CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD

ANNEXURE A

FINANCIAL MONITORING REPORT (FMR)

AUGUST 2017

EXECUTIVE SUMMARY: CITY OF CAPE TOWN

FINANCIAL MONITORING REPORT FOR THE PERIOD ENDING 31 AUGUST 2017 (COMPARATIVE STATEMENT REPORT)

The purpose of this report is to comply with Section 71 of the Municipal Finance Management Act (MFMA), and Regulation 28 of the Municipal Budget and Reporting Regulations (MBRR).

The report sets out the financial particulars in the format prescribed by the MFMA and the MBRR. It also provides a high level overview of the organisation's financial viability and sustainability.

BACKGROUND

Section 71 of the MFMA states:
"The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for the month and for the financial year up to the end of that month: …".

Regulation 28 of the MBRR states:
"The In Year Report of a municipality must be in the format specified as per Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Municipal Management Finance Act".

THE CITY'S MAIN FOCUS FOR 2017/18

The City, at its Council meeting in May 2017, approved the establishment of a Water Resilience Task Team to implement and oversee the actions required to ensure diversification of water supply in the medium term to improve the City's water security, as well as any interim measures required to procure temporary water supply capacity to provide a stable water supply in the case of prolonged drought.

The City's dams are currently at a 25% drinkable water level with a projection of no further major rainfall to be expected outside of the winter rain season.

Level 5 water restrictions were implemented with effect from 3 September 2017 until further notice.

All directorates and departments were cautioned to be aware of the significant pressure on the City's financial resources due to the unprecedented drought crisis. Substantial resources are required to see to it that Cape Town survives and thrives over the next two years. As such, all new vacancies must be funded with existing budget. Other budget requests, such as for the attendance of conferences or the roll-out of new programmes, will not be considered unless extremely well motivated and as measured against what the City requires to implement in order to see Cape Town through this protracted drought.

Any surpluses resulting from under expenditure and over-recovery on the operating budget will be allocated to the Water Resilience Programme.

The City is in the process of liaising with National Government to allow Council to approve a special adjustment budget in order to appropriate additional funding to cater for the extreme emergency measures, which must be implemented in the short term.

In terms of the roll-out the of City's emergency water augmentation projects, approximately 20 tenders will be finalised and issued for the various required schemes over the next few weeks and months.

RECENT CITY ACHIEVEMENTS

Green Bond

On 12 July 2017, the City's inaugural green bond went on auction where 31 investors made offers totalling R4,89 billion in response to the R1 billion that was being raised. The R1 billion cleared at 133 basis points above the R186 government bond. The market's enthusiasm is a resounding vote of confidence by investors in the City's governance, strong financial standing, and ability to deliver on sustainable projects.

The green bond has been certified by the Climate Bonds Initiative and Moody's Investors Service conducted a Green Bond Assessment and assigned a GB1 (Excellent) grade to the City's green bond. In raising the green bond, the City was required to identify and assess projects that would be funded with the bond proceeds against the Climate Bond Standard's criteria. In the end a mix of adaptation and mitigation initiatives were assessed and found to be aligned with the comprehensive requirements within the Standard – demonstrating that we are credibly undertaking green initiatives. Some of the projects certified include:

- procurement of electric buses
- water management initiatives (which include water meter installations and replacements, water pressure management, and upgrade of reservoirs)
- sewerage effluent treatment
- rehabilitation and protection of coastal structures

The green bond issue date was 17 July 2017, the term is 10 years and the interest rate is fixed at 10,17%. Interest and equal capital are repayable semi-annually over the term of the bond with the first payment being made on 17 January 2018.

New crime dispatch system for neighbourhoads across the City

The City has spent R4.3 million over the last two financial years for the new system, comprising base radios and applications like WhatsApp, Telegram and Link which allows over 76 neighbourhood watches across Cape Town to relay incidents, post warnings or request emergency assistance. A further R1.8 million has been budgeted for in 2017/18 to fund additional developments.

Hundreds of members from 79 neighbourhood watch organisations around the city now have quicker access to professional assistance and are able to relay incidents and request emergency assistance much faster, thanks to an application which allows for an easier flow of information between members and the City of Cape Town's control centre.

It is anticipated that as the system is refined and the interaction between the uniformed services and neighbourhood watch organisations improves, many more neighbourhood watches will be brought on board so that none of the estimated 50 000 neighbourhood watch members are left out of the loop.

Upgrade to Hanover Park Clinic

The City has invested just over R1 million for a refurbishment of the Hanover Park Clinic. The funding for the project was made available through the Mayoral Urban Regeneration Project.

One of the highlights is a new tuberculosis (TB) wing that includes a private consultation room and waiting area, giving TB patients separate access to the clinic and improving infection control measures in the clinic.

Other features include a new dispensary, emergency treatment room, canteen area for staff, and universal access ramps for people with disabilities, as well as an upgrade to electrical components and lighting, the installation of air-conditioning, and a fresh coat of paint.

The renovations come on the back of security hardening measures installed in the previous year, following an upsurge in gang violence in Hanover Park.

Madiba Square in Imizamo Yethu gets electricity

Electricity was switched on in the first part of the fire-affected area in Madiba Square, Imizamo Yethu on 15 August 2017.

A total budget of R6,75 million has been spent for the electrification of 181 dwellings, of which 14% are new connections and the remainder of the households are a reinstatement of connections for customers electrified before the fire.

Once the entire area has been electrified, the project will result in the electrification of more than 2 100 households, of which more than 80% will be new connections at a cost of R40 million.

The City is currently busy with a broad range of works in Imizamo Yethu as part of the super-blocking programme to deliver services such as water, sanitation, electricity, wider pathways and roads in the fire-affected area.

The super-blocking programme will enhance service delivery in the area and lead to greater access in order to help prevent a recurrence of the devastating fire which occurred in March this year.

Construction of KTC community-driven housing project in Nyanga commences

The City's Transport and Urban Development Authority (TDA) is investing approximately R36 million in the construction of 235 houses and civil infrastructure for the KTC Phase 3 housing development in Nyanga.

The 235 houses will be built via an assisted People's Housing Process (PHP), which is a community-run project where the beneficiaries appoint a contractor for the top structures and manage the project themselves via an elected support organisation. The City will assist the support organisation in the management, quality control and accounting of the project.

The civil engineering services have already been installed. Construction of the houses will take approximately 14 months. Processes to implement electrical infrastructure are also under way.

Beneficiaries for this project, including 100 elderly people and two people with disabilities, have been selected from Nyanga.

KEY DATA: CITY OF CAPE TOWN (PAGE 7 - PAGE 21)

This section of the FMR includes certain Key Financial Performance Indicators for the City of Cape Town.

IN YEAR BUDGET STATEMENT TABLES: CITY OF CAPE TOWN (PAGE 22 – PAGE 28)

Table C1 (Page 22) provides a high level summation of the operating and capital budgets, actuals to date, financial position and cash flow.

Table C2 (Pages 23) is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

Table C3 (Pages 24) shows budgeted financial performance in relation to the revenue and expenditure as well as the operating surplus or deficit.

Table C4 (Page 25) is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

Table C5 (Pages 26) reflects the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from national and provincial departments.

Table C6 (Page 27) reflects the performance to date in relation to the financial position of the municipality.

Table C7 (Page 28) indicates the cash flow position and cash/cash equivalents.

IN YEAR BUDGET STATEMENT SUPPORTING TABLES: CITY OF CAPE TOWN (PAGE 29 – PAGE 57)

IN YEAR BUDGET STATEMENT TABLES: CONSOLIDATED TABLES (PAGE 58 – PAGE 64)

This section of the FMR provides the consolidated financial results (including the entity), consisting of the prescribed tables in terms of the MBRR.

IN YEAR BUDGET STATEMENT TABLES: ENTITY (PAGE 65 – PAGE 69)

The entity's financial particulars are provided in the prescribed MBRR tables.

KEY DATA: CITY OF CAPE TOWN

The '*2016/17 Audited Outcome*' columns in the ensuing tables are populated with pre-audited figures and have been left blank in instances where the figures are not available. The adjusted budget column is the adjustments budget approved at Council in August 2017.

Operating Budget

Operating Budget	Adjusted Budget 2017/18	YearTD budget 2017/18	YearTD actual 2017/18	YTD variance	Full Year Forecast
Total Revenue[1] (R'Thousands)	38,482,865	7,050,634	7,088,117	37,482	38,482,865
Total Expenditure[1] (R'Thousands)	37,832,890	5,202,232	4,842,636	(359,596)	37,832,890
Surplus/(Deficit)	**649,975**	**1,848,402**	**2,245,481**	**397,079**	**649,975**

[1] (excluding capital transfers and contributions)

Any surplus resulting from under expenditure and over-recovery on the operating budget will be allocated to the City's Water Resilience Programme in the 2017/18 financial year.

Capital Budget

Capital Budget	Adjusted Budget 2017/18	YearTD budget 2017/18	YearTD actual 2017/18	YTD variance	Full Year Forecast
Total Capital Expenditure (R'Thousands)	7,179,778	386,190	399,772	13,582	7,004,025

The year to date spend of R399.8 million represents 5.8% (R279 million) on internally-funded projects and 5.1% (R121 million) on externally-funded projects.

Of the projects currently on the capital budget, 97.6% is anticipated to be spent by the end of the financial year.

Debtors

Debtors	Current - 0 to 30 days	31-60 Days	61 days and over
	R Thousands		
Total	1,775,466	352,905	6,037,044
Rates	565,585	112,477	1,006,678
Electricity	772,292	32,724	259,248
Water	441,200	152,834	2,427,069

Debtors Collection Rate %[2]	Previous year 2016/17	Current year 2017/18	YTD collection Rate
Electricity	98.55%	100.04%	96.45%
Water	78.35%	84.79%	74.43%
Sewerage	91.69%	88.78%	84.62%
Refuse	93.85%	90.31%	93.03%
Rates	101.36%	97.32%	96.94%
Other	97.82%	101.26%	87.80%

[2]12 Months Collection Ratio. Calculated ito National Treasury Circular 71)

Human Resources

Human Resources	Audited Outcomes 2016/17	Original Budget 2017/18	Adjusted budget 2017/18	YearTD actual 2017/18
Employee and Councillor remuneration **(R'Thousands)**	9,797,674	12,206,476	12,220,646	1,851,497
Employee Costs (Employee costs/Total Revenue - capital revenue)	26.8%	31.7%	31.4%	25.8%
Total Cost of Overtime **(R'Thousands)**	546,810	495,298	494,746	47,179
Number of permanent employees	26,436	26,261	26,553	26,553
Number of temporary employees	420	626	356	356

Employee Related Costs are influenced by ongoing terminations, turnaround time of filling of vacancies and the internal filling of vacancies. Remuneration of Councillors increases are expected be implemented retrospectively from 1 July 2017 when approved by the Minister of Co-corporative Governance & Traditional Affairs and Council

Overtime has a structured and non- structured component. Line departments are phasing out reliance on non-structured overtime by ensuring that continuous shift rosters and stand-by allowances are put in place where 24 hour continuous services are required. Absenteeism and sick leave are also managed to to curb this expenditure .

Financial position

Working Capital	Audited Outcomes 2016/17	Original Budget 2017/18	Adjusted budget 2017/18	YearTD actual
Ratios				
Cost coverage ratio (Actual Cash and cash equivalents as at period end/Monthly operating Expenditure)[3]	2,27:1	-	-	2,70:1
Liquidity				
Current Ratio (Current assets/current liabilities)[4]	1.40	1.28	1.28	1.68
Borrowing				
Capital Charges to Operating Expenditure (Interest & principal paid/Operating Expenditure)[5]	1.0%	9.9%	9.8%	2.8%
Borrowed funding of 'own' capital expenditure (Borrowings/Capital expenditure excl. transfers and grants)[6]	46.4%	41.5%	41.7%	50.9%
Financial Position (R'Thousands)				
TOTAL ASSETS	58,821,083	63,460,560	62,628,334	59,936,616
TOTAL LIABILITIES	20,665,248	25,325,597	24,472,559	19,410,163
Cash Flow (R'Thousands)				
Cash/cash equivalents at month/year end:	3,450,193	4,425,075	3,398,520	6,162,218

[3]Cost coverage ratio

This ratio indicates the municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investment without collecting any additional revenue during that period. This ratio denotes that the is City within the norm of 1-3 months as per the MFMA Circular 71.

[4]Current Ratio

This ratio indicates the municipality’s ability to pay its current or short-term obligations. This ratio indicates that the City has sufficient cash to meet its short-term financial obligations and is within the norm of 1.5 to 2.1 as per MFMA Circular 71.

[5]Capital Charges to Operating Expenditure

This ratio indicates the cost required to service the borrowing of a municipality. The ratio for August 2017 (year-to-date) is below the norm of 6% to 8% (as per MFMA Circular 71). The ratio will normalise over the period to December 2017 as further interest and redemption payments on external loans are made in accordance with the loan repayment schedules. Capital charges (Debt servicing costs) are paid at specific intervals.

[6]Borrowed funding of 'own' capital expenditure

This ratio indicates the proportion of borrowed funding to actual capital expenditure to date (excluding transfers and grants). The ratio also indicates the extent of capital expenditure being financed from borrowed funding compared to own and other funding sources, excluding transfers and grant funded expenditure

Cash Flow

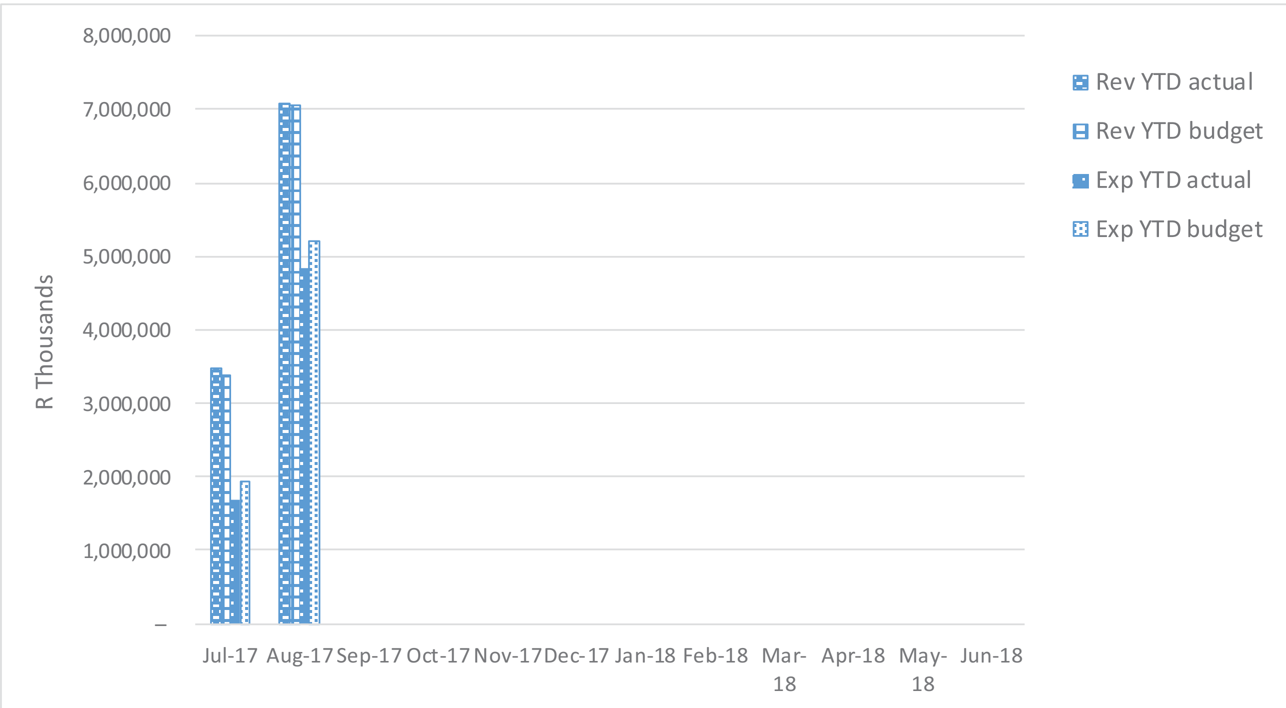
The cash and cash equivalents of the City as at 31 August 2017 is R6.162 million. This funding is invested with various financial institutions in compliance with the MFMA.

BUDGET PERFORMANCE ANALYSIS

Summary Statement of Financial Performance

R'Thousands	Original Budget 2017/18	Adjusted Budget	YearTD actual 2017/18	YearTD budget 2017/18	YTD variance	YTD variance %	% of adjusted budget
Total Revenue (excluding capital transfers and contributions)	38,008,091	38,482,865	7,088,117	7,050,634	37,482	0.5%	18.42%
Total Expenditure	37,358,116	37,832,890	4,842,636	5,202,232	(359,596)	-6.9%	12.80%
Surplus	**649,975**	**649,975**	**2,245,481**	**1,848,402**	**397,079**	**21.5%**	

Monthly Operational Income and Expenditure Performance



Details of revenue by source and expenditure by type can be found in *Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)* on page 24.

It is too early in the financial year to notice any particular trend and/or pattern in respect of income and expenditure; remedial action on major variances will be implemented in the ensuing months.

REVENUE

The City has financial controls in place to ensure that variances from planned budget are minimised. Detailed assessments at profit centre level are performed in addition to the basic legislative requirements. Any instances of apparent non-compliance are addressed by the relevant finance official .

Main revenue sources for 2017/18 financial year

Description	Budget Year 2017/18						
R thousands	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source							
Property rates	8,662,350	8,662,350	1,414,578	1,367,617	46,961	3%	8,662,350
Service charges - electricity revenue	11,942,587	11,942,587	2,173,248	2,105,545	67,703	3%	11,942,587
Service charges - water revenue	3,933,401	3,933,401	542,664	588,460	(45,795)	-8%	3,933,401
Service charges - sanitation revenue	2,092,272	2,092,272	249,354	312,880	(63,527)	-20%	2,092,272
Service charges - refuse revenue	1,341,882	1,341,882	215,287	223,647	(8,360)	-4%	1,341,882
Service charges - other	–	–	–	–	–	0%	–
Rental of facilities and equipment	418,011	418,011	67,599	66,183	1,416	2%	418,011
Interest earned - external investments	773,657	773,657	143,347	93,501	49,846	53%	773,657
Interest earned - outstanding debtors	284,131	284,131	49,657	47,266	2,392	5%	284,131
Dividends received	–	–	–	–	–	0%	–
Fines, penalties and forfeits	1,146,414	1,146,414	163,040	107,369	55,671	52%	1,146,414
Licences and permits	43,749	43,749	8,094	6,739	1,354	20%	43,749
Agency services	162,771	162,771	30,831	26,679	4,152	16%	162,771
Transfers and subsidies	6,455,942	6,930,716	1,904,659	1,991,598	(86,939)	-4%	6,930,716
Other revenue	709,425	709,425	122,981	106,734	16,248	15%	709,425
Gains on disposal of PPE	41,500	41,500	2,777	6,417	(3,639)	-57%	41,500
Total Revenue (excluding capital transfers and contributions)	**38,008,091**	**38,482,865**	**7,088,117**	**7,050,634**	**37,482**	**1%**	**38,482,865**

Corporate reasons for over-/under-recovery

Major of the variances relates to misalignment of the period budget with the actuals to date. If the trend continues over the next few months the monthly planned revenue estimates will be corrected.

Reasons for major over-/under-recovery per revenue source

- Property Rates (R46. 9 million over)
  The Appeal Board has been upholding objection values resulting in higher than planned revenue. In addition, a major portion of the reviews for real-time valuations in 2016/17 has been completed and numerous properties were included in SV01, which has affected the income stream positively.

- Services Charges – electricity revenue (R67.7 million over)
  Periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources etc. contributed to this over-recovery. Movement of consumers between the various tariffs, account adjustments being made and changes to the costs associated with the fixed charge further contributed to this variance.
- Service Charges – water revenue & sanitation (R109.2 million under)
  The Water and Sanitation Department has re-aligned the 2017/18 period budget to anticipated trends of the level 4 restrictions. Current projections indicate that the Water and Sanitation Department will under-recover against the Level 4 revenue budget. The anticipated reduced demand with concomitant lower sales necessitated a cautious approach to committing expenditure to date and the department believes that scope exists to reduce the expenditure budget, in accordance with lower sales levels.
- Interest earned on external investments (R49.8 million over)
  Favourable Investments and Cash funds balances resulted in this over-recovery.
- Fines, penalties & forfeits - (R55.7 million over)
  This over-recovery is mainly on Traffic Fines and Traffic Fines-Accruals as a result of more than planned fines issued and paid for the period.
- Transfers & Subsidies (R86.9 milllion under)
  The under-recovery is due to the slow start on the MyCiti communication/marketing and IT programmes and late receipt of Europay, Mastercard & VISA (EMV) MyCiTi cards; delays in payments of the full Top Structures subsidy, which are dependent on the actual building of housing units; The Sir Lowry's Pass project tender which will only close on 18 September 2017; and outstanding invoices iro the Sweet Homes project.

EXPENDITURE

The City has financial controls in place to ensure that variances from planned budget are minimised. Detailed assessments at cost centre level are performed in addition to the basic legislative requirements. Any instances of apparent non-compliance are addressed by the relevant finance official.

Main expenditure types for 2017/18 financial year

Description	Budget Year 2017/18					
R thousands	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type	–					
Employee related costs	12,050,690	1,827,835	1,882,433	(54,598)	-3%	12,064,860
Remuneration of councillors	155,787	23,662	25,964	(2,302)	-9%	155,787
Debt impairment	2,508,738	371,830	345,287	26,543	8%	2,508,738
Depreciation & asset impairment	2,574,607	416,951	429,379	(12,428)	-3%	2,574,607
Finance charges	1,131,010	137,695	154,124	(16,429)	-11%	1,136,237
Bulk purchases	8,540,135	1,068,538	1,092,985	(24,448)	-2%	8,540,135
Other materials	1,190,177	157,955	171,055	(13,100)	-8%	1,190,686
Contracted services	6,086,610	405,210	572,665	(167,455)	-29%	6,256,679
Transfers and subsidies	140,985	59,279	78,466	(19,186)	-24%	415,920
Other expenditure	2,978,990	373,519	449,821	(76,301)	-17%	2,988,853
Loss on disposal of PPE	387	162	54	108	201%	387
Total Expenditure	**37,358,116**	**4,842,636**	**5,202,232**	**(359,596)**	**-7%**	**37,832,890**

Corporate reasons for over/under expenditure

Misalignment of the period budget with the actuals to date. If the trend continues over the next few months the monthly planned spend will be corrected.

Reasons for major over/under expenditure per type

- Employee Related Costs (R54.6 million under)
  This under expenditure is due to the turnaround time in the filling of vacancies and the internal filling of vacant posts, the appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when required and slower than expected implementation of job creation projects. Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments such as the Water Resilience Programme.
- Debt Impairment (R26.5 million over)
  Misalignment of the period budget with the year to date actual expenditure.
- Bulk Purchases (R24.4 million under)
  The variance is largely on Electricity Bulk Purchases due to lower seasonal consumptive patterns.
- Contracted Services (R167 million under)
  The under expenditure is largely due to lower than planned expenditure on sport & recreation programmes and repairs & maintenance related expenditure, delays in awarding of tenders as well as the termination of contracts as a result poor contractor performance.
- Other Expenditure (R76.3 million under)
  The under expenditure is due to non-renewal of Microsoft Enterprise Agreement as alternatives are being assessed, lower than anticipated expenditure on Specialised IT services as contract staff are in the process of being converted to permanency, and fewer than anticipated applications for the Indigent Relief and Subsidy on Home Owners redemption received to date.

VACANCY STATISTICS

The table below provides a breakdown of vacant positions per directorate.

DIRECTORATE	VACANT POSTS (Permanent positions)		% of Posts Filled	Vacancy Rate
	Number of Posts	Value		
City Manager	0	R0	100.00%	0.00%
Area-Based Service Delivery	36	R13,292,199	91.57%	8.43%
Assets And Facilities Management	242	R70,911,757	85.72%	14.28%
Corporate Services	147	R63,106,673	89.78%	10.22%
Directorate Of The Mayor	104	R61,759,749	75.64%	24.36%
Energy	294	R77,041,034	88.91%	11.09%
Finance	142	R41,326,225	91.72%	8.28%
Informal Settlements, Water And Waste Services	792	R182,095,261	90.32%	9.68%
Safety And Security	233	R52,439,823	94.74%	5.26%
Social Services	366	R85,641,457	93.62%	6.38%
Transport & Urban Development Authority	331	R89,248,492	89.19%	10.81%
TOTAL	**2687**	**R736,862,670**	**90.97%**	**9.03%**

As from 1 July 2017, 520 positions were filled (299 internal and 221 external) with 192 terminations processed. The internal filling of vacancies creates consequential vacancies and therefore has a minimal impact on the vacancy rate.

The Human Resources department has now implemented various staffing strategies to expedite the recruitment and selection process. The filling of vacancies is on-going.

The underspend variance on staff costs is currently being assessed for potential use to alleviate the financial impact of drought (Water Resilience Programme) over the medium term.

The table below provides an age analysis of vacant positions per directorate.

DIRECTORATE	Less Than 6 Months	6 to 12 Months	1 to 2 Years	More Than 2 Years	Grand Total
Area-Based Service Delivery	21	14	1		36
Assets And Facilities Management	144	42	30	26	242
Corporate Services	77	43	21	6	147
Directorate Of The Mayor	81	12	11		104
Energy	161	87	37	9	294
Finance	116	17	8	1	142
Safety And Security	107	79	36	11	233
Social Services	238	94	19	15	366
Informal Settlements, Water And Waste	395	198	136	63	792
Transport & Urban Development Authority	110	107	80	34	331
Grand Total	**1450**	**693**	**379**	**165**	**2687**

The contributing factors for vacancies 12 months and older are:

- 178 of the 544 vacancies are scarce in nature.
- Positions are often advertised more than twice in order to get the right candidates for the job.
- Capacity issues at corporate recruitment and selection level.
- Lack of dove-tailing on current recruitment and selection processes to ensure consequential vacancies are timeously filled.
- Administrative failures on filling of lower level positions i.e. filling of newer vacancies instead of older vacancies in same category when doing bulk recruitment.

Details on senior managers remuneration and the remuneration of other municipal staff can be found in *Table SC8 Monthly Budget Statement - councillor and staff benefits* on page 48.

CAPITAL EXPENDITURE AND FUNDING

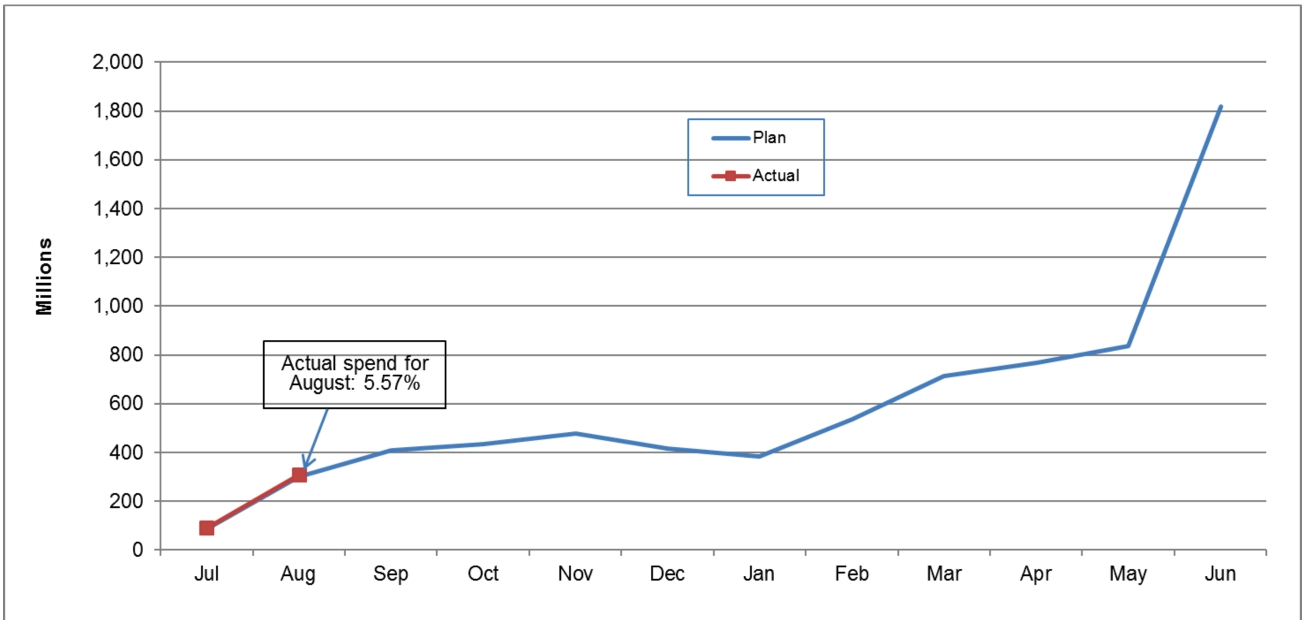
Summary Statement of Capital Budget Performance

Vote Description R thousands	Budget Year 2017/18						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total Capital Expenditure	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**3.5%**	**7,004,025**
Funded by:							
National Government	2,189,832	2,210,645	107,443	127,866	(20,424)	-16.0%	2,169,851
Provincial Government	79,002	79,002	3,703	5,996	(2,293)	-38.2%	79,002
Transfers recognised - capital	**2,268,835**	**2,289,647**	**111,146**	**133,862**	**(22,716)**	**-17.0%**	**2,248,853**
Public contributions & donations	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Borrowing	2,894,482	2,992,706	203,306	126,937	76,369	60.2%	2,944,155
Internally generated funds	1,727,003	1,812,524	75,511	118,040	(42,529)	-36.0%	1,726,117
Total Capital Funding	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**3.5%**	**7,004,025**

The year to date spend of R400 million represents 5.8% (R279 million) on internally-funded projects and 5.09% (R121 million) on externally-funded projects.

Monthly capital expenditure

The graph below reflects the City's monthly expenditure-to-date measured against the 2017/18 current budget.



Capital budget by municipal vote for the 2017/18 financial year

Vote Description R thousands	2016/17 Audited Outcome	Budget Year 2017/18 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - Area-Based Service Delivery	12,384	39,430	39,843	110	234	(124)	-53%	39,643
Vote 2 - Assets & Facilities Management	358,089	395,019	413,304	22,546	31,665	(9,120)	-29%	411,507
Vote 3 - Corporate Services	244,883	351,686	358,010	4,407	850	3,557	419%	345,465
Vote 4 - City Manager	321	222	222	9	9	0	0%	172
Vote 5 - Directorate of the Mayor	22,022	17,108	17,132	1,676	1,087	589	54%	17,082
Vote 6 - Energy	1,248,887	1,292,814	1,366,034	83,432	101,789	(18,358)	-18%	1,296,045
Vote 7 - Finance	23,989	17,136	17,136	1,060	930	130	14%	16,932
Vote 8 - Informal Settlements, Water & Waste Services	1,828,616	2,445,238	2,483,251	171,436	101,224	70,212	69%	2,465,532
Vote 9 - Safety & Security	114,816	191,120	191,488	4,173	1,403	2,770	197%	191,174
Vote 10 - Social Services	243,958	283,413	286,073	8,300	10,492	(2,192)	-21%	275,638
Vote 11 - Transport & Urban Development Authority	1,806,655	1,942,035	2,007,284	102,622	136,506	(33,883)	-25%	1,944,835
Total Capital Multi-year expenditure	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**4%**	**7,004,025**

Variances due to cash flow misalignments will continue as cash flows may only be corrected in the January 2018 adjustments budget.

During latest engagements with line departments, the following were highlighted:

- The Transport & Development Authority directorate is awaiting the award of term tender 204Q/2015/16 for Traffic Calming Measures and Footway. The Supply Chain Management (SCM) department advised that there are compliance issues, which they are dealing with currently and hope to resolve shortly. SCM is aiming to table Tender 204/2015/16Q at Bid Adjudication Committee (BAC) by 26 September 2017 for the latest.
- The Safety & Security directorate indicated that currently there is no tender available for the acquisition of radios. The Bid Evaluation Committee has completed its process and submitted a report on the radio tender to the SCM for consideration. SCM anticipates that this report will serve before the BAC for award consideration on 18 September 2017.

Reasons for major over/under expenditure on the capital

Informal Settlements, Water & Waste Services directorate

- Solid Waste Management department
  The under expenditure of R29.5 million relates to the Plant & Vehicles Replacement FY2018 project, where the tender is in place but the department delayed the placement of orders, due to re-prioritisation of vehicle requirements. A spend of 98.2% is forecasted for the projects currently on the budget.
- Water & Sanitation department
  The positive variance of R106.4 million is due to good contractor performance and implementation being much faster than originally planned on various projects within the department.

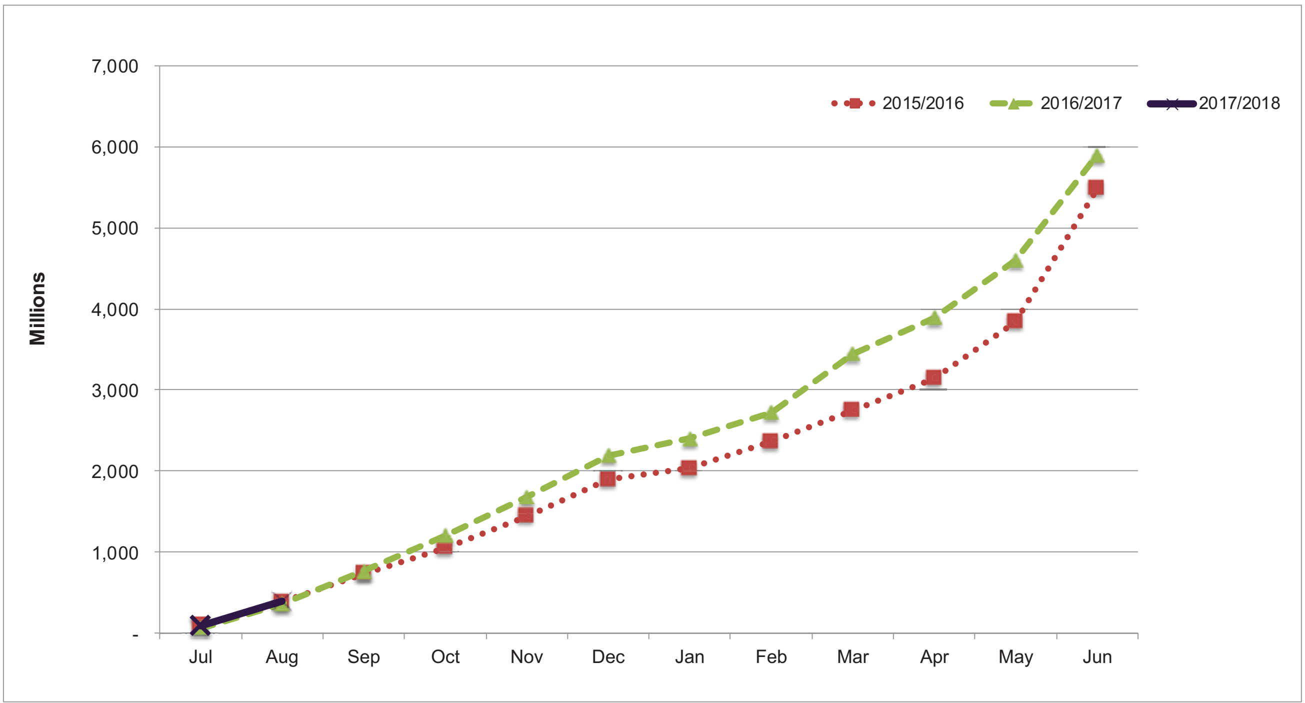
Transport & Urban Development Authority directorate
The under expenditure of R33.9 million is due to dependencies relating to the relocation of the telecommunication and Eskom services; machinery breakdown on road rehabilitation projects; poor performance by contractors resulting in cancellation of contracts on some projects; redesign of plans; appeals against tenders awarded; and the late invoices received for housing projects. A spend of 96.9% is forecasted for the projects currently on the budget.

Energy directorate
There are challenges in implementation of the Bloemhof Network Control centre project, due to delays in demolishing the old network control centre building as well as the Bloemhof: Stores Upgrade project, due to poor soil conditions experienced during excavation of the foundations and the late delivery of steel. A spend of 94.9% is forecasted for the projects currently on the budget.

Detailed explanations and remedial action on variances on the capital budget can be found in *Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)* on page 26.

Capital expenditure trend for the past three years

The graph below shows the City's capital expenditure trend for 2015/16, 2016/17 and 2017/18.



Status of certain major capital programmes/projects in the City

Programme/Project	Current Budget	YTD Actual Spend	Status of project - August
Acquisition & Commissioning of large Generators	91,149,954	25,181,369	Manufacturing is underway and some of the equipment arrived earlier than planned. The balance of the funding available on the project will be utilised for the procurement of cables required as part of the installation of generators.
Borchards Quarry WWTW	95,500,000	3,079,448	Project consists of several tenders and all contractors are on site. Some components are progressing ahead of programme due to good contractor performance.
Congestion Relief Projects	108,718,683	228,750	This programme contributes to various multi funded projects, including R300/Bottelary, Sir Lowry's Pass Village, Wetton & Plantation, Voortrekker Roads and Brackenfell Blvd. Preliminary design and EIA in process. Only design phase (consultant fees) will be undertaken in this financial year.
Construction of new Head Office	129,662,507	44,524,069	Construction currently underway. Project progressing as per schedule.
Contermanskloof Reservoir	88,000,000	10,105,181	Environmental Authorisation in place and land acquisition complete. Professional Services contract (Tender 415C/2012/13) is 55 weeks behind programme. Extension of Time claim pending (due completion of 1st Period of Performance 27 February 2015). Tender 142Q/2015/16 (Contermanskloof Reservoir construction), contract commenced on 27 February 2017 after delays in evaluation and on programme as revised (due completion date 1 March 2019). R10 million is in process of being viremented to CPX.0001839-F1: BW Infrastructure Replace/Refurbish, due to overstatement of required funds in 2017/18 budget process.
Dark Fibre Broadband Infrastructure	265,918,056	2,994,817	The 2017/18 programme is generally still in the detailed planning phase with a minimum amount of implementation started. The branch has committed the majority of the project contractor staff costs related to planning, project management and implementation of capital infrastructure. The projects cash flow is ahead of schedule, due to an increase in the number of contractor staff funded from the capital budget due to Branch restructuring. The branch hopes to have committed an additional +/-R70 million on core & aggregation network equipment (tender 472S) by 8 September 2017. The quotes for this equipment is in hand, however, the department is still waiting for SCM to create material codes for the equipment in order to procure and reserve via Plant. The project currently has no tender cover in place for the construction of optical fibre routes, which represents approximately 25% of the total project costs for the year. The branch has identified an alternative department 's tender for this purposes and submitted a request to the Director: SCM to utilise it. SCM can only provide confirmation once the tender has been loaded onto SAP, which is anticipated to be loaded by 8 September 2017. The approval of this tender will have a major impact on the expected expenditure for this project. If SCM does not approve the use of this tender, the branch will most likely need to adjust the budget in January 2018.
Electricity Facilities	108,550,018	5,879,007	a. Refurbishment Graaf Heritage Facility: Contractor site handover only in August 2017. b. Milnerton: Sub-Depot - Street Lighting: Project will reach practical completion by 1 September 2017. Occupation of the building and site handover will not be possible as the installation of electrical and data connections of the Public Lighting depot is taking much longer than expected.
IRT Phase 2 A	310,807,000	29,720,678	This project is currently funding the Stock and Strandfontein Road projects as well as the long term consultant appointments for the conceptual and detail design of the various IRT Phase 2 components. Additional work packages are either in the evaluation process or about to go out to tender. Actual spend is ahead of planned, due to the better than anticipated performance on the Strandfontein Road project. Complete the IRT Phase 2A project review.
Non-Motorised Transport Programme	155,485,000	17,050,014	There are a number of ongoing NMT projects in the construction stage at present, as well as others that are ready to go out to tender. Delays in putting a number of projects out to tender have been offset by better than anticipated expenditure on the existing construction contracts.
Upgrading Solid Waste facilities	91,653,812	207,388	Project manager liaising with the consultants on outstanding invoices.
Zandvliet WWTW-Extension	198,080,000	7,471,120	Several tenders have been awarded and contractors are on site. The Trenchless Rehabilitation of the Black-Mac network, which is a crucial part of Zandvliet WWTW is ahead of schedule, due to good contractor performance.

CATALYTIC PROJECTS

- **Athlone Power Station**
  The project site is a strategic site located between the existing Voortrekker Road Corridor and the Metro South-East Integration Zones (MSEIZ). It is located midway between the Cape Town CBD and the Cape Town International Airport, adjacent to N2 freeway.

  A project pre-feasibility study has highlighted the site's potential as a mixed-use development and has been the starting point for the identification of development alternatives. These alternatives will be refined into a preferred development alternative through the detailed planning process and with the information from the development strategy.

  The intention is that this project includes both public and private investment. The public focus will be on infrastructure and the private on the development to the extent that is feasible. Both will contribute to social/affordable housing.

  Objectives:
  - Reconnect three racially segregated neighbourhoods (Athlone, Pinelands and Langa)
  - Develop an intense mixed use urban district that will assist with City spatial restructuring
  - Create long-term City asset.

- **Philippi East MyCiTi Station precinct**
  In accordance with the Intergrated Public Transport Network (IPTN) 2032, six of the 10 trunk routes will interchange in Philippi. There is therefore a major opportunity to develop the transfer interchange on the principles of Transit Oriented Development (TOD) and then also facilitate and catalyse surrounding development.

- **Bellville public transport interchange/ Paint City**
  The outcome of this project is to catalyse development in the Bellville CBD node and leverage additional private sector and PRASA investment for land and public transport development. This is a long term development project and will span multiple financial years.

  Projects are in the initial scoping phase and an Outline Business Case (OBC) to justify and support the case for investment by the City and its various stakeholders in Bellville CBD will be prepared.

- **Conradie**
  The Conradie Better Living Model Exemplar Project (Conradie BLMEP) seeks to deliver a model to efficiently plan, design, fund and develop the former Conradie Hospital site in Pinelands with residentially led, integrated and affordable mixed-use, mixed-income and mixed-tenure development. The intention of the development is to address the apartheid spatial planning legacies and establish key, replicable levers to unlock state property. The project aims to develop the site into an integrated and inviting place where people can live, work and play.

The Inter-Government Committee (City of Cape Town and Western Cape Government) has selected the former Conradie Hospital site located between the established suburbs of Pinelands and Thornton and in close proximity to Mutual and Thornton rail stations and future MyCiTi feeder route, as the location for the pilot or "exemplar" project for the Better Living Model. The chosen location has placed the project within the prioritized Voortrekker Road Development Corridor (VDC) and City Transit Oriented Development (TOD) Programme.

The BLMEP development typology, staged over a phased period of not less than five years incorporates 3 605 residential units of which no less than 35% will include social housing (rental stock), 10% FLISP units (owned) and 55% rent-to-own units integrated with retail, service industry, commercial, sports, education, health and other public uses and facilities.

- **Two Rivers Urban Park**

  The Two Rivers Urban Park (TRUP) is a strategically located site within proximity to the VRC, MSEIZ and numerous public transport routes. It also includes two rivers and a number of City, Western Cape Government (WCG) and private properties. Development is governed by a Contextual Framework (2003) and Environmental Management Plan.

  A Phase 1 Pre-feasibility Study was undertaken by the WCG in 2012 to determine the feasibility of developing its properties located within the TRUP. Possible feasibility was favourably determined provided that City and WCG co-develop their properties.

  Phase 2- Feasibility work commenced in 2015 and is currently underway towards a Local Area Spatial Development Framework (LSDF). The LSDF will include a Development Framework, Heads of Agreement and an Investment Plan, but detail around investment is not known at this time. It is anticipated that there will be a Phase 3 – implementation that will follow once the disposal method is determined.

  Objectives
  - Create a mixed used, live-work-play sustainable neighbourhood.
  - Develop in a manner whereby additional infrastructure is not required.
  - Optimise existing public transport.
  - Leverage public land to re-integrate the apartheid city by providing a range of housing opportunities.
  - Rehabilitate the Black- and Liesbeek Rivers.

CASH AND CASH EQUIVALENTS

The cash and cash equivalents of the City is R6.2 billion as at 31 August 2017.

Outstanding commitments against Cash and Cash Equivalents are reflected in the table below.

Item R'Thousands	Previous Month	Current Month
Closing Cash Balance	**8,131,510**	**10,373,335**
Unspent Conditional Grants	1,379,398	1,508,536
Housing Development	276,935	282,568
MTAB	15,141	15,214
Trust Funds	732	736
Financial commitments	134,500	134,500
Sinking Funds	-	-
Insurance reserves	483,696	490,075
CRR	2,874,368	2,834,616
TOTAL	**5,164,770**	**5,266,245**
TOTAL cash resources - committed working capital	**2,966,740**	**5,107,090**

Details on the cash flow can be found in *Table C7: Monthly Budget Statement - Cash Flow* on page 28. The monthly actual and targets can be found in *Table SC9: Monthly Budget Statement - Actual and revised targets for cash receipts and cash flows* on page 49.

The City's investment portfolio breakdown can be foind in *Table SC5 Monthly Budget Statement investment portfolio* on page 44.

GRANT UTILISATION

Description R thousands	Budget Year 2017/18					
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total operating expenditure of Transfers and Grants:	4,038,307	128,296	213,990	(85,694)	-40.0%	4,512,935
Total capital expenditure of Transfers and Grants	2,353,735	120,955	141,212	(20,257)	-14.3%	2,333,753
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**6,392,042**	**249,251**	**355,202**	**(105,951)**	**-29.8%**	**6,846,688**

Detailed information on transfers and grants per funding source is reflected on Table SC7 on page 46.

CREDITORS

Creditors Analysis as at 31 July 2017

R thousands	Budget Year 2017/18								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Total Creditors	1,357,417	6	5,666	(21)	–	–	–	(6,925)	1,356,144

Creditors are normally paid within 30 days as stipulated by the MFMA.

Reasons for non-payment within the stipulated 30 days are inter alia late submission of invoices, bank rejections, and outstanding directive from the City's Legal department.

DEBTORS

Debtors Age Analysis at 31 August 2017

Description	Budget Year 2017/18								
	0-30 Days		31-60 Days		61-90 Days		Total over 90 days		Total
	R Thousand	%	R Thousand	%	R Thousand	%	R Thousand	%	R Thousand
Debtors as at 31 July 2017	1,775,466	21.7%	352,905	4.3%	266,148	3.3%	5,770,896	70.7%	8,165,415
Debtors as at 31 July 2016	1,656,873	22.5%	314,227	4.3%	246,306	3.3%	5,147,985	69.9%	7,365,391
Movement	118,594		38,677		19,843		622,911		800,024
% Increase/(Decrease) year on year		7.2%		12.3%		8.1%		12.1%	

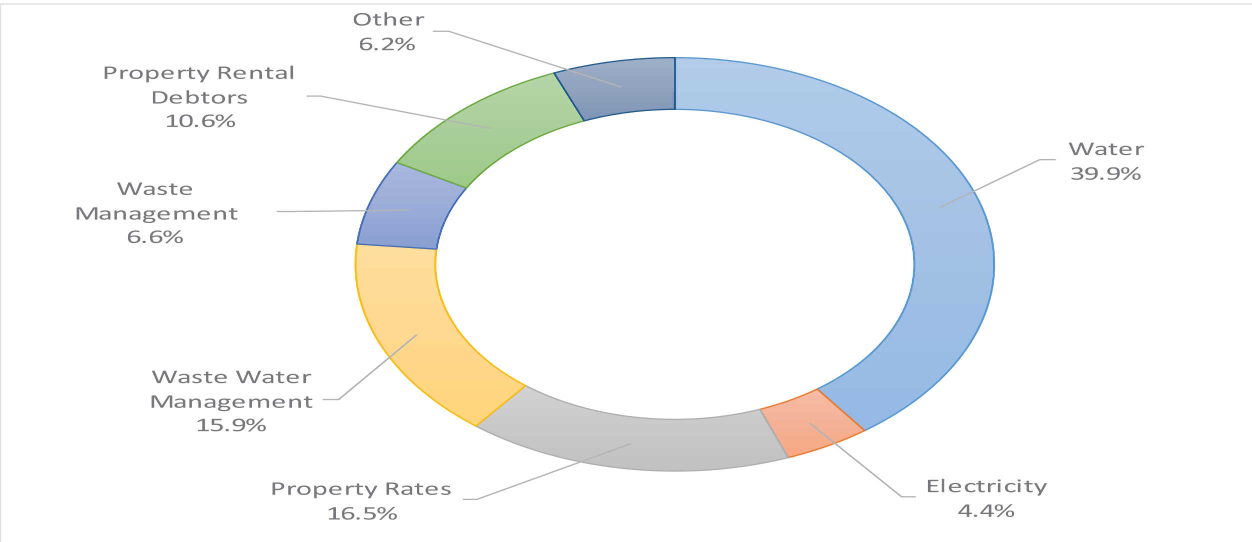
Top 10 debtors as at 31 August 2017: Commercial

Name	Total	Current	30 days	60 days	90 days	120 days	150 days	150><365 days	365 days
Victoria Mxenge Housing Dev	R 29,046,131	R 995,572	R 1,589,975	R 1,103,703	R 1,971,704	R 1,234,723	R 1,547,814	R 6,192,051	R 14,410,590
Moslem Cemetry Board Trustees	R 11,892,006	R 66,884	R 66,661	R 64,561	R 66,422	R 64,587	R 66,395	R 509,735	R 10,986,762
Zonnebloem College	R 9,800,093	R 188,931	R 183,119	R 0	R 0	R 202,161	R 511,609	R 1,468,100	R 7,246,173
Basfour 2295 (Proprietary) Limited	R 9,615,075	R 0	R 1,425,884	R 1,748,763	R 1,528,523	R 1,696,511	R 1,486,463	R 1,731,591	-R 2,660
Mitchells Plain Foundation	R 8,671,850	R 235,414	R 64,275	R 97,977	R 117,562	R 125,174	R 113,200	R 862,544	R 7,055,704
Hamilton Naki Square Pty Ltd	R 7,706,083	R 1,145,182	R 1,131,676	R 1,073,608	R 1,042,325	R 1,041,910	R 988,442	R 1,230,597	R 52,343
Cape Killarney Prop Investment Pty Ltd	R 6,395,984	R 59,157	R 48,649	R 588,839	R 0	R 0	R 0	R 0	R 5,699,338
Paramount Property Fund Limited	R 5,606,014	R 895,281	R 0	R 0	R 0	R 0	R 0	R 0	R 4,710,733
E B Steam Utility Co - Sa Breweries	R 5,556,020	R 0	R 0	R 0	R 0	R 0	R 0	R 0	R 5,556,020
The Zilvermyn Equestrian Village H O A	R 5,113,227	R 160,932	R 131,932	R 135,705	R 107,548	R 3,951,156	R 5,425	R 620,529	R 0

Top 10 debtors as at 31 August 2017: Residential

Name	TOTAL	Current	30 days	60 days	90 days	120 days	150 days	150><365 days	365 days
Amakhaya Ngoku	R 9,526,434	R 242,843	R 188,590	R 245,110	R 238,531	R 131,707	R 234,104	R 1,466,099	R 6,779,450
Silvermist Mountain Lodge Body Corporate	R 4,197,081	R 104,386	R 106,483	R 134,315	R 2,592,031	R 0	R 0	R 389,518	R 870,348
Ndabeni Communal Property Trust	R 3,196,711	R 134,800	R 163,641	R 21,160	R 205,150	R 112,416	R 103,576	R 646,289	R 1,809,680
Body Corp Sandpiper Mansions	R 2,629,526	R 63,724	R 100,913	R 98,396	R 93,783	R 89,290	R 123,527	R 565,275	R 1,494,618
Nurses War Memorial-Cape Province	R 2,370,485	R 15,591	R 16,145	R 16,012	R 31,487	R 34,402	R 30,657	R 221,525	R 2,004,666
Body Corporate - Highbury Court	R 2,314,170	R 22,117	R 18,667	R 11,255	R 21,233	R 14,326	R 23,889	R 163,801	R 2,038,883
Jacobs Ntongolo	R 1,831,923	R 108,979	R 183,664	R 9,778	R 109,518	R 113,450	R 107,679	R 413,345	R 785,512
Guguletu Community Development Trust	R 1,766,886	R 23,765	R 22,977	R 24,127	R 22,352	R 23,893	R 21,714	R 155,436	R 1,472,622
Friends Of Bathandwa Trust	R 1,722,645	R 165,141	R 117,930	R 55,729	R 96,632	R 136,156	R 151,879	R 644,008	R 355,169
Jacobs Trust	R 1,404,292	R 8,461	R 8,461	R 8,095	R 16,263	R 7,729	R 34,846	R 233,546	R 1,086,891

Graphical Analysis of debtors 90 days and older as at 31 August 2017



IN YEAR BUDGET STATEMENT TABLES: CITY OF CAPE TOWN

Table C1: Monthly Budget Statement Summary

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	8,105,126	8,662,350	8,662,350	1,414,578	1,367,617	46,961	3%	8,662,350
Service charges	18,619,106	19,310,141	19,310,141	3,180,553	3,230,532	(49,979)	-2%	19,310,141
Investment revenue	768,224	773,657	773,657	143,347	93,501	49,846	53%	773,657
Transfers and subsidies	5,864,445	6,455,942	6,930,716	1,904,659	1,991,598	(86,939)	-4%	6,930,716
Other own revenue	2,711,751	2,806,001	2,806,001	444,980	367,387	77,593	21%	2,806,001
Total Revenue (excluding capital transfers and contributions)	**36,068,652**	**38,008,091**	**38,482,865**	**7,088,117**	**7,050,634**	**37,482**	**1%**	**38,482,865**
Employee costs	9,659,300	12,050,690	12,064,860	1,827,835	1,882,433	(54,598)	-3%	12,064,860
Remuneration of Councillors	138,374	155,787	155,787	23,662	25,964	(2,302)	-9%	155,787
Depreciation & asset impairment	2,313,471	2,574,607	2,574,607	416,951	429,379	(12,428)	-3%	2,574,607
Finance charges	731,823	1,131,010	1,136,237	137,695	154,124	(16,429)	-11%	1,136,237
Materials and bulk purchases	8,914,151	9,730,312	9,730,821	1,226,493	1,264,040	(37,548)	-3%	9,730,821
Transfers and subsidies	111,829	140,985	415,920	59,279	78,466	(19,186)	-24%	415,920
Other expenditure	10,988,767	11,574,725	11,754,658	1,150,721	1,367,826	(217,105)	-16%	11,754,658
Total Expenditure	**32,857,715**	**37,358,116**	**37,832,890**	**4,842,636**	**5,202,232**	**(359,596)**	**-7%**	**37,832,890**
Surplus/(Deficit)	**3,210,937**	**649,975**	**649,975**	**2,245,481**	**1,848,402**	**397,079**	**21%**	**649,975**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,093,694	2,268,835	2,289,647	111,146	138,062	(26,916)	-19%	2,289,647
Contributions & Contributed assets	88,397	84,900	84,900	9,809	7,350	2,459	33%	84,900
Surplus/(Deficit) after capital transfers & contributions	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**	**372,621**	**19%**	**3,024,523**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**	**372,621**	**19%**	**3,024,523**
Capital expenditure & funds sources								
Capital expenditure	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**4%**	**7,004,025**
Capital transfers recognised	2,055,507	2,268,835	2,289,647	111,146	133,862	(22,716)	-17%	2,248,853
Public contributions & donations	71,882	84,900	84,900	9,809	7,350	2,459	33%	84,900
Borrowing	2,739,196	2,894,482	2,992,706	203,306	126,937	76,369	60%	2,944,155
Internally generated funds	**1,038,037**	**1,727,003**	**1,812,524**	**75,511**	**118,040**	**(42,529)**	**-36%**	**1,726,117**
Total sources of capital funds	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**4%**	**7,004,025**
Financial position								
Total current assets	12,250,660	13,804,580	12,778,025	10,339,153	–	–	–	12,778,025
Total non current assets	46,570,423	49,655,980	49,850,309	49,597,463	–	–	–	49,850,309
Total current liabilities	8,766,303	10,811,468	9,958,429	6,168,348	–	–	–	9,958,429
Total non current liabilities	11,898,945	14,514,129	14,514,129	13,241,816	–	–	–	14,514,129
Community wealth/Equity	**38,155,835**	**38,134,963**	**38,155,775**	**40,526,453**	**–**	**–**	**–**	**38,155,775**
Cash flows								
Net cash from (used) operating	6,601,206	5,500,155	5,051,421	2,052,409	1,370,393	(682,016)	-50%	5,051,421
Net cash from (used) investing	(6,102,676)	(7,059,015)	(7,232,889)	(367,055)	(975,052)	(607,997)	62%	(7,232,889)
Net cash from (used) financing	(380,806)	2,103,124	2,103,124	1,000,000	1,000,000	–	–	2,103,124
Cash/cash equivalents at the month/year end	**3,450,193**	**4,425,075**	**3,398,520**	**6,162,218**	**4,872,205**	**(1,290,013)**	**-26%**	**3,398,520**

Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis								
Total By Income Source	1,775,466	352,905	266,148	223,206	298,727	1,055,294	3,922,241	8,165,415
Creditors Age Analysis	–	–	–	–	–	–	–	–
Total Creditors	1,357,417	6	5,666	–	–	–	(6,925)	1,356,144

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

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional								
Governance and administration	**14,070,329**	**14,882,934**	**14,884,279**	**3,393,319**	**3,286,739**	**106,580**	**3.2%**	**14,884,279**
Executive and council	1,400	3,126	3,594	139	111	28	24.8%	3,594
Finance and administration	14,068,927	14,879,801	14,880,678	3,393,180	3,286,627	106,554	3.2%	14,880,678
Internal audit	2	8	8	0	1	(1)	-89.7%	8
Community and public safety	**1,833,039**	**1,956,529**	**2,317,240**	**167,411**	**258,979**	**(91,569)**	**-35.4%**	**2,317,240**
Community and social services	105,403	120,972	116,766	13,503	13,464	39	0.3%	116,766
Sport and recreation	106,473	114,329	117,659	4,194	6,488	(2,294)	-35.4%	117,659
Public safety	24,889	22,293	22,293	3,310	2,183	1,127	51.6%	22,293
Housing	1,279,471	1,328,591	1,689,728	91,366	182,086	(90,721)	-49.8%	1,689,728
Health	316,802	370,343	370,794	55,038	54,758	280	0.5%	370,794
Economic and environmental services	**3,237,399**	**3,224,458**	**3,337,177**	**362,633**	**345,250**	**17,383**	**5.0%**	**3,337,177**
Planning and development	324,404	342,034	342,034	56,924	55,492	1,432	2.6%	342,034
Road transport	2,896,258	2,880,418	2,993,137	305,438	289,424	16,015	5.5%	2,993,137
Environmental protection	16,736	2,006	2,006	271	334	(63)	-18.8%	2,006
Trading services	**19,018,621**	**20,291,096**	**20,311,908**	**3,284,681**	**3,304,281**	**(19,600)**	**-0.6%**	**20,311,908**
Energy sources	12,083,270	12,256,796	12,256,796	2,217,599	2,138,635	78,964	3.7%	12,256,796
Water management	3,659,066	4,123,369	4,134,182	576,906	609,418	(32,513)	-5.3%	4,134,182
Waste water management	2,059,709	2,547,543	2,557,543	270,832	329,216	(58,384)	-17.7%	2,557,543
Waste management	1,216,576	1,363,387	1,363,387	219,345	227,012	(7,667)	-3.4%	1,363,387
Other	**2,958**	**6,809**	**6,809**	**1,027**	**797**	**230**	**28.8%**	**6,809**
Total Revenue - Functional	**38,162,346**	**40,361,826**	**40,857,413**	**7,209,071**	**7,196,046**	**13,025**	**0.2%**	**40,857,413**
Expenditure - Functional								
Governance and administration	**6,365,494**	**8,555,458**	**8,547,844**	**1,184,068**	**1,262,268**	**(78,201)**	**-6.2%**	**8,547,844**
Executive and council	359,348	443,599	444,482	76,190	65,038	11,152	17.1%	444,482
Finance and administration	5,968,906	8,061,212	8,052,715	1,100,363	1,189,385	(89,022)	-7.5%	8,052,715
Internal audit	37,240	50,646	50,646	7,515	7,845	(330)	-4.2%	50,646
Community and public safety	**4,789,292**	**5,318,872**	**5,683,955**	**674,382**	**747,633**	**(73,252)**	**-9.8%**	**5,683,955**
Community and social services	847,987	931,712	931,532	118,677	130,605	(11,928)	-9.1%	931,532
Sport and recreation	1,088,036	1,212,821	1,212,851	144,812	153,957	(9,145)	-5.9%	1,212,851
Public safety	508,298	600,875	600,875	79,913	85,864	(5,951)	-6.9%	600,875
Housing	1,340,014	1,498,817	1,859,954	166,701	212,512	(45,811)	-21.6%	1,859,954
Health	1,004,957	1,074,647	1,078,743	164,279	164,695	(417)	-0.3%	1,078,743
Economic and environmental services	**5,681,165**	**6,351,857**	**6,471,703**	**862,120**	**902,926**	**(40,806)**	**-4.5%**	**6,471,703**
Planning and development	785,632	1,042,799	1,048,939	173,282	185,128	(11,846)	-6.4%	1,048,939
Road transport	4,779,345	5,186,599	5,300,306	672,729	701,621	(28,893)	-4.1%	5,300,306
Environmental protection	116,188	122,458	122,458	16,109	16,177	(68)	-0.4%	122,458
Trading services	**15,886,407**	**17,026,865**	**17,023,360**	**2,111,682**	**2,273,885**	**(162,203)**	**-7.1%**	**17,023,734**
Energy sources	9,573,670	9,929,327	9,929,255	1,298,397	1,341,008	(42,611)	-3.2%	9,929,255
Water management	3,067,938	3,225,897	3,224,186	388,098	440,478	(52,380)	-11.9%	3,224,186
Waste water management	1,643,752	1,990,882	1,992,660	204,725	243,298	(38,573)	-15.9%	1,992,660
Waste management	1,601,046	1,880,759	1,877,259	220,462	249,101	(28,639)	-11.5%	1,877,633
Other	**135,357**	**105,064**	**106,029**	**10,385**	**15,520**	**(5,135)**	**-33.1%**	**106,029**
Total Expenditure - Functional	**32,857,715**	**37,358,116**	**37,832,890**	**4,842,636**	**5,202,232**	**(359,596)**	**-6.9%**	**37,833,264**
Surplus/ (Deficit) for the year	**5,304,631**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**	**372,621**	**18.7%**	**3,024,149**

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

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

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

Vote Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - Area-Based Service Delivery	176,748	204,290	204,758	34,057	33,922	135	0.4%	204,758
Vote 2 - Assets & Facilities Management	414,050	453,587	453,587	68,273	72,605	(4,332)	-6.0%	453,587
Vote 3 - Corporate Services	64,771	68,073	68,073	9,194	5,647	3,546	62.8%	68,073
Vote 4 - City Manager	0	–	–	–	–	–	-	–
Vote 5 - Directorate of the Mayor	852	3,324	3,324	90	133	(43)	-32.4%	3,324
Vote 6 - Energy	12,083,675	12,256,918	12,256,918	2,217,602	2,138,655	78,947	3.7%	12,256,918
Vote 7 - Finance	13,563,360	14,307,250	14,307,250	3,306,890	3,200,250	106,641	3.3%	14,307,250
Vote 8 - Informal Settlements, Water & Waste Services	7,044,676	8,212,622	8,242,211	1,072,648	1,181,739	(109,091)	-9.2%	8,242,211
Vote 9 - Safety & Security	1,402,526	1,267,627	1,271,667	179,906	122,200	57,706	47.2%	1,271,667
Vote 10 - Social Services	790,613	904,664	905,115	124,617	127,425	(2,809)	-2.2%	905,115
Vote 11 - Transport & Urban Development Authority	2,621,074	2,683,471	3,144,510	195,797	313,470	(117,673)	-37.5%	3,144,510
Total Revenue by Vote	**38,162,346**	**40,361,826**	**40,857,413**	**7,209,074**	**7,196,046**	**13,027**	**0.2%**	**40,857,413**
Expenditure by Vote								
Vote 1 - Area-Based Service Delivery	412,259	547,009	547,477	76,046	83,613	(7,566)	-9.0%	547,477
Vote 2 - Assets & Facilities Management	1,564,514	1,851,509	1,851,509	258,796	253,194	5,601	2.2%	1,851,509
Vote 3 - Corporate Services	1,437,795	1,741,551	1,741,551	231,364	241,639	(10,275)	-4.3%	1,741,551
Vote 4 - City Manager	21,436	22,198	22,198	13,993	1,496	12,497	835.36%	22,198
Vote 5 - Directorate of the Mayor	406,474	557,664	557,664	95,599	101,288	(5,688)	-5.6%	557,664
Vote 6 - Energy	9,885,010	10,355,750	10,355,750	1,352,643	1,402,935	(50,292)	-3.6%	10,355,750
Vote 7 - Finance	2,417,454	3,370,596	3,370,596	499,228	528,672	(29,444)	-5.6%	3,370,596
Vote 8 - Informal Settlements, Water & Waste Services	6,807,396	7,739,299	7,748,075	934,509	1,051,196	(116,687)	-11.1%	7,748,075
Vote 9 - Safety & Security	2,832,243	3,148,512	3,152,551	456,578	474,609	(18,031)	-3.8%	3,152,551
Vote 10 - Social Services	2,956,947	3,463,150	3,463,601	433,623	483,472	(49,850)	-10.3%	3,463,601
Vote 11 - Transport & Urban Development Authority	4,116,187	4,560,879	5,021,918	490,257	580,118	(89,861)	-15.5%	5,021,918
Total Expenditure by Vote	**32,857,715**	**37,358,116**	**37,832,890**	**4,842,636**	**5,202,232**	**(359,596)**	**-6.9%**	**37,832,890**
Surplus/ (Deficit) for the year	**5,304,632**	**3,003,710**	**3,024,523**	**2,366,437**	**1,993,814**	**372,623**	**18.7%**	**3,024,523**

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

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

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

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	8,105,126	8,662,350	8,662,350	1,414,578	1,367,617	46,961	3.4%	8,662,350
Service charges - electricity revenue	11,755,893	11,942,587	11,942,587	2,173,248	2,105,545	67,703	3.2%	11,942,587
Service charges - water revenue	3,443,725	3,933,401	3,933,401	542,664	588,460	(45,795)	-7.8%	3,933,401
Service charges - sanitation revenue	1,609,916	2,092,272	2,092,272	249,354	312,880	(63,527)	-20.3%	2,092,272
Service charges - refuse revenue	1,081,307	1,341,882	1,341,882	215,287	223,647	(8,360)	-3.7%	1,341,882
Service charges - other	728,264	–	–	–	–	–	0.0%	–
Rental of facilities and equipment	358,497	418,011	418,011	67,599	66,183	1,416	2.1%	418,011
Interest earned - external investments	768,224	773,657	773,657	143,347	93,501	49,846	53.3%	773,657
Interest earned - outstanding debtors	278,063	284,131	284,131	49,657	47,266	2,392	5.1%	284,131
Dividends received	–	–	–	–	–	–	0.0%	–
Fines, penalties and forfeits	1,241,128	1,146,414	1,146,414	163,040	107,369	55,671	51.9%	1,146,414
Licences and permits	47,741	43,749	43,749	8,094	6,739	1,354	20.1%	43,749
Agency services	188,238	162,771	162,771	30,831	26,679	4,152	15.6%	162,771
Transfers and subsidies	5,864,445	6,455,942	6,930,716	1,904,659	1,991,598	(86,939)	-4.37%	6,930,716
Other revenue	411,300	709,425	709,425	122,981	106,734	16,248	15.2%	709,425
Gains on disposal of PPE	186,784	41,500	41,500	2,777	6,417	(3,639)	-56.7%	41,500
Total Revenue (excluding capital transfers and contributions)	**36,068,652**	**38,008,091**	**38,482,865**	**7,088,117**	**7,050,634**	**37,482**	**0.5%**	**38,482,865**
Expenditure By Type								
Employee related costs	9,659,300	12,050,690	12,064,860	1,827,835	1,882,433	(54,598)	-2.9%	12,064,860
Remuneration of councillors	138,374	155,787	155,787	23,662	25,964	(2,302)	-8.9%	155,787
Debt impairment	2,323,482	2,508,738	2,508,738	371,830	345,287	26,543	7.7%	2,508,738
Depreciation & asset impairment	2,313,471	2,574,607	2,574,607	416,951	429,379	(12,428)	-2.89%	2,574,607
Finance charges	731,823	1,131,010	1,136,237	137,695	154,124	(16,429)	-10.7%	1,136,237
Bulk purchases	8,438,102	8,540,135	8,540,135	1,068,538	1,092,985	(24,448)	-2.2%	8,540,135
Other materials	476,049	1,190,177	1,190,686	157,955	171,055	(13,100)	-7.7%	1,190,686
Contracted services	4,171,039	6,086,610	6,256,679	405,210	572,665	(167,455)	-29.2%	6,256,679
Transfers and subsidies	111,829	140,985	415,920	59,279	78,466	(19,186)	-24.5%	415,920
Other expenditure	4,486,870	2,978,990	2,988,853	373,519	449,821	(76,301)	-17.0%	2,988,853
Loss on disposal of PPE	7,376	387	387	162	54	108	201.4%	387
Total Expenditure	**32,857,715**	**37,358,116**	**37,832,890**	**4,842,636**	**5,202,232**	**(359,596)**	**-6.9%**	**37,832,890**
Surplus/(Deficit)	**3,210,937**	**649,975**	**649,975**	**2,245,481**	**1,848,402**	**397,079**	**21.5%**	**649,975**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,093,694	2,268,835	2,289,647	111,146	138,062	(26,916)	-	2,289,647
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	71,882	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Transfers and subsidies - capital (in-kind - all)	16,516	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**	**–**		**3,024,523**
Taxation	–	–	–	–	–			–
Surplus/(Deficit) after taxation	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**			**3,024,523**
Attributable to minorities	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**			**3,024,523**
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	**5,393,029**	**3,003,710**	**3,024,523**	**2,366,435**	**1,993,814**			**3,024,523**

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

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

Vote Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - Area-Based Service Delivery	12,384	39,430	39,843	110	234	(124)	-52.8%	39,643
Vote 2 - Assets & Facilities Management	358,089	395,019	413,304	22,546	31,665	(9,120)	-28.8%	411,507
Vote 3 - Corporate Services	244,883	351,686	358,010	4,407	850	3,557	418.5%	345,465
Vote 4 - City Manager	321	222	222	9	9	0	0.0%	172
Vote 5 - Directorate of the Mayor	22,022	17,108	17,132	1,676	1,087	589	54.2%	17,082
Vote 6 - Energy	1,248,887	1,292,814	1,366,034	83,432	101,789	(18,358)	-18.0%	1,296,045
Vote 7 - Finance	23,989	17,136	17,136	1,060	930	130	14.0%	16,932
Vote 8 - Informal Settlements, Water & Waste Services	1,828,616	2,445,238	2,483,251	171,436	101,224	70,212	69.4%	2,465,532
Vote 9 - Safety & Security	114,816	191,120	191,488	4,173	1,403	2,770	197.4%	191,174
Vote 10 - Social Services	243,958	283,413	286,073	8,300	10,492	(2,192)	-20.9%	275,638
Vote 11 - Transport & Urban Development Authority	1,806,655	1,942,035	2,007,284	102,622	136,506	(33,883)	-24.8%	1,944,835
Total Capital Expenditure	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**3.5%**	**7,004,025**
Capital Expenditure - Standard Classification								
Governance and administration	**1,073,026**	**1,244,434**	**1,285,303**	**115,656**	**87,556**	**28,099**	**32.1%**	**1,249,531**
Executive and council	9,164	3,594	24,927	111	49	62	126.0%	24,877
Finance and administration	1,063,731	1,239,881	1,259,417	115,545	87,507	28,037	32.0%	1,223,695
Internal audit	131	959	959	–	–	–	0.0%	959
Community and public safety	**773,993**	**955,697**	**893,336**	**22,511**	**56,982**	**(34,471)**	**-60.5%**	**864,648**
Community and social services	127,329	151,270	148,038	7,871	8,211	(340)	-4.1%	144,222
Sport and recreation	127,927	105,711	109,987	1,193	342	851	248.9%	108,132
Public safety	18,865	46,799	46,799	13	500	(487)	-97.5%	46,799
Housing	476,876	606,733	542,704	12,901	45,981	(33,080)	-71.9%	519,688
Health	22,996	45,183	45,807	533	1,949	(1,416)	-72.7%	45,807
Economic and environmental services	**1,578,032**	**1,662,703**	**1,792,668**	**94,814**	**113,359**	**(18,545)**	**-16.4%**	**1,750,297**
Planning and development	70,697	44,786	45,274	6,109	5,667	442	7.8%	45,274
Road transport	1,495,384	1,599,888	1,729,366	86,642	105,899	(19,257)	-18.2%	1,686,995
Environmental protection	11,951	18,028	18,028	2,063	1,793	270	15.1%	18,028
Trading services	**2,474,957**	**3,104,956**	**3,201,039**	**166,219**	**127,509**	**38,710**	**30.4%**	**3,132,118**
Energy sources	1,131,636	1,183,872	1,225,172	70,098	81,355	(11,257)	-13.8%	1,166,752
Water management	608,426	853,967	886,806	75,909	25,891	50,018	193.2%	883,139
Waste water management	659,092	684,576	705,039	17,117	17,563	(446)	-2.5%	702,705
Waste management	75,803	382,541	384,022	3,095	2,700	395	14.6%	379,522
Other	**4,613**	**7,432**	**7,432**	**572**	**783**	(211)	-26.9%	**7,432**
Total Capital Expenditure - Standard Classification	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**3.5%**	**7,004,025**
Funded by:								
National Government	2,009,376	2,189,832	2,210,645	107,443	127,866	(20,424)	-16.0%	2,169,851
Provincial Government	46,130	79,002	79,002	3,703	5,996	(2,293)	-38.2%	79,002
District Municipality	–	–	–	–	–	–	-	–
Other transfers and grants	–	–	–	–	–	–	-	–
Transfers recognised - capital	**2,055,507**	**2,268,835**	**2,289,647**	**111,146**	**133,862**	**(22,716)**	**-17.0%**	**2,248,853**
Public contributions & donations	71,882	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Borrowing	2,739,196	2,894,482	2,992,706	203,306	126,937	76,369	60.2%	2,944,155
Internally generated funds	1,038,037	1,727,003	1,812,524	75,511	118,040	(42,529)	-36.0%	1,726,117
Total Capital Funding	**5,904,621**	**6,975,220**	**7,179,778**	**399,772**	**386,190**	**13,582**	**3.5%**	**7,004,025**

Table C6: Monthly Budget Statement - Financial Position

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

Description R thousands	2016/17	Budget Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	506,037	103,918	103,918	322,674	103,918
Call investment deposits	4,603,568	6,599,932	5,573,377	4,603,568	5,573,377
Consumer debtors	5,724,864	5,635,475	5,635,475	4,060,936	5,635,475
Other debtors	1,077,455	1,135,110	1,135,110	987,890	1,135,110
Current portion of long-term receivables	14,201	18,845	18,845	14,201	18,845
Inventory	324,536	311,300	311,300	349,883	311,300
Total current assets	**12,250,660**	**13,804,580**	**12,778,025**	**10,339,153**	**12,778,025**
Non current assets					
Long-term receivables	40,973	46,655	46,655	37,774	46,655
Investments	4,877,663	3,842,589	3,842,589	7,925,081	3,842,589
Investment property	586,427	586,473	586,473	586,427	586,473
Investments in Associate	–	–	–	–	–
Property, plant and equipment	40,377,585	44,648,942	44,843,272	40,360,406	44,843,272
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	678,871	522,272	522,272	678,871	522,272
Other non-current assets	8,904	9,049	9,049	8,904	9,049
Total non current assets	**46,570,423**	**49,655,980**	**49,850,309**	**49,597,463**	**49,850,309**
TOTAL ASSETS	**58,821,083**	**63,460,560**	**62,628,334**	**59,936,616**	**62,628,334**
LIABILITIES					
Current liabilities	–	–	–	–	–
Bank overdraft	5,298	–	–	–	–
Borrowing	334,185	428,372	428,372	334,185	428,372
Consumer deposits	351,710	392,806	392,806	357,730	392,806
Trade and other payables	7,110,818	8,766,074	7,913,036	4,518,993	7,913,036
Provisions	964,293	1,224,215	1,224,215	957,441	1,224,215
Total current liabilities	**8,766,303**	**10,811,468**	**9,958,429**	**6,168,348**	**9,958,429**
Non current liabilities					
Borrowing	5,789,616	7,770,349	7,770,349	6,912,981	7,770,349
Provisions	6,109,330	6,743,780	6,743,780	6,328,835	6,743,780
Total non current liabilities	**11,898,945**	**14,514,129**	**14,514,129**	**13,241,816**	**14,514,129**
TOTAL LIABILITIES	**20,665,248**	**25,325,597**	**24,472,559**	**19,410,163**	**24,472,559**
NET ASSETS	**38,155,835**	**38,134,963**	**38,155,775**	**40,526,453**	**38,155,775**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	34,382,649	35,341,724	35,447,911	36,789,866	35,447,911
Reserves	3,773,186	2,793,239	2,707,864	3,736,587	2,707,864
TOTAL COMMUNITY WEALTH/EQUITY	**38,155,835**	**38,134,963**	**38,155,775**	**40,526,453**	**38,155,775**

Table C7: Monthly Budget Statement - Cash Flow

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	8,105,126	8,344,028	8,344,028	1,365,021	1,422,338	(57,316)	-4.0%	8,344,028
Service charges	18,619,105	17,459,005	17,459,005	2,861,308	3,049,299	(187,992)	-6.2%	17,459,005
Other revenue	617,854	1,357,994	1,357,994	495,329	207,761	287,567	138.4%	1,357,994
Government - operating	3,633,883	6,455,942	6,455,942	2,189,752	2,023,357	166,395	8.2%	6,455,942
Government - capital	2,014,869	2,353,735	2,374,547	614,154	688,819	(74,665)	-10.8%	2,374,547
Interest	999,822	773,657	773,657	106,963	105,518	1,445	1.4%	773,657
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(26,611,461)	(30,121,395)	(30,316,007)	(5,580,117)	(6,126,699)	(546,581)	8.9%	(30,316,007)
Finance charges	(666,163)	(981,827)	(981,827)	–	–	–	0.0%	(981,827)
Transfers and Grants	(111,829)	(140,985)	(415,920)	–	–	–	0.0%	(415,920)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,601,206**	**5,500,155**	**5,051,421**	**2,052,409**	**1,370,393**	**(682,016)**	**-49.8%**	**5,051,421**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	198,742	41,500	41,500	–	–	–	0.0%	41,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	0.0%	–
Decrease (increase) other non-current receivables	13,614	2,456	2,456	–	–	–	0.0%	2,456
Decrease (increase) in non-current investments	(410,412)	(212,908)	(212,908)	–	–	–	0.0%	(212,908)
Payments								
Capital assets	(5,904,620)	(6,890,062)	(7,063,936)	(367,055)	(975,052)	(607,997)	62.4%	(7,063,936)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(6,102,676)**	**(7,059,015)**	**(7,232,889)**	**(367,055)**	**(975,052)**	**(607,997)**	**62.4%**	**(7,232,889)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	–	2,500,000	2,500,000	1,000,000	1,000,000	–	0.0%	2,500,000
Increase (decrease) in consumer deposits	27,077	35,710	35,710	–	–	–	0.0%	35,710
Payments							0.0%	
Repayment of borrowing	(407,883)	(432,586)	(432,586)	–	–	–	0.0%	(432,586)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(380,806)**	**2,103,124**	**2,103,124**	**1,000,000**	**1,000,000**	**–**	**0.0%**	**2,103,124**
NET INCREASE/ (DECREASE) IN CASH HELD	**117,724**	**544,264**	**(78,344)**	**2,685,354**	**1,395,341**			**(78,344)**
Cash/cash equivalents at beginning:	3,332,469	3,880,811	3,476,864	3,476,864	3,476,864			3,476,864
Cash/cash equivalents at month/year end:	3,450,193	4,425,075	3,398,520	6,162,218	4,872,205			3,398,520

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

SUPPORTING DOCUMENTATION: CITY OF CAPE TOWN

Table SC1: Material variance explanations for revenue by source

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Property rates	46,961	3.4%	The over-recovery is due to higher than planned revenue received as the Appeal Board has been upholding Objection values. In addition, a major portion of the reviews for real-time valuations in 2016/17 has been completed and numerous properties were included in the SV01 (Supplementary Valuation), which has positively affected the income stream.	The situation is continuously being monitored by the Valuation department; at this stage no corrective action is required.
Service charges - electricity revenue	67,703	3.2%	The over-recovery is due to periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources etc. Continuous movement of consumers between the various tariffs, account adjustments being made and changes to the costs associated with the fixed charge further contributed to this variance.	No corrective action is required currently.
Service charges - water revenue	(45,795)	-7.8%	The Water and Sanitation Department has re-aligned the 2017/18 period budget to anticipated trends of the level 4 restrictions. Current projections indicate that the Water and Sanitation Department will under-recover against the Level 4 revenue budget. The anticipated reduced demand with concomitant lower sales necessitated a cautious approach to committing expenditure to date and the department believes that scope exists to reduce the expenditure budget, in accordance with lower sales levels.	The current trends are closely monitored against the period budget. It is expected that a clearer indication of likely outcome would be available after the first quarter (end September) to inform recommendations on the materiality of projected variances and the need to recommend an adjustment budget for corrective actions.
Service charges - sanitation revenue	(63,527)	-20.3%	The under-recovery is influenced by the same factors and conditions that apply to Service charges - water revenue.	The finance manager is monitoring all streams of revenue continuously and any concerns identified will be investigated and corrective steps will be implemented in the adjustments budget following the Mid-year review and assessment.
Service charges - refuse revenue	(8,360)	-3.7%	The under-recovery reflects against: 1. Special Waste Fees, where the disposal of hazardous waste is consumptive based and currently lower than anticipated. 2. Disposal Coupons Fees, where the contract had to be re-advertised, due to non performance of contractor	The finance manager is monitoring the revenue on a continuous basis; corrective steps will be implemented if required.
Service charges - other	–		-	-
Rental of facilities and equipment	1,416	2.1%	The over-recovery is mainly within the Assets & Facilities Management directorate iro the Property Management Rental Alignment project, which encompasses the clean-up of lease agreement data to ensure correct recovery of lease payments as per the relevant lease agreements.	No corrective action required.
Interest earned - external investments	49,846	53.3%	The over-recovery is within the Finance directorate and is due to favourable Investments and Cash funds balances.	No corrective action required.
Interest earned - outstanding debtors	2,392	5.1%	The over-recovery is due to higher than planned revenue received for interest charges on debtor arrears iro Electricity, Water & Sanitation and Solid Waste.	No corrective action required.
Dividends received	–		-	-
Fines, penalties and forfeits	55,671	51.9%	The over-recovery is mainly within the Safety & Security directorate mainly iro Traffic Fines and Traffic Fines-Accruals resulting from more than planned fines issued and paid for the period.	No corrective action required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Licences and permits	1,354	20.1%	The over-recovery is mainly within the Safety & Security directorate iro higher than planned revenue on Learners Licences Applications, Learners Certificates and PDP Operators permits.	No corrective action required.
Agency services	4,152	15.6%	The over-recovery is mainly within Finance Services and is due to licence renewal tariff increases as well as an increase in the number of renewals processed resulting from the drive by the City and Provincial Government to enforce the renewal of licences.	No corrective action required at the moment.
Transfers and subsidies	(86,939)	-4.4%	The under-recovery is mainly within: 1. Transport & Urban Development Authority, due to: a) The slow start of the MyCiTi communication/marketing and IT programmes. In addition, EMV MyCiTi cards were received late and the invoice was only processed for payment in September 2017. b) Lower than anticipated Top Structures payments as this is dependent on the actual building of housing units, which occurs in phases. 2. Informal Settlements, Water & Waste Services, mainly in Informal Settlements, due to: a) Sir Lowry's Pass project, where the tender for repairs and maintenance has been advertised and will close on 18 September 2017. b) Sweet Homes project, where the City is awaiting invoices from the contractor.	The period budget provisions will be amended to be in line with the actual trends of revenue recognition, where required. The finance manager is in the process of investigating and resolving issues experienced on the various projects.
Other revenue	16,248	15.2%	The variance is a combination of over-/under-recovery on the following revenue elements: 1. Collection Charges Recovered (over), due to recoveries not budgeted for. 2. Service Charges - Infrastructure (over), due to higher than planned recovery. 3. Cash Recoveries -Claims (over), due to the SASRIA claim recovery, which was not budgeted for. 4. Skills Development Levy (under), due to the unpredictable nature of payments from SETA and the misalignment of period budgets. 5. Admission Fees & Camp/Resorts (under), where lower than anticipated revenue was received during the winter season as the demand for City facilities was lower than expected. 6. Busfares (under), due to the delay in processing the MyCiTi busfare revenue, as the system is currently still being automated. 7. Fire Fees (over), due to more than planned fires extinguished to date. 8. Development Levy/BICL (over), due to higher than planned revenue received for Development Levies as a result of the extent of property development in the City. 9. Recoveries of Operational Expenditure (over), due to unplanned recovery of expenditure from external customers.	The finance managers are continuously monitoring the situation and issues will be investigated and addressed in the appropriate way.
Gains on disposal of PPE	(3,639)	-56.7%	The under-recovery is mainly within the Assets & Facilities Management directorate (Property Management) and is due to property transactions (write offs) that are still to be processed.	Transactions will be processed in September 2017.

Table SC1: Material variance explanations for revenue by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 1 - Area-Based Service Delivery	135	0.4%	Immaterial variance.	-
Vote 2 - Assets & Facilities Management	(4,332)	-6.0%	The variance is a combination of over- /under-recovery mainly on: 1. Rental of Facilities and Equipment (R2.8 million over), due to the Property Management Rental Alignment project, which encompasses the clean-up of lease agreement data to ensure correct recovery of lease payments as per the relevant lease agreements. 2. Gains on Disposal of PPE (R5.7 million under), due to write-off of assets still to be processed.	No corrective action required.
Vote 3 - Corporate Services	3,546	62.8%	The variance is a combination of over-/under-recovery mainly on: 1. Service Charges-Infrastructure (R3.9 million over), due to higher than planned revenue received for the provision of Broadband services. 2. Recoveries of Expenditure (R1.3 million over), due to higher than planned legal costs being recovered from third parties. 3. Skills Development Levies (R1.8 million under), due to the unpredictable nature of the receipt of payments resulting in the misalignment of the period budget with the actual trend.	Periodic budget provisions will be reviewed and amended where required.
Vote 4 - City Manager	–	-	-	-
Vote 5 - Directorate of the Mayor	(43)	-32.4%	The variance is a combination of over-/under-recovery mainly on: 1. Transfers and Subsidies (R111 000 under), due to the outstanding Donor 100 Resilient Initiative grant funding for the appointment of the Director: Resilience. 2. Recoveries Operational Expenditure (R25 000 over), due to recovery of legal costs from plaintiffs where judgement was in favour of the City.	The finance manager is in the process of resolving the issue on payment of donor funding.
Vote 6 - Energy	78,947	3.7%	The variance is mainly on: 1. Service Charges - Electricity Revenue (R65.4 million), due to periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternative energy sources, etc. The continuous movement of consumers between the various tariffs, account adjustments and changes to the costs associated with the fixed charge further contributed to this variance. 2. Other Revenue (R8 million), due to Development Levies, which are demand driven as well as higher than planned revenue received from Salvaged Items. 3. Transfers and Subsidies - Capital (R5.6 million), due to the Citywide and Backyarders Electrification projects being ahead of schedule.	Periodic budget provisions will be reviewed and amended where required.
Vote 7 - Finance	106,641	3.3%	The over-recovery reflects against: 1. Property Rates (R46.8 million), due to higher than planned revenue received as the Appeal Board has been upholding Objection values. In addition, a major portion of the reviews for real-time valuations in 2016/17 has been completed and numerous properties were included in SV01, which has affected the income stream positively. 2. Interest earned on external investments (R49.9 million), due to favourable Investments and Cash funds balances. 3. Agency Services (R3.9 million), due to licence renewal tariff increases and an increase in the number of renewals processed as a result of the drive by the City and Provincial Government to enforce renewal of licences. 4. Other Revenue (R 6.9 million), mainly on: a) Recoveries of Operational Expenditure, due to the earlier than anticipated receipt of the annual recovery charge from Eskom for maintaining their Nuclear Power Plant emergency evacuation model. b) Cash Recoveries Claims, due to receipt of adhoc SASRIA Insurance recovery claims not planned for.	Planned cash flow to be amended where required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 8 - Informal Settlements, Water & Waste Services	(109,091)	-9.2%	The variance is a combination of over-/under-recovery. 1. Service Charges -Water Revenue (R46 million under). TtheWater and Sanitation Department has re-aligned the 2017/18 Period Budget to anticipated trends of the level 4 restrictions. Current projections indicate that the Water and Sanitation Department will under-recover against the Level 4 revenue budget. The anticipated reduced demand with concomitant lower sales necessitated a cautious approach to committing expenditure to date and the department believes that scope exists to reduce the expenditure budget, in accordance with lower sales levels. 2. Service Charges - Sanitation Revenue (R63 million under), the under-recovery is influenced by the same factors and conditions that apply to Service charges - Water Revenue. 3. Service Charges Refuse Revenue (R8.4 million under) on: a) Disposal Coupons, where contracts had to be re-advertised, due to non performance of the contractor. The service is currently being rendered in-house with the new contracts to be awarded in March 2018. b) Special Waste, where the disposal of hazardous waste is consumptive based and currently lower than anticipated. 4. Transfers and Subsidies - Operating (R4.7 million under) within Informal Settlements, due to: a) Sir Lowry's Pass Project, where the tender for repairs of the units damaged during community unrest, has been advertised and will close on 18 September 2017. Expenditure can only be incurred after approval of tender and appointment of contractor. b) Sweet Homes project, where invoices are still outstanding. 5. Transfers and Subsidies - Capital (R2.6 million over): a) Informal Settlements (R7.5 million under), due to : i. Upgrading of Informal Settlement Program (UISP) - 8ste Laan -Valhalla Park, where the project was suspended, due to gangster violence. ii. Urbanisation backyarders Informal settlements, where the cash flow is misaligned. iii. Informal Settlements Sanitation, where a new contract was only approved in August 2017 resulting in misalignment of the cash flow. iv. Ravensmead Incremental Development Area (IDA) project, due to non performance of contractor which resulting in delayed expenditure and misalignment of the cash flow. v. Water Manager Dispensing Meters project, where the cash flow is misaligned. vi. False Bay Incremental Development Area (IDA) project, where the cash flow is misaligned. vii. Imizamo Yethu, where the contractor only came on site at the end of August 2017 resulting in misalignment of the cash flow. 6. Water Services (R 10 million over), due to the capital expenditure being ahead of plan on the Zandvliet WWTW, Borchards Quarry WWTW, Contermanskloof projects and more than planned meter installations done at new	The current trends are closely monitored against the period budget. It is expected that a clearer indication of likely outcome would be available after the first quarter (end September) to inform recommendations on the materiality of projected variances and the need to recommend an adjustment budget for corrective actions.
Vote 9 - Safety & Security	57,706	47.2%	The variance reflects on the following revenue categories: 1. Fines, Penalties and Forfeits (R55.8 million), due to higher than planned revenue received from traffic fines issued and paid for the period . 2. Licences and Permits (R1.6 million), due to higher than planned revenue on Learners Licences Applications, Learners Certificates and PDP Operators permits. 3. Other Revenue (R1.7 million), due to: a) Higher than expected use of municipal staff to perform duties at events, etc. b) More income received than anticipated as a result of the number of fires extinguished to date.	The finance manager will continue to monitor actual revenue and adjust the period budgets where necessary.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 10 - Social Services	(2,809)	-2.2%	The under-recovery is a combination over-under-recovery and is mainly on: 1. Rental of Facilities and Equipment (R1.3 million under), due to lower than planned revenue received from rental of Sport and Recreation facilities, which is demand driven and unpredictable in nature. 2. Other Revenue (R4.9 million under), due to: a) Recoveries-GIF as a result of the misalignment of period budget with the actual revenue trend. b) Camp/Resort fees & Admission fees, due to lower than anticipated revenue received during winter season as use and demand for facilities was lower than expected. 3. Grants and Subsidies - Capital (R3.4 million over), due to good contractor performance on the New Fisantekraal Clinic project, the Du Noon Library projects and the Upgrade: Sagaloda Park, Philippi project.	The finance manager will continue to monitor actual revenue and adjust the period budgets where necessary.
Vote 11 - Transport & Urban Development Authority	(117,673)	-37.5%	The under-recovery is mainly on: 1. Transfers and Subsidies - Operating (R81.3 million), due to: a) Slow start on the MyCiTi communication/marketing and IT programmes. In addition, EMV MyCiTi cards were received late and the invoice was only processed for payment in September 2017. b) Lower than anticipated Top Structures payments as this is dependent on the actual building of housing units, which occurs in phases. 2. Other revenue (R3.4 million), mainly on: a) Busfares where there are delays in the processing of MyCiTi busfare revenue as the system is currently being automated. 3. Grant and Subsidies - Capital (R35.6 million), due to: a) IRT Phase 2A , where the project being reviewed at present. b) IPT PH2A - Stock Road, where the contractor is suffering months of delays, due to Eskom infrastructure that must be removed for the project to continue. c) Road Rehabilitation Bishop Lavis, where the project is being delayed as a result of surfacing subcontractor breakdowns. d) Road Rehabilitation Heideveld Area 5, due to the termination of the contract as a result of poor contractor performance.	1. Cash flows to be revised. 2. Final testing of automation process to be done end of September 2017. 3 (a) Budget will be distributed to individual projects once review is completed. 3 (b) An extension has been granted to the contractor based on new approved programme. 3 (c) An increase in contract sum will be required to complete this project. 3 (d) The report in the process of being compiled for new contractor appointment.

Table SC1: Material variance explanations for expenditure by vote

Description	YTD Variance R	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 1 - Area-Based Service Delivery	(7,566)	-9.0%	The under expenditure is mainly on: 1 .Employee costs (under), due to the turnaround time of filling vacancies, internal filling of vacancies and slower than anticipated implementation of job creation projects. 2. Advisory Services - Project Management, due to delays with the roll out of informal trading project plans. 3. Security costs, as a result of lower than anticipated spend on the Mayoral Urban Regeneration Programmes. 4. Allowance for Ward Forum Members, which is based on scheduled attendance of established and functioning ward committees.	The directorate currently has 36 vacancies in various stages of the recruitment and selection process. The finance manager will continue to monitor and align the period budget with the actual expenditure, where necessary.
Vote 2 - Assets & Facilities Management	5,601	2.2%	The variance is a combination of over/under-expenditure. 1. Debt Impairment (over), due to misalignment of period budgets with actual expenditure. 2. Contracted Services (over), largely due to the misalignment of the budgetary provision on the re-active repairs & maintenance component. The budget reflects on Other expenditure. 3. Indigent Relief (over), which is based on the number of applications received and difficult to plan accurately. 4. Subsidy on Home-owners Redemption (under), which is dependant on the amount of applications received. 5. Finance charges (under), as some leases were cancelled. 6. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of internal filling of vacancies. 7. Subsidy on Home-owners Redemption (under), which is dependant on the number of applications received to date.	Alignment of the period budgets and with actual expenditure is underway.
Vote 3 - Corporate Services	(10,275)	-4.3%	The variance is a combination of over/under-expenditure on: 1. Employee related costs (under), due to the turnaround time in filling vacancies. 2. Other expenditure (under), a) Software licences, as the Microsoft Enterprise Agreement was not renewed yet while other alternatives are being assessed. b) Specialised IT services, where lower than anticipated expenditure incurred as contract staff are in process of being converted to permanent employees and no new or additional contract staff are appointed until the conversion process is completed. 3. Contracted Services (over) largely due to the roll out of a revised Repairs & Maintenance strategy in Information Systems & Technology department to simplify tenders and facilitate faster implementation of R&M programmes. This has resulted in the misalignment of the period budget with actual expenditure to date.	The directorate has 155 vacancies currently which are in various stages of the recruitment and selection process. Alignment of the period budget will be undertaken where necessary.
Vote 4 - City Manager	12,497	835.36%	The over-expenditure is largely due to the annual payment of SALGA membership fees, which resulted in the misalignment of the period budget with the year-to-date actual.	Alignment of the period budget with the actual expenditure is underway.
Vote 5 - Directorate of the Mayor	(5,688)	-5.6%	The variance is a combination of over-/under expenditure mainly on: 1. Salaries and Wages (under), due to the turnaround time in filling vacancies. 2. Contracted Services (under), due to: a) Reduced demand for outsourced services (Catering and Labour Brokers). b) Delays in submission of invoices from suppliers. c) Development work of new campaigns (fire and water summer campaigns) still underway. d) Certain elements of existing campaigns not proceeding. 3. Other Materials (under), due to lower demand for stationery, printing and consumables. 4. Other Expenditure (under), mainly due to a delay in the roll-out of training programmes as training needs have changed and lower than anticipated expenditure on Survey Expenses. 5. Transfers and Subsidies (over) as a result of the urgent disbursement in lieu of retrenchment packages to Cape Town Partnership staff, due to the termination of the contract agreement with the City.	1. The directorate has 110 vacancies in various stages of the recruitment and selection process. The current vacancy rate is 24.36%. 2. The finance manager is monitoring the situation and period budgets will be adjusted in line with anticipated spend.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 6 - Energy	(50,292)	-3.6%	The under-expenditure is largely on: 1. Employee-related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Bulk Purchases, due to lower seasonal consumptive patterns, which resulted in less than anticipated year-to-date expenditure on bulk purchases . 3. Contracted services, mainly due to the late commencement of pro-active repairs & maintenance expenditure and the reversal of July 2017 invoices for maintenance contracts, which must first be verified and reconciled before final payments can be processed. 4. Specialised Information Technology and Services, due to postponement of the mobile meter reading project as further consultation, with a view to potentially align projects with other functions (Water & Sanitation), are still in process. 5. Other Materials, due to delays in awarding the High Mast Maintenance tender and lower than anticipated fuel consumption as no energy generation from the gas turbine was required to date.	Alignment of the period budget with the actual to be undertaken where required.
Vote 7 - Finance	(29,444)	-5.6%	The variance is largely on: 1. Employee-related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Finance charges, due to misalignment of period budget with actual expenditure. 3. Other expenditure, mainly on: a) Postage & Courier, due to lower than anticipated expenditure incurred for the period. b) Deeds and Transfers, due to accruals iro 2016/17 invoices, which are being queried by the City and will only be settled once clarified with the Deeds Office.	The recruitment and selection process is on-going. The directorate had a total number of 142 vacancies as at 31 August 2017. 31 Positions (23 internal and 8 external) were filled with 9 terminations processed for August 2017 Alignment of the period budget with the actual to be undertaken where required.
Vote 8 - Informal Settlements, Water & Waste Services	(116,687)	-11.1%	This variance is a combination of over-/under expenditure. 1. Employee-related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. The misalignment of the period budget with the actual payments iro the Mayor's Job Creation Projects further contributed to the variance. 2. Other Materials (under), largely due to the misalignment of the period budget with the actual expenditure. 3. Contracted Services largely on: a) Chipping and Haulage (under), due to lower than anticipated expenditure incurred to date. b) Refuse removal (under), where the service is currently being rendered in-house as the contract was terminated, due to poor performance and subsequently re-advertised. c) Sewerage services (under), due to the delay in the finalisation of the Sewerage Services contract within Informal Settlements. d) Advisory Services (over), due to higher than anticipated costs related to landfill site monitoring and water conservation study. e) Legal Cost (over), due to unforeseen cost incurred for the Regional landfill Site court case. f) Security Services & Charges (over), due to additional guards required at various sites as a result of increased vandalism. 4. Other Expenditure largely due to: a) Fewer hired vehicles required as a result of less breakdowns than originally anticipated. b) Delays experienced in awarding the tender to rehabilitate the old landfill site at Waterkloof. c) Reduction in water consumption and consequential less pumping of wastewater to the treatment plants.	Vacancies are at various stages of recruitment and selection. The directorate had 792 vacancies out of 8178 staff establishment as at 31 August 2017. Filled positions in the directorate was 90.32% of the total staff establishment. Since the beginning of the 2017/18 financial year, 140 appointments (80 internal) were made and 54 terminations processed. Sewerage Services contracts was submitted to the Bid Adjudication committee on 31 July 2017. Contract for the rehabilitation of landfill site is underway and funds will be spent in ensuing periods. The finance manager to ensure alignment of the period budget with the actual expenditure, where needed.
Vote 9 - Safety & Security	(18,031)	-3.8%	The under-expenditure variance is mainly on: 1. Salaries and Wages, due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services, due to lesser demand for security services and delays on invoices from event promoters. 3. Other Materials, due to lesser demand for fuel and materials as a number of emergency vehicles are still in for repairs. 4. Other expenditure, mainly due to: a) Lower than anticipated expenditure on training-related costs as a result of a temporary moratorium placed on awarding of bursaries. b) Software Licenses, which are only renewed later in the year. 5. Transfers and Subsidies, due to outstanding payments to beneficiaries who are non-compliant because of outstanding documents.	Vacancies are at various stages of the recruitment and selection process.

Table continues on next page.

Description	YTD Variance R	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 10 - Social Services	(49,850)	-10.3%	The variance is a combination of over-/under expenditure and is mainly on: 1. Employee related costs (under), due to the turnaround time in filling vacancies, the impact of the internal filling of vacancies and slower than expected implementation of job creation projects. 2. Contracted Services (under) due to : a) Laboratory services accounts not yet received for August 2017. b) Lower than planned expenditure on sport & recreation programmes. c) Accounts for security services, which are paid one month in arrears. d) The impact of the latest Water restrictions, which resulted in less grass cutting services required. 3. Transfers and Grants (under), the period budget for various Grants-in-aid allocations are not aligned with anticipated disbursement to beneficiaries, which are influenced by the finalisation of Memoranda of Agreement and timeous submission of required documents before payments can be made. 4. Other Expenditure (under), due to : a) Electricity accounts for August 2017 not yet received for payment. b) Roll-out of 2018 Work Skills Plans slightly behind schedule. c) Fuel price fluctuations and stricter control measures put in place. 5. Other Materials (over), largely as a result of higher than anticipated cost of ARV drugs. 6. R&M - Buildings (over), due to the non-alignment of the period budget with the actual expenditure.	The directorate currently has 374 vacancies in various stages of recruitment and selection process. Various job creation projects have been signed off and implementation is currently underway. Advertisements for Grants-in-aid were placed and screening process to follow.
Vote 11 - Transport & Urban Development Authority	(89,861)	-15.5%	The variance reflects on the following expenditure categories. 1. Employee related costs (under), due to the turnaround time of filling vacancies. 2. Depreciation & asset impairment (under), due to assets not capitalised timeously and delays or postponement in acquisition of assets resulting to assets being brought to use later than planned. 3. Contracted Services (under), largely due to: a) Termination of the Belhar/Pentech contract and delays with progress on Delft The Hague Phase 1 project as a result of poor contractor performance. b) Request from contractor of the Atlantis Kanonkop project to terminate, due to vandalism and armed robberies experienced on site. c) Delays with awarding of tenders as a result of bids higher than allowed on Delft The Hague Phase 2 project. d) Delays with Morkel's Cottage project as the City had to obtain access to the site via Provincial Department of Public Works. 4. Transfers and subsidies (under), due to lower than anticipated People's Housing Process (PHP) payments, which depends on the rate of housing units constructed . 5. General Expenses (under), due to: a) Software licences/upgrades not yet renewed. b) Advertising/marketing of MyCiTi slower than anticipated.	The directorate currently has 331 vacancies in various stages of recruitment and selection. From the beginning of 2017/18, 19 vacancies were filled and 20 posts were terminated. Contracted Services: a) The tender for the Belhar/Pentech project civil infrastructure was advertised and the contractor is on site. A contractor from the Provincial Government will now be appointed for the Top Structures and building work is anticipated to commence during November 2017; The Delft The Hague Phase 1 contract will be terminated and a contractor from Provincial Government will be appointed to complete the project. Anticipated start is January 2018; b) The City approached Province to assist with a contractor for the Atlantis Kanonkop project from their data base. Contractor anticipated to be on site during September 2017; c) The preferred bidder status for Delft The Hague Phase 2 project was approved on 2 May 2017 and management is currently negotiating a lower price with the bidder. Anticipated commencement during September 2017; d) Internal services for the first 71 sites of the Morkel's Cottage project were completed during June 2017, while the remaining 230 sites for Phase 1 will be completed in November 2017. The same contractor will start with the construction of the Top Structures towards the end of November 2017.

Table SC1: Material variance explanations for expenditure by type

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Employee related costs	(54,598)	-2.9%	The variance is mainly due to: 1. The turnaround time in filling vacancies and the internal filling of vacant posts. 2. The appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when departments required additional labour. 3.Slower than expected implementation of job creation projects.	The City had 2 687 vacancies as at 31 August 2017. As from 1 July 2017 to date, 520 positions were filled (299 internal and 221 external) with 192 terminations processed. The filling of vacancies is on-going and seasonal staff are appointed as and when required. Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments.
Remuneration of councillors	(2,302)	-8.9%	The variance is largely due to councillor increases not yet finalised and approved by the Minister of Co-corporative Governance & Traditional Affairs and Council.	Councillor increases to be implemented retrospectively from 1 July 2017 when approved.
Debt impairment	26,543	7.69%	The variance is largely due to the misalignment of the period budget with the year to date actual expenditure.	Period budget to be realigned with actual trend.
Depreciation & asset impairment	(12,428)	-2.9%	The variance is largely affected by the capitalisation rate of assets, based on the completion, progress of capital projects and delivery of moveable assets.	No action required.
Finance charges	(16,429)	-10.7%	The variance is largely due to the misalignment of the period budget with actual to date.	Alignment of the period budget with the actual expenditure will be undertaken.
Bulk purchases	(24,448)	-2.2%	The variance is largely on Electricity Bulk Purchases, due to lower seasonal consumptive patterns, which resulted in lower than anticipated year-to-date expenditure.	Alignment of the period budget with the actual expenditure will be undertaken.
Other materials	(13,100)	-7.7%	The variance is largely due to delays in awarding of maintenance tenders and lower than anticipated demand on fuel, stationery, printing and materials for the period.	Expenditure trend is monitored and corrective actions will be taken where necessary.
Contracted services	(167,455)	-29.2%	The variance is largely due to: 1. Lower than planned expenditure on sport & recreation programmes and repairs and maintenance related expenditure. 2.The impact of the latest water restrictions, which resulted in less grass cutting services required. 3. Delays in finalising Sewerage Services contract within Informal Settlements. 4. Lower than anticipated expenditure on Chipping and Haulage, which are consumptive linked and difficult to estimate accurately per monthly cycles. 5. Lower than anticipated expenditure on various human settlement development projects resulting from: a) Delays in awarding tenders; b) Termination of contracts as a result of poor contractor performance; and c) Vandalism and armed robberies causing project delays and termination of contracts.	Expenditure trends are monitored and corrective action will be taken where necessary.

Table continues on next page.

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Transfers and subsidies	(19,186)	-24.5%	The variance is largely due to: 1. Lower than anticipated payments for People's Housing Process (PHP), which is dependent on the rate of housing units constructed. 2. Grant- in-aid beneficiaries not submitting required documentation for payments to be processed resulting in lower than planned expenditure.	The situation is monitored by the respective finance manager and alignment of period budgets will be undertaken.
Other expenditure	(76,301)	-17.0%	The variance is largely on: 1. Software licences as the Microsoft Enterprise Agreement has not been renewed yet while alternatives are being assessed as well as other software licence agreements, which are only renewable later in the financial year. 2. Specialised IT services, due to lower than anticipated expenditure as contract staff are in the process of being converted to permanent and no new or additional staff are appointed until the conversion process is completed. 3. Electricity costs, largely due to lower electricity consumption at water pump stations as a result of current weather patterns and less water demand. 4. Lower than anticipated expenditure on advertising. 5. Indigent Relief and Subsidy on Home Owners redemption, where fewer than anticipated applications were received to date. 6. Lower than anticipated expenditure on Postage & Courier and Training.	The situation is monitored by the respective finance manager and alignment of period budgets will be undertaken.
Loss on disposal of PPE	108	201.4%	The variance is largely due to unplanned scrapping of equipment at two libraries after the break-in at these facilities.	The IT-related assets will be replaced via an insurance claim and the period budget will be aligned where necessary.

Table SC1: Material variance explanations for capital expenditure by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 1 - Area-Based Service Delivery	(124)	-52.8%	1. IT Equipment project: Initially delayed, due to the finalisation of the IT tender. 2. Upgrade of Security: Quotes were obtained later than anticipated.	1. IT tender has now been finalised; orders will be placed. 2. Orders have been placed.
Vote 2 - Assets & Facilities Management	(9,120)	-28.8%	Home Ownership Transfer, Tenancy Management and Staff Housing Department - Asset Management Programme: Cashflow misaligned. Projects in planning phase and to commence once planning has been finalised.	Cash flows to be amended in the January 2018 adjustments budget.
Vote 3 - Corporate Services	3,557	418.5%	Dark Fibre Broadband Infrastructure project: The positive variance relates to some 2016/17 projects with a completion date of 30 June 2017, which was only completed in 2017/18.	No remedial action required.
Vote 4 - City Manager	0	0.0%	Immaterial variance.	-
Vote 5 - Directorate of the Mayor	589	54.2%	Integration and Enhancement project: This project was fast tracked in order to enable the earlier than anticipated integration of the Strategic Management Framework with the SAP PPM system.	Budget and cash flow will be updated in the next adjustments budget.
Vote 6 - Energy	(18,358)	-18.0%	1. Bloemhof Network Control centre: Project behind schedule, due to a delay in demolishing the old network control centre building. Foundations are being excavated for casting. 2. Bloemhof: Stores Upgrade: Due to poor soil conditions experienced during excavation of the foundations and the late delivery of steel, which has caused further delays at the start of the project.	There are on-going engagements with Directors and project managers to ensure that tracking and monitoring of projects are within the prescribed timeframes and that corrective actions are processed timeously, so as to ensure maximum spend.
Vote 7 - Finance	130	14.0%	Supplier delivered some of the furniture items earlier than anticipated, due to the stock availability.	No remedial action required; the cash flow will correct itself as the expenditure was planned for September 2017.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 8 - Informal Settlements, Water & Waste Services	70,212	69.4%	The directorate is ahead of planned spend for the period under review. Refer below for further comments per department.	There is on-going ED engagements with Line Directors and project managers to ensure that tracking and monitoring of projects are within the prescribed timeframes and that corrective actions are processed timeously, so as to ensure maximum spend.
Management: Inf Settlmnts, Water & Waste	–	0.0%	-	-
Informal Settlements & Backyarders	(6,633)	-58.5%	The negative variance is as a result of: 1. Cash flows that are misaligned against the following projects: a) Incremental Development Area - False Bay b) Backyard Water Dispensing & Management c) Imizamo Yethu Informal Settlement Emergency Project 2. Outstanding resolution of a deviation report submitted for the Informal Settlements Sanitation Installation project tenders. 3. Poor contractor performance against the Incremental Dev. Area - Ravensmead Park projects.	1. Planned spend will be realigned during the January 2018 adjustments budget. 2. The new term tenders will commence in December 2017. 3. The project manager is continuously engaging with the contractor and is managing performance month to month. Penalties will be imposed as remedial action and legal intervention to follow if no improvement. Relevant corrective actions will be implemented timeously, if and where required.
Solid Waste Management	(29,541)	-90.3%	The under expenditure relates to the Plant & Vehicles Replacement FY2018 project, where the tender is in place but the department delayed the placement of orders, due to re-prioritisation of vehicle requirements.	Cash flow to be amended during the January 2018 adjustments budget process.
Water & Sanitation	106,386	186.0%	The positive variance is due to good contractor performance and implementation being much faster than originally planned for the following projects: 1. Meter Replacement Programme 2. Acquisition & Commissioning of Large Generators 3. Construction of new Office Accommodation. 4. Trenchless Rehabilitation: Black-Mac network 5. Contermanskloof Reservoir	Project managers will continue to closely monitor and track all projects and tenders, so as to ensure maximum spend.
Vote 9 - Safety & Security	2,770	197.4%	Delivery of vehicles and equipment earlier than anticipated, due to availability of stock in respect of the following projects: a. Replacement of Vehicles Directorate; b. Integrated Contract Centre; c. Vehicle Replacements ; and d. Replace Medical Equipment.	Ongoing monitoring of project progress.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 10 - Social Services	(2,192)	-20.9%	The directorate has a net negative variance of R2.1 million, which is due to the slower than expected implementation of the following projects: - Library Upgrades; - Construction of new Pelican Park clinic; and - Construction of the new Delft and Strand ECDs However, following projects are running ahead of schedule, due to good contractor performance: - Fencing at Florida Park Sport Field and Blue Downs Stadium; - Upgrade of road infrastructure at Maitland Cemetery; and - Construction of the new Du Noon Library.	Project managers will continue to closely monitor implementation of projects within the prescribed timelines and track tenders. Relevant remedial action will be implemented to ensure maximum capital spend at year-end.
Vote 11 - Transport & Urban Development Authority	(33,883)	-24.8%	The variance is due to: 1. Dependencies relating to the relocation of the telecommunication and Eskom services, which were incorrectly indicated in the way-leaves in Stock Road BRT infrastructure; 2. Machinery breakdown on road rehabilitation projects; 3. Poor performance by contractors resulting in cancellation of contracts on some projects; 4. Redesign of plans; 5. Appeals against tenders awarded; and 6. Late invoices received for housing projects.	The remedial action to address these variations include improved contract management to address performance of contractors and demand management to ensure implementation readiness.

Table SC1: Material variance explanations for cash flow

Description R thousands	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Property rates	(57,316)	-4.0%	Less revenue received than originally expected taking into account previous trends.	Revenue collection is being monitored and material variances will be investigated and communicated. However at this time no remedial action is required.
Service charges	(187,992)	-6.2%	Less revenue received than originally expected, due to the implementation of water restrictions	Revenue collection is being monitored and material variances will be investigated and communicated. However at this time no remedial action is required.
Other revenue	287,567	138.4%	VAT refund received earlier than envisaged and additional revenue not allocated at the time of reporting.	No remedial action required at this time.
Government - operating	166,395	8.2%	The variance resulted from transfers received and not allocated at the time of reporting. See government - capital	No remedial action required at this time.
Government - capital	(74,665)	-10.8%	The variance resulted from transfers received and not allocated at the time of reporting. See government - operating	No remedial action required at this time.
Interest	1,445	1.4%	Immaterial variance.	No remedial action required.
Payments				
Suppliers and employees	(546,581)	8.9%	The variance is due to the Accounts Payable department amending their Eskom payment strategy by paying the account later than originally budgeted for.	The monthly figures will be smoothed out to bring it in line with the new payment strategy.
Finance charges	–	0.0%		
Transfers and Grants	–	0.0%		
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(682,016)**	**-49.8%**		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE	–	0.0%		
Decrease (Increase) in non-current debtors	–	0.0%		
Decrease (increase) other non-current receivables	–	0.0%		
Decrease (increase) in non-current investments	–	0.0%		
Payments				
Capital assets	(607,997)	62.4%	Less capital expenditure pertaining to previous financial year than expected.	No remedial action required at this time, however the budget will be aligned in the adjustments budget following the mid-year review.
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(607,997)**	**62.4%**		
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Short term loans	–	-		
Borrowing long term/refinancing	–	0.0%		
Increase (decrease) in consumer deposits	–	0.0%		
Payments		0.0%		
Repayment of borrowing	–	0.0%		
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**0.0%**		

Table SC2: Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	1.0%	9.9%	9.8%	2.8%	3.4%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	46.4%	41.5%	41.7%	50.9%	42.0%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	34.7%	44.5%	42.2%	29.0%	42.2%
Gearing	Long Term Borrowing/ Funds & Reserves	153.4%	278.2%	287.0%	185.0%	287.0%
Liquidity						
Current Ratio	Current assets/current liabilities	139.7%	127.7%	128.3%	167.6%	128.3%
Liquidity Ratio	Monetary Assets/Current Liabilities	58.3%	62.0%	57.0%	79.9%	57.0%
Revenue Management						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	19.0%	18.0%	17.8%	72.0%	17.8%
Other Indicators						
Employee costs	Employee costs/Total Revenue - capital revenue	26.8%	31.7%	31.4%	25.8%	31.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue	8.4%	9.7%	9.6%	1.9%	3.4%

Table SC3 Monthly budget statement Aged Debtors

Description	Budget Year 2017/18											
R thousands	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1 Year	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	441,200	152,834	126,079	133,866	109,466	146,691	462,118	1,448,849	3,021,103	2,300,990	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	772,292	32,724	7,939	10,901	11,088	40,870	51,544	136,907	1,064,265	251,310	–	–
Receivables from Non-exchange Transactions - Property Rates	565,585	112,477	55,974	55,141	41,814	43,300	177,809	632,640	1,684,739	950,704	–	–
Receivables from Exchange Transactions - Waste Water Management	169,244	46,280	35,003	37,533	29,342	38,981	166,131	643,590	1,166,104	915,577	–	–
Receivables from Exchange Transactions - Waste Management	82,692	22,957	14,943	15,553	12,208	16,328	70,328	268,305	503,313	382,721	–	–
Receivables from Exchange Transactions - Property Rental Debtors	69,423	(1,695)	11,978	10,349	9,500	12,918	64,074	516,554	693,102	613,396	–	–
Interest on Arrear Debtor Accounts	58,721	26,442	27,518	22,415	22,594	18,963	104,444	600,487	881,585	768,904	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(383,691)	(39,113)	(13,285)	(14,331)	(12,805)	(19,324)	(41,154)	(325,091)	(848,795)	(412,706)	–	–
Total By Income Source	**1,775,466**	**352,905**	**266,148**	**271,428**	**223,206**	**298,727**	**1,055,294**	**3,922,241**	**8,165,415**	**5,770,896**	**–**	**–**
2016/17 - totals only	**1,656,873**	**314,227**	**246,306**	**193,280**	**197,902**	**185,731**	**857,674**	**3,713,397**	**7,365,391**	**5,147,985**	**–**	**–**
Debtors Age Analysis By Customer Group												
Organs of State	(118,832)	27,177	14,891	14,574	9,363	9,955	24,444	44,191	25,763	102,527	–	–
Commercial	1,047,768	84,783	41,403	32,340	22,293	26,249	105,498	364,710	1,725,044	551,090	–	–
Households	1,037,411	282,952	228,017	234,900	194,262	248,418	924,844	3,645,804	6,796,609	5,248,228	–	–
Other	(190,881)	(42,007)	(18,163)	(10,386)	(2,712)	14,105	509	(132,464)	(382,001)	(130,949)	–	–
Total By Customer Group	**1,775,466**	**352,905**	**266,148**	**271,428**	**223,206**	**298,727**	**1,055,294**	**3,922,241**	**8,165,415**	**5,770,896**	**–**	**–**

Creditors analysis

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

Table SC4 Monthly Budget Statement Aged Creditors

Description	Budget Year 2017/18									Prior year totals (same period)
R thousands	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity	–	–	–	–	–	–	–	–	**–**	–
Bulk Water	–	–	–	–	–	–	–	–	**–**	–
PAYE deductions	–	–	–	–	–	–	–	–	**–**	–
VAT (output less input)	–	–	–	–	–	–	–	–	**–**	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	**–**	–
Loan repayments	–	–	–	–	–	–	–	–	**–**	–
Trade Creditors	1,357,417	6	5,666	(21)	–	–	–	(6,925)	**1,356,144**	190,939
Auditor General	–	–	–	–	–	–	–	–	**–**	–
Other	–	–	–	–	–	–	–	–	**–**	–
Total By Customer Type	**1,357,417**	**6**	**5,666**	**(21)**	**–**	**–**	**–**	**(6,925)**	**1,356,144**	**190,939**

Investment portfolio analysis

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

Table SC5 Monthly Budget Statement investment portfolio

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
ABSA Bank	17	Fixed deposit	2017/09/01	64	6.90%	20,000	64	20,064
ABSA Bank	22	Fixed deposit	2017/09/01	1,061	6.90%	255,000	1,061	256,061
ABSA Bank	48	Fixed deposit	2017/10/02	456	7.00%	140,000	456	140,456
ABSA Bank	43	Fixed deposit	2017/09/27	65	6.97%	20,000	65	20,065
ABSA Bank	43	Fixed deposit	2017/09/27	325	6.97%	100,000	325	100,325
ABSA Bank	42	Fixed deposit	2017/09/22	201	7.00%	50,000	201	50,201
ABSA Bank	35	Fixed deposit	2017/09/15	80	6.95%	20,000	80	20,080
ABSA Bank	44	Fixed deposit	2017/09/27	103	6.97%	30,000	103	30,103
ABSA Bank	44	Fixed deposit	2017/09/29	76	6.97%	25,000	76	25,076
ABSA Bank	57	Fixed deposit	2017/10/13	116	7.05%	40,000	116	40,116
ABSA Bank	60	Fixed deposit	2017/10/20	95	7.03%	45,000	95	45,095
ABSA Bank	66	Fixed deposit	2017/10/27	68	7.05%	35,000	68	35,068
ABSA Bank	65	Fixed deposit	2017/10/27	43	7.05%	25,000	43	25,043
ABSA Bank	64	Fixed deposit	2017/10/27	39	7.05%	25,000	39	25,039
ABSA Bank	64	Fixed deposit	2017/10/31	12	7.05%	15,000	12	15,012
ABSA Bank	15	Fixed deposit	2017/09/15	5	6.87%	25,000	5	25,005
ABSA Bank	15	Fixed deposit	2017/09/15	5	6.87%	25,000	5	25,005
Firstrand	183	Fixed deposit	2017/09/30	70	8.23%	10,000	70	10,070
Firstrand	183	Fixed deposit	2017/09/30	84	8.23%	12,000	84	12,084
Firstrand	183	Fixed deposit	2017/09/30	63	8.23%	9,000	63	9,063
Firstrand	183	Fixed deposit	2017/09/30	84	8.23%	12,000	84	12,084
Firstrand	17	Fixed deposit	2017/09/01	92	6.55%	30,000	92	30,092
Firstrand	22	Fixed deposit	2017/09/01	696	6.60%	175,000	696	175,696
Firstrand	67	Fixed deposit	2017/10/21	521	6.78%	165,000	521	165,521
Firstrand	43	Fixed deposit	2017/09/27	79	6.78%	25,000	79	25,079
Firstrand	48	Fixed deposit	2017/10/02	395	6.78%	125,000	395	125,395
Firstrand	42	Fixed deposit	2017/09/22	234	6.78%	60,000	234	60,234
Firstrand	42	Fixed deposit	2017/09/29	78	6.78%	30,000	78	30,078
Firstrand	35	Fixed deposit	2017/09/15	97	6.73%	25,000	97	25,097
Firstrand	44	Fixed deposit	2017/09/27	83	6.76%	25,000	83	25,083
Firstrand	44	Fixed deposit	2017/09/29	74	6.78%	25,000	74	25,074
Firstrand	57	Fixed deposit	2017/10/13	112	6.80%	40,000	112	40,112
Firstrand	60	Fixed deposit	2017/10/20	41	6.85%	20,000	41	20,041
Firstrand	66	Fixed deposit	2017/10/27	75	6.85%	40,000	75	40,075
Firstrand	65	Fixed deposit	2017/10/27	42	6.85%	25,000	42	25,042
Firstrand	64	Fixed deposit	2017/10/27	38	6.85%	25,000	38	25,038
Firstrand	64	Fixed deposit	2017/10/31	23	6.85%	30,000	23	30,023
Firstrand	15	Fixed deposit	2017/09/15	4	6.55%	20,000	4	20,004
Firstrand	15	Fixed deposit	2017/09/15	6	6.55%	35,000	6	35,006
Firstrand	15	Fixed deposit	2017/09/15	6	6.55%	35,000	6	35,006
Investec Bank	48	Fixed deposit	2017/10/02	216	7.15%	65,000	216	65,216
Investec Bank	48	Fixed deposit	2017/10/02	33	7.15%	10,000	33	10,033
Investec Bank	42	Fixed deposit	2017/09/22	81	7.05%	20,000	81	20,081
Investec Bank	35	Fixed deposit	2017/09/15	41	7.05%	10,000	41	10,041
Investec Bank	44	Fixed deposit	2017/09/27	35	7.10%	10,000	35	10,035
Investec Bank	44	Fixed deposit	2017/09/29	31	7.10%	10,000	31	10,031
Investec Bank	57	Fixed deposit	2017/10/13	44	7.20%	15,000	44	15,044
Investec Bank	60	Fixed deposit	2017/10/20	22	7.20%	10,000	22	10,022

Table continues on next page.

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Investec Bank	66	Fixed deposit	2017/10/27	19	7.05%	10,000	19	10,019
Investec Bank	65	Fixed deposit	2017/10/27	18	7.10%	10,000	18	10,018
Investec Bank	64	Fixed deposit	2017/10/27	16	7.15%	10,000	16	10,016
Investec Bank	64	Fixed deposit	2017/10/31	40	7.35%	50,000	40	50,040
Investec Bank	15	Fixed deposit	2017/09/15	2	6.90%	10,000	2	10,002
Investec Bank	15	Fixed deposit	2017/09/15	2	6.90%	10,000	2	10,002
Investec Bank	15	Fixed deposit	2017/09/15	7	6.90%	35,000	7	35,007
Investec Bank	17	Fixed deposit	2017/09/01	33	7.00%	10,000	33	10,033
Investec Bank	22	Fixed deposit	2017/09/01	316	7.00%	75,000	316	75,316
Nedbank	48	Fixed deposit	2017/10/02	460	7.05%	140,000	460	140,460
Nedbank	43	Fixed deposit	2017/09/27	65	7.00%	20,000	65	20,065
Nedbank	43	Fixed deposit	2017/09/27	326	7.00%	100,000	326	100,326
Nedbank	42	Fixed deposit	2017/09/22	180	6.95%	45,000	180	45,180
Nedbank	35	Fixed deposit	2017/09/15	60	6.90%	15,000	60	15,060
Nedbank	44	Fixed deposit	2017/09/27	86	6.95%	25,000	86	25,086
Nedbank	44	Fixed deposit	2017/09/29	76	6.95%	25,000	76	25,076
Nedbank	57	Fixed deposit	2017/10/13	101	7.00%	35,000	101	35,101
Nedbank	60	Fixed deposit	2017/10/20	74	7.00%	35,000	74	35,074
Nedbank	66	Fixed deposit	2017/10/27	58	7.05%	30,000	58	30,058
Nedbank	65	Fixed deposit	2017/10/27	52	7.00%	30,000	52	30,052
Nedbank	64	Fixed deposit	2017/10/27	31	7.00%	20,000	31	20,031
Nedbank	64	Fixed deposit	2017/10/31	31	7.00%	40,000	31	40,031
Nedbank	15	Fixed deposit	2017/09/15	4	6.70%	20,000	4	20,004
Nedbank	15	Fixed deposit	2017/09/15	6	6.70%	30,000	6	30,006
Nedbank	15	Fixed deposit	2017/09/15	6	6.70%	35,000	6	35,006
Nedbank	17	Fixed deposit	2017/09/01	63	6.75%	20,000	63	20,063
Nedbank	22	Fixed deposit	2017/09/01	732	6.75%	180,000	732	180,732
Standard Bank	48	Fixed deposit	2017/10/02	562	6.90%	175,000	562	175,562
Standard Bank	43	Fixed deposit	2017/09/27	80	6.85%	25,000	80	25,080
Standard Bank	48	Fixed deposit	2017/10/02	321	6.90%	100,000	321	100,321
Standard Bank	42	Fixed deposit	2017/09/22	256	6.85%	65,000	256	65,256
Standard Bank	33	Fixed deposit	2017/09/20	79	6.85%	30,000	79	30,079
Standard Bank	35	Fixed deposit	2017/09/15	79	6.85%	20,000	79	20,079
Standard Bank	44	Fixed deposit	2017/09/27	101	6.85%	30,000	101	30,101
Standard Bank	44	Fixed deposit	2017/09/29	75	6.85%	25,000	75	25,075
Standard Bank	57	Fixed deposit	2017/10/13	128	6.90%	45,000	128	45,128
Standard Bank	60	Fixed deposit	2017/10/20	52	6.90%	25,000	52	25,052
Standard Bank	66	Fixed deposit	2017/10/27	76	6.90%	40,000	76	40,076
Standard Bank	65	Fixed deposit	2017/10/27	51	6.90%	30,000	51	30,051
Standard Bank	64	Fixed deposit	2017/10/27	38	6.90%	25,000	38	25,038
Standard Bank	64	Fixed deposit	2017/10/31	39	7.10%	50,000	39	50,039
Standard Bank	15	Fixed deposit	2017/09/15	5	6.70%	25,000	5	25,005
Standard Bank	15	Fixed deposit	2017/09/15	6	6.70%	35,000	6	35,006
Standard Bank	15	Fixed deposit	2017/09/15	6	6.70%	35,000	6	35,006
Standard Bank	17	Fixed deposit	2017/09/01	94	6.73%	30,000	94	30,094
Standard Bank	22	Fixed deposit	2017/09/01	868	6.70%	215,000	868	215,868
ABSA Bank Call		Call Notice		797	6.75%	109,586	225,797	335,382
Firstrand Bank Call		Call Notice		618	6.35%	100,771	4,848	105,618
Investec Bank Call		Call Notice		359	6.55%	50,384	14,975	65,359
Nedbank Call		Call Notice		643	6.35%	95,739	24,904	120,643
Standard Bank Call		Call Notice		1,255	6.40%	236,439	(65,183)	171,255
ABSA current account		Current account			6.35%	96,917	(8,506)	88,411
Fund Managers						4,747,250	34,323	4,781,573
Liberty, RMB and Nedbank sinking fund						520,984	17,329	538,314
Cash in transit						28,032	(6,343)	21,688
Municipality sub-total				15,763		10,119,102	254,233	10,373,335

Allocation and grant receipts and expenditure

Table SC7 Monthly Budget Statement transfers and grants expenditure

Description R thousands	2016/17 Audited Outcome	Budget Year 2017/18 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Operating expenditure of Transfers and Grants								
National Government:	**353,550**	**2,849,944**	**2,849,944**	**33,790**	**42,572**	**(8,781)**	**-20.6%**	**2,849,944**
Equitable share	–	2,292,908	2,292,908	–	–	–	-	2,292,908
Finance Management grant	1,050	1,050	1,050	178	181	(3)	-1.4%	1,050
Urban Settlements Development Grant	41,560	215,798	215,798	2,314	3,542	(1,228)	-34.7%	215,798
Energy Efficiency and Demand Side Management Grant	568	400	400	30	–	30	100.0%	400
Dept. of Environ Affairs and Tourism	5,868	–	–	–	–	–	0.0%	–
Expanded Public Works Programme	31,340	13,783	13,783	–	–	–	0.0%	13,783
Integrated City Development Grant	6,290	8,944	8,944	–	609	(609)	-100.0%	8,944
Public Transport Infrastructure & Systems Grant	32,413	19,636	19,636	1,793	3,165	(1,372)	-43.4%	19,636
Infrastructure Skills Development	7,365	9,393	9,393	1,567	1,383	183	13.3%	9,393
Public Transport Network Grant	232,093	288,032	288,032	27,909	33,692	(5,783)	-17.2%	288,032
Dept Public Service: Tirelo Bosha Programme	190	–	–	–	–	–	0.0%	–
LGSETA: Post Graduate Internship Programme	(3)	–	–	–	–	–	0.0%	–
Public Transport Network Operations Grant	(5,183)	–	–	–	–	–	0.0%	–
Provincial Government:	**801,687**	**1,176,026**	**1,639,519**	**93,816**	**169,495**	**(75,679)**	**-44.6%**	**1,639,519**
Cultural Affairs and Sport - Provincial Library Services	37,626	37,449	37,449	5,364	6,088	(724)	-11.9%	37,449
Human Settlements - Human Settlement Development Grant	424,143	592,286	1,055,311	32,879	109,638	(76,758)	-70.0%	1,055,311
Human Settlements - Municipal Accreditation Assistance	6,111	5,000	5,000	1,440	833	607	72.9%	5,000
Human Settlement - Settlement Assistance	697	1,500	1,500	182	250	(68)	-27.0%	1,500
Health - TB	25,626	27,112	27,112	3,426	3,200	226	7.1%	27,112
Health - ARV	179,967	217,701	217,701	44,922	33,749	11,172	33.1%	217,701
Health - Nutrition	4,733	5,572	5,572	924	928	(4)	-0.4%	5,572
Health - Vaccines	80,874	82,134	82,134	4,640	13,689	(9,049)	-66.1%	82,134
Comprehensive Health	–	188,146	188,146	–	–	–	0.0%	188,146
Transport and Public Works - Provision for persons with special needs	10,089	10,000	10,000	–	–	–	0.0%	10,000
Community Development Workers	469	886	1,354	(0)	81	(81)	-100.0%	1,354
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	5,674	–	–	–	–	–	0.0%	–
Community Safety - Law Enforcement Auxiliary Services	25,620	3,500	3,500	–	250	(250)	-100.0%	3,500
Finance Management Capacity Building Grant	–	240	240	–	40	(40)	-100.0%	240
Transport Safety and Compliance - Rail Safety	56	–	–	–	–	–	0.0%	–
Finance Management Support Grant	4	–	–	–	–	–	0.0%	–
Provincial Government: Commercial Mediation Training	–	–	–	–	–	–	0.0%	–
Library Services: Transfer funding to enable City of Cape Town to procure periodicals and newspapers	–	4,500	4,500	39	750	(711)	-94.9%	4,500
Other grant providers:	**34,632**	**12,337**	**23,472**	**690**	**1,923**	**(1,233)**	**-64.1%**	**23,472**
Tourism	–	2,000	2,000	–	–	–	0.0%	2,000
CMTF	1,811	2,575	2,575	103	708	(605)	-85.5%	2,575
CID	4,224	3,572	3,572	536	590	(54)	-9.1%	3,572
Century City Property Owners Association	782	837	837	54	150	(96)	-64.3%	837
Traffic Free Flow	644	–	–	–	–	–	0.0%	–
V & A Waterfront Holdings	291	772	772	–	129	(129)	-100.0%	772
DBSA - Green Fund	24,110	–	6,790	–	–	–	0.0%	6,790
Rustenberg Girls	38	41	41	–	7	(7)	-100.0%	41
Westcott Primary	38	41	41	–	7	(7)	-100.0%	41
Rockefeller Philanthropy Advisor's Inc	–	1,166	1,166	–	111	(111)	-100.0%	1,166
University of Connecticut	–	–	451	–	–	–	0.0%	451
Stellenbosch University: POPART	244	–	–	–	–	–	0.0%	–
Airports Company South Africa SOC Ltd	1,333	1,333	1,333	–	222	(222)	-100.0%	1,333
Big Bay Master Property Owners Association	–	–	–	(2)	–	(2)		–
The South African Breweries	–	–	3,894	–	–	–	0.0%	3,894
Sustainable Energy Africa	187	–	–	–	–	–	0.0%	–
Stellenbosch University: POPART	929	–	–	–	–	–	0.0%	–
Total operating expenditure of Transfers and Grants:	**1,189,869**	**4,038,307**	**4,512,935**	**128,296**	**213,990**	**(85,694)**	**-40.0%**	**4,512,935**

Table continues on next page.

Description R thousands	2016/17 Audited Outcome	Budget Year 2017/18 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure of Transfers and Grants									
National Government:	**1,959,166**	**2,189,832**	**2,210,645**	**102,363**	**107,443**	**127,866**	**(20,424)**	**-16.0%**	**2,169,851**
Cooperative Governance: Emergency Disaster Relief Grant	–	–	20,812	–	–	–	–	0.0%	20,812
Minerals and Energy: Energy Efficiency and Demand Side Management Grant	14,400	9,600	9,600	785	785	100	685	684.9%	9,600
Minerals and Energy: Integrated National Electrification	–	5,000	5,000	–	–	–	–	0.0%	5,000
National Treasury: Expanded Public Works Programme	400	400	400	–	–	–	–	-	400
National Treasury: Infrastructure Skills Development Grant	989	1,000	1,000	–	–	–	–	100.0%	1,000
National Treasury: Integrated City Development Grant	35,756	52,319	52,319	1,069	1,586	250	1,336	534.4%	52,319
National Treasury: Local Government Restructuring Grant	–	50	50	–	–	–	–	0.0%	50
National Treasury: Neighbourhood Development Partnership	23,802	2,109	2,109	–	–	–	–	0.0%	2,109
National Treasury: Urban Settlements Development Grant	1,252,464	1,278,988	1,278,988	49,320	53,835	71,733	(17,897)	-25.0%	1,253,094
Urban Renewal	2,194	–	–	–	–	–	–	0.0%	–
Transport: Public Transport Infrastructure & Systems Grant	22,681	128,875	128,875	(0)	(0)	–	(0)		128,875
Transport: Public Transport Infrastructure Grant	(33,331)	–	–	(0)	(0)	–	(0)		–
Transport: Public Transport Network Grant	639,812	711,492	711,492	51,189	51,237	55,784	(4,547)	-8.2%	696,592
Provincial Government:	**46,130**	**79,002**	**79,002**	**3,703**	**3,703**	**5,996**	**(2,293)**	**-38.2%**	**79,002**
Cultural Affairs and Sport: Library Services (Conditional Grant)	14,078	15,850	15,850	3,685	3,685	63	3,622	5795.7%	15,850
Cultural Affairs and Sport: Library Services: Metro Library Grant	8,512	10,000	10,000	18	18	1,127	(1,109)	-98.4%	10,000
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	15,219	–	–	–	–	–	–	0.0%	–
Transport Safety and Compliance - Rail Safety	256	–	–	–	–	–	–	0.0%	–
Cultural Affairs and Sport: Delft Sportsfield Development	20	–	–	–	–	–	–	0.0%	–
Macassar Treatment Works	5,500	–	–	–	–	–	–	0.0%	–
Integrated Community Access Network	127	–	–	–	–	–	–	0.0%	–
Housing: Integrated Housing and Human Settlement Development Grant	2,268	53,002	53,002	–	–	4,806	(4,806)	-100.0%	53,002
Provincial Government: Community Development Workers	150	150	150	–	–	–	–	0.0%	150
Other grant providers:	**71,882**	**84,900**	**84,900**	**5,406**	**9,809**	**7,350**	**2,459**	**33.5%**	**84,900**
Other: Other	71,882	84,900	84,900	5,406	9,809	7,350	2,459	33.5%	84,900
Total capital expenditure of Transfers and Grants	**2,077,178**	**2,353,735**	**2,374,547**	**111,472**	**120,955**	**141,212**	**(20,257)**	**-14.3%**	**2,333,753**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**3,267,048**	**6,392,042**	**6,887,483**	**203,776**	**249,251**	**355,202**	**(105,951)**	**-29.8%**	**6,846,688**

Expenditure on councillor and board members' allowances and employee benefits

Table SC8 Monthly Budget Statement - councillor and staff benefits

Summary of Employee and Councillor remuneration	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	122,846	138,588	138,588	20,826	23,098	(2,272)	-9.8%	138,588
Pension and UIF Contributions	4,115	–	–	773	–	773	100.0%	–
Cellphone Allowance	4,903	5,640	5,640	874	940	(66)	-7.0%	5,640
Other benefits and allowances	6,510	11,558	11,558	1,189	1,926	(737)	-38.3%	11,558
Sub Total - Councillors	**138,374**	**155,786**	**155,786**	**23,662**	**25,964**	**(2,302)**	**-8.9%**	**155,786**
% increase		**12.6%**	**12.6%**					**12.6%**
Senior Managers of the Municipality								
Basic Salaries and Wages	30,689	27,665	27,665	4,240	4,611	(371)	-8.0%	27,665
Pension and UIF Contributions	1,499	1,580	1,580	335	263	72	27.4%	1,580
Medical Aid Contributions	160	151	151	23	25	(2)	-8.0%	151
Motor Vehicle Allowance	382	284	284	69	47	22	46.8%	284
Cellphone Allowance	115	184	184	22	31	(9)	-29.0%	184
Other benefits and allowances	103	63	63	62	11	51	463.6%	63
Payments in lieu of leave	1,617	–	–	–	–	–	0.0%	–
Sub Total - Senior Managers of Municipality	**34,565**	**29,927**	**29,927**	**4,751**	**4,988**	**(237)**	**-4.8%**	**29,927**
% increase		**-13.4%**	**-13.4%**					**-13.4%**
Other Municipal Staff								
Basic Salaries and Wages	5,934,755	8,295,797	8,307,639	1,263,724	1,303,956	(40,232)	-3.1%	8,307,639
Pension and UIF Contributions	1,068,818	1,571,082	1,573,306	247,921	262,291	(14,370)	-5.5%	1,573,306
Medical Aid Contributions	660,098	729,604	729,604	114,348	121,699	(7,351)	-6.0%	729,604
Overtime	546,810	495,298	494,746	47,179	35,223	11,956	33.9%	494,746
Motor Vehicle Allowance	191,177	206,029	206,086	31,873	34,265	(2,392)	-7.0%	206,086
Cellphone Allowance	16,599	17,502	17,502	2,778	2,917	(139)	-4.8%	17,502
Housing Allowances	56,862	56,026	56,026	10,025	10,026	(1)	0.0%	56,026
Other benefits and allowances	221,178	227,271	227,775	40,947	36,549	4,398	12.0%	227,775
Payments in lieu of leave	675,494	122,318	122,413	21,839	20,568	1,271	6.2%	122,413
Long service awards	23,642	68,288	68,288	5,502	11,360	(5,858)	-51.6%	68,288
Post-retirement benefit obligations	229,302	231,548	231,548	36,948	38,591	(1,643)	-4.3%	231,548
Sub Total - Other Municipal Staff	**9,624,735**	**12,020,763**	**12,034,933**	**1,823,084**	**1,877,445**	**(54,361)**	**-2.9%**	**12,034,933**
% increase		**24.9%**	**25.0%**					**25.0%**
Total Parent Municipality	**9,797,674**	**12,206,476**	**12,220,646**	**1,851,497**	**1,908,397**	**(56,900)**	**-3.0%**	**12,220,646**

Monthly actual and targets for cash flow

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

Description	Budget Year 2017/18												2017/18 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year	Budget Year
R thousands	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2017/18	+1 2018/19	+2 2019/20
Cash Receipts By Source															
Property rates	667,268	697,753	760,389	651,503	710,262	691,893	717,769	701,496	694,265	705,096	680,440	665,893	8,344,028	8,977,045	9,552,504
Service charges - electricity revenue	1,028,349	1,137,632	1,092,358	1,064,076	968,013	952,411	956,393	991,329	981,262	969,706	980,413	662,990	11,784,933	12,865,599	13,909,745
Service charges - water revenue	173,381	175,055	235,452	241,644	261,843	237,492	256,400	251,325	247,298	261,426	273,580	374,952	2,989,847	3,366,900	3,779,701
Service charges - sanitation revenue	97,372	108,577	140,356	139,732	151,068	143,604	153,097	159,528	140,730	158,926	166,167	294,373	1,853,531	2,071,507	2,307,087
Service charges - refuse	68,010	72,932	78,500	82,938	74,243	85,992	83,630	78,267	82,409	86,909	82,298	(45,434)	830,695	956,404	1,053,841
Service charges - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	16,532	31,677	8,560	8,483	8,459	8,678	8,419	8,276	8,895	9,082	8,838	(68,029)	57,870	77,904	72,764
Interest earned - external investments	52,023	54,940	51,908	54,102	54,190	50,538	51,111	54,519	53,844	53,479	52,569	190,433	773,657	826,409	857,479
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	24,539	28,187	18,917	18,181	19,572	19,347	19,474	19,280	19,337	19,455	18,622	4,372	229,283	241,892	255,196
Licences and permits	15,562	16,094	12,175	25,764	15,969	21,641	20,009	16,128	17,746	14,303	11,855	19,276	206,520	217,971	229,960
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfer receipts - operating	855,297	1,334,455	84,956	89,505	649,088	1,348,281	249,269	525,847	1,485,639	–	–	(166,395)	6,455,942	6,996,655	7,635,571
Other revenue	–	362,738	95,287	43,237	85,981	34,152	54,301	102,137	18,142	59,618	70,560	(61,832)	864,322	925,990	976,932
Cash Receipts by Source	**2,998,333**	**4,020,040**	**2,578,859**	**2,419,166**	**2,998,688**	**3,594,029**	**2,569,873**	**2,908,131**	**3,749,568**	**2,338,000**	**2,345,343**	**1,870,599**	**34,390,627**	**37,524,276**	**40,630,779**
Other Cash Flows by Source															
Transfer receipts - capital	562,955	51,199	120,776	227,043	114,377	93,762	81,448	802,800	192,451	–	–	127,737	2,374,547	2,188,936	2,294,102
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	41,500	41,500	43,263	45,643
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	1,000,000	–	–	–	–	–	–	–	–	–	–	1,500,000	2,500,000	2,500,000	2,700,000
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	35,710	35,710	39,281	43,209
Receipt of non-current debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Receipt of non-current receivables	–	–	–	–	–	–	–	–	–	–	–	2,456	2,456	2,333	2,216
Change in non-current investments	–	–	–	–	–	–	–	–	–	–	–	(212,908)	(212,908)	(238,708)	(267,859)
Total Cash Receipts by Source	**4,561,288**	**4,071,238**	**2,699,635**	**2,646,209**	**3,113,065**	**3,687,791**	**2,651,321**	**3,710,931**	**3,942,018**	**2,338,000**	**2,345,343**	**3,365,093**	**39,131,932**	**42,059,381**	**45,448,090**

Table continues on next page.

Description	Budget Year 2017/18												2017/18 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2
R thousands	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2017/18	2018/19	2019/20
Cash Payments by Type															
Employee related costs	840,618	860,562	888,459	880,314	1,612,898	888,707	892,238	928,570	942,397	923,926	934,339	1,403,544	11,996,573	12,898,587	14,049,587
Remuneration of councillors	11,241	11,300	12,635	12,628	12,683	12,698	12,894	12,801	12,833	12,898	14,220	16,957	155,787	165,913	176,697
Interest paid	–	–	172,773	–	–	316,152	–	–	169,674	–	–	323,228	981,827	1,394,604	1,761,705
Bulk purchases - Electricity	980,520	7,620	588,179	583,422	568,963	540,351	572,975	526,434	565,475	543,595	691,000	1,926,266	8,094,800	8,742,384	9,441,775
Bulk purchases - Water & Sewer	39,245	31,270	32,952	31,726	35,034	35,843	34,251	43,000	40,175	43,404	40,403	38,032	445,335	485,000	525,860
Other materials	–	–	104,190	99,420	105,358	104,892	89,534	88,380	84,106	92,990	86,404	335,413	1,190,686	1,271,125	1,354,022
Contracted services	–	–	566,525	540,589	572,879	570,343	486,838	480,561	457,322	505,627	469,817	1,606,180	6,256,679	6,649,779	7,170,612
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other	–	–	–	–	–	–	–	–	–	–	–	415,920	415,920	147,473	155,584
General expenses	1,490,689	687,051	279,368	266,579	282,502	281,251	240,073	236,977	225,517	249,338	231,679	(2,294,877)	2,176,147	2,355,754	2,493,293
Cash Payments by Type	**3,362,314**	**1,597,804**	**2,645,082**	**2,414,677**	**3,190,315**	**2,750,235**	**2,328,803**	**2,316,722**	**2,497,499**	**2,371,778**	**2,467,861**	**3,770,663**	**31,713,754**	**34,110,620**	**37,129,136**
Other Cash Flows/Payments by Type															
Capital assets	755,446	231,610	200,315	145,364	345,685	595,739	206,559	167,866	414,797	467,205	611,726	2,921,624	7,063,936	6,021,100	6,521,951
Repayment of borrowing	–	–	89,481	–	–	130,291	–	–	89,481	–	–	123,333	432,586	549,253	712,345
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	**4,117,759**	**1,829,413**	**2,934,878**	**2,560,041**	**3,536,000**	**3,476,266**	**2,535,362**	**2,484,588**	**3,001,777**	**2,838,983**	**3,079,588**	**6,815,621**	**39,210,276**	**40,680,972**	**44,363,432**
NET INCREASE/(DECREASE) IN CASH HELD	**443,529**	**2,241,825**	**(235,243)**	**86,168**	**(422,935)**	**211,526**	**115,959**	**1,226,343**	**940,242**	**(500,984)**	**(734,245)**	**(3,450,528)**	**(78,344)**	**1,378,408**	**1,084,657**
Cash/cash equivalents at the month/year beginning:	3,476,864	3,920,393	6,162,218	5,926,975	6,013,142	5,590,207	5,801,733	5,917,692	7,144,035	8,084,277	7,583,293	6,849,048	3,476,864	3,398,520	4,776,928
Cash/cash equivalents at the month/year end:	3,920,393	6,162,218	5,926,975	6,013,142	5,590,207	5,801,733	5,917,692	7,144,035	8,084,277	7,583,293	6,849,048	3,398,520	3,398,520	4,776,928	5,861,586

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

Description	YTD Variance R'Thousan	Variance %	Amended - Reasons for material deviations	Amended - Remedial or corrective steps/remarks
Councillors (Political Office Bearers plus Other)				
Basic Salaries and Wages	(2,272)	-10%	The variance is largely due to councillor increases not yet finalised and approved by the Minister of Co-corporative Governance & Traditional Affairs and Council.	Councillor increases to be implemented retrospectively from 1 July 2017 when approved.
Pension and UIF Contributions	773	100%	Immaterial variance.	-
Cellphone Allowance	(66)	-7%	Immaterial variance.	-
Other benefits and allowances	(737)	-38%	Immaterial variance.	-
Senior Managers of the Municipality				
Basic Salaries and Wages	(371)	-8%	Immaterial variance.	-
Pension and UIF Contributions	72	27%	Immaterial variance.	-
Medical Aid Contributions	(2)	-8%	Immaterial variance.	-
Motor vehicle	22	47%	Immaterial variance.	-
Cellphone Allowance	(9)	-29%	Immaterial variance.	-
Other benefits or allowances	51	464%	Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(40,232)	-3.1%	The variance is largely due to: 1. The turnaround time in filling of vacancies and the internal filling of vacant posts: 2. The appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when departments require additional labour; 3. Slower than expected implementation of job creation projects.	The City had 2 687 vacancies as at 31 August 2017. As from 1 July 2017 to date, 520 positions were filled (299 internal and 221 external) with 192 terminations. The filling of vacancies is on-going and seasonal staff are appointed as required.
Pension and UIF Contributions	(14,370)	-5%	The variance is due to turnaround time in the filling of vacancies and the internal filling of vacant posts.	Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments.
Medical Aid Contributions	(7,351)	-6%	The variance is due to turnaround time in the filling of vacancies and the internal filling of vacant posts.	Annual medical aid increments are implemented in the latter part of the financial year.
Overtime	11,956	34%	Main contributors to the variance are: 1. Informal Settlements, Water & Waste Services (R2.0 million) With the critical water situation the aim is to address all requests received as soon as possible resulting in addtional ovetime requirements. These included burst water mains, repair of broken leadings and wewer blockages. In addition, the Water Inspectorate is address enforcement of bylaws. 2. Safety & Security (R8.8 million). The variance is as a result of emergency overtime worked resulting from staff deployed to Hout Bay / Imizamo Yethu and various service delivery strikes across the City as well as staff deployments to events.	Alignment of period budget with actual expenditure will be undertaken where required.
Motor Vehicle Allowance	(2,392)	-7%	The variance is mainly due to the turnaround time in filling vacancies resulting from termination of staff who were in receipt of car allowances.	-
Cellphone Allowance	(139)	-5%	Immaterial variance.	-
Housing Allowances	(1)	0%	Immaterial variance.	-
Other benefits and allowances	4,398	12%	The variance is mainly due to the once off payment to medical staff for their annual uniform purchases and more Law Enforcement staff that were required to be on standby as a result of service delivery strikes in the City.	Corrective action to align the period budget will be undertaken.
Payments in lieu of leave	1,271	6%	Payments are dependent on resignation and retirement of employees, which is difficult to plan accurately per month.	The balance of the budgetary provisions will be transferred to the leave provision in accordance with GRAP 19, as these relate to the vested leave benefits owed to employees.
Long service awards	(5,858)	-52%	Payments are dependent on when qualifying employees exercise their option to convert leave days to cash, which is difficult to plan accurately per monthly cycle.	The balance of the budgetary provisions will be transferred to the leave provision in accordance with GRAP 19, as these relate to the vested leave benefits owed to employees.
Post-retirement benefit obligations	(1,643)	-4%	Immaterial variance.	-

Capital programme performance

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

Table SC12 Monthly Budget Statement - capital expenditure trend

Month R thousands	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend								
July	63,237	111,756	87,486	91,966	87,486	(4,480)	-5.1%	1.3%
August	295,257	299,493	298,704	307,806	298,704	(9,102)	-3.0%	4.4%
September	406,869	398,596	407,361	–	706,065	–	0.0%	0.0%
October	439,522	415,304	435,686	–	1,141,751	–	0.0%	0.0%
November	470,880	455,542	478,388	–	1,620,139	–	0.0%	0.0%
December	515,739	401,199	417,509	–	2,037,648	–	0.0%	0.0%
January	208,892	356,667	384,045	–	2,421,693	–	0.0%	0.0%
February	357,064	525,129	534,388	–	2,956,080	–	0.0%	0.0%
March	690,785	697,804	714,252	–	3,670,333	–	0.0%	0.0%
April	441,974	771,412	766,760	–	4,437,092	–	0.0%	0.0%
May	712,803	769,731	837,184	–	5,274,276	–	0.0%	0.0%
June	1,301,599	1,772,587	1,818,015	–	7,092,292	–	0.0%	0.0%
Total Capital expenditure	**5,904,621**	**6,975,220**	**7,179,778**					

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	**1,975,083**	**2,680,268**	**2,806,488**	**138,364**	**144,910**	6,545	**4.5%**	**2,682,749**
Roads Infrastructure	899,325	965,975	1,274,139	65,466	78,967	(13,500)	-17.1%	1,235,284
Roads	*899,325*	*965,975*	*1,274,139*	*65,466*	*78,967*	*(13,500)*	*-17.1%*	*1,235,284*
Storm water Infrastructure	3,845	124,492	5,764	222	400	(178)	-44.6%	5,764
Drainage Collection	*3,845*	*124,492*	*5,764*	*222*	*400*	*(178)*	*-44.6%*	*5,764*
Electrical Infrastructure	536,290	558,956	579,157	50,331	46,028	4,304	9.3%	530,781
Power Plants	*412*	–	–	–	–	–	*0.0%*	–
HV Substations	*452,519*	*414,601*	*462,503*	*41,355*	*38,178*	*3,177*	*8.3%*	*415,127*
MV Networks	*19,257*	*74,600*	*46,900*	*3,372*	*4,550*	*(1,178)*	*-25.9%*	*45,900*
LV Networks	*64,102*	*69,754*	*69,754*	*5,604*	*3,300*	*2,304*	*69.8%*	*69,754*
Water Supply Infrastructure	208,170	518,930	491,353	14,319	15,515	(1,196)	-7.7%	477,687
Reservoirs	*81,564*	*369,977*	*412,815*	*10,579*	*12,965*	*(2,386)*	*-18.4%*	*399,149*
Bulk Mains	*99,300*	*32,600*	*32,600*	*682*	*1,250*	*(568)*	*-45.4%*	*32,600*
Distribution	*27,306*	*116,353*	*45,938*	*3,058*	*1,300*	*1,758*	*135.2%*	*45,938*
Sanitation Infrastructure	154,686	124,311	74,896	2,266	3,100	(834)	-26.9%	72,563
Reticulation	*151,686*	*118,304*	*68,889*	*2,266*	*3,100*	*(834)*	*-26.9%*	*66,556*
Waste Water Treatment Works	*3,000*	*6,007*	*6,007*	–	–	–	*0.0%*	*6,007*
Solid Waste Infrastructure	41,443	198,077	194,442	2,888	750	2,138	285.0%	189,942
Landfill Sites	*41,443*	*198,077*	*194,442*	*2,888*	*750*	*2,138*	*285.0%*	*189,942*
Information and Communication Infrastructure	131,324	189,528	186,736	2,871	150	2,721	1814.1%	170,729
Data Centres	*131,324*	*189,528*	*186,736*	*2,871*	*150*	*2,721*	*1814.1%*	*170,729*
Community Assets	**291,625**	**328,343**	**308,468**	**9,732**	**16,071**	**(6,339)**	**-39.4%**	**308,468**
Community Facilities	291,615	327,993	307,760	9,732	16,071	(6,339)	**-39.4%**	307,760
Centres	–	*30,181*	*23,717*	–	–	–	*0.0%*	*23,717*
Clinics/Care Centres	*25,620*	*41,168*	*40,668*	*486*	*5,112*	*(4,626)*	*-90.5%*	*40,668*
Fire/Ambulance Stations	*3,905*	*24,436*	*10,000*	–	*500*	*(500)*	*-100.0%*	*10,000*
Testing Stations	–	*1,345*	*1,345*	–	–	–	*0.0%*	*1,345*
Museums	–	*3,000*	*3,000*	–	–	–	*0.0%*	*3,000*
Libraries	*11,634*	*23,410*	*23,410*	*3,669*	*2,667*	*1,002*	*37.6%*	*23,410*
Cemeteries/Crematoria	*2,417*	*7,000*	*10,513*	–	–	–	*0.0%*	*10,513*
Public Open Space	*165,321*	*69,570*	*67,906*	–	–	–		*67,906*
Nature Reserves	*8,984*	*14,843*	*14,843*	*2,063*	*1,793*	*270*	*15.1%*	*14,843*
Taxi Ranks/Bus Terminals	*73,735*	*113,040*	*112,356*	*3,514*	*6,000*	*(2,486)*	*-41.4%*	*112,356*
Sport and Recreation Facilities	10	350	709	–	–	–	0.0%	709
Outdoor Facilities	10	350	709	–	–	–	0.0%	709
Investment properties	**81**	**–**	**–**	**–**	**–**	–	0.0%	**–**
Revenue Generating	81	–	–	–	–	–	**0.0%**	–
Improved Property	81	–	–	–	–	–	0.0%	–
Other assets	**227,060**	**291,535**	**266,469**	**45,414**	**19,159**	**26,255**	**137.0%**	**267,285**
Operational Buildings	223,804	225,494	212,928	45,414	14,423	30,991	214.9%	213,744
Municipal Offices	179,214	194,994	185,294	44,524	14,423	30,102	208.7%	186,110
Yards	368	500	665	20	–	20	100.0%	665
Depots	44,223	30,000	26,970	870	–	870	100.0%	26,970
Housing	3,255	66,041	53,541	–	4,736	(4,736)	-100.0%	53,541
Social Housing	3,255	66,041	53,541	–	4,736	(4,736)	-100.0%	53,541
Intangible Assets	**500**	**2,000**	**2,000**	**254**	**108**	**146**	**134.8%**	**2,000**
Licences and Rights	500	2,000	2,000	254	108	146	134.8%	2,000
Computer Software and Applications	500	2,000	2,000	254	108	146	134.8%	2,000
Computer Equipment	**153,517**	**207,103**	**216,332**	**4,276**	**2,016**	**2,260**	**112.1%**	**216,332**
Computer Equipment	153,517	207,103	216,332	4,276	2,016	2,260	112.1%	216,332
Furniture and Office Equipment	**130,198**	**78,554**	**87,464**	**3,473**	**2,812**	**661**	23.5%	**87,460**
Furniture and Office Equipment	130,198	78,554	87,464	3,473	2,812	661	23.5%	87,460
Machinery and Equipment	**152,897**	**126,788**	**127,337**	**25,875**	**19**	**25,856**	**137534.0%**	**126,896**
Machinery and Equipment	152,897	126,788	127,337	25,875	19	25,856	137534.0%	126,896
Transport Assets	**62,793**	**51,970**	**52,133**	**2,627**	**–**	**2,627**	**100.0%**	**52,133**
Transport Assets	62,793	51,970	52,133	2,627	–	2,627	100.0%	52,133
Total Capital Expenditure on new assets	**2,993,754**	**3,766,562**	**3,866,690**	**230,016**	**185,094**	**44,922**	**24.3%**	**3,743,323**

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	**964,880**	**984,916**	**1,008,376**	**95,194**	**62,364**	**32,830**	**52.6%**	**985,326**
Roads Infrastructure	255,149	185,678	230,385	16,021	29,300	(13,279)	-45.3%	230,385
Roads	*255,149*	*185,678*	*230,385*	*16,021*	*29,300*	*(13,279)*	*-45.3%*	*230,385*
Storm water Infrastructure	27,082	48,495	12,000	681	1,000	(319)	-31.9%	12,000
Drainage Collection	*27,082*	*48,495*	*12,000*	*681*	*1,000*	*(319)*	*-31.9%*	*12,000*
Electrical Infrastructure	318,839	468,543	474,697	20,667	25,839	(5,171)	-20.0%	441,647
HV Substations	*59,822*	*157,543*	*163,697*	*300*	*6,388*	*(6,088)*	*-95.3%*	*152,647*
MV Substations	*63,740*	*101,000*	*101,000*	*1,920*	*5,500*	*(3,580)*	*-65.1%*	*79,000*
MV Networks	*169,591*	*155,000*	*155,000*	*15,020*	*11,450*	*3,570*	*31.2%*	*155,000*
LV Networks	*25,685*	*55,000*	*55,000*	*3,426*	*2,501*	*926*	*37.0%*	*55,000*
Water Supply Infrastructure	283,770	260,500	260,500	57,162	6,100	51,062	837.1%	270,500
Reservoirs	*11,145*	*5,500*	*5,500*	*274*	–	*274*	*100.0%*	*5,500*
Bulk Mains	*46,989*	*20,000*	*20,000*	*795*	*500*	*295*	*59.0%*	*30,000*
Distribution	*225,636*	*235,000*	*235,000*	*56,093*	*5,600*	*50,493*	*901.7%*	*235,000*
Sanitation Infrastructure	78,916	20,200	27,794	663	125	538	430.3%	27,794
Pump Station	–	*500*	*500*	–	–	–	*0.0%*	*500*
Reticulation	*25,343*	*3,500*	*2,500*	–	*125*	*(125)*	*-100.0%*	*2,500*
Waste Water Treatment Works	*34,107*	*6,200*	*14,794*	*663*	–	*663*	*100.0%*	*14,794*
Outfall Sewers	*19,466*	*10,000*	*10,000*	–	–	–	*0.0%*	*10,000*
Solid Waste Infrastructure	985	–	–	–	–	–	**0.0%**	–
Landfill Sites	*985*	–	–	–	–	–	***0.0%***	–
Information and Communication Infrastructure	138	1,500	3,000	–	–	–	**0.0%**	3,000
Data Centres	*138*	*1,500*	*3,000*	–	–	–	***0.0%***	*3,000*
Community Assets	**2,643**	**39,500**	**11,069**	**–**	**200**	**(200)**	**-100.0%**	**11,069**
Community Facilities	2,643	39,500	11,069	–	200	(200)	-100.0%	11,069
Centres	–	*35,000*	–	–	–	–	*0.0%*	–
Clinics/Care Centres	*127*	*2,000*	*2,000*	–	–	–	*0.0%*	*2,000*
Libraries	*719*	*2,000*	*2,033*	–	*200*	*(200)*	*-100.0%*	*2,033*
Public Open Space	*1,751*	*500*	*7,036*	–	–	–	*0.0%*	*7,036*
Nature Reserves	*46*	–	–	–	–	–	*0.0%*	–
Heritage assets	–	*650*	*650*	–	–	–	*0.0%*	*650*
Monuments	**–**	650	650	–	–	–	0.0%	650
Other assets	**115,592**	**94,150**	**103,743**	**1,748**	**13,149**	**(11,401)**	**-86.7%**	**101,480**
Operational Buildings	66,406	9,150	13,318	1,748	513	1,236	241.0%	11,055
Municipal Offices	*57,043*	*8,100*	*12,261*	*1,748*	*513*	*1,236*	*241.0%*	*10,998*
Training Centres	*2,607*	–	–	–	–	–	*0.0%*	–
Depots	*6,756*	*1,050*	*1,057*	–	–	–	*0.0%*	*57*
Housing	49,186	85,000	90,425	–	12,637	(12,637)	-100.0%	90,425
Social Housing	*49,186*	*85,000*	*90,425*	–	*12,637*	*(12,637)*	*-100.0%*	*90,425*
Intangible Assets	**–**	**2,500**	**2,500**	**–**	**–**	**–**	0.0%	**2,500**
Licences and Rights	–	2,500	2,500	–	–	–	**0.0%**	2,500
Computer Software and Applications	–	2,500	2,500	–	–	–	0.0%	2,500
Computer Equipment	**70,298**	**75,080**	**77,952**	**1,467**	**968**	**499**	**51.5%**	**77,272**
Computer Equipment	70,298	75,080	77,952	1,467	968	499	51.5%	77,272
Furniture and Office Equipment	**13,047**	**18,362**	**16,606**	**115**	**126**	**(11)**	**-8.5%**	**13,456**
Furniture and Office Equipment	13,047	18,362	16,606	115	126	(11)	-8.5%	13,456
Machinery and Equipment	**6,318**	**31,113**	**34,163**	**14,961**	**14,000**	**961**	**6.9%**	**33,263**
Machinery and Equipment	6,318	31,113	34,163	14,961	14,000	961	6.9%	33,263
Transport Assets	**272,011**	**182,714**	**215,195**	**3,081**	**30,250**	**(27,169)**	**-89.8%**	**211,195**
Transport Assets	272,011	182,714	215,195	3,081	30,250	(27,169)	-89.8%	211,195
Total Capital Expenditure on renewal of existing assets	**1,444,790**	**1,428,986**	**1,470,254**	**116,566**	**121,057**	**(4,491)**	**-3.7%**	**1,436,210**

Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

Description	2016/17	Budget Year 2017/18							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast 0
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	**994,998**	**1,080,155**	**1,110,876**	**30,879**	**37,643**	**50,791**	(13,148)	**-25.9%**	**1,084,419**
Roads Infrastructure	268,155	281,382	294,110	7,806	12,127	15,950	(3,824)	**-24.0%**	267,875
Roads	*268,155*	*281,382*	*294,110*	*7,806*	*12,127*	*15,950*	*(3,824)*	*-24.0%*	*267,875*
Storm water Infrastructure	25,054	12,925	10,748	757	757	800	(43)	**-5.4%**	10,748
Drainage Collection	*25,054*	*12,925*	*10,748*	*757*	*757*	*800*	*(43)*	*-5.4%*	*10,748*
Electrical Infrastructure	208,812	88,376	110,005	6,414	8,707	15,344	(6,637)	**-43.3%**	108,783
HV Substations	*208,812*	*88,376*	*110,005*	*6,414*	*8,707*	*15,344*	*(6,637)*	*-43.3%*	*108,783*
Water Supply Infrastructure	87,841	122,037	120,282	4,223	4,223	2,276	1,947	**85.6%**	120,282
Reservoirs	*5,346*	*46,230*	*46,230*	*2,377*	*2,377*	*500*	*1,877*	*375.5%*	*46,230*
Distribution	*82,495*	*75,807*	*74,052*	*1,846*	*1,846*	*1,776*	*70*	*3.9%*	*74,052*
Sanitation Infrastructure	391,707	550,435	550,548	11,679	11,828	16,321	(4,492)	**-27.5%**	551,548
Pump Station	*32,243*	*12,000*	*12,000*	*427*	*427*	*115*	*312*	*271.7%*	*12,000*
Reticulation	*57,533*	*67,255*	*65,500*	*553*	*553*	*7,000*	*(6,447)*	*-92.1%*	*65,500*
Waste Water Treatment Works	*301,931*	*470,180*	*472,048*	*10,699*	*10,848*	*8,706*	*2,142*	*24.6%*	*473,048*
Outfall Sewers	*–*	*1,000*	*1,000*	*–*	*–*	*500*	*(500)*	*-100.0%*	*1,000*
Solid Waste Infrastructure	10,933	25,000	25,183	–	–	100	(100)	**-100.0%**	25,183
Landfill Sites	*10,933*	*25,000*	*25,183*	*–*	*–*	*100*	*(100)*	*-100.0%*	*25,183*
Information and Communication Infrastructure	2,497	–	–	–	–	–	–	**0.0%**	–
Data Centres	*2,497*	*–*	*–*	*–*	*–*	*–*	*–*	*0.0%*	*–*
Community Assets	**214,956**	**233,736**	**239,316**	**4,130**	**4,128**	**5,863**	**(1,736)**	**-29.6%**	**231,938**
Community Facilities	157,723	179,887	180,902	3,318	3,322	5,521	(2,199)	**-39.8%**	176,063
Halls	*811*	*3,020*	*3,077*	*46*	*46*	*–*	*46*		*3,077*
Centres	*1,247*	*8,234*	*8,234*	*–*	*–*	*50*	*(50)*	*-100.0%*	*8,234*
Clinics/Care Centres	*7,090*	*14,921*	*15,122*	*44*	*44*	*88*	*(44)*	*-49.8%*	*15,122*
Fire/Ambulance Stations	*4,442*	*1,700*	*1,700*	*–*	*–*	*–*	*–*	*0.0%*	*1,700*
Testing Stations	*1,647*	*2,141*	*2,141*	*–*	*–*	*–*	*–*	*0.0%*	*2,141*
Museums	*3,182*	*3,000*	*3,000*	*–*	*–*	*–*	*–*	*0.0%*	*3,000*
Theatres	*133*	*–*	*67*	*–*	*–*	*–*	*–*	*0.0%*	*67*
Libraries	*4,942*	*7,060*	*7,271*	*223*	*223*	*1,139*	*(917)*	*-80.5%*	*7,271*
Cemeteries/Crematoria	*15,293*	*16,700*	*11,494*	*767*	*767*	*–*	*767*		*8,030*
Public Open Space	*89,428*	*67,811*	*73,479*	*1,753*	*1,757*	*1,234*	*523*	*42.4%*	*72,103*
Nature Reserves	*343*	*60*	*60*	*–*	*–*	*–*	*–*	*0.0%*	*60*
Public Ablution Facilities	*22,990*	*16,000*	*16,010*	*473*	*473*	*10*	*463*	*4567.5%*	*16,010*
Markets	*307*	*80*	*87*	*–*	*–*	*–*	*–*	*0.0%*	*87*
Taxi Ranks/Bus Terminals	*5,867*	*39,160*	*39,160*	*12*	*12*	*3,000*	*(2,988)*	*-99.6%*	*39,160*
Sport and Recreation Facilities	57,234	53,849	58,414	812	806	342	464	**135.6%**	55,876
Outdoor Facilities	*57,234*	*53,849*	*58,414*	*812*	*806*	*342*	*464*	*135.6%*	*55,876*
Heritage assets	38,955	6,800	6,800	4,497	4,497	3,271	1,226	37.5%	6,800
Monuments	*38,955*	*6,800*	*6,800*	*4,497*	*4,497*	*3,271*	*1,226*	*37.5%*	*6,800*
Other assets	**198,678**	**393,354**	**424,643**	**3,342**	**4,853**	**17,827**	**(12,974)**	**-72.8%**	**435,589**
Operational Buildings	174,396	377,456	408,964	3,342	4,494	17,827	(13,333)	**-74.8%**	419,909
Municipal Offices	*141,951*	*210,309*	*241,461*	*3,135*	*4,286*	*15,877*	*(11,591)*	*-73.0%*	*252,406*
Training Centres	*1,457*	*–*	*43*	*–*	*–*	*–*	*–*	*0.0%*	*43*
Depots	*30,989*	*167,147*	*167,460*	*207*	*207*	*1,950*	*(1,743)*	*-89.4%*	*167,460*
Housing	24,283	15,897	15,680	–	359	–	359		15,680
Social Housing	*24,283*	*15,897*	*15,680*	*–*	*359*	*–*	*359*		*15,680*
Intangible Assets	**3,931**	**29,756**	**17,769**	**322**	**322**	**500**	**(178)**	-35.7%	**17,769**
Licences and Rights	3,931	29,756	17,769	322	322	500	(178)	**-35.7%**	17,769
Computer Software and Applications	*3,931*	*29,756*	*17,769*	*322*	*322*	*500*	*(178)*	*-35.7%*	*17,769*
Computer Equipment	**1,355**	**6,100**	**13,606**	**1,704**	**1,704**	**1,377**	**327**	23.8%	**13,606**
Computer Equipment	*1,355*	*6,100*	*13,606*	*1,704*	*1,704*	*1,377*	*327*	*23.8%*	*13,606*
Furniture and Office Equipment	**8,670**	**19,771**	**19,823**	**44**	**44**	**10**	**34**	342.7%	**24,370**
Furniture and Office Equipment	*8,670*	*19,771*	*19,823*	*44*	*44*	*10*	*34*	*342.7%*	*24,370*
Machinery and Equipment	**4,534**	**10,000**	**10,000**	**–**	**–**	**400**	**(400)**	-100.0%	**10,000**
Machinery and Equipment	*4,534*	*10,000*	*10,000*	*–*	*–*	*400*	*(400)*	*-100.0%*	*10,000*
Total Capital Expenditure on upgrading of existing assets	**1,466,077**	**1,779,672**	**1,842,834**	**44,919**	**53,190**	**80,039**	**(26,849)**	**-33.5%**	**1,824,492**

Repairs and maintenance

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	**2,045,722**	**2,031,486**	**2,031,486**	**215,428**	**259,761**	44,333	**17.1%**	**2,031,486**
Roads Infrastructure	609,310	664,923	664,923	45,070	47,418	2,347	5.0%	664,923
Roads	*609,310*	*664,923*	*664,923*	*45,070*	*47,418*	*2,347*	*5.0%*	*664,923*
Electrical Infrastructure	504,116	523,507	523,507	61,431	81,711	20,281	24.8%	523,507
Power Plants	*21,805*	*18,788*	*18,788*	*3,860*	*3,034*	*(826)*	*-27.2%*	*18,788*
HV Substations	*32,077*	*27,853*	*27,853*	*2,908*	*4,337*	*1,429*	*33.0%*	*27,853*
MV Substations	*364,116*	*366,551*	*366,551*	*46,196*	*57,245*	*11,049*	*19.3%*	*366,551*
LV Networks	*86,118*	*110,315*	*110,315*	*8,467*	*17,096*	*8,629*	*50.5%*	*110,315*
Water Supply Infrastructure	482,019	421,887	421,887	52,759	73,790	21,030	28.5%	421,887
Reservoirs	*35,896*	*41,336*	*41,336*	*4,139*	*6,285*	*2,146*	*34.1%*	*41,336*
Pump Stations	*31,692*	*46,444*	*46,444*	*4,050*	*7,253*	*3,204*	*44.2%*	*46,444*
Water Treatment Works	*36,683*	*33,966*	*33,966*	*5,502*	*6,357*	*856*	*13.5%*	*33,966*
Bulk Mains	*41,830*	*12,716*	*12,716*	*2,793*	*2,033*	*(760)*	*-37.4%*	*12,716*
Distribution	*335,918*	*287,425*	*287,425*	*36,277*	*51,861*	*15,585*	*30.1%*	*287,425*
Sanitation Infrastructure	447,780	418,866	418,866	55,789	56,458	670	1.2%	418,866
Reticulation	*326,001*	*291,490*	*291,490*	*37,612*	*40,379*	*2,767*	*6.9%*	*291,490*
Waste Water Treatment Works	*114,517*	*116,402*	*116,402*	*17,813*	*15,024*	*(2,789)*	*-18.6%*	*116,402*
Outfall Sewers	*7,262*	*10,973*	*10,973*	*364*	*1,055*	*691*	*65.5%*	*10,973*
Solid Waste Infrastructure	2,497	2,303	2,303	379	384	5	1.4%	2,303
Landfill Sites	*2,497*	*2,303*	*2,303*	*379*	*384*	*5*	*1.4%*	*2,303*
Community Assets	**496,931**	**548,047**	**548,047**	**26,322**	**45,233**	**18,911**	**41.8%**	**548,047**
Community Facilities	115,109	100,442	100,442	6,685	8,501	1,816	**21.4%**	100,442
Halls	*48,752*	*25,417*	*25,417*	*2,171*	*1,968*	*(203)*	*-10.3%*	*25,417*
Centres	*7,603*	*6,322*	*6,322*	*246*	*351*	*104*	*29.8%*	*6,322*
Clinics/Care Centres	*13,326*	*5,921*	*5,921*	*1,782*	*982*	*(800)*	*-81.4%*	*5,921*
Fire/Ambulance Stations	*2,244*	*2,477*	*2,477*	*68*	*247*	*179*	*72.6%*	*2,477*
Libraries	*16,349*	*32,362*	*32,362*	*973*	*2,582*	*1,609*	*62.3%*	*32,362*
Cemeteries/Crematoria	*13,433*	*16,860*	*16,860*	*232*	*1,489*	*1,257*	*84.4%*	*16,860*
Nature Reserves	*4,936*	*4,180*	*4,180*	*621*	*560*	*(61)*	*-11.0%*	*4,180*
Public Ablution Facilities	*7,701*	*6,657*	*6,657*	*592*	*321*	*(270)*	*-84.2%*	*6,657*
Markets	*765*	*248*	*248*	*–*	*–*	*–*	*0.0%*	*248*
Sport and Recreation Facilities	381,822	447,605	447,605	19,637	36,732	17,095	**46.5%**	447,605
Indoor Facilities	*1,331*	*5*	*5*	*0*	*0*	*(0)*	*-0.5%*	*5*
Outdoor Facilities	*380,490*	*447,600*	*447,600*	*19,637*	*36,732*	*17,095*	*46.5%*	*447,600*
Heritage assets	1,647	1,812	1,812	50	7	(43)	-629.1%	1,812
Works of Art	1,647	1,812	1,812	50	7	(43)	-629.1%	1,812
Investment properties	**19,001**	**19,800**	**19,804**	**4,434**	**1,164**	(3,270)	-280.9%	**19,804**
Revenue Generating	259	64	68	21	15	(6)	**-40.4%**	68
Improved Property	*259*	*64*	*68*	*21*	*15*	*(6)*	*-40.4%*	*68*
Non-revenue Generating	18,742	19,735	19,735	4,414	1,149	(3,264)	**-284.0%**	19,735
Unimproved Property	*18,742*	*19,735*	*19,735*	*4,414*	*1,149*	*(3,264)*	*-284.0%*	*19,735*
Other assets	**140,548**	**144,517**	**144,517**	**10,999**	**20,517**	**9,517**	**46.4%**	**144,517**
Operational Buildings	140,548	144,517	144,517	10,999	20,517	9,517	**46.4%**	144,517
Municipal Offices	*138,744*	*139,025*	*139,025*	*10,870*	*19,756*	*8,886*	*45.0%*	*139,025*
Laboratories	*1,340*	*1,391*	*1,391*	*101*	*88*	*(13)*	*-14.7%*	*1,391*
Training Centres	*424*	*624*	*624*	*28*	*101*	*73*	*72.2%*	*624*
Depots	*40*	*3,477*	*3,477*	*–*	*572*	*572*	*100.0%*	*3,477*
Computer Equipment	**179,935**	**312,785**	**312,789**	**29,978**	**37,874**	**7,897**	20.8%	**312,789**
Computer Equipment	179,935	312,785	312,789	29,978	37,874	7,897	20.8%	312,789
Furniture and Office Equipment	**424,463**	**504,006**	**504,018**	**44,641**	**75,479**	**30,838**	40.9%	**504,018**
Furniture and Office Equipment	424,463	504,006	504,018	44,641	75,479	30,838	40.9%	504,018
Transport Assets	**453,049**	**471,840**	**471,840**	**55,292**	**60,661**	**5,369**	8.9%	**471,840**
Transport Assets	453,049	471,840	471,840	55,292	60,661	5,369	8.9%	471,840
Total Repairs and Maintenance Expenditure	**3,761,297**	**4,034,293**	**4,034,312**	**387,144**	**500,696**	**113,552**	**22.7%**	**4,034,312**

Depreciation

Table SC13d Monthly Budget Statement - depreciation by asset class

Description	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Depreciation by Asset Class/Sub-class								
Infrastructure	–	**1,154,472**	**1,154,472**	**188,348**	**192,412**	4,064	**2.1%**	**1,154,472**
Roads Infrastructure	–	370,548	370,548	59,517	61,758	2,241	3.6%	370,548
Roads	–	*370,548*	*370,548*	*59,517*	*61,758*	*2,241*	*3.6%*	*370,548*
Storm water Infrastructure	–	45,940	45,940	6,933	7,657	723	9.4%	45,940
Drainage Collection	–	*45,940*	*45,940*	*6,933*	*7,657*	*723*	*9.4%*	*45,940*
Electrical Infrastructure	–	215,517	215,517	36,780	35,919	(860)	-2.4%	215,517
Power Plants	–	*6,951*	*6,951*	*1,159*	*1,159*	*(1)*	*-0.1%*	*6,951*
HV Substations	–	*28,971*	*28,971*	*3,218*	*4,828*	*1,611*	*33.4%*	*28,971*
MV Substations	–	*36,656*	*36,656*	*7,102*	*6,109*	*(993)*	*-16.3%*	*36,656*
MV Networks	–	*91,791*	*91,791*	*15,986*	*15,299*	*(687)*	*-4.5%*	*91,791*
LV Networks	–	*51,147*	*51,147*	*9,314*	*8,525*	*(790)*	*-9.3%*	*51,147*
Water Supply Infrastructure	–	209,628	209,628	33,000	34,938	1,938	5.5%	209,628
Reservoirs	–	*18,982*	*18,982*	*3,421*	*3,164*	*(258)*	*-8.2%*	*18,982*
Pump Stations	–	*3,015*	*3,015*	*808*	*503*	*(306)*	*-60.9%*	*3,015*
Water Treatment Works	–	*24,216*	*24,216*	*4,359*	*4,036*	*(323)*	*-8.0%*	*24,216*
Bulk Mains	–	*19,301*	*19,301*	*1,701*	*3,217*	*1,516*	*47.1%*	*19,301*
Distribution	–	*144,114*	*144,114*	*22,710*	*24,019*	*1,309*	*5.4%*	*144,114*
Sanitation Infrastructure	–	229,208	229,208	37,408	38,201	793	2.1%	229,208
Pump Station	–	7,336	7,336	608	1,223	614	50.2%	7,336
Reticulation	–	141,227	141,227	22,300	23,538	1,238	5.3%	141,227
Waste Water Treatment Works	–	78,017	78,017	13,081	13,003	(79)	-0.6%	78,017
Outfall Sewers	–	2,628	2,628	1,419	438	(981)	-223.9%	2,628
Solid Waste Infrastructure	–	58,352	58,352	9,515	9,725	210	2.2%	58,352
Landfill Sites	–	*58,352*	*58,352*	*9,515*	*9,725*	*210*	*2.2%*	*58,352*
Information and Communication Infrastructure	–	25,281	25,281	5,195	4,213	(981)	-23.3%	25,281
Data Centres	–	25,281	25,281	5,195	4,213	(981)	-23.3%	25,281
Community Assets	–	**313,120**	**313,120**	**52,601**	**52,187**	**(415)**	**-0.8%**	**313,120**
Community Facilities	–	95,023	95,023	16,288	15,837	(451)	-2.8%	95,023
Halls	–	*2,167*	*2,167*	*445*	*361*	*(84)*	*-23.2%*	*2,167*
Centres	–	*3,934*	*3,934*	*607*	*656*	*48*	*7.4%*	*3,934*
Clinics/Care Centres	–	*5,447*	*5,447*	*955*	*908*	*(47)*	*-5.2%*	*5,447*
Fire/Ambulance Stations	–	*1,687*	*1,687*	*299*	*281*	*(18)*	*-6.4%*	*1,687*
Testing Stations	–	*1,056*	*1,056*	*179*	*176*	*(3)*	*-1.4%*	*1,056*
Museums	–	*166*	*166*	*32*	*28*	*(4)*	*-15.0%*	*166*
Theatres	–	*51*	*51*	*8*	*8*	*1*	*7.8%*	*51*
Libraries	–	*5,262*	*5,262*	*893*	*877*	*(16)*	*-1.8%*	*5,262*
Cemeteries/Crematoria	–	*3,663*	*3,663*	*531*	*611*	*79*	*13.0%*	*3,663*
Public Open Space	–	*14,025*	*14,025*	*2,247*	*2,337*	*90*	*3.9%*	*14,025*
Nature Reserves	–	*576*	*576*	*63*	*96*	*33*	*34.4%*	*576*
Public Ablution Facilities	–	*1,845*	*1,845*	*312*	*308*	*(4)*	*-1.4%*	*1,845*
Markets	–	*1,498*	*1,498*	*250*	*250*	*(0)*	*-0.1%*	*1,498*
Airports	–	*4*	*4*	*1*	*1*	–		*4*
Taxi Ranks/Bus Terminals	–	*53,643*	*53,643*	*9,466*	*8,940*	*(526)*	*-5.9%*	*53,643*
Sport and Recreation Facilities	–	*218,096*	*218,096*	*36,314*	*36,349*	*36*	*0.1%*	*218,096*
Indoor Facilities	–	*8,649*	*8,649*	*1,493*	*1,441*	*(52)*	*-3.6%*	*8,649*
Outdoor Facilities	–	*209,447*	*209,447*	*34,820*	*34,908*	*87*	*0.3%*	*209,447*
Investment properties	–	**1,718**	**1,718**	**286**	**286**	1	0.2%	**1,718**
Revenue Generating	–	1,718	1,718	286	286	1	**0.2%**	1,718
Improved Property	–	*1,718*	*1,718*	*286*	*286*	*1*	*0.2%*	*1,718*
Other assets	–	**232,195**	**232,195**	**40,595**	**38,699**	**(1,895)**	**-4.9%**	**232,195**
Operational Buildings	–	133,733	133,733	24,422	22,289	(2,133)	**-9.6%**	133,733
Municipal Offices	–	*113,264*	*113,264*	*20,906*	*18,877*	*(2,028)*	*-10.7%*	*113,264*
Yards	–	*212*	*212*	*35*	*35*	*0*	*0.0%*	*212*
Laboratories	–	*116*	*116*	*20*	*19*	*(1)*	*-4.2%*	*116*
Training Centres	–	*371*	*371*	*48*	*62*	*14*	*22.1%*	*371*
Depots	–	*19,770*	*19,770*	*3,412*	*3,295*	*(117)*	*-3.6%*	*19,770*
Housing	–	98,463	98,463	16,173	16,410	238	**1.4%**	98,463
Social Housing	–	*98,463*	*98,463*	*16,173*	*16,410*	*238*	*1.4%*	*98,463*
Intangible Assets	–	**106,890**	**106,890**	**24,766**	**17,815**	**(6,951)**	-39.0%	**106,890**
Licences and Rights	–	106,890	106,890	24,766	17,815	(6,951)	**-39.0%**	106,890
Computer Software and Applications	–	*34,988*	*34,988*	*13,070*	*5,831*	*(7,238)*	*-124.1%*	*34,988*
Unspecified	–	*71,903*	*71,903*	*11,697*	*11,984*	*287*	*2.4%*	*71,903*
Computer Equipment	–	**242,774**	**242,774**	**37,221**	**40,612**	**3,391**	8.3%	**242,774**
Computer Equipment	–	*242,774*	*242,774*	*37,221*	*40,612*	*3,391*	*8.3%*	242,774
Furniture and Office Equipment	–	**146,972**	**146,972**	**17,929**	**24,623**	**6,695**	27.2%	**146,972**
Furniture and Office Equipment	–	*146,972*	*146,972*	*17,929*	*24,623*	*6,695*	*27.2%*	*146,972*
Machinery and Equipment	–	**78,106**	**78,106**	**8,924**	**13,018**	**4,093**	31.4%	**78,106**
Machinery and Equipment	–	78,106	78,106	8,924	13,018	4,093	31.4%	78,106
Transport Assets	–	**298,359**	**298,359**	**46,280**	**49,727**	**3,446**	6.9%	**298,359**
Transport Assets	–	298,359	298,359	46,280	49,727	3,446	6.9%	298,359
Total Depreciation	–	**2,574,607**	**2,574,607**	**416,951**	**429,379**	**12,428**	**2.9%**	**2,574,607**

CONSOLIDATED IN-YEAR REPORT

Consolidated Table C1 Monthly Budget Statement Summary

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	8,105,126	8,662,350	8,662,350	1,413,615	1,367,617	45,998	3.4%	8,662,350
Service charges	18,619,106	19,310,141	19,310,141	3,178,524	3,230,532	(52,008)	-1.6%	19,310,141
Investment revenue	768,224	785,328	785,328	146,524	95,446	51,078	53.5%	785,328
Transfers and subsidies	5,864,445	6,455,942	6,930,716	1,904,659	1,991,598	(86,939)	-4.4%	6,930,716
Other own revenue	2,711,751	3,078,781	3,078,781	476,851	412,850	64,001	15.5%	3,078,781
Total Revenue (excluding capital transfers and contributions)	**36,068,652**	**38,292,542**	**38,767,316**	**7,120,173**	**7,098,043**	**22,130**	**0.3%**	**38,767,316**
Employee costs	9,659,300	12,146,477	12,160,647	1,839,182	1,898,193	(59,011)	-3.1%	12,160,647
Remuneration of Councillors	138,374	155,787	155,787	23,662	25,964	(2,302)	-8.9%	155,787
Depreciation & asset impairment	2,313,471	3,277,476	3,277,476	422,001	1,102,367	(680,366)	-61.7%	3,277,476
Finance charges	731,823	1,138,893	1,144,120	137,695	155,454	(17,760)	-11.4%	1,144,120
Materials and bulk purchases	8,914,151	9,774,559	9,775,068	1,230,238	1,271,415	(41,177)	-3.2%	9,775,068
Transfers and subsidies	111,829	140,985	415,920	59,279	78,466	(19,186)	-24.5%	415,920
Other expenditure	10,988,767	11,688,097	11,868,030	1,157,279	1,386,721	(229,442)	-16.5%	11,868,030
Total Expenditure	**32,857,715**	**38,322,274**	**38,797,048**	**4,869,336**	**5,918,580**	**(1,049,244)**	**-17.7%**	**38,797,048**
Surplus/(Deficit)	**3,210,937**	**(29,732)**	**(29,732)**	**2,250,837**	**1,179,463**	**1,071,374**	**90.8%**	**(29,732)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,093,694	2,268,835	2,289,647	111,146	138,062	(26,916)	-19.5%	2,289,647
Contributions & Contributed assets	88,397	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Surplus/(Deficit) after capital transfers & contributions	**5,393,029**	**2,324,003**	**2,344,816**	**2,371,791**	**1,324,875**	**1,046,917**	**79.0%**	**2,344,816**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**5,393,029**	**2,324,003**	**2,344,816**	**2,371,791**	**1,324,875**	**1,046,917**	**79.0%**	**2,344,816**
Capital expenditure & funds sources								
Capital expenditure	**6,272,557**	**7,023,203**	**7,227,760**	**407,978**	**394,187**	**13,792**	**3.5%**	**7,052,008**
Capital transfers recognised	2,055,507	2,268,835	2,289,647	111,146	133,862	(22,716)	-17.0%	2,248,853
Public contributions & donations	71,882	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Borrowing	2,739,196	2,894,482	2,992,706	203,306	126,937	76,369	60.2%	2,944,155
Internally generated funds	**1,405,973**	**1,774,986**	**1,860,506**	**83,718**	**126,038**	**(42,320)**	**-33.6%**	**1,774,100**
Total sources of capital funds	**6,272,557**	**7,023,203**	**7,227,760**	**407,978**	**394,187**	**13,792**	**3.5%**	**7,052,008**
Financial position	–	–	–	–	–	–	–	–
Total current assets	12,519,283	14,052,823	13,026,268	10,603,260	–	–	–	13,026,268
Total non current assets	47,532,173	49,328,664	49,522,993	49,887,312	–	–	–	49,522,993
Total current liabilities	8,843,773	10,920,921	10,067,883	6,232,400	–	–	–	10,067,883
Total non current liabilities	11,898,945	14,551,682	14,551,682	13,241,816	–	–	–	14,551,682
Community wealth/Equity	**38,031,311**	**37,781,146**	**37,801,959**	**40,685,525**	**–**	**–**	**–**	**37,801,959**
Cash flows								
Net cash from (used) operating	–	5,540,553	5,091,819	2,048,024	1,373,059	(674,965)	-49.2%	5,091,819
Net cash from (used) investing	–	(7,106,997)	(7,280,871)	(375,262)	(983,050)	(607,788)	61.8%	(7,280,871)
Net cash from (used) financing	–	2,100,551	2,100,551	1,000,000	999,588	(412)	-0.0%	2,100,551
Cash/cash equivalents at the month/year end	**–**	**4,650,453**	**3,623,898**	**6,385,162**	**5,101,997**	**(1,283,164)**	**-25.2%**	**3,623,898**

Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis	–	–	–	–	–	–	–	–
Total By Income Source	1,777,176	353,204	266,340	223,073	298,727	1,055,294	3,922,241	8,167,401
Creditors Age Analysis	–	–	–	–	–	–	–	–
Total Creditors	1,362,345	6	5,666	–	–	–	(6,925)	1,361,071

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

Description R thousands	2016/17 Audited Outcome	Budget Year 2017/18 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional								
Governance and administration	**14,070,329**	**14,882,934**	**14,884,279**	**3,391,736**	**3,286,739**	104,997	3.2%	**14,884,279**
Executive and council	1,400	3,126	3,594	139	111	28	24.8%	3,594
Finance and administration	14,068,927	14,879,801	14,880,678	3,391,597	3,286,627	104,971	3.2%	14,880,678
Internal audit	2	8	8	0	1	(1)	-89.7%	8
Community and public safety	**1,833,039**	**1,956,529**	**2,317,240**	**167,411**	**258,979**	(91,569)	-35.4%	**2,317,240**
Community and social services	105,403	120,972	116,766	13,503	13,464	39	0.3%	116,766
Sport and recreation	106,473	114,329	117,659	4,194	6,488	(2,294)	-35.4%	117,659
Public safety	24,889	22,293	22,293	3,310	2,183	1,127	51.6%	22,293
Housing	1,279,471	1,328,591	1,689,728	91,366	182,086	(90,721)	-49.8%	1,689,728
Health	316,802	370,343	370,794	55,038	54,758	280	0.5%	370,794
Economic and environmental services	**3,237,399**	**3,224,458**	**3,337,177**	**362,633**	**345,250**	17,383	5.0%	**3,337,177**
Planning and development	324,404	342,034	342,034	56,924	55,492	1,432	2.6%	342,034
Road transport	2,896,258	2,880,418	2,993,137	305,438	289,424	16,015	5.5%	2,993,137
Environmental protection	16,736	2,006	2,006	271	334	(63)	-18.8%	2,006
Trading services	**19,018,621**	**20,291,096**	**20,311,908**	**3,282,652**	**3,304,281**	(21,629)	-0.7%	**20,311,908**
Energy sources	12,083,270	12,256,796	12,256,796	2,215,856	2,138,635	77,221	3.6%	12,256,796
Water management	3,659,066	4,123,369	4,134,182	576,620	609,418	(32,799)	-5.4%	4,134,182
Waste water management	2,059,709	2,547,543	2,557,543	270,832	329,216	(58,384)	-17.7%	2,557,543
Waste management	1,216,576	1,363,387	1,363,387	219,345	227,012	(7,667)	-3.4%	1,363,387
Other	**2,958**	**291,260**	**291,260**	**36,695**	**48,206**	**(11,510)**	**-23.9%**	**291,260**
Total Revenue - Functional	**38,162,346**	**40,646,277**	**41,141,864**	**7,241,128**	**7,243,455**	**(2,327)**	**0.0%**	**41,141,864**
Expenditure - Functional								
Governance and administration	**6,365,494**	**8,555,468**	**8,547,844**	**1,184,068**	**1,262,268**	(78,201)	-6.2%	**8,547,844**
Executive and council	359,348	443,599	444,482	76,190	65,038	11,152	17.1%	444,482
Finance and administration	5,968,906	8,061,222	8,052,715	1,100,363	1,189,385	(89,022)	-7.5%	8,052,715
Internal audit	37,240	50,646	50,646	7,515	7,845	(330)	-4.2%	50,646
Community and public safety	**4,789,292**	**5,318,902**	**5,683,955**	**674,382**	**747,633**	(73,252)	-9.8%	**5,683,955**
Community and social services	847,987	931,712	931,532	118,677	130,605	(11,928)	-9.1%	931,532
Sport and recreation	1,088,036	1,212,821	1,212,851	144,812	153,957	(9,145)	-5.9%	1,212,851
Public safety	508,298	600,875	600,875	79,913	85,864	(5,951)	-6.9%	600,875
Housing	1,340,014	1,498,847	1,859,954	166,701	212,512	(45,811)	-21.6%	1,859,954
Health	1,004,957	1,074,647	1,078,743	164,279	164,695	(417)	-0.3%	1,078,743
Economic and environmental services	**5,681,165**	**6,351,817**	**6,471,703**	**862,120**	**902,926**	(40,806)	-4.5%	**6,471,703**
Planning and development	785,632	1,042,789	1,048,939	173,282	185,128	(11,846)	-6.4%	1,048,939
Road transport	4,779,345	5,186,569	5,300,306	672,729	701,621	(28,893)	-4.1%	5,300,306
Environmental protection	116,188	122,458	122,458	16,109	16,177	(68)	-0.4%	122,458
Trading services	**15,886,407**	**17,026,865**	**17,023,360**	**2,111,682**	**2,273,885**	(162,203)	-7.1%	**17,023,360**
Energy sources	9,573,670	9,929,327	9,929,255	1,298,397	1,341,008	(42,611)	-3.2%	9,929,255
Water management	3,067,938	3,225,897	3,224,186	388,098	440,478	(52,380)	-11.9%	3,224,186
Waste water management	1,643,752	1,990,882	1,992,660	204,725	243,298	(38,573)	-15.9%	1,992,660
Waste management	1,601,046	1,880,759	1,877,259	220,462	249,101	(28,639)	-11.5%	1,877,259
Other	**135,357**	**1,069,222**	**1,070,187**	**38,583**	**731,868**	**(693,285)**	**-94.7%**	**1,070,187**
Total Expenditure - Functional	**32,857,715**	**38,322,274**	**38,797,048**	**4,870,834**	**5,918,580**	**(1,047,746)**	**-17.7%**	**38,797,048**
Surplus/ (Deficit) for the year	**5,304,631**	**2,324,003**	**2,344,816**	**2,370,293**	**1,324,875**	**1,045,419**	**78.9%**	**2,344,816**

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

Vote Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - Area-Based Service Delivery	176,748	204,290	204,758	34,057	33,922	135	0.4%	204,758
Vote 2 - Assets & Facilities Management	414,050	453,587	453,587	68,273	72,605	(4,332)	-6.0%	453,587
Vote 3 - Corporate Services	64,771	68,073	68,073	9,194	5,647	3,546	62.8%	68,073
Vote 4 - City Manager	0	–	–	–	–	–		–
Vote 5 - Directorate of the Mayor	852	3,324	3,324	90	133	(43)	-32.4%	3,324
Vote 6 - Energy	12,083,675	12,256,918	12,256,918	2,217,602	2,138,655	78,947	3.7%	12,256,918
Vote 7 - Finance	13,563,360	14,307,250	14,307,250	3,306,890	3,200,250	106,641	3.3%	14,307,250
Vote 8 - Informal Settlements, Water & Waste Services	7,044,676	8,212,622	8,242,211	1,072,648	1,181,739	(109,091)	-9.2%	8,242,211
Vote 9 - Safety & Security	1,402,526	1,267,627	1,271,667	179,906	122,200	57,706	47.2%	1,271,667
Vote 10 - Social Services	790,613	904,664	905,115	124,617	127,425	(2,809)	-2.2%	905,115
Vote 11 - Transport & Urban Development Authority	2,621,074	2,683,471	3,144,510	195,797	313,470	(117,673)	-37.5%	3,144,510
Vote 12 - Municipal Entities COCT	–	284,451	284,451	32,056	47,409	(15,352)	-32.4%	284,451
Total Revenue by Vote	**38,162,346**	**40,646,277**	**41,141,864**	**7,241,130**	**7,243,455**	**(2,325)**	**0.0%**	**41,141,864**
Expenditure by Vote								
Vote 1 - Area-Based Service Delivery	412,259	547,009	547,477	76,046	83,613	(7,566)	-9.0%	547,477
Vote 2 - Assets & Facilities Management	1,564,514	1,851,509	1,851,509	258,796	253,194	5,601	2.2%	1,851,509
Vote 3 - Corporate Services	1,437,795	1,741,551	1,741,551	231,364	241,639	(10,275)	-4.3%	1,741,551
Vote 4 - City Manager	21,436	22,198	22,198	13,993	1,496	12,497	835.4%	22,198
Vote 5 - Directorate of the Mayor	406,474	557,664	557,664	95,599	101,288	(5,688)	-5.6%	557,664
Vote 6 - Energy	9,885,010	10,355,750	10,355,750	1,352,643	1,402,935	(50,292)	-3.6%	10,355,750
Vote 7 - Finance	2,417,454	3,370,596	3,370,596	499,228	528,672	(29,444)	-5.6%	3,370,596
Vote 8 - Informal Settlements, Water & Waste Services	6,807,396	7,739,299	7,748,075	934,509	1,051,196	(116,687)	-11.1%	7,748,075
Vote 9 - Safety & Security	2,832,243	3,148,512	3,152,551	456,578	474,609	(18,031)	-3.8%	3,152,551
Vote 10 - Social Services	2,956,947	3,463,150	3,463,601	433,623	483,472	(49,850)	-10.3%	3,463,601
Vote 11 - Transport & Urban Development Authority	4,116,187	4,560,879	5,021,918	490,257	580,118	(89,861)	-15.5%	5,021,918
Vote 12 - Municipal Entities COCT	–	964,158	964,158	28,198	716,348	(688,150)	-96.1%	964,158
Total Expenditure by Vote	**32,857,715**	**38,322,274**	**38,797,048**	**4,870,834**	**5,918,580**	**(1,047,746)**	**-17.7%**	**38,797,048**
Surplus/ (Deficit) for the year	**5,304,632**	**2,324,003**	**2,344,816**	**2,370,296**	**1,324,875**	**1,045,421**	**78.9%**	**2,344,816**

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

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	8,105,126	8,662,350	8,662,350	1,413,615	1,367,617	45,998	3.4%	8,662,350
Service charges - electricity revenue	11,755,893	11,942,587	11,942,587	2,171,505	2,105,545	65,960	3.1%	11,942,587
Service charges - water revenue	3,443,725	3,933,401	3,933,401	542,378	588,460	(46,082)	-7.8%	3,933,401
Service charges - sanitation revenue	1,609,916	2,092,272	2,092,272	249,354	312,880	(63,527)	-20.3%	2,092,272
Service charges - refuse revenue	1,081,307	1,341,882	1,341,882	215,287	223,647	(8,360)	-3.7%	1,341,882
Service charges - other	728,264	–	–	–	–	–		–
Rental of facilities and equipment	358,497	661,847	661,847	94,220	106,822	(12,602)	-11.8%	661,847
Interest earned - external investments	768,224	785,328	785,328	146,524	95,446	51,078	53.5%	785,328
Interest earned - outstanding debtors	278,063	284,131	284,131	49,657	47,266	2,392	5.1%	284,131
Dividends received	–	–	–	–	–	–		–
Fines, penalties and forfeits	1,241,128	1,146,414	1,146,414	163,040	107,369	55,671	51.9%	1,146,414
Licences and permits	47,741	43,749	43,749	8,094	6,739	1,354	20.1%	43,749
Agency services	188,238	162,771	162,771	30,831	26,679	4,152	15.6%	162,771
Transfers and subsidies	5,864,445	6,455,942	6,930,716	1,904,659	1,991,598	(86,939)	-4.4%	6,930,716
Other revenue	411,300	738,369	738,369	128,231	111,558	16,673	14.9%	738,369
Gains on disposal of PPE	186,784	41,500	41,500	2,777	6,417	(3,639)	-56.7%	41,500
Total Revenue (excluding capital transfers and contributions)	**36,068,652**	**38,292,542**	**38,767,316**	**7,120,173**	**7,098,043**	**22,130**	**0.3%**	**38,767,316**
Expenditure By Type								
Employee related costs	9,659,300	12,146,477	12,160,647	1,839,182	1,898,193	(59,011)	-3.1%	12,160,647
Remuneration of councillors	138,374	155,787	155,787	23,662	25,964	(2,302)	-8.9%	155,787
Debt impairment	2,323,482	2,509,038	2,509,038	371,830	345,337	26,493	7.7%	2,509,038
Depreciation & asset impairment	2,313,471	3,277,476	3,277,476	422,001	1,102,367	(680,366)	-61.7%	3,277,476
Finance charges	731,823	1,138,893	1,144,120	137,695	155,454	(17,760)	-11.4%	1,144,120
Bulk purchases	8,438,102	8,540,135	8,540,135	1,068,538	1,092,985	(24,448)	-2.2%	8,540,135
Other materials	476,049	1,234,424	1,234,933	161,700	178,429	(16,729)	-9.4%	1,234,933
Contracted services	4,171,039	6,132,601	6,302,671	409,316	580,330	(171,014)	-29.5%	6,302,671
Transfers and subsidies	111,829	140,985	415,920	59,279	78,466	(19,186)	-24.5%	415,920
Other expenditure	4,486,870	3,046,070	3,055,934	375,972	461,001	(85,029)	-18.4%	3,055,934
Loss on disposal of PPE	7,376	387	387	162	54	108	201.4%	387
Total Expenditure	**32,857,715**	**38,322,274**	**38,797,048**	**4,869,336**	**5,918,580**	**(1,049,244)**	**-17.7%**	**38,797,048**
Surplus/(Deficit)	**3,210,937**	**(29,732)**	**(29,732)**	**2,250,837**	**1,179,463**	**1,071,374**	**90.8%**	**(29,732)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,093,694	2,268,835	2,289,647	111,146	138,062	(26,916)	**-19.5%**	2,289,647
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	71,882	84,900	84,900	9,809	7,350	2,459	**33.5%**	84,900
Transfers and subsidies - capital (in-kind - all)	16,516	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**5,393,029**	**2,324,003**	**2,344,816**	**2,371,791**	**1,324,875**	**–**	**0.0%**	**2,344,816**
Taxation	–	–	–	1,498	–	1,498	100.0%	–
Surplus/(Deficit) after taxation	**5,393,029**	**2,324,003**	**2,344,816**	**2,370,293**	**1,324,875**	**–**	**0.0%**	**2,344,816**
Attributable to minorities	–	194,396	194,396	1,102	(192,931)	–	0.0%	194,396
Surplus/(Deficit) attributable to municipality	**5,393,029**	**2,518,399**	**2,539,212**	**2,371,395**	**1,131,944**	**–**	**–**	**2,539,212**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–

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

Vote Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - Area-Based Service Delivery	12,384	39,430	39,843	110	234	(124)	-52.8%	39,643
Vote 2 - Assets & Facilities Management	358,089	395,019	413,304	22,546	31,665	(9,120)	-28.8%	411,507
Vote 3 - Corporate Services	244,883	351,686	358,010	4,407	850	3,557	418.5%	345,465
Vote 4 - City Manager	321	222	222	9	9	0	0.0%	172
Vote 5 - Directorate of the Mayor	22,022	17,108	17,132	1,676	1,087	589	54.2%	17,082
Vote 6 - Energy	1,248,887	1,292,814	1,366,034	83,432	101,789	(18,358)	-18.0%	1,296,045
Vote 7 - Finance	23,989	17,136	17,136	1,060	930	130	14.0%	16,932
Vote 8 - Informal Settlements, Water & Waste Services	1,828,616	2,445,238	2,483,251	171,436	101,224	70,212	69.4%	2,465,532
Vote 9 - Safety & Security	114,816	191,120	191,488	4,173	1,403	2,770	197.4%	191,174
Vote 10 - Social Services	243,958	283,413	286,073	8,300	10,492	(2,192)	-20.9%	275,638
Vote 11 - Transport & Urban Development Authority	1,806,655	1,942,035	2,007,284	102,622	136,506	(33,883)	-24.8%	1,944,835
Vote 12 - Municipal Entities COCT	367,936	47,982	47,982	8,207	7,997	209	2.6%	47,982
Total Capital Expenditure	**6,272,557**	**7,023,203**	**7,227,760**	**407,978**	**394,187**	**13,792**	**3.5%**	**7,052,008**
Capital Expenditure - Functional Classification								
Governance and administration	**1,073,026**	**1,244,434**	**1,285,303**	**115,656**	**87,556**	28,099	32.1%	**1,249,531**
Executive and council	9,164	3,594	24,927	111	49	62	126.0%	24,877
Finance and administration	1,063,731	1,239,881	1,259,417	115,545	87,507	28,037	32.0%	1,223,695
Internal audit	131	959	959	–	–	–		959
Community and public safety	**773,993**	**955,697**	**893,336**	**22,511**	**56,982**	(34,471)	-60.5%	**864,648**
Community and social services	127,329	151,270	148,038	7,871	8,211	(340)	-4.1%	144,222
Sport and recreation	127,927	105,711	109,987	1,193	342	851	248.9%	108,132
Public safety	18,865	46,799	46,799	13	500	(487)	-97.5%	46,799
Housing	476,876	606,733	542,704	12,901	45,981	(33,080)	-71.9%	519,688
Health	22,996	45,183	45,807	533	1,949	(1,416)	-72.7%	45,807
Economic and environmental services	**1,578,032**	**1,662,703**	**1,792,668**	**94,814**	**113,359**	(18,545)	-16.4%	**1,750,297**
Planning and development	70,697	44,786	45,274	6,109	5,667	442	7.8%	45,274
Road transport	1,495,384	1,599,888	1,729,366	86,642	105,899	(19,257)	-18.2%	1,686,995
Environmental protection	11,951	18,028	18,028	2,063	1,793	270	15.1%	18,028
Trading services	**2,474,957**	**3,104,956**	**3,201,039**	**166,219**	**127,509**	38,710	30.4%	**3,132,118**
Energy sources	1,131,636	1,183,872	1,225,172	70,098	81,355	(11,257)	-13.8%	1,166,752
Water management	608,426	853,967	886,806	75,909	25,891	50,018	193.2%	883,139
Waste water management	659,092	684,576	705,039	17,117	17,563	(446)	-2.5%	702,705
Waste management	75,803	382,541	384,022	3,095	2,700	395	14.6%	379,522
Other	372,549	55,414	55,414	8,779	8,780	(1)	0.0%	55,414
Total Capital Expenditure - Functional Classification	**6,272,557**	**7,023,203**	**7,227,760**	**407,978**	**394,187**	**13,792**	**3.5%**	**7,052,008**
Funded by:								
National Government	2,009,376	2,189,832	2,210,645	107,443	127,866	(20,424)	-16.0%	2,169,851
Provincial Government	46,130	79,002	79,002	3,703	5,996	(2,293)	-38.2%	79,002
District Municipality	–	–	–	–	–	–		–
Other transfers and grants	–	–	–	–	–	–		–
Transfers recognised - capital	**2,055,507**	**2,268,835**	**2,289,647**	**111,146**	**133,862**	**(22,716)**	**-17.0%**	**2,248,853**
Public contributions & donations	71,882	84,900	84,900	9,809	7,350	2,459	33.5%	84,900
Borrowing	2,739,196	2,894,482	2,992,706	203,306	126,937	76,369	60.2%	2,944,155
Internally generated funds	1,405,973	1,774,986	1,860,506	83,718	126,038	(42,320)	-33.6%	1,774,100
Total Capital Funding	**6,272,557**	**7,023,203**	**7,227,760**	**407,978**	**394,187**	**13,792**	**3.5%**	**7,052,008**

Consolidated Table C6 Monthly Budget Statement - Financial Position

Description R thousands	2016/17 Audited Outcome	Budget Year 2017/18 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	520,338	103,918	103,918	329,355	103,918
Call investment deposits	4,841,455	6,825,310	5,798,755	4,836,483	5,798,755
Consumer debtors	5,724,864	5,635,475	5,635,475	4,060,936	5,635,475
Other debtors	1,092,692	1,156,114	1,156,114	1,010,763	1,156,114
Current portion of long-term receivables	14,201	18,845	18,845	14,201	18,845
Inventory	325,734	313,162	313,162	351,521	313,162
Total current assets	**12,519,283**	**14,052,823**	**13,026,268**	**10,603,260**	**13,026,268**
Non current assets					
Long-term receivables	40,973	46,655	46,655	37,774	46,655
Investments	4,877,663	3,169,874	3,169,874	7,258,230	3,169,874
Investment property	586,427	586,473	586,473	586,427	586,473
Investments in Associate	–	–	–	–	–
Property, plant and equipment	41,339,335	44,994,341	45,188,670	41,317,106	45,188,670
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	678,871	522,272	522,272	678,871	522,272
Other non-current assets	8,904	9,049	9,049	8,904	9,049
Total non current assets	**47,532,173**	**49,328,664**	**49,522,993**	**49,887,312**	**49,522,993**
TOTAL ASSETS	**60,051,457**	**63,381,487**	**62,549,261**	**60,490,572**	**62,549,261**
LIABILITIES					
Current liabilities					
Bank overdraft	5,298	–	–	–	–
Borrowing	334,185	428,372	428,372	334,185	428,372
Consumer deposits	371,397	441,906	441,906	388,983	441,906
Trade and other payables	7,167,217	8,822,755	7,969,717	4,549,582	7,969,717
Provisions	965,676	1,227,888	1,227,888	959,651	1,227,888
Total current liabilities	**8,843,773**	**10,920,921**	**10,067,883**	**6,232,400**	**10,067,883**
Non current liabilities					
Borrowing	5,789,616	7,807,170	7,807,170	6,912,981	7,807,170
Provisions	6,109,330	6,744,511	6,744,511	6,328,835	6,744,511
Total non current liabilities	**11,898,945**	**14,551,682**	**14,551,682**	**13,241,816**	**14,551,682**
TOTAL LIABILITIES	**20,742,718**	**25,472,603**	**24,619,565**	**19,474,216**	**24,619,565**
NET ASSETS	**39,308,738**	**37,908,884**	**37,929,697**	**41,016,357**	**37,929,697**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	34,258,125	34,987,907	35,094,095	36,948,938	35,094,095
Reserves	3,773,186	2,793,239	2,707,864	3,736,587	2,707,864
TOTAL COMMUNITY WEALTH/EQUITY	**38,031,311**	**37,781,146**	**37,801,959**	**40,685,525**	**37,801,959**

Consolidated Table C7 Monthly Budget Statement - Cash Flow

Description	2016/17	Budget Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	–	8,344,028	8,344,028	1,365,021	1,422,338	(57,316)	-4.0%	8,344,028
Service charges	–	17,459,005	17,459,005	2,861,308	3,049,299	(187,992)	-6.2%	17,459,005
Other revenue	–	1,625,994	1,625,994	526,712	247,538	279,174	112.8%	1,625,994
Government - operating	–	6,455,942	6,455,942	2,189,752	2,023,357	166,395	8.2%	6,455,942
Government - capital	–	2,353,735	2,374,547	614,154	688,819	(74,665)	-10.8%	2,374,547
Interest	–	785,328	785,328	110,140	107,444	2,695	2.5%	785,328
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	–	(30,357,016)	(30,551,628)	(5,619,063)	(6,165,111)	(546,048)	8.9%	(30,551,628)
Finance charges	–	(985,478)	(985,478)	–	(625)	(625)	100.0%	(985,478)
Transfers and Grants	–	(140,985)	(415,920)	–	–	–		(415,920)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**–**	**5,540,553**	**5,091,819**	**2,048,024**	**1,373,059**	**(674,965)**	**-49.2%**	**5,091,819**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	–	41,500	41,500	–	–	–		41,500
Decrease (Increase) in non-current debtors	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables	–	2,456	2,456	–	–	–		2,456
Decrease (increase) in non-current investments	–	(212,908)	(212,908)	–	–	–		(212,908)
Payments								
Capital assets	–	(6,938,045)	(7,111,918)	(375,262)	(983,050)	(607,788)	61.8%	(7,111,918)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**–**	**(7,106,997)**	**(7,280,871)**	**(375,262)**	**(983,050)**	**(607,788)**	**61.8%**	**(7,280,871)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	–	2,500,000	2,500,000	1,000,000	1,000,000	–		2,500,000
Increase (decrease) in consumer deposits	–	35,710	35,710	–	–	–		35,710
Payments								
Repayment of borrowing	–	(435,159)	(435,159)	–	(412)	(412)	100.0%	(435,159)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**2,100,551**	**2,100,551**	**1,000,000**	**999,588**	**(412)**	**0.0%**	**2,100,551**
NET INCREASE/ (DECREASE) IN CASH HELD	**–**	**534,106**	**(88,502)**	**2,672,762**	**1,389,598**			**(88,502)**
Cash/cash equivalents at beginning:	–	4,116,346	3,712,400	3,712,400	3,712,400			3,712,400
Cash/cash equivalents at month/year end:	–	4,650,453	3,623,898	6,385,162	5,101,997			3,623,898

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

Executive Summary

The CTICC hosted 88 events as at 31 August 2017 and achieved a surplus of R3.8 million. Total expenditure reflects a saving of R18 million, which relates to the budgeted impairment only likely to be recognised in the latter part of the financial year.

Table F1 Monthly Budget Statement Summary

Description R thousands	2016/17	Current Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–
Investment revenue	28,825	11,671	–	3,177	1,926	1250	64.9%	11,671
Transfers recognised - operational	–	–	–	–	–	–	–	–
Other own revenue	215,648	272,780	–	32,501	39,777	(7,276)	-18.3%	272,780
Total Revenue (excluding capital transfers and contributions)	**244,473**	**284,451**	**–**	**35,678**	**41,703**	**(6,025)**	**-14.4%**	**284,451**
Employee costs	57,457	88,887	–	9,481	15,134	(5,653)	-37.4%	88,887
Remuneration of Board Members	578	804	–	–	–	–	–	804
Depreciation and asset impairment	24,424	702,868	–	5,050	672,988	(667,938)	-99.2%	702,868
Finance charges	3	3,651	–	–	625	(625)	-100.0%	3,651
Materials and bulk purchases	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–
Other expenditure	104,551	167,947	–	15,797	27,539	(11,741)	-42.6%	167,947
Total Expenditure	**187,013**	**964,158**	**–**	**30,328**	**716,286**	**(685,957)**	**-95.8%**	**964,158**
Surplus/(Deficit)	**57,460**	**(679,707)**	**–**	**5,349**	**(674,583)**	**679,932**	**-100.8%**	**(679,707)**
Transfers recognised - capital	–	–	–	–	–	–	–	–
Contributions & Contributed assets	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	**57,460**	**(679,707)**	**–**	**5,349**	**(674,583)**	**679,932**	**-100.8%**	**(679,707)**
Taxation	**13,983**	**–**	**–**	**1,498**	**–**	**1,498**		**–**
Surplus/ (Deficit) for the year	**43,476**	**(679,707)**	**–**	**3,851**	**(674,583)**	**678,434**	**-100.6%**	**(679,707)**
Capital expenditure & funds sources								
Capital expenditure	367,936	47,982	–	8,207	7,997	209	2.6%	47,982
Transfers recognised - capital	–	–	–	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–
Internally generated funds	367,936	47,982	–	8,207	7,997	209	2.6%	47,982
Total sources of capital funds	367,936	47,982	–	8,207	7,997	209	2.6%	47,982
Financial position	–	–	–	–	–	–	–	–
Total current assets	268,623	248,244	–	265,592	–	–	–	248,244
Total non current assets	961,750	345,398	–	956,700	–	–	–	345,398
Total current liabilities	77,470	109,454	–	65,537	–	–	–	109,454
Total non current liabilities	–	37,552	–	–	–	–	–	37,552
Community wealth/Equity	**1,152,904**	**446,636**	**–**	**1,156,755**	**–**	**–**	**–**	**446,636**
Cash flows								
Net cash from (used) operating	46,030	40,398	–	(4,385)	2,666	(7,051)	(0)	40,398
Net cash from (used) investing	(405,437)	(47,982)	–	(8,207)	(7,997)	(209)	0	(47,982)
Net cash from (used) financing	193,000	(2,573)	–	–	(412)	412	(0)	(2,573)
Cash/cash equivalents at the year end	252,188	225,378	418,595	239,596	412,852	(173,256)	(0)	408,438

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

Description	2016/17	Current Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	–	–	–	–	–	–	0.0%	–
Service charges - electricity revenue	–	–	–	–	–	–	0.0%	–
Service charges - water revenue	–	–	–	–	–	–	0.0%	–
Service charges - sanitation revenue	–	–	–	–	–	–	0.0%	–
Service charges - refuse revenue	–	–	–	–	–	–	0.0%	–
Service charges - other	–	–	–	–	–	–	0.0%	–
Rental of facilities and equipment	104,571	131,571	–	16,856	18,635	(1,779)	-9.5%	131,571
Interest earned - external investments	28,825	11,671	–	3,177	1,926	1,250	64.9%	11,671
Interest earned - outstanding debtors	–	–	–	–	–	–	0.0%	–
Dividends received	–	–	–	–	–	–	0.0%	–
Fines, penalties and forfeits	–	–	–	–	–	–	0.0%	–
Licences and permits	–	–	–	–	–	–	0.0%	–
Agency services	–	–	–	–	–	–	0.0%	–
Transfers and subsidies	–	–	–	–	–	–	0.0%	–
Other revenue	111,077	141,209	–	15,645	21,142	(5,496)	-26.0%	141,209
Gains on disposal of PPE	–	–	–	–	–	–	0.0%	–
Total Revenue (excluding capital transfers and contributions)	**244,473**	**284,451**	**–**	**35,678**	**41,703**	**(6,025)**	**-14.4%**	**284,451**
Expenditure By Type								
Employee related costs	57,457	88,887	–	9,481	15,134	(5,653)	-37.4%	88,887
Remuneration of Directors	578	804	–	–	–	–	0.0%	804
Debt impairment	–	–	–	–	–	–	0.0%	–
Depreciation & asset impairment	24,424	702,868	–	5,050	672,988	(667,938)	-99.2%	702,868
Finance charges	3	3,651	–	–	625	(625)	-100.0%	3,651
Bulk purchases	–	–	–	–	–	–	0.0%	–
Other materials	–	–	–	–	–	–	0.0%	–
Contracted services	–	–	–	–	–	–	0.0%	–
Transfers and subsidies	–	–	–	–	–	–	0.0%	–
Other expenditure	104,551	167,947	–	15,797	27,539	(11,741)	-42.6%	167,947
Loss on disposal of PPE	–	–	–	–	–	–	0.0%	–
Total Expenditure	**187,013**	**964,158**	**–**	**30,328**	**716,286**	**(685,957)**	**-95.8%**	**964,158**
Surplus/(Deficit)	**57,460**	**(679,707)**	**–**	**5,349**	**(674,583)**	**679,932**	**-100.8%**	**(679,707)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	–	–	–	–	**–**	**0.0%**	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)	–	–	–	–	–	**–**	**0.0%**	–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	**–**	**0.0%**	–
Surplus/(Deficit) before taxation	57,460	(679,707)	–	5,349	(674,583)	**679,932**	**-100.8%**	(679,707)
Taxation	13,983	–	–	1,498	–	1,498	100.0%	–
Surplus/(Deficit) for the year	**43,476**	**(679,707)**	**–**	**3,851**	**(674,583)**	**678,434**		**(679,707)**

Table F3 Monthly Budget Statement – Capital expenditure

Description	2016/17	Current Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure by Asset Class/Sub-class								
Investment properties	**351,231**	**25,300**	**–**	**8,137**	**4,217**	(3,920)	-93.0%	**25,300**
Revenue Generating	351,231	25,300	–	8,137	4,217	(3,920)	**-93.0%**	25,300
Improved Property	351,231	25,300	–	8,137	4,217	(3,920)	-93.0%	25,300
Computer Equipment	**12,853**	**15,224**	**–**	**57**	**2,537**	**2,480**	97.7%	**15,224**
Computer Equipment	12,853	15,224	–	57	2,537	2,480	97.7%	15,224
Furniture and Office Equipment	**3,165**	**6,110**	**–**	**–**	**1,018**	**1,018**	100.0%	**6,110**
Furniture and Office Equipment	3,165	6,110	–	–	1,018	1,018	100.0%	6,110
Machinery and Equipment	**687**	**1,348**	**–**	**12**	**225**	**212**	94.5%	**1,348**
Machinery and Equipment	687	1,348	–	12	225	212	94.5%	1,348
Total Capital Expenditure	**367,936**	**47,982**	**–**	**8,207**	**7,997**	**(209)**	**-2.6%**	**47,982**

Funded by:								
National Government	–	–	–	–	–	–	0.0%	–
Provincial Government	–	–	–	–	–	–	0.0%	–
Parent Municipality	–	–	–	–	–	–	0.0%	–
District Municipality	–	–	–	–	–	–	0.0%	–
Transfers recognised - capital	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Public contributions & donations	–	–	–	–	–	–	0.0%	–
Borrowing	–	–	–	–	–	–	0.0%	–
Internally generated funds	367,936	47,982	–	8,207	7,997	(209)	-2.6%	47,982
Total Capital Funding	**367,936**	**47,982**	**–**	**8,207**	**7,997**	**(209)**	**-2.6%**	**47,982**

Table F4 Monthly Budget Statement – Financial Position

Vote Description R thousands	2016/17 Audited Outcome	Current Year 2017/18 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	14,301	–	–	6,681	–
Call investment deposits	237,887	225,378	–	232,915	225,378
Consumer debtors	–	–	–	–	–
Other debtors	15,237	21,004	–	24,358	21,004
Current portion of long-term receivables	–	–	–	–	–
Inventory	1,198	1,862	–	1,638	1,862
Total current assets	**268,623**	**248,244**	**–**	**265,592**	**248,244**
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	0	0	–	–	0
Investment property	–	–	–	–	–
Property, plant and equipment	961,750	345,398	–	956,700	345,398
Agricultural	–	–	–	–	–
Biological	–	–	–	–	–
Intangible	–	–	–	–	–
Other non-current assets	–	–	–	–	–
Total non current assets	**961,750**	**345,398**	**–**	**956,700**	**345,398**
TOTAL ASSETS	**1,230,373**	**593,642**	**–**	**1,222,293**	**593,642**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	19,687	49,100	–	31,253	49,100
Trade and other payables	56,399	56,680	–	32,074	56,680
Provisions	1,383	3,673	–	2,210	3,673
Total current liabilities	**77,470**	**109,454**	**–**	**65,537**	**109,454**
Non current liabilities					
Borrowing	–	36,821	–	–	36,821
Provisions	–	731	–	–	731
Total non current liabilities	**–**	**37,552**	**–**	**–**	**37,552**
TOTAL LIABILITIES	**77,470**	**147,006**	**–**	**65,537**	**147,006**
NET ASSETS	**1,152,904**	**446,636**	**–**	**1,156,755**	**446,636**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(124,524)	(839,004)	–	(120,673)	(839,004)
Reserves	–	–	–	–	–
Share capital	1,277,428	1,285,640	–	1,277,428	1,285,640
TOTAL COMMUNITY WEALTH/EQUITY	**1,152,904**	**446,636**	**–**	**1,156,755**	**446,636**

Table F5 Monthly Budget Statement – Cash Flow

Description	2016/17	Current Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	–	–	–	–	–	–	0.0%	–
Service charges	–	–	–	–	–	–	0.0%	–
Other revenue	194,518	268,000	–	31,383	39,777	(8,393)	-21.1%	268,000
Government - operating	–	–	–	–	–	–	0.0%	–
Government - capital	–	–	–	–	–	–	0.0%	–
Interest	28,825	11,671	–	3,177	1,926	1,250	64.9%	11,671
Dividends	–	–	–	–	–	–	0.0%	–
Payments	–	–	–	–	–	–		–
Suppliers and employees	(177,310)	(235,621)	–	(38,945)	(38,412)	(533)	1.4%	(235,621)
Finance charges	(3)	(3,651)	–	–	(625)	625	-100.0%	(3,651)
Dividends paid	–	–	–	–	–	–	0.0%	–
Transfers and Grants	–	–	–	–	–	–	0.0%	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**46,030**	**40,398**	**–**	**(4,385)**	**2,666**	**(7,051)**	**-264.5%**	**40,398**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	–	–	–	–	–	–	0.0%	–
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	0.0%	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–	0.0%	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	0.0%	–
Payments	–	–	–	–	–	–		–
Capital assets	(405,437)	(47,982)	–	(8,207)	(7,997)	(209)	2.6%	(47,982)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(405,437)**	**(47,982)**	**–**	**(8,207)**	**(7,997)**	**(209)**	**2.6%**	**(47,982)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	0.0%	–
Borrowing long term/refinancing	193,000	–	–	–	–	–	0.0%	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	0.0%	–
Payments	–	–	–	–	–	–		–
Repayment of borrowing	–	(2,573)	–	–	(412)	412	-100.0%	(2,573)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**193,000**	**(2,573)**	**–**	**–**	**(412)**	**412**	**-100.0%**	**(2,573)**
NET INCREASE/ (DECREASE) IN CASH HELD	**(166,407)**	**(10,157)**	**–**	**(12,592)**	**(5,743)**	**(6,848)**	**119.2%**	**(10,157)**
Cash/cash equivalents at the year begin:	418,595	235,535	418,595	252,188	418,595	(166,407)	-39.8%	418,595
Cash/cash equivalents at the year end:	252,188	225,378	418,595	239,596	412,852	(173,256)	-42.0%	408,438

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

SUPPORTING DOCUMENTATION: ENTITY

Table SF1 Entity Material variance explanation

Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
Revenue items			
Interest earned - external investments	1,250	The variance is due to the favourable cash balances as a result of the timing of capital projects paid and the investment of surplus funds.	None required; will be reassessed at adjustment budget time.
Other revenue	(5,496)	The unfavourable variance is due to shortfall in revenue relating mainly to food and beverage services as well as budgeted revenue relating to the new buiilding where the project is slightly delayed.	None required; will be reassessed at adjustment budget time.
Expenditure items			
Employee related costs	(5,653)	The variance is due to vacant positions as at 31 August 2017 as well as savings, due to budgeted costs relating to the new buiilding.	None required; will be reassessed at adjustment budget time.
Depreciation & asset impairment	(667,938)	The variance is due to the new buidling impairment, which was budgeted for in July 2017. However, the project is slightly delayed.	None required; will be reassessed at adjustment budget time.
Finance charges	(625)	The variance is due to a delay in the taking up of loan funding.	None required; will be reassessed at adjustment budget time.
Other expenditure	(11,741)	The variance is due to a combination of savings on building and utility costs as well as savings, due to budgeted costs relating to the new buiilding.	None required; will be reassessed at adjustment budget time.
Capital Expenditure items			
Computer Equipment	2,480	Due to timing of capital spend as at 31 August 2017.	None required; will be reassessed at adjustment budget time.
Furniture and Office Equipment	1,018	Due to timing of capital spend as at 31 August 2017.	None required; will be reassessed at adjustment budget time.
Machinery and Equipment	212	Due to timing of capital spend as at 31 August 2017.	None required; will be reassessed at adjustment budget time.
Cash flow items			
Interest	1,250	The variance is due to the favourable cash balances as a result of the timing of capital projects paid and the investment of surplus funds.	None required; will be reassessed at adjustment budget time.
Suppliers and employees	(533)	The variance is mainly due to payments made iro the expansion project.	None required; will be reassessed at adjustment budget time.
Finance charges	625	The variance is due to a delay in the taking up of loan funding.	None required; will be reassessed at adjustment budget time.
Capital assets	(209)	Due to timing of capital spend as at 31 August 2017.	None required; will be reassessed at adjustment budget time.

Table SF3 Entity Aged debtors

Detail R thousands	Current Year 2017/18										
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	Bad Debts	>90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Water Management	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	–	–	–	–	–	–	–	–	–	–	–
Other	1,709	299	192	(83)	(133)	–	–	–	1,985	–	–
Total By Income Source	**1,709**	**299**	**192**	**(83)**	**(133)**	**–**	**–**	**–**	**1,985**	**–**	**–**
Debtors Age Analysis By Customer Group	–	–	–	–	–	–	–	–	–	–	
Organs of State	–	–	–	–	–	–	–	–	–	–	
Commercial	–	–	–	–	–	–	–	–	–	–	
Households	–	–	–	–	–	–	–	–	–	–	
Other	1,709	299	192	(83)	(133)	–	–	–	1,985	–	
Total By Customer Group	**1,709**	**299**	**192**	**(83)**	**(133)**	**–**	**–**	**–**	**1,985**	**–**	

Table SF4 Entity Aged creditors

Detail R thousands	Current Year 2017/18								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type									
Bulk Electricity	–	–	–	–	–	–	–	–	–
Bulk Water	–	–	–	–	–	–	–	–	–
PAYE deductions	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–
Trade Creditors	–	–	–	–	–	–	–	–	–
Auditor General	–	–	–	–	–	–	–	–	–
Other	6,413	–	–	–	–	–	–	–	6,413
Total By Customer Type	**6,413**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**6,413**

Table SF5 Entity investment portfolio monthly statement

Investments by maturity Name of institution & investment ID R thousands	Current Year 2017/18							
	Period of investment Months	Type of investment	Expiry date of investment	Accrued interest for the month	Yield %	Market value Begin	Change	End
CTICC								
Cash					-	154	(36)	190
Nedbank - Current - 1232 043850	-	Current Account	-		-	462	1	461
Nedbank - Call Deposit - 03/7881544007/000105	-	Call Account	-		6.55	18	()	18
ABSA Bank - Current - 4072900553	-	Current Account	-	38	-	6,701	3,334	3,367
ABSA Bank - Exh Serv - Current - 4072900731	-	Current Account	-	3	-	176	(35)	211
ABSA Bank - Treasury Account - 40-7373-1246	-	Treasury	-		-	69	()	69
ABSA Bank - Convenco Account - 40-7373-3701	-	Treasury	-	13	-	2,315	(13)	2,328
ABSA Bank - Call Deposit - 4074708347	-	Call Account	-	198	6.5	28,749	(4,798)	33,547
Stanlib - Bank 000-402-184 (1199539) ref No. 551436367	-	Money Market	-	18	7.822	2,770	(18)	2,788
Investec Bank - (462097) 1008645		Money Market	-	231	7.817	35,401	(231)	35,633
Nedgroup Money Market - (800167964) - 8319631		Money Market	-	266	7.878	40,262	(266)	40,529
First National Bank -RMB Investment- SMT-DI15H00101	One	RMB Investment	-	84	7.121	13,887	(84)	13,971
ABSA Bank - CTICC Money Market - 9316676360		Money Market	-	175	7.65	26,925	(175)	27,100
Nedgroup Corp Money Market - (800167964) 8292731		Money Market	-	216	7.847	32,933	(216)	33,149
ABSA Bank - CTICC East - Current - 4072900228	-	Current Account	-	9	-	638	582	55
ABSA Bank - CTICC East - Call Deposit 4083941322		Call Account	-	19	6.5	4,833	4,830	3
Nedgroup Corp Money Market - CTICC East- (800190652) 8330496		Money Market	-		-			
Stanlib Money Market - CTICC East - 000-402-184 (552166459)		Money Market	-		-			
Absa Bank - CTICC East - Money Market (6241084-ZAR-2201-0)		Money Market	-	5	6.55	832	(5)	836
Absa Bank - CTICC East - FD (Guarantee) - 43939765 FDE		CTICC Guarantee	24 October 2017	271	0	45,070	(271)	45,341
Total investments				**1,547**		**242,195**	**2,599**	**239,596**

Table SF6 Entity Board member allowances & staff benefits

Summary of Employee and Board Member remuneration R thousands	2016/17	Current Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Remuneration								
Board Members of Entities								
Board Fees	584	804	–	–	–	–	0.0%	804
Sub Total - Board Members of Entities	**584**	**804**	**–**	**–**	**–**	**–**	**0.0%**	**804**
Senior Managers of Entities								
Basic Salaries	6,314	8,603	–	1,434	1,434	–	0.0%	8,603
Sub Total - Senior Managers of Entities	**6,314**	**8,603**	**–**	**1,434**	**1,434**	**–**	**0.0%**	**8,603**
Other Staff of Entities								
Basic Salaries	51,078	80,285	–	8,047	13,700	(5,653)	-41.3%	80,285
Sub Total - Other Staff of Entities	**51,078**	**80,285**	**–**	**8,047**	**13,700**	**(5,653)**	**-41.3%**	**80,285**
% increase		**27.0%**	**0.0%**					**57.2%**
Total Municipal Entities remuneration	**57,975**	**89,691**	**–**	**9,481**	**15,134**	**(5,653)**	**-37.4%**	**89,691**
Unpaid salary, allowances & benefits in arrears	–	–	–	–	–	–	-	-

Table SF7 Entity monthly actuals & revised targets

Description	Current Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source															
Service charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	8,431	8,425	17,974	13,900	15,003	3,948	5,987	11,587	13,929	10,942	10,011	11,435	131,571	140,123	149,931
Other revenue	10,003	8,818	16,024	15,534	15,572	7,318	8,418	13,117	15,824	14,061	12,576	15,614	152,880	138,261	146,666
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue	**18,434**	**17,244**	**33,998**	**29,434**	**30,575**	**11,266**	**14,404**	**24,704**	**29,753**	**25,003**	**22,587**	**27,049**	**284,451**	**278,383**	**296,597**
Expenditure By Type															
Employee related costs	4,737	4,744	7,544	7,548	7,558	7,544	7,453	7,565	7,241	7,049	7,202	12,703	88,887	87,045	92,793
Remuneration of Board Members	–	–	201	–	–	201	–	–	201	–	–	201	804	856	916
Debt impairment	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	2,528	2,522	2,988	2,988	2,988	2,988	2,988	2,988	2,988	2,988	2,988	670,926	702,868	37,367	39,796
Finance charges	–	–	310	309	307	305	304	302	300	298	297	920	3,651	3,395	3,112
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	8,000	8,408	15,312	15,032	15,157	11,843	12,502	14,165	14,848	14,314	13,842	24,524	167,947	168,780	151,167
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total expenditure	**15,264**	**15,674**	**26,355**	**25,877**	**26,010**	**22,881**	**23,246**	**25,020**	**25,578**	**24,649**	**24,329**	**709,275**	**964,158**	**297,443**	**287,785**

Table continues on next page.

Description	Current Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital expenditure															
Capital assets	–	(8,207)	3,999	3,999	3,999	3,999	3,999	3,999	3,999	3,999	3,999	20,202	47,982	45,443	51,879
Total capital expenditure	**–**	**(8,207)**	**3,999**	**3,999**	**3,999**	**3,999**	**3,999**	**3,999**	**3,999**	**3,999**	**3,999**	**20,202**	**47,982**	**45,443**	**51,879**
Cash flow															
Ratepayers and other	19,021	12,362	33,005	28,420	29,548	10,257	13,437	23,757	28,802	24,048	21,639	23,703	268,000	268,630	296,597
Grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest	1,629	1,547	993	1,014	1,027	1,009	967	947	951	955	948	(317)	11,671	10,100	9,534
Suppliers, employees and other	(30,643)	(8,302)	(20,926)	(20,450)	(20,584)	(17,458)	(17,824)	(19,600)	(20,159)	(19,232)	(18,914)	(21,528)	(235,621)	(249,961)	(255,216)
Finance charges	–	–	(310)	(309)	(307)	(305)	(304)	(302)	(300)	(298)	(297)	(920)	(3,651)	(3,395)	(3,112)
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(9,993)**	**5,608**	**12,761**	**8,676**	**9,684**	**(6,496)**	**(3,723)**	**4,802**	**9,294**	**5,472**	**3,376**	**938**	**40,398**	**25,374**	**47,803**
Decrease (increase) other non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital assets	–	(8,207)	(3,999)	(3,999)	(3,999)	(3,999)	(3,999)	(3,999)	(3,999)	(3,999)	(3,999)	(3,789)	(47,982)	(45,443)	(51,879)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**–**	**(8,207)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,999)**	**(3,789)**	**(47,982)**	**(45,443)**	**(51,879)**
Borrowing long term/refinancing/short term	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Repayment of borrowing	–	–	(208)	(210)	(212)	(213)	(215)	(217)	(219)	(220)	(222)	(636)	(2,573)	(2,830)	(3,112)
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**–**	**(208)**	**(210)**	**(212)**	**(213)**	**(215)**	**(217)**	**(219)**	**(220)**	**(222)**	**(636)**	**(2,573)**	**(2,830)**	**(3,112)**
NET INCREASE/ (DECREASE) IN CASH HELD	**(9,993)**	**(2,599)**	**8,554**	**4,467**	**5,473**	**(10,709)**	**(7,937)**	**587**	**5,076**	**1,254**	**(845)**	**(3,487)**	**(10,157)**	**(22,899)**	**(7,188)**

Table SF8a Entity capital expenditure on new assets by asset class

Description	2016/17	Current Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class								
Investment properties	**344,570**	**11,450**	**–**	**8,137**	**1,908**	**(6,228)**	**-326.4%**	**11,450**
Revenue Generating	344,570	11,450	–	8,137	1,908	(6,228)	-326.4%	11,450
Improved Property	*344,570*	*11,450*	–	*8,137*	*1,908*	*(6,228)*	*-326.4%*	*11,450*
Computer Equipment	**8,141**	**5,533**	**–**	**57**	**922**	**865**	**93.8%**	**5,533**
Computer Equipment	8,141	5,533	–	57	922	865	93.8%	5,533
Furniture and Office Equipment	**2,987**	**3,905**	**–**	**–**	**651**	**651**	**100.0%**	**3,905**
Furniture and Office Equipment	2,987	3,905	–	–	651	651	100.0%	3,905
Machinery and Equipment	**687**	**1,042**	**–**	**12**	**174**	**161**	**92.9%**	**1,042**
Machinery and Equipment	687	1,042	–	12	174	161	92.9%	1,042
Total Capital Expenditure on new assets	**356,385**	**21,931**	**–**	**8,207**	**3,655**	**(4,551)**	**-124.5%**	**21,931**

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

Description	2016/17	Current Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Investment properties	**6,661**	**13,850**	**–**	**–**	**2,308**	**(2,308)**	**-100.0%**	**13,850**
Revenue Generating	6,661	13,850	–	–	2,308	(2,308)	-100.0%	13,850
Improved Property	*6,661*	*13,850*	–	–	*2,308*	*(2,308)*	*-100.0%*	*13,850*
Computer Equipment	**4,712**	**9,691**	**–**	**–**	**1,615**	**(1,615)**	**-100.0%**	**9,691**
Computer Equipment	4,712	9,691	–	–	1,615	(1,615)	-100.0%	9,691
Furniture and Office Equipment	**178**	**2,205**	**–**	**–**	**368**	**(368)**	**-100.0%**	**2,205**
Furniture and Office Equipment	178	2,205	–	–	368	(368)	-100.0%	2,205
Machinery and Equipment	**–**	**306**	**–**	**–**	**51**	**(51)**	**-100.0%**	**306**
Machinery and Equipment	–	306	–	–	51	(51)	-100.0%	306
Total Capital Expenditure on renewal of existing assets	**11,552**	**26,052**	**–**	**–**	**4,342**	**(4,342)**	**-100.0%**	**26,052**

Table SF8c Entity expenditure on repairs and maintenance by asset class

Description	2016/17	Current Year 2017/18						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class								
Investment properties	**8,317**	**13,973**	**13,973**	**1,524**	**2,329**	**(804)**	**-34.5%**	**13,973**
Revenue Generating	8,317	13,973	13,973	1,524	2,329	(804)	-34.5%	13,973
Improved Property	*8,317*	*13,973*	*13,973*	*1,524*	*2,329*	*(804)*	*-34.5%*	*13,973*
Total Repairs and Maintenance Expenditure	**8,317**	**13,973**	**13,973**	**1,524**	**2,329**	**(804)**	**-34.5%**	**13,973**

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

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

Print name ---

Municipal Manager of City of Cape Town (CPT)

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

CTICC

11 September 2017

ACCOUNTING OFFICER'S QUALITY CERTIFICATION

I, **Julie-May Ellingson**, the accounting officer of Cape Town International Convention Centre Company SOC Ltd (RF), hereby certify that the monthly budget statement for the month of **August 2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name J. ELLINGSON

Title: **Accounting Officer**

Signature Ellingson Date 11.9.2017

Print name Fairoza Parker

Title: **Chief Financial Officer**

Signature Parker Date 11/9/2017

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Cape Town International Convention Centre Company SOC Ltd (RF) (Convenco), Registration no. 1999/007837/30

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we are a green conscious convention centre