 432)**	**68 870**
Not past due date	46 286	(1 208)	45 078	45 364	(1 057)	44 307
Past due						
0-90	15 159	(396)	14 763	13 524	(315)	13 209
91-180	3 699	(97)	3 602	4 315	(101)	4 214
181-365	6 424	(168)	6 256	7 735	(180)	7 555
365+	19 306	(19 306)	-	21 364	(21 779)	(415)
Government subsidies	**305 053**	**-**	**305 053**	**304 000**	**-**	**304 000**
Not past due date	305 053	-	305 053	304 000	-	304 000
Traffic fines	**3 026 259**	**(2 626 696)**	**399 563**	**2 984 499**	**(2 589 873)**	**394 626**
Past due						
0-90	392 641	(317 007)	75 634	389 105	(315 421)	73 684
91-180	419 485	(338 679)	80 806	387 388	(314 028)	73 360
181-365	631 540	(509 886)	121 654	710 845	(576 233)	134 612
365+	1 582 593	(1 461 124)	121 469	1 497 161	(1 384 191)	112 970
	6 836 415	**(3 723 540)**	**3 112 875**	**7 104 415**	**(4 008 861)**	**3 095 554**
Contractual						
Other receivables	**22 769**	**-**	**22 769**	**23 786**	**-**	**23 786**
Not past due date	22 769	-	22 769	23 786	-	23 786
	22 769	**-**	**22 769**	**23 786**	**-**	**23 786**
TOTAL	**6 859 184**	**(3 723 540)**	**3 135 644**	**7 128 201**	**(4 008 861)**	**3 119 340**

The two negative net balances in the 365+ category for 2024 represent payments received in respect of government accounts that still needed to be allocated to the respective service charge debt.

All amounts indicated in Rand thousands (R'000)

9. RECEIVABLES (continued)

ANALYSIS OF RECEIVABLES' AGE IN DAYS FROM EXCHANGE TRANSACTIONS

	As at 30 June 2025			As at 30 June 2024		
	Gross balance	Allowance for impairment	Net balance	Gross balance	Allowance for impairment	Net balance
Statutory						
Other receivables	**93 861**	**-**	**93 861**	**103 584**	**-**	**103 584**
Not past due date	93 861	-	93 861	103 584	-	103 584
	93 861	**-**	**93 861**	**103 584**	**-**	**103 584**
Contractual						
Electricity	**3 184 448**	**(792 301)**	**2 392 147**	**2 889 718**	**(772 844)**	**2 116 874**
Not past due date	1 652 023	-	1 652 023	1 467 045	-	1 467 045
Past due						
0-90	563 069	(15 774)	547 295	474 827	(10 122)	464 705
91-180	110 456	(30 281)	80 175	98 388	(21 129)	77 259
181-365	295 647	(187 795)	107 852	257 669	(158 788)	98 881
365+	563 253	(558 451)	4 802	591 789	(582 805)	8 984
Water	**2 600 849**	**(1 631 586)**	**969 263**	**3 128 234**	**(2 039 329)**	**1 088 905**
Not past due date	445 490	-	445 490	515 833	-	515 833
Past due						
0-90	331 520	(27 181)	304 339	351 503	(37 865)	313 638
91-180	178 102	(60 445)	117 657	222 357	(83 389)	138 968
181-365	284 038	(191 170)	92 868	330 960	(227 581)	103 379
365+	1 361 699	(1 352 790)	8 909	1 707 581	(1 690 494)	17 087
Sewerage	**1 086 177**	**(603 970)**	**482 207**	**1 295 778**	**(763 603)**	**532 175**
Not past due date	257 243	-	257 243	271 233	-	271 233
Past due						
0-90	137 784	(8 561)	129 223	165 137	(12 495)	152 642
91-180	72 753	(21 223)	51 530	87 952	(30 521)	57 431
181-365	109 226	(70 353)	38 873	126 181	(83 472)	42 709
365+	509 171	(503 833)	5 338	645 275	(637 115)	8 160
Refuse	**593 932**	**(395 038)**	**198 894**	**749 350**	**(518 851)**	**230 499**
Not past due date	70 040	-	70 040	88 311	-	88 311
Past due						
0-90	77 953	(4 918)	73 035	81 851	(8 096)	73 755
91-180	41 283	(12 220)	29 063	50 039	(16 529)	33 510
181-365	67 032	(43 634)	23 398	86 765	(57 359)	29 406
365+	337 624	(334 266)	3 358	442 384	(436 867)	5 517
Housing rental stock	**984 159**	**(857 725)**	**126 434**	**1 002 399**	**(922 616)**	**79 783**
Not past due date	-	-	-	-	-	-
Past due						
0-90	196 255	(123 915)	72 340	174 872	(130 594)	44 278
91-180	46 221	(29 184)	17 037	27 545	(20 571)	6 974
181-365	100 536	(63 479)	37 057	112 681	(84 150)	28 531
365+	641 147	(641 147)	-	687 301	(687 301)	-
Housing selling stock	**216 587**	**(210 156)**	**6 431**	**224 426**	**(210 967)**	**13 459**
Not past due date	-	-	-	-	-	-
Past due						
0-90	3 572	(757)	2 815	8 721	(1 584)	7 137
91-180	638	(13)	625	1 002	(104)	898
181-365	3 004	(13)	2 991	6 091	(667)	5 424
365+	209 373	(209 373)	-	208 612	(208 612)	-

All amounts indicated in Rand thousands (R'000)

9. RECEIVABLES (continued)

ANALYSIS OF RECEIVABLES' AGE IN DAYS FROM EXCHANGE TRANSACTIONS (continued)

	As at 30 June 2025			As at 30 June 2024		
	Gross balance	Allowance for impairment	Net balance	Gross balance	Allowance for impairment	Net balance
Contractual (continued)						
Other receivables	**580 754**	**(242 142)**	**338 612**	**573 627**	**(250 527)**	**323 100**
Not past due date	249 065	-	249 065	231 949	-	231 949
Past due						
0-90	28 676	(2 156)	26 520	37 296	(1 593)	35 703
91-180	29 809	(4 851)	24 958	16 213	(2 538)	13 675
181-365	53 377	(21 404)	31 973	51 698	(14 749)	36 949
365+	219 827	(213 731)	6 096	236 471	(231 647)	4 824
Payments made in advance	**573 197**	**-**	**573 197**	**445 923**	**-**	**445 923**
	9 820 103	**(4 732 918)**	**5 087 185**	**10 309 455**	**(5 478 737)**	**4 830 718**
	9 913 964	**(4 732 918)**	**5 181 046**	**10 413 039**	**(5 478 737)**	**4 934 302**
TOTAL RECEIVABLES	**16 773 148**	**(8 456 458)**	**8 316 690**	**17 541 240**	**(9 487 598)**	**8 053 642**

The "Not past due date" category represents customers who have not exceeded the 30-day credit period granted by the City to pay their municipal accounts.

10. VALUE-ADDED TAX (VAT)

	2025	2024
VAT receivable	589 606	626 851
VAT payable	(506 790)	(424 979)
TOTAL	**82 816**	**201 872**

The City is registered for VAT on the payment basis.

11. CASH AND CASH EQUIVALENTS

	2025	2024
Amortised cost	9 113 858	5 636 287
Bank balance[1]	1 157 611	384 253
Year-end accruals	881	887
Cash on hand and in transit	29 919	71 994
Call and short-term deposits – see note 6	7 925 447	5 179 153
Fair value – see note 6	1 462 672	1 651 288
Call and short-term deposits	1 441 238	1 620 875
Bank accounts managed by fund managers[1]	21 434	30 413
TOTAL	**10 576 530**	**7 287 575**

[1] See annexure C for more details.

All amounts indicated in Rand thousands (R'000)

12. BORROWINGS

	2025	2024
Marketable bonds	261 423	2 431 595
Concessionary loans	3 725 711	3 280 840
Other loans	3 304 298	984 899
Subtotal – see annexure A for more details	7 291 432	6 697 334
Transferred to current liabilities	(761 578)	(2 603 527)
TOTAL	**6 529 854**	**4 093 807**

A total of R1,86 billion was ring-fenced for the repayment of long-term liabilities in 2024. No amount has been ring-fenced at the reporting date – see note 6.

	2025	2024
MARKETABLE BONDS	**261 423**	**2 431 595**
Marketable bonds In terms of the City's domestic medium-term note (DMTN) programme registered on the Johannesburg Stock Exchange (JSE) Limited, an unsecured bond totalling R250 million is listed on the JSE. The municipal bond bears interest at a fixed rate of 10,17% per annum. Interest is payable semi-annually and capital will be redeemed by way of semi-annual capital redemptions. The bond will be fully paid on 17 July 2027. Municipal bond CCT03 was repaid in a once-off lump sum on 17 March 2025, using a guaranteed investment instrument from Liberty Group Limited.	261 423	2 431 595
CONCESSIONARY LOANS	**3 725 711**	**3 280 840**
Agence Française de Développement (AFD) An unsecured loan received in the 2013 financial year, bearing interest at an average fixed rate of 5,76% per annum, as well as a loan received in the 2023 financial year, bearing interest at a fixed rate of 11,30% per annum, both repayable semi-annually in equal instalments of capital, with interest payable on the reducing balance. The first loan will be fully paid on 31 March 2028, and the second on 30 April 2038. Nominal value as at 30 June 2025 was R2,31 billion (2024: R2,61 billion).	2 259 073	2 540 257
KfW Development Bank An unsecured fixed-term concessionary loan received in the 2019 (two tranches) and 2020 (one tranche) financial years, bearing interest at a fixed rate of 8,107% per annum, as well as a new loan, of which the first tranche was received on 15 May 2025, bearing interest at a fixed rate of 7,79% per annum. The second and third tranches of the new loan will be received in the 2026 and 2027 financial years respectively. A loan fee of R7,01 million was capitalised to the new loan balance. Both loans are repayable semi-annually in equal instalments of capital, with interest payable on the reducing balance. The first loan will be fully paid on 15 November 2033 and the second on 15 November 2039. Nominal value as at 30 June 2025 was R1,66 billion (2024: R816 million).	1 466 638	740 583
OTHER LOANS	**3 304 298**	**984 899**
Nedbank Limited An unsecured loan, bearing interest at a variable rate, repayable semi-annually in equal instalments of capital, with interest payable on the reducing balance. The interest rate is reset every six months from the loan inception date. The interest rate applicable at 30 June 2025 was 9,17%. This loan was drawn in three tranches: the first tranche (R1 billion) received on 21 June 2024, the second (R1 billion) on 21 August 2024, and the third (R1,5 billion) on 23 December 2024. A loan fee of R17,6 million was capitalised to the loan balance. This loan will be fully paid on 21 June 2039. Nominal value as at 30 June 2025 was R3,31 billion (2024: R1 billion).	3 304 298	984 899
TOTAL – see annexure A for more details	**7 291 432**	**6 697 334**

For more details about short-term debt facilities available to the City, see annexure C.

In compliance with paragraph 7.3(g) of the JSE listing requirements, Mr H Robbins manager of the Treasury Department, has been appointed as the City's debt officer with effect from 12 October 2021.

In compliance with paragraph 7.16 of the JSE listing requirements, the City has no loans or procurement transactions with any related parties, domestic prominent influential persons or prescribed officers as defined by the JSE debt listing requirements.

All amounts indicated in Rand thousands (R'000)

13. RETIREMENT BENEFIT INFORMATION

The City makes provision for post-retirement benefits to eligible councillors and employees who belong to different pension schemes. These funds are governed by the Pension Funds Act 24 of 1956, and include both defined-benefit (DB) and definedcontribution (DC) schemes. The City's contributions of R1,83 billion (2024: R1,74 billion) to the DB and DC schemes were expensed during the year in review. The City's expected contributions for the next reporting period are R2,37 billion.

These schemes are subject to a triennial, biennial or annual actuarial valuation, as set out below.

13.1 DEFINED-BENEFIT SCHEMES

LA Retirement Fund (multi-employer fund)

The last statutory actuarial valuation of the fund was performed as at 30 June 2022. An interim funding basis valuation at 30 June 2024 indicated an overall sound financial position with a R203 million surplus and an overall funding level of 106,1%.

South African Local Authorities (SALA) Pension Fund (multi-employer fund)

The last statutory valuation of the fund at 1 July 2024 revealed a deficit of R2,44 billion and a funding level of 82,9%, having deteriorated further since its previous statutory valuation at 1 July 2021, which indicated a deficit of R2,08 billion and a funding level of 85,5%. That was prior to the approval of a scheme of arrangement (SOA) between the fund and all participating employers. The SOA required all participating employers to contribute an additional 2% per annum over the next five to six years to restore the fund to financial soundness.

However, in light of the continued deterioration in the fund's funding level, it has been concluded that there is no viable SOA that would meet the requirements set out in the financial soundness notice. The board of the fund, in consultation with the valuator, is considering options for the possible funding of the deficit.

13.2 DEFINED-CONTRIBUTION SCHEMES

- LA Retirement Fund (multi-employer fund)
- SALA Pension Fund (multi-employer fund
- Cape Retirement Fund for Local Authorities (multi-employer fund)
- Municipal Councillors' Pension Fund (multi-employer fund)
- National Fund for Municipal Workers (multi-employer fund)
- Municipal Workers' Retirement Fund (multi-employer fund)

13.3 DEFINED-BENEFIT AND DEFINED-CONTRIBUTION SCHEME

Cape Municipal Pension Fund

The last statutory actuarial valuation of the fund was performed as at 30 June 2024, which certified it as being in a financially sound position.

	DB section	DC section	Total
In-service members	102	8 762	**8 864**
Pensioners	1 732	2 900	**4 632**
Membership as at 30 June 2024	**1 834**	**11 662**	**13 496**

		2024 R'million	2023 R'million
Past-service position:	DB section	3 238	3 317
	DC section	17 244	16 112
Total liabilities		**20 482**	**19 429**
Assets valued at market value		20 814	19 689
Actuarial surplus		216	194

The actuarial surplus is mainly attributable to the DB in-service members, and is not refundable to the employer.

Key financial assumptions		2024 %	2023 %
Actual employer contribution:	DB section	20,25	20,25
	DC section	18,00	18,00
Net discount rate:	Pre-retirement	3,32	3,52
	Post-retirement	4,82	4,52
Normal retirement age		65 years	65 years

All amounts indicated in Rand thousands (R'000)

14. PROVISIONS

	As at 30 June 2025			As at 30 June 2024		
	Non-current	Current	Total	Non-current	Current	Total
Environmental rehabilitation	334 613	120 897	**455 510**	414 321	120 897	**535 218**
Long-service benefits	689 575	107 937	**797 512**	671 501	116 084	**787 585**
Post-retirement healthcare benefits	5 578 067	410 705	**5 988 772**	5 213 830	388 036	**5 601 866**
Leave and other provisions	7 426	1 278 596	**1 286 022**	6 852	1 220 167	**1 227 019**
TOTAL	**6 609 681**	**1 918 135**	**8 527 816**	**6 306 504**	**1 845 184**	**8 151 688**

MOVEMENT FOR THE YEAR

	Environmental rehabilitation	Long-service benefits	Post-retirement healthcare benefits	Leave and other provisions	Total
Opening balance	**535 218**	**787 585**	**5 601 866**	**1 227 019**	**8 151 688**
Service costs	-	61 913	50 357	254	112 524
Interest costs	44 829	94 461	766 941	819	907 050
Payments/utilised	(70 848)	(113 994)	(357 511)	(229 572)	(771 925)
Additional provision raised	-	-	-	1 509 765	1 509 765
Reversed	-	-	-	(1 303 137)	(1 303 137)
Actuarial gains	-	(32 453)	(72 881)	(196)	(105 530)
Remeasurements	(53 689)	-	-	81 070	27 381
TOTAL	**455 510**	**797 512**	**5 988 772**	**1 286 022**	**8 527 816**

14.1 ENVIRONMENTAL REHABILITATION

In terms of the City's licensing stipulations for waste landfill sites, provision is made for the estimated cost of rehabilitating waste sites for the portion of land used or contaminated at the reporting date. The provision has been determined based on an independent valuation performed by a firm of consulting engineers on 30 June 2025.

Key cost parameters	**2025**	**2024**
Estimated dates of reaching full capacity	Between 2026 and 2040	Between 2030 and 2041
Estimated post-closure rehabilitation time	4 years	4 years
Post-closure monitoring period	30 years	30 years
Average estimated annual inflation rate	3,56%	5,28%
Discount rate at the average borrowing rate	12,57%	12,12%

14.2 LONG-SERVICE BENEFITS

An actuarial valuation has been performed of the City's liability for vested long-service benefits to which employees may become entitled upon completion of ten years' service and every five years thereafter. The provision is utilised when eligible employees receive the value of the vested benefits.

Discount rate

The nominal and real-zero curves were used to determine the discount rates and consumer price index (CPI) assumptions for the respective periods.

Key financial assumptions	**2025**	**2024**
Discount rate	Yield curve	Yield curve
Consumer price index	Difference between nominal and real-yield curves	Difference between nominal and real-yield curves
Salary increase rate	Equal to CPI + 1%	Equal to CPI + 1%

All amounts indicated in Rand thousands (R'000)

14. PROVISIONS (continued)

14.3 POST-RETIREMENT DEFINED HEALTHCARE BENEFITS

An actuarial valuation has been performed of the City's liability in respect of healthcare benefits to its eligible retirees and retrenched employees. The provision is utilised when eligible employees receive the value of the vested benefits.

The contributions paid are actual contributions paid by the City, and the unrecognised actuarial gains and losses have been adjusted accordingly to take into account the difference between the estimated contribution payments determined by the actuary and the actual contributions paid to members by the City.

For past service of in-service and retired employees, the City recognises and provides for the actuarially determined present value of post-retirement medical-aid employer contributions on an accrual basis, using the projected unit credit method.

The members of medical schemes entitled to a post-employment subsidy as at 30 June 2025 constituted 3 650 (2024: 4 289) in-service members and 7 223 (2024: 7 117) pensioners.

It was assumed that the employer's healthcare arrangements and subsidy policy would remain as outlined in the accounting policy, and that the level of benefits and contributions would remain unchanged, with the exception of inflationary adjustments. Implicit in this approach is the assumption that current levels of cross-subsidisation from in-service members to retiree members in the medical scheme are sustainable and will continue.

It is further assumed that the subsidy will continue for eligible members and their spouses until the last survivor's death.

Continuation of membership

It is assumed that 100% of in-service members entitled to a post-retirement subsidy retiring from the City of Cape Town will remain on the employer's healthcare arrangements.

Family profile

Family profile is based on actual data and, therefore, no assumptions had to be made.

Plan assets

Currently, no long-term assets are set aside in respect of the employer's post-employment healthcare liability.

Discount rate

The fund benefit liability to the City as at 30 June 2025 has been discounted at a rate determined on the basis of the nominal and real-zero curves.

Key financial assumptions	**2025**	**2024**
Discount rate	Yield curve	Yield curve
Consumer price index	Difference between nominal and real-yield curves	Difference between nominal and real-yield curves
Healthcare cost inflation rate	CPI + 2%	CPI + 2%

Sensitivity analysis	Change in assumption	Liability	Interest costs	Service costs
Assumptions used		**5 988 772**	**722 445**	**47 882**
Healthcare inflation	1% decrease	5 446 728	657 056	41 432
	1% increase	6 615 193	798 011	55 604
Post-retirement mortality	20% decrease	6 499 804	784 091	51 800
	20% increase	5 574 174	672 430	44 668

14.4 LEAVE AND OTHER PROVISIONS

The majority of the provisions is for annual leave that accrues to employees monthly, subject to certain conditions. The provision of R1,19 billion (2024: R1,12 billion) is an estimate of the amount due to staff as at the financial year-end, based on the value of statutory and non-statutory leave.

15. DEPOSITS

	2025	**2024**
Services deposits	530 747	426 282
Rental and other deposits	29 309	28 768
TOTAL	**560 056**	**455 050**

All amounts indicated in Rand thousands (R'000)

16. PAYABLES FROM EXCHANGE TRANSACTIONS

	2025	2024
Trade and other creditors	7 212 346	6 919 234
Payments received in advance	1 521 352	1 287 322
Funds administered on behalf of third parties	30 281	28 643
TOTAL	**8 763 979**	**8 235 199**

Payables are non-interest-bearing and are normally settled on 30-day terms, except for retentions, which are settled in terms of the contract agreement.

Payments received in advance are non-interest-bearing and normally settled on 30-day terms.

17. UNSPENT CONDITIONAL GRANTS AND RECEIPTS

	2025	2024
Conditional grants from other spheres of government	790 408	501 446
National Government	375 593	183 125
Province	414 815	318 321
Other conditional receipts	350 713	331 741
Public contributions	350 713	331 741
TOTAL	**1 141 121**	**833 187**

Informal Settlements Upgrading Partnership Grant (ISUPG)

The first ISUPG tranche of R201,8 million, which should have been received on 17 July 2024 as per the approved payment schedule, was delayed due to the non-approval of the City's ISUPG business plan. The City addressed the issues raised, and the full tranche was received on 15 August 2024.

The third tranche of R182,8 million, which was scheduled to be received on 19 February 2025, was delayed after National Treasury on 14 February 2025 communicated its intention to stop funds to the amount of R136,5 million, citing underperformance. The City provided a response by 21 February 2025, and R152,8 million was received on 25 March 2025. The R30 million reduction was gazetted accordingly (Government Gazette No. 52381 dated 25 March 2025).

Public Transport Network Grant (PTNG)

The third tranche of R474,8 million, which should have been received on 20 March 2025, was stopped after National Treasury on 14 February 2025 communicated its intention to do so, citing underperformance. The City provided a response by 21 February 2025, and the R474,8 million reduction was gazetted accordingly (Government Gazette No. 52381 dated 25 March 2025).

See notes 23, 24, 25 and annexure D for more details of grants from National Government and Province, as well as public contributions.

18. HOUSING DEVELOPMENT FUND

	2025	2024
Realised housing proceeds		
Balance at beginning of the year	281 762	309 283
Income	20 409	24 155
Interest	22 895	27 147
Expenditure	(25 601)	(78 823)
Balance at end of the year	299 465	281 762
Unrealised housing proceeds		
Balance at beginning of the year	(2 788)	(2 008)
Long-term loans realised	(250)	(924)
Transfer to impairment provision – selling schemes	60	144
Balance at end of the year	(2 978)	(2 788)
TOTAL	**296 487**	**278 974**

Unrealised housing proceeds represent loan repayments not yet due in terms of the debtors' loan agreement.

All amounts indicated in Rand thousands (R'000)

	2025	2024
19. SERVICE CHARGES		
Exchange transactions	32 525 813	29 312 992
Electricity	22 421 032	19 833 703
Water	5 104 377	4 773 938
Sewerage	2 572 695	2 391 146
Refuse	1 251 505	1 186 518
ICASA ECNS licence fees	26 167	25 715
Other	1 150 037	1 101 972
Non-exchange transactions	41 990	42 379
Water	14 695	14 757
Sewerage	16 023	16 401
Refuse	11 272	11 221
TOTAL	**32 567 803**	**29 355 371**

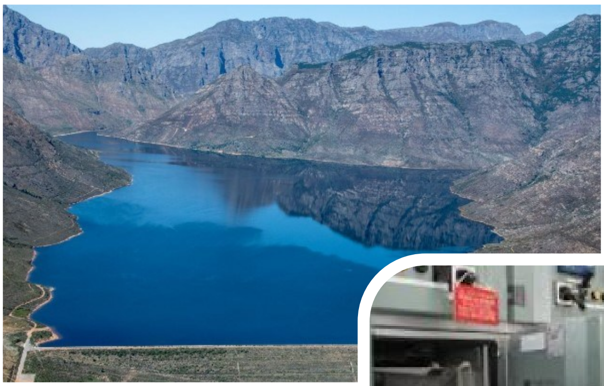
20. FINANCE INCOME

	2025	2024
Exchange transactions	1 921 242	1 902 872
External investments	1 657 394	1 651 672
Outstanding debtors	362 159	324 026
Transferred interest to conditional grants	(98 311)	(72 826)
Non-exchange transactions		
Outstanding debtors	145 735	137 912
TOTAL	**2 066 977**	**2 040 784**

21. OTHER INCOME

	2025	2024
Exchange transactions	543 953	463 250
Development contributions	329 733	265 402
Other income	172 768	155 095
Gains on foreign-exchange transactions	1 588	2 482
Fair-value adjustments	39 864	40 271
Non-exchange transactions	572 305	365 552
City improvement districts (CIDs)	431 181	365 452
Emergency relief donations	357	100
Fair-value adjustments	140 767	-
TOTAL	**1 116 258**	**828 802**

The City received services in kind to an estimated value of R28,74 million (2024: R26,73 million) in the form of volunteering.



All amounts indicated in Rand thousands (R'000)

22. PROPERTY RATES

	2025	2024
Actual		
Residential, commercial and other	14 955 271	13 965 196
Income forgone	(2 163 359)	(1 978 737)
TOTAL	**12 791 912**	**11 986 459**

Valuations per category	2025	2024
Agricultural	7 322 111	7 101 674
Business and commercial	200 892 372	202 996 622
Industrial	88 934 268	88 062 218
Mining	188 070	236 490
Multiple purpose	41 702 697	39 933 855
Organ of state (public service purposes)	30 649 142	31 286 807
Public benefit organisation	4 978 266	4 985 312
Public service infrastructure	5 263 000	5 659 776
Residential	1 363 348 577	1 323 821 890
Vacant land	31 116 200	30 742 444
Cemeteries and crematoria; animal shelters; local community museums; nature conservation land	658 530	681 901
Properties owned by not-for-profit organisations	3 688 759	3 344 954
Specified religious purposes	17 169 793	17 420 949
Miscellaneous	19 250 851	19 606 702
TOTAL valuations at commencement of financial year	**1 815 162 636**	**1 775 881 594**

The general valuation roll of 2022 took effect on 1 July 2023 and will be in place for three financial years. The 2022 roll is based on market-related values as at 1 July 2022. Council has approved the preparation of the next valuation roll of 2025, with a valuation date of 1 July 2025. This roll will come into effect on 1 July 2026.

Property valuation adjustments, such as supplementary valuations, objection valuations and Valuation Appeal Board decisions, are processed continuously. Municipal rates are levied daily in terms of the provisions of the rates policy, which makes provision for rebates and exemptions.

The second supplementary valuation roll to the 2022 general valuation roll was prepared in accordance with the requirements of the legislation and was certified on 30 June 2025.

23. GOVERNMENT GRANTS AND SUBSIDIES

	2025	2024
Unconditional grants	4 912 854	4 575 296
Conditional grants	4 574 314	4 460 598
National Government	3 442 008	3 329 328
Province	1 132 306	1 131 270
Total grants	9 487 168	9 035 894
Housing construction revenue	(233 145)	(261 227)
TOTAL	**9 254 023**	**8 774 667**
Analysis of government grants and subsidies		
Operating	6 887 691	6 515 305
Capital	2 599 477	2 520 589
TOTAL	**9 487 168**	**9 035 894**

All amounts indicated in Rand thousands (R'000)

24. CONSTRUCTION CONTRACTS

HOUSING CONTRACTS

Revenue and expenses at year-end were as follows:

	2025		2024	
	Revenue	Expenses	Revenue	Expenses
Emergency Housing Programme	1 426	1 426	102	102
Enhanced People's Housing Process	50 873	50 873	39 324	39 324
Integrated Residential Development Programme	180 846	180 846	221 801	221 801
TOTAL	**233 145**	**233 145**	**261 227**	**261 227**

In progress

	Debtors outstanding	Advances received	Retentions
As at 30 June 2025			
Emergency Housing Programme	24 735	(127)	-
Enhanced People's Housing Process	-	(21 463)	-
Integrated Residential Development Programme	272 309	(32 877)	(10 857)
TOTAL	**297 044**	**(54 467)**	**(10 857)**
As at 30 June 2024			
Emergency Housing Programme	24 735	(127)	-
Enhanced People's Housing Process	-	(31 410)	-
Integrated Residential Development Programme	215 881	(6 560)	(7 571)
TOTAL	**240 616**	**(38 097)**	**(7 571)**

25. PUBLIC CONTRIBUTIONS

	2025	2024
Unconditional	945	1 610
Conditional	82 721	217 841
Contributed assets	898	117
Other	81 823	217 724
TOTAL	**83 666**	**219 451**

26. EMPLOYEE-RELATED COSTS

	2025	2024
Salaries, wages and allowances	17 667 552	16 930 588
Contributions and benefits paid: current provisions	19 969	13 499
Contributions: post-retirement and long-service benefits	869 215	187 982
Current service costs	112 524	121 056
Interest costs	862 221	811 558
Actuarial gains	(105 530)	(744 632)
	18 556 736	17 132 069
Expenditure recharged to capital projects	(27 675)	(24 734)
TOTAL	**18 529 061**	**17 107 335**

All amounts indicated in Rand thousands (R'000)

	2025	2024
27. IMPAIRMENT		
Receivables	3 061 329	2 869 071
Property, plant and equipment	14 188	30 996
TOTAL	**3 075 517**	**2 900 067**

	2025	2024
28. FINANCE COSTS		
Borrowings	801 994	784 524
Unwinding of discount	44 829	44 183
TOTAL	**846 823**	**828 707**

	2025	2024
29. BULK PURCHASES		
Electricity	16 333 059	13 941 386
Water	178 434	136 678
TOTAL	**16 511 493**	**14 078 064**

	2025	2024
30. CONTRACTED SERVICES		
Transportation services	1 142 086	1 121 397
Refuse removal services	614 215	534 659
Sewerage services	868 599	804 975
Electrical services	420 926	325 001
Waste haulage services	268 161	213 524
Other services	443 838	446 579
TOTAL	**3 757 825**	**3 446 135**

Contracted services are mandated services in terms of the Local Government: Municipal Structures Act 117 of 1998, a municipal by-law or the Integrated Development Plan (IDP) that the municipality is expected to have the capacity and expertise to deliver, but are being outsourced instead.

	2025	2024
31. GENERAL EXPENSES		
Auditor remuneration	29 511	27 017
CIDs levies	418 246	354 489
Consultants	987 222	947 022
Electricity – Eskom service areas	272 299	223 447
Fair-value adjustments	13 747	16 459
Indigent relief	203 980	171 404
Loss on foreign-exchange transactions	12 370	5 254
Inventory: scrapping	5 518	466
Telecommunications	289 752	316 449
Building contractors	2 533 980	2 474 008
Fuel	453 744	547 821
Minor tools and equipment	721 754	697 218
Security services	1 525 087	1 422 131
Servicing of vehicle and equipment	658 439	675 210
Software licences[1]	458 591	290 687
Other expenditure	2 719 831	2 611 667
	11 304 071	10 780 749
Contributions to provisions	1 229	1 329
	11 305 300	10 782 078
Expenditure recharged to capital projects	(3 042)	(3 261)
TOTAL	**11 302 258**	**10 778 817**

[1] Comparative amount: In the current year, Software licences' is disclosed as a separate line item. As a result, the comparative amount was reclassified from 'Other expenditure' to 'Software licences'.

All amounts indicated in Rand thousands (R'000)

32. CASH GENERATED FROM OPERATIONS

	2025	2024
Surplus for the year	5 441 332	5 556 892
Adjustment for:	5 573 694	4 777 930
Contributed assets	(898)	(117)
Contribution to provisions	384 988	(202 470)
Depreciation and amortisation	3 774 015	3 464 793
Fair-value adjustments	(166 883)	(23 812)
Gains and losses on disposal of assets	(260 154)	(144 673)
Impairment	3 075 517	2 900 067
Inventory scrapping	5 518	466
Unrealised foreign-exchange gains	(16 223)	(4 247)
Dividend received	(3 270)	-
Borrowing transaction fees	1 238	-
Finance income	(2 066 977)	(2 040 784)
Cash transactions	(2 024 210)	(1 992 741)
Non-cash transactions	(42 767)	(48 043)
Finance costs	846 823	828 707
Cash transactions	825 799	733 304
Non-cash transactions	21 024	95 403
Operating surplus before working capital changes	**11 015 026**	**10 334 822**
(Increase)/decrease in inventories	(77 582)	8 240
Increase in receivables	(3 200 763)	(3 454 868)
Increase in unspent conditional grants and receipts	307 934	6 435
Increase in deposits	105 006	15 317
Increase/(decrease) in payables	879 090	(94 553)
Increase/(decrease) in net VAT	38 148	(174 459)
CASH GENERATED FROM OPERATIONS	**9 066 859**	**6 640 934**

33. OPERATING LEASE COMMITMENTS

33.1 THE CITY AS LESSEE

Future minimum lease payments under non-cancellable operating leases

	2025	2024
Buildings	56 691	54 732
Payable within one year	34 298	37 831
Payable within two to five years	22 393	16 901
Other equipment	117	336
Payable within one year	62	219
Payable within two to five years	55	117
TOTAL	**56 808**	**55 068**

Minimum lease payments recognised as an expense during the period amounted to R52,81 million (2024: R54,43 million). Leased premises are contracted for remaining periods of between one and four years, with renewal options available in certain instances.

33.2 THE CITY AS LESSOR

Future minimum lease income under non-cancellable operating leases

	2025	2024
Buildings		
Payable within one year	157 059	151 387
Payable within two to five years	536 219	498 708
Receivable after five years	1 002 547	986 597
TOTAL	**1 695 825**	**1 636 692**

The City lets properties under operating leases. Property rental income earned during the year was R164,88 million (2024: R135,72 million). The tenants maintain the properties at their cost.

The impact of charging the escalations in operating leases on a straight-line basis over the term of the lease has been an increase of R44,83 million in current-year income.

All amounts indicated in Rand thousands (R'000)

34. CONTINGENT LIABILITIES

34.1 DISPUTES

Claims by various parties are currently in dispute and are subject to mediation or litigation. The potential extent of the liability cannot be determined, but a provisional estimate for the City based on management assessment is R83,77 million (2024: R713,74 million).

34.2 OUTSTANDING INSURANCE CLAIMS

The estimated liability for insurance claims amounts to R326,13 million (2024: R284,05 million). The estimated amount is based on quotations, medical reports and letters of demand received. The merits must still be determined, and could result in a lesser or greater amount.

35. PRINCIPAL-AGENT ARRANGEMENTS

35.1 PRINCIPAL ARRANGEMENTS

Collection agents

Prepaid electricity

Cigicell, Ontec, Flash and Contour are service providers who serve as agents for the City in the third-party sale of prepaid electricity. All payments are made directly to the City, and the service provider invoices the City for commission payable.

	2025	2024
Commission paid to the agent	68 169	62 468

Municipal accounts and fines

The City also has service providers who serve as third- party agents for the payment of the City's municipal accounts and traffic fines. All payments are paid into the third-party agents' bank accounts, and are then transferred to the City the next day. The agents invoice the City for commission payable and the reimbursement of bank costs.

	2025	2024
Commission paid to the agents	53 586	56 502

35.2 AGENT ARRANGEMENTS

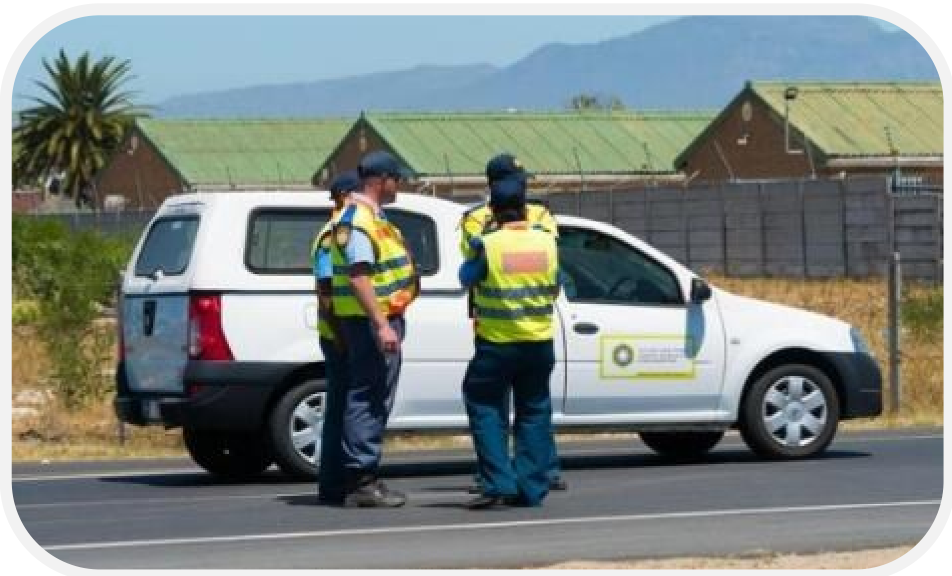
Motor vehicle registration services

Agent for Province's Department of Mobility

The City acts as an agent for Province's Department of Mobility, providing motor vehicle registration services on its behalf.

Reconciliation of amounts payable to the department

	2025	2024
Balance owing at the beginning of year	-	-
Revenue received on behalf of principal (includes commission)	1 398 064	1 362 252
Revenue recognised by City as agency fee (includes VAT)	(317 137)	(303 730)
Revenue paid over to the principal	(1 080 927)	(1 058 522)
Balance owing at the end of year	**-**	**-**



All amounts indicated in Rand thousands (R'000)

35. PRINCIPAL-AGENT ARRANGEMENTS (continued)

35.2 AGENT ARRANGEMENTS (continued)

Licensing services

Agent for Province's Department of Mobility

The City acts as an agent for Province's Department of Mobility, providing licensing services on its behalf.

Reconciliation of amounts payable to the department	2025	2024
Balance owing at the beginning of year	-	-
Revenue received on behalf of principal (includes commission)	34 318	37 312
Revenue recognised by City as agency fee (includes VAT)	(14 959)	(16 469)
Revenue paid over to the principal	(19 359)	(20 843)
Balance owing at the end of year	**-**	**-**

Collection agents

Agent for the Road Traffic Infringement Agency

The City acts as an agent for the Road Traffic Infringement Agency, collecting traffic fines issued by other municipalities in terms of the Administrative Adjudication of Road Traffic Offences (AARTO) Act 46 of 1998. The City earns commission on all payments collected.

Reconciliation of amounts payable to the department	2025	2024
Balance owing at the beginning of year	-	-
Revenue received on behalf of principal (includes commission)	2 348	1 915
Revenue recognised by City as agency fee (includes VAT)	(70)	(57)
Revenue paid over to the principal	(2 278)	(1 858)
Balance owing at the end of year	**-**	**-**

Agent for the national Department of Justice and Constitutional Development

The City acts as an agent for the national Department of Justice and Constitutional Development, collecting contempt-of-court fines imposed on traffic fine offenders who fail to appear in court. The City does not derive any revenue from this function.

Reconciliation of amounts payable to the department	2025	2024
Balance owing at the beginning of year	-	-
Revenue received on behalf of principal	57 516	70 147
Revenue paid over to the principal	(57 516)	(70 147)
Balance owing at the end of year	**-**	**-**

All amounts indicated in Rand thousands (R'000)

36. CHANGE IN ESTIMATES

Annual review of assets' useful lives and residual values

The City's annual review of the useful lives of assets resulted in a zero increase (2024: R3,88 million) in the depreciation charge to the statement of financial performance. The annual update of the residual values of assets and other depreciation corrections, in turn, resulted in a decrease of R17,03 million (2024: R74,00 million) in the depreciation charge to the statement of financial performance. It is impracticable to estimate the effect of these changes on future periods.

Traffic fines

Revenue from traffic fines was adjusted by R57,90 million (2024: R46,71 million) due to the subsequent reduction to the initial fine amount.

37. BUDGET INFORMATION

PRESENTATION OF STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

The presentation format adopted for the statement of comparison of budget and actual amounts is based on the Municipal Budget Reporting and Regulation table B1, Adjustments budget summary, as well as table B5, Adjustments budget capital expenditure by vote, as included in the published budget.

37.1 APPROVED AND FINAL BUDGET

The approved budget presented is the most recent adjustments budget approved by Council.

The final budget presented is the most recently approved budget adjusted for virements, and has not been formally reapproved by Council.

37.2 VIREMENTS

The changes from the approved to the final budget are the result of virements in terms of Council-approved policy.

37.3 FINANCIAL STATEMENTS CLASSIFICATION

The actual amounts presented in the column "Actual per annual financial statements classification" correlate with the actual amounts presented in the statement of financial position, the statement of financial performance and the cash flow statement. They have been aggregated, disaggregated or grouped to correspond with the budget line-item descriptions.

The reconciliation in the table below illustrates that the budget and the financial statements amounts correspond for total revenues. The total expenses and net cash flows from operating activities, investing activities and financing activities all directly correlate with the line items in the financial statements.

	2025
Total revenue (excluding capital transfers and contributions)	**61 324 292**
Transfers recognised - capital	2 599 477
Contributions recognised - capital and contributed assets	83 666
Total Revenue per Statement of Financial Performance	**64 007 435**

37.4 BUDGET DIFFERENCES

The Municipal Standard Chart of Accounts (mSCOA) format and classification of the budget schedules as issued by National Treasury are not fully aligned with the standards of GRAP, hence the disparity in classification between the budget and the annual financial statements.

The reconciliations below illustrate the classification and recognition differences between the budget and the financial statements amounts for total revenues, total expenses and net cash flows from operating activities, investing activities and financing activities.

37.4.1 Classification differences

	2025
Financial Performance	
Total revenue (excluding capital transfers and contributions)	**61 324 292**
Inventory consumed: mSCOA classification	5 502 199
Public contributions: operating (conditional)	68 778
Public contributions (unconditional)	945
Budget	**66 896 214**
Total expenditure	**58 566 103**
Inventory consumed: mSCOA classification	5 502 199
Budget	**64 068 302**

All amounts indicated in Rand thousands (R'000)

37. BUDGET INFORMATION (continued)

37.4 BUDGET DIFFERENCES (continued)

37.4.1 Classification differences (continued)

	2025
Financial Performance (continued)	
Surplus before capital transfers and contributions	**2 758 189**
Public contributions: operating (conditional)	68 778
Public contributions (unconditional)	945
Budget	**2 827 912**
Transfers recognised - capital	**2 599 477**
Public contributions: capital (conditional)	13 045
Budget	**2 612 522**
Contributions recognised - capital and contributed assets	**83 666**
Public contributions: capital (conditional)	(13 045)
Public contributions: operating (conditional)	(68 778)
Public contributions (unconditional)	(945)
Budget	**898**
Cash flow statement	
Net cash from operating	**10 268 540**
Increase in deposits	(105 006)
Budget	**10 163 534**
Net cash from financing	**757 432**
Increase in deposits	105 006
Budget	**862 438**

37.4.2 Recognition differences

	2025
Capital expenditure per financial statements	**9 298 599**
Landfill site provision change in estimate	53 689
Contributed assets	(898)
Budget	**9 351 390**

37. BUDGET INFORMATION (continued)

37.5 EXPLANATION OF VARIANCES GREATER THAN 10%: FINAL BUDGET AND ACTUAL AMOUNTS

37.5.1 Statement of financial position

Assets

i) Total current assets
The variance is because of the lower-than-anticipated loans draw as well as classification differences between budget classification and actual classification.

Liabilities

ii) Total non-current liabilities
The variance is due to lower than anticipated loans draw.

iii) Total current liabilities
The variance is because of the lower-than-anticipated loans draw as well as classification differences between budget classification and actual classification.

37.5.2 Statement of financial performance

Revenue

i) Investment revenue
The variance is attributed to higher interest rates on Short Term and Call Accounts during the course of the 2024/25 financial year, resulting higher than estimated interest revenue returns.

Expenditure

ii) Finance charges
The variance is attributed to the delayed drawdown of loans, informed by the City's financing strategy, which has resulted in significant savings on external interest payable.

iii) Transfers recognised - Capital
Energy
The variance is due to the reclassification of non-exchange revenue recognised via Grants and Donations to Exchange Revenue in respect of connection fees.

Human Settlements
The variance is predominately due to projects that could not be completed in FY2024/2025 due to community unrest, extortion and procurement change-over before the Mid-year which resulted in delays in the implementation of the projects.

Urban Mobility
The variance is due to several high value complex construction contracts having not performed as anticipated due to technical challenges, project dependencies, security issues as well as contractor performance on site. Site security issues have discouraged contractors from participating in construction work packages in certain areas. Some major equipment was also not delivered by financial year end. Furthermore, a significant component of the variance is made up of unspent soft-locked contingency provisions and an unspent amount which needs to be paid into the National Revenue Fund (NRF).

Water and Sanitation
The variance is due to challenging site conditions where existing services were identified on site as well as delays experienced with the recruitment of local labour for informal settlement related projects.

37.5.3 Cash flow statement

i) Net cash from operating
The variance is due to higher-than-expected finance income, as well as savings from finance costs and suppliers and employees.

ii) Net cash from investing
The variance is due to lower-than-expected capital expenditure, higher proceeds on disposal of assets as well as better-than-anticipated investments performance.

iii) Net cash from financing
The variance is due to lower-than-anticipated loan drawdown as well as savings in repayments of borrowings.

37. BUDGET INFORMATION (continued)

37.6 EXPLANATION OF VARIANCES GREATER THAN 5%: FINAL BUDGET AND ACTUAL AMOUNTS

Capital expenditure

i) Community Services and Health
The variance is predominantly due to unspent contingencies, delays in the implementation of a new night shelter, and that not all work planned for the 2024/25 financial year on various small projects could be completed by 30 June 2025, due to quotations being received later than anticipated.

ii) Economic Growth
The variance is largely due to poor contractor performance, delayed statutory approvals and design finalisation issues. Furthermore, delays were caused by the discovery of underground services (MV and fiber cables); a historic well that requires statutory clearance; high water tables; new regulatory requirements such as fire plan submissions; community interference; neighbour boundary constraints; as well as long lead times for structural steel supply, which further impacted progress.

iii) Energy
The variance is largely due to delays in the award and activation of tenders, expiry of Land Use Management approvals, lower-than-anticipated applications for new and upgraded supplies, unutilised contingency provisions for construction and insurance, and cost savings realised on completed projects.

iv) Future Planning and Resilience
The variance is primarily attributable to the IT system upgrade, which resulted in unanticipated delays in the implementation timeline of the SAP PPM Integration & Enhancement and Contract Management System Integration projects.

v) Human Settlements
The variance is predominately due to land acquisitions which were not registered by 30 June 2025, and projects that could not be completed in financial year 2024/2025 due to community unrest, extortion and procurement change-over before the mid-year which resulted in delays in the implementation on the projects.

vi) Spatial Planning and Environment
The variance is predominantly due to supplier and contractor capacity constraints, contractor non-performance and delays with the delivery and assembly of the hydraulic pump for the weed harvester.

vii) Urban Mobility
The variance is due to several high value complex construction contractors having not performed as anticipated due to technical challenges, project dependencies, security issues as well as contractor performance on site. Site security issues have discouraged contractors from participating in construction work packages in certain areas. Some major equipment was not delivered by financial year end. A significant component of the variance is made up of unspent soft-locked contingency provisions and an unspent amount which needs to be paid into the National Revenue Fund (NRF).

viii) Urban Waste Management
The variance is largely attributed to unspent contingencies; CPA approvals that can only be paid on replacement of a component linked to two landfill compactor plant items; detailed design processes that could not be concluded and will be handed over to a new professional services provider in 2025/26; and savings realised on projects during the finalising of accounts and reconciliation of materials used in the implementation of projects during 2024/25.

ix) Water and Sanitation
The variance is predominantly due to contingencies provided for in the budget, a legal dispute, challenging site conditions, and delays experienced due to existing services identified on site.

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES

38.1 MUNICIPAL ENTITIES AND OTHER ENTITIES

During the year, in the ordinary course of business, transactions between the City and the following entities occurred under terms and conditions that were no more favourable than those entered into with third parties in arm's-length transactions.

	2025	2024
CTICC		
The CTICC was established for Cape Town to become host to national and international conferences, with the objective of creating jobs, driving the local economy, and promoting Cape Town as a tourism city.		
Percentage owned	72,70%	72,70%
Arm's-length transactions for the year		
Receivables	4 683	3 899
Payables	-	-
Deposits	89	1 162
Service charges	47 188	39 167
Rental of letting stock and facilities	2 888	2 790

On 30 June 2025, the CTICC declared and paid a dividend that amounted to R3,27 million to the City.

The City is leasing to the CTICC the land on which CTICC 1 (erf 263) and CTICC 2 (erf 270) are built, on the following terms:

- Erf 263 for a period of 99 years, commencing on 1 December 2001, at a nominal rental amount of R100 per annum
- Erf 270 for a period of 30 years, commencing on 31 October 2012, after the signing of the second addendum, at a nominal rental amount of R5 000 per annum

Cape Town Stadium (RF) SOC Ltd (CTS)

The CTS municipal entity was established to manage and operate the stadium on behalf of the City. The vision of the stadium is to achieve worldwide recognition as a facility for the hosting of major sports events, and to become the premium venue of choice.

	2025	2024
Percentage owned	100%	100%
Arm's-length transactions for the year		
Receivables	9 478	8 808
Payables	16 314	7 845
Service charges	12 018	12 021
Other income	23 139	20 980
Grants and subsidies paid	19 479	33 196

The City is the sole shareholder in the CTS, which started operating as a municipal entity on 1 February 2018. The City is the holder of 100 ordinary shares issued with no par value.

The City is leasing to the CTS erf 2188, Green Point, being the stadium precinct, for an initial period of 50 years commencing on 13 November 2019, with the option of renewal for an additional 49 years, at a nominal rental amount of R100 per annum.

Cape Metropolitan Transport Fund (CMTF)

The CMTF was created in terms of section 18 of the Urban Transport Act 78 of 1977. The administration of the CMTF vests with the City. The principal activity of the CMTF is to fund the planning and provision of adequate urban transport facilities and all incidental matters.

	2025	2024
Administrator		
Arm's-length transactions for the year		
Funds held on behalf of CMTF	27 068	27 523
Transfers	6 584	7 219
Interest paid	2 096	2 425
Revenue collected	4 148	4 595

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.1 MUNICIPAL ENTITIES AND OTHER ENTITIES (continued)

	2025	2024

Atlantis Special Economic Zone Company (SOC) Ltd

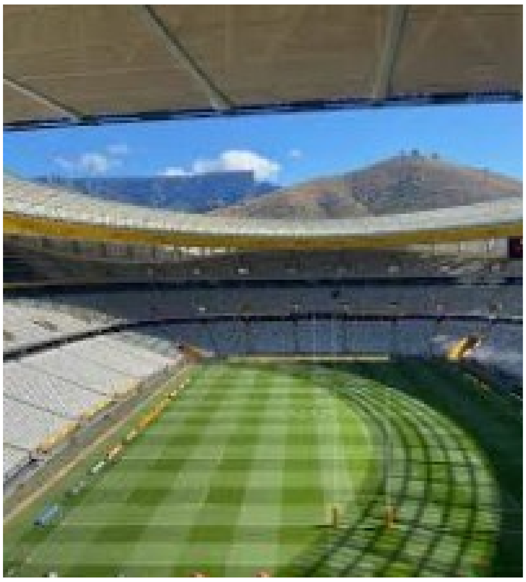
Atlantis Special Economic Zone Company (SOC) Ltd (Atlantis SEZ) is a state-owned entity listed as a schedule 3D entity in terms of section 47(2) of the Public Finance Management Act. Its purpose is to develop a green technology special economic zone (SEZ) in close collaboration with the national Department of Trade, Industry and Competition (DTIC), Wesgro, the City, and Province's Department of Economic Development and Tourism.

On 31 March 2022, the City acquired 45,4% of the Atlantic SEZ's issued ordinary no-par-value shares in an asset-for-shares transaction. The 83 no-par-value shares were acquired by way of transfer of the following three properties valued at R56,50 million:

- Portion of remainder Cape farm 1183 and remainder farm 4-93, located on the corner of Dassenberg Street and Charel Uys Drive, Atlantis Industrial, 221 500 m² in extent (purchase price: R13,28 million)
- Portion of Cape farm 1183-4-1 bounded by Gideon Basson Road and Neil Hare Road, Atlantis Industrial, 386 500 m² in extent (purchase price: R23,18 million)
- Portion of remainder erf 171, portion of remainder erf 277, erf 254 and erf 246, all located along Neil Hare Road, Atlantis Industrial, 386 500 m² in extent (purchase price: R20,03 million)

The value of the shares was independently determined and agreed by both parties. There were no other related party transactions between the City and Atlantis SEZ apart from the sale of land in exchange for shares.

	2025	2024
Percentage owned	45,4%	45,4%



All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.2 EXECUTIVE MANAGEMENT

38.2.1 Related-party transactions with close family members of executive management

No members of City management have significant influence over the financial or operating policies of the municipal entities.

The following reported transactions occurred on an arm's-length basis between the City and close family members of key management staff members.

38.2.1.1 Councillors

As at 30 June 2025

Name	Nature of relation	Key management	
AFRIVEST BUSINESS SOLUTIONS	Spouse	Cllr Davids, R	
Arm's-length transactions for the year			
Rendering of services			**402**
Amount owing			**370**
AFRIWORLD BUSINESS SOLUTIONS	Child	Cllr Davids, R	
Arm's-length transactions for the year			
Rendering of services			**11 635**
Amount owing			**4 515**
PINELANDS COMMUNITY IMPROVEMENT	Child	Cllr Davids, R	
Arm's-length transactions for the year			
Rendering of services			**12 720**
Amount owing			**-**

As at 30 June 2024

Name	Nature of relation	Key management	
VREDEKLOOF CID	Spouse	Cllr Brynard, C	
Arm's-length transactions for the year			
Transfers in terms of Vredekloof CID memorandum of agreement			4 864
Amount owing			-
AFRIVEST BUSINESS SOLUTIONS	Child	Cllr Davids, R	
Arm's-length transactions for the year			
Rendering of services			169
Amount owing			-
AFRIWORLD BUSINESS SOLUTIONS	Child	Cllr Davids, R	
Arm's-length transactions for the year			
Rendering of services			12 480
Amount owing			4 817

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.2 EXECUTIVE MANAGEMENT (continued)

38.2.1.2 Executive director

As at 30 June 2025

Name	Nature of relation	Key management	
EMPIRE	Sister-in-law	Botto, V	
Arm's-length transactions for the year			
Rendering of service			**581**
Amount owing			**146**
PRICEWATERHOUSECOOPERS (PWC)	Wife	Manus, L	
Arm's-length transactions for the year			
Rendering of service			**52 870**
Amount owing			**10 453**
FAIRBRIDGES WERTHEIM BECKER ATTORNEYS	Daughter	Nassiep, K	
Arm's-length transactions for the year			
Rendering of service			**34 632**
Amount owing			**1 714**

As at 30 June 2024

Name	Nature of relation	Key management	
EMPIRE	Sister-in-law	Botto, V	
Arm's-length transactions for the year			
Rendering of service			349
Amount owing			-
PRICEWATERHOUSECOOPERS (PWC)	Wife	Manus, L	
Arm's-length transactions for the year			
Rendering of service			29 520
Amount owing			14 765
FAIRBRIDGES WERTHEIM BECKER ATTORNEYS	Daughter	Nassiep, K	
Arm's-length transactions for the year			
Rendering of service			34 959
Amount owing			1 821

All amounts indicated in Rand thousands (R'000)

38.2 EXECUTIVE MANAGEMENT (continued)

38.2.2 Remuneration of executive management

38.2.2.1 Remuneration of councillors

SUMMARY OF REMUNERATION BENEFITS

	Annual salary	Car allowance	Social contri-bution	Subtotal	Retro-active salary increase[1]	Total
2025						
Mayco members	15 048	21	373	**15 442**	(13)	**15 429**
Councillors	157 524	236	2 827	**160 587**	(279)	**160 308**
TOTAL	**172 572**	**257**	**3 200**	**176 029**	**(292)**	**175 737**
2024						
Mayco members	14 085	20	360	**14 465**	441	**14 906**
Councillors	149 929	227	3 047	**153 203**	5 140	**158 343**
TOTAL	**164 014**	**247**	**3 407**	**167 668**	**5 581**	**173 249**

[1] In October 2024, the Minister of Cooperative Governance and Traditional Affairs proclaimed salary increases for councillors applicable to both the 2023/2024 and 2024/2025 financial years. The amount of R292 million reflected in the current year represents the variance between the initial provision and the actual increase as proclaimed.

Councillors are remunerated according to the Remuneration of Public Office Bearers Act 20 of 1998. As councillors have only collective executive powers for planning, directing and controlling the activities of the City, their remuneration is not disclosed individually, but in aggregate.

There are 231 councillor positions, whose aggregate remuneration amounted to R176,03 million for the period in review. The average remuneration per councillor is R0,76 million (2024: R0,73 million) per annum.

Mayco members have such individual executive powers as granted by their delegation. Therefore, their remuneration is disclosed individually in the table on the following page.

A full list of councillors is disclosed on pages 15 and 16 under "General information".

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.2.2 Remuneration of executive management (continued)

38.2.2.2 Remuneration of councillors

MAYORAL COMMITTEE MEMBERS' REMUNERATION

ANALYSIS OF REMUNERATION BENEFITS

	Annual salary	Car allowance	Social contribution	Total
2025				
Executive Mayor; Future Planning and Resilience				
Ald Hill-Lewis, G	1 628	-	-	**1 628**
Deputy Mayor; Spatial Planning and Environment				
Ald Andrews, E	1 323	-	-	**1 323**
Economic Growth				
Ald Vos, J	1 249	-	-	**1 249**
Finance				
Cllr Mbandezi, S	1 116	-	133	**1 249**
Corporate Services				
Ald Uys, T	1 249	-	-	**1 249**
Community Services and Health				
Cllr Higham, F[1]	547	-	-	**547**
Cllr Van der Ross, P[2]	702	-	-	**702**
Energy				
Ald Limberg, X[1]	1 232	-	-	**1 232**
Cllr Van Reenen, B[2]	17	-	-	**17**
Human Settlements				
Cllr Pophaim, C	1 249	-	-	**1 249**
Safety and Security				
Ald Smith, JP	1 122	21	107	**1 250**
Urban Mobility				
Cllr Quintas, R	1 249	-	-	**1 249**
Urban Waste Management				
Ald Twigg, G	1 116	-	133	**1 249**
Water and Sanitation				
Cllr Badroodien, ZA	1 249	-	-	**1 249**
TOTAL	**15 048**	**21**	**373**	**15 442**

[1] Appointed to Mayco during the year. [2] Membership of Mayco terminated during the year.

	Annual salary	Car allowance	Social contribution	Total
2024				
Executive Mayor; Future Planning and Resilience				
Ald Hill-Lewis, G	1 545	-	-	**1 545**
Deputy Mayor; Spatial Planning and Environment				
Ald Andrews, E	1 256	-	-	**1 256**
Economic Growth				
Ald Vos, J	1 185	-	-	**1 185**
Finance				
Cllr Mbandezi, S	1 057	-	129	**1 186**
Corporate Services				
Ald Uys, T	1 185	-	-	**1 185**
Community Services and Health				
Cllr Van der Ross, P	1 185	-	-	**1 185**
Energy				
Cllr Van Reenen, B	1 185	-	-	**1 185**
Human Settlements				
Cllr Pophaim, C	997	-	-	**997**
Safety and Security				
Ald Smith, JP	1 063	20	103	**1 186**
Urban Mobility				
Cllr Quintas, R	1 185	-	-	**1 185**
Urban Waste Management				
Ald Twigg, G	1 057	-	128	**1 185**
Water and Sanitation				
Cllr Badroodien, ZA	1 185	-	-	**1 185**
TOTAL	**14 085**	**20**	**360**	**14 465**

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.2.2 Remuneration of executive management (continued)

38.2.2.2 Remuneration of executive directors

ANALYSIS OF REMUNERATION BENEFITS (continued)

	Annual salary	Bonus	Relocation and car allowance	Social contri-bution	Travel and subsistence	Total
2025						
City Manager						
Mbandazayo, L	3 619	582	-	457	87	**4 745**
Community Services and Health						
Mandlana, Z	2 771	-	-	224	6	**3 001**
Corporate Services						
Sass, E	3 019	256	-	430	51	**3 756**
Energy						
Nassiep, KM	3 054	167	222	2	51	**3 496**
Economic Growth						
Gelderbloem, R	2 720	157	-	350	9	**3 236**
Finance						
Jacoby, K	2 965	408	228	256	31	**3 888**
Future Planning and Resilience						
Morgan, G	2 836	207	-	234	14	**3 291**
Human Settlements						
Gqiba, NZ	3 555	-	-	2	-	**3 557**
Safety and Security Services						
Botto, V	2 516	347	-	403	4	**3 270**
Spatial Planning and Environment						
McGaffin, R	2 927	-	-	2	20	**2 949**
Urban Mobility						
Campbell, D	2 898	-	-	278	73	**3 249**
Urban Waste Management						
McNeil, J[1]	269	-	-	-	-	**269**
Mayisela, NP[2]	2 005	44	-	180	10	**2 239**
Mdunyelwa, L[3]	668	-	16	57	-	**741**
Water and Sanitation						
Manus, LAV	2 452	186	-	311	10	**2 959**
TOTAL	**38 274**	**2 354**	**466**	**3 186**	**366**	**44 646**

[1] Appointed during the year.

[2] Acted as executive director during the year.

[3] Contract terminated during the year.

All amounts indicated in Rand thousands (R'000)

38. RELATED-PARTY DISCLOSURES (continued)

38.2.2 Remuneration of executive management (continued)

38.2.2.2 Remuneration of executive directors

ANALYSIS OF REMUNERATION BENEFITS (continued)

	Annual salary	Bonus	Relocation and car allowance	Social contri-bution	Travel and subsistence	Total
2024						
City Manager						
Mbandazayo, L	3 630	362	-	436	59	**4 487**
Community Services and Health						
Mandlana, Z	2 591	-	-	213	-	**2 804**
Corporate Services						
Sass, E	3 035	283	-	426	20	**3 764**
Energy						
Nassiep, KM	3 151	-	222	2	23	**3 398**
Economic Growth						
Gelderbloem, R	2 705	150	-	334	31	**3 220**
Finance						
Jacoby, K	3 011	397	150	300	41	**3 899**
Future Planning and Resilience						
Morgan, G	2 715	198	-	223	35	**3 171**
Human Settlements						
Gqiba, NZ	3 193	-	-	2	32	**3 227**
Safety and Security Services						
Botto, V	2 552	210	-	382	-	**3 144**
Spatial Planning and Environment						
McGaffin, R	2 802	-	-	2	11	**2 815**
Urban Mobility						
Campbell, D	2 774	-	-	265	30	**3 069**
Urban Waste Management						
Mayisela, NP[1]	808	-	-	78	-	**886**
Mdunyelwa, L	2 314	-	109	381	-	**2 804**
Water and Sanitation						
Manus, LAV[2]	1 252	-	70	74	-	**1 396**
Hugo, E[1]	349	-	19	42	-	**410**
Webster, M[3]	317	-	7	29	-	**353**
TOTAL	**37 199**	**1 600**	**577**	**3 189**	**282**	**42 847**

[1] Acted as executive director in the course of the year.

[2] Appointed during the year.

[3] Contract terminated during the year.

39. EVENTS AFTER REPORTING DATE

Non-adjusting event

On 3 July 2024, the City signed a loan agreement with the International Finance Corporation in which it was agreed that R2,8 billion would be made available for disbursement to the City. This amount was received on 5 August 2025.

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS

40.1 MUNICIPAL FINANCE MANAGEMENT ACT

40.1.1 Section 124(1)(b)

40.1.1.1. Disclosure concerning councillors' municipal accounts in arrears

2025

During the **financial year,** the following councillor was in arrears for more than 90 days, but has since paid their account:

- Arnold, A

As at 30 June 2025, no councillors' rates and services accounts were in arrears for 90 days or more.

2024

During the **financial year,** the following councillors were in arrears for more than 90 days, but have since paid their accounts:

- Mamkeli, S
- Van Nelson, S

As at 30 June 2024, no councillors' rates and services accounts were in arrears for 90 or more days.

40.1.2 Section 125

	2025	2024
40.1.2.1 Irregular expenditure		
Opening balance	626 116	51 633
Prior year: adjustment	(142)	(60)
	625 974	**51 573**
Expenditure incidents identified in the current year, relating to:	463 172	634 262
Current year	1 394	367 805
Prior year	461 778	266 457
	1 089 146	**685 835**
Multi-year contracts[1]	442 311	-
Resolved by Council	(1 491 371)	(59 719)
Closing balance	**40 086**	**626 116**

Incidents	2025	2024
Legal services procurement not in terms of supply chain management (SCM) regulations	73	130
Expenditure incurred after contract expiry	1 422	8 418
Non-compliance with the City's SCM policy, SCM regulations and sections 33, 111 and 116(3) of the MFMA	461 677	625 714
TOTAL	**463 172**	**634 262**

[1] Multi-year contracts refers to contracts where expenditure was incurred and instances of non-compliance were previously identified, investigated and resolved by Council in terms of section 32 of the MFMA. These contracts however remained valid, and further expenditure was incurred, which was again referred to Municipal Public Accounts Committee for investigation in terms of section 32 of the MFMA.

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.1 MUNICIPAL FINANCE MANAGEMENT ACT (continued)

40.1.2 Section 125 (continued)

40.1.2.2 Fruitless and wasteful expenditure

	2025	2024
Opening balance	-	12 313
Expenditure incidents identified in the current year, relating to:	23 822	-
Prior year	23 822	-
Resolved by Council	(23 822)	(12 313)
Closing balance	**-**	**-**

Incidents		
Other	13 553	-
Interest	16	-
Duplicate/overpayments	10 253	-
TOTAL	**23 822**	**-**

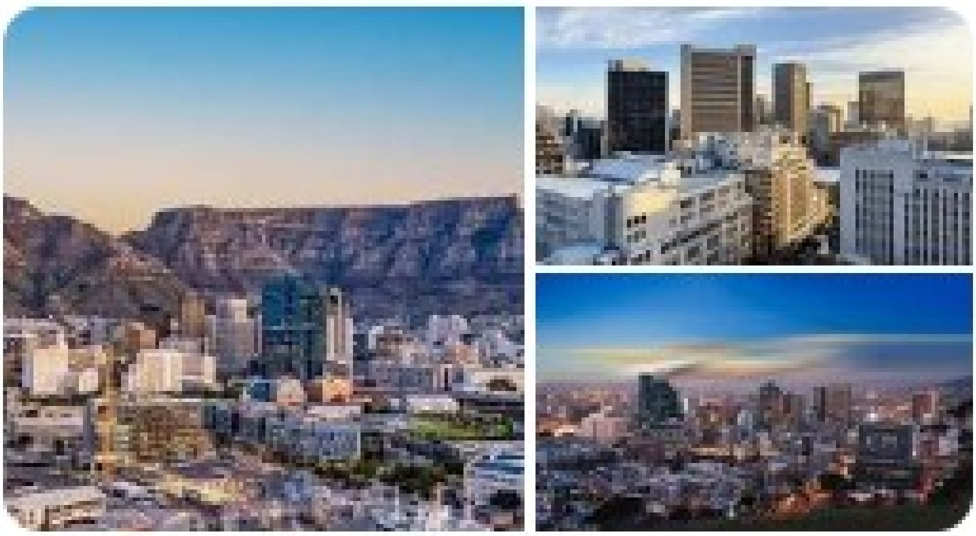
40.1.2.3 Material losses

	2025	2024
Water losses	**112 032**	**112 539**

In the current year, the material losses were 5,87% (2024: 5,90%). These are predominantly due to unauthorised usage and metering inaccuracies.

	2025	2024
Electricity losses	**771 967**	**633 187**

In the current year, the energy losses were 11,23% (2024: 11,00%). These losses are the result of system operation, theft and vandalism. The production losses amounted to R1,06 billion (2024: R914,54 million).



All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.1 MUNICIPAL FINANCE MANAGEMENT ACT (continued)

40.1.2 Section 125 (continued)

40.1.2.4 Other compulsory disclosures

		South African Local Government Association (SALGA) contributions	Audit fees	Pay-as-you-earn (PAYE) and Unemployment Insurance Fund (UIF)	Pension and medical aid [1]
As at 30 June 2025					
Opening balance		**(18 900)**	**113**	**226 984**	**415 745**
Subscriptions/fees		18 900	33 591	3 023 219	5 213 790
Amount paid:	current year	-	(32 974)	(2 769 208)	(4 996 269)
	in advance	(18 872)	-	-	-
	previous years	-	(113)	(226 984)	(415 745)
Balance unpaid (included in payables)		**(18 872)**	**617**	**254 011**	**217 521**
As at 30 June 2024					
Opening balance		**(17 663)**	**-**	**210 974**	**385 493**
Subscriptions/fees		17 663	30 826	2 827 154	4 906 607
Amount paid[1]:	current year	-	(30 713)	(2 600 170)	(4 490 862)
	in advance	(18 900)	-	-	-
	previous years	-	-	(210 974)	(385 493)
Balance unpaid (included in payables)		**(18 900)**	**113**	**226 984**	**415 745**

[1] Comparative: The current-year and advance payment for the 'Pension and medical aid' amounts were restated following a correction to a transcription issue.

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS

40.2.1 Deviations and minor breaches

In terms of section 36 of the municipal SCM regulations, any deviation from SCM policy needs to be approved by the accounting officer and noted by Council. The awards listed below have been approved by the accounting officer or his/her delegate (SCM director) and noted by Council.

	2025	2024
Deviations: Municipal SCM regulation 36(1)(a)	**54 801**	**1 102 751**
Emergency	2 057	27 422
Single provider	32 384	1 036 653
Exceptional case (impractical or impossible)	20 360	38 676
Minor breaches: Municipal SCM regulation 36(1)(b)	**2 014**	**707 795**
Minor breaches by an official or committee acting in terms of its delegated powers or duties, which is purely of a technical nature.	2 014	707 795
TOTAL deviations/minor breaches approved by the accounting officer or his/her delegated authority, noted by Council	**56 815**	**1 810 546**

All deviations considered by the accounting officer are processed in terms of the SCM regulations and the SCM policy. This process entails being assessed by the delegated authority in terms of the stipulated criteria for emergency procurement, availability from only one provider, exceptional circumstances where it is impracticable or impossible to follow the official procedure, or correction of minor technical or legislative breaches.

All minor breaches are considered by the delegated authority and processed in terms of the SCM regulations and the SCM policy. Minor breaches are not an indication of tender irregularities or fraud. Minor breaches are purely of technical or legislative nature and do not impact the outcome or fairness of the award.

The annual financial statements disclose rates-based deviations/minor breaches at zero value as the value of the award is not quantifiable on the date the award was approved by the delegated authority.

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state

In terms of section 45 of the municipal SCM regulation, any award above R2 000 to family of employees in the service of the state must be disclosed in the financial statements. The following is a list as recorded in the declaration-of-interest form.

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES

Connected person	Position held in state	2025
ACTOM (PTY) LTD		**10 690**
MAKAMU, CR	NATIONAL GOVERNMENT: EDUCATOR	
LUBBE, T	GAUTENG EDUCATION DEPARTMENT: EDUCATOR	
ACTOM POWER SYSTEMS A DIVISION OF ACTOM (PTY) LTD		**416**
KRUGER, IN	CITY HEAD	
AFRICOAST CONSULTING ENGINEERS (PTY)		**3 452**
MRWETYANA, G	DEPARTMENT OF PUBLIC WORKS: QUANTITY SURVEYOR	
AFRIWORLD BUSINESS SOLUTIONS (PTY)		**10 757**
DAVIDS, R	CITY WARD COUNCILLOR	
ANLO PRINT & MAIL CC		**170**
TAYLOR, N	CITY PROJECT ADMINISTRATOR	
ASSESS 4 U		**6**
MILES, R	IMT DIVISION OF ARMSCOR	
ASEP ELECTRICAL		**9 990**
DE-JESUS, ZA	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
ATHLONE AUTO TRANSMISSIONS		**3 124**
JOSEPHS, N	WESTERN CAPE GOVERNMENT: CHIEF DIRECTOR	
BARAKA IT SOLUTIONS (PTY) LTD		**68 229**
MOWZER, N	CITY HEAD	
BARENDS F		**45**
BARENDS, T	CITY SAP INTEGRATION SPECIALIST	
BERGSTAN		**35 068**
BEUKES, JR	DEPARTMENT OF SOCIAL DEVELOPMENT: SENIOR SOCIAL WORKER	
DIXON, M	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
BIDVEST PRESTIGE		**18 828**
SHUENYANE, T	SOUTH AFRICAN REVENUE SERVICE	
BIGEN AFRICA SERVICES		**202 477**
AARTSMA, R	DEPARTMENT OF WATER AND SANITATION: CANDIDATE ENGINEER	
BOWMAN GILFILLAN INC (LAND)		**3 689**
BOZALEK, L	WESTERN CAPE HIGH COURT: JUDGE	
DE BEER, B	UNISA	
DE VILLERS, M	COUNCIL FOR SCIENTIFIC AND INDUSTRIAL RESEARCH (CSIR): MANAGER	
DYER, C	NATIONAL DEPARTMENT OF EDUCATION: DEPUTY DIRECTOR	
KAMOETI, M	SITA	
LUMEZA, N	DEPARTMENT OF BASIC EDUCATION	
MALOPE-KGOKONG, B	NATIOAL HEALTH LABORATORY SERVICE (NHLS): NATIONAL MANAGER	
MAMABOLO, S	INDEPENDENT ELECTORAL COMMISSION	
MORGAN, G	CITY	
NKABINDE, N	TRANS CALEDON TUNNEL AUTHORITY	
NYALI, M	DEPARTMENT OF EDUCATION: EDUCATOR	
ODENDAL, J	ARMSCOR SOC LTD: SENIOR MANAGEMENT TECHNICAL	
PILLAY, K	CSIR	
RAMASHI-DUBE, K	DEPARTMENT OF JUSTICE	
RODRIGUES, C	WESTERN CAPE PROVINCIAL PARLIAMENT: SENIOR IT AND DIGITAL OFFICER	
SASS (NEE HARRIS), T	CITY HEAD: COMPLIANCE AND PROBITY	
STEYN, E	WESTERN CAPE HIGH COURT: MAGISTRATE JUDGE	
VAN AARDT, M	BARAGWANATH HOSPITAL COMPLEX: DOCTOR	
VAN DEN HEUVEL, J	DEPARTMENT OF JUSTICE: MAGISTRATE	
VISSER, A	CITY	

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state (continued)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2025
BSP CONSULTING ENGINEERS (PTY) LTD		**2 483**
PLAATJES, A	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
BURGER & WALLACE CONSTRUCTION (PTY)		**12 411**
BREEDS, RD	DEPARTMENT OF HEALTH: MEDICINE	
C & A FRIEDLANDER INC		**10 309**
BELL, A	DEPARTMENT OF EDUCATION: EDUCATOR	
C & M CONSULTING ENGINEERS		**6 128**
NGELE, CB	SOUTH AFRICAN WEATHER SERVICE: TECHNICIAN	
CAPE TRUCK AND VAN		**42 815**
DUKHWE, TV	DEPARTMENT OF ROADS INFRASTRUCTURE MANAGEMENT: PRINCIPAL PROFESSIONAL OFFICER	
CIGI CELL PTY LTD		**58 794**
NYAWANE, TIE	DEPARTMENT OF EDUCATION: PRINCIPAL	
CLUVER MARKOTTER INC		**12 418**
GEYSER, F	OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS	
PECARARO, AJK	WESTERN CAPE DEPARTMENT OF HEALTH	
CONLOG		**16 052**
MOODLEY, L	DEPARTMENT OF HEALTH: DIRECTOR	
DESIGNTEC PRINTING CC		**576**
MSHWESHWE, M	CITY: MANAGER	
DS GXILISHE		**162**
GXILISHE, B	DEPARTMENT OF AGRICULTURE AND FISHERIES: SENIOR ADMINISTRATIVE OFFICER	
GXILISHE, B	WESTERN CAPE EDUCATION DEPARTMENT	
EMPA STRUCTURES		**17 388**
PIERTERSE, G	WESTERN CAPE EDUCATOR DEPARTMENT	
ERNST AND YOUNG ADVISORY SERVICES		**110 729**
MAKHAKHE, MM	GAUTENG DEPARTMENT OF HEALTH: MEDICAL DOCTOR	
MASELA, T	SOUTH AFRICAN RESERVE BANK: EXECUTIVE HEAD	
MORRISON, N	DEPARTMENT OF DEFENCE: BOOKKEEPER	
MOSEGEDI, K	CITY OF TSHWANE: INTERNAL AUDITOR	
SIBANYONI, K	BARAGWANATH HOSPITAL: OCCUPATIONAL THERAPIST	
EXECUTIVE SAFETY SERVICE CC		**799**
VISAGIE, T	CITY	
FAIRBRIDGES WERTHEIM BECKER		**31 984**
SHREEF, W	ANC PARLIAMENTARY CAUCUS: SENIOR RESEARCHER	
FAYDIES CORPORATE GIFTS		**8 372**
VOTERSEN, MF	CITY: MANAGER	
FG JACOBS TRANSPORT CC		**5 600**
FLAGG, K	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
JACOBS, Y	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
POOLE, H	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
FIKELELA LABOUR SERVICES		**6 382**
JOSEPH, D	NATIONAL ASSEMBLY: MEMBER OF PARLIAMENT	
FS AFRICA SUPPLIERS		**46**
WILLIAMS, MD	CITY SENIOR PROFESSIONAL OFFICER	
G NKOMO INCORPORATED		**24**
NKOMO, M	NATIONAL PROSECUTING AUTHORITY: PROSECUTOR	
GAN'S TOURS CC		**133**
GANAS, S	KWAZULU-NATAL EDUCATION DEPARTMENT: SUBSTITUTE EDUCATOR	
GENLUX LIGHTING A DIVISION OF ACTOM		**5 120**
NEL, I	ACTOM EPC: DIVISIONAL CHIEF EXECUTIVE OFFICER	

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state (continued)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2025
GEORGA`S AUTO DISTRIBUTORS FITMENT		**2 297**
DOLF, A	CITY SPECIALIST CLERK	
GIBB		**79 502**
CLOETE, L	DEPARTMENT OF HIGHER EDUCATION AND TRAINING	
DE WET, E	WESTERN CAPE DEPARTMENT OF HEALTH	
HERING, C	DEPARTMENT OF EDUCATION	
HOBSON, G	SA NAVY	
KHUZWAYO, Q	TRANSET PORT TERMINALS: SCM	
KOTZEE, A	BUFFALO CITY METROPOLITAN MUNICIPALITY	
MAPHALALA, B	GAUTENG EDUCATION DEPARTMENT	
MKHIZE, N	BUFFALO CITY METROPOLITAN MUNICIPALITY	
MOJA, J	DEPARTMENT OF HIGHER EDUCATION AND TRAINING	
NAIDOO, B	DEPARTMENT OF HEALTH	
NGCUPE, G	DEPARTMENT OF EDUCATION	
SIGOGO, F	DEPARTMENT OF JUSTICE AND CONSTITUTIONAL DEVELOPMENT	
GREENRO SOLUTIONS (PTY) LTD		**5 388**
THABENG, N	SAP: FORENSIC ANALYST	
HARGRAVES LIBRARY SERVICE		**175**
VAN KESTEREN, A	CITY ADMINISTRATIVE OFFICER	
HAYES INCORPORATED		**166**
AKHERWARAY, F	CITY SUPPORT ASSISTANT	
HENRY FAGAN CONSULTING ENGINEERS AND PROJECT MANAGERS		**36 600**
NAIDOO, P	GAUTENG DEPARTMENT OF HEALTH: DOCTOR	
HEROLD GIE ATTORNEYS		**7 868**
MEYER, K	CITY SENIOR CLERK	
HITACHI ENERGY SOUTH AFRICA (PTY) LTD		**18 575**
MWANTEMBE, O	DEPARTMENT OF HEALTH: DOCTOR	
HOWDEN AFRICA COMPRESSORS & TURBINE		**1 848**
CHINGWARU, ZSM	GAUTENG DEPARTMENT OF HEALTH: DEPUTY DIRECTOR	
IAN DICKIE & CO (PTY)		**70**
SAMUELS, D	SAP: WARRANT OFFICER	
IKAPA RETICULATION AND FLOW CC		**45 259**
DAVIDS, C	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
IMMEX WASTE		**14 055**
DORFLING, A	DEPARTMENT OF EDUCATION: SPEECH THERAPIST	
INDECON INSTRUMENTATION		**3 097**
BARNARD, L	DEPARTMENT OF EDUCATION: EDUCATOR	
INNOVATIVE TRANSPORT SOLUTION		**34 849**
PRETORIUS, D	CSIR: ENGINEER	
IQ VISION (PTY) LTD		**3 359**
NORMAN, MD	DEPARTMENT OF HEALTH: MEDICAL DOCTOR	
ISUZU TRUCK CENTRE		**350 407**
GOVENDER, S	RANDPARK HIGH SCHOOL: EDUCATOR	
ITHALOMSO (PTY) LTD		**174 360**
FUMBA, SN	CITY SPECIALIST CLERK	
IX ENGINEERS		**7 171**
MASHEGANA, RJ	GAUTENG DEPARTMENT OF HEALTH: NURSE	
JUST BREEZE GENERAL TRADING		**30 950**
MPHAHLELE-NTLADI, M	LIMPOPO DEPARTMENT OF HEALTH: DENTIST	
KEMANZI (PTY) LTD		**53 904**
DU TOIT, J	TRAFFIC SERVICES: INSPECTOR DRIVERS LICENCES	

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state (continued)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2025
KEMP EN GENOTE		**6 434**
OCTORBER, DR	CAPE AGULHAS MUNICIPALITY	
WILLIAMS, MC	STELLENBOSCH MUNICIPALITY	
LIKHONA LETHU SERVICES		**680**
RAFU, Z	SOUTH AFRICAN POLICE SERVICE (SAPS)	
LILIAN4ZONKE		**579**
MONK, F	CITY SUB-COUNCIL MANAGER	
MONK, N	CITY ADMINISTRATIVE OFFICER	
LJA CONSTRUCTION CC		**5 537**
ARRIES, L	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
LENTLE PERFORMANCE IMPROVEMENT		**1 910**
LENTLE, E	GAUTENG EDUCATION DEPARTMENT	
M & C CLEVELAND A DIVISION OF ACTOM (PTD) LTD		**5 646**
LUBBE, T	GAUTENG EDUCATION DEPARTMENT	
NEL, I	CITY	
MAGUGA ATTORNEYS INC.		**2 205**
MGENGWANA, J	SAPS: SENIOR ADMINISTRATOR	
MALHERBE TUBB FAURE INC T/A MHI ATT		**579**
ROSSOUW, JJ	DEPARTMENT OF THE DEPARTMENT: ADMINISTRATOR	
MARCE PROJECTS		**6 644**
SEALE, N	ESKOM: OFFICER	
MASSAMATIC (PTY) LTD		**2 544**
BARNARD, M	WESTERN CAPE DEPARTMENT OF HEALTH: RADIOGRAPHY	
MASSIVE QUANTUM (PTY) LTD		**6**
HENDRICKS, F	CITY ADMINISTRATIVE OFFICER	
MORE ASPHALT (PTY) LTD		**8 473**
MOOSA, S	CITY SENIOR PROFESSIONAL OFFICER	
NCC ENVIRONMENTAL SERVICES (PTY) LTD		**9 886**
RHODA, C	CITY HEAD OF INVASIVE SPECIES PROGRAM	
NYATIKAZI ENTERPRISE		**2 501**
MBONGO, Z	COLLEGE OF CAPE TOWN: HR MANAGER	
ONE STOP DRIVING SCHOOL (PTY) LTD		**571**
JONAS, C	DEPARTMENT OF EDUCATION: EDUCATOR	
PEGASYS		**109 335**
GALEGO, P	GAUTENG EDUCATION DEPARTMENT	
JACKPERSAD, D	KING DINIZULU HOSPITAL	
NEETHLING, H	GAUTENG EDUCATION DEPARTMENT	
RISHWORTH, D	ESKOM	
STRYDOM, B	PACALTSDORP SECONDARY	
VON DER HEYDEN, S	STELLENBOSCH UNIVERSITY	
WESTON, B	DEPARTMENT OF WATER AND SANITATION	
PROXA SOUTH AFRICA		**507**
LUTHULI, TZG	EKURHULENI METRO MUNICIPALITY: ADMINISTRATIVE OFFICER	
ZWANE, T	EKURHULENI METRO MUNICIPALITY	
PSA AFRICA (PTY) LTD		**2 799**
FROST, T	DEPARTMENT OF JUSTICE (DURBAN)	
RED ANT SECURITY RELOCATION AND EVICTION SERVICES (PTY) LTD		**88 891**
LESIELA, N	MOGALE CITY LOCAL MUNICIPALITY	
REEDS N1 CITY		**1 373**
GOVENDER, S	DEPARTMENT OF EDUCATION: EDUCATOR	
RESOURCE INNOVATIONS AFRICA PTY (LTD)		**10 148**
RAMDEO, K	ETHEKWINI MUNICIPALITY: ELECTRICAL ENGINEER	

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state (continued)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2025
RISE UNIFORMS		**243**
NONXUBA, WD	SAP	
SHARK SPOTTERS		**805**
WARIES, T	CITY SENIOR FOREMAN	
SMART CIVIL CONSTRUCTION		**13 038**
MOLEFE, N	CITY HEAD	
SRK CONSULTING SOUTH AFRICA (PTD) LTD		**9 420**
STIFF, A	GAUTENG EDUCATION DEPARTMENT	
STATIC POWER (PTY) LTD		**4 083**
NEL, I	CITY PRINCIPAL PROFESSIONAL OFFICER	
STEDONE DEVELOPMENTS		**31 545**
DUBE, L	DEPARTMENT OF TRANSPORT: CLERICAL POSITION	
SUCCIDO ENTERPRISES		**2 939**
KRAMM, L	PRASA: ADMINISTRATOR	
SUNSHINE HELLO DESIGN		**64**
MAROOF, MS	CITY PROFESSIONAL OFFICER	
TERRATECH		**95**
PRETORIUS, AJM	UNIVERSITY OF JOHANNESBURG	
THE OIL CENTRE		**9 219**
MDYOGOLO, LB	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
TJEKA TRAINING MATTERS (PTY) LTD		**3 605**
NTLATI, B	CITY CLERK	
TOUA, M	GAUTENG EDUCATION DEPARTMENT	
TREE CUTTING PEOPLE		**852**
HLWATIKA, T	CITY HEALTH: CLINIC NURSING PRACTITIONER	
TRIDENTCHEM (PTY) LTD		**2 437**
FEBRUARY, GMT	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
VAN DER SPUY & PARTNERS (CAPE TOWN)		**239**
DE VRIES, FD	WESTERN CAPE EDUCATION GOVERNMENT: EDUCATOR	
PIENAAR, A	WESTERN CAPE EDUCATION GOVERNMENT: DEPARTMENT HEAD	
WEBBER WENTZEL		**10 344**
ABRAHAM, J	DEPARTMENT OF EDUCATION	
BOTHA, J	DEPARTMENT OF EDUCATION	
BOTHA, J	WESTERN CAPE GOVERNMENT	
COETZEE, P	TSHWANE METRO POLICE DEPARTMENT	
DIAS, N	CITY	
ESTERHUIZEN, I	PRIMARY SCHOOL WIERDAPARK	
LAMOLA, J	SOUTH AFRICAN AIRWAYS	
LEUKES, R	WESTERN CAPE GOVERNMENT	
MAHLANGU, BT	DEPARTMENT OF EDUCATION	
MASEDI, P	CITY OF JOHANNESBURG	
MTHEMBU, T	RAND WATER	
SMIT, JCL	BEAUFORT WEST MUNICIPALITY	
SMITH, A	SAA	
TRUTER, AM	WEST COAST EDUCATION DISTRICT	
TRUTER, C	DEPARTMENT OF EDUCATION	
VAN DEN BANK, P	WESGRO	
WATSON, E	DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION	

All amounts indicated in Rand thousands (R'000)

40. DISCLOSURES IN TERMS OF LAW AND REGULATIONS (continued)

40.2 SUPPLY CHAIN MANAGEMENT REGULATIONS (continued)

40.2.2 Bids awarded to family of employees in service of the state (continued)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2025
WRP CONSULTING ENGINEERS (PTY) LTD		**1 706**
MAMPHITHA, K	SABC: SYSTEM ADMINISTRATOR	
ZANA MANZI SERVICES (PTY) LTD		**358 466**
LUTHULI, G	DESMOND TUTU CHILD AND YOUTH CARE CENTRE: HEAD	
ZUTARI (PTY) LTD		**273 041**
AHLSCHLAGER, HC	SPECIAL INVESTIGATING UNIT: LEGAL REPRESENTATIVE	
JUGWANTH, U	DEPARTMENT OF SPORT, ARTS AND CULTURE: DEPUTY DIRECTOR	
MARQUES, MR	DEPARTMENT OF HOME AFFAIRS: DIRECTOR	
NADASEN, K	DEPARTMENT OF PUBLIC WORKS: DIRECTOR	
NDALA, TJ	GAUTENG EDUCATION DEPARTMENT	
GRAND TOTAL		**2 574 955**

See annexure F for the 2024 list.

ANNEXURE A: Schedule of external borrowings

AS AT 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	Contractual interest rate (NACS) %	Loan ID	Redeemable in financial year	Balance as at 30 June 2024	Received during the year	Capitalised during the year	Net interest accrual during the year	Concessionary loan adjustments	Redeemed/ written off during year	Balance as at 30 June 2025
MARKETABLE BONDS										
Municipal bond CCT03	11,160	830017007	2025	2 065 505	-	-	(65 505)	-	(2 000 000)	-
Municipal bond CCT04 (green bond)	10,170	830019504	2028	366 090	-	-	(4 667)	-	(100 000)	261 423
TOTAL MARKETABLE BONDS[1]				**2 431 595**	**-**	**-**	**(70 172)**	**-**	**(2 100 000)**	**261 423**
CONCESSIONARY LOANS										
AFD	5,763	830018500	2028	153 840	-	-	(676)	3 772	(40 000)	116 936
AFD	5,730	830018516	2028	153 739	-	-	(672)	3 810	(40 000)	116 877
AFD	5,755	830018530	2028	153 819	-	-	(675)	3 781	(40 000)	116 925
AFD	5,800	830018523	2028	149 969	-	-	(662)	3 632	(38 961)	113 978
KfW	8,107	830020016	2034	740 583	-	-	(877)	14 036	(85 867)	667 875
AFD	11,300	830020507	2038	1 928 890	-	-	(2 664)	9 198	(141 067)	1 794 357
KfW	7,790	830022015	2040	-	935 400	(7 016)	9 183	(138 864)	60	798 763
TOTAL CONCESSIONARY LOANS				**3 280 840**	**935 400**	**(7 016)**	**2 957**	**(100 635)**	**(385 835)**	**3 725 711**
OTHER LOANS										
Nedbank	9,167	830021027	2039	984 899	2 500 000	-	3 278	-	(183 879)	3 304 298
TOTAL OTHER LOANS				**984 899**	**2 500 000**	**-**	**3 278**	**-**	**(183 879)**	**3 304 298**
TOTAL				**6 697 334**	**3 435 400**	**(7 016)**	**(63 937)**	**(100 635)**	**(2 669 714)**	**7 291 432**

[1] A guaranteed investment instrument was established with Liberty Group Limited and used for the repayment of CCT03 through a once-off lump sum payment.

ANNEXURE B: Analysis of property, plant and equipment and other assets

AS AT 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	COST						ACCUMULATED DEPRECIATION						
	Opening balance	Transfers/ adjustments	Additions[1]	Impairments	Disposals	Closing balance	Opening balance	Transfers/ adjustments	Depreciation/ amortisation	Impairments	Disposals	Closing balance	Carrying value
Land and buildings													
Vacant land	1 768 215	459	42 713	-	-	1 811 387	(344 197)	-	-	(10 900)	-	(355 097)	1 456 290
Land and buildings	3 837 628	52 778	52 331	-	(145)	3 942 592	(1 084 970)	(77)	(78 442)	-	45	(1 163 444)	2 779 148
	5 605 843	**53 237**	**95 044**	**-**	**(145)**	**5 753 979**	**(1 429 167)**	**(77)**	**(78 442)**	**(10 900)**	**45**	**(1 518 541)**	**4 235 438**
Infrastructure													
Assets under construction	6 975 037	(1 521 328)	4 397 133	-	-	9 850 842	-	-	-	-	-	-	9 850 842
Telecommunications	1 950 874	13 332	94 240	-	(432)	2 058 014	(772 682)	49	(144 314)	-	238	(916 709)	1 141 305
Drains	2 136 897	52 355	34 076	-	-	2 223 328	(812 090)	-	(79 970)	-	-	(892 060)	1 331 268
Roads	18 033 759	374 645	462 998	-	-	18 871 402	(6 799 095)	(103)	(617 385)	-	-	(7 416 583)	11 454 819
Beach improvements	251 116	24 600	20 749	-	-	296 465	(64 389)	-	(8 441)	-	-	(72 830)	223 635
Sewerage mains and purification	10 264 029	69 104	573 864	-	-	10 906 997	(3 301 533)	-	(297 240)	-	-	(3 598 773)	7 308 224
Security	2 650 011	38 321	257 173	-	-	2 945 505	(1 376 149)	14	(220 624)	(36)	-	(1 596 795)	1 348 710
Electricity peak-load equipment and mains	14 100 641	284 550	603 102	-	(96)	14 988 197	(4 626 414)	-	(327 140)	-	96	(4 953 458)	10 034 739
Water mains and purification	8 066 458	131 422	312 696	-	-	8 510 576	(2 966 116)	-	(217 652)	-	-	(3 183 768)	5 326 808
Reservoirs - water	2 104 345	13 218	22 100	-	-	2 139 663	(575 389)	-	(33 848)	-	-	(609 237)	1 530 426
	66 533 167	**(519 781)**	**6 778 131**	**-**	**(528)**	**72 790 989**	**(21 293 857)**	**(40)**	**(1 946 614)**	**(36)**	**334**	**(23 240 213)**	**49 550 776**
Community assets													
Assets under construction	228 388	(120 775)	156 896	-	-	264 509	-	-	-	-	-	-	264 509
Parks and gardens	373 885	11 027	2 753	-	-	387 665	(126 160)	-	(12 700)	(532)	-	(139 392)	248 273
Libraries	357 829	-	-	-	-	357 829	(122 218)	-	(6 425)	-	-	(128 643)	229 186
Recreational facilities	1 612 041	100 813	70 745	-	-	1 783 599	(830 504)	-	(53 976)	-	-	(884 480)	899 119
Civic buildings	3 309 417	39 975	207 035	-	-	3 556 427	(1 044 756)	(190)	(59 438)	-	-	(1 104 384)	2 452 043
	5 881 560	**31 040**	**437 429**	**-**	**-**	**6 350 029**	**(2 123 638)**	**(190)**	**(132 539)**	**(532)**	**-**	**(2 256 899)**	**4 093 130**
Other assets													
Assets under construction	572 941	(317 064)	358 611	-	-	614 488	-	-	-	-	-	-	614 488
Buildings and land	1 249	-	-	-	-	1 249	(1 249)	-	-	-	-	(1 249)	-
Landfill sites	1 687 029	549 187	30 385	-	-	2 266 601	(869 573)	-	(56 167)	-	-	(925 740)	1 340 861
Furniture, fittings and equipment	1 762 409	5 502	159 236	-	(46 749)	1 880 398	(1 235 676)	171	(140 221)	-	41 955	(1 333 771)	546 627
Bins and containers	84 779	3 292	740	-	(1 278)	87 533	(68 256)	-	(7 401)	-	1 258	(74 399)	13 134
Emergency equipment	74 347	-	5 822	-	(1 002)	79 167	(65 936)	-	(4 686)	-	962	(69 660)	9 507
Motor vehicles and watercraft	3 261 898	104	284 243	-	(155 558)	3 390 687	(1 517 575)	(102)	(306 556)	(2 720)	131 985	(1 694 968)	1 695 719
Plant and equipment	1 753 721	26 871	170 553	-	(39 835)	1 911 310	(1 195 094)	177	(138 734)	-	22 236	(1 311 415)	599 895
Specialised vehicles	3 387 855	702	414 543	-	(237 303)	3 565 797	(1 464 948)	(118)	(216 341)	-	211 176	(1 470 231)	2 095 566
Computer equipment	2 887 049	8 028	242 941	-	(202 009)	2 936 009	(2 298 691)	61	(251 171)	-	198 535	(2 351 266)	584 743
	15 473 277	**276 622**	**1 667 074**	**-**	**(683 734)**	**16 733 239**	**(8 716 998)**	**189**	**(1 121 277)**	**(2 720)**	**608 107**	**(9 232 699)**	**7 500 540**
Living resources													
Animals	1 312	-	750	-	-	2 062	(802)	-	(148)	-	-	(950)	1 112
	1 312	**-**	**750**	**-**	**-**	**2 062**	**(802)**	**-**	**(148)**	**-**	**-**	**(950)**	**1 112**
Service concession assets													
Assets under construction	10 715	(9 455)	2 283	-	-	3 543	-	-	-	-	-	-	3 543
Cape Town Stadium	4 881 567	9 355	46 184	-	(221)	4 936 885	(2 660 715)	16	(161 916)	-	220	(2 822 395)	2 114 490
Buses and depots	1 484 065	-	36 614	-	(24 634)	1 496 045	(876 978)	-	(46 806)	-	16 910	(906 874)	589 171
	6 376 347	**(100)**	**85 081**	**-**	**(24 855)**	**6 436 473**	**(3 537 693)**	**16**	**(208 722)**	**-**	**17 130**	**(3 729 269)**	**2 707 204**
Housing rental stock	**3 437 764**	**14 592**	**132 567**	**-**	**(14 119)**	**3 570 804**	**(1 478 637)**	**-**	**(114 235)**	**-**	**12 289**	**(1 580 583)**	**1 990 221**
TOTAL PPE	**103 309 270**	**(144 390)**	**9 196 076**	**-**	**(723 381)**	**111 637 575**	**(38 580 792)**	**(102)**	**(3 601 977)**	**(14 188)**	**637 905**	**(41 559 154)**	**70 078 421**

ANNEXURE B: Analysis of property, plant and equipment and other assets (continued)

AS AT 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	COST						ACCUMULATED DEPRECIATION						
	Opening balance	Transfers/ adjustments	Additions[1]	Impairments	Disposals	Closing balance	Opening balance	Transfers/ adjustments	Depreciation/ amortisation	Impairments	Disposals	Closing balance	Carrying value
Heritage assets													
Paintings and museum items	10 340	-	-	-	(16)	10 324	-	-	-	-	-	-	10 324
	10 340	**-**	**-**	**-**	**(16)**	**10 324**	**-**	**-**	**-**	**-**	**-**	**-**	**10 324**
Investment property													
Vacant land	518 142	90	-	-	-	518 232	-	-	-	-	-	-	518 232
Land and buildings	124 501	(250)	-	-	-	124 251	(68 251)	102	(1 633)	-	-	(69 782)	54 469
	642 643	**(160)**	**-**	**-**	**-**	**642 483**	**(68 251)**	**102**	**(1 633)**	**-**	**-**	**(69 782)**	**572 701**
Intangible assets													
Assets under construction	81 463	(17 392)	46 095	-	-	110 166	-	-	-	-	-	-	110 166
Acquisition of rights	561 443	-	-	-	-	561 443	(561 071)	-	(372)	-	-	(561 443)	-
Computer software	1 917 306	191 899	56 428	-	(23 671)	2 141 962	(1 164 130)	-	(170 033)	-	22 234	(1 311 929)	830 033
	2 560 212	**174 507**	**102 523**	**-**	**(23 671)**	**2 813 571**	**(1 725 201)**	**-**	**(170 405)**	**-**	**22 234**	**(1 873 372)**	**940 199**
TOTAL OTHER	**3 213 195**	**174 347**	**102 523**	**-**	**(23 687)**	**3 466 378**	**(1 793 452)**	**102**	**(172 038)**	**-**	**22 234**	**(1 943 154)**	**1 523 224**
GRAND TOTAL PPE AND OTHER ASSETS	**106 522 465**	**29 957**	**9 298 599**	**-**	**(747 068)**	**115 103 953**	**(40 374 244)**	**-**	**(3 774 015)**	**(14 188)**	**660 139**	**(43 502 308)**	**71 601 645**

[1] *See note 37 for more details.*

ANNEXURE C: Disclosure of bank accounts in terms of section 125(2)(a) of the MFMA

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	2025	2024	2023
BANK ACCOUNTS HELD WITH			
Nedbank			
Main bank	1 157 611	384 253	486 048
Salary bank	-	-	-
Cashier's bank	-	-	-
General income bank (primary)	-	-	-
IRT bank	-	-	-
Amortised cost - see note 11	**1 157 611**	**384 253**	**486 048**
BANK ACCOUNTS MANAGED BY FUND MANAGERS			
FNB			
City of Cape Town	245	497	675
City of Cape Town	-	162	214
City of Cape Town	981	991	6 517
City of Cape Town	3 221	1 614	3 596
City of Cape Town	11 502	4 813	4 549
City of Cape Town	1 028	908	860
City of Cape Town	597	258	204
City of Cape Town	1 521	20 564	329
City of Cape Town	2 080	143	194
City of Cape Town	259	-	-
City of Cape Town	-	463	3 225
Fair value - see note 11	**21 434**	**30 413**	**20 363**

SHORT-TERM DEBT FACILITIES

The City had the following short-term debt facilities with its main banker:

	2025	2024
General banking facility	800 000	800 000
Guarantee facility (cash-covered)	300 000	150 000
Guarantee facility (non-cash-covered)	100 000	30 000
Letter of credit	16 000	16 000
Business travel card	2 000	2 000

The short-term debt facilities are reviewed annually and can be explained as follows:

General banking facility

This facility allows the City to quickly access funds should an immediate drawdown into the City's bank account be required.

Guarantee facility (cash-covered)

This is a facility whereby the bank will guarantee a payment to a beneficiary on behalf of the client to meet the obligations between the client and the beneficiary. This facility would be cash-covered which means that the client provides cash cover, which is held in an interest-bearing investment account and is then ceded to the bank.

Guarantee facility (non-cash-covered)

This is a facility, whereby the bank will guarantee a payment to a beneficiary on behalf of the client to meet the obligations between the client and the beneficiary. There is no cash required in this instance.

Letter of credit

A letter of credit is a document issued by the bank, assuring payment to a seller of goods or services, provided that certain documents have been presented to the bank. The documents should prove that the seller has performed the duties specified by an underlying contract, and that the goods/services have been supplied as agreed. In return for these documents, the beneficiary receives payment from the bank that issued the letter.

Business travel card

The travel card facility is used for all the travel spend of the city (airfares, hotel and accommodation, car hire, travel agent fees, forex, etc.) as the main, cost-effective and reliable card payment solution from the City's main banker. A credit facility is loaded on the account/card.

ANNEXURE D: Disclosure of grants and subsidies in terms of section 123 of the MFMA

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

National and Province grant funds									
					Conditions met - transferred to revenue				
Description	**Source**	Balance unspent at beginning of the year[1]	Current-year receipts	Adjustments	Operating	Capital	Interest earned	Amounts to be claimed	Balance unspent at the end of the year[1]
NATIONAL GOVERNMENT									
ACCREDITATION: DEVELOPMENT SUPPORT	HUMAN SETTLEMENTS	(293)	-	-	-	-	-	-	(293)
CITY PUBLIC EMPLOYMENT PROGRAMME (PEP)	NATIONAL TREASURY	-	(130 000)	5 328	121 454	-	-	-	(3 218)
DEPARTMENT OF ENVIRONMENTAL AFFAIRS AND TOURISM	FORESTRY, FISHERIES AND THE ENVIRONMENT	(38)	(220)	-	384	-	-	(126)	-
DIDO VALLEY - LUYOLO LAND CLAIM	HUMAN SETTLEMENTS	-	(14 608)	11 759	695	-	-	-	(2 154)
DME - INEP	ENERGY	(5)	-	5	-	-	-	-	-
ENERGY-EFFICIENCY ELECTRICITY DEMAND SIDE MANAGEMENT	ENERGY	-	(7 000)	34	866	6 100	-	-	-
EXPANDED PUBLIC WORKS INCENTIVE GRANT	NATIONAL TREASURY	-	(26 664)	12	26 268	-	-	-	(384)
FINANCE MANAGEMENT GRANT	NATIONAL TREASURY	-	(1 000)	4	996	-	-	-	-
INFORMAL SETTLEMENTS UPGRADING PARTNERSHIP	HUMAN SETTLEMENTS	-	(562 368)	67 926	26 678	437 210	-	-	(30 554)
INFRASTRUCTURE SKILLS DEVELOPMENT	NATIONAL TREASURY	-	(14 000)	-	13 952	48	-	-	-
MUNICIPAL DISASTER RECOVERY GRANT	COOPERATIVE GOVERNANCE	(30)	-	30	-	-	-	-	-
MUNICIPAL DISASTER RECOVERY GRANT FLOOD INTERVENTION	COOPERATIVE GOVERNANCE	(357)	(17 544)	727	2 467	-	-	-	(14 707)
NATIONAL SKILLS FUND	HIGHER EDUCATION AND TRAINING	-	(1 149)	-	1 149	-	-	-	-
NEIGHBOURHOOD DEVELOPMENT PROGRAMME	NATIONAL TREASURY	-	(30 237)	45	-	30 192	-	-	-
PHILIPPI AGRI-HUB	GENERAL BUDGET SUPPORT ALLOCATION	-	-	134	(134)	-	-	-	-
PROGRAMME AND PROJECT PREPARATION SUPPORT	NATIONAL TREASURY	-	(80 000)	3 203	76 797	-	-	-	-
PUBLIC TRANSPORT NETWORK GRANT	TRANSPORT	(21 590)	(2 024 445)	1 195 166	545 018	254 118	-	-	(51 733)
PUBLIC TRANSPORT NETWORK GRANT - BFI	TRANSPORT	(96 680)	-	(1 057 971)	-	917 985	-	-	(236 666)
RESTRUCTURING GRANT - SEED FUNDING	NATIONAL TREASURY	(173)	-	-	-	-	173	-	-
URBAN SETTLEMENTS DEVELOPMENT GRANT	NATIONAL TREASURY	(63 530)	(1 091 825)	140 003	39 952	939 516	-	-	(35 884)
TOTAL DORA ALLOCATION		**(182 696)**	**(4 001 060)**	**366 405**	**856 542**	**2 585 169**	**173**	**(126)**	**(375 593)**
NATIONAL SKILLS FUND: INTEREST ACCOUNT		(272)	-	-	297	-	(25)	-	-
NATURAL RESOURCE MANAGEMENT: INTEREST ACCOUNT		(14)	-	15	-	-	(1)	-	-
SMART LIVING HANDBOOK: INTEREST ACCOUNT		(143)	-	154	-	-	(11)	-	-
TOTAL INTEREST EARNED		**(429)**	**-**	**169**	**297**	**-**	**(37)**	**-**	**-**
TOTAL NATIONAL GOVERNMENT TRANSFERS AND GRANTS		**(183 125)**	**(4 001 060)**	**366 574**	**856 839**	**2 585 169**	**136**	**(126)**	**(375 593)**

All amounts indicated in Rand thousands (R'000)

National and Province grant funds

Description	Source	Balance unspent at beginning of the year[1]	Current-year receipts	Adjustments	Conditions met - transferred to revenue: Operating	Conditions met - transferred to revenue: Capital	Interest earned	Amounts to be claimed	Balance unspent at the end of the year[1]
PROVINCE									
ABET ADULT EDUCATION	EDUCATION	(4)	-	-	-	-	-	-	(4)
ATLANTIS KANONKOP PHASE 2 TOP STRUCTURES	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	2 248	1 059	-	-	(3 307)	-
BELHAR PENTECH 340 TOP STRUCTURES	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	11 532	-	-	-	(11 532)	-
BONTEHEUWEL INFILL HOUSING TOPS	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	(20 568)	25 327	-	-	(4 759)	-
DELFT - THE HAGUE PHASE 2 (896)	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	5 238	-	-	-	(5 238)	-
DELFT SPORTSFIELD DEVELOPMENT	CULTURAL AFFAIRS AND SPORT	-	-	-	-	-	-	-	-
EDWARD ROAD ENERGY-EFFICIENT PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(5 111)	-	-	-	-	(421)	-	(5 532)
EDWARD STREET: GRASSY PARK DEVELOPMENT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(12 611)	-	-	3 933	-	-	-	(8 678)
EHP: LANGA, RONDEVLEI, JOE SLOVO	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(127)	-	-	-	-	-	-	(127)
ERADICATION OF REGISTRATION BACKLOG	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(8)	-	-	-	-	-	-	(8)
FINANCIAL MANAGEMENT CAPABILITY GRANT	TREASURY	(5)	-	-	-	-	-	-	(5)
FISANTEKRAAL, GARDEN CITIES (RDP 4672 UNITS)	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	436	-	-	-	(436)	-
FISANTEKRAAL, GREENVILLE, PHASE 3	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	374	-	-	-	(374)	-
GOVERNMENT GRANT COMMUNITY DEVELOPMENT WORKERS	WESTERN CAPE LOCAL GOVERNMENT	(33)	(1 018)	-	829	-	-	-	(222)
GREENVILLE HOUSING PHASE 4 TOPS	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	124 022	11 463	-	-	(135 485)	-
GREENVILLE PHASE 5 BNG UNITS	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	-	5 231	-	-	(5 231)	-
GUGULETHU HOUSING INFILL PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(1 781)	-	-	23 645	-	-	(21 864)	-
HARARE INFILL HOUSING	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	32 233	-	-	-	(32 233)	-
HAZENDAL INFILL - TOP STRUCTURES	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(66)	-	-	-	-	-	-	(66)
HEIDEVELD HOUSING INFILL	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(1 491)	-	-	-	-	-	-	(1 491)
HIV/AIDS COMMUNITY-BASED RESPONSE PROJECTS	HEALTH	(13 229)	(253 037)	-	260 986	-	-	-	(5 280)
HOUSING SETTLEMENTS DEVELOPMENT GRANT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(103 480)	(307 920)	186 537	-	-	-	-	(224 863)
IDA PROJECTS: URBAN ENGINEERING	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	24 735	-	-	-	(24 735)	-
IDA: FREEDOM PARK OTTERY	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	(16 467)	1 426	-	-	-	(15 041)
IDA: IMIZAMO YETHU HOUT BAY	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	-	43	-	-	(43)	-
INFORMAL SETTLEMENTS	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(398)	-	-	398	-	-	-	-
JAKKELSVLEI CANAL UPGRADE	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(10 427)	-	-	-	-	-	-	(10 427)
KHAYELITSHA SITE C SUBSIDIES	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(6 817)	-	-	-	-	(561)	-	(7 378)
LAW ENFORCEMENT OFFICERS	COMMUNITY SAFETY	(463)	-	-	-	-	-	-	(463)
LAW ENFORCEMENT OFFICERS	COMMUNITY SAFETY	(300)	(5 400)	300	5 393	-	(79)	-	(86)
LAW ENFORCEMENT OFFICERS - HEALTH	COMMUNITY SAFETY	-	(4 897)	-	4 311	584	(139)	-	(141)
LAW ENFORCEMENT OFFICERS - LEAP	COMMUNITY SAFETY	(6 288)	(360 000)	6 288	353 000	7 000	(7 473)	-	(7 473)
LIBRARY SERVICE: PROCUREMENT OF PERIODICALS AND NEWSPAPERS	CULTURAL AFFAIRS AND SPORT	(21)	(1 448)	-	1 439	-	(9)	-	(39)

ANNEXURE D: Disclosure of grants and subsidies in terms of section 123 of the MFMA (continued)

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

National and Province grant funds

Description	Source	Balance unspent at beginning of the year[1]	Current-year receipts	Adjustments	Conditions met - transferred to revenue		Interest earned	Amounts to be claimed	Balance unspent at the end of the year[1]
					Operating	Capital			
LIBRARY SERVICE REPLACEMENT FUNDING	CULTURAL AFFAIRS AND SPORT	(5)	-	-	-	5	-	-	-
LIBRARY METRO GRANT	CULTURAL AFFAIRS AND SPORT	(336)	(5 657)	-	-	5 992	(267)	-	(268)
MACASSAR BNG HOUSING PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(31 740)	-	(48 565)	107 827	-	-	(27 522)	-
MAHAMA INFILL	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	322	-	-	-	(322)	-
MAROELA HOUSING (SOUTH)	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	7 879	716	-	-	(8 595)	-
METROPOLITAN LAND TRANSPORT FUND	TRANSPORT AND PUBLIC WORKS	(4 814)	(10 000)	(8 236)	14 752	-	(45)	-	(8 343)
MORKEL'S COTTAGE STRAND HOUSING PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(1 071)	-	-	12	-	-	-	(1 059)
MORNINGSTAR INFILL IRDP	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(49)	-	-	-	-	-	-	(49)
MUNICIPAL LIBRARY SUPPORT FUND	CULTURAL AFFAIRS AND SPORT	(1)	-	-	-	-	-	-	(1)
MUNICIPAL SERVICE DELIVERY AND CAPACITY-BUILDING	WCG LOCAL GOVERNMENT	-	(650)	-	346	-	-	-	(304)
NHBRC ENROLMENT FEES	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(13 098)	-	(16 246)	15 953	-	-	-	(13 391)
NUTRITION SUPPLEMENT PROGRAMME	HEALTH	-	(4 575)	744	3 347	-	-	-	(484)
PHILIPPI EAST PHASE 5	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(567)	-	-	-	-	-	-	(567)
PEOPLE'S HOUSING PROCESS PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(31 410)	-	(37 189)	49 909	-	(2 773)	-	(21 463)
POOKE SE BOS HOUSING PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(582)	-	(5 354)	964	-	-	-	(4 972)
PUBLIC LIBRARY FUND	CULTURAL AFFAIRS AND SPORT	(1 015)	(55 339)	-	56 353	-	(1 034)	-	(1 035)
SIR LOWRY'S PASS HSDG PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	13 039	1 306	-	-	(14 345)	-
SOMERSET WEST HOUSING PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(953)	-	-	-	-	-	-	(953)
SPORT AND RECREATION	CULTURAL AFFAIRS AND SPORT	-	-	-	-	-	-	-	-
TB CRISIS PLAN	HEALTH	(30 973)	(43 145)	-	30 774	-	-	-	(43 344)
THE HAVEN DISTRICT SIX SHELTER	WCG LOCAL GOVERNMENT	-	(6 500)	-	-	-	(339)	-	(6 839)
TITLE DEEDS RESTORATION	INFRASTRUCTURE (HUMAN SETTLEMENTS)	(3 700)	(7 007)	-	10 676	-	-	-	(31)
TOURISM SAFETY LAW ENFORCEMENT UNIT	COMMUNITY SAFETY	-	(2 000)	-	2 000	-	-	-	-
VACCINES	HEALTH	(34 128)	(78 190)	-	88 032	-	-	-	(24 286)
VALHALLA PARK INTEGRATED HOUSING PROJECT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	-	737	329	-	-	(1 066)	-
WC FINANCE MANAGEMENT CAPACITY GRANT (FMCG)	TREASURY	(15)	(150)	15	150	-	(1)	-	(1)
WCED SRT PROGRAMME	EDUCATION DEPARTMENT	(1 204)	(23 600)	785	24 273	727	(981)	-	-
WCG - MUNICIPAL ACCREDITATION AND CAPACITY-BUILDING GRANT	INFRASTRUCTURE (HUMAN SETTLEMENTS)	-	(20 133)	8 236	11 796	-	-	-	(101)
TOTAL PROVINCE TRANSFERS AND GRANTS		**(318 321)**	**(1 190 666)**	**273 075**	**1 117 998**	**14 308**	**(14 122)**	**(297 087)**	**(414 815)**
Analysis of grants and subsidies									
Total National Government transfers and grants		**(183 125)**	**(4 001 060)**	**366 574**	**856 839**	**2 585 169**	**136**	**(126)**	**(375 593)**
Total Province transfers and grants		**(318 321)**	**(1 190 666)**	**273 075**	**1 117 998**	**14 308**	**(14 122)**	**(297 087)**	**(414 815)**
		(501 446)	**(5 191 726)**	**639 649**	**1 974 837**	**2 599 477**	**(13 986)**	**(297 213)**	**(790 408)**

[1]The balances unspent at the beginning and end of the year exclude VAT.

ANNEXURE E: Appropriation statement

FOR THE YEAR ENDED 30 JUNE 2025

All amounts indicated in Rand thousands (R'000)

	2024/25											2023/24			
	Original budget	Budget adjustments (i.t.o. s 28 and s 31 of the MFMA)	Final adjustments budget	Shifting of funds (i.t.o. s 31 of the MFMA)	Virement (i.t.o. Council approved policy)	Final budget	Actual outcome	Unauthorised expenditure	Variance	Actual outcome as % of final budget	Actual outcome as % of original budget	Reported unauthorised expenditure	Expenditure authorised i.t.o. s 32 of MFMA	Balance to be recovered	Restated audited outcome
FINANCIAL PERFORMANCE															
Property rates	12 712 797	-	12 712 797	-	-	12 712 797	12 791 912	-	-	101	101	-	-	-	-
Service charges	30 391 426	887 633	31 279 059	-	-	31 279 059	31 769 117	-	-	102	105	-	-	-	-
Investment revenue	1 071 910	(298)	1 071 612	-	-	1 071 612	1 559 083	-	-	145	145	-	-	-	-
Transfers recognised - operational	6 919 169	150 048	7 069 217	-	-	7 069 217	6 957 770	-	-	98	101	-	-	-	-
Other own revenue	12 847 906	248 164	13 096 070	-	-	13 096 070	13 818 332	-	-	106	108	-	-	-	-
Total revenue (excluding capital transfers and contributions)	**63 943 208**	**1 285 547**	**65 228 755**	**-**	**-**	**65 228 755**	**66 896 214**	**-**	**-**	**103**	**105**	**-**	**-**	**-**	**-**
Employee costs	19 311 622	(97 542)	19 214 080	-	21 624	19 235 704	18 529 593	-	-	96	96	-	-	-	-
Remuneration of councillors	200 324	(12 011)	188 313	-	855	189 168	185 833	-	-	98	93	-	-	-	-
Debt impairment	3 044 407	20 754	3 065 161	-	-	3 065 161	3 061 328	-	-	100	101	-	-	-	-
Depreciation and asset impairment	3 807 670	(2 933)	3 804 737	-	-	3 804 737	3 788 203	-	-	100	99	-	-	-	-
Finance charges	1 214 301	(124 835)	1 089 466	-	(1 673)	1 087 793	847 499	-	-	78	70	-	-	-	-
Materials and bulk purchases	22 549 872	588 178	23 138 050	-	(93 668)	23 044 382	23 410 109	-	-	102	104	-	-	-	-
Transfers and grants	360 208	60 222	420 430	-	(11 221)	409 209	373 494	-	-	91	104	-	-	-	-
Other expenditure	13 853 428	664 807	14 518 235	-	84 083	14 602 318	13 872 243	-	-	95	100	-	-	-	-
Total expenditure	**64 341 832**	**1 096 640**	**65 438 472**	**-**	**-**	**65 438 472**	**64 068 302**	**-**	**-**	**98**	**100**	**-**	**-**	**-**	**-**
Surplus	**(398 624)**	**188 907**	**(209 717)**	**-**	**-**	**(209 717)**	**2 827 912**	**-**	**-**	(1 348)	(709)	**-**	**-**	**-**	**-**
Transfers recognised - capital	3 552 052	(393 809)	3 158 243	-	-	3 158 243	2 612 522	-	-	83	74	-	-	-	-
Contributions recognised - capital and contributed assets	-	-	-	-	-	-	898	-	-	-	-	-	-	-	-
Surplus/(deficit) after capital transfers and contributions	**3 153 428**	**(204 902)**	**2 948 526**	**-**	**-**	**2 948 526**	**5 441 332**	**-**	**-**	**185**	**173**	**-**	**-**	**-**	**-**
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus for the year	**3 153 428**	**(204 902)**	**2 948 526**	**-**	**-**	**2 948 526**	**5 441 332**	**-**	**-**	**185**	**173**	**-**	**-**	**-**	**-**
CAPITAL EXPENDITURE AND FUNDS SOURCES															
Transfers recognised - capital	3 418 667	(363 224)	3 055 443	-	-	3 055 443	2 480 709	-	-	81	73	-	-	-	-
Public contributions and donations	133 385	(30 586)	102 799	-	-	102 799	60 650	-	-	59	45	-	-	-	-
Borrowing	7 279 730	(229 152)	7 050 578	-	-	7 050 578	5 854 382	-	-	83	80	-	-	-	-
Internally generated funds	1 188 851	(1 283)	1 187 568	-	-	1 187 568	955 649	-	-	80	80	-	-	-	-
Total sources of capital funds	**12 020 633**	**(624 245)**	**11 396 388**	**-**	**-**	**11 396 388**	**9 351 390**	**-**	**-**	**82**	**78**	**-**	**-**	**-**	**-**
CASH FLOWS															
Net cash from (used) operating	6 441 207	(14 349)	6 426 858	-	-	6 426 858	10 163 534	-	-	158	158	-	-	-	-
Net cash from (used) investing	(10 102 203)	763 426	(9 338 777)	-	-	(9 338 777)	(7 737 017)	-	-	83	77	-	-	-	-
Net cash from (used) financing	4 434 065	(181 559)	4 252 506	-	-	4 252 506	862 438	-	-	20	19	-	-	-	-
Cash/cash equivalents at year-end	**6 576 459**	**2 051 703**	**8 628 162**	**-**	**-**	**8 628 162**	**10 576 530**	**-**	**-**	**123**	**161**	**-**	**-**	**-**	**-**
Net increase in cash and cash equivalents	**773 069**	**567 518**	**1 340 587**	**-**	**-**	**1 340 587**	**3 288 955**	**-**	**-**	**245**	**425**	**-**	**-**	**-**	**-**

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES

Connected person	Position held in state	2024
ACG ARCHITECTS PTY LTD		**375**
E MOHAMED	CITY HEAD	
AFRIVEST BUSINESS SOLUTIONS		**169**
R DAVIDS	CITY COUNCILLOR	
AFRIWORLD BUSINESS SOLUTIONS (PTY) LTD		**9 203**
R DAVIDS	CITY COUNCILLOR	
ANLO PRINT AND MAIL CC		**417**
N TAYLOR	CITY PROJECT ADMINISTRATOR	
ATHLONE AUTO TRANSMISSIONS		**3 796**
N JOSEPH	WESTERN CAPE GOVERNMENT: CHIEF DIRECTOR	
BARAKA IT SOLUTIONS (PTY) LTD		**99 209**
E NTSHABELE	DEPARTMENT OF LABOUR	
BARENDS F		**122**
T BARENDS	CITY SAP INTEGRATION SPECIALIST	
BERGSTAN SOUTH AFRICA CONSULTING		**15 114**
JR BEUKES	DEPARTMENT OF SOCIAL DEVELOPMENT: SENIOR SOCIAL WORKER	
K CASO	DEPARTMENT OF EDUCATION: DEPUTY PRINCIPAL	
BOB C IMPORT/EXPORT AGENCIES CC		**1 320**
C PADIACHY	CITY HR CLERK	
BOWMAN GILFILLAN INC (LEGAL)		**1 646**
J VAN DEN HEUVEL	DEPARTMENT OF JUSTICE: MAGISTRATE	
E STEYN	WESTERN CAPE HIGH COURT: JUDGE	
L BOZALEK	WESTERN CAPE HIGH COURT: JUDGE	
M DE VILLERS	CSIR: MANAGER	
C DYER	NATIONAL DEPARTMENT OF EDUCATION: DEPUTY DIRECTOR	
M VAN AARDT	BARAGWANATH HOSPITAL COMPLEX: DOCTOR	
B MALOPE-KGOKONG	NHLS: NATIONAL MANAGER	
L NTOMBIFUTHI	DEPARTMENT OF BASIC EDUCATION: EDUCATOR	
M NYALI	DEPARTMENT OF EDUCATION: EDUCATOR	
J ODENDAL	ARMSCOR SOC LTD: SENIOR MANAGER TECHNICAL	
C RODRIGUES	WCPP: SENIOR IT AND DIGITAL OFFICER	
T SASS	CITY HEAD COMPLIANCE AND PROBITY	
G MORGAN	CITY EXECUTIVE DIRECTOR: FUTURE PLANNING AND RESILIENCE	
S MAMABOLO	INDEPENDENT ELECTORAL COMMISSION: CHIEF ELECTORAL OFFICER	
A VISSER	CITY MANAGER: WASTE WATER	
BSP CONSULTING ENGINEERS (PTY) LTD		**1 561**
A PLAATJIES	TYGERSIG PRIMARY SCHOOL: EDUCATOR	
C&A FRIEDLANDER INCL		**12 082**
A BELL	DEPARTMENT OF HIGHER EDUCATION AND TRAINING	
C & M CONSULTING ENGINEERS		**2 314**
CB NGELE	SOUTH AFRICAN WEATHER SERVICE: TECHNICIAN	
CAPE TRUCK AND VAN		**7 717**
T DUKWE	CITY PRINCIPAL PROFESSIONAL OFFICER	

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024 (continued)

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2024
CLUVER MARKOTTER INC		**6 303**
AJK PECARARO	WESTERN CAPE DEPARTMENT OF HEALTH	
F GEYSER	OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS	
CONLOG		**11 897**
N MOODLEY	DEPARTMENT OF HEALTH: DIRECTOR	
CSM CONSULTING SERVICES (PTY) LTD		**595**
A VANCOILIE	DEPARTMENT OF PLANNING: CHIEF TOWN REGIONAL PLANNER	
DESIGNTEC PRINTING CC		**1 032**
M MSHWESHWE	CITY MANAGER ACCESS TO INFORMATION	
DS GXILISHE		**172**
B GXILISHE	DEPARTMENT OF AGRICULTURE AND FISHERIES	
S GXILISHE	WESTERN CAPE DEPARTMENT OF EDUCATION	
EMPA STRUCTURES		**26 088**
G PETERSON	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
EPI USE AFRICA (PTY) LTD		**14 333**
E JANSE VAN RENSBURG	ROAD ACCIDENT FUND: SENIOR MANAGER	
ERNST AND YOUNG ADVISORY SERVICES		**136 073**
MM MAKHAKHE	GAUTENG DEPARTMENT OF HEALTH: MEDICAL DOCTOR	
E MOTSAMAI	GAUTENG DEPARTMENT OF EDUCATION: MANAGER	
N MORRISON	DEPARTMENT OF DEFENCE: BOOKKEEPER	
S SOOBRAMONEY	ESKOM: SAP ANALYST	
K MOSEGEDI	CITY OF TSHWANE: INTERNAL AUDITOR	
P POTGIETER	TRANSNET: MEDICALLY BOARDED (PREVIOUSLY REGIONAL FINANCE MANAGER)	
B NKASELA	NATIONAL DEPARTMENT OF PUBLIC WORKS: ASSISTANT DIRECTOR	
K GOBARDAN	DEPARTMENT OF HIGHER EDUCATION AND TRAINING: MINISTERIAL TASK TEAM MEMBER	
T MASELA	SOUTH AFRICAN RESERVE BANK: EXECUTIVE HEAD	
SV SOLMS	UNIVERSITY OF JOHANNESBURG: HEAD OF DEPARTMENT	
RA BRADLEY	UNIVERSITY OF THE WITWATERSRAND: SENIOR LECTURER	
K SIBANYONI	BARAGWANATH HOSPITAL: OCCUPATIONAL THERAPIST	
EVERY FLUSH TOILET HIRE		**100**
N STIMELA	SOUTH AFRICAN POLICE SERVICES	
EXECUTIVE SAFETY SERVICE CC		**377**
T VISAGIE	CITY OF CAPE TOWN: ADMINISTRATIVE CLERK	
FAYDIES CORPORATE GIFTS		**5 303**
MF VOTERSEN	CITY MANAGER FINANCE	
FG JACOBS TRANSPORT CC		**4 639**
M FLAGG	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
C POOLE	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
FIKELELA LABOUR SERVICES		**5 774**
D JOSEPH	NATIONAL ASSEMBLY: MEMBER OF PARLIAMENT	
G NKOMO INCORPORATED		**225**
M NKOMO	NATIONAL PROSECUTING AUTHORITY: STATE PROSECUTOR	

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024 (continued)

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2024
GIBB		**53 738**
C HERING	DEPARTMENT OF TRANSPORT AND PUBLIC WORKS: ENGINEER	
C CLARK	ESKOM: TECHNICIAN	
A PETERSEN	DEPARTMENT OF EDUCATION: SUBJECT SPECIALIST	
D ALLDERMAN	DEPARTMENT OF EDUCATION: EDUCATOR	
A MOON	CITY HEAD BUSINESS CONTINUITY	
T GQOBO	ETHEKWINI MUNICIPALITY: CIVIL ENGINEERING TECHNICIAN	
D O'REILLY	SAPS: WARRANT OFFICER	
S JAFTA	EASTERN CAPE DEPARTMENT OF TRANSPORT: ASSISTANT MANAGER	
N MKHIZE	DEPARTMENT OF WATER AFFAIRS: ACCOUNTING CLERK	
A BRINK	DEPARTMENT OF HEALTH: MEDICAL PRACTITIONER	
I BRINK	DEPARTMENT OF EDUCATION: EDUCATOR	
L CLOETE	DEPARTMENT OF HIGHER EDUCATION AND TRAINING: LECTURER	
N NIACKER	DEPARTMENT OF TRANSPORT: SENIOR ADMINISTRATOR CLERK	
J GOOCH	DEPARTMENT OF TRANSPORT AND PUBLIC WORKS: HEAD	
GENLUX LIGHTING A DIVISION OF ACTOM		**4 082**
T LUBBE	GAUTENG EDUCATION DEPARTMENT: EDUCATOR	
I NEL	CITY PRINCIPAL PROFESSIONAL OFFICER	
GREENRO SOLUTIONS (PTY) LTD		**18 424**
N THABENG	SOUTH AFRICAN POLICE SERVICE: FORENSIC ANALYST	
HAIDO ENTERPRISES (PTY) LTD		**5**
A MALAHLELA	CITY SENIOR PROFESSIONAL OFFICER	
HAYES INCORPORATED		**2 194**
F AKHERWARAY	CITY SUPPORT ASSISTANT	
HENRY FAGAN CONSULTING ENGINEERS AN		**2 065**
P NAIDOO	GAUTENG DEPARTMENT OF HEALTH: MEDICAL DOCTOR	
HEROLD GIE ATTORNEYS		**5 373**
K MEYER	CITY SENIOR CLERK	
HITACHI ENERGY SOUTH AFRICA (PTY) LTD		**20 338**
G DU BOURG	RIVONIA PRIMARY SCHOOL: EDUCATOR	
HOWDEN PROJECTS		**8 300**
Z CHINGWARU	DEPARTMENT OF HEALTH: MANAGER	
IAN DICKIE & CO (PTY) LTD		**22**
D SAMUELS	SOUTH AFRICAN POLICE SERVICE: WARRANT OFFICER	
IKAMVA ENTREPRENUERSHIP DEVELOPMENT		**46**
T MOUTON	DEPARTMENT OF HEALTH CAPE WINELANDS: HEALTH INSPECTOR	
IKAPA RETICULATION AND FLOW CC		**42 458**
C DAVIDS	WESTERN CAPE DEPARTMENT OF EDUCATION: EDUCATOR	
IMMEX WASTE		**20 449**
A DORFING	DEPARTMENT OF EDUCATION: SPEECH THERAPIST	
INDECON INSTRUMENTATION		**5 165**
L BARNARD	DEPARTMENT OF EDUCATION: EDUCATOR	
INNOVATIVE TRANSPORT SOLUTIONS		**32 663**
D PRETORIUS	PRASA: CHIEF OPERATING OFFICER	
NA KHENA	CSIR: ENGINEER	
M VAN DER MERWE	CITY CLINICAL MEDICAL OFFICER	

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024 (continued)

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2024
ISUZU TRUCK CENTRE		**563 374**
S GOVENDER	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
E JACOBS	CITY PROJECT ADMINISTRATOR	
IX ENGINEERS		**3 058**
RJ MASHEGANA	DEPARTMENT OF HEALTH: NURSE	
KALEIDOSCOPE EDUCATIONAL SERVICES		**1 794**
A ADAMS	CITY SENIOR PROFESSIONAL OFFICER	
KEMANZI (PTY) LTD		**7 451**
J DU TOIT	CITY TRAFFIC INSPECTOR	
KEMP EN GENOTE		**7 804**
MC WILLIAMS	STELLENBOSCH MUNICIPALITY: LEGAL ADVISOR	
DR OCTOBER	CAPE AGULHAS MUNICIPALITY	
KEPTRA TRADING		**1 392**
R MARAIS	WESTERN CAPE DEPARTMENT OF EDUCATION: EDUCATOR	
LEIBRANDT TRAINING ACADEMY CC		**146**
H BENJAMIN	CORRECTIONAL SERVICES: PSYCHOLOGIST	
LEVENDAL ATTORNEYS		**1 297**
K NDHLOVU	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
LIKHONA LETHU SERVICES		**92**
Z RAFU	SOUTH AFRICAN POLICE SERVICE	
LILIAN4ZONKE		**528**
F MONK	CITY SUB-COUNCIL MANAGER	
NL MONK	CITY SCM: SENIOR CLERK	
LUKISWA TRADERS		**49**
L LUCAS	PROVINCIAL TREASURY: INTERN	
LUKHONZI CONSULTING ENGINEERS		**41 243**
G KENNEDY	SOUTH AFRICAN POLICE SERVICE: CHIEF ADMINISTRATION CLERK	
M & C CLEVELAND A DIVISION OF ACTOM		**60 318**
I NEL	DEPARTMENT OF ENERGY: HEAD	
T LUBBE	GAUTENG EDUCATION DEPARTMENT: EDUCATOR	
MAGUGA ATTORNEYS INC.		**3 845**
KJ MGEGWANA	SOUTH AFRICAN POLICE SERVICE: SENIOR ADMINISTRATOR	
MALHERBE TUBB FOURE INC T/A MHI ATTORNEY		**795**
J ROSSOUW	DEPARTMENT OF TRANSPORT AND PUBLIC WORKS: ROADS RIGHTS	
MAYATS ATTORNEYS		**396**
T MAYAT	WESTERN CAPE DEPARTMENT OF HEALTH: DOCTOR	
NCC ENVIRONMENTAL SERVICES (PTY) LTD		**15 850**
C RHODA	CITY TRANSPORT	
NEOTERIC TRADING SERVICES		**975**
AA JACOBS	CAPE AGULHAS MUNICIPALITY: DIRECTOR OF INFRASTRUCTURE SERVICES	
NYATIKAZI ENTERPRISE		**3 839**
Z MBONGO	COLLEGE OF CAPE TOWN: HR MANAGER	
ONE STOP DRIVING SCHOOL (PTY) LTD		**93**
C JONAS	WESTERN CAPE EDUCATION DEPARTMENT: EDUCATOR	
PARKERS BUS SERVICE		**38**
RM PARKER	WESTERN CAPE DEPARTMENT OF EDUCATION: ACTING DEPUTY PRINCIPAL	

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024 (continued)

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2024
PEGASYS		**109 748**
P GREY	CITY PROFESSIONAL OFFICER	
B WESTON	DEPARTMENT OF WATER AND SANITATION: SCIENTIFIC MANAGER	
PSA AFRICA (PTY) LTD		**3 729**
T FROST	DEPARTMENT OF JUSTICE (DURBAN)	
RED ANT SECURITY RELOCATION AND EVICTION		**51 322**
N LESIELA	MOGALE CITY LOCAL MUNICIPALITY	
REEDS BELLVILLE		**53**
S GOVENDER	RANDPARK HIGH SCHOOL: EDUCATOR	
REEDS N1 CITY		**619**
S GOVENDER	RANDPARK HIGH SCHOOL: EDUCATOR	
RISK RELEASE (PTY) LTD		**379**
A DAMONS	CITY SPECIALIST CLERK	
ROYAL HASKONINGDHV (PTY) LTD		**1 705**
S SITHOLE	CITY OF JOHANNESBURG: ASSOCIATE DIRECTOR	
SBANISAMAGALWENI		**118**
L MLAMBO	CITY PHARMACIST ASSISTANT	
STEDONE DEVELOPMENT		**48 308**
L DUBE	DEPARTMENT OF TREASURY: CLERK	
SMART CIVIL CONSTRUCTION		**12 818**
N MOLEFE	CITY HEAD DEBT MANAGEMENT SERVICES	
SUCCIDO ENTERPRISES		**1 828**
L KRAMM	PRASA: ADMINISTRATOR	
TEMPUS DYNAMICS		**352**
M MVALO	CITY PROFESSIONAL OFFICER	
THE M		**202**
A HANGONE	NATIONAL PORTS AUTHORITY: CHIEF MARINE ENGINEER	
THE OIL CENTRE		**4 048**
LB MDYOGOLO	NTWASAHLOBO PRIMARY SCHOOL: EDUCATOR	
TOXSOLUTIONS KITS AND SERVICES CC		**1 064**
G PEARSON	RAND WATER: SENIOR EDUCATION ADVISOR	
TRANSPORT TELEMATICS AFRICA (PTY) LTD		**237**
JJE GROENEWALD	WESTERN CAPE PROVINCIAL GOVERNMENT: TRANSPORT AND PUBLIC WORKS	
TJEKA TRAINING MATTERS (PTY) LTD		**2 159**
B NTLANTI	MACCASAR CLINIC	
M TOUA	GAUTENG EDUCATION	
TRIDENTCHEM (PTY) LTD		**3 394**
GMT FEBRUARY	WESTERN CAPE DEPARTMENT OF EDUCATION: TEACHER	
UNAKO HOLDINGS (PTY) LTD		**6**
T VAPI	DEPARTMENT OF CORRECTIONAL SERVICES: OFFICER	
VAN DER SPUY & PARTNERS		**882**
M VAN ZYL	WESTERN CAPE DEPARTMENT OF EDUCATION: HEADMISTRESS	
VONDO TRADING CC		**48**
N NEVONDO	NATIONAL DEPARTMENT: HUMAN SETTLEMENT	

ANNEXURE F: Bids awarded to family of employees in service of the state – 2024 (continued)

All amounts indicated in Rand thousands (R'000)

AWARDS TO FAMILY OF EMPLOYEES IN THE SERVICE OF THE CITY AND OTHER STATE ENTITIES (continued)

Connected person	Position held in state	2024
WEBBER WENTZEL		**11 971**
J ABRAHAM	DEPARTMENT OF EDUCATION: SECRETARY	
C TRUTER	DEPARTMENT OF EDUCATION: SCHOOL PRINCIPAL	
AM TRUTER	WEST COAST EDUCATION DISTRICTS: CHIEF EDUCATION SPECIALIST	
E WATSON	DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION: BOARD MEMBER	
JCL SMIT	BEAUFORT WEST MUNICIPALITY: DIRECTOR	
B THEMBEKILE	DEPARTMENT OF EDUCATION: SCHOOL PRINCIPAL	
K NONYANE	PETRO SA: TECHNICIAN	
A SMITH	SAA: CABIN CREW MEMBER	
S QOLOHLE	NATIONAL TREASURY: DIRECTOR	
H PRINSLOO	DEVELOPMENT BANK OF SOUTHERN AFRICA: RISK ANALYST	
B WATSON	INDEPENDENT NON EXECUTIVE DIRECTOR OF PIC	
T MTHEMBU	RAND WATER: CIVIL ENGINEER	
N DIAS	WESTERN CAPE DEPARTMENT OF THE PREMIER: STATE LAW ADVISOR	
WRP CONSULTING ENGINEERS (PTY) LTD		**1 083**
EK MAMPHITHA	SABC: SYSTEMS ADMINISTRATOR	
ZANA MANZI SERVICES (PTY) LTD		**285 909**
G LUTHULI	DESMOND TUTU CHILD & YOUTH CARE CENTRE: HEAD	
ZUTARI (PTY) LTD		**259 177**
HC AHLSCHLAGER	SIU: LEGAL REPRESENTATIVE	
K NADASEN	DEPARTMENT OF PUBLIC WORKS: DIRECTOR	
MR MARQUES	DEPARTMENT OF HOME AFFAIRS: DIRECTOR	
TJ NDALA	DEPARTMENT OF EDUCATION: SCHOOL PRINCIPAL	
U JUGWANTH	DEPARTMENT OF SPORT, ARTS AND CULTURE: DEPUTY DIRECTOR	
GRAND TOTAL		**2 098 814**

APPENDIX A

Abbreviations used in these financial statements

AARTO	Administrative Adjudication of Road Traffic Offences
AFD	Agence Française de Développement
ASB	Accounting Standards Board
CCT	City of Cape Town
CID(s)	city improvement district
CMTF	Cape Metropolitan Transport Fund
COID	compensation for occupational injuries and diseases
CPI	consumer price index
CRR	capital replacement reserve
CSIR	Council for Scientific and Industrial Research
CTS	Cape Town Stadium (RF) SOC Limited
CTICC	Cape Town International Convention Centre Company SOC Limited (RF)
DB	defined benefit (scheme)
DC	defined-contributions (scheme)
DMTN	domestic medium-term note
DTIC	Department of Trade, Industry and Competition
ERP	Enterprise Resource Planning
FNB	First National Bank
GRAP	Generally Recognised Accounting Practice
ICASA	Independent Communications Authority of South Africa
IDP	Integrated Development Plan
IFC	International Finance Corporation
IRT	integrated rapid transit
ISUPG	Informal Settlements Upgrading Partnership Grant
JSE	Johannesburg Stock Exchange
KCT	Khayelitsha Community Trust
Mayco	Mayoral Committee
MFMA	Local Government: Municipal Finance Management Act
MOA	memorandum of agreement
mSCOA	Municipal Standard Chart of Accounts
NACS	nominal annual compounded semi-annually
NHLS	National Health Laboratory Service
PAYE	pay-as-you-earn
PPE	property plant and equipment
PRASA	Passenger Rail Agency of South Africa
Province	Western Cape Provincial Government
PTNG	Public Transport Network Grant
SAA	South African Airways
SABC	South African Broadcasting Corporation
SALA	South African Local Authorities (Pension Fund)
SALGA	South African Local Government Association
SAP	Systems, Applications and Products
SARS	South Afican Revenue Services
SCM	Supply Chain Management (Department)
SEZ	Special Economic Zone
SIU	Special investigating unit
SOA	Scheme of Arrangement
UIF	Unemployment Insurance Fund
USDG	Urban Settlements Development Grant
VAT	value-added tax
WCCP	Western Cape Provincial Parliament

CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD

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