Contents

PART 1 - IN-YEAR REPORT: PARENT MUNICIPALITY

EXECUTIVE SUMMARY

Summary Statement of Financial Performance

Description	2015/2016 Budget R Thousand	YTD Budget R Thousand	YTD Actual R Thousand	YTD % Spend	Actual as % of Current Budget
Operating Revenue	35 096 427	19 353 085	19 600 590	101.3%	55.8%
Operating Expenditure	32 714 313	17 126 601	16 547 068	96.6%	50.6%

The summary statement of financial performance shows actual operating revenue of R19 601 million (55.8%) of the current budget and operating expenditure of R16 547 million (50.6%) of the current budget.

Details of revenue and expenditure by municipal vote are shown in Table C3 on page 7. Details of material variances and remedial action, where applicable, are shown on page 8 to page 13.

Details of revenue by source and expenditure by type are shown in Table C4 on page 14. Details of material variances and remedial action, where applicable, are shown on page 15 to page 18.

Summary Statement of Capital Budget Performance

2015/16 Budget R Thousand	YTD Budget R Thousand	YTD Actual R Thousand	YTD % Spend	Actual as % of Current Budget
6 144 784	1 803 801	2 033 175	112.7%	33.1%

The summary statement of capital budget performance indicates actual capital expenditure of R2 033 million or 33.1% of the current budget. The year to date spend of R2 033 million represents 31.90% (R1 153 million) on internally-funded projects and 34.78% (R880 million) on externally-funded projects.

Details of capital expenditure categorised by municipal vote, standard classification and by funding source are shown in Table C5 on page 19. Details of material variances and remedial action, where applicable, are shown on page 20 and 21.

mSCOA implementation and impact on individual items

With the implementation of mSCOA, certain existing revenue and expenditure items were split into various items in order to comply with mSCOA requirements and classifications. Alignment of the 2015/16 budgetary provisions to the mSCOA items is difficult to achieve as there are no trends to base projections on. This might possibly result in irregular variances on certain items although these variances will be offset against other items within the same vote and virements will be effected where possible in accordance with the city's virement policy.

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	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	6,018,735	6,546,155	6,552,155	3,929,915	3,816,156	113,759	3.0%	6,552,155
Service charges	15,197,370	17,002,759	17,126,145	9,861,342	9,737,657	123,685	1.3%	17,126,145
Investment revenue	543,356	271,687	580,766	339,577	347,771	(8,195)	-2.4%	580,766
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,124,269	2,102,663	21,606	1.0%	4,106,009
Other own revenue	4,238,957	4,269,728	4,200,133	2,465,043	2,595,615	(130,573)	-5.0%	4,200,133
Total Revenue (excluding capital transfers and contributions)	**29,262,688**	**31,670,081**	**32,565,209**	**18,720,145**	**18,599,863**	**120,282**	**0.6%**	**32,565,209**
Employee costs	8,124,733	9,847,508	9,925,384	5,717,434	5,895,371	(177,936)	-3.0%	9,925,384
Remuneration of Councillors	128,412	139,311	139,311	74,713	77,234	(2,521)	-3.3%	139,311
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	1,186,428	1,237,825	(51,397)	-4.2%	2,127,123
Finance charges	779,929	971,133	762,538	419,761	423,515	(3,754)	-0.9%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,308,623	4,431,721	4,471,454	(39,733)	-0.9%	8,308,623
Transfers and grants	136,487	120,402	167,085	104,933	93,907	11,026	11.7%	167,085
Other expenditure	8,875,827	10,595,504	11,284,248	4,612,078	4,927,296	(315,218)	-6.4%	11,284,248
Total Expenditure	**27,395,265**	**32,090,246**	**32,714,313**	**16,547,068**	**17,126,601**	**(579,533)**	**-3.4%**	**32,714,313**
Surplus/(Deficit)	**1,867,422**	**(420,164)**	**(149,104)**	**2,173,077**	**1,473,262**	**699,816**	**47.5%**	**(149,104)**
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	845,257	719,497	125,760	17.5%	2,462,484
Contributions & Contributed assets	49,172	53,761	68,734	35,187	33,724	1,463	4.3%	68,734
Surplus/(Deficit) after capital transfers & contributions	**4,339,773**	**1,857,410**	**2,382,114**	**3,053,522**	**2,226,483**	**827,039**	**37.1%**	**2,382,114**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	-	–
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,382,114**	**3,053,522**	**2,226,483**	**827,039**	**37.1%**	**2,382,114**
Capital expenditure & funds sources								
Capital expenditure	**5,251,742**	**6,043,985**	**6,144,784**	**2,033,175**	**1,803,801**	**229,374**	**12.7%**	**6,114,457**
Capital transfers recognised	2,473,313	2,223,813	2,462,825	845,257	719,497	125,760	17.5%	2,437,875
Public contributions & donations	44,219	53,761	68,392	35,187	33,724	1,463	4.3%	68,392
Borrowing	2,152,377	2,579,264	2,529,240	943,517	854,496	89,021	10.4%	2,528,531
Internally generated funds	581,833	1,187,146	1,084,326	209,213	196,083	13,130	6.7%	1,079,659
Total sources of capital funds	**5,251,742**	**6,043,985**	**6,144,784**	**2,033,175**	**1,803,801**	**229,374**	**12.7%**	**6,114,457**
Financial position								
Total current assets	10,571,364	9,183,356	8,449,554	13,633,993				8,449,554
Total non current assets	38,578,872	42,929,513	42,494,463	35,656,007				42,494,463
Total current liabilities	8,656,354	8,829,527	8,098,136	5,396,481				8,098,136
Total non current liabilities	12,040,207	14,391,843	12,010,093	12,439,150				12,010,093
Community wealth/Equity	**28,453,675**	**28,891,499**	**30,835,788**	**31,454,368**				**30,835,788**
Cash flows								
Net cash from (used) operating	6,058,725	4,184,203	4,414,077	2,045,004	1,959,806	(85,199)	-4.3%	4,414,077
Net cash from (used) investing	(4,718,325)	(6,046,623)	(6,163,985)	(1,909,965)	(2,076,299)	(166,335)	8.0%	(6,163,985)
Net cash from (used) financing	(407,811)	1,671,793	(244,874)	(141,078)	(141,078)	(0)	0.0%	(244,874)
Cash/cash equivalents at the month/year end	**3,199,148**	**2,074,783**	**1,204,367**	**3,193,110**	**2,941,576**			**1,204,367**

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

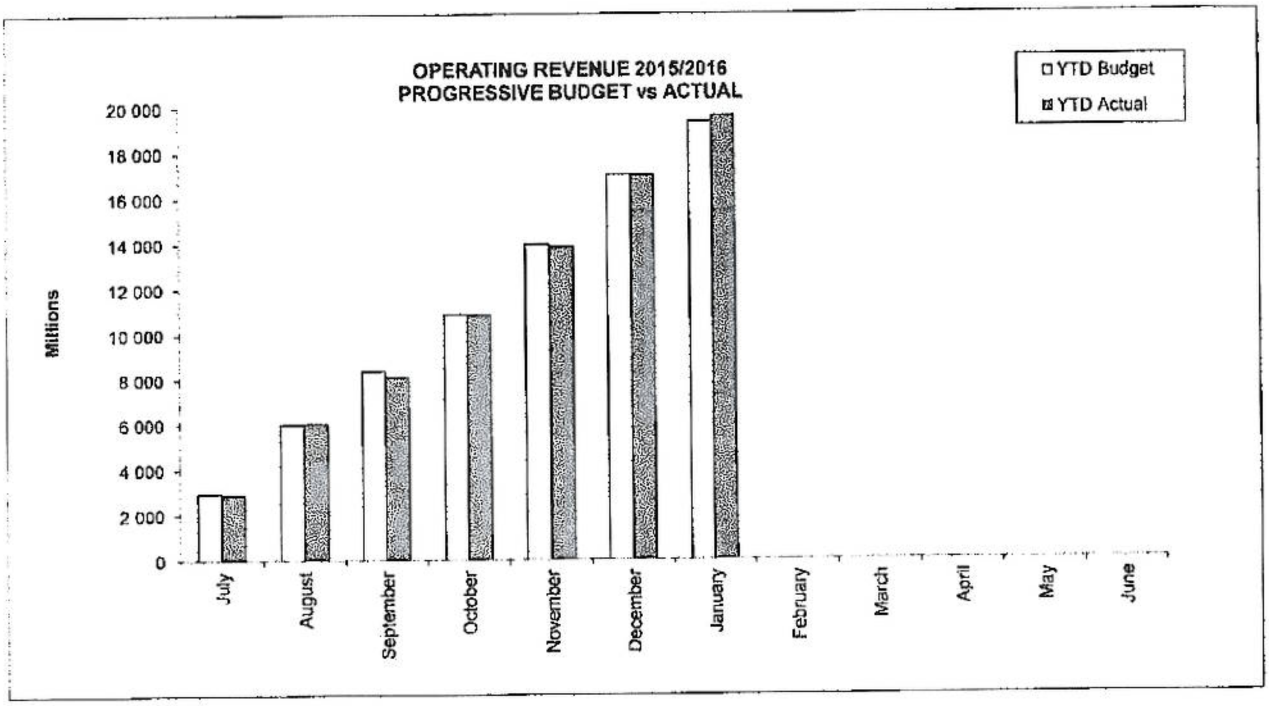
Table C2: Monthly Budget Statement - Financial Performance (standard classification)

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

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Standard								
Governance and administration	10,951,099	11,423,542	11,789,900	7,422,320	7,292,683	129,637	1.8%	11,789,900
Executive and council	305,097	294,405	341,115	169,872	203,912	(34,040)	-16.7%	341,115
Budget and treasury office	10,390,999	10,863,581	11,171,444	7,149,792	6,984,356	165,436	2.4%	11,171,444
Corporate services	255,003	265,556	277,341	102,656	104,415	(1,759)	-1.7%	277,341
Community and public safety	3,157,772	3,102,900	3,430,850	1,277,238	1,443,372	(166,135)	-11.5%	3,430,850
Community and social services	111,465	101,689	117,265	50,518	51,360	(842)	-1.6%	117,265
Sport and recreation	89,968	111,802	104,727	33,739	36,479	(2,741)	-7.5%	104,727
Public safety	1,093,085	1,071,703	1,122,533	485,379	635,992	(150,613)	-23.7%	1,122,533
Housing	1,620,155	1,536,028	1,808,136	550,904	560,852	(9,948)	-1.8%	1,808,136
Health	243,098	281,679	278,189	156,698	158,689	(1,991)	-1.3%	278,189
Economic and environmental services	1,982,540	2,068,429	2,494,740	875,772	781,494	94,278	12.1%	2,494,740
Planning and development	255,857	295,963	377,316	166,989	164,115	2,874	1.8%	377,316
Road transport	1,695,014	1,766,123	2,109,267	707,143	613,933	93,210	15.2%	2,109,267
Environmental protection	31,669	6,343	8,157	1,640	3,445	(1,805)	-52.4%	8,157
Trading services	15,640,726	17,350,212	17,379,866	10,024,990	9,835,132	189,858	1.9%	17,379,866
Electricity	10,371,563	11,421,475	11,435,329	6,754,550	6,586,713	167,836	2.5%	11,435,329
Water	2,689,397	2,922,748	2,931,902	1,594,264	1,611,658	(17,395)	-1.1%	2,931,902
Waste water management	1,526,954	1,894,642	1,902,652	1,028,538	1,003,840	24,699	2.5%	1,902,652
Waste management	1,052,811	1,111,347	1,109,983	647,638	632,921	14,718	2.3%	1,109,983
Other	2,901	2,572	1,072	270	403	(133)	-33.1%	1,072
Total Revenue - Standard	31,735,038	33,947,655	35,096,427	19,600,590	19,353,085	247,505	1.3%	35,096,427
Expenditure - Standard								
Governance and administration	4,716,365	6,043,012	5,879,319	3,111,513	3,220,579	(109,065)	-3.4%	5,879,319
Executive and council	779,217	1,047,793	1,021,643	509,012	539,311	(30,299)	-5.6%	1,021,643
Budget and treasury office	1,998,638	2,713,212	2,529,074	1,402,364	1,423,502	(21,139)	-1.5%	2,529,074
Corporate services	1,938,510	2,282,007	2,328,602	1,200,137	1,257,765	(57,628)	-4.6%	2,328,602
Community and public safety	5,950,683	7,094,791	7,578,557	3,333,439	3,556,180	(222,741)	-6.3%	7,578,557
Community and social services	511,528	566,317	589,926	335,438	339,318	(3,880)	-1.1%	589,926
Sport and recreation	1,253,877	1,467,195	1,433,803	736,903	773,195	(36,292)	-4.7%	1,433,803
Public safety	2,196,586	2,503,345	2,572,141	1,005,858	1,049,604	(43,747)	-4.2%	2,572,141
Housing	1,179,815	1,626,880	2,063,539	729,720	842,475	(112,756)	-13.4%	2,063,539
Health	808,876	931,054	919,148	525,521	551,588	(26,067)	-4.7%	919,148
Economic and environmental services	3,282,903	3,503,807	3,819,459	1,800,850	1,839,909	(39,058)	-2.1%	3,819,459
Planning and development	677,746	756,326	856,305	438,505	432,201	6,304	1.5%	856,305
Road transport	2,496,835	2,641,172	2,843,626	1,298,895	1,340,953	(42,058)	-3.1%	2,843,626
Environmental protection	108,322	106,309	119,528	63,450	66,755	(3,305)	-5.0%	119,528
Trading services	13,388,635	15,385,492	15,375,413	8,260,230	8,467,631	(207,401)	-2.4%	15,375,413
Electricity	8,275,131	9,441,323	9,415,789	5,072,347	5,133,045	(60,697)	-1.2%	9,415,789
Water	2,317,963	2,464,347	2,494,663	1,395,833	1,442,020	(46,187)	-3.2%	2,494,663
Waste water management	1,210,872	1,507,947	1,506,381	788,237	808,775	(20,539)	-2.5%	1,506,381
Waste management	1,584,669	1,971,875	1,958,579	1,003,814	1,083,792	(79,978)	-7.4%	1,958,579
Other	56,679	63,143	61,565	41,035	42,303	(1,268)	-3.0%	61,565
Total Expenditure - Standard	27,395,265	32,090,245	32,714,313	16,547,068	17,126,601	(579,533)	-3.4%	32,714,313
Surplus/ (Deficit) for the year	4,339,773	1,857,410	2,382,114	3,053,522	2,226,483	827,039	37.1%	2,382,114

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

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



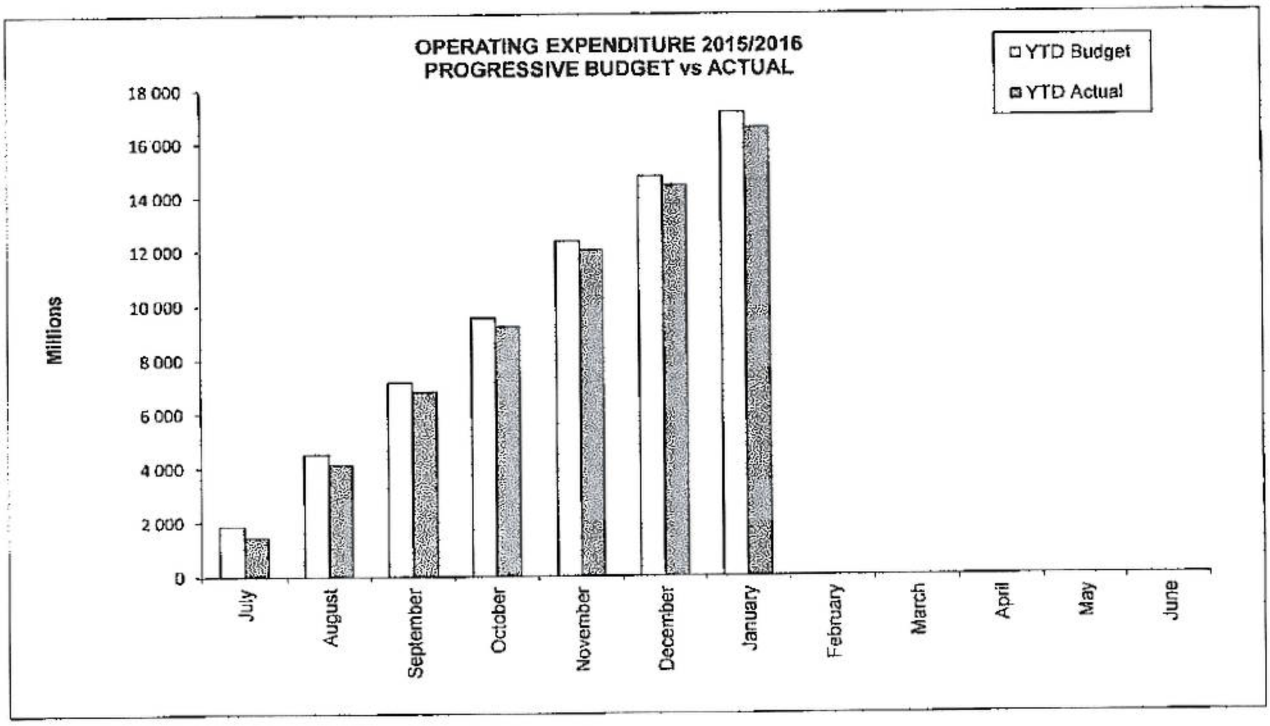


Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

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

Vote Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - City Health	496,314	539,593	538,456	307,575	310,252	(2,678)	-0.9%	538,466
Vote 2 - City Manager	1,530	1,348	73,264	131	1,735	(1,604)	-92.5%	73,264
Vote 3 - Community Services	183,331	167,052	203,918	70,783	75,669	(4,886)	-6.5%	203,918
Vote 4 - Corporate Services & Compliance	72,122	84,568	96,681	30,806	31,638	(832)	-2.6%	96,681
Vote 5 - Energy, Environmental & Spatial Planning	143,449	148,659	156,291	72,708	74,276	(1,569)	-2.1%	156,291
Vote 6 - Finance	1,170,367	768,694	1,080,114	667,084	609,670	57,414	9.4%	1,080,114
Vote 7 - Human Settlements	1,620,146	1,536,021	1,808,130	550,903	560,852	(9,950)	-1.8%	1,808,130
Vote 8 - Rates & Other	9,540,176	10,426,245	10,426,245	6,647,119	6,537,062	110,057	1.7%	10,426,245
Vote 9 - Safety & Security	1,120,408	1,080,472	1,125,169	501,710	645,962	(144,252)	-22.3%	1,125,169
Vote 10 - Social Dev & Early Childhood Development	14,334	526	641	54	73	(19)	-25.6%	641
Vote 11 - Tourism, Events & Economic Development	28,344	55,086	53,586	17,849	44,527	(26,677)	-59.9%	53,586
Vote 12 - Transport for Cape Town	1,695,269	1,760,594	2,128,225	705,369	621,582	83,787	13.5%	2,128,225
Vote 13 - Utility Services	15,649,248	17,378,799	17,405,698	10,028,499	9,839,785	188,714	1.9%	17,405,698
Total Revenue by Vote	**31,735,038**	**33,947,655**	**35,096,427**	**19,600,590**	**19,353,085**	**247,505**	**1.3%**	**35,096,427**
Expenditure by Vote								
Vote 1 - City Health	854,059	996,804	989,354	556,946	590,645	(33,699)	-5.7%	989,354
Vote 2 - City Manager	172,731	210,825	288,793	113,442	121,203	(7,761)	-6.4%	288,793
Vote 3 - Community Services	1,444,981	1,687,957	1,682,059	885,347	921,994	(36,647)	-4.0%	1,682,059
Vote 4 - Corporate Services & Compliance	2,022,060	2,376,443	2,410,862	1,248,198	1,293,482	(45,284)	-3.5%	4,072,909
Vote 5 - Energy, Environmental & Spatial Planning	504,849	552,947	568,156	308,829	316,593	(7,764)	-2.5%	568,156
Vote 6 - Finance	1,814,684	2,213,600	2,020,516	1,138,460	1,170,092	(31,632)	-2.7%	2,020,516
Vote 7 - Human Settlements	1,147,498	1,586,986	2,023,814	709,480	819,809	(110,329)	-13.5%	2,023,814
Vote 8 - Rates & Other	570,802	962,510	971,832	528,050	531,108	(3,058)	-0.6%	971,832
Vote 9 - Safety & Security	2,251,812	2,607,501	2,665,517	1,049,836	1,092,562	(42,727)	-3.9%	2,665,517
Vote 10 - Social Dev & Early Childhood Development	140,775	183,805	183,459	78,162	80,811	(2,649)	-3.3%	183,459
Vote 11 - Tourism, Events & Economic Development	521,977	569,288	574,889	326,646	326,251	394	0.1%	574,889
Vote 12 - Transport for Cape Town	2,459,684	2,718,462	2,921,475	1,321,517	1,364,873	(43,355)	-3.2%	2,921,475
Vote 13 - Utility Services	13,489,354	15,423,118	15,413,596	8,282,155	8,497,179	(215,023)	-2.5%	15,413,598
Total Expenditure by Vote	**27,395,265**	**32,090,246**	**32,714,313**	**16,547,068**	**17,126,601**	**(579,533)**	**-3.4%**	**34,376,369**
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,382,114**	**3,053,522**	**2,226,483**	**827,039**	**37.1%**	**720,058**

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

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

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

Material variance explanations for revenue by vote (refer Table C3)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 1 - City Health	(2,678)	-0.9%	Immaterial variance.	-
Vote 2 - City Manager	(1,604)	-92.5%	The under-recovery is mainly on Capital Grants & Donations projects, due to delays in signing of the MOA between the City and National Department of Rural Development and Land Reform.	Alignment of the period budget with the actual expenditure will be undertaken.
Vote 3 - Community Services	(4,886)	-6.5%	The under-recovery is the combined result of over-/under-recovery. 1. Camp/Resort Fees (under), due to lower than anticipated revenue received to date as this is linked to consumer demand. 2. Operating Grants & Donations projects (Libraries) (under), due to the vacancies being in various stages of the recruitment and selection process. 3. Kuyasa library project (over), which is now completed and this in turn resulted to the misalignment of the period budget with the actual trend.	Alignment of the budget with the actual expenditure is ongoing. Vacancies are in the process of being filled.
Vote 4 - Corporate Services & Compliance	(832)	-2.6%	Immaterial variance.	-
Vote 5 - Energy, Environmental & Spatial Planning	(1,569)	-2.1%	Immaterial variance.	-
Vote 6 - Finance	57,414	9.4%	The over-recovery is mainly on: 1. Operating Grants & Donations, due to funds ring-fenced from the VAT portion of USDG funding, which will be used for future capital programmes. 2. Higher than planned revenue on CID Levies, due to adjustments to the base on which CID levies are calculated as supplementary valuations are implemented and new developments come onto stream. 3. Higher than planned revenue on Agency income, which is demand driven in nature.	Alignment of the period budget with the actual expenditure will be undertaken.
Vote 7 - Human Settlements	(9,950)	-1.8%	The under-recovery is the combined result of over-/under-recovery. 1. Rental Income (under), due to the reversal of rental billings on municipal properties sold. 2. Operating Grants & Donations (over), where some projects are slightly ahead of schedule. 3. Capital grant-funded projects (national funding) (under), mainly on Backyards/Informal settlements & Langa Hostels CRU projects, due to delays in the tender process and the appointment of contractors.	Alignment of the period budget with the actual expenditure will be undertaken.
Vote 8 - Rates & Other	110,057	1.7%	The over-recovery is mainly on Property Rates, due to the misalignment of the period budget provision with the actual billings as the number of days billed per month differ from month to month. This over-recovery covers the impact of valuation objections and appeals that resulted in the reduction of the rates billed in current/previous financial years. In addition, Income Forgone is slightly lower than planned and is linked to the number of applications received.	Situation is closely monitored.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 9 - Safety & Security	(144,252)	-22.3%	The under-recovery is the combined result of over-/under-recovery. 1. Traffic Fines Accruals (under), due to fewer than planned fines issued to date. 2. Impoundment Fees for Cellphones and Vehicles (under), due to fewer impoundments than planned. 3. Fire Fees (over), where more fires were extinguished than planned. 4. Licences and Permits (over), due to a higher than planned number of applications for Learner Licences, Learner Certificates and PDP operator certificates received.	Situation is closely monitored and reviewed on continuous basis.
Vote 10 - Social Dev & Early Childhood Development	(19)	-25.6%	Immaterial variance.	-
Vote 11 - Tourism, Events & Economic Development	(26,677)	-59.9%	The under-recovery is the combined result of over-/under-recovery. 1. Lower than planned revenue received from the Cape Town Cup Event held at the Cape Town Stadium. 2. Encroachment Fees, Informal Trading Levies and Rental Income (over), due to unplanned revenue received to date.	Alignment of the period budget with the actual expenditure will be undertaken.
Vote 12 - Transport for Cape Town	83,787	13.5%	The over-recovery is a combination of over-/under-recovery. 1. Operating grant-funded projects (under), mainly due to lower than anticipated expenditure on: (a) MyCiTi Management, (b) Busfares under-collected due to delays in the roll-out of further MyCiTi routes, lower than planned usage of service and the impact of reduced operating hours of some MyCiTi bus stations, (c) Payment of IRT compensation less than anticipated due to decreased claims settlements, and (d) Delays in funding from Provincial Government as the MOA for the CITP and PTI has not yet been finalised. 2. Capital grant-funded projects (over), due to progress being slightly ahead of schedule for: (a) Strand & Adderley Intersection rehab project, (b) Camps Bay Drive widening and rehab project, (c) Hout Bay Main Rd rehab project, and (d) The new IRT project management. 3. Development Levies (over), due to higher than planned revenue relating to property development in the City.	Busfares revenue will be adjusted in the next adjustment budget. Alignment of the period budget with the actual expenditure will be undertaken.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 13 - Utility Services	188,714	1.9%	The over-recovery is a combination of over-/under-recovery. A: Cape Town Electricity 1. Electricity Service charges (R162 million over), due to higher than planned consumer demand, which in turn resulted in higher than planned sale of electricity. The excessive heat, which we are currently experiencing further contributed to this variance. 2. Capital Grants & Donations projects (over), due to faster than planned progress on Electrification Projects and higher than planned demand for new installations. 3. Development Levies (under), due to delays in processing transactions, which took place in January. B: Water & Sanitation 1. Water Service Charges Revenue (R39 million under) and Sanitation Service Charges Revenue (R8 million over), where actual revenue was impacted by billing cycle days, billing corrections, the newly implanted water restrictions, correction of meter readings, meter replacements, and consumer demand. 2. Capital grant-funded projects (USDG) (over), where the progress on the Mitchells Plain Treatment Works project and Cape Flats Bulk Sewer project is faster than planned. 3. Administration Fees (over), due to higher than planned revenue from dunning charges. 4. Operating Grants & Donations (over), due to progress on the Janitorial Services project (EPWP funded) being faster than planned. C: Solid Waste Management 1. Refuse Service Charges (R14 million over), due to (a) higher than planned revenue received to date on Refuse Removal, Disposal Coupon Fees and Special Waste Fees as well as the impact of data clean-up and (b) unplanned revenue received on Profit on Sale of Assets.	Alignment of the period budget is ongoing.

Material variance explanations for expenditure by vote (refer Table C3)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 1 - City Health	(33,699)	-5.7%	The main contributors to the variance are: 1. Employee-related costs, due to the turnaround time in filling vacancies and staff appointed at lower than budgeted total cost to company (mostly externally-funded posts). 2. Contracted Services, largely due to lower than anticipated expenditure on plot clearing and the re-active component of R&M. Delays in submission of invoices from the National Health Laboratory Services further contributed to this variance. 3. Security Services & Charges, largely due to outstanding invoices still to be processed. 4. Vaccines (grant funded), which are demand driven and dependant on the number of immunisations during the year. Delays in receipt of invoices further contributed in this variance.	The recruitment and selection process is on-going. Outstanding invoices and payments will be followed up.
Vote 2 - City Manager	(7,761)	-6.4%	The variance is largely on: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services, due to delays in the sign-off of the second payment to WESGRO.	The directorate has filled 89% of its establishment. Thirteen vacancies are currently in various stages of the recruitment and selection process. The payment to Wesgro will be processed during February 2016.
Vote 3 - Community Services	(36,647)	-4.0%	The main contributors to this variance are: 1. Contracted Services, largely due to the misalignment of the budgetary provisions on various new R&M cost elements. 2. Employee-related costs, due to the turnaround time in filling vacancies, the impact of the internal filling of vacancies, the cumulative impact of the lower than budgeted final wage award and the lower than anticipated appointment of seasonal staff particularly over the festive season. 3. Other Expenditure, largely due the reduced cost of fuel and the security costs which are billed one month in arrears resulting in the misalignment of the period budget with the year to date actual expenditure.	The directorate currently has a 6% vacancy rate; the recruitment and selection process is on-going. Corrective action to re-align period budgets with anticipated spend is ongoing.
Vote 4 - Corporate Services & Compliance	(45,284)	-3.5%	The 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. 2. Councillor Remuneration (under), largely due to lower than anticipated adhoc kilometre claims from councillors. 3. Contracted Services (under), largely due to lower than anticipated expenditure on planned R&M-related items. 4. General Expenses (under), mainly due to lower than anticipated expenditure on various items within this category. 5. Computer Services (over), largely as a result of the unfavourable exchange rate for software licenses.	The recruitment and selection process is on-going. The directorate had 231 vacancies, which are at various stages of the recruitment and selection process, at 31January 2016. Adjustment of cash flows is ongoing.
Vote 5 - Energy, Environmental & Spatial Planning	(7,764)	-2.5%	The under-expenditure is mainly on: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services, largely due to the late receipt of the payment from DEAT grant fund for the alien vegetation clearing project.	The recruitment and selection process is on-going. Corrective action to align cash flows is underway.

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 - Finance	(31,632)	-2.7%	The under-expenditure is mainly on: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Interest-External, due to a loan not taken up as planned because of the City's favourable cash flow position. 3. Contracted Services and Other Expenditure, mainly due to lower than anticipated expenditure on insurance and various general expenses items that are of an adhoc nature and difficult to plan accurately per month.	The recruitment and selection process is on-going. Corrective action to re-align period budgets with anticipated spending is ongoing.
Vote 7 - Human Settlements	(110,329)	-13.5%	The variance relates mainly to: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts (largely grant funded positions, which are still in the process of being filled). 2. Contracted Services, due to delays in implementation of the City-wide ceiling project and appointment of consultants on USDG projects. 3. Other Expenditure (Subsidy on Home owners (Rebates) redemption), largely due to the misalignment of the period budget with the actual expenditure to date, which is linked to the number of successful applicants that qualifies for the rebate.	The recruitment and selection process is ongoing. The directorate currently has 94% of its positions filled and 53 vacant positions as at end of January 2016. The City-wide ceiling project is underway; the budget is expected to be fully spent by financial year end. Consultants are in the process of being appointed for feasibility studies and planning on USDG projects. Corrective action to re-align period budgets with anticipated spend is ongoing.
Vote 8 - Rates & Other	(3,058)	-0.6%	Immaterial variance.	-
Vote 9 - Safety & Security	(42,727)	-3.9%	The variance relates mainly to: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services, largely due to lower than anticipated expenditure on the re-active component of R&M, which is demand driven and difficult to plan accurately per month. 3. Uniforms & protective clothing, due to a delay in the finalisation of the uniform tender. 4. Fuel, due to strict control measures put in place in order to reduce fuel costs.	The recruitment and selection process is on-going. As at end of January 2016, the directorate had a total of 331 vacancies, which are at various stages of the recruitment and selection process. Corrective action to re-align period budgets with anticipated spend is ongoing.
Vote 10 - Social Dev & Early Childhood Development	(2,649)	-3.3%	The variance is largely on Employee-related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.	The recruitment process is progressing well; all vacant positions to be filled by end of April 2016.
Vote 11 - Tourism, Events & Economic Development	394	0.1%	Immaterial variance.	-

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 12 - Transport for Cape Town	(43,355)	-3.2%	The variance is a combination of under/over expenditure on various items: 1. Employee-related costs (under), due to the turnaround time in filling vacancies. 2. Other materials (over), due to planned maintenance progressing faster than anticipated. 3. Contracted Services (under), due to: (a) delays in awarding tender for various projects, (b) late start of EPWP programmes, (c) slower than anticipated expenditure on MyCiTi management contracts resulting from delays in the roll out of services and reduction in operating hours, and (d) less reliance on use of labour brokers. 4. Other expenditure (combination of under/over) due to: (a) decreased claims for IRT compensation, (b) lower year to date fuel and security costs, due to decrease in fuel prices and cost moderation exercise on security requirements at public transport interchanges (PTI) respectively, and (c) higher than anticipated year to date expenditure on Vehicle Operating Company (VOC).	Cash flows to be adjusted and corrective journals to be processed.
Vote 13 - Utility Services	(215,023)	-2.5%	The variance is a combination of under/over expenditure. 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the internal filling of vacant posts. 2. Bulk purchases (under), largely due to delays in submission and processing of Bulk Water: Levy accounts from the Department of Water Affairs. 3. Depreciation (under), which is affected by the capitalisation rate of assets, based on the completion and progress of capital projects. 4. Materials Other (under), largely due to lower than anticipated year to date expenditure on R&M contracts and programmes as a result of delays in implementation and slower than planned progress on projects. 5. Contracted Services (under) due to: (a) Slower than anticipated start and progress on repairs & maintenance and other projects, (b) Lower than anticipated expenditure on sewer services in informal settlements and haulage expenditure for waste transportation between drop-offs and disposal sites. 6. Other Expenditure (combination of over/under) mainly on: (a) Chemicals (under), due to lower than anticipated spend on chemicals, which are demand driven, dependent on climatic changes and difficult to plan accurately per month. (b) Fuel (under), due to lower than anticipated YTD fuel cost resulting from price fluctuations. (c) Hire Charges (under), due to earlier than anticipated delivery of street sweepers resulting in lower hiring costs. (d) Electricity (over), largely due to higher volumes of electricity consumed at plant/pump stations within Eskom supplied areas. (e) Security Services & Charges (over), due to additional security requirements at pump stations and landfill sites.	Utility Services had 1 071 vacancies, (SWM 329, W&S 494, CTE 245, PMU 2 and SS 1) out of 10 346 staff establishment as at 31 January 2016. As at end January 2016, the filled positions were 89.65% of the total staff establishments. Since the beginning of the 2015/16 financial year, 785 appointments were made of which 279 were internal appointments. For the same period, 357 terminations were processed. Alignment of the period budget with the expenditure is ongoing.

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	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	6,018,735	6,546,155	6,552,155	3,929,915	3,816,156	113,759	3.0%	6,552,155
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–
Service charges - electricity revenue	9,976,994	11,127,619	11,127,619	6,601,292	6,438,800	162,491	2.5%	11,127,619
Service charges - water revenue	2,524,635	2,745,181	2,745,181	1,493,796	1,532,757	(38,961)	-2.5%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	817,138	808,716	8,422	1.0%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	633,740	625,777	7,963	1.3%	1,097,054
Service charges - other	393,743	561,765	685,344	315,376	331,607	(16,230)	-4.9%	685,344
Rental of facilities and equipment	369,121	345,646	365,189	209,316	208,002	1,314	0.6%	365,189
Interest earned - external investments	543,356	271,687	580,766	339,577	347,771	(8,195)	-2.4%	580,766
Interest earned - outstanding debtors	198,230	233,996	231,266	124,914	137,239	(12,325)	-9.0%	231,266
Dividends received	–	–	–	–	–	–	–	–
Fines	988,017	977,210	996,923	417,796	581,396	(163,600)	-28.1%	996,923
Licences and permits	43,111	43,028	29,444	22,496	17,175	5,321	31.0%	29,444
Agency services	168,519	153,993	153,993	101,002	98,328	2,673	2.7%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,124,269	2,102,663	21,606	1.0%	4,106,009
Other revenue	2,384,151	2,441,185	2,348,650	1,578,647	1,542,643	36,004	2.3%	2,348,650
Gains on disposal of PPE	87,809	74,669	74,669	10,873	10,833	40	0.4%	74,669
Total Revenue (excluding capital transfers	**29,262,688**	**31,670,081**	**32,565,209**	**18,720,145**	**18,599,863**	**120,282**	**0.6%**	**32,565,209**
Expenditure By Type								
Employee related costs	8,124,733	9,847,508	9,925,384	5,717,434	5,895,371	(177,936)	-3.0%	9,925,384
Remuneration of councillors	128,412	139,311	139,311	74,713	77,234	(2,521)	-3.3%	139,311
Debt impairment	1,523,784	1,798,371	1,798,493	616,034	616,034	(0)	0.0%	1,798,493
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	1,186,428	1,237,825	(51,397)	-4.2%	2,127,123
Finance charges	779,929	971,133	762,538	419,761	423,515	(3,754)	-0.9%	762,538
Bulk purchases	7,108,843	7,967,555	7,959,015	4,272,061	4,289,501	(17,440)	-0.4%	7,959,015
Other materials	323,901	359,005	349,608	159,660	181,953	(22,293)	-12.3%	349,608
Contracted services	3,576,198	4,818,153	4,655,405	1,663,538	1,832,193	(168,655)	-9.2%	4,655,405
Transfers and grants	136,487	120,402	167,085	104,933	93,907	11,026	11.7%	167,085
Other expenditure	3,772,749	3,978,981	4,830,350	2,329,383	2,479,068	(149,686)	-6.0%	4,830,350
Loss on disposal of PPE	3,096	–	–	3,123	–	3,123		–
Total Expenditure	**27,395,265**	**32,090,246**	**32,714,313**	**16,547,068**	**17,126,601**	**(579,533)**	**-3.4%**	**32,714,313**
Surplus/(Deficit)	1,867,422	(420,164)	(149,104)	2,173,077	1,473,262	699,816	47.5%	(149,104)
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	845,257	719,497	125,760	17.5%	2,462,484
Contributions recognised - capital	44,219	53,761	68,734	35,187	33,724	1,463	4.3%	68,734
Contributed assets	4,953	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	4,339,773	1,857,410	2,382,114	3,053,522	2,226,483			2,382,114
Taxation	–	–	–	–	–			–
Surplus/(Deficit) after taxation	4,339,773	1,857,410	2,382,114	3,053,522	2,226,483			2,382,114
Attributable to minorities	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	4,339,773	1,857,410	2,382,114	3,053,522	2,226,483			2,382,114
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	4,339,773	1,857,410	2,382,114	3,053,522	2,226,483			2,382,114

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

Material variance explanations for revenue by source (refer Table C4)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Property rates	113,759	3.0%	The over-recovery is mainly on Property Rates, due to the misalignment of the period budget provision with the actual billings as the number of days billed per month differ from month to month. This over-recovery covers the impact of valuation objections and appeals that resulted in the reduction of the rates billed in current/previous financial years. In addition, Income Forgone is slightly less than planned and is linked to the number of applications received.	Periodic budget provisions were reviewed during the Mid-Year review and assessment. The situation will be closely monitored.
Property rates - penalties & collection charges	-	-	n/a	n/a
Service charges - electricity revenue	162,491	2.5%	The variance is mainly on Electricity Service Charges, due to (a) consumer demand, which resulted in higher than planned sale of electricity and (b) the excessive heat, which we are currently experiencing.	No remedial action required.
Service charges - water revenue	(38,961)	-2.5%	The under-recovery is mainly on Water Sales, due to (a) the impact of the newly implemented water restrictions, (b) the impact of billing cycle days, (c) billing corrections, (d) correction of meter readings, (e) meter replacements and (f) consumer demand.	The trend is closely monitored and corrective action will be undertaken, where necessary.
Service charges - sanitation revenue	8,422	1.0%	The over-recovery is mainly on Sewerage Sales. The charges on sewerage are demand driven and linked to water consumption and the factors influencing water consumption.	No remedial action required.
Service charges - refuse revenue	7,963	1.3%	The over-recovery is due to higher than planned revenue received to date on Refuse Removal, Disposal Coupon Fees, Special Waste Fees as well as the impact of data clean-up.	No remedial 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				
Service charges - other	(16,230)	-4.9%	The under-recovery is the combined result of over-/under-recovery on various revenue elements in this category. 1. Administration Fees revenue (over), mainly due to administration fees charged for rates clearance certificates, RD cheques, dunning charges etc. These are demand driven and cannot be accurately estimated. 2. Fire Fees (over) within Safety and Security, due to the number of fires being more than estimated. 3. Recoveries of Infrastructure Maintenance (over) within Cape Town Electricity, due to a higher than planned number of jobs executed as required by consumers. 4. Service Charges-Infrastructure (over), due to the writing off of dormant debtor accounts with credit balances. 5. Busfares-Transit products (over), due to higher than planned usage of this service. 6. Building Levies (over), due to higher than planned revenue from building plans submitted. 7. Camp /Resort Fees (under) within Community Services, due to lower demand/usage of facilities than planned to date. 8. Admission Fees (under) within TEED, due to lower than planned revenue from the Cape Town Cup Event. 9. Busfares-MyCiTi (under), due to a lower demand for the service by consumers. 10. Impoundment Fees for Vehicles/Cellphones (under), due to fewer than planned impoundments to date.	Busfares revenue will be adjusted in the next adjustment budget.
Rental of facilities and equipment	1,314	0.6%	The over-recovery is mainly within Community Services, Human Settlements and Tourism, Events & Economic Development and is mainly due to the misalignment of the periodic budget provisions with the actual revenue received from rentals.	No remedial action required given the nature of this revenue source, which is linked on consumer demand.
Interest earned - external investments	(8,195)	-2.4%	The under-recovery is within Finance where the actuals are slightly lower than planned to date.	This is linked to the City's cash balances and is therefore very difficult to plan per monthly cycles.
Interest earned - outstanding debtors	(12,325)	-9.0%	The under-recovery is mainly due to the lower than planned interest billed on outstanding consumer debtors for Rates and Water & Sanitation.	No corrective action is required as this is linked to outstanding Rates debtors.
Dividends received	–	-	n/a	n/a
Fines	(163,600)	-28.1%	The under-recovery is mainly on Traffic Fines Accruals, due to less than planned fines issued to date. The period budget provision is not accurately aligned with the actual trend as accurate planning of fines issued is not possible.	The situation is monitored by the finance manager.
Licences and permits	5,321	31.0%	The over-recovery is mainly within Safety & Security and is due to a higher than planned number of applications for Learner Licences, Learner Certificates and PDP operator certificates received.	This category is demand driven and difficult to plan accurately per monthly cycles.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Agency services	2,673	2.7%	The over-recovery is mainly within Finance and is due to more transactions processed than planned. Accurate planning is difficult due to the service being consumer demand driven.	Situation is monitored by the finance managers in the respective services.
Transfers recognised - operational	21,606	1.0%	The over-recovery is a combination of over-/under-recovery mainly within the following directorates/departments. 1. Transport for Cape Town (R35 million under), due to: (a) Slower than anticipated expenditure on MyCiTi Management, (b) Busfares under-collected, due to delays in the roll-out of additional MyCiTi routes, (c) Lower than planned usage of services and the impact of reduced operating hours of some MyCiTi bus stations, (d) Payment of IRT compensation, which is less than anticipated, due to decreased claims settlements, and (e) Delays in funding from Provincial Government as the MOA for the CITP and PTI has not yet been finalised. 2. Finance (R58 million over), due to funds ring-fenced from the VAT portion of USDG funding, which will be used for future capital programmes. 3. Water & Sanitation (R2.6 million over), due to progress being faster than planned on the Janitorial Services project (EPWP funded).	Situation is monitored by the finance managers in the respective services.
Other revenue	36,004	2.3%	The over-recovery is a combination of over-/under-recovery. 1. CIDS-Commercial within Finance (over), due to adjustments to the base on which CID levies are calculated flowing from the implementation of supplementary valuations and the addition of new developments. 2. Salvaged Items (over), due to the higher than planned sale of salvage goods and items. 3. Hire of municipal staff (over) mainly within Safety & Security, due to higher than planned demand for traffic officers at events and security officers in CID areas. 4. Skills Development Levy (under), due to the payment from LGSETA, which is still outstanding. 5. Development Levy (over) mainly within Transport for Cape Town, Cape Town Electricity, Water & Sanitation and Solid Waste Management, due to higher than planned receipts of levies paid by property developers in the City.	Situation is monitored by the finance managers in the respective services.
Gains on disposal of PPE	40	0.4%	The over-recovery is mainly within Water & Sanitation, Corporate Services & Compliance and Finance, due to lower than planned revenue generated from the sale of PPE. This resulted in the misalignment of the period budget with the actual trend to date.	The situation is monitored and the period budget provisions will be reviewed and adjusted, where necessary.

Material variance explanations for expenditure by type (refer Table C4)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Employee related costs	(177,936)	-3.0%	The variance is mainly due to: 1. The turnaround time in the filling vacancies and the internal filling of vacant posts within the City. 2. Appointment of seasonal workers and temporary staff, which is dependent on peak seasons and as and when departments require additional labour.	The City had a total number of 2643 vacancies as at 31 January 2016. From 1 July to date, 2527 positions were filled (910 internal and 1617 external) with 1319 terminations processed. The filling of vacancies is on-going and seasonal staff are appointed as required. Savings realised to date have been set aside and ring-fenced within investment accounts to address corporate initiatives and commitments.
Remuneration of councillors	(2,521)	-3.3%	The variance is largely due to lower than anticipated adhoc kilometre claims from councillors.	The situation will be monitored by the respective finance manager.
Debt impairment	(0)	0.0%	-	-
Depreciation & asset impairment	(51,397)	-4.2%	The variance is largely affected by the capitalisation rate of assets based on the completion and progress of capital projects.	The situation will be monitored by the respective finance manager.
Finance charges	(3,754)	-0.9%	The variance is largely due to a loan not taken up as planned because of the City's favourable cash flow position.	The situation will be monitored by the respective finance manager.
Bulk purchases	(17,440)	-0.4%	This variance relates mainly to Bulk purchases - Water, which is largely due to delays in submission of accounts from the Department of Water Affairs.	The Water and Sanitation department is following up on the outstanding accounts and payments are made as accounts are received .
Other materials	(22,293)	-12.3%	The variance is due to the slower than anticipated start on pro-active R&M programmes.	The review of the period budget will be undertaken and corrective action taken where required.
Contracted services	(168,655)	-9.2%	Major contributors to the variance are: 1. Slower than anticipated start on R&M programmes and other projects. 2. Delays in implementation of the City-wide ceiling project and appointment of consultants on USDG projects. 3. Misalignment of the budgetary provisions on various new R&M related items.	Alignment of the period budget with the actual expenditure is ongoing.
Transfers and grants	11,026	11.7%	The variance is largely due to the misalignment of the period budget with the actual expenditure.	Review of the period budget is underway.
Other expenditure	(149,685)	-6.0%	The main contributors to this variance are: 1. Chemicals, due to lower than anticipated spend on chemicals, which is demand driven depending on climatic changes and difficult to plan accurately per month. 2. Fuel, due to lower than anticipated YTD fuel cost resulting from price fluctuations. 3. Vaccines (grant funded), which is demand driven and dependant on the number of immunisations during the year. Delays in receipt of invoices from service providers further contributed in this variance. 4. Subsidy on Home owners (Rebates), largely due to the misalignment of the period budget with the actual expenditure to date, which is linked to the number of applicants who qualify for the rebate.	Review of the period budgets is on-going.
Loss on disposal of PPE	3,123	0.0%	Immaterial variance.	-

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

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

Vote Description	2014/15	Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Multi-Year expenditure appropriation								
Vote 1 - City Health	20,173	15,673	21,288	4,176	3,184	993	31.2%	21,218
Vote 2 - City Manager	13,920	14,954	33,274	8,295	9,199	(905)	-9.8%	33,244
Vote 3 - Community Services	199,711	160,331	221,715	70,664	64,586	6,078	9.4%	220,680
Vote 4 - Corporate Services & Compliance	382,773	425,013	483,779	116,702	89,868	26,835	29.9%	482,439
Vote 5 - Energy, Environmental & Spatial Planning	56,216	80,064	79,859	25,084	23,603	1,461	6.2%	64,116
Vote 6 - Finance	90,740	141,379	40,186	15,963	16,480	(517)	-3.1%	40,133
Vote 7 - Human Settlements	962,031	420,835	416,993	117,659	126,260	(8,600)	-6.8%	416,650
Vote 8 - Rates & Other	–	–	–	–	–	–		–
Vote 9 - Safety & Security	82,095	105,163	149,957	41,714	44,351	(2,637)	-5.9%	149,361
Vote 10 - Social Dev & Early Childhood Development	23,251	11,971	15,760	4,158	3,883	275	7.1%	15,710
Vote 11 - Tourism, Events & Economic Development	36,678	41,098	41,403	12,214	10,206	2,008	19.7%	41,325
Vote 12 - Transport for Cape Town	1,218,720	1,399,805	1,651,077	576,875	450,464	126,410	28.1%	1,650,877
Vote 13 - Utility Services	2,165,433	3,227,699	3,009,494	1,039,691	961,716	77,975	8.1%	2,998,704
Total Capital Expenditure	**5,261,742**	**6,043,986**	**6,144,784**	**2,033,175**	**1,803,801**	**229,374**	**12.7%**	**6,114,467**
Capital Expenditure - Standard Classification								
Governance and administration	**520,222**	**587,609**	**538,775**	**145,446**	**117,454**	**27,991**	**23.8%**	**536,507**
Executive and council	31,234	21,193	48,674	7,995	7,247	748	10.3%	46,819
Budget and treasury office	16,215	14,495	15,750	5,336	5,742	(406)	-7.1%	15,697
Corporate services	472,772	551,820	474,351	132,115	104,465	27,649	26.5%	473,991
Community and public safety	**1,341,328**	**799,473**	**884,511**	**270,048**	**270,265**	**(217)**	**-0.1%**	**883,170**
Community and social services	81,411	69,196	99,172	39,119	33,776	5,343	15.8%	99,171
Sport and recreation	151,529	124,613	156,586	42,403	39,224	3,179	8.1%	156,049
Public safety	126,115	169,157	190,190	66,626	67,757	(1,131)	-1.7%	189,728
Housing	962,099	420,904	417,347	117,724	126,324	(8,600)	-6.8%	417,004
Health	20,173	15,603	21,218	4,176	3,184	993	31.2%	21,218
Economic and environmental services	**1,277,386**	**1,502,183**	**1,782,926**	**604,605**	**480,885**	**123,920**	**25.8%**	**1,766,992**
Planning and development	38,812	83,570	90,211	24,560	26,481	(1,921)	-7.3%	74,476
Road transport	1,227,644	1,408,046	1,675,510	578,681	453,546	125,135	27.6%	1,675,310
Environmental protection	10,930	10,567	17,204	1,564	858	706	82.3%	17,204
Trading services	**2,111,807**	**3,164,319**	**2,938,072**	**1,012,711**	**935,017**	**77,693**	**8.3%**	**2,927,288**
Electricity	898,889	1,343,939	1,122,474	363,867	355,832	8,035	2.3%	1,121,861
Water	524,051	786,494	853,749	318,436	272,536	45,900	16.8%	853,542
Waste water management	460,858	726,171	691,744	278,360	245,332	33,027	13.5%	682,270
Waste management	228,009	297,715	270,105	52,047	61,316	(9,269)	-15.1%	269,615
Other	**999**	**500**	**500**	**166**	**180**	(14)	-7.8%	**500**
Total Capital Expenditure - Standard Classification	**5,261,742**	**6,043,985**	**6,144,784**	**2,033,175**	**1,803,801**	**229,374**	**12.7%**	**6,114,457**
Funded by:								
National Government	2,189,129	2,137,367	2,282,270	778,464	654,800	123,664	18.9%	2,257,320
Provincial Government	282,292	86,446	180,214	66,794	64,698	2,096	3.2%	180,214
District Municipality	–	–	–	–	–	–		–
Other transfers and grants	1,892	–	341	–	–	–		341
Transfers recognised - capital	**2,473,313**	**2,223,813**	**2,462,825**	**845,257**	**719,497**	**125,760**	**17.5%**	**2,437,875**
Public contributions & donations	44,219	53,761	68,392	35,187	33,724	1,463	4.3%	68,392
Borrowing	2,152,377	2,579,264	2,529,240	943,517	854,496	89,021	10.4%	2,528,531
Internally generated funds	581,833	1,187,146	1,084,326	209,213	196,083	13,130	6.7%	1,079,659
Total Capital Funding	**5,261,742**	**6,043,986**	**6,144,784**	**2,033,175**	**1,803,801**	**229,374**	**12.7%**	**6,114,467**

The table below reflects the percentage variance for capital expenditure by vote as well as reasons for material deviations and the remedial action thereof, if required.

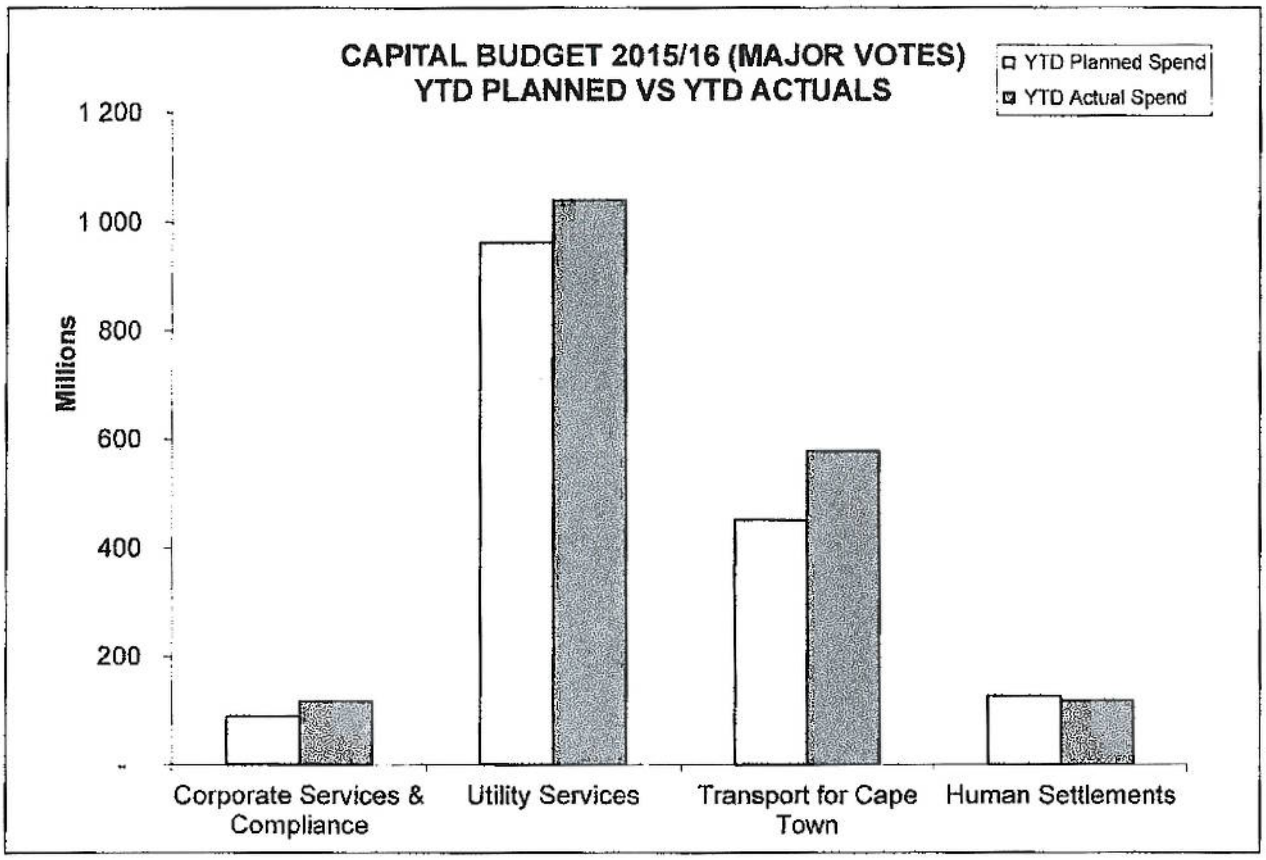
Material variance explanations for capital expenditure (refer Table C5)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 1 - City Health	993	31.2%	The following projects are ahead of planned cash flow, resulting in invoices being processed earlier than anticipated: 1. Furniture, Tools and Equipment, 2. Upgrade of security at clinics, 3. Mzamomhle Clinic Extensions, and 4. Tafelsig Clinic Extensions and Upgrade.	No remedial action required.
Vote 2 - City Manager	(905)	-9.8%	The negative variance is due to: 1. District 6 Project - Bulk Infrastructure Phase 3: Awaiting the signing of the MOA between the City and National Department of Rural Development and Land Reform (NDRD & LR). 2. Furniture & Office Equipment - Additional: Delays in delivery and awaiting the update of the furniture tender prices.	1. Work has commenced on the substation structure and stormwater. Ongoing communication with the NDRD & LR. 2. Following up with vendors and orders will be placed once the new furniture and equipment agreements have been loaded by SCM.
Vote 3 - Community Services	6,078	9.4%	1. City Parks a) Develop District Park- Jack Muller, Bellville: Project completed earlier than anticipated. b) Construction of a Park in Ward 98: Site levelling, play equipment, gym equipment and fencing installation completed earlier than anticipated. 2. Sport, Recreation and Amenities a) Vehicles: Additional - S&R: Lifeguard rescue vehicles were procured and delivered earlier than anticipated. 3. Library and Information Services : Delivery earlier than anticipated on the following projects: a) IT equipment Kuyasa Library, Khayelitsha, b) Books, Periodicals & Subscription, and c) Furniture Kuyasa Lib - Carnegie III.	No remedial action required.
Vote 4 - Corporate Services & Compliance	26,835	29.9%	Management introduced measures to fast-track implementation on the following projects so as to ensure funding is fully spent before the end of the financial year: 1. Broadband, 2. Digital Inclusion, and 3. FM Structural Rehabilitation.	No remedial action required except to ensure the balance of funds is committed.
Vote 5 - Energy, Environmental & Spatial Planning	1,461	6.2%	Equipment that was delivered earlier than anticipated.	No remedial action required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 6 - Finance	(517)	-3.1%	Immaterial variance.	No remedial action required.
Vote 7 - Human Settlements	(8,600)	-6.8%	The variance relates to various projects: 1. Urbanisation - Backyards/Informal Settlements Upgrade: Delay in the approval of term tenders, which have been earmarked to implement these projects. 2. Marble Flats CRU project: Project completed; awaiting final invoices. 3. Langa Hostels CRU project: Despite initial project delays the contractor indicated the CRU portion of the project will be completed by February 2016. Certain services will only be completed after the handovers in April 2016.	1. USDG funding for most of the projects has been approved and appointment of contractors is in progress. 2. Following up with contractor to submit final invoice. The Human Settlement directorate in conjunction with the Capital Programme Monitoring Support department is undertaking a thorough review of all Human Settlements projects to ensure delivery and expenditure of the budget.
Vote 8 - Rates & Other	–	-	-	-
Vote 9 - Safety & Security	(2,637)	-5.9%	The variance is due to delays in the approval of way leave applications and delivery of equipment, services and building supplies resulting from the unavailability of stock in respect of the following projects: 1. CCTV installation and Upgrade, 2. Integrated Contact Centre, 3. Radios and Fire Arms, and 4. CCTV cameras - City Wide.	Ongoing monitoring of project progress.
Vote 10 - Social Dev & Early Childhood Development	275	7.1%	Nantes Early Childhood Development Centre: The construction is currently ahead of schedule, due to good contractor performance.	No remedial action required.
Vote 11 - Tourism, Events & Economic Development	2,008	19.7%	The variance reflects in the Strategic Assets department. 1. Upgrade of Goodhope Centre: Plant and equipment delivered earlier than anticipated. 2. Upgrade of City Hall: Project completed earlier than anticipated.	These projects will be monitored on a monthly basis.
Vote 12 - Transport for Cape Town	126,410	28.1%	Various projects are progressing significantly better than had been originally expected.	No remedial action required.
Vote 13 - Utility Services	77,975	8.1%	Refer below.	There are 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. Refer below for further comments per department.
Utility Services Support	20	30.7%	Projects were accelerated and goods delivered much sooner than planned.	No remedial action required.
Water & Sanitation	78,927	15.2%	The following major projects with a total combined budget of R600 million are ahead of schedule, due to good performance of the contractors: 1. Meter Replacement Program, 2. Mitchells Plain Wastewater Treatment Works, 3. Completion of Cape Flats III Bulk Sewer, and 4. Acquisition & Commissioning of large Generators.	Project managers will continue to closely monitor & track projects and tenders.
Solid Waste Management	(9,269)	-15.1%	The following projects have contributed to the variance: 1. Replacement - Plant & Vehicles: Delivery expected in the latter half of the financial year, due to delays in the City-wide fleet tender award. 2. Bellville Transfer Station: Project completed and in final stages of handover. However, snag-list taking much longer than anticipated hence final payments cannot be made.	1. Orders have been placed and delivery of Plant & Vehicles to be expedited, where possible. 2. Project to be closely monitored by project managers and corrective action implemented timeously, where required.
Cape Town Electricity	8,296	2.2%	Immaterial variance.	-

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



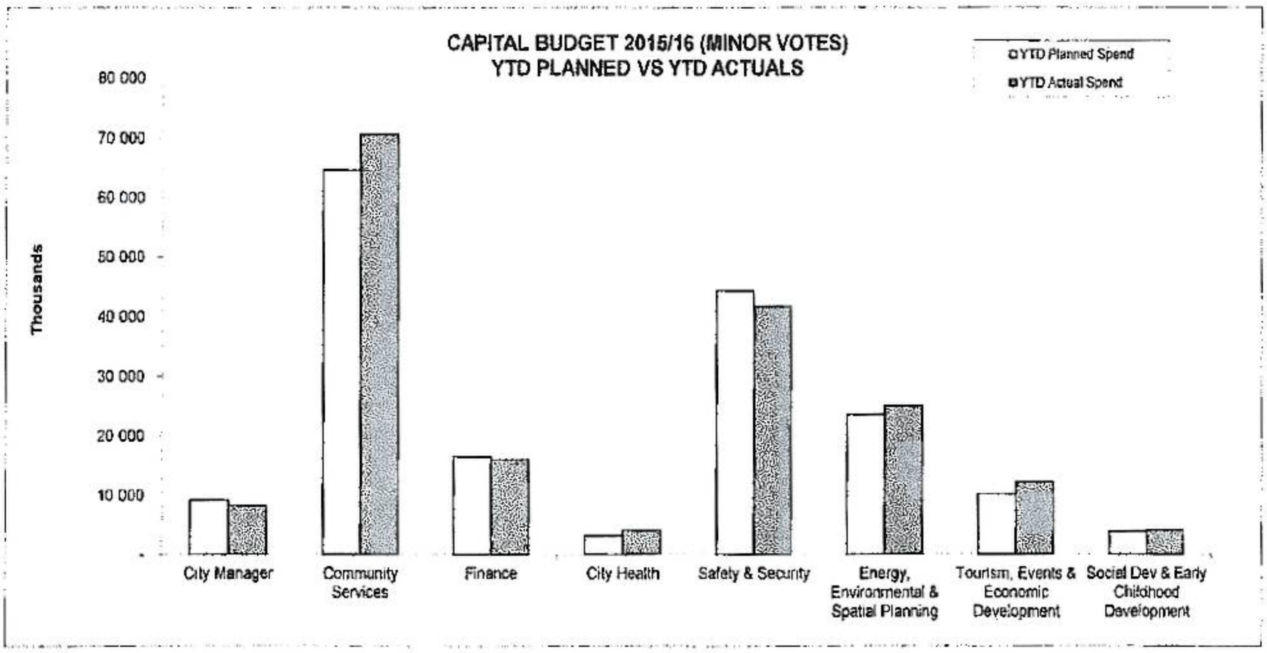


Table C6: Monthly Budget Statement - Financial Position

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

Description	2014/15	Budget Year 2015/16			
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	3,199,149	–	–	3,213,717	–
Call investment deposits	1,746,347	3,607,195	2,764,362	5,473,057	2,764,362
Consumer debtors	4,618,497	4,740,731	4,849,763	3,863,739	4,849,763
Other debtors	707,217	504,938	504,938	798,488	504,938
Current portion of long-term receivables	19,838	19,470	19,470	19,838	19,470
Inventory	280,316	311,022	311,022	265,155	311,022
Total current assets	**10,571,364**	**9,183,356**	**8,449,554**	**13,633,993**	**8,449,554**
Non current assets					
Long-term receivables	75,324	94,142	94,142	59,328	94,142
Investments	3,753,617	3,911,206	3,939,969	–	3,939,969
Investment property	–	–	–	–	–
Investments in Associate	–	–	–	–	–
Property, plant and equipment	34,749,931	38,924,165	38,460,353	35,596,678	38,460,353
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Other non-current assets	–	–	–	–	–
Total non current assets	**38,578,872**	**42,929,513**	**42,494,463**	**35,656,007**	**42,494,463**
TOTAL ASSETS	**49,150,236**	**52,112,868**	**50,944,017**	**49,289,999**	**50,944,017**
LIABILITIES					
Current liabilities	–	–	–	–	–
Bank overdraft	–	–	–	–	–
Borrowing	345,682	498,690	474,099	345,681	474,099
Consumer deposits	272,258	447,963	447,963	281,305	447,963
Trade and other payables	6,911,132	6,907,829	6,065,456	3,673,646	6,065,456
Provisions	1,127,282	975,045	1,110,619	1,095,849	1,110,619
Total current liabilities	**8,656,354**	**8,829,527**	**8,098,136**	**5,396,481**	**8,098,136**
Non current liabilities					
Borrowing	6,415,499	8,032,745	6,032,744	6,345,442	6,032,744
Provisions	5,624,708	6,359,098	5,977,349	6,093,709	5,977,349
Total non current liabilities	**12,040,207**	**14,391,843**	**12,010,093**	**12,439,150**	**12,010,093**
TOTAL LIABILITIES	**20,696,561**	**23,221,369**	**20,108,229**	**17,835,632**	**20,108,229**
NET ASSETS	**28,453,675**	**28,891,499**	**30,835,788**	**31,454,368**	**30,835,788**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,663,410	27,044,035	28,541,195	28,816,115	28,541,195
Reserves	2,790,265	1,847,464	2,294,593	2,638,253	2,294,593
TOTAL COMMUNITY WEALTH/EQUITY	**28,453,675**	**28,891,499**	**30,835,788**	**31,454,368**	**30,835,788**

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

Definitions of financial position categories

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

Table C7: Monthly Budget Statement - Cash Flow

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

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates, penalties & collection charges	6,018,735	6,440,048	6,443,114	4,056,255	4,018,929	37,326	0.9%	6,443,114
Service charges	13,768,730	15,773,011	15,909,835	9,132,157	9,237,695	(105,538)	-1.1%	15,909,835
Other revenue	3,351,237	3,107,198	3,022,178	3,093,120	2,926,437	166,683	5.7%	3,022,178
Government - operating	3,251,460	3,579,752	4,106,009	1,786,018	1,817,372	(31,354)	-1.7%	4,106,009
Government - capital	2,423,179	2,277,574	2,531,216	1,730,832	1,699,478	31,354	1.8%	2,531,216
Interest	735,298	442,109	580,779	266,588	264,720	1,868	0.7%	580,779
Dividends	-	-	-	-	-	-		-
Payments								
Suppliers and employees	(22,780,459)	(26,548,109)	(27,475,976)	(17,691,955)	(17,676,816)	15,139	-0.1%	(27,475,976)
Finance charges	(709,455)	(887,380)	(703,079)	(348,010)	(348,010)	-		(703,079)
Transfers and Grants	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,058,725**	**4,184,203**	**4,414,077**	**2,045,004**	**1,959,806**	**(85,199)**	**-4.3%**	**4,414,077**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	91,419	74,669	74,669	-	-	-		74,669
Decrease (Increase) in non-current debtors	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	28,800	4,955	4,955	-	-	-		4,955
Decrease (increase) in non-current investments	361,949	(170,422)	(186,352)	-	-	-		(186,352)
Payments								
Capital assets	(5,200,493)	(5,955,826)	(6,057,257)	(1,909,965)	(2,076,299)	(166,335)	8.0%	(6,057,257)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,718,325)**	**(6,046,623)**	**(6,163,985)**	**(1,909,965)**	**(2,076,299)**	**(166,335)**	**8.0%**	**(6,163,985)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	2,000,000	-	-	-	-		-
Increase (decrease) in consumer deposits	(97,959)	40,724	40,724	-	-	-		40,724
Payments								
Repayment of borrowing	(309,852)	(368,931)	(285,598)	(141,078)	(141,078)	(0)	0.0%	(285,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(407,811)**	**1,671,793**	**(244,874)**	**(141,078)**	**(141,078)**	**(0)**	**0.0%**	**(244,874)**
NET INCREASE/ (DECREASE) IN CASH HELD	**932,589**	**(190,628)**	**(1,994,781)**	**(6,038)**	**(257,572)**			**(1,994,781)**
Cash/cash equivalents at beginning:	2,266,559	2,265,410	3,199,148	3,199,148	3,199,148			3,199,148
Cash/cash equivalents at month/year end:	3,199,148	2,074,783	1,204,367	3,193,110	2,941,576			1,204,367

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.

Description R thousands	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Property rates, penalties & collection charges	37,326	0.9%	Immaterial variance.	-
Service charges	(105,538)	-1.1%	Immaterial variance.	-
Other revenue	166,683	5.7%	More income received in the form of VAT refunds than originally budgeted for.	No corrective action required at this time.
Government - operating	(31,354)	-1.7%	Immaterial variance.	-
Government - capital	31,354	1.8%	Immaterial variance.	-
Interest	1,868	0.7%	Immaterial variance.	-
Payments				
Suppliers and employees	15,139	-0.1%	Immaterial variance.	-
Finance charges	–			
Transfers and Grants	–			
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(85,199)**	**-4.3%**		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE	–			
Decrease (Increase) in non-current debtors	–			
Decrease (increase) other non-current receivables	–			
Decrease (increase) in non-current investments	–			
Payments				
Capital assets	(166,335)	8.0%	Slower cash outflow than originally anticipated.	No corrective action required at this time.
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(166,335)**	**8.0%**		
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Short term loans	–			
Borrowing long term/refinancing	–			
Increase (decrease) in consumer deposits	–			
Payments	–			
Repayment of borrowing	(0)	0.0%	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(0)**	**0.0%**		

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

Description	Budget Year 2015/16												2015/16 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	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	2015/16	2016/17	2017/18
Cash Receipts By Source															
Property rates	492,123	500,769	620,023	823,289	521,068	549,720	549,263	500,476	500,806	501,833	496,956	386,788	6,443,114	6,921,895	7,444,555
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	927,657	934,240	1,113,025	972,414	901,177	885,972	804,975	890,588	892,337	890,052	887,683	977,025	11,077,143	12,416,001	13,908,581
Service charges - water revenue	157,171	135,770	149,377	222,409	177,505	221,346	181,196	183,405	188,264	188,821	179,584	194,962	2,179,810	2,434,033	2,725,825
Service charges - sanitation revenue	98,606	82,163	91,501	126,519	107,013	120,925	108,904	111,091	110,895	112,370	110,551	138,982	1,319,520	1,463,868	1,631,182
Service charges - refuse	54,267	50,819	51,609	60,668	54,958	60,071	51,156	57,413	59,730	57,541	56,439	93,310	707,982	765,310	823,926
Service charges - other	29,429	25,007	27,414	40,716	36,855	32,507	36,815	43,494	39,164	40,337	35,137	238,504	625,380	523,329	581,589
Rental of facilities and equipment	14,657	20,916	18,161	24,656	25,020	28,341	16,982	10,424	8,404	7,844	5,481	(54,982)	125,925	100,589	99,109
Interest earned - external investments	52,096	37,363	34,935	37,627	33,460	47,881	43,227	36,473	36,071	36,121	26,760	158,765	580,779	248,720	785,653
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	21,730	19,292	14,441	26,272	21,191	19,111	19,136	12,955	17,216	16,300	13,829	(4,167)	199,305	204,430	217,470
Licences and permits	2,880	18,811	24,723	16,055	23,510	25,675	10,726	10,479	17,646	14,859	10,708	7,365	183,437	207,858	219,082
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	1,080,851	-	-	167,726	350,000	175,173	12,268	406,800	574,346	29,008	20,608	1,289,229	4,106,009	3,658,622	3,972,647
Other revenue	291,565	888,889	29,538	214,034	222,467	855,206	177,115	25,852	699,542	23,077	23,480	(937,254)	2,513,511	2,694,938	2,827,154
Cash Receipts by Source	3,223,033	2,714,040	2,174,768	2,734,386	2,474,224	3,021,926	2,011,762	2,289,450	3,144,420	1,918,164	1,867,215	2,488,527	30,061,914	31,639,594	35,236,772
Other Cash Flows by Source															
Transfer receipts - capital	668,419	73,580	36,666	158,645	549,867	212,300	31,354	571,263	331,643	-	-	(102,520)	2,531,218	2,467,206	2,419,961
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	74,669	74,669	95,666	84,361
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	2,200,000	1,000,000
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	40,724	40,724	44,796	49,276
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	4,955	4,955	4,707	4,472
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	(186,352)	(186,352)	(89,310)	(218,908)
Total Cash Receipts by Source	3,891,452	2,787,620	2,211,435	2,893,031	3,024,091	3,234,226	2,043,116	2,860,712	3,476,063	1,918,164	1,867,215	2,320,002	32,527,128	36,362,660	38,575,934

Table continues on next page.

Annexure A: In-year report (January 2016)

Description	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget			
Cash Payments by Type															
Employee related costs	680,861	680,444	798,497	723,206	1,103,111	753,521	743,840	767,585	761,830	761,871	761,031	1,140,837	9,676,633	10,479,612	11,359,773
Remuneration of councillors	10,109	10,112	10,112	10,081	10,076	10,076	9,990	11,393	12,408	12,298	10,698	21,958	139,311	148,366	157,862
Interest paid	–	–	183,433	–	–	164,577	–	–	179,071	–	150,000	25,997	703,079	812,118	923,327
Bulk purchases - Electricity	821,363	983,592	931,672	549,298	555,335	533,955	518,575	524,466	524,582	531,299	529,738	585,407	7,589,279	8,661,513	9,874,125
Bulk purchases - Water & Sewer	30,082	18,793	30,306	15,370	63,218	33,231	33,717	34,128	36,045	37,945	23,544	13,358	369,736	390,072	411,136
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
General expenses	1,898,056	820,241	818,745	782,647	835,711	1,104,394	759,620	734,819	659,382	638,107	428,935	220,361	9,701,017	9,075,553	9,718,020
Cash Payments by Type	3,440,471	2,513,182	2,772,765	2,080,602	2,567,451	2,599,755	2,065,741	2,072,390	2,173,317	1,981,520	1,903,945	2,007,917	28,179,055	29,567,234	32,444,242
Other Cash Flows/Payments by Type															
Capital assets	489,868	190,286	137,203	315,151	276,094	446,641	54,720	430,312	576,936	681,330	651,577	1,807,136	6,057,257	5,949,334	5,193,251
Repayment of borrowing	–	–	88,055	–	–	53,023	–	–	89,481	–	55,039	0	285,598	481,216	445,919
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	3,930,339	2,703,468	2,998,023	2,395,753	2,843,545	3,099,418	2,120,462	2,502,702	2,839,734	2,662,850	2,610,561	3,815,054	34,521,909	35,997,784	38,083,413
NET INCREASE/(DECREASE) IN CASH HELD	(38,887)	84,152	(786,589)	497,278	180,546	134,808	(77,346)	358,010	636,330	(744,686)	(743,346)	(1,495,051)	(1,994,781)	364,876	492,521
Cash/cash equivalents at the month/year beginning:	3,199,148	3,160,261	3,244,413	2,457,824	2,955,102	3,135,648	3,270,456	3,193,110	3,551,120	4,187,450	3,442,765	2,699,418	3,199,148	1,204,367	1,569,243
Cash/cash equivalents at the month/year end:	3,160,261	3,244,413	2,457,824	2,955,102	3,135,648	3,270,456	3,193,110	3,551,120	4,187,450	3,442,765	2,699,418	1,204,367	1,204,367	1,569,243	2,061,764

PART 2 - SUPPORTING DOCUMENTATION: PARENT MUNICIPALITY

Debtors analysis

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

Table SC3 Monthly budget statement Aged Debtors

Description	Budget Year 2015/16											
Rthousands	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	362,336	82,111	65,366	59,579	65,780	45 372	311,245	1,378,497	2,370,287	1,860,473	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	789,873	70,900	31,456	24,673	12,060	5,200	61,753	106,257	1,102,170	200,942	–	–
Receivables from Non-exchange Transactions - Property Rates	529,029	92,288	47,731	17,598	46,520	29,622	155,931	608,123	1,526,841	857,794	–	–
Receivables from Exchange Transactions - Waste Water Management	187,181	40,253	30,087	31,377	30,171	21,505	143,688	623,364	1,107,605	850,085	–	–
Receivables from Exchange Transactions - Waste Management	80,193	19,193	15,066	15,547	13,443	10,111	55,903	236,349	445,807	331,354	–	–
Receivables from Exchange Transactions - Property Rental Debtors	54,026	(3,051)	11,760	11,142	11,065	11,025	57,516	498,887	652,390	589,636	–	–
Interest on Arrear Debtor Accounts	44,517	20,234	20,061	18,664	17,907	16,236	89,332	547,631	774,782	688,971	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(57,413)	(57,868)	(141,110)	(43,746)	(14,273)	(4,823)	(47,031)	(229,695)	(595,958)	(339,569)	–	–
Total By Income Source	**1,989,742**	**264,058**	**80,437**	**135,034**	**182,673**	**134,249**	**828,317**	**3,769,413**	**7,383,924**	**6,049,687**	**–**	**–**
2014/15 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	110,478	8,708	(101,209)	(37,247)	19,842	9,764	27,018	57,992	95,347	77,368	–	–
Commercial	994,841	87,885	43,376	28,825	29,790	18,094	112,830	376,400	1,692,041	565,940	–	–
Households	979,909	190,492	163,110	156,438	155,080	113,652	692,327	3,442,143	5,893,151	4,559,640	–	–
Other	(95,486)	(23,026)	(24,840)	(12,982)	(22,038)	(7,261)	(3,858)	(107,122)	(296,815)	(153,262)	–	–
Total By Customer Group	**1,989,742**	**264,058**	**80,437**	**135,034**	**182,673**	**134,249**	**828,317**	**3,769,413**	**7,383,924**	**5,049,687**	**–**	**–**

Additional debtors information

Monthly Collection Rate			YTD Collection Rate
Period	Current year	Previous year	
12 Months	95.98%	96.15%	96.43%
6 Months	94.16%	94.70%	98.00%
3 Months	87.98%	89.80%	97.43%
Monthly	78.93%	86.27%	94.49%

12 Months Collection Ratio per Services			
Services	Current year	Previous year	YTD collection rate
Electricity	97.11%	98.24%	98.22%
Water	87.19%	88.36%	87.60%
Sewerage	89.06%	91.80%	89.23%
Refuse	89.67%	93.95%	90.72%
Rates	97.96%	97.91%	98.98%
Other	99.25%	100.72%	99.37%

2015/16 Billings vs Receipts		
Month	Billing R	Receipts R
July	2,209,073,483.25	2,088,193,398.76
August	2,488,922,992.22	2,169,405,482.27
September	2,262,304,780.14	2,419,049,564.44
October	2,505,481,428.54	2,705,870,983.61
November	2,395,688,029.38	2,226,384,947.06
December	2,422,380,493.07	2,252,286,523.97
January	2,650,067,780.59	2,091,725,634.16

Creditors analysis

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

Table SC4 Monthly budget Statement Aged Creditors

Description 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	Prior year totals (same period)
	Budget Year 2015/16									
Creditors Age Analysis By Customer Type										
Bulk Electricity	–	–	–	–	–	–	–	–	–	–
Bulk Water	–	–	–	–	–	–	–	–	–	–
PAYE deductions	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–	–
Trade Creditors	107,635	82	64	23	2	1	3	58	107,869	92,857
Auditor General	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	107,635	82	64	23	2	1	3	58	107,869	92,857

Outstanding commitments against Cash and Cash Equivalents

Item	Previous Month R'000	Current Month R'000
Closing Cash Balance	6 626 975	6 549 629
Unspent Conditional Grants	2 184 840	2 045 458
Housing Development	288 380	292 539
MTAB	18 976	19 172
Trust Funds	652	655
Financial commitments	401 000	401 000
Sinking Funds	-	-
Insurance reserves	461 941	465 639
CRR	1 745 257	1 732 040
TOTAL	5 101 045	4 956 503
TOTAL cash resources not committed	1 525 931	1 593 126

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 Days	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Absa	16	Fixed	2016/02/05	52	6.35%	25,000	52	25,052
Absa	27	Fixed	2016/02/15	46	6.45%	20,000	46	20,046
Absa	25	Fixed	2016/02/15	29	6.45%	15,000	29	15,029
Absa	24	Fixed	2016/02/15	27	6.45%	15,000	27	15,027
Firstrand	183	Fixed	2016/03/31	61	7.15%	10,000	61	10,061
Firstrand	183	Fixed	2016/03/31	73	7.15%	12,000	73	12,073
Firstrand	183	Fixed	2016/03/31	55	7.15%	9,000	55	9,055
Firstrand	183	Fixed	2016/03/31	73	7.15%	12,000	73	12,073
Firstrand	16	Fixed	2016/02/05	20	6.10%	10,000	20	10,020
Firstrand	21	Fixed	2016/02/15	141	6.13%	120,000	141	120,141
Firstrand	25	Fixed	2016/02/15	46	6.13%	25,000	46	25,046
Firstrand	24	Fixed	2016/02/15	42	6.13%	25,000	42	25,042
Firstrand	18	Fixed	2016/02/15	20	6.10%	30,000	20	30,020
Firstrand	30	Fixed	2016/02/25	10	6.33%	10,000	10	10,010
Investec Bank	16	Fixed	2016/02/05	21	6.25%	10,000	21	10,021
Investec Bank	21	Fixed	2016/02/15	19	6.45%	15,000	19	15,019
Investec Bank	24	Fixed	2016/02/15	18	6.40%	10,000	18	10,018
Investec Bank	18	Fixed	2016/02/15	7	6.30%	10,000	7	10,007
Nedbank	16	Fixed	2016/02/05	41	6.25%	20,000	41	20,041
Nedbank	21	Fixed	2016/02/15	30	6.35%	25,000	30	25,030
Nedbank	21	Fixed	2016/02/15	61	6.35%	50,000	61	50,061
Nedbank	27	Fixed	2016/02/15	45	6.35%	20,000	45	20,045
Nedbank	25	Fixed	2016/02/15	29	6.35%	15,000	29	15,029
Nedbank	24	Fixed	2016/02/15	26	6.35%	15,000	26	15,026
Nedbank	18	Fixed	2016/02/15	24	6.30%	35,000	24	35,024
Nedbank	30	Fixed	2016/02/25	69	6.45%	65,000	69	65,069
Standard Bank	16	Fixed	2016/02/05	31	6.20%	15,000	31	15,031
Standard Bank	21	Fixed	2016/02/15	24	6.25%	20,000	24	20,024
Standard Bank	27	Fixed	2016/02/15	100	6.25%	45,000	100	45,100
Standard Bank	25	Fixed	2016/02/15	66	6.25%	35,000	66	35,066
Standard Bank	24	Fixed	2016/02/15	43	6.23%	25,000	43	25,043
Standard Bank	18	Fixed	2016/02/15	31	6.25%	45,000	31	45,031
Standard Bank	29	Fixed	2016/02/25	18	6.45%	20,000	18	20,018
Standard Bank	27	Fixed	2016/02/25	50	6.75%	90,000	50	90,050
Standard Bank	30	Fixed	2016/02/25	27	6.45%	25,000	27	25,027
ABSA Call account		Notice deposit	-	1,514	6.60%	289,982	1,514	291,497
Firstrand Call account		Notice deposit	-	250	5.60%	50,000	250	50,250
Investec Call account		Notice deposit	-	418	5.85%	80,000	418	80,418
Nedbank Call account		Notice deposit	-	175	5.60%	35,000	175	35,175
Standard Bank Call account		Notice deposit	-	326	5.60%	65,000	326	65,326
ABSA current account			-	374	5.40%	118,034	374	118,408
Fund Managers			-	28,717	-	4,653,792	28,717	4,682,510
Liberty, RMB and Nedbank sinking fund			-	14,509	-	227,833	14,509	242,343
Cash in transit			-	-	-	14,638	19,593	34,231
Municipality total						**6,482,280**	**67,349**	**6,549,629**

Allocation and grant receipts and expenditure

Table SC7 Monthly Budget Statement transfers and grants expenditure

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Operating expenditure of Transfers and Grants								
National Government:	671,249	2,345,168	2,690,043	177,881	214,133	(36,252)	-16.9%	2,690,043
Equitable share	–	1,811,289	1,811,087	1,281	1,290	(9)	-0.7%	1,811,087
Finance Management grant	973	1,050	1,050	590	575	15	2.6%	1,050
Restructuring	–	1,191	–	–	–	–		–
Urban Settlements Development Grant	162,977	229,443	364,187	42,352	57,512	(15,160)	-26.4%	364,187
Public Transport Network Operations Grant	367,748	–	64,765	(1,176)	10,661	(11,837)		64,765
Energy Efficiency and Demand Side Management Grant	599	480	480	145	144	1	0.7%	480
Dept. of Environ Affairs and Tourism	4,326	4,304	6,338	393	2,152	(1,759)	-81.7%	6,338
Housing Accreditation	23	200	200	–	89	(89)	-100.0%	200
Expanded Public Works Programme	23,552	23,216	23,216	13,983	6,965	7,018	100.8%	23,216
Integrated City Development Grant	3,116	5,000	2,915	–	–	–		2,915
Public Transport Infrastructure & Systems Grant	–	8,466	31,959	6,609	11,996	(5,386)	-44.9%	31,959
Infrastructure Skills Development	2,763	7,528	7,026	3,816	2,967	849	28.6%	7,026
Municipal Human Settlements Capacity Grant	18,363	13,703	44,783	10,983	10,393	590	5.7%	44,783
Public Transport Network Grant	–	238,000	330,000	98,979	109,189	(10,210)	-9.4%	330,000
Department of Public Service and Administration	–	1,300	1,500	9	200	(191)	-95.6%	1,500
LGSETA	–	–	536	–	–	–		536
Public Transport Infrastructure Grant	79,844	–	–	(83)	–	(83)	0.0%	–
Urban Renewal	6,294	–	–	–	–	–		–
2014 African Nations Championship	(26)	–	–	–	–	–		–
Water Demand Side Management	697	–	–	–	–	–		–
Provincial Government:	730,002	1,199,402	1,367,367	424,013	437,268	(13,255)	-3.0%	1,367,367
Cultural Affairs and Sport - Provincial Library Services	28,874	32,100	34,600	16,652	18,362	(1,710)	-9.3%	34,600
Human Settlements - Human Settlement Development	411,253	696,014	863,185	249,123	251,199	(2,076)	-0.8%	863,185
Human Settlements - Municipal Accreditation Assistance	3,989	10,000	7,737	3,083	3,011	72	2.4%	7,737
Human Settlement - Settlement Assistance	–	–	1,011	412	352	60	100.0%	1,011
Health - TB	17,206	24,535	24,535	10,120	9,797	324	3.3%	24,535
Health - Global Fund	37,936	34,408	33,108	18,993	17,669	1,305	7.4%	33,108
Health - ARV	109,584	136,515	133,515	82,997	83,381	(385)	-0.5%	133,515
Health - Nutrition	4,065	4,904	4,904	2,419	2,800	(381)	-13.6%	4,904
Health - Vaccines	65,565	76,822	74,325	39,669	44,868	(5,199)	-11.6%	74,325
Comprehensive Health	–	163,465	165,828	–	–	–		165,828
Transport and Public Works - Provision for persons with special needs	10,075	10,000	10,134	–	2,000	(2,000)	-100.0%	10,134
Transport Safety and Compliance - Rail Safety	2,197	4,000	83	–	14	(14)	-100.0%	83
Community Development Workers	741	789	1,462	544	760	(216)	-28.4%	1,462
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	5,353	5,850	12,293	–	3,035	(3,035)	-100.0%	12,293
Economic Development and Tourism	500	–	–	–	–	–		–
Community Safety Law Enforcement Officers	19,384	–	–	–	–	–		–
Local Government - Compliance	467	–	–	–	–	–		–
Western Cape Financial Management Support Grant	300	–	303	–	–	–		303
Metropolitan Transport Fund	12,514	–	–	–	–	–		–
Library Service: Metro Library Grant	–	–	170	–	–	–		170
City of Cape Town - Public access centres	–	–	146	–	–	–		146
Community Safety - Law Enforcement Auxiliary Services	–	–	47	–	–	–		47
Other grant providers:	12,611	34,638	43,490	25,381	16,669	8,712	52.3%	43,490
Tourism	1,918	2,000	500	149	182	(33)	-18.1%	500
Carnegie	1,953	879	931	500	498	2	0.3%	931
CMTF	–	411	8,394	(1)	1,411	(1,412)	-100.1%	8,394
CID	2,839	2,791	2,908	1,628	1,628	–		2,908
Century City Property Owners Association	468	732	749	183	427	(264)	-61.8%	749
Traffic Free Flow (Pty) Ltd	1,017	1,585	1,768	470	1,033	(562)	-54.5%	1,768
DBSA - Green Fund	–	25,000	25,000	21,984	10,732	11,252	104.8%	25,000
Stellenbosch University	505	1,026	1,026	348	598	(250)	-41.8%	1,026
V&A Waterfront Holdings (Pty) Ltd	134	275	275	140	161	(21)	-12.9%	275
Domain (Pty) Ltd	–	140	–	–	–	–		–
Sustainable Energy Africa	–	–	424	–	–	–		424
South African Biodiversity Institute	3,544	–	–	–	–	–		–
Agence Francaise De Development	306	–	–	–	–	–		–
UN Women Safer Cities Initiative	125	–	–	–	–	–		–
Chemical Industries Education and Training Authority	–	–	1,500	–	–	–		1,500
Mamre Fencing	–	–	17	–	–	–		17
Total operating expenditure of Transfers and Grants:	1,414,063	3,579,408	4,100,920	627,275	668,070	(40,795)	-6.1%	4,100,920

Table continues on next page.

Annexure A: In-year report (January 2016)

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure of Transfers and Grants								
National Government:	**2,186,882**	**2,137,367**	**2,282,270**	**778,464**	**654,800**	**(1,970)**	**-0.3%**	**2,257,320**
Mineral and Energy: Energy Efficiency and Demand Side Management Grant	5,989	11,520	11,520	1,779	1,888	(109)	-5.8%	11,520
Minerals and Energy: Integrated National Electrification Programme (Municipal) Grant	22,224	5,000	5,000	3,459	3,396	63	1.9%	5,000
National Treasury: Expanded Public Works Programme	400	400	458	–	–	–		458
National Treasury: Infrastructure Skills Development Grant	–	–	500	–	–	–	0.0%	500
National Treasury: Integrated City Development Grant	53,517	45,826	52,256	22,810	24,733	(1,923)	-7.8%	52,256
National Treasury: Local Government Restructuring Grant	1,341	153	100	98	98	0	0.0%	98
National Treasury: Municipal Human Settlements Capacity Grant	428	–	500	135	136	(1)	-0.5%	500
National Treasury: Neighbourhood Development Partnership Grant	9,448	60,000	60,000	11,424	12 281	(857)	-7.0%	44,310
National Treasury: Other	265	650	650	259	300	(41)	-13.6%	650
National Treasury: Urban Settlements Development Grant	1,246,923	1,158,317	1,191,287	412,160	358,233	53,927	15.1%	1,182,029
Transport: Public Transport Infrastructure & Systems Grant	–	–	266	–	–	–		266
Transport: Public Transport Infrastructure Grant	842,210	–	408,232	92,138	38,190	53,948	141.3%	408,232
Transport: Public Transport Network Grant	–	855,501	551,501	234,202	215,546	18,656	8.7%	551,501
Finance Management Grant	598	–	–	–	–	–		–
Infrastructure Skills Development	299	–	–	–	–	–		–
Municipal Disaster Fund	1,365	–	–	–	–	–		–
Accreditation: Development Support	179	–	–	–	–	–		–
Urban renewal	1,695	–	–	–	–	–		–
Provincial Government:	**284,184**	**86,446**	**180,214**	**66,794**	**64,698**	**2,096**	**3.2%**	**180,214**
Cultural Affairs and Sport: Development of Sport and Recreation Facilities	–	–	134	–	–	–		134
Cultural Affairs and Sport: Library Services (Conditional Grant)	8,027	5,733	9,765	1,402	1,174	228	19.4%	9,765
Cultural Affairs and Sport: Library Services: Metro Library Grant	–	–	4,830	–	–	–		4,830
Economic Development and Tourism: Public Access Centres	–	–	58	–	–	–		58
Housing: Integrated Housing and Human Settlement Development Grant	254,030	55,773	131,672	59,541	57,335	2,206	3.8%	131,672
Provincial Government: Community Development Workers (CDW) Operational Grant Support	300	292	292	–	–	–		292
Provincial Government: Fibre Optic Broadband Roll Out	6,417	7,298	11,803	709	1,047	(338)	-32.3%	11,803
Provincial Government: Transport Safety and Compliance - Rail Safety	–	–	4,000	–	–	–		4,000
Transport and Public Works: Planning, Maintenance and Rehabilitation of Transport System and Infratructure	9,690	17,350	17,660	5,142	5,142	0	0.0%	17,660
Cultural Affairs and Sport - Three Anchor Bay Tennis Court	139	–	–	–	–	–		–
Economic Development and Tourism - False Bay Ecology	850	–	–	–	–	–		–
Economic Development and Tourism - Interactive Community Access	2,296	–	–	–	–	–		–
Transport and Public Works: Vehicle Impound Facility	343	–	–	–	–	–		–
MetropolitanTransport Fund	1,892	–	–	–	–	–		–
Other grant providers:	**44,219**	**53,761**	**68,734**	**35,187**	**33,724**	**1,463**	**4.3%**	**68,734**
Other: Other	44,219	53,761	68,734	35,187	33,724	58,503	173.5%	68,734
Total capital expenditure of Transfers and Grants	**2,515,285**	**2,277,574**	**2,531,218**	**880,444**	**753,222**	**1,589**	**0.2%**	**2,506,267**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**3,929,347**	**6,856,982**	**6,632,138**	**1,507,720**	**1,421,292**	**(39,206)**	**-2.8%**	**6,607,188**

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	2014/15	Budget Year 2015/16						
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	109,939	118,539	118,539	64,846	65,117	(271)	-0.4%	118,539
Pension and UIF Contributions	4,692	5,298	5,298	2,904	3,091	(187)	-6.0%	5,298
Medical Aid Contributions	–	–	–	–	–	–		–
Motor Vehicle Allowance	–	–	–	–	–	–		–
Cellphone Allowance	–	5,327	5,327	2,719	3,148	(429)	-13.6%	5,327
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	13,781	10,147	10,147	4,244	5,878	(1,634)	-27.8%	10,147
Sub Total - Councillors	**128,412**	**139,311**	**139,311**	**74,713**	**77,234**	**(2,621)**	**-3.3%**	**139,311**
% increase		**8.5%**	**8.5%**					**8.5%**
Senior Managers of the Municipality								
Basic Salaries and Wages	20,347	22,929	22,929	10,638	13,375	(2,737)	-20.5%	22,929
Pension and UIF Contributions	1,359	1,504	1,504	749	877	(128)	-14.6%	1,504
Medical Aid Contributions	215	232	232	127	135	(8)	-5.9%	232
Overtime	–	–	–	–	–	–		–
Performance Bonus	–	–	–	–	–	–		–
Motor Vehicle Allowance	568	614	614	331	358	(27)	-7.5%	614
Cellphone Allowance	122	180	180	56	105	(49)	-46.7%	180
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	74	82	82	89	48	41	85.4%	82
Payments in lieu of leave	408	–	–	42	–	42	100.0%	–
Long service awards	–	–	–	–	–	–		–
Post-retirement benefit obligations	–	–	–	–	–	–	-	–
Sub Total - Senior Managers of Municipality	**23,093**	**25,541**	**25,541**	**12,032**	**14,898**	**(2,866)**	**-19.2%**	**25,541**
% increase		**10.6%**	**10.6%**					**10.6%**
Other Municipal Staff								
Basic Salaries and Wages	5,722,147	6,780,959	6,801,730	4,009,489	4,126,571	(117,082)	-2.8%	6,801,730
Pension and UIF Contributions	910,752	1,221,469	1,207,283	673,897	701,367	(27,470)	-3.9%	1,207,283
Medical Aid Contributions	546,210	601,138	601,145	340,182	350,824	(10,642)	-3.0%	601,145
Overtime	389,657	401,992	448,333	211,755	211,578	177	0.1%	448,333
Performance Bonus	–	–	–	–	–	–		–
Motor Vehicle Allowance	189,840	202,120	202,747	111,582	118,139	(6,557)	-5.6%	202,747
Cellphone Allowance	13,569	14,171	15,004	8,021	8,477	(456)	-5.4%	15,004
Housing Allowances	28,439	28,727	53,364	30,738	31,126	(388)	-1.2%	53,364
Other benefits and allowances	186,332	208,053	206,927	117,720	120,885	(3,165)	-2.6%	206,927
Payments in lieu of leave	84,746	114,587	114,559	71,650	67,081	4,569	6.8%	114,559
Long service awards	19,968	58,800	58,800	23,175	34,021	(10,846)	-31.9%	58,800
Post-retirement benefit obligations	6,191	189,951	189,951	107,193	110,404	(3,211)	-2.9%	189,951
Sub Total - Other Municipal Staff	**8,097,851**	**9,821,967**	**9,899,843**	**5,705,402**	**5,880,473**	**(175,071)**	**-3.0%**	**9,899,843**
% increase		**21.3%**	**22.3%**					**22.3%**
Total Parent Municipality	**8,249,356**	**9,986,819**	**10,064,695**	**5,792,147**	**5,972,605**	**(180,458)**	**-3.0%**	**10,064,695**

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

Description	YTD Variance R Thousands	YTD Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Councillors (Political Office Bearers plus Other)				
Basic Salaries and Wages	(271)	-0.4%	Immaterial variance.	-
Pension and UIF Contributions	(187)	-6.0%	Immaterial variance.	-
Cellphone Allowance	(429)	-13.6%	Immaterial variance.	-
Other benefits and allowances	(1,634)	-27.8%	Variance due to lower than anticipated re-imbursements for adhoc travel claims	
Senior Managers of the Municipality				
Basic Salaries and Wages	(2,737)	-20.5%	Immaterial variance.	-
Pension and UIF Contributions	(126)	-14.6%	Immaterial variance.	-
Medical Aid Contributions	(8)	-5.9%	Immaterial variance.	-
Motor Vehicle Allowance	(27)	-7.5%	Immaterial variance.	-
Cellphone Allowance	(49)	-46.7%	Immaterial variance.	-
Other benefits and allowances	41	85.4%	Immaterial variance.	-
Payments in lieu of leave	42	100.0%	Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(117,082)	-2.8%	The variance is mainly due to: 1. The accumulative impact of the turnaround time in the filling of vacancies and the internal filling of vacant posts. 2. Appointment of seasonal workers and temporary staff, which are dependent on peak seasons as and when departments require additional labour.	The City had 2 643 vacancies as at 31 January 2016. From the beginning of the financial year, 2 527 positions were filled (910 internal and 1 617 external) with 1 319 terminations processed. The filling of vacancies is on-going and seasonal staff are appointed as required. Savings realised to date have been set aside and ring-fenced within investment accounts to address committed corporate initiatives
Pension and UIF Contributions	(27,470)	-3.9%	The variance is mainly due to the accumulative impact of the turnaround time in the filling of vacancies and the internal filling of vacant posts.	The filling of vacancies is on-going. Savings realised to date have been set aside and ring-fenced within investment accounts to address committed corporate initiatives.
Medical Aid Contributions	(10,642)	-3.0%	The variance is mainly due to the terminations and turnaround time of filling vacancies and the internal filling of vacant posts.	The filling of vacancies is on-going.
Overtime	177	0.1%	Main contributors to this variance are: 1. Cape Town Electricity (R4.0 million under), due to lower than anticipated overtime requirements to date. 2. Safety & Security (R7.6 million over), resulting from fire-related incidences and an increase in overtime requirements in policing departments. 3. Solid Waste Management (R4.5 million under), due to fewer vehicle breakdowns resulting from new vehicles purchased and a more efficient workshop.	The situation is monitored by the respective finance managers.
Motor Vehicle Allowance	(6,557)	-5.6%	The variance is mainly due to the turnaround time in filling vacancies and termination of employment of officials who were in receipt of car allowances.	The filling of vacancies is on-going.
Cellphone Allowance	(455)	-5.4%	Immaterial variance.	-
Housing Allowances	(386)	-1.2%	Immaterial variance.	-
Other benefits and allowances	(3,165)	-2.6%	Immaterial variance.	-
Payments in lieu of leave	4,569	6.8%	The variance is mainly due to the misalignment of the period budget with actual expenditure.	The situation is monitored by the finance managers.
Long service awards	(10,846)	-31.9%	Payments are dependent on whether qualifying employees exercise their option to convert leave days to cash, which is difficult to plan accurate per monthly cycles.	The balance of the budgetary provisions will be transferred to the long service provision at financial year end.
Post-retirement benefit obligations	(3,211)	-2.9%	The variance is mainly due to the misalignment of the period budget with the actual expenditure.	-

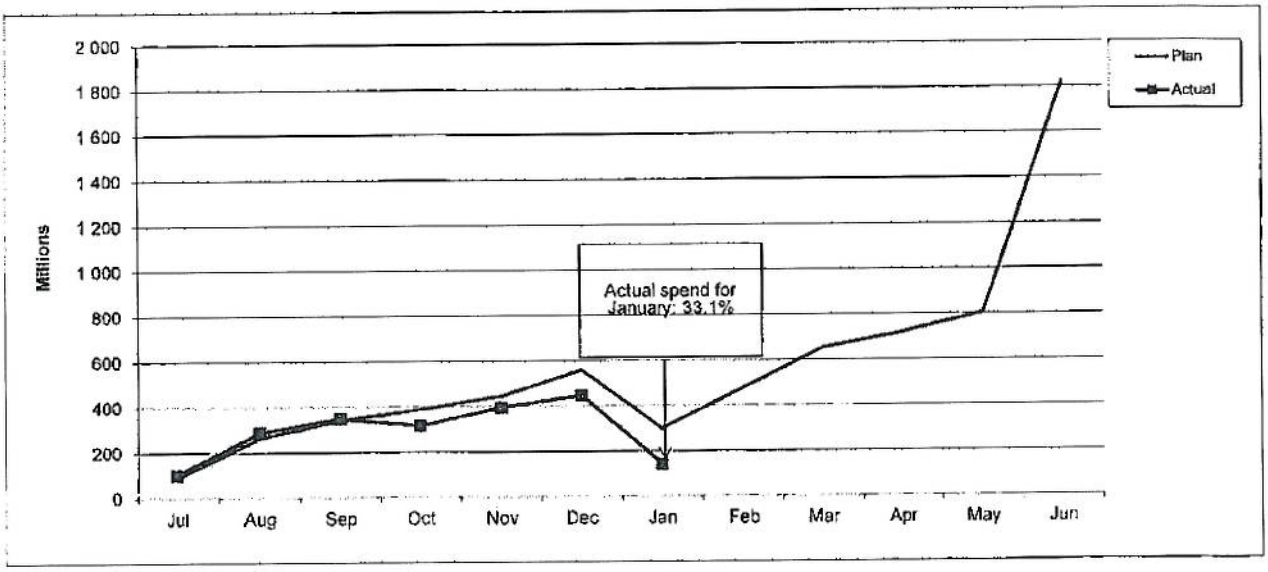
Capital programme performance

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

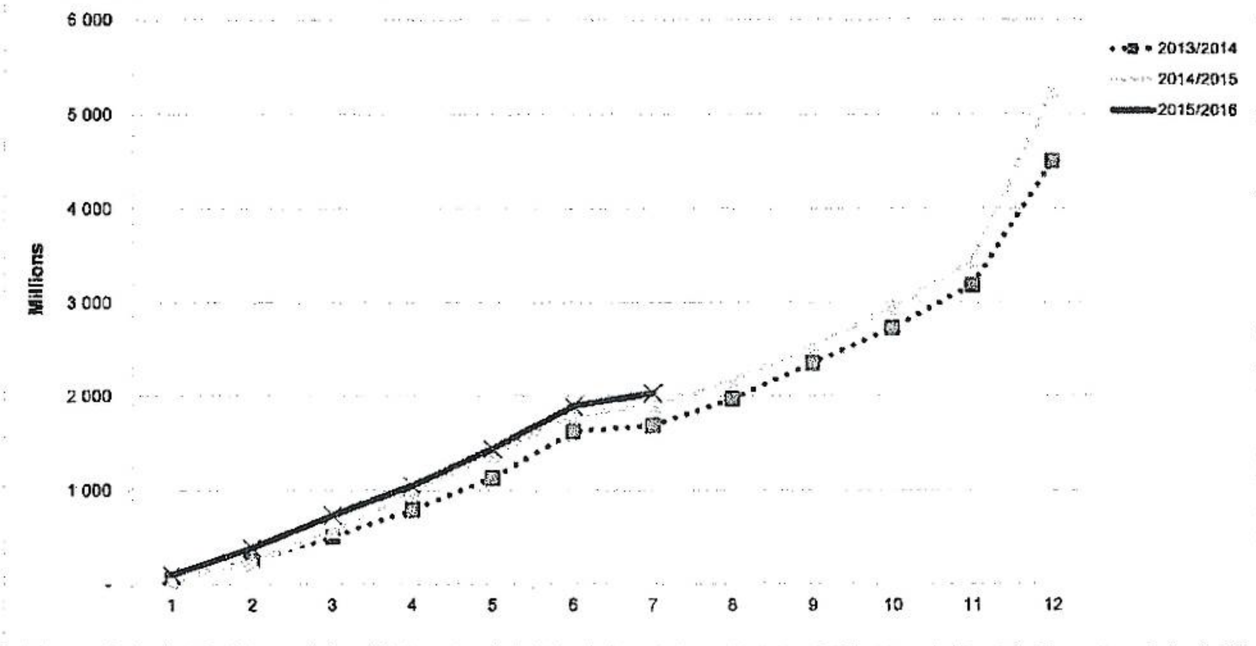
Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2014/15	Budget Year 2015/16							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	38,964	119,935	97,085	99,708	99,708	97,085	(2,623)	-2.7%	1.6%
August	202,822	271,184	286,037	287,144	386,853	383,122	(3,731)	-1.0%	6.4%
September	327,173	374,433	349,969	348,428	735,280	733,091	(2,189)	-0.3%	12.2%
October	396,473	380,345	319,142	315,151	1,050,432	1,052,233	1,601	0.2%	17.4%
November	431,445	419,526	386,712	395,133	1,445,564	1,438,945	(6,619)	-0.5%	23.9%
December	390,680	561,332	220,149	446,641	1,892,205	1,659,094	(233,111)	-14.1%	31.3%
January	118,919	224,634	144,706	140,970	2,033,175	1,803,801	(229,374)	-12.7%	33.6%
February	257,311	436,274	408,866	–		2,212,667	–		
March	358,096	584,242	585,591	–		2,798,258	–		
April	424,399	688,228	688,617	–		3,486,874	–		
May	491,155	657,936	898,121	–		4,394,996	–		
June	1,814,304	1,325,918	1,759,789	–		6,144,784	–		
Total Capital expenditure	**5,251,742**	**6,043,985**	**6,144,784**	**2,033,175**					

The monthly expenditure-to-date measured against the 2015/16 current budget is graphically illustrated below.



The capital expenditure trend for the City for the 2013/14, 2014/15 and 2015/16 financial years is graphically illustrated below.



The table below reflects the City's 2015/16 capital commitments as at 31 January 2016.

Directorate	* Commitments for 2015/16 R
City Manager	6 532 596
Corporate Services & Compliance	261 586 523
Utility Services	218 457 263
Utility Services Support	*0*
Cape Town Electricity	*18 766 362*
Solid Waste Management	*79 961 819*
Water & Sanitation	*119 729 082*
Community Services	31 918 752
Transport for Cape Town	485 905 008
Finance	3 770 400
City Health	4 136 943
Safety & Security	25 162 704
Human Settlements	37 322 558
Energy, Environmental & Spatial Planning	10 941 183
Tourism, Events & Economic Development	17 823 162
Social Dev & Early Childhood Development	9 082 484
TOTAL	1 112 639 575

* Commitments currently reflecting on SAP may not necessarily result in actual expenditure for 2015/16.

Annexure A: In-year report (January 2016)

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

Description R thousands	2014/15 Audited Outcome	Budget Year 2015/16 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	1,579,045	2,342,353	1,966,214	648,528	587,161	61,367	10.5%	1,966,274
Infrastructure - Road transport	*561,249*	*835,679*	*704,974*	*216,140*	*191,784*	*24,356*	*12.7%*	*704,974*
Roads, Pavements & Bridges	507,100	741,539	633,788	202,721	178,162	24,559	13.8%	633,788
Storm water	54,149	94,140	71,187	13,419	13,622	(204)	-1.5%	71,187
Infrastructure - Electricity	*402,632*	*582,928*	*499,143*	*172,083*	*167,681*	*4,402*	*2.6%*	*499,135*
Generation	–	–	–	–	–	–		–
Transmission & Reticulation	349,077	519,938	433,154	145,836	141,557	4,279	3.0%	433,154
Street Lighting	53,554	62,990	65,990	26,247	26,124	123	0.5%	65,982
Infrastructure - Water	*162,697*	*273,745*	*213,667*	*46,963*	*45,032*	*1,931*	*4.3%*	*213,660*
Dams & Reservoirs	40,359	138,600	108,235	13,235	17,435	(4,200)	-24.1%	108,235
Water purification	–	–	–	–	–	–		–
Reticulation	122,338	135,145	105,432	33,728	27,597	6,131	22.2%	105,425
Infrastructure - Sanitation	*130,355*	*239,084*	*224,328*	*117,630*	*100,635*	*16,996*	*16.9%*	*224,854*
Reticulation	130,055	227,084	222,828	117,309	100,490	16,819	16.7%	223,354
Sewerage purification	300	12,000	1,500	321	144	177	122.6%	1,500
Infrastructure - Other	*322,113*	*410,918*	*324,101*	*95,712*	*82,029*	*13,683*	*16.7%*	*323,651*
Waste Management	138,914	79,340	69,308	43,404	47,486	(4,081)	-8.6%	69,308
Transportation	4,598	143,771	44,400	12,179	12,050	129	1.1%	44,400
Gas	–	–	–	–	–	–		–
Other	178,600	187,807	210,393	40,128	22,492	17,636	78.4%	209,943
Community	78,007	80,812	119,654	30,903	28,263	2,641	9.3%	119,648
Parks & gardens	5,235	3,295	4,759	1,688	1,108	580	52.3%	4,759
Sportsfields & stadia	2,131	4,000	1,610	295	278	17	6.3%	1,604
Swimming pools	–	–	–	–	–	–		–
Community halls	11,354	18,433	19,690	6,153	4,044	2,109	52.1%	19,689
Libraries	33,562	14,139	18,931	15,496	16,510	(1,014)	-6.1%	18,931
Recreational facilities	–	20	20	13	13	–		20
Fire, safety & emergency	1,264	1,064	4,064	571	425	146	34.5%	4,064
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	2,272	–	2,172	24	24	–		2,172
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	–	100	100	–	–	–		100
Social rental housing	14,384	31,600	56,735	6,241	5,861	380	6.5%	56,735
Other	5,825	8,162	11,573	423	–	423	100.0%	11,573
Heritage assets	–	–	–	–	–	–		–
Buildings	–	–	–	–	–	–		–
Investment properties	–	–	–	–	–	–		–
Housing development	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Other assets	1,141,507	710,071	961,806	235,886	176,313	59,573	33.8%	961,477
General vehicles	349,210	41,993	98,629	10,307	5,183	5,125	98.9%	98,635
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	197,372	455,810	589,188	134,509	87,104	47,405	54.4%	588,799
Computers - hardware/equipment	100,538	123,508	158,913	55,953	52,350	3,603	6.9%	158,913
Furniture and other office equipment	45,312	40,164	61,279	21,545	19,296	2,249	11.7%	61,333
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	8,319	40,113	17,269	7,433	7,433	(0)	0.0%	17,269
Other Buildings	23,746	8,334	24,378	5,026	4,879	147	3.0%	24,378
Other Land	416,784	150	12,150	1,113	68	1,045	1536.2%	12,150
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	226	–	–	–	–	–		–
Agricultural assets	–	–	–	–	–	–		–
List sub-class	–	–	–	–	–	–		–
Biological assets	–	–	–	–	–	–		–
List sub-class	–	–	–	–	–	–		–
Intangibles	–	–	1,000	–	–	–		1,000
Computers - software & programming	–	–	1,000	–	–	–		1,000
Other	–	–	–	–	–	–		–
Total Capital Expenditure on new assets	2,796,559	3,133,237	3,048,674	915,317	791,736	123,581	15.6%	3,048,399

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

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

Description	2014/15	Budget Year 2015/16						
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	1,417,998	2,028,511	2,129,865	866,098	766,072	100,026	13.1%	2,120,704
Infrastructure - Road transport	*300,314*	*438,645*	*624,157*	*248,159*	*190,480*	*57,679*	*30.3%*	*624,157*
Roads, Pavements & Bridges	281,545	381,221	542,210	217,438	170,117	47,321	27.8%	542,210
Storm water	18,768	57,424	81,947	30,721	20,363	10,358	50.9%	81,947
Infrastructure - Electricity	*388,188*	*643,732*	*479,229*	*196,655*	*194,335*	*2,320*	*1.2%*	*480,068*
Generation	–	–	–	–	–	–		–
Transmission & Reticulation	388,188	643,732	479,229	196,655	194,335	2,320	1.2%	480,068
Street Lighting	–	–	–	–	–	–		–
Infrastructure - Water	*306,727*	*267,000*	*324,949*	*217,233*	*196,680*	*20,553*	*10.4%*	*324,949*
Dams & Reservoirs	–	15,000	5,100	134	–	134	100.0%	5,100
Water purification	5,636	–	–	–	–	–		–
Reticulation	301,091	252,000	319,849	217,099	196,680	20,418	10.4%	319,849
Infrastructure - Sanitation	*348,155*	*511,703*	*485,240*	*160,365*	*149,142*	*11,223*	*7.5%*	*475,240*
Reticulation	73,261	97,800	120,834	40,851	37,787	3,063	8.1%	120,834
Sewerage purification	274,894	413,903	364,407	119,514	111,355	8,159	7.3%	354,407
Infrastructure - Other	*74,615*	*167,432*	*216,290*	*43,686*	*35,435*	*8,251*	*23.3%*	*216,290*
Waste Management	18,755	131,398	94,450	1,216	1,913	(697)	-36.4%	94,450
Transportation	53,562	27,800	113,699	40,590	29,945	10,645	35.5%	113,699
Gas	–	–	–	–	–	–		–
Other	2,297	8,234	8,141	1,880	3,577	(1,697)	-47.4%	8,141
Community	499,853	212,296	332,716	118,884	120,230	(1,346)	-1.1%	332,168
Parks & gardens	52,959	56,923	62,104	20,316	15,949	4,368	27.4%	61,575
Sportsfields & stadia	55,160	20,707	43,569	8,925	9,787	(862)	-8.8%	43,567
Swimming pools	4,049	5,000	3,633	1,056	1,030	26	2.5%	3,633
Community halls	8,771	1,585	2,073	814	828	(14)	-1.7%	2,073
Libraries	11,393	4,895	8,946	3,331	2,993	338	11.3%	8,946
Recreational facilities	486	1,310	3,010	8	83	(75)	-90.4%	3,010
Fire, safety & emergency	1,438	–	–	–	–	–		–
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	13,662	8,687	7,868	2,624	2,019	605	30.0%	7,868
Museums & Art Galleries	168	2,800	2,822	475	475	0	0.0%	2,822
Cemeteries	3,316	20,974	26,525	1,342	1,863	(521)	-28.0%	26,525
Social rental housing	345,863	79,405	166,376	78,654	83,773	(5,118)	-6.1%	166,359
Other	2,590	10,010	5,790	1,339	1,431	(92)	-6.5%	5,790
Heritage assets	514	29,140	6,377	2,740	2,723	17	0.6%	6,377
Buildings	514	29,140	6,377	2,740	2,723	17	0.6%	6,377
Other	–	–	–	–	–	–		–
Other assets	536,818	640,800	627,152	130,135	123,038	7,097	5.8%	606,808
General vehicles	66,173	87,666	101,217	14,602	15,072	(471)	-3.1%	101,217
Specialised vehicles	62,409	107,900	124,356	15,497	21,027	(5,530)	-26.3%	124,734
Plant & equipment	33,024	23,038	16,325	6,569	7,060	(492)	-7.0%	15,246
Computers - hardware/equipment	116,478	77,976	92,737	33,917	27,699	6,219	22.5%	92,096
Furniture and other office equipment	36,071	19,992	36,729	7,346	5,029	2,317	46.1%	35,561
Abattoirs	–	–	–	–	–	–		–
Markets	200	150	150	93	120	(27)	-22.3%	150
Civic Land and Buildings	54,317	56,725	48,968	22,939	20,121	2,817	14.0%	48,968
Other Buildings	167,602	213,503	205,845	28,622	26,391	2,231	8.5%	188,011
Other Land	–	52,850	–	–	–	–		–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	544	1,000	825	551	519	32	6.1%	825
Agricultural assets	–	–	–	–	–	–		–
List sub-class	–	–	–	–	–	–		–
Biological assets	–	–	–	–	–	–		–
List sub-class	–	–	–	–	–	–		–
Intangibles	–	–	–	–	–	–		–
Computers - software & programming	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Total Capital Expenditure on renewal of existing assets	2,455,183	2,910,748	3,096,110	1,117,856	1,012,064	105,793	10.5%	3,066,058

Specialised vehicles	62,409	107,900	124,356	15,497	21,027	(5,530)	-26.3%	124,734
Refuse	62,409	78,000	94,456	5,461	10,590	(5,129)	-48.4%	94,834
Fire	–	29,900	29,900	10,036	10,437	(401)	-3.8%	29,900
Conservancy	–	–	–	–	–	–		–
Ambulances	–	–	–	–	–	–		–

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

Description R thousands	2014/15 Audited Outcome	Budget Year 2015/16 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	1,107,461	1,148,286	1,145,276	536,279	570,297	(34,018)	-6.0%	1,145,276
Infrastructure - Road transport	*553,090*	*520,456*	*465,832*	*216,441*	*211,171*	*5,269*	2.5%	*465,832*
Roads, Pavements & Bridges	553,090	520,456	465,832	216,441	211,171	5,269	2.5%	465,832
Storm water	-	-	-	-	-	-		-
Infrastructure - Electricity	*359,530*	*432,859*	*460,206*	*207,879*	*248,908*	*(41,029)*	-16.5%	*460,206*
Generation	359,530	432,859	460,206	207,879	248,908	(41,029)	-16.5%	460,206
Transmission & Reticulation	-	-	-	-	-	-		-
Street Lighting	-	-	-	-	-	-		-
Infrastructure - Water	*48,551*	*44,828*	*51,866*	*28,563*	*29,060*	*(497)*	-1.7%	*51,866*
Dams & Reservoirs	48,551	44,828	51,866	28,563	29,060	(497)	-1.7%	51,866
Water purification	-	-	-	-	-	-		-
Reticulation	-	-	-	-	-	-		-
Infrastructure - Sanitation	*110,083*	*110,833*	*111,029*	*65,731*	*57,650*	*8,081*	*14.0%*	*111,029*
Reticulation	110,083	110,833	111,029	65,731	57,650	8,081	14.0%	111,029
Sewerage purification	-	-	-	-	-	-		-
Infrastructure - Other	*36,228*	*39,310*	*56,343*	*17,665*	*23,508*	*(5,843)*	-24.9%	56,343
Waste Management	-	-	-	-	-	-		-
Transportation	-	-	-	-	-	-		-
Gas	-	-	-	-	-	-		-
Other	36,228	39,310	56,343	17,665	23,508	(5,843)	-24.9%	56,343
Community	85,343	59,931	72,820	40,950	34,701	6,249	18.0%	72,820
Parks & gardens	14,181	9,392	11,082	4,787	5,504	(717)	-13.0%	11,082
Sportsfields & stadia	621	-	47	394	47	347	740.0%	47
Swimming pools	7,911	66	2,642	4,134	1,958	2,175	111.1%	2,642
Community halls	7,577	1,829	7,504	4,815	4,197	619	14.7%	7,504
Libraries	908	543	545	58	285	(227)	-79.6%	545
Recreational facilities	48,111	41,043	41,914	23,813	18,197	5,616	30.9%	41,914
Fire, safety & emergency	371	470	470	13	263	(250)	-95.0%	470
Security and policing	-	-	-	-	-	-		-
Buses	-	-	-	-	-	-		-
Clinics	1,468	2,311	2,351	680	1,330	(649)	-48.8%	2,351
Museums & Art Galleries	-	-	-	-	-	-		-
Cemeteries	3,526	2,106	3,552	1,243	1,272	(28)	-2.2%	3,552
Social rental housing	-	-	-	-	-	-		-
Other	669	2,171	2,712	1,013	1,650	(637)	-38.6%	2,712
Heritage assets	20,581	15,027	13,745	11,834	6,148	5,686	92.5%	13,745
Buildings	-	-	-	-	-	-		-
Other	20,581	15,027	13,745	11,834	6,148	5,686	92.5%	13,745
Investment properties	-	-	-	-	-	-		-
Housing development	-	-	-	-	-	-		-
Other	-	-	-	-	-	-		-
Other assets	1,789,753	2,359,150	2,323,260	1,017,759	1,175,044	(157,284)	-13.4%	2,323,260
General vehicles	142,671	147,614	149,590	77,473	84,754	(7,280)	-8.6%	149,590
Specialised vehicles	-	-	-	-	-	-		-
Plant & equipment	10,255	15,901	13,310	3,681	6,594	(2,913)	-44.2%	13,310
Computers - hardware/equipment	263,329	340,878	319,078	145,324	156,757	(11,433)	-7.3%	319,078
Furniture and other office equipment	952,027	1,357,539	1,284,754	552,890	624,488	(71,599)	-11.5%	1,284,754
Abattoirs	-	-	-	-	-	-		-
Markets	-	-	-	-	-	-		-
Civic Land and Buildings	59,317	82,377	83,201	35,923	47,410	(11,487)	-24.2%	83,201
Other Buildings	2,202	1,939	1,939	1,359	1,108	251	22.7%	1,939
Other Land	109,666	134,480	137,099	56,775	69,520	(12,745)	-18.3%	137,099
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-		-
Other	250,285	278,421	334,289	144,334	184,413	(40,078)	-21.7%	334,289
Agricultural assets	-	-	-	-	-	-		-
-	-	-	-	-	-	-		-
Biological assets	-	-	-	-	-	-		-
-	-	-	-	-	-	-		-
Intangibles	-	-	-	-	-	-		-
Computers - software & programming	-	-	-	-	-	-		-
Other	-	-	-	-	-	-		-
Total Repairs and Maintenance Expenditure	3,003,158	3,582,394	3,555,101	1,606,822	1,786,190	(179,368)	-10.0%	3,555,101

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

PART 3 – CONSOLIDATED IN-YEAR REPORT

Consolidated Monthly Budget Statement Summary

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	6,014,706	6,546,155	6,552,155	3,927,209	3,813,309	113,900	3.0%	6,552,155
Service charges	15,186,203	17,002,759	17,126,145	9,854,374	9,729,885	124,489	1.3%	17,126,145
Investment revenue	574,097	294,255	607,878	360,699	364,477	(3,778)	-1.0%	607,878
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,124,269	2,102,663	21,606	1.0%	4,106,009
Other own revenue	4,431,781	4,462,718	4,395,123	2,576,911	2,696,931	(120,020)	-4.5%	4,395,123
Total Revenue (excluding capital transfers and contributions)	**29,471,058**	**31,885,639**	**32,787,311**	**18,843,462**	**18,707,265**	**136,197**	**0.7%**	**32,787,311**
Employee costs	8,168,750	9,900,936	9,980,872	5,743,306	5,926,367	(183,061)	-3.1%	9,980,872
Remuneration of Councillors	128,412	139,311	139,311	74,713	77,234	(2,521)	-3.3%	139,311
Remuneration of Directors	356	873	873	232	437	(205)	-46.9%	873
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	1,201,568	1,255,202	(53,634)	-4.3%	2,156,913
Finance charges	779,929	971,133	762,538	419,761	423,515	(3,754)	-0.9%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,308,623	4,431,721	4,471,454	(39,733)	-0.9%	8,308,623
Transfers and grants	136,487	120,402	167,085	104,933	93,907	11,026	11.7%	167,085
Other expenditure	8,956,137	10,708,617	11,396,123	4,659,532	4,979,858	(320,326)	-6.4%	11,396,123
Total Expenditure	**27,542,916**	**32,287,449**	**32,912,338**	**16,635,766**	**17,227,973**	**(592,207)**	**-3.4%**	**32,912,338**
Surplus/(Deficit)	**1,928,141**	**(401,811)**	**(125,028)**	**2,207,696**	**1,479,291**	**728,405**	**49.2%**	**(125,028)**
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	845,257	719,497	125,760	17.5%	2,462,484
Contributions recognised - capital & contributed assets	49,172	53,761	68,734	35,187	33,724	1,463	4.3%	68,734
Surplus/(Deficit) after capital transfers & contributions	**4,400,492**	**1,875,763**	**2,406,190**	**3,088,141**	**2,232,513**			**2,406,190**
Taxation	18,576	5,139	6,741	9,693	1,709	7,984	467.1%	6,741
Surplus/(Deficit) after Taxation	**4,381,915**	**1,870,624**	**2,399,449**	**3,078,448**	**2,230,804**			**2,399,449**
Attributable to minorities	12,681	3,976	5,216	7,500	1,300			5,216
Surplus/ (Deficit) for the year	**4,369,235**	**1,866,648**	**2,394,233**	**3,070,947**	**2,229,504**			**2,394,233**
Financial position								
Total current assets	10,720,168	8,804,945	9,248,353	13,659,652				8,685,140
Total non current assets	38,842,987	43,765,828	44,663,373	36,033,628				43,664,387
Total current liabilities	8,748,195	8,883,546	9,773,495	5,449,250				8,912,025
Total non current liabilities	12,040,207	14,394,044	14,363,873	12,439,146				14,391,843
Total Community wealth/Equity	**28,774,752**	**29,293,183**	**29,774,358**	**31,804,885**				**29,045,659**
Cash flows								
Net cash from (used) operating	6,137,521	4,229,326	4,471,221	2,060,522	1,981,512	79,010	4%	4,471,220
Net cash from (used) investing	(4,800,204)	(6,541,942)	(6,664,529)	(2,038,612)	(2,294,583)	255,972	-11%	(6,664,529)
Net cash from (used) financing	(205,097)	1,710,001	(206,665)	(126,078)	(141,078)	15,000	-11%	(206,665)
Cash/cash equivalents at the year end	**3,753,780**	**2,332,986**	**1,353,806**	**3,649,612**	**3,299,630**			**1,353,806**

Consolidated Monthly Budget Statement – Financial Performance (revenue and expenditure)

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	6,014,706	6,546,155	6,552,155	3,927,209	3,813,309	113,900	2.9%	6,552,155
Property rates - penalties & collection charges	–	–	–	–	–	–		–
Service charges - electricity revenue	9,966,787	11,127,619	11,127,619	6,594,879	6,431,685	163,194	2.5%	11,127,619
Service charges - water revenue	2,523,675	2,745,181	2,745,181	1,493,241	1,532,100	(38,859)	-2.6%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	817,138	808,716	8,422	1.0%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	633,740	625,777	7,963	1.3%	1,097,054
Service charges - other	393,743	561,765	685,344	315,376	331,607	(16,230)	-5.1%	685,344
Rental of facilities and equipment	460,627	437,014	457,557	262,220	254,811	7,409	2.8%	457,557
Interest earned - external investments	574,097	294,255	607,878	360,699	364,477	(3,778)	-1.0%	607,878
Interest earned - outstanding debtors	198,230	233,996	231,266	124,914	137,239	(12,325)	-9.9%	231,266
Dividends received	–	–	–	–	–	–	-	–
Fines	988,017	977,210	996,923	417,796	581,396	(163,600)	-39.2%	996,923
Licences and permits	43,111	43,028	29,444	22,496	17,175	5,321	23.7%	29,444
Agency services	168,519	153,993	153,993	101,002	98,328	2,673	2.6%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,124,269	2,102,663	21,606	1.0%	4,106,009
Other revenue	2,485,469	2,542,807	2,451,272	1,637,611	1,597,150	40,462	2.5%	2,451,272
Gains on disposal of PPE	87,809	74,669	74,669	10,873	10,833	40	0.4%	74,669
Total Revenue (excluding capital transfers and contributions)	29,471,058	31,885,639	32,787,311	18,843,462	18,707,265	136,197	0.7%	32,787,311
Expenditure By Type								
Employee related costs	8,168,750	9,900,936	9,980,872	5,743,306	5,926,367	(183,061)	-3.2%	9,980,872
Remuneration of Councillors	128,412	139,311	139,311	74,713	77,234	(2,521)	-3.4%	139,311
Remuneration of Directors	356	873	873	232	437	(205)	-88.2%	873
Debt impairment	1,523,784	1,798,371	1,798,493	616,034	616,034	(0)	0.0%	1,798,493
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	1,201,568	1,255,202	(53,634)	-4.5%	2,156,913
Finance charges	779,929	971,133	762,538	419,761	423,515	(3,754)	-0.9%	762,538
Bulk purchases	7,108,843	7,967,555	7,959,015	4,272,061	4,289,501	(17,440)	-0.4%	7,959,015
Other materials	323,901	359,005	349,608	159,660	181,953	(22,293)	-14.0%	349,608
Contracted services	3,576,198	4,818,153	4,655,405	1,663,538	1,832,193	(168,655)	-10.1%	4,655,405
Transfers and grants	136,487	120,402	167,085	104,933	93,907	11,026	10.5%	167,085
Other expenditure	3,853,059	4,092,093	4,942,225	2,376,837	2,531,630	(154,793)	-6.5%	4,942,225
Loss on disposal of PPE	3,096	–	–	3,123	–	3,123	-	–
Total Expenditure	27,542,916	32,287,449	32,912,338	16,635,766	17,227,973	(592,207)	-3.4%	32,912,338
Surplus/(Deficit)	1,928,141	(401,811)	(125,028)	2,207,696	1,479,291	728,405	33.0%	(125,028)
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	845,257	719,497	125,760	14.9%	2,462,484
Contributions recognised - capital	44,219	53,761	68,734	35,187	33,724	1,463	4.2%	68,734
Contributed Assets	4,953	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers and contributions	4,400,492	1,875,763	2,406,190	3,088,141	2,232,513	855,628	27.7%	2,406,190
Taxation	18,576	5,139	6,741	9,693	1,709	7,984	82.4%	6,741
Surplus/(Deficit) after taxation	4,381,915	1,870,624	2,399,449	3,078,448	2,230,804			2,399,449
Attributable to minorities	12,681	3,976	5,216	7,500	1,300			5,216
Surplus/(Deficit) attributable to municipality	4,369,235	1,866,648	2,394,233	3,070,947	2,229,504			2,394,233
Share of surplus/(deficit) of associate	–	–	–	–	–			–
Surplus/(Deficit) for the year	4,369,235	1,866,648	2,394,233	3,070,947	2,229,504			2,394,233

Annexure A: In-year report (January 2016)

Consolidated Monthly Budget Statement – Financial Position

Vote Description	2014/15	Current Year 2015/16			
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	3,208,918	–	–	3,228,186	–
Call investment deposits	1,860,113	3,211,841	3,665,516	5,473,507	3,103,077
Consumer debtors	4,618,497	4,740,731	4,741,505	3,863,739	4,740,731
Other debtors	730,721	519,686	508,838	807,948	508,838
Current portion of long-term receivables	19,838	19,470	19,470	19,838	19,470
Inventory	282,082	313,217	313,024	266,435	313,024
Total current assets	**10,720,168**	**8,804,945**	**9,248,353**	**13,659,652**	**8,685,140**
Non current assets					
Long-term receivables	75,324	94,142	94,146	59,328	94,146
Investments	3,753,617	3,911,206	4,141,639	–	3,911,206
Investment property	–	–	–	–	–
Investments in Associate	264,115	836,315	734,870	377,621	734,870
Property, plant and equipment	34,749,931	38,924,165	39,692,718	35,596,678	38,924,165
Agricultural assets					
Biological assets					
Intangible assets					
Other non-current assets					
Total non current assets	**38,842,987**	**43,765,828**	**44,663,373**	**36,033,628**	**43,664,387**
TOTAL ASSETS	**49,563,155**	**52,570,773**	**53,911,725**	**49,693,280**	**52,349,527**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	345,682	498,690	498,690	345,681	498,690
Consumer deposits	308,687	459,542	483,061	307,840	483,061
Trade and other payables	6,963,180	6,946,451	7,813,052	3,697,204	6,951,583
Provisions	1,130,647	978,863	978,692	1,098,524	978,692
Total current liabilities	**8,748,195**	**8,883,546**	**9,773,495**	**5,449,250**	**8,912,025**
Non current liabilities					
Borrowing	6,415,499	8,032,745	8,032,745	6,345,442	8,032,745
Provisions	5,624,708	6,361,299	6,331,128	6,093,704	6,359,098
Total non current liabilities	**12,040,207**	**14,394,044**	**14,363,873**	**12,439,146**	**14,391,843**
TOTAL LIABILITIES	**20,788,403**	**23,277,590**	**24,137,368**	**17,888,395**	**23,303,868**
NET ASSETS	**28,774,752**	**29,293,183**	**29,774,358**	**31,804,885**	**29,045,659**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,758,158	27,128,196	27,855,459	28,928,289	27,160,674
Reserves	2,790,265	1,847,464	1,675,856	2,638,253	1,847,464
Share capital	–	–	–	–	(280,001)
Non-controlling interest	226,329	317,522	243,042	238,343	317,522
TOTAL COMMUNITY WEALTH/EQUITY	**28,774,752**	**29,293,183**	**29,774,358**	**31,804,885**	**29,045,659**

Consolidated Monthly Budget Statement – Cash Flow

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Ratepayers and other	23,329,976	25,512,310	25,592,430	16,400,114	16,286,243	113,871	0.7%	25,592,430
Government - operating	3,251,460	3,579,752	4,106,009	1,786,018	1,817,372	(31,354)	-1.7%	4,106,009
Government - capital	2,423,179	2,277,574	2,531,218	1,730,832	1,699,478	31,354	1.8%	2,531,218
Interest	786,135	464,676	607,890	307,736	301,426	6,310	2.1%	607,890
Dividends	–	–	–	–	–	–	-	-
Payments								
Suppliers and employees	(22,923,679)	(26,717,606)	(27,663,247)	(17,816,141)	(17,774,996)	(41,144)	0.2%	(27,663,247)
Finance charges	(709,550)	(887,380)	(703,079)	(348,036)	(348,010)	(26)	0.0%	(703,079)
Dividends paid	–	–	–	–	–	-	-	–
Transfers and Grants	–	–	–	–	–	–	-	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,137,521**	**4,229,326**	**4,471,221**	**2,060,522**	**1,981,512**	**79,010**	**4.0%**	**4,471,220**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	91,419	74,669	74,669	–	–	–	-	74,669
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	-	–
Decrease (increase) other non-current receivables	28,800	4,955	4,955	–	–	–	-	4,955
Decrease (increase) in non-current investments	361,949	(170,422)	(186,352)	–	–	–	-	(186,352)
Payments								
Capital assets	(5,282,372)	(6,451,145)	(6,557,801)	(2,038,612)	(2,294,583)	255,972	-11.2%	(6,557,801)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,800,204)**	**(6,541,942)**	**(6,664,529)**	**(2,038,612)**	**(2,294,583)**	**255,972**	**-11.2%**	**(6,664,529)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	202,715	2,038,209	38,209	15,000	–	15,000	100.0%	38,209
Increase (decrease) in consumer deposits	(97,959)	40,724	40,724	–	–	–	-	40,724
Payments								
Repayment of borrowing	(309,852)	(368,931)	(285,598)	(141,078)	(141,078)	0	0.0%	(285,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(205,097)**	**1,710,001**	**(206,665)**	**(126,078)**	**(141,078)**	**15,000**	**-10.6%**	**(206,665)**
NET INCREASE/ (DECREASE) IN CASH HELD	**1,132,221**	**(602,614)**	**(2,399,973)**	**(104,167)**	**(454,149)**			**(2,399,974)**
Cash/cash equivalents at beginning:	2,621,558	2,935,601	3,753,780	3,753,780	3,753,780			3,753,780
Cash/cash equivalents at month/year end:	3,753,780	2,332,986	1,353,806	3,649,612	3,299,630			1,353,806

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

Executive Summary

The company hosted 266 events as at 31 January 2016 and achieved a surplus of R24.9 million. Total revenue has exceeded its budget by R14.8 million, while total expenditure reflects a saving of R13.7 million.

Table F1 Monthly Budget Statement Summary

Description	2014/15	Current Year 2015/16						
R thousands	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	30,742	22,568	27,112	21,122	16,706	4,416	26.4%	27,112
Transfers recognised - operational	-	-	-	-	-	-	-	-
Other own revenue	195,924	192,990	194,990	113,803	103,404	10,399	10.1%	194,990
Total Revenue (excluding capital transfers and contributions)	226,666	215,558	222,101	134,925	120,110	14,815	12.3%	222,101
Employee costs	44,017	53,428	55,488	25,872	30,996	(5,125)	-16.5%	55,488
Remuneration of Board Members	356	873	873	232	437	(205)	-46.9%	873
Depreciation and asset impairment	22,968	29,790	29,790	15,141	17,377	(2,237)	-12.9%	29,790
Finance charges	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-
Other expenditure	98,606	113,113	111,875	59,062	65,270	(6,208)	-9.5%	111,875
Total Expenditure	165,947	197,204	198,026	100,306	114,080	(13,774)	-12.1%	198,026
Surplus/(Deficit)	60,719	18,354	24,076	34,619	6,030	28,589	474.1%	24,076
Transfers recognised - capital	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	60,719	18,354	24,076	34,619	6,030	28,589	474.1%	24,076
Taxation	18,576	5,139	6,741	9,693	1,709	7,984	467.1%	6,741
Surplus/ (Deficit) for the year	42,143	13,215	17,335	24,926	4,321	20,605	476.9%	17,335
Capital expenditure & funds sources								
Capital expenditure								
Transfers recognised - capital	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-
Internally generated funds	82,409	495,319	500,544	128,647	218,284	(89,637)	-41.1%	500,544
Total sources of capital funds	82,409	495,319	500,544	128,647	218,284	(89,637)	-41.1%	500,544
Financial position								
Total current assets	579,940	275,146	155,341	467,242				155,341
Total non current assets	264,115	836,315	734,874	377,621				734,874
Total current liabilities	91,881	54,020	82,499	52,769				82,499
Total non current liabilities	-	2,201	-	(5)				-
Community wealth/Equity	752,174	1,055,241	807,717	792,100				807,717
Cash flows								
Net cash from (used) operating	78,796	45,124	57,143	15,518	21,707	(6,188)	-28.5%	57,143
Net cash from (used) investing	(81,879)	(495,319)	(500,544)	(128,647)	(218,284)	89,637	-41.1%	(500,544)
Net cash from (used) financing	202,715	38,209	38,209	15,000	-	15,000	100.0%	38,209
Cash/cash equivalents at the year end	554,632	258,204	-	456,503				149,439

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

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	–	–	–	–	–	–	-	–
Property rates - penalties & collection charges	–	–	–	–	–	–	-	–
Service charges - electricity revenue	–	–	–	–	–	–	-	–
Service charges - water revenue	–	–	–	–	–	–	-	–
Service charges - sanitation revenue	–	–	–	–	–	–	-	–
Service charges - refuse revenue	–	–	–	–	–	–	-	–
Service charges - other	–	–	–	–	–	–	-	–
Rental of facilities and equipment	94 607	91 367	92 367	54 838	48 897	5 941	12.2%	92 367
Interest earned - external investments	30 742	22 568	27 112	21 122	16 706	4 416	26.4%	27 112
Interest earned - outstanding debtors	–	–	–	–	–	–	-	–
Dividends received	–	–	–	–	–	–	-	–
Fines	–	–	–	–	–	–	-	–
Licences and permits	–	–	–	–	–	–	-	–
Agency services	–	–	–	–	–	–	-	–
Transfers recognised - operational	–	–	–	–	–	–	-	–
Other revenue	101 318	101 622	102 622	58 964	54 506	4 458	8.2%	102 622
Gains on disposal of PPE	–	–	–	–	–	–	-	–
Total Revenue (excluding capital transfers and contributions)	226 666	215 558	222 101	134 925	120 110	14 815	12.3%	222 101
Expenditure By Type								
Employee related costs	44 017	53 428	55 468	25 872	30 996	(5 125)	-16.5%	55 488
Remuneration of Directors	356	873	873	232	437	(205)	-46.9%	873
Debt impairment	–	–	–	–	–	–	-	–
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	22 968	29 790	29 790	15 141	17 377	(2 237)	-12.9%	29 790
Finance charges	–	–	–	–	–	–	-	–
Bulk purchases	–	–	–	–	–	–	-	–
Other materials	–	–	–	–	–	–	-	–
Contracted services	–	–	–	–	–	–	-	–
Transfers and grants	–	–	–	–	–	–	-	–
Other expenditure	98 606	113 113	111 875	59 062	65 270	(6 208)	-9.5%	111 875
Loss on disposal of PPE	–	–	–	–	–	–	-	–
Total Expenditure	165 947	197 204	198 026	100 306	114 080	(13 774)	-12.1%	198 026
Surplus/(Deficit)	60 719	18 354	24 076	34 619	6 030	28 589	474.1%	24 076
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital	–	–	–	–	–	–	-	–
Contributions of PPE	–	–	–	–	–	–	-	–
Surplus/(Deficit) before taxation	60 719	18 354	24 076	34 619	6 030	28 589	474.1%	24 076
Taxation	18 576	5 139	6 741	9 693	1 709	7 984	467.1%	6 741
Surplus/(Deficit) for the year	42 143	13 215	17 335	24 926	4 321	20 605	476.9%	17 335

Table F3 Monthly Budget Statement – Capital expenditure

Vote Description R thousands	2014/15 Audited Outcome	Current Year 2015/16 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Single Year expenditure								
Building Enhancements	15 844	11 995	16 495	4 240	9 622	(5 382)	-55.9%	16 495
IT & Telecommunications	8 486	10 849	10 849	3 441	6 329	(2 888)	-45.6%	10 849
Operational Furniture & Equipment	945	1 050	1 050	175	613	(437)	-71.4%	1 050
Catering Furniture & Equipment	2 278	3 450	4 175	845	2 435	(1 590)	-65.3%	4 175
CTICC2	54 856	467 975	467 975	119 946	199 285	(79 340)	-39.8%	467 975
Capital single-year expenditure sub-total	**82 409**	**495 319**	**500 544**	**128 647**	**218 284**	**(89 637)**	**-41.1%**	**500 544**
Funded by:								
National Government	–	–	–	–	–	–	-	–
Provincial Government	–	–	–	–	–	–	-	–
Parent Municipality	–	–	–	–	–	–	-	–
District Municipality	–	–	–	–	–	–	-	–
Transfers recognised - capital	–	–	–	–	–	–		–
Public contributions & Donations	–	–	–	–	–	–	-	–
Borrowing	–	–	–	–	–	–	-	–
Internally generated funds	82 409	495 319	500 544	128 647	218 284	(89 637)	-41.1%	500 544
Total Capital Funding	**82 409**	**495 319**	**500 544**	**128 647**	**218 284**	**(89 637)**	**-41.1%**	**500 544**

Table F4 Monthly Budget Statement – Financial Position

Vote Description R thousands	2014/15 Audited Outcome	Current Year 2015/16 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	9 770	–	–	14 470	–
Call investment deposits	544 862	258 204	149 439	442 033	149 439
Consumer debtors	–	–	–	–	–
Other debtors	23 543	14 748	3 900	9 460	3 900
Current portion of long-term receivables	–	–	–	–	–
Inventory	1 766	2 195	2 002	1 280	2 002
Total current assets	**579 940**	**275 146**	**155 341**	**467 242**	**155 341**
Non current assets					
Long-term receivables	–	–	5	–	5
Investments	–	–	–	–	–
Investment property	–	–	–	–	–
Property, plant and equipment	264 115	836 315	734 870	377 621	734 870
Agricultural assets	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Total non current assets	**264 115**	**836 315**	**734 874**	**377 621**	**734 874**
TOTAL ASSETS	**844 056**	**1 111 462**	**890 216**	**844 864**	**890 216**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	36 429	11 579	35 098	26 536	35 098
Trade and other payables	52 088	38 622	43 753	23 558	43 753
Provisions	3 365	3 818	3 647	2 675	3 647
Total current liabilities	**91 881**	**54 020**	**82 499**	**52 769**	**82 499**
Non current liabilities					
Borrowing	–	–	–	–	–
Provisions	–	2 201	–	(5)	–
Total non current liabilities	**–**	**2 201**	**–**	**(5)**	**–**
TOTAL LIABILITIES	**91 881**	**56 221**	**82 499**	**52 764**	**82 499**
NET ASSETS	**752 174**	**1 055 241**	**807 717**	**792 100**	**807 717**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(215 253)	(230 396)	(197 919)	(190 328)	(197 919)
Reserves	–	–	–	–	–
Share capital	967 428	1 285 638	1 005 636	982 428	1 005 636
TOTAL COMMUNITY WEALTH/EQUITY	**752 174**	**1 055 241**	**807 717**	**792 100**	**807 717**

Table F5 Monthly Budget Statement – Cash Flow

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Ratepayers and other	191 274	192 053	217 303	118 581	103 181	15 401	14.9%	217 303
Government - operating	–	–	–	–	–	–	-	–
Government - capital	–	–	–	–	–	–	-	–
Interest	30 837	22 568	27 112	21 148	16 706	4 442	26.6%	27 112
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(143 220)	(169 497)	(187 272)	(124 185)	(98 180)	(26 005)	26.5%	(187 272)
Finance charges	(95)	–	–	(26)	–	(26)		–
Dividends paid	–	–	–	–	–	–	-	–
Transfers and Grants	–	–	–	–	–	–	-	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	78 796	45 124	57 143	15 518	21 707	(6 188)	-28.5%	57 143
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	–	–	–	–	–	–	-	–
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	-	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–	-	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	-	–
Payments								
Capital assets	(81 879)	(495 319)	(500 544)	(128 647)	(218 284)	89 637	-41.1%	(500 544)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(81 879)	(495 319)	(500 544)	(128 647)	(218 284)	89 637	-41.1%	(500 544)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–		–
Borrowing long term/refinancing	202 715	38 209	38 209	15 000	–	15 000	100.0%	38 209
Increase (decrease) in consumer deposits	–	–	–	–	–	–		–
Payments						–		
Repayment of borrowing	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES	202 715	38 209	38 209	15 000	–	15 000	100.0%	38 209
NET INCREASE/ (DECREASE) IN CASH HELD	199 632	(411 987)	(405 192)	(98 129)	(196 577)	98 449	-50.1%	(405 192)
Cash/cash equivalents at the year begin:	354 999	670 190	-	554 632	554 632			554 632
Cash/cash equivalents at the year end:	554 632	258 204	-	456 503	358 054			149 439

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

PART 5 - SUPPORTING DOCUMENTATION: ENTITY

Table SF1 Entity Material variance explanation

Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
Revenue Items			
Interest earned - external investments	4 416	The variance is due to the favourable cash balances resulting from when capital projects are paid as well as the investment of surplus funds	-
Expenditure items			
Depreciation & asset impairment	(2 237)	The variance is due to the timing of capital spend	-
Other expenditure	(6 208)	The favourable variance is as a result of savings on various direct and indirect expenses	-
Capital Expenditure Items			
Building Enhancements	(5 382)	The variance is due to timing of capital spend	-
IT & Telecommunications	(2 889)	The variance is due to timing of capital spend	-
Catering Furniture & Equipment	(1 590)	The variance is due to timing of capital spend.	-

Table SF3 Entity Aged debtors

Detail R thousands	Current Year 2015/16 0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	Bad Debts	>90 days
Debtors Age Analysis By Revenue Source											
Rates	-	-	-	-	-	-	-	-	-	-	-
Electricity	-	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-	-
Sewerage / Sanitation	-	-	-	-	-	-	-	-	-	-	-
Refuse Removal	-	-	-	-	-	-	-	-	-	-	-
Housing (Rental Revenue)	-	-	-	-	-	-	-	-	-	-	-
Other	612	(175)	(16)	203	467	-	-	-	1 092	-	670
Total By Income Source	612	(175)	(16)	203	467	-	-	-	1 092	-	670
Debtors Age Analysis By Customer Group											
Government	-	-	-	-	-	-	-	-	-	-	
Business	-	-	-	-	-	-	-	-	-	-	
Households	-	-	-	-	-	-	-	-	-	-	
Other	612	(175)	(16)	203	467	-	-	-	1 092	-	
Total By Customer Group	612	(175)	(16)	203	467	-	-	-	1 092	-	

Table SF4 Entity Aged creditors

Detail R thousands	Current Year 2015/16 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	5 986	106	94	64	-	-	-	-	6 250
Auditor General	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total By Customer Type	5 986	106	94	64	-	-	-	-	6 250

Table SF5 Entity investment portfolio monthly statement

Investments by maturity Name of Institution & Investment ID R thousands	Current Year 2015/16 Period of Investment Months	Type of investment	Expiry date of investment	Accrued interest for the month	Yield %	Market value Begin	0% Change	0% End
CTICC								
Cash					-	81	(6)	87
Nedbank Current Account (Acc Number: 1232043850)	-	Current Account	-		-	4,638	2	4,636
Nedbank Call Account (Acc Number, 03/7881544007/46)	-	Call Account	-	21	-			
Nedbank Investment Account (Acc Number: 03/7881544007/000102)	Five	Investment	-	35	-			
Nedbank Investment Account (Acc Number; 03/7881544007/0000101)	Six	Investment	-		-			
Nedbank - (Acc Number:03/7881544007/000103)	Six	Investment	-		-			
ABSA Bank Current (Acc Number: 4072900553)	-	Current Account			-	13,875	8,327	5,548
ABSA Bank - CTICC East - Current (Acc Number: 4072900228)	-	Current Account	-		-	1,696	818	878
ABSA Bank - Exh Serv - Current (Acc Number: 4072900731)	-	Treasury	-		-	321	(834)	1,155
ABSA Bank Treasury (Acc Number: 4073731246)	-	Treasury	-		-	64	()	64
ABSA Bank Treasury (Acc Number : 4073733701)	-	Call Account	-	3	-	2,091	(10)	2,101
Absa Bank - Call Deposit (Acc Number: 4074708347)	-	Call Account	-	119	6.5	3,388	(7,542)	10,930
Stanlb - Bank (Acc Number: 551436367)	-	Money Market	-	110	7.113	48,238	7,446	40,792
Standard Bank Investment Account (Acc Number:490390)	Five	Investment	-	257	-			
Standard Bank Investment Account (Acc Number: 486007/486006)	Twenty Four	Investment 2	18 May 2016	14	7.45	23,465	(213)	23,678
Absa Bank- Investment New 2 (Acc Number: 48518474)	Twenty Four	Investment 1	28 April 2016	44	7.35	22,691	(210)	22,901
Absa Bank- Investment New 1 (Acc Number: 47954355)	Seven	7 Month	-	137	-			
Nedbank - Three- Month Deposit (Acc Number: 03/7881544007/0000104)	Seven	Money Market	21 July 2016	120	7.55	14,827	(136)	14,963
Investec - Corporate Money Market Account (Acc Number: (462097) 1008645)		Money Market	-		6.975	75,638	6,819	68,819
Nedgroup Money Market (1452 027 900 - 8319631)		Money Market	-		7.079	45,024	(411)	45,434
First National Bank - RMB Investment (Acc Number: 00 506 190 167 40)		RMB Investment	-		7.204	12,277	(116)	12,393
					0	268,313	13,933	254,380
CTICC EAST					0			
ABSA Bank - CTICC East - Call Deposit (Acc Number: 4083941322)		Investment	-		6.5	3,399	2,488	911
ABSA - CTICC East- Money Market - (Acc Number: 9295637051)		Investment	-		7.64	41,092	20,812	20,280
Investec - CTICC East- Corp Money Market (Acc Number: 62145760379)		Investment	-		6.975	16,586	(97)	16,662
Nedgroup - CTICC East-Money Market (Acc Number: 8330497)		Investment	-		7.079	30,887	(181)	31,049
Nedgroup - CTICC East- Corp Money Market (Acc Number: 8330496)		Investment	-		7.034	48	()	48
StanlbCTICC East - Money Market (Acc Number: 000402184-552166459)		Investment	-		7.113	2,219	(13)	2,232
						94,190	23,008	71,182
GUARANTEE								
ABSA Bank - CTICC East- Fixed Deposit - (Guarantee) (Acc Number: 43939765 FDE)		CTICC East Guarantee	12 December 2016	0	8	130,126	(815)	130,941
Total investments				861		492,629	36,127	456,503

Table SF6 Entity Board member allowances & staff benefits

Summary of Employee and Board Member remuneration R thousands	2014/15 Audited Outcome	Current Year 2015/16 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Remuneration								
Board Members of Entities								
Board Fees	356	873	873	232	437	(205)	-46.9%	873
Sub Total - Board Members of Entities	356	873		232	437	(205)	-46.9%	873
% increase		145.6%	145.6%					
Senior Managers of Entities								
Basic Salaries	6,057	6,469	6,709	3,683	3,683	–		6,709
Sub Total - Senior Managers of Entities	6,057	6,469	6,709	3,683	3,683	–		6,709
% increase		6.8%	10.8%					10.8%
Other Staff of Entities								
Basic Salaries	37,960	46,959	48,779	22,188	27,313	(5,125)	-18.8%	48,779
Sub Total - Other Staff of Entities	37,960	46,959	48,779	22,188	27,313	(5,125)	-18.8%	48,779
% increase		23.7%	28.5%					28.5%
Total Municipal Entities remuneration	44,372	54,301	56,361	26,103	31,433	(5,329)	-17.0%	56,361
Unpaid salary, allowances & benefits in arrears	–	–	–	–	–	–	-	-

Table SF7 Entity monthly actuals & revised targets

Description	Current Year 2015/16												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source															
Service charges	–	–	–	–	–	–	–	–	–	–	–	3 341	–	–	–
Rental of facilities and equipment	5 614	9 993	10 437	11 985	10 081	4 316	2 413	9 335	8 426	8 362	7 099	10 921	–	–	–
Other revenue	6 519	10 537	10 845	13 290	16 680	6 886	6 018	11 661	3 061	7 247	9 036	8 499	–	–	–
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue	12 133	20 530	21 281	25 275	26 761	11 202	8 430	20 996	11 487	15 608	16 133	29 761	–	–	–
Expenditure By Type															
Employee related costs	(3 826)	(4 147)	(3 512)	(3 740)	(3 735)	(3 831)	(3 080)	(4 391)	(3 886)	(3 688)	(3 848)	(3 845)	–	–	–
Remuneration of Board Members	–	–	(101)	–	–	(131)	–	–	(75)	–	–	(72)	–	–	–
Debt impairment	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	(2 129)	(2 120)	(2 102)	(2 205)	(2 144)	(2 229)	(2 211)	(1 913)	(1 924)	(2 004)	(2 007)	(2 226)	–	–	–
Finance charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	(8 064)	(12 574)	(9 222)	(9 463)	(10 502)	(6 302)	(5 316)	(8 275)	(11 629)	(8 151)	(10 430)	(9 769)	–	–	–
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total expenditure	(14 008)	(18 841)	(14 937)	(15 408)	(16 381)	(12 493)	(10 608)	(14 579)	(17 513)	(13 843)	(16 285)	(15 913)	–	–	–
Capital expenditure															
Capital assets	1 095	15 929	18 776	20 319	24 832	23 200	23 200	4 561	10 203	6 036	4 515	–	–	–	–
Total capital expenditure	1 095	15 929	18 776	20 319	24 832	23 200	23 200	4 561	10 203	6 036	4 515	–	–	–	–
Cash flow															
Ratepayers and other	21 320	16 641	28 007	15 637	19 244	(90)	12 503	19 857	21 414	15 681	(2 645)	9 809	–	–	–
Grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest	1 748	3 117	3 033	3 117	2 945	2 166	3 598	497	3 188	3 107	3 210	411	–	–	–
Suppliers, employees and other	(16 415)	(4 562)	(9 112)	(23 174)	(10 399)	(12 488)	(29 024)	(15 693)	(7 889)	(22 378)	10 725	(10 710)	–	–	–
Finance charges	(3)	(3)	(3)	(7)	(12)	6	(3)	(3)	(35)	(3)	(3)	–	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	6 650	15 192	21 925	(4 428)	11 778	(10 406)	(12 926)	4 656	16 678	(3 594)	11 287	(491)	–	–	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital assets	(1 095)	(15 929)	(18 776)	(20 319)	(24 832)	(23 200)	(23 200)	(2 226)	(10 203)	(6 036)	(4 515)	(2 226)	–	–	–
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1 095)	(15 929)	(18 776)	(20 319)	(24 832)	(23 200)	(23 200)	(2 226)	(10 203)	(6 036)	(4 515)	(2 226)	–	–	–
Borrowing long term/refinancing/short term	–	–	–	–	–	15 000	–	–	–	–	–	–	–	–	–
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	–	–	–	–	–	15 000	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD	5 554	(736)	3 149	(24 747)	(13 054)	(18 606)	(36 127)	2 432	6 476	(9 630)	6 772	(2 716)	–	–	–

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, **Achmat Ebrahim**, the municipal manager of City of Cape Town, hereby certify that the monthly budget statement for the month of **January 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name ACHMAT EBRAHIM

Municipal Manager of City of Cape Town (CPT)

Signature ------------------------------ Date 12.02.2016