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	21,979,991	22,154,514	100.8%	63.1%
Operating Expenditure	32,714,313	19,672,010	18,826,125	95.7%	57.5%

The summary statement of financial performance shows actual operating revenue of R22 155 million (63.1%) of the current budget and operating expenditure of R18 826 million (57.5%) 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 15.

Details of revenue by source and expenditure by type are shown in Table C4 on page 16. Details of material variances and remedial action, where applicable, are shown on page 17 to page 22.

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	2 227 656	2 365 545	106.2%	38.5%

The summary statement of capital budget performance indicates actual capital expenditure of R2 366 million or 38.5% of the current budget. The year to date spend of R2 366 million represents 37.31% (R1 348 million) on internally-funded projects and 40.19% (R1 018 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 23. Details of material variances and remedial action, where applicable, are shown on page 24 to 26.

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	4,450,099	4,368,078	82,020	1.9%	6,552,155
Service charges	15,197,370	17,002,759	17,126,145	11,435,513	11,157,508	278,005	2.5%	17,126,145
Investment revenue	543,356	271,687	580,766	386,481	396,322	(9,841)	-2.5%	580,766
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,277,824	2,344,293	(66,469)	-2.8%	4,106,009
Other own revenue	4,238,957	4,269,728	4,200,133	2,587,253	2,764,251	(176,998)	-6.4%	4,200,133
Total Revenue (excluding capital transfers and contributions)	29,262,688	31,670,081	32,565,209	21,137,170	21,030,453	106,717	0.5%	32,565,209
Employee costs	8,124,733	9,847,508	9,929,034	6,531,721	6,697,553	(165,832)	-2.5%	9,925,384
Remuneration of Councillors	128,412	139,311	139,311	89,842	92,459	(2,617)	-2.8%	139,311
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	1,361,193	1,414,657	(53,464)	-3.8%	2,127,123
Finance charges	779,929	971,133	762,538	479,697	478,877	820	0.2%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,308,750	5,038,198	5,042,411	(4,213)	-0.1%	8,308,623
Transfers and grants	136,487	120,402	167,085	113,731	114,428	(697)	-0.6%	166,865
Other expenditure	8,875,827	10,595,504	11,280,471	5,211,742	5,831,624	(619,882)	-10.6%	11,284,468
Total Expenditure	27,395,265	32,090,246	32,714,313	18,826,125	19,672,010	(845,885)	-4.3%	32,714,313
Surplus/(Deficit)	1,867,422	(420,164)	(149,104)	2,311,045	1,358,443	952,602	70.1%	(149,104)
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	974,858	911,802	63,057	6.9%	2,462,484
Contributions & Contributed assets	49,172	53,761	68,734	42,486	37,736	4,750	12.6%	68,734
Surplus/(Deficit) after capital transfers & contributions	4,339,773	1,857,410	2,382,114	3,328,390	2,307,981	1,020,408	44.2%	2,382,114
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	-	–
Surplus/ (Deficit) for the year	4,339,773	1,857,410	2,382,114	3,328,390	2,307,981	1,020,408	44.2%	2,382,114
Capital expenditure & funds sources								
Capital expenditure	5,251,742	6,043,985	6,144,784	2,365,545	2,227,656	137,889	6.2%	5,920,736
Capital transfers recognised	2,473,313	2,223,813	2,462,825	974,858	921,179	53,679	5.8%	2,402,666
Public contributions & donations	44,219	53,761	68,392	42,486	37,395	5,091	13.6%	68,392
Borrowing	2,152,377	2,579,264	2,529,240	1,109,923	1,021,679	88,244	8.6%	2,500,240
Internally generated funds	581,833	1,187,146	1,084,326	238,278	247,402	(9,125)	-3.7%	949,437
Total sources of capital funds	5,251,742	6,043,985	6,144,784	2,365,545	2,227,656	137,889	6.2%	5,920,736
Financial position								
Total current assets	10,571,364	9,183,356	8,449,554	9,889,035				9,183,356
Total non current assets	38,578,872	42,929,513	42,494,463	39,710,831				42,929,513
Total current liabilities	8,656,354	8,829,527	8,098,136	5,310,936				8,829,527
Total non current liabilities	12,040,207	14,391,843	12,010,093	12,587,012				14,391,843
Community wealth/Equity	28,453,675	28,891,499	30,835,788	31,701,917				28,891,499
Cash flows								
Net cash from (used) operating	6,058,725	4,184,203	4,414,077	2,456,591	2,748,128	291,538	10.6%	4,414,077
Net cash from (used) investing	(4,718,325)	(6,046,623)	(6,163,985)	(2,117,739)	(2,506,612)	(388,873)	15.5%	(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	2,823,184	3,299,587			630,629

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

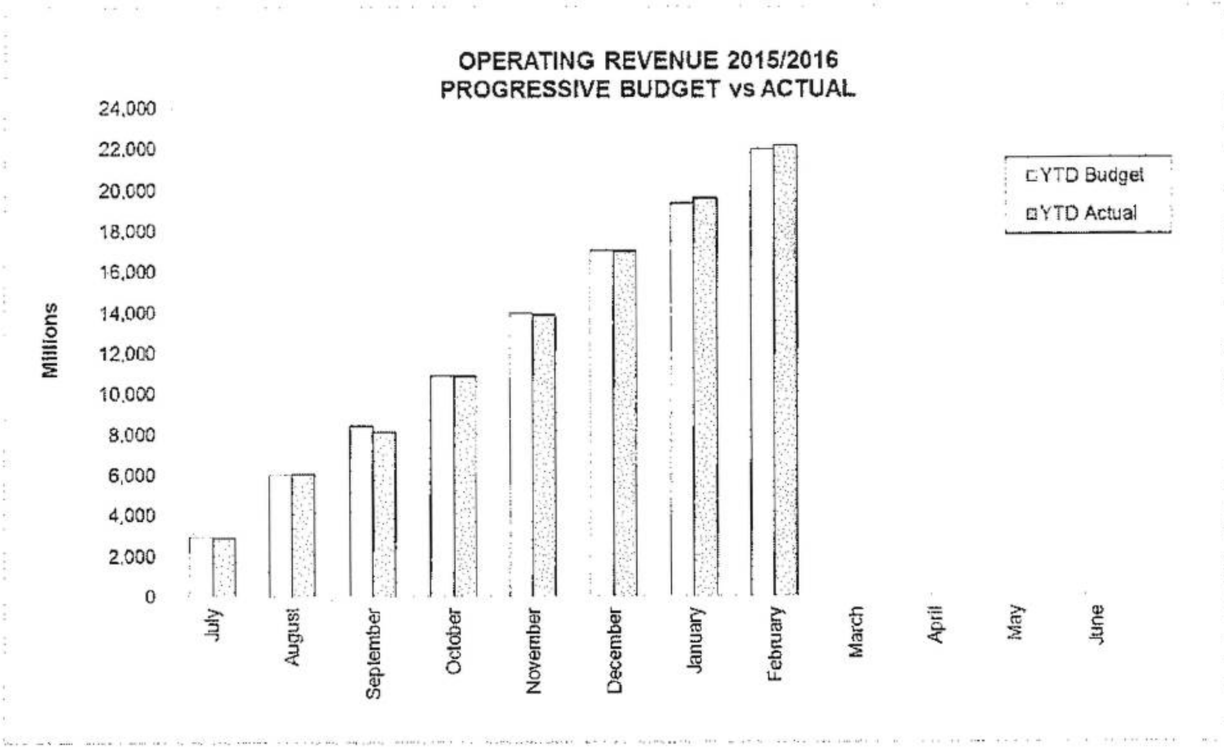
Table C2: Monthly Budget Statement - Financial Performance (standard classification)

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	8,052,920	7,938,117	114,803	1.4%	11,789,900
Executive and council	305,097	294,405	341,115	175,629	211,054	(35,425)	-16.8%	341,115
Budget and treasury office	10,390,999	10,863,581	11,171,444	7,750,942	7,614,883	136,058	1.8%	11,171,444
Corporate services	255,003	265,556	277,341	126,349	112,180	14,169	12.6%	277,341
Community and public safety	3,157,772	3,102,900	3,430,850	1,449,440	1,707,415	(257,975)	-15.1%	3,430,850
Community and social services	111,465	101,689	117,265	57,889	56,974	915	1.6%	117,265
Sport and recreation	89,968	111,802	104,727	44,141	43,836	305	0.7%	104,727
Public safety	1,093,085	1,071,703	1,122,533	536,584	730,851	(194,268)	-26.6%	1,122,533
Housing	1,620,155	1,536,028	1,808,136	634,633	695,924	(61,292)	-8.8%	1,808,136
Health	243,098	281,679	278,189	176,194	179,829	(3,636)	-2.0%	278,189
Economic and environmental services	1,982,540	2,068,429	2,494,740	1,040,360	1,071,096	(30,736)	-2.9%	2,494,740
Planning and development	255,857	295,963	377,316	186,048	188,097	(2,049)	-1.1%	377,316
Road transport	1,695,014	1,766,123	2,109,267	851,294	877,579	(26,286)	-3.0%	2,109,267
Environmental protection	31,669	6,343	8,157	3,018	5,420	(2,401)	-44.3%	8,157
Trading services	15,640,726	17,350,212	17,379,866	11,611,182	11,262,954	348,228	3.1%	17,379,866
Electricity	10,371,563	11,421,475	11,435,329	7,689,507	7,442,637	246,870	3.3%	11,435,329
Water	2,689,397	2,922,748	2,931,902	1,964,700	1,916,353	48,348	2.5%	2,931,902
Waste water management	1,526,954	1,894,642	1,902,652	1,219,681	1,181,202	38,479	3.3%	1,902,652
Waste management	1,052,811	1,111,347	1,109,983	737,294	722,762	14,532	2.0%	1,109,983
Other	2,901	2,572	1,072	613	409	203	49.7%	1,072
Total Revenue - Standard	31,735,038	33,947,655	35,096,427	22,154,514	21,979,991	174,523	0.8%	35,096,427
Expenditure - Standard								
Governance and administration	4,716,365	6,043,012	5,860,661	3,549,118	3,636,233	(87,115)	-2.4%	5,879,319
Executive and council	779,217	1,047,793	1,002,985	561,179	612,915	(31,736)	-5.2%	1,021,643
Budget and treasury office	1,998,638	2,713,212	2,528,674	1,597,959	1,616,229	(18,270)	-1.1%	2,529,074
Corporate services	1,938,510	2,282,007	2,329,002	1,369,980	1,407,089	(37,109)	-2.6%	2,328,602
Community and public safety	5,950,683	7,094,791	7,597,102	3,817,302	4,094,426	(277,124)	-6.8%	7,578,557
Community and social services	511,528	566,317	588,888	382,259	384,733	(2,474)	-0.6%	589,926
Sport and recreation	1,253,877	1,467,195	1,434,054	852,145	895,319	(43,174)	-4.8%	1,433,803
Public safety	2,196,586	2,503,345	2,591,472	1,157,697	1,199,750	(42,052)	-3.5%	2,572,141
Housing	1,179,815	1,626,880	2,063,539	829,563	989,600	(160,037)	-16.2%	2,063,539
Health	808,876	931,054	919,148	595,638	625,025	(29,387)	-4.7%	919,148
Economic and environmental services	3,282,903	3,503,867	3,819,572	2,030,399	2,242,440	(212,041)	-9.5%	3,819,459
Planning and development	677,746	756,326	856,396	505,820	513,496	(7,675)	-1.5%	856,305
Road transport	2,496,835	2,641,172	2,843,647	1,452,170	1,652,798	(200,628)	-12.1%	2,843,626
Environmental protection	108,322	106,309	119,528	72,408	76,147	(3,738)	-4.9%	119,528
Trading services	13,388,635	15,385,492	15,375,413	9,386,939	9,654,984	(268,045)	-2.8%	15,375,413
Electricity	8,275,131	9,441,323	9,415,789	5,752,454	5,799,116	(46,663)	-0.8%	9,415,789
Water	2,317,963	2,464,347	2,494,663	1,583,037	1,658,103	(75,066)	-4.5%	2,494,663
Waste water management	1,210,872	1,507,947	1,506,381	903,453	947,976	(44,523)	-4.7%	1,506,381
Waste management	1,584,669	1,971,875	1,958,579	1,147,996	1,249,790	(101,794)	-8.1%	1,958,579
Other	56,679	63,143	61,565	42,366	43,925	(1,560)	-3.6%	61,565
Total Expenditure - Standard	27,395,265	32,090,246	32,714,313	18,826,125	19,672,010	(845,885)	-4.3%	32,714,313
Surplus/ (Deficit) for the year	4,339,773	1,857,410	2,382,114	3,328,390	2,307,981	1,020,408	44.2%	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.



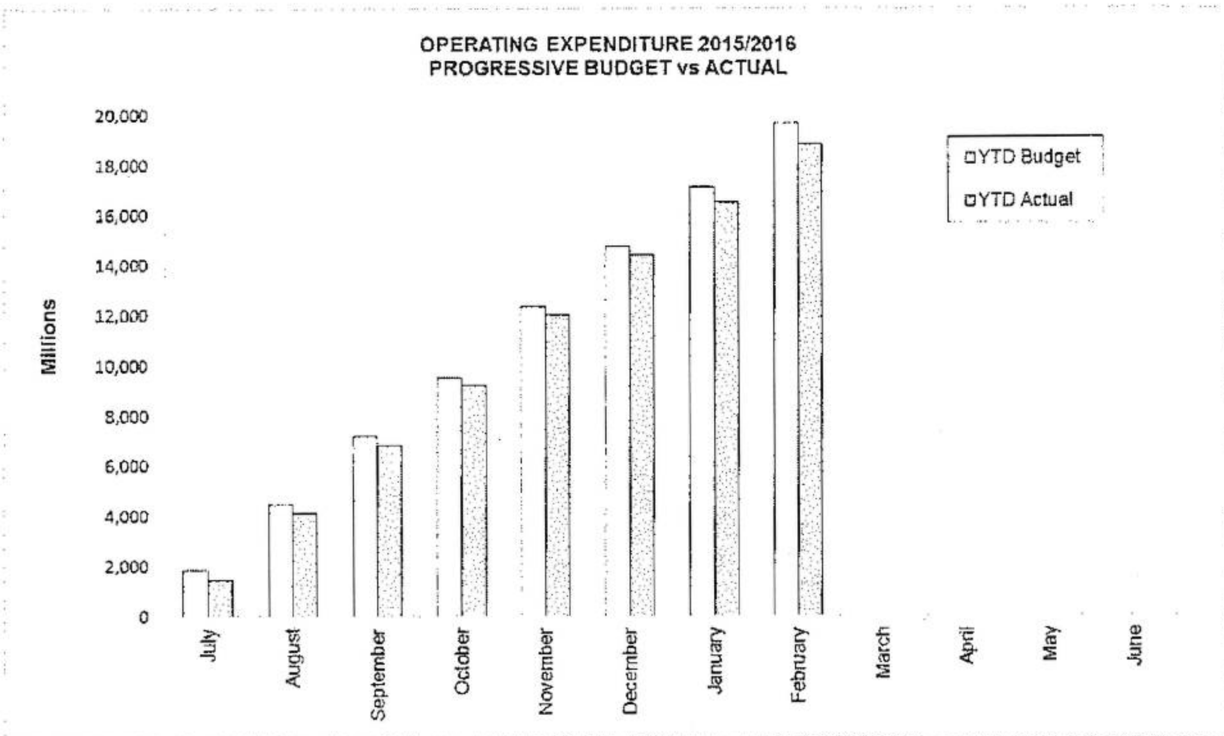


Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

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 R thousands	2014/15 Audited Outcome	Budget Year 2015/16 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	538,466	327,418	331,857	(4,439)	-1.3%	538,466
Vote 2 - City Manager	1,530	[illegible]348	73,264	260	3,577	(3,317)	-92.7%	73,264
Vote 3 - Community Services	183,331	167,052	203,918	86,430	87,625	(1,195)	-1.4%	203,918
Vote 4 - Corporate Services & Compliance	72,122	84,568	96,681	41,684	38,430	3,254	8.5%	96,681
Vote 5 - Energy, Environmental & Spatial Planning	143,449	148,669	156,291	78,677	85,392	(6,715)	-7.9%	156,291
Vote 6 - Finance	1,170,367	768,694	1,080,114	769,178	695,206	73,972	10.6%	1,080,114
Vote 7 - Human Settlements	1,620,146	1,536,021	1,808,130	634,631	695,924	(61,293)	-8.8%	1,808,130
Vote 8 - Rates & Other	9,540,176	10,426,245	10,426,245	7,172,903	7,096,223	76,681	1.1%	10,426,245
Vote 9 - Safety & Security	1,120,408	1,[illegible]472	1,125,169	555,857	738,793	(182,936)	-24.8%	1,125,169
Vote 10 - Social Dev & Early Childhood Development	14,334	526	641	59	84	(24)	-29.2%	641
Vote 11 - Tourism, Events & Economic Development	28,344	55,086	53,586	20,957	46,050	(25,093)	-54.5%	53,586
Vote 12 - Transport for Cape Town	1,695,269	1,760,594	2,128,225	851,185	889,106	(37,921)	-4.3%	2,128,225
Vote 13 - Utility Services	15,649,248	17,378,799	17,405,698	11,615,275	11,271,725	343,550	3.0%	17,405,698
Total Revenue by Vote	**31,735,038**	**33,947,655**	**35,096,427**	**22,154,514**	**21,979,991**	**174,523**	**0.8%**	**35,096,427**
Expenditure by Vote								
Vote 1 - City Health	854,059	996,804	989,354	631,235	670,614	(39,379)	-5.9%	989,354
Vote 2 - City Manager	172,731	210,825	288,793	127,124	138,784	(11,660)	-8.4%	288,793
Vote 3 - Community Services	1,444,981	1,687,957	1,682,059	1,018,306	1,061,166	(42,859)	-4.0%	1,682,059
Vote 4 - Corporate Services & Compliance	2,022,060	2,376,443	2,410,852	1,433,443	1,467,458	(34,015)	-2.3%	2,410,852
Vote 5 - Energy, Environmental & Spatial Planning	504,849	552,947	568,156	353,104	362,753	(9,650)	-2.7%	568,156
Vote 6 - Finance	1,814,684	2,213,600	2,020,516	1,296,331	1,308,072	(11,741)	-0.9%	2,020,516
Vote 7 - Human Settlements	1,147,498	1,586,986	2,023,814	805,983	963,576	(157,593)	-16.4%	2,023,814
Vote 8 - Rates & Other	570,802	962,510	971,832	599,706	607,038	(7,332)	-1.2%	971,832
Vote 9 - Safety & Security	2,251,812	2,607,501	2,665,517	1,207,039	1,249,798	(42,758)	-3.4%	2,665,517
Vote 10 - Social Dev & Early Childhood Development	140,775	183,805	183,459	91,434	93,361	(1,926)	-2.1%	183,459
Vote 11 - Tourism, Events & Economic Development	521,977	569,268	574,889	370,243	377,329	(7,086)	-1.9%	574,889
Vote 12 - Transport for Cape Town	2,459,684	2,718,462	2,921,475	1,477,377	1,682,993	(205,616)	-12.2%	2,921,475
Vote 13 - Utility Services	13,489,354	15,423,118	15,413,598	9,414,799	9,689,069	(274,270)	-2.8%	15,413,598
Total Expenditure by Vote	**27,395,265**	**32,090,246**	**32,714,313**	**18,826,125**	**19,672,010**	**(845,885)**	**-4.3%**	**32,714,313**
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,382,114**	**3,328,390**	**2,307,981**	**1,020,408**	**44.2%**	**2,382,114**

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	(4,439)	-1.3%	The under-recovery is mainly on Operating Grants & Donations, due to the lower than planned revenue recognition on vaccines expenditure where invoices are awaited from suppliers. The under-recovery, due to lower than planned demand on Service Charges for cleaning of vacant plots further contributed to the variance.	Cleaning of vacant plots is demand driven; the situation is monitored. The directorate will follow up on outstanding invoices.
Vote 2 - City Manager	(3,317)	-92.7%	The under-recovery relates to an Operating Grants & Donations project (District 6 - Bulk Infrastructure Phase 3) and is due to a delay in signing of MOA between the City and the National Department of Rural Development and Land Reform.	Work has commenced on substation structure and stormwater. There is ongoing communication and interaction with the National Department of Rural Development and Land Reform. The project is to be moved to the Human Settlements directorate in the March adjustments budget.
Vote 3 - Community Services	(1,195)	-1.4%	The variance is a combination of over-/under- recovery. 1. Admission Fees and Rental Fixed Assets (over), due to the misalignment of the budget provision on the different revenue elements within these categories. 2. Camp/Resort Fees (under), due to lower than planned utilisation of facilities by the community. 3. Capital Grants & Donations (over): a) New Regional Library Kuyasa Khayelitsha, where IT equipment, books and furniture were purchased earlier than planned; b) Hangberg Library was completed earlier than planned; c) Maitland Cemetery Cremators, where final payment was made earlier than planned. 4. Operating Grants & Donations (under) within Library Services, due to vacancies being in various stages of the recruitment and selection process.	The situation is monitored by the finance manager.
Vote 4 - Corporate Services & Compliance	3,254	8.5%	The variance is a combination of over-/under-recovery. 1. Recoupment of Staff Telephone costs (under), due to lower than planned recoveries from councillors for private telephone calls. 2. Skills Development Levy (under), where payments received from LGSETA is less than planned. 3. Profit on Sale of Assets (over), where revenue from auctions was more than planned. 4. Operating grant-funded project (funded National Department of Telecommunications) (over), where progress is ahead of schedule.	The situation is monitored.
Vote 5 - Energy, Environmental & Spatial Planning	(6,715)	-7.9%	The variance is a combination of over-/under-recovery. 1. Advertising fees (over), mainly due to the higher than planned revenue received from the property/building industry. 2. Application Fees and Building Levies (under), as a result of building development trends. 3. Operating Grants & Donations project (under), where payment is awaited from the Department of Environmental Affairs and Tourism. 4. Capital Grants & Donations project (funded EEDG) (over), due to the energy efficiency lighting retrofit installations progressing faster than anticipated	The situation is monitored by the finance manager.

Table continues on next page.

Description	YTD Variance R thousands	Variance %		
Revenue by Vote				
Vote 6 - Finance	73,972	10.6%	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 rental income, due to improved collection strategy.	Alignment of the period budget with the actual expenditure will be undertaken. Situation is monitored.
Vote 7 - Human Settlements	(61,293)	-8.8%	The variance is a combination of over-/under-recovery. 1. Operating Grants & Donations (under), where some projects are slightly behind schedule and others ahead of schedule with a nett result of a under-recovery: a) Consultants in the process of being appointed for feasibility studies and pre-planning on USDG projects; b) Belhar Pentech project progress slower than initially anticipated and internal services must first be completed before top structures can commence; c) Valhalia Park Integrated Housing Project, where the tender was only awarded in January 2016 and work could not commence in February 2016 because of the intimidation from gangsters. 2. Capital grant-funded projects (National) (under): a) Lang Hostels CRU project (463 units) - R1,6 million consultants fees will be paid at the end of March 2016. Revised resolution being sought from the Admin Review Committee (ARC); b) Belhar/Pentec Housing project - The contract was terminated in January 2016 because of continuous poor performance. 3. Capital grant-funded projects (Provincial) (HSDG) (over), where progress on CRU upgrade projects is faster than planned.	The situation is monitored by the finance manager.
Vote 8 - Rates & Other	76,681	1.1%	The variance is a combination of over-/under-recovery. 1. Property Rates (over), mainly due to the misalignment of periodic budget provisions with the actual billings as the number of days billed per month differs 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. 2. Income Forgone (under), due to fewer Rates rebate applications processed to date.	The situation is monitored.
Vote 9 - Safety & Security	(182,936)	-24.8%	The variance is a combination of over-/under-recovery. 1. Traffic Fines - Accruals (under), due to fewer fines issued than planned to date. 2. Impoundment Fees for Cellphones and Vehicles (under), due to fewer impoundments than planned for and a greater awareness by people to adhere to regulations. 3. Fire Fees (over), where revenue is dependent on the amount of fires extinguished within the City. 4. Licences and Permits (over), due to a higher than planned number of applications for Learner Licences, Learner Certificates and PDP operator certificates received. 5. Traffic Fines Collected (over), due to improved collection processes.	The 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 10 - Social Dev & Early Childhood Development	(24)	-29.2%	The variance is a combination of over-/under-recovery. 1. Rental Fixed Assets (under), due to lower than anticipated demand for facilities (Elsies River Multi Purpose Centre and Chris Hani Hall) by the community. 2. Profit on Sale of Assets (over), due to sale of goods on auction not budgeted for.	The situation is monitored.
Vote 11 - Tourism, Events & Economic Development	(25,093)	-54.5%	The variance is a combination of over-/under-recovery. 1. Entrance Fees (under), mainly due to lower than planned revenue received from the Cape Town Cup Event held at the Cape Town Stadium. 2. Informal Trading Levies and Rental Income (over), due to unplanned revenue received.	Adjustments to the Entrance Fees revenue for the Cape Town Stadium will be addressed in the March adjustment budget.
Vote 12 - Transport for Cape Town	(37,921)	-4.3%	The variance is a combination of over-/under-recovery. 1. Operating grant funded projects (under), mainly due to: a) Delays in the roll-out of further MyCiTi routes; b) The impact of reduced operating hours of some MyCiTi bus stations; c) IRT Compensation payments being less than planned, due to decreased claim settlements; d) Lower spending on cleaning and security services due to moderation of services; e) Delays in implementation of CITP and PTIs, due to MOA with Province only being finalised recently; f) Delays in processing staff recoveries for staff funded from grant funding. 2. Capital grant-funded projects (over), due to progress being slightly ahead of schedule for Hout Bay, City Centre, Camps Bay, Phase 1B Feeder Routes and Stock Rd Projects (MyCiTi). Work on Transport Management Centre also progressing faster than planned. 3. Busfares (under), due to a lower than planned usage of service and delay in roll out of further routes. 4. Development Levies (over), due to higher than planned revenue relating to property development.	Adjustments on Busfares revenue will be addressed in the March adjustment budget.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Vote 13 - Utility Services	343,550	3.0%	The variance is a combination of over-/under-recovery. A) Cape Town Electricity: 1. Electricity Service charges (R236 million over), due to consumer demand (warmer weather), which resulted in higher than planned sales of electricity. 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 a lower than planned demand from customers for services. B) Water and Sanitation: 1. Water Service Charges Revenue (R35.8 million over) and Sanitation Service Charges Revenue (R26.8 million over), where actual revenue was impacted by billing cycle days, billing corrections, correction of meter readings, meter replacements and consumer demand. 2. Capital grant-funded projects (USDG) (over), where the progress on Mitchells Plain Treatment Works Project and Cape Flats Bulk Sewer Project are progressing at a faster than planned rate. 3. Administration Fees (over), due to higher than planned revenue from dunning charges. 4. Operating Grants & Donations projects (over), due to progress being faster than anticipated on the Mitchells Plain Treatment Works project and Cape Flats Bulk Sewer project. C) Solid Waste Management: 1. Refuse Service Charges (R7 million over), due to (i) the misalignment of the period budget with the actual trend on Refuse Removal and the impact of data clean-up; and (ii) higher than planned revenue from special waste fees. 2. Profit on Sale of Assets (over), due the sale of assets not planned for and which was not known when the budget was prepared.	The situation is closely monitored by the respective finance managers.

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	(39,379)	-5.9%	The main contributors to the variance are: 1. Employee-related costs (under), due to the turnaround time in filling vacancies and staff (mostly externally-funded posts) appointed at lower than budgeted total cost to company. 2. Contracted Services (under), largely due to (i) lower than anticipated expenditure on adhoc plot clearing requirements and re-active component of R&M and (ii) delays in submission of invoices from the National Health Laboratory Services. 3.Security Services & Charges (under), largely due to outstanding invoices still to be processed. 4. Vaccines (grant funded) (under), which are demand driven and dependant on the number of immunisations required during the year. Delays in receipt of invoices further contributed to this variance.	The recruitment and selection process is on-going. Outstanding invoices and payments will be followed up.
Vote 2 - City Manager	(11,660)	-8.4%	The variance is largely on: 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services (under), due to delays in submission of invoices from service providers for various communication- and other programmes or events.	The directorate has filled 90% of its establishment. A total of 12 vacancies are currently in various stages of the recruitment and selection process. Three terminations were processed for the period and two internal appointments were made. Corrective action to realign the period budget with anticipated spending is ongoing. Additional programmes and events are still in the process of being finalised.
Vote 3 - Community Services	(42,859)	-4.0%	The variance consists of under/over expenditure on various items. 1. Contracted Services (under), largely due to the dry climatic conditions that are currently being experienced, which has resulted in extended periods where mowing was not required resulting in the misalignment of budgetary provisions on various new R&M cost elements. 2. Employee-related costs (under), due to the turnaround time in filling of vacancies, the impact of internal filling of vacant posts and the lower than anticipated appointment of seasonal staff particularly over the festive season. 3. Other Expenditure (under), largely due primarily to the reduced cost of fuel and the cost containment measures implemented to manage expenditure on security costs, minor tools and equipment, cleaning costs and hire charges.	The directorate currently has a 6.26% vacancy rate and the recruitment and selection process is on-going. Corrective action to realign the period budget with anticipated spending is ongoing.
Vote 4 - Corporate Services & Compliance	(34,015)	-2.3%	The under expenditure can be attributed 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. Councillor Remuneration, largely due to lower than anticipated adhoc kilometre claims from councillors. 3. Contracted Services, largely due to lower than anticipated expenditure on planned R&M-related items. 4. General Expenses, mainly due to lower than anticipated expenditure on various items within this category.	The recruitment and selection process is on-going. As at end of February 2016 the directorate had 243 vacancies, which are at various stages of the recruitment and selection process. Thirty two terminations were processed up to end February 2016. Corrective action to align period budgets and cash flows is ongoing.

Table continues on next page.

Description	YTD Variance R thousands	Variance %		
Expenditure by Vote				
Vote 5 - Energy, Environmental & Spatial Planning	(9,650)	-2.7%	The under-expenditure is mainly on: 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of internal filling of vacant posts. 2. Contracted Services (under), largely due to the outstanding payment from the Department of Environmental Affairs and Tourism grant fund (Working for Water grant) for the alien vegetation clearing project.	The recruitment and selection process is on-going. Corrective action to align cash flows is underway.
Vote 6 - Finance	(11,741)	-0.9%	The variance is a combination of under/over expenditure on: 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services and Other Expenditure (under), mainly due to lower than anticipated expenditure on insurance and various general expenses items that are adhoc in nature and difficult to plan accurately per month.	The recruitment and selection process is on-going. The directorate had a total number of 131 vacancies as at 29 February 2016. One hundred and eighty one positions (115 internal and 66 external) were filled with seventy five terminations processed from 1 July 2015 to date. Corrective action to align period budgets and cash flows is ongoing.
Vote 7 - Human Settlements	(157,593)	-16.4%	The variance relates mainly to: 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts (mostly grant funded positions), which are still in the process of being filled. 2. Contracted Services (under), due to delays in implementation of the City-wide ceiling project and appointment of consultants for feasibility studies on various USDG projects. 3. Other Expenditure (under), largely due to the misalignment of the period budget with the actual expenditure to date on Subsidy on Home owners (Rebates) redemption, 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 90% of its positions filled. Eighty five positions are vacant since the beginning of the financial year. The 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 realign the period budget with anticipated spending is ongoing.
Vote 8 - Rates & Other	(7,332)	-1.2%	The variance is largely due to lower than anticipated expenditure on Indigent Relief for Refuse Removal and Free Basic Electricity in Eskom areas, which is linked to the number of applications received and consumer who qualified for the indigent assistance.	The situation is monitored.
Vote 9 - Safety & Security	(42,758)	-3.4%	The variance consists of under/over expenditure on various items. 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services (under), 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 (under), due to a delay in the finalisation of the uniform tender. 4. Fuel (under), 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 February 2016, the directorate had a total of 331 vacancies, which are at various stages of the recruitment and selection process. Corrective action to realign the period budget with anticipated spending is ongoing.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 10 - Social Dev & Early Childhood Development	(1,926)	-2.1%	The variance is mainly on Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts.	The recruitment process is progressing well. All vacant positions to be filled by end of April 2016.
Vote 11 - Tourism, Events & Economic Development	(7,086)	-1.9%	The variance consists of under/over expenditure on various items. 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services and Other Expenditure (under), due to lower than anticipated R&M expenditure at facilities. 3. Other Expenditure (over), largely on cleaning cost and security service & charges, due to the misalignment of the period budget with the actual cost relating to events.	The recruitment and selection process is ongoing. Alignment of the period budget will be undertaken where necessary.
Vote 12 - Transport for Cape Town	(205,616)	-12.2%	The variance is a combination of under/over expenditure on various items. 1. Employee-related costs (under), due to the turnaround time in filling of vacancies and delays in filling of positions that are grant funded. 2. Contracted Services (under), due to: a) Delays in awarding tender for various projects. b) Slower than anticipated expenditure on MyCiTi station management contracts resulting from delays in the roll out of services and reduction in operating hours. c) Slower than anticipated R&M expenditure on Storm water projects (River and Canal cleaning). d) Less reliance on the use of labour brokers. 3. Other materials (over), due to accelerated expenditure by depots and districts on maintenance programmes. 5. Other Expenditure (combination of over/under), mainly on: a) Cleaning Cost, Security Services & Charges (under), due to lower than anticipated expenditure as a result of the MyCiTi modernisation exercise in order to reduce cost as well as delays in submission of invoices from service providers. b) Fuel (under), due to lower fluctuation in price of fuel. c) IRT compensation (over), due to delays in processing of month-end journal. d) Transport Services People (over), due to the non-alignment of the period budget with the actual payment to VOC.	The recruitment and selection process is on-going . As at end of February 2016 the directorate had 200 vacancies. One hundred and twenty eight vacancies were filled and seventy terminations processed from 1 July 2015. Cash flows will be adjusted and corrective journals will be processed, where necessary.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 13 - Utility Services	(274,270)	-2.8%	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 of the internal filling of vacant posts. 2. Bulk purchases (over/under): a) Bulk Water (under), largely due to delays in submission and processing of bulk accounts from the Department of Water Affairs. b) Bulk electricity (over), largely due to the weather in January being excessively hot resulting in a higher demand for cooling systems. 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 YTD expenditure on R&M contracts and programmes as a result of delays with implementation and slower than planned progress on projects. 5. Contracted Services (under) due to: a) The slower than anticipated start and progress on R&M and other projects. b) Lower than anticipated expenditure on sewer services in informal settlements. c) Lower haulage expenditure for waste transportation between drop-offs and disposal sites as a result of the impact of waste minimisation initiatives, lag with commissioning of Bellville transfer station and delays with submission of invoices from service providers. d) Slower than anticipated intake of EPWP workers for janitorial services, due to delays with inoculations, which are required before workers can commence duty. 6. Other Expenditure (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 and lower fuel requirement for gas turbines for electricity generation. c) Hire Charges (under), due to earlier than anticipated delivery of street sweepers resulting in lower hiring costs. d) Computer services (under), due to lower than anticipated expenditure for ERP contractor. e) Minor tools and equipment (over), due to incorrect booking of cleaning costs against this item.	The recruitment and selection process is on-going. Utility Services had 1 097 vacancies, (SW 333, WS 505, ES 256, SS 1 & PMU 2) out of a 10 363 staff establishment as at 29 February 2016. As at end February the filled positions in the directorate were 89.41% of the total staff establishments. Since the beginning of the 2015/16 financial year, the directorate has made 750 appointments of which 314 were internal appointments. For the same period there were 384 terminations. Alignment of the period budget with the actual 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	4,450,099	4,368,078	82,020	1.9%	6,552,155
Property rates - penalties & collection charges	–	–	–	–	–	–	-	–
Service charges - electricity revenue	9,976,994	11,127,619	11,127,619	7,511,661	7,275,299	236,361	3.2%	11,127,619
Service charges - water revenue	2,524,635	2,745,181	2,745,181	1,863,600	1,827,773	35,826	2.0%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	985,379	958,565	26,813	2.8%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	721,632	714,598	7,034	1.0%	1,097,054
Service charges - other	393,743	561,765	685,344	353,241	381,272	(28,030)	-7.4%	685,344
Rental of facilities and equipment	369,121	345,646	365,189	243,141	233,670	9,471	4.1%	365,189
Interest earned - external investments	543,356	271,687	580,766	386,481	396,322	(9,841)	-2.5%	580,766
Interest earned - outstanding debtors	196,230	233,996	231,266	140,538	156,468	(15,930)	-10.2%	231,266
Dividends received	–	–	–	–	–	–	-	–
Fines	988,017	977,210	996,923	470,642	664,399	(193,757)	-29.2%	996,923
Licences and permits	43,111	43,028	29,444	26,894	19,628	7,266	37.0%	29,444
Agency services	168,519	153,993	153,993	115,965	116,604	(639)	-0.5%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,277,824	2,344,293	(66,469)	-2.8%	4,106,009
Other revenue	2,384,151	2,441,185	2,348,650	1,579,331	1,566,413	12,917	0.8%	2,348,650
Gains on disposal of PPE	87,809	74,669	74,669	10,743	7,069	3,674	52.0%	74,669
Total Revenue (excluding capital transfers	**29,262,688**	**31,670,081**	**32,565,209**	**21,137,170**	**21,030,453**	**106,717**	**0.5%**	**32,565,209**
Expenditure By Type								
Employee related costs	8,124,733	9,847,508	9,929,034	6,531,721	6,697,553	(165,832)	-2.5%	9,925,384
Remuneration of councillors	128,412	139,311	139,311	89,842	92,459	(2,617)	-2.8%	139,311
Debt impairment	1,523,784	1,798,371	1,798,493	702,574	702,572	1	0.0%	1,798,493
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	1,361,193	1,414,657	(53,464)	-3.8%	2,127,123
Finance charges	779,929	971,133	762,538	479,697	478,877	820	0.2%	762,538
Bulk purchases	7,108,843	7,967,555	7,959,015	4,832,341	4,834,893	(2,552)	-0.1%	7,959,015
Other materials	323,901	359,005	349,736	205,858	207,518	(1,661)	-0.8%	349,608
Contracted services	3,576,198	4,818,153	4,650,234	1,914,104	2,213,934	(299,830)	-13.5%	4,654,643
Transfers and grants	136,487	120,402	167,085	113,731	114,428	(697)	-0.6%	166,865
Other expenditure	3,772,749	3,978,981	4,831,744	2,591,935	2,915,119	(323,184)	-11.1%	4,831,332
Loss on disposal of PPE	3,096	–	–	3,130	–	3,130		–
Total Expenditure	**27,395,265**	**32,090,246**	**32,714,313**	**18,826,125**	**19,672,010**	**(845,885)**	**-4.3%**	**32,714,313**
Surplus/(Deficit)	**1,867,422**	**(420,164)**	**(149,104)**	**2,311,045**	**1,358,443**	**952,602**	**70.1%**	**(149,104)**
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	974,858	911,802	63,057	6.9%	2,462,484
Contributions recognised - capital	44,219	53,761	68,734	42,486	37,736	4,750	12.6%	68,734
Contributed assets	4,953	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers &	**4,339,773**	**1,857,410**	**2,382,114**	**3,328,390**	**2,307,981**			**2,382,114**
Taxation	–	–	–	–	–			–
Surplus/(Deficit) after taxation	**4,339,773**	**1,857,410**	**2,382,114**	**3,328,390**	**2,307,981**			**2,382,114**
Attributable to minorities	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	**4,339,773**	**1,857,410**	**2,382,114**	**3,328,390**	**2,307,981**			**2,382,114**
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,382,114**	**3,328,390**	**2,307,981**			**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	82,020	1.9%	The over-recovery is on Property Rates due to the misalignment of the period budget provision with the actual billings as the number of days billed per month differs 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 number of applications received and properties that qualify.	The situation is closely monitored.
Property rates - penalties & collection charges	–	-	-	-
Service charges - electricity revenue	236,361	3.2%	The variance is mainly on Electricity Service Charges, due to consumer demand, which resulted in higher than planned sale of electricity as well as the excessive heat which was experienced, which further contributed to this variance.	The situation is closely monitored.
Service charges - water revenue	35,826	2.0%	The variance is mainly on Water Sales, due to the impact of the newly implemented water restrictions, the impact of billing cycle days, billing collections, correction of meter readings, meter replacements and consumer demand/consumption.	The situation is closely monitored.
Service charges - sanitation revenue	26,813	2.8%	The variance is mainly on Sewerage Sales. The charges on sewerage are demand driven and linked to water consumption and the factors influencing water consumption.	The situation is closely monitored.
Service charges - refuse revenue	7,034	1.0%	The over-recovery is due to (i) the misalignment of the period budget with the actual trend on Refuse Removal and the impact of data clean-up, (ii) lower than planned demand for Disposal Coupons for the period up to January and (iii) higher than planned revenue from special waste fees.	The 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 Source				
Service charges - other	(28,030)	-7.4%	The variance is a combination 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. and which are demand driven and cannot be accurately estimated. 2. Fire Fees within Safety and Security (over), due to the number of fires that had to be attended to being more than estimated. 3. Service Charges-Infrastructure (over), due to the writing off of dormant debtor accounts with credit balances. 4. Busfares-Transit products (over), due to higher than planned usage of service. 5. Camp /Resort Fees within Community Services (under), due to lower demand/usage of facilities than planned to date. 6. Admission Fees within TEED (under), due to lower than planned revenue from the Cape Town Cup Event. 7. Busfares-MyCiTi (under), due to lower demand for the service by consumers. 8. Impoundment Fees for Vehicles/Cellphones (under), due to lower than planned impoundments to date.	The situation is closely monitored by the respective finance managers. The under-recovery on Busfares will be addressed in the March adjustments budget.
Rental of facilities and equipment	9,471	4.1%	The over-recovery is mainly within Community Services, Finance and Tourism, Events & Economic Development and the under-recovery is within Human Settlements, due to the misalignment of the periodic budget provisions with the actual revenue received from rentals.	The situation is monitored by the respective finance managers.
Interest earned - external investments	(9,841)	-2.5%	The under-recovery is within Finance where the actuals are slightly lower than planned to date.	Interest Earned is monitored by the Investment Section on a monthly basis.
Interest earned - outstanding debtors	(15,930)	-10.2%	The under-recovery is mainly due to lower than planned interest billed on outstanding consumer debtors for Rates and Water & Sanitation.	Situation is monitored.
Dividends received	–	-	-	-
Fines	(193,757)	-29.2%	The under-recovery is mainly on Traffic Fines Accruals, due to fewer than planned fines issued to date. The period budget provisions are not accurately aligned with the actual trend as accurate planning of fines issued is not possible.	The situation is monitored by finance manager.
Licences and permits	7,266	37.0%	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.	Licences and Permits are demand driven and difficult to plan accurately per monthly cycles.
Agency services	(639)	-0.5%	The under-recovery is mainly within Finance and Safety & Security and is due to a higher number of transactions processed than planned. Accurate planning is difficult, due to the service being consumer demand driven.	The situation is monitored by the respective finance managers.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Transfers recognised - operational	(66,469)	-2.8%	The variance is a combination of over-/under-recovery. 1. Human Settlements (R32.5 million under) where some projects are slightly behind schedule and others ahead of schedule with a nett result of a under-recovery to date: a) Consultants in the process of being appointed for feasibility studies and pre-planning on USDG projects. b) Belhar Pentech project progress slower than initially anticipated and internal services must first be completed before top structures can commence. c) Valhalla Park Integrated Housing Project where tender was only awarded in January 2016 and work could not commence in February 2016 because of intimidation from the gangsters. 2. Transport for Cape Town (R98.5 million under), mainly due to: a) Delays in roll-out of further MyCiTi routes. b) The impact of reduced operating hours of some MyCiTi bus stations. c) IRT Compensation payments less than planned due to decreased claim settlements. d) Lower spending on cleaning and security services, due to moderation of services. e) Delays in implementation of CITP and PTI's, due to MOA with Province only being finalised recently. f) Delays in processing staff recoveries for staff funded from grant funds. 3. Water & Sanitation (R5 million over), due to the Mitchells Plain Treatment Works project and Cape Flats Bulk Sewer project progressing at a faster than planned rate. 4. EESP (R6.7 million under) on an Operating Grants & Donations project, where payment is awaited from the Department of Environmental Affairs and Tourism. 5. Finance (R68.2 million over), due to the reallocation of the VAT portion of the USDG, which will be utilised for future capital programmes.	The situation is monitored by the respective finance managers.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Other revenue	12,917	0.8%	The main contributors to this over-recovery are: 1. CIDS-Commercial (over) within Finance, 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 sale of salvage goods and items being more than planned for. 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 outstanding payment from LGSETA. 5. Development Levy/BICL (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.	The situation is monitored by the respective finance managers.
Gains on disposal of PPE	3,674	52.0%	The over-recovery is mainly within Solid Waste Management, Cape Town Electricity and Corporate Services and is due to higher than planned revenue generated from the sale of PPE, which resulted in the misalignment of the period budget with the actual trend of transactions.	The situation is monitored and period budget provisions will be reviewed and adjusted, if required.

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	(165,832)	-2.5%	The variance is mainly due to (a) The turnaround time in the filling of vacancies and the internal filling of vacant posts within the City and (b) the appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when departments require additional labour.	The City had 2 623 vacancies as at 29 February 2016. As from 1 July 2577, positions were filled (1 116 internal and 1 461 external) with 1 340 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	(2,617)	-2.8%	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	1	0.0%	Immaterial variance.	-
Depreciation & asset impairment	(53,464)	-3.8%	The variance is largely affected by the capitalisation rate of assets, based on the completion and progress of capital projects and delivery of moveable assets.	The situation is closely monitored.
Finance charges	820	0.2%	Immaterial variance.	-
Bulk purchases	(2,552)	-0.1%	The under expenditure is a combination of under/over expenditure. 1. Bulk purchases - Water (under), largely due to delays in submission of accounts from the Department of Water Affairs. 2. Bulk Purchases - Electricity (over), largely due to excessively hot weather in January resulting in higher demand for cooling systems.	The Water and Sanitation department is following up on the outstanding accounts and payments are made as accounts are received. A review of period budget is ongoing and corrective action undertaken, where necessary.
Other materials	(1,661)	-0.8%	Immaterial variance.	-
Contracted services	(299,830)	-13.5%	The variance is largely due to: 1. The slower than anticipated start on R&M programmes and other projects. 2. Delays in implementation of the City-wide ceiling project, appointment of consultants on USDG projects and submission of invoices from service providers on various projects. 3. Misalignment of the budgetary provisions on various R&M related items. 4. Lower than anticipated expenditure on sewer services in informal settlements and haulage expenditure for waste transportation between drop-offs and disposal sites.	A review of the period budget is on-going with a view to align it with the anticipated cash flows. The expenditure trend is expected to increase over the ensuing months.

Table continues on next page.

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Transfers and grants	(697)	-0.6%	Immaterial variance.	-
Other expenditure	(323, 184)	-11.1%	The under expenditure reflects largely on: 1. Chemicals, due to lower than anticipated spend on chemicals, which is demand driven depended on climatic changes and difficult to plan accurately per month. 2. Fuel, due to lower than anticipated YTD fuel cost resulting from price fluctuations and stricter control measure to curb expenditure. 3. Vaccines (grant funded), which is demand driven and depends on the number of immunisations required during the year and delays in receipt of invoices from service providers. 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 successful applicants that qualifies for the rebate. 5. Transport Services, due to lower than anticipated expenditure on VOC payment as a result of the MyCiTi moderation exercise in order to reduce expenditure on security and cleaning costs. 6. Various R&M-related expenditure items, due to lower than anticipated expenditure on re-active maintenance, which is difficult to plan accurately.	A review of the period budget is on-going with a view to align it with the anticipated cash flows. The expenditure trend is expected to increase over the ensuing months.
Loss on disposal of PPE	3,130	100.0%	This relates to prior year stock losses, which has been written of in the current financial year. This is offset by the accumulated surplus at year-end.	-

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	21,286	4,862	4,139	723	17.5%	17,818
Vote 2 - City Manager	13,920	14,954	33,274	9,974	12,363	(2,389)	-19.3%	33,244
Vote 3 - Community Services	199,711	160,331	221,715	86,524	81,362	5,162	6.3%	207,559
Vote 4 - Corporate Services & Compliance	382,773	425,013	463,779	163,488	122,206	41,282	33.8%	462,666
Vote 5 - Energy, Environmental & Spatial Planning	56,216	80,064	79,859	31,428	31,891	(463)	-1.5%	64,067
Vote 6 - Finance	90,740	141,379	40,186	17,310	18,865	(1,555)	-8.2%	38,606
Vote 7 - Human Settlements	962,031	420,835	416,993	142,307	166,439	(24,132)	-14.5%	399,743
Vote 8 - Rates & Other	–	–	–	–	–	–		–
Vote 9 - Safety & Security	82,095	105,163	149,957	53,450	54,493	(1,044)	-1.9%	149,825
Vote 10 - Social Dev & Early Childhood Development	23,251	11,971	15,760	4,623	5,406	(782)	-14.5%	15,710
Vote 11 - Tourism, Events & Economic Development	36,678	41,098	41,403	17,208	15,775	1,434	9.1%	41,325
Vote 12 - Transport for Cape Town	1,218,720	1,399,805	1,651,077	646,047	583,924	62,123	10.6%	1,632,641
Vote 13 - Utility Services	2,165,433	3,227,699	3,009,494	1,188,323	1,130,793	57,530	5.1%	2,857,531
Total Capital Expenditure	**5,251,742**	**6,043,985**	**6,144,784**	**2,365,545**	**2,227,656**	**137,889**	**6.2%**	**5,920,736**
Capital Expenditure - Standard Classification								
Governance and administration	**520,222**	**587,509**	**538,893**	**199,756**	**155,715**	**44,041**	**28.3%**	**535,350**
Executive and council	31,234	21,193	49,020	14,690	10,338	4,352	42.1%	47,182
Budget and treasury office	16,215	14,495	15,750	5,676	7,059	(1,383)	-19.6%	14,178
Corporate services	472,772	551,820	474,123	179,390	138,317	41,073	29.7%	473,990
Community and public safety	**1,341,328**	**799,473**	**884,393**	**323,606**	**351,813**	**(28,208)**	**-8.0%**	**845,040**
Community and social services	81,411	69,196	99,012	45,993	35,056	10,936	31.2%	93,232
Sport and recreation	151,529	124,613	156,785	55,396	59,436	(4,041)	-6.8%	148,867
Public safety	126,115	169,157	190,032	74,983	86,678	(11,695)	-13.5%	185,026
Housing	962,099	420,904	417,347	142,372	166,504	(24,131)	-14.5%	400,097
Health	20,173	15,603	21,218	4,862	4,139	723	17.5%	17,818
Economic and environmental services	**1,277,386**	**1,502,183**	**1,782,926**	**683,233**	**625,117**	**58,116**	**9.3%**	**1,748,700**
Planning and development	38,812	83,570	90,211	31,013	35,717	(4,704)	-13.2%	74,423
Road transport	1,227,644	1,408,046	1,675,510	649,131	587,306	61,825	10.5%	1,657,075
Environmental protection	10,930	10,567	17,204	3,089	2,094	996	47.5%	17,203
Trading services	**2,111,807**	**3,154,319**	**2,938,072**	**1,158,452**	**1,094,831**	**63,622**	**5.8%**	**2,791,146**
Electricity	898,889	1,343,939	1,122,474	412,704	410,791	1,913	0.5%	1,014,237
Water	524,051	786,494	858,599	377,241	310,946	66,295	21.3%	836,624
Waste water management	460,858	726,171	686,894	309,943	294,961	14,982	5.1%	670,669
Waste management	228,009	297,715	270,105	58,565	78,132	(19,568)	-25.0%	269,615
Other	**999**	**500**	**500**	**497**	**180**	317	176.2%	**500**
Total Capital Expenditure - Standard Classification	**5,251,742**	**6,043,985**	**6,144,784**	**2,365,545**	**2,227,656**	**137,889**	**6.2%**	**5,920,736**
Funded by:								
National Government	2,189,129	2,137,367	2,282,270	892,071	832,458	59,613	7.2%	2,222,111
Provincial Government	282,292	86,446	180,214	82,788	88,380	(5,593)	-6.3%	180,214
District Municipality	–	–	–	–	–	–		–
Other transfers and grants	1,892	–	341	–	341	(341)	-100.0%	341
Transfers recognised - capital	**2,473,313**	**2,223,813**	**2,462,825**	**974,858**	**921,179**	**53,679**	**5.8%**	**2,402,666**
Public contributions & donations	44,219	53,761	68,392	42,486	37,395	5,091	13.6%	68,392
Borrowing	2,152,377	2,579,264	2,529,240	1,109,923	1,021,679	88,244	8.6%	2,500,240
Internally generated funds	581,833	1,187,146	1,084,326	238,278	247,402	(9,125)	-3.7%	949,437
Total Capital Funding	**5,251,742**	**6,043,985**	**6,144,784**	**2,365,545**	**2,227,656**	**137,889**	**6.2%**	**5,920,736**

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	723	17.5%	The following projects are ahead of planned cash flows, resulting in invoices being paid earlier that anticipated: 1. Furniture, Tools and Equipment, 2. Upgrade of security at clinics, and 3. Tafelsig Clinic Extensions and Upgrade. There is an anticipated underspend of R3,4 million, due to the acquisition of generators being delayed by the processing of the three appeals that were received against the award of this corporate tender.	No remedial action required.
Vote 2 - City Manager	(2,389)	-19.3%	The negative variance is due to: 1. District 6 Project - Bulk Infrastructure Phase 3: Awaiting the signing of the MOA between the City and the National Department of Rural Development and Land Reform (NDRD & LR). Beneficiaries have also not being finalised as yet. 2. Furniture & Office Equipment - Additional: a) Delays in delivery of some furniture and equipment. b) Delays in loading of the new furniture and equipment agreements, which resulted in orders being placed later than anticipated.	1. Work has commenced on the substation structure and stormwater. Ongoing communication with the NDRD & LR. 2. Following up with vendors; some orders have now been placed and awaiting delivery.
Vote 3 - Community Services	5,162	6.3%	1. City Parks: a) Upgrade Maitland Crematorium: Project completed. Cremators installed successfully and commissioned. Final invoice processed for payment earlier than anticipated. 2. Sport, Recreation & Amenities: a) Manenberg SC Lighting Project: Order placed and progress payment claimed earlier than anticipated. Materials have been delivered. Contractor is currently on site with anticipated completion in the second week of March 2016. 3. Library and Information Services: a) IT equipment Kuyasa Library, Khayelitsha: Various orders placed for IT equipment and delivered earlier than planned. Further orders placed. b) Library Upgrades: Work on Hangberg Library completed earlier than anticipated. A number of smaller projects have been identified for implementation. These projects are at various stages of the procurement process.	No remedial action required.
Vote 4 - Corporate Services & Compliance	41,282	33.8%	The major reason for this positive variance is due to management introducing measures i.e. buying equipment earlier than originally anticipated, in order to fast-track implementation on the following projects: 1. Broadband, 2. Digital Inclusion, and 3. FM Structural Rehabilitation.	No remedial action required except to ensure the balance of funds is committed.

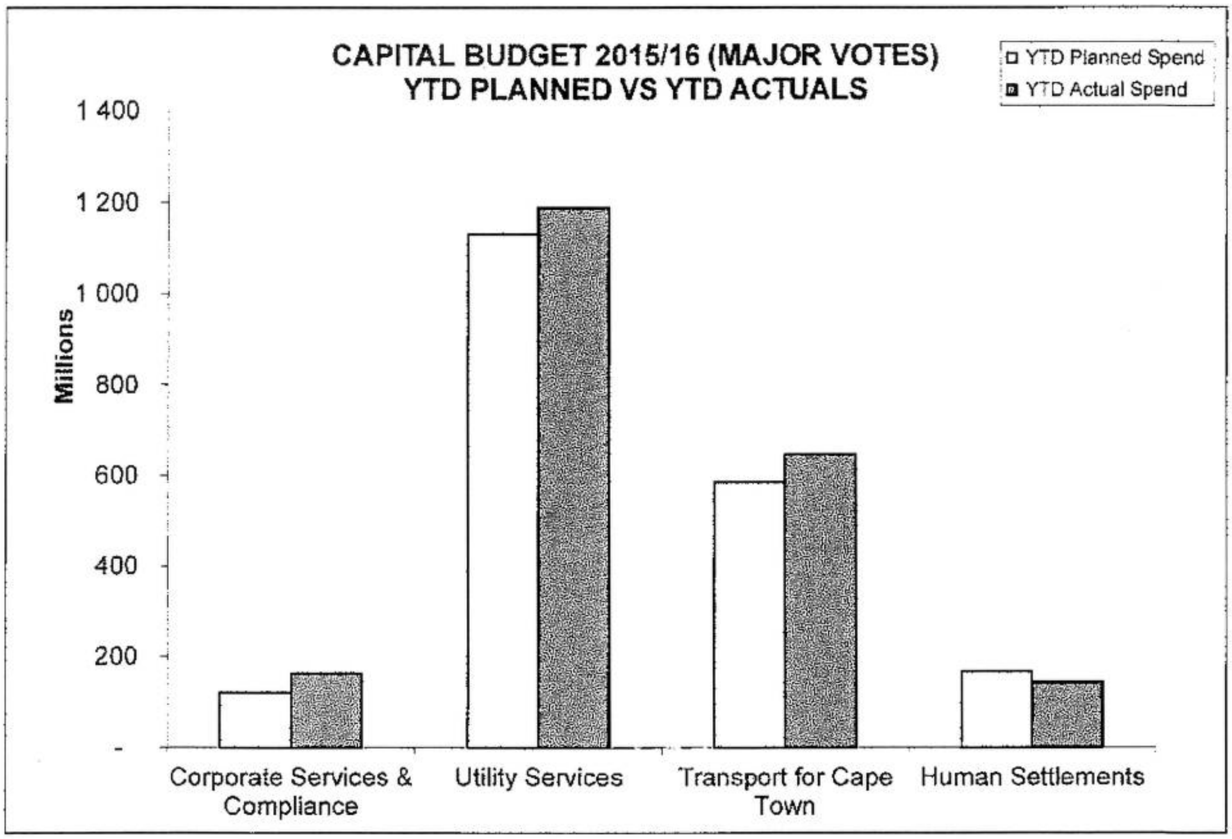
Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 5 - Energy, Environmental & Spatial Planning	(463)	-1.5%	Immaterial variance.	-
Vote 6 - Finance	(1,555)	-8.2%	1. E-Procurement Project: was put on hold pending agreement on the way forward on dealing with the different supplier databases throughout the 3 spheres of Government. 2. IT Equipment: Delayed due to expiration of the IT equipment tender. Tender renewed with further orders to be placed in March 2016.	Ongoing monitoring of project progress.
Vote 7 - Human Settlements	(24,132)	-14.5%	The variance relates to various projects including: 1. Langa Hostels CRU project (463 units): Funds utilised for the construction of CRU units. R1,6 million consultants fees will be paid at the end of March 2016. Revised resolution being sought from the Admin Review Committee (ARC). 2. Marble Flats CRU project: Multi-funded project. Services nearing completion (USDG & CRR). Upgrading of CRU units progressing well. 3. Belhar/Pentec Housing project: The contract was terminated in January 2016 because of continuous poor performance. 4. Langa Hostels CRU Project (868 units): Budget to be utilised for the demolition of old existing hostels and old informal structures of beneficiaries to the project.	1. Once ARC approval is received, further payments can be made. Full budget will be utilised by 30 June 2016. 2. Project will be completed by 30 June 2016. 3. Part of the civil works will now be finished by a term tender contractor and the rest will be procured through a shortened tendering process starting in March 2016. 4. Langa Hostels CRU Project (868 units): A report to the BAC is currently being finalised with SCM. Full budget is expected to be spent by 30 June 2016.
Vote 8 - Rates & Other	–		-	-
Vote 9 - Safety & Security	(1,044)	-1.9%	Immaterial variance.	-
Vote 10 - Social Dev & Early Childhood Development	(782)	-14.5%	Variance was due to: 1. Training and Programme Equipment: Minor delays experienced with the installation of play park equipment at various early childhood development centres and the late delivery of programme equipment. 2. Nantes Early Childhood Development Centre: Payment certificate received and processed later than anticipated.	Ongoing monitoring of project progress.
Vote 11 - Tourism, Events & Economic Development	1,434	9.1%	Strategic Assets - Upgrade of Goodhope Centre: Phase 1 of project completed earlier than anticipated. Phase 2 currently underway and expected to be completed by 30 June 2016.	Ongoing monitoring of project progress.
Vote 12 - Transport for Cape Town	62,123	10.6%	Despite a number of underperforming contracts, others are progressing significantly better than originally anticipated.	No remedial action considered necessary at this stage.

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 13 - Utility Services	57,530	5.1%	Refer below.	There is on-going ED engagements with line directors and project managers to ensure that tracking and monitoring of projects are within the prescribed timeframes and that corrective actions are processed timeously. Refer below for further comments per department.
Utility Services Support	7	7.9%	Projects were accelerated and goods delivered much sooner than planned.	No remedial action required.
Water & Sanitation	81,276	13.4%	The following major projects are currently ahead of schedule, due to good contractor performance: a) Meter Replacement Program, b) Mitchells Plain Wastewater Treatment Works, c) Bulk Water Augmentation Scheme, and d) Acquisition & Commissioning of large Generators. e) Infrastructure Replace/ Refurbish WWTW.	Project managers will continue to closely monitor and track projects and tenders.
Solid Waste Management	(19,568)	-25.0%	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. Currently finalising final payment certificate.	1. Delivery of plant and vehicles to be expedited, where possible. 2. Project to be closely monitored by project manager and to ensure final payment on this contract is made timeously and corrective action to be implemented.
Cape Town Electricity	(4,185)	-0.9%	Immaterial variance.	-

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



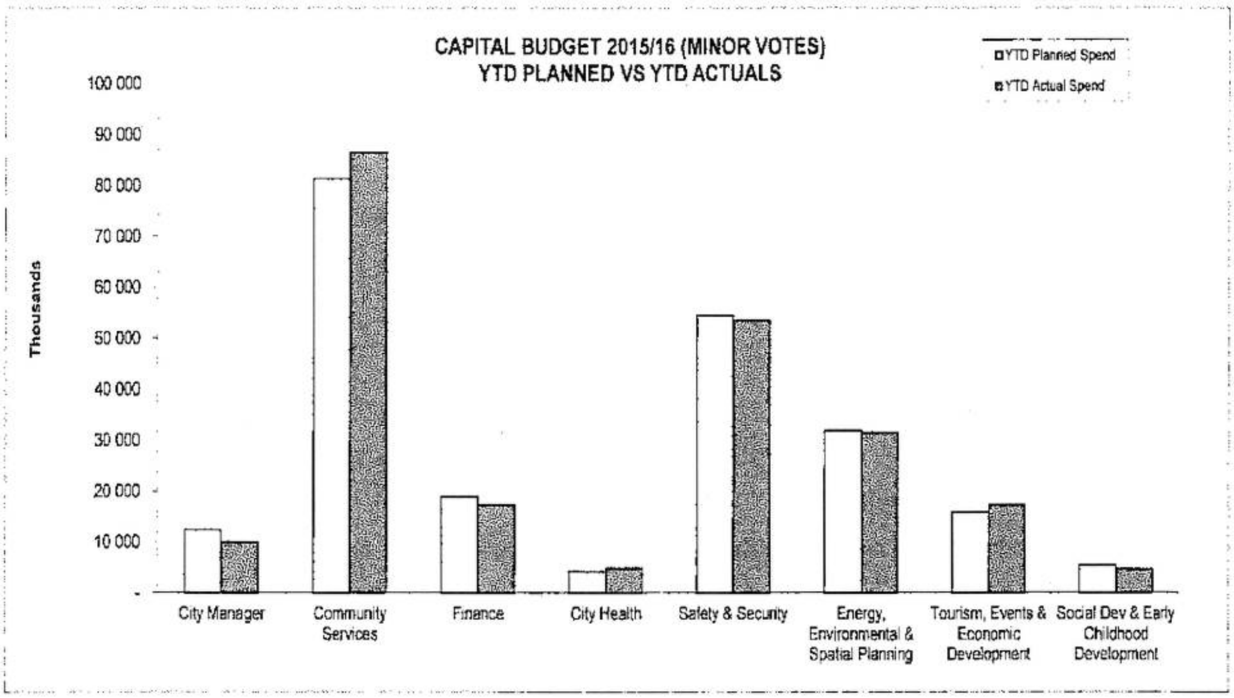


Table C6: Monthly Budget Statement - Financial Position

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

Description R thousands	2014/15 Audited Outcome	Budget Year 2015/16 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	3,199,149	–	–	3,196,459	–
Call investment deposits	1,746,347	3,607,195	2,764,362	1,746,347	3,607,195
Consumer debtors	4,618,497	4,740,731	4,849,763	3,858,647	4,740,731
Other debtors	707,217	504,938	504,938	801,881	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	265,862	311,022
Total current assets	10,571,364	9,183,356	8,449,554	9,889,035	9,183,356
Non current assets					
Long-term receivables	75,324	94,142	94,142	57,361	94,142
Investments	3,753,617	3,911,206	3,939,969	3,899,187	3,911,206
Investment property	–	–	–	–	–
Investments in Associate	–	–	–	–	–
Property, plant and equipment	34,749,931	38,924,165	38,460,353	35,754,283	38,924,165
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Other non-current assets	–	–	–	–	–
Total non current assets	38,578,872	42,929,513	42,494,463	39,710,831	42,929,513
TOTAL ASSETS	49,150,236	52,112,868	50,944,018	49,599,865	52,112,868
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	345,682	498,690	474,099	345,681	498,690
Consumer deposits	272,258	447,963	447,963	282,810	447,963
Trade and other payables	6,911,132	6,907,829	6,065,456	3,593,421	6,907,829
Provisions	1,127,282	975,045	1,110,619	1,089,024	975,045
Total current liabilities	8,656,354	8,829,527	8,098,136	5,310,936	8,829,527
Non current liabilities					
Borrowing	6,415,499	8,032,745	6,032,744	6,405,303	8,032,745
Provisions	5,624,708	6,359,098	5,977,349	6,181,709	6,359,098
Total non current liabilities	12,040,207	14,391,843	12,010,093	12,587,012	14,391,843
TOTAL LIABILITIES	20,696,561	23,221,369	20,108,229	17,897,948	23,221,369
NET ASSETS	28,453,675	28,891,499	30,835,788	31,701,917	28,891,499
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,663,410	27,044,035	28,541,195	29,088,772	27,044,035
Reserves	2,790,265	1,847,464	2,294,593	2,613,146	1,847,464
TOTAL COMMUNITY WEALTH/EQUITY	28,453,675	28,891,499	30,835,788	31,701,917	28,891,499

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

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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	4,631,492	4,519,405	112,087	2.5%	6,443,114
Service charges	13,768,730	15,773,011	15,909,835	10,618,044	10,523,686	94,358	0.9%	15,909,835
Other revenue	3,351,237	3,107,198	3,022,178	3,410,890	2,986,148	424,742	14.2%	3,022,178
Government - operating	3,251,460	3,579,752	4,106,009	1,835,738	2,224,172	(388,434)	-17.5%	4,106,009
Government - capital	2,423,179	2,277,574	2,531,218	1,740,842	2,270,740	(529,899)	-23.3%	2,531,218
Interest	735,298	442,109	580,779	322,556	321,193	1,363	0.4%	580,779
Dividends	–	–	–	–	–	–		–
Payments								
Suppliers and employees	(22,780,459)	(26,548,109)	(27,475,976)	(19,754,962)	(19,749,205)	5,758	0.0%	(27,475,976)
Finance charges	(709,455)	(887,360)	(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	2,456,591	2,746,128	291,538	10.6%	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)	(2,117,739)	(2,506,612)	(388,873)	15.5%	(6,057,257)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(4,718,325)	(6,046,623)	(6,163,985)	(2,117,739)	(2,506,612)	(388,873)	15.5%	(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	(497,811)	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)	197,774	100,439			(1,994,781)
Cash/cash equivalents at beginning:	2,266,559	2,265,410	3,199,148	2,625,410	3,199,148			2,625,410
Cash/cash equivalents at month/year end:	3,199,148	2,074,783	1,204,367	2,823,184	3,299,587			630,629

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	112,087	2.5%	Immaterial variance.	No corrective action required at this time.
Service charges	94,358	0.9%	Immaterial variance.	No corrective action required at this time.
Other revenue	424,742	14.2%	More income received in the form of VAT refunds than originally budgeted for.	No corrective action required at this time.
Government - operating	(386,434)	-17.5%	Grant income not received as originally expected.	No corrective action required at this time.
Government - capital	(529,899)	-23.3%	Grant income not received as originally expected.	No corrective action required at this time.
Interest	1,363	0.4%	Immaterial variance.	No corrective action required at this time.
Payments				
Suppliers and employees	5,756	0.0%	Immaterial variance.	No corrective action required at this time.
Finance charges	–			
Transfers and Grants	–			
NET CASH FROM/(USED) OPERATING ACTIVITIES	**291,538**	**10.6%**		
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	(388,873)	15.5%	Slower cash outflow than originally anticipated.	No corrective action required at this time.
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(388,873)**	**15.5%**		
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%**		

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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 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget			
Cash Receipts By Source															
Property rates	492,123	500,769	620,023	823,289	521,068	549,720	549,263	575,238	540,806	541,833	546,956	182,026	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	980,584	919,337	920,052	947,683	770,028	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	267,766	188,264	188,821	179,584	110,601	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	144,960	110,895	112,370	110,551	105,114	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	58,635	59,730	57,541	56,439	92,088	707,982	765,310	823,926
Service charges - other	29,429	25,007	27,414	40,716	36,855	32,507	36,815	33,942	39,164	40,337	35,137	248,057	625,380	523,329	581,589
Rental of facilities and equipment	14,657	20,916	18,181	24,656	25,020	28,341	16,982	22,396	8,404	7,844	5,481	(66,953)	125,925	100,589	99,109
Interest earned - external investments	52,096	37,363	34,935	37,627	33,460	47,881	43,227	35,968	36,071	36,121	26,760	159,270	580,779	248,720	785,653
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines	21,730	19,292	14,441	28,272	21,191	19,111	19,136	20,052	17,216	16,300	13,829	(11,265)	199,305	204,430	217,470
Licences and permits	2,880	18,811	24,723	16,055	23,510	25,675	10,726	29,386	17,646	14,859	10,708	(11,542)	183,437	207,858	219,082
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfer receipts - operating	1,080,851	–	–	167,726	350,000	175,173	12,268	49,720	674,346	59,008	49,138	1,487,779	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	245,936	599,542	23,077	23,480	(1,057,338)	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	2,464,583	3,211,420	2,018,164	2,005,745	2,007,864	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	10,010	539,783	–	–	250,593	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	2,474,593	3,751,203	2,018,164	2,005,745	2,192,452	32,527,128	36,362,660	38,575,934

Table continues on next page.

Annexure A: In-year report (February 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	Budget Year +1	Budget Year +2
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	2015/16	2016/17	2017/18
Cash Payments by Type															
Employee related costs	680,861	680,444	798,497	723,206	1,103,111	753,521	743,840	758,690	761,830	761,871	761,031	1,149,732	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	14,676	12,408	12,298	10,698	18,775	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	543,255	494,582	531,299	510,738	615,618	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	21,957	36,045	37,945	23,544	25,528	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	724,529	659,382	638,107	428,935	230,651	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	2,063,007	2,143,317	1,981,520	1,884,945	2,066,300	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	207,774	576,936	681,330	651,577	2,029,675	6,057,257	5,949,334	5,193,251
Repayment of borrowing	–	–	88,055	–	–	53,023	–	–	89,481	–	66,067	(11,628)	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	2,270,781	2,809,734	2,662,850	2,603,189	4,084,347	34,521,909	35,997,764	38,083,413
NET INCREASE/(DECREASE) IN CASH HELD	(38,887)	84,152	(786,589)	497,278	180,546	134,808	(77,346)	203,812	941,470	(644,686)	(597,444)	(1,891,895)	(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	3,396,922	4,338,392	3,693,706	3,096,262	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	3,396,922	4,338,392	3,693,706	3,096,262	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 R thousands	Budget 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	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	471,162	54,939	70,202	72,651	46,961	62,463	299,108	1,364,596	2,444,132	1,847,779	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	728,139	33,034	32,052	20,426	14,671	6,051	56,198	105,409	995,978	202,754	–	–
Receivables from Non-exchange Transactions - Property Rates	506,680	59,932	60,514	39,404	13,726	39,891	157,815	606,806	1,484,769	857,642	–	–
Receivables from Exchange Transactions - Waste Water Management	222,894	26,528	34,126	32,964	23,196	27,336	135,211	620,441	1,122,698	839,150	–	–
Receivables from Exchange Transactions - Waste Management	83,253	16,042	15,149	15,535	11,244	12,411	55,059	236,527	445,221	330,777	–	–
Receivables from Exchange Transactions - Property Rental Debtors	50,552	9,777	10,064	10,488	(1,885)	16,557	56,987	500,312	654,853	584,459	–	–
Interest on Arrear Debtor Accounts	46,072	16,664	19,109	19,165	16,209	17,233	87,961	547,774	774,206	690,362	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(96,146)	(17,830)	(40,568)	(125,624)	(16,926)	(13,005)	(47,135)	(232,173)	(589,405)	(434,864)	–	–
Total By Income Source	**2,012,607**	**201,136**	**200,650**	**85,009**	**111,194**	**170,940**	**801,224**	**3,749,691**	**7,332,452**	**4,918,058**	–	–
2014/15 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	93,991	11,607	2,473	(104,116)	(12,363)	14,026	30,536	63,619	99,773	(8,298)	–	–
Commercial	1,034,372	56,674	47,747	33,012	20,330	23,212	106,404	375,038	1,696,787	557,995	–	–
Households	1,071,075	147,561	160,518	169,116	106,275	153,333	671,631	3,421,147	5,900,657	4,521,502	–	–
Other	(186,830)	(14,707)	(10,088)	(13,003)	(3,047)	(19,631)	(7,347)	(110,112)	(364,785)	(153,141)	–	–
Total By Customer Group	**2,012,607**	**201,136**	**200,650**	**85,009**	**111,194**	**170,940**	**801,224**	**3,749,691**	**7,332,452**	**4,918,058**	–	–

Additional debtors information

Monthly Collection Rate			YTD Collection Rate
Period	Current year	Previous year	
12 Months	96.59%	96.05%	96.45%
6 Months	95.99%	94.51%	97.75%
3 Months	89.79%	90.68%	96.47%
Monthly	97.89%	90.50%	94.92%

12 Months Collection Ratio per Services			
Services	Current year	Previous year	YTD collection Rate
Electricity	98.64%	98.31%	98.27%
Water	86.64%	87.48%	87.48%
Sewerage	89.10%	90.40%	89.21%
Refuse	90.24%	93.92%	90.66%
Rates	99.10%	98.01%	98.99%
Other	99.71%	101.00%	99.42%

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
February	2 603 264 981.30	2 548 290 371.90

Creditors analysis

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

Table SC4 Monthly budget Statement Aged Creditors

Description R thousands	Budget Year 2015/16									Prior year totals (same period)
	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	547	(32)	40	69	(0)	8	–	69	700	37,692
Auditor General	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	547	(32)	40	69	(0)	8	–	69	700	37,692

Outstanding commitments against Cash and Cash Equivalents

Item	Previous Month R'000	Current Month R'000
Closing Cash Balance	**6 549 629**	**6 753 441**
Unspent Conditional Grants	2 045 458	1 814 448
Housing Development	292 539	276 310
MTAB	19 172	19 278
Trust Funds	655	659
Financial commitments	401 000	401 000
Sinking Funds	-	-
Insurance reserves	465 639	467 303
CRR	1 732 040	1 722 585
TOTAL	4 956 503	4 701 583
TOTAL cash resources not committed	1 593 126	2 051 858

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	24	Fixed	2016/03/24	3	6.85%	15,000	3	15,003
Absa	27	Fixed	2016/03/15	36	6.85%	15,000	36	15,036
Absa	18	Fixed	2016/03/07	33	6.80%	15,000	33	15,033
Absa	22	Fixed	2016/03/15	45	6.84%	30,000	45	30,045
Absa	30	Fixed	2016/03/24	26	6.90%	20,000	26	20,026
Absa	29	Fixed	2016/03/24	23	6.90%	20,000	23	20,023
Firstrand	183	Fixed	2016/03/31	57	7.15%	10,000	57	10,057
Firstrand	183	Fixed	2016/03/31	68	7.15%	12,000	68	12,068
Firstrand	183	Fixed	2016/03/31	51	7.15%	9,000	51	9,051
Firstrand	183	Fixed	2016/03/31	68	7.15%	12,000	68	12,068
Firstrand	29	Fixed	2016/03/15	68	6.65%	25,000	68	25,068
Firstrand	29	Fixed	2016/03/15	82	6.65%	30,000	82	30,082
Firstrand	24	Fixed	2016/03/24	3	6.60%	15,000	3	15,003
Firstrand	28	Fixed	2016/03/15	128	6.70%	50,000	128	50,128
Firstrand	27	Fixed	2016/03/15	107	6.70%	45,000	107	45,107
Firstrand	24	Fixed	2016/03/24	5	6.60%	25,000	5	25,005
Investec Bank	24	Fixed	2016/03/24	2	6.90%	10,000	2	10,002
Investec Bank	28	Fixed	2016/03/15	27	7.00%	10,000	27	10,027
Investec Bank	27	Fixed	2016/03/15	24	6.85%	10,000	24	10,024
Investec Bank	18	Fixed	2016/03/07	22	6.80%	10,000	22	10,022
Investec Bank	22	Fixed	2016/03/15	15	6.80%	10,000	15	10,015
Investec Bank	30	Fixed	2016/03/24	13	6.85%	10,000	13	10,013
Investec Bank	29	Fixed	2016/03/24	11	6.85%	10,000	11	10,011
Nedbank	28	Fixed	2016/03/24	33	6.80%	35,000	33	35,033
Nedbank	24	Fixed	2016/03/24	3	6.70%	15,000	3	15,003
Nedbank	28	Fixed	2016/03/15	78	6.78%	30,000	78	30,078
Nedbank	27	Fixed	2016/03/15	60	6.75%	25,000	60	25,060
Nedbank	18	Fixed	2016/03/07	33	6.65%	15,000	33	15,033
Nedbank	22	Fixed	2016/03/15	51	6.70%	35,000	51	35,051
Nedbank	30	Fixed	2016/03/24	20	6.80%	15,000	20	15,020
Nedbank	29	Fixed	2016/03/24	22	6.80%	20,000	22	20,022
Nedbank	24	Fixed	-	5	6.70%	25,000	5	25,005
Standard Bank	29	Fixed	-	98	6.80%	35,000	98	35,098
Standard Bank	29	Fixed	-	70	6.80%	25,000	70	25,070
Standard Bank	28	Fixed	-	42	6.77%	45,000	42	45,042
Standard Bank	26	Fixed	-	11	6.77%	20,000	11	20,011
Standard Bank	28	Fixed	-	78	6.78%	30,000	78	30,078
Standard Bank	27	Fixed	-	72	6.78%	30,000	72	30,072
Standard Bank	18	Fixed	-	43	6.58%	20,000	43	20,043
Standard Bank	22	Fixed	-	65	6.63%	45,000	65	45,065
Standard Bank	30	Fixed	-	26	6.65%	20,000	26	20,026
Standard Bank	29	Fixed	-	34	6.82%	30,000	34	30,034
Standard Bank	24	Fixed	-	9	6.77%	50,000	9	50,009
ABSA Call account		Notice deposit	-	1,529	6.60%	291,497	1,529	293,025
Firstrand Call account		Notice deposit	-	187	6.35%	60,000	187	50,187
Investec Call account		Notice deposit	-	420	6.60%	80,000	420	80,420
Nedbank Call account		Notice deposit	-	204	6.35%	35,000	30,204	65,204
Standard Bank Call account		Notice deposit	-	197	6.35%	65,000	197	65,197
ABSA current account		–	-	359	6.35%	118,408	(28,460)	89,948
Fund Managers		–	-	28,048		4,682,510	27,527	4,710,037
Liberty, RMB and Nedbank sinking fund		–	-	13,573		242,343	13,573	255,916
Cash in transit		–	-	–		34,231	14,348	48,580
		–	-	–				
TOTAL INVESTMENTS AND INTEREST						6,691,988	61,452	6,753,441

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**	**259,813**	**355,351**	**(95,538)**	**-26.9%**	**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	700	651	49	7.6%	1,050
Restructuring	–	1,191	–	–	–	–		–
Urban Settlements Development Grant	162,977	229,443	364,187	49,226	68,853	(19,627)	-28.5%	364,187
Public Transport Network Operations Grant	367,748	–	64,765	(1,179)	21,322	(22,501)	-105.5%	64,765
Energy Efficiency and Demand Side Management Grant	599	480	480	158	144	14	9.5%	480
Dept of Environ Affairs and Tourism	4,326	4,304	6,338	1,328	3,968	(2,640)	-66.5%	6,338
Housing Accreditation	23	200	200	–	121	(121)	-100.0%	200
Expanded Public Works Programme	23,552	23,216	23,216	14,317	9,286	5,031	54.2%	23,216
Integrated City Development Grant	3,116	5,000	2,915	1,068	400	668	167.0%	2,915
Public Transport Infrastructure & Systems Grant	–	8,466	31,959	7,528	16,045	(8,517)	-53.1%	31,959
Infrastructure Skills Development	2,763	7,528	7,026	4,418	3,309	1,109	33.5%	7,026
Municipal Human Settlements Capacity Grant	18,363	13,703	44,783	12,608	12,443	164	1.3%	44,783
Public Transport Network Grant	–	238,000	330,000	168,306	217,163	(48,857)	-22.5%	330,000
Department of Public Service and Administration	–	1,300	1,500	138	306	(168)	-55.0%	1,500
LGSETA	–	–	536	–	50	(50)	-100.0%	536
Public Transport Infrastructure Grant	79,844	–	–	(83)	–	(83)		–
Urban Renewal	6,294	–	–	–	–	–		–
2014 African Nations Championship	(26)	–	–	–	–	–		–
Water Demand Side Management	697	–	–	–	–	–		–
Provincial Government:	**730,002**	**1,199,402**	**1,367,387**	**481,062**	**523,809**	**(42,747)**	**-8.2%**	**1,367,387**
Cultural Affairs and Sport - Provincial Library Services	28,874	32,100	34,600	18,887	20,962	(2,075)	-9.9%	34,600
Human Settlements - Human Settlement Development Grant	411,253	696,014	863,185	283,648	309,047	(25,399)	-8.2%	863,185
Human Settlements - Municipal Accreditation Assistance	3,989	10,000	7,737	3,657	3,511	145	4.1%	7,737
Human Settlement - Settlement Assistance	–	–	1,011	467	602	(135)	-22.4%	1,011
Health - TB	17,206	24,535	24,535	11,551	11,039	512	4.6%	24,535
Health - Global Fund	37,936	34,408	33,108	22,212	20,452	1,760	8.6%	33,108
Health - ARV	109,584	136,515	133,515	96,976	94,436	2,540	2.7%	133,515
Health - Nutrition	4,065	4,904	4,904	2,753	3,200	(447)	-14.0%	4,904
Health - Vaccines	65,565	76,822	74,325	40,316	50,760	(10,443)	-20.6%	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	–	4,000	(4,000)	-100.0%	10,134
Transport Safety and Compliance - Rail Safety	2,197	4,000	83	–	28	(28)	-100.0%	83
Community Development Workers	741	789	1,462	594	887	(292)	-33.0%	1,462
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	5,353	5,850	12,293	–	4,887	(4,887)	-100.0%	12,293
Western Cape Financial Management Support Grant	300	–	303	–	–	–		303
Library Service. Metro Library Grant	–	–	170	–	–	–		170
City of Cape Town - Public access centres	–	–	146	–	–	–		146
Community Safety - Law Enforcement Auxiliary Services	–	–	47	–	–	–		47
Economic Development and Tourism	500	–	–	–	–	–		–
Community Safety Law Enforcement Officers	19,384	–	–	–	–	–		–
Local Government - Compliance	467	–	–	–	–	–		–
Metropolitan Transport Fund	12,514	–	–	–	–	–		–
Other grant providers:	**12,811**	**34,838**	**43,490**	**25,448**	**26,592**	**(143)**	**-0.5%**	**43,490**
Tourism	1,918	2,000	500	160	182	(22)	-11.9%	500
Carnegie	1,953	879	931	571	550	21	3.7%	931
CMTF	–	411	8,394	(1)	3,411	(3,412)	-100.0%	8,394
CID	2,639	2,791	2,908	1,884	1,884	–		2,908
Century City Property Owners Association	468	732	749	279	488	(208)	-42.7%	749
Traffic Free Flow (Pty) Ltd	1,017	1,585	1,768	470	1,178	(708)	-60.1%	1,768
DBSA - Green Fund	–	25,000	25,000	22,550	17,732	4,819	27.2%	25,000
Stellenbosch University	505	1,026	1,026	348	684	(335)	-49.1%	1,026
V&A Waterfront Holdings (Pty) Ltd	134	275	275	186	183	3	1.6%	275
Domain (Pty) Ltd	–	140	–	–	–	–		–
Sustainable Energy Africa	–	–	424	–	–	–		424
South African Biodiversity Institute	3,544	–	–	–	–	–		–
Agence Francaise De Development	308	–	–	–	–	–		–
UN Women Safer Cities Initiative	125	–	–	–	–	–		–
Chemical Industries Education and Training Authority	–	–	1,500	–	300	(300)	-100.0%	1,500
Mamre Fencing	–	–	17	–	–	–		17
Total operating expenditure of Transfers and Grants:	**1,414,063**	**3,579,408**	**4,100,920**	**767,323**	**905,752**	**(138,429)**	**-15.3%**	**4,100,920**

Table continues on next page.

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 of Transfers and Grants								
National Government:	**2,186,882**	**2,137,367**	**2,282,270**	**892,071**	**832,458**	**(3,099)**	**-0.4%**	**2,222,111**
Minerals and Energy: Energy Efficiency and Demand Side Management Grant	5,989	11,520	11,520	4,399	5,600	(1,200)	-21.4%	11,520
Minerals and Energy: Integrated National Electrification Programme (Municipal) Grant	22,224	5,000	5,000	3,459	3,496	(37)	-1.1%	5,000
National Treasury: Expanded Public Works Programme	400	400	458	–	–	–		458
National Treasury: Infrastructure Skills Development Grant	–	–	500	–	–	–		500
National Treasury: Integrated City Development Grant	53,517	45,826	52,256	26,861	28,622	(1,761)	-6.2%	52,056
National Treasury: Local Government Restructuring Grant	1,341	153	100	98	100	(2)	-1.8%	98
National Treasury: Municipal Human Settlements Capacity Grant	428	–	500	137	236	(99)	-41.9%	500
National Treasury: Neighbourhood Development Partnership Grant	9,448	60,000	60,000	15,548	18,281	(2,733)	-14.9%	38,310
National Treasury: Other	265	650	650	617	300	317	105.9%	650
National Treasury: Urban Settlements Development Grant	1,246,923	1,158,317	1,191,287	475,260	443,536	31,724	7.2%	1,153,020
Transport: Public Transport Infrastructure & Systems Grant	–	–	266	266	266	(0)	0.0%	266
Transport: Public Transport Infrastructure Grant	842,210	–	408,232	134,239	55,190	79,050	143.2%	408,232
Transport: Public Transport Network Grant	–	855,501	551,501	231,186	276,832	(45,646)	-16.5%	551,501
National Treasury: Local Government Finance Management Grant	598	–	–	–	–	–		–
National Treasury: Infrastructure Skills Development Grant	299	–	–	–	–	–		–
National Treasury: Municipal Disaster Grant	1,366	–	–	–	–	–		–
National Treasury: Accreditation: Development Support	179	–	–	–	–	–		–
National Treasury: Urban renewal	1,695	–	–	–	–	–		–
Provincial Government:	**284,184**	**86,446**	**180,214**	**82,788**	**88,380**	**(5,593)**	**-6.3%**	**180,214**
Cultural Affairs and Sport: Development of Sport and Recreation Facilities	–	–	134	37	37	0	0.0%	134
Cultural Affairs and Sport: Library Services (Conditional Grant)	8,027	5,733	9,765	3,241	1,174	2,067	176.0%	9,765
Cultural Affairs and Sport: Library Services: Metro Library Grant	–	–	4,830	0	–	0		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	72,312	79,694	(7,381)	-9.3%	131,672
Provincial Government: Community Development Workers (CDW) Operational Grant Support	300	292	292	–	292	(292)	-100.0%	292
Provincial Government: Fibre Optic Broadband Roll Out	6,417	7,298	11,803	924	1,525	(601)	-39.4%	11,803
Provincial Government: Transport Safety and Compliance - Rail Safety	–	–	4,000	260	–	260		4,000
Transport and Public Works: Planning, Maintenance and Rehabilitation of Transport System and infratructure	9,890	17,350	17,660	6,013	5,660	353	6.2%	17,680
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**	**42,486**	**37,736**	**4,750**	**12.6%**	**68,734**
Other: Other	44,219	53,761	68,734	42,486	37,736	58,503	155.0%	68,734
Total capital expenditure of Transfers and Grants	**2,515,285**	**2,277,574**	**2,531,218**	**1,017,344**	**958,574**	**(3,942)**	**-0.4%**	**2,471,059**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**3,929,347**	**5,856,982**	**6,632,138**	**1,784,668**	**1,864,327**	**(142,371)**	**-7.6%**	**6,571,979**

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	78,589	78,611	(22)	0.0%	118,539
Pension and UIF Contributions	4,692	5,298	5,298	3,335	3,532	(197)	-5.6%	5,298
Medical Aid Contributions	–	–	–	–	–	–		–
Motor Vehicle Allowance	–	–	–	–	–	–		–
Cellphone Allowance	–	5,327	5,327	3,108	3,598	(490)	-13.6%	5,327
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	13,781	10,147	10,147	4,810	6,718	(1,908)	-28.4%	10,147
Sub Total - Councillors	**128,412**	**139,311**	**139,311**	**89,842**	**92,459**	**(2,617)**	**-2.8%**	**139,311**
% increase		**8.5%**	**8.5%**					**8.5%**
Senior Managers of the Municipality								
Basic Salaries and Wages	20,347	22,929	22,929	12,073	15,294	(3,221)	-21.1%	22,929
Pension and UIF Contributions	1,359	1,504	1,504	856	1,003	(147)	-14.7%	1,504
Medical Aid Contributions	215	232	232	145	155	(10)	-6.5%	232
Overtime	–	–	–	–	–	–		–
Performance Bonus	–	–	–	–	–	–		–
Motor Vehicle Allowance	568	614	614	378	410	(32)	-7.8%	614
Cellphone Allowance	122	180	180	66	120	(54)	-45.0%	180
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	74	82	82	94	55	39	70.9%	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**	**13,654**	**17,037**	**(3,383)**	**-19.9%**	**25,541**
% increase		**10.6%**	**10.6%**					**10.6%**
Other Municipal Staff								
Basic Salaries and Wages	5,722,147	6,780,959	6,801,469	4,555,776	4,658,479	(102,703)	-2.2%	6,801,730
Pension and UIF Contributions	910,752	1,221,469	1,207,283	777,983	801,724	(23,741)	-3.0%	1,207,283
Medical Aid Contributions	546,210	601,138	601,145	391,797	400,933	(9,136)	-2.3%	601,145
Overtime	389,657	401,992	454,227	257,777	260,511	(2,734)	-1.0%	448,333
Performance Bonus	–	–	–	–	–	–		–
Motor Vehicle Allowance	189,840	202,120	202,747	127,488	135,043	(7,555)	-5.6%	202,747
Cellphone Allowance	13,569	14,171	15,004	9,378	9,688	(310)	-3.2%	15,004
Housing Allowances	28,439	28,727	53,364	35,216	35,573	(357)	-1.0%	53,364
Other benefits and allowances	186,332	208,053	204,944	135,008	136,663	(1,655)	-1.2%	206,927
Payments in lieu of leave	84,746	114,587	114,559	76,062	76,683	(621)	-0.8%	114,559
Long service awards	19,968	58,800	58,800	27,853	38,906	(11,053)	-28.4%	58,800
Post-retirement benefit obligations	6,191	189,951	189,951	123,729	126,313	(2,584)	-2.0%	189,951
Sub Total - Other Municipal Staff	**8,097,851**	**9,821,967**	**9,903,493**	**6,518,067**	**6,680,516**	**(162,449)**	**-2.4%**	**9,899,843**
% increase		**21.3%**	**22.3%**					**22.3%**
Total Parent Municipality	**8,249,356**	**9,986,819**	**10,068,345**	**6,621,563**	**6,790,012**	**(168,449)**	**-2.5%**	**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	(22)	0.0%	Immaterial variance.	
Pension and UIF Contributions	(197)	-5.6%	Immaterial variance.	
Cellphone Allowance	(490)	-13.6%	Immaterial variance.	
Other benefits and allowances	(1,908)	-28.4%	The variance is due to lower than anticipated reimbursements for adhoc travel claims.	
Senior Managers of the Municipality				
Basic Salaries and Wages	(3,221)	-21.1%	Immaterial variance.	-
Pension and UIF Contributions	(147)	-14.7%	Immaterial variance.	-
Medical Aid Contributions	(10)	-6.5%	Immaterial variance.	-
Motor Vehicle Allowance	(32)	-7.8%	Immaterial variance.	-
Cellphone Allowance	(54)	-45.0%	Immaterial variance.	-
Other benefits and allowances	39	70.9%	Immaterial variance.	-
Payments in lieu of leave	42	100.0%	Immaterial variance.	-
			Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(102,703)	-2.2%	The variance is mainly due to: 1. The accumulative impact of the turnaround time in the filling of vacancies and the internal filling of vacancies. 2. Appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when departments require additional labour.	The City had 2 632 vacancies as at 29 February 2016. From the beginning of the financial year, 2 577 positions were filled (1 116 internal and 1 461 external) with 1 340 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 cover unfunded cash commitments as approved by Council.
Pension and UIF Contributions	(23,741)	-3.0%	The variance is mainly due to the cumulative 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	(9,136)	-2.3%	The variance is mainly due to terminations and the turnaround time of filling vacancies and the internal filling of vacant posts.	The filling of vacancies is on-going.
Overtime	(2,734)	-1.0%	The main contributors to this variance are: 1. Cape Town Electricity (R5.1 million under), due to lower than anticipated overtime requirements to date. 2. Safety & Security (R12.6 million over), as a result of the large number of fire-related incidences and an increase in overtime requirements on policing departments. 3. Solid Waste Management (R5.8 million under), due to fewer vehicle breakdowns because of new vehicles purchased and a more efficient workshop. 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 situation is monitored by the respective finance managers.
Motor Vehicle Allowance	(7,565)	-5.6%	Immaterial variance.	-
Cellphone Allowance	(310)	-3.2%	Immaterial variance.	-
Housing Allowances	(357)	-1.0%	Immaterial variance.	-
Other benefits and allowances	(1,655)	-1.2%	Immaterial variance.	-
Payments in lieu of leave	(621)	-0.8%	Immaterial variance.	-
Long service awards	(11,053)	-28.4%	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	(2,584)	-2.0%	The variance is mainly due to the misalignment of the period budget with the actual expenditure.	-

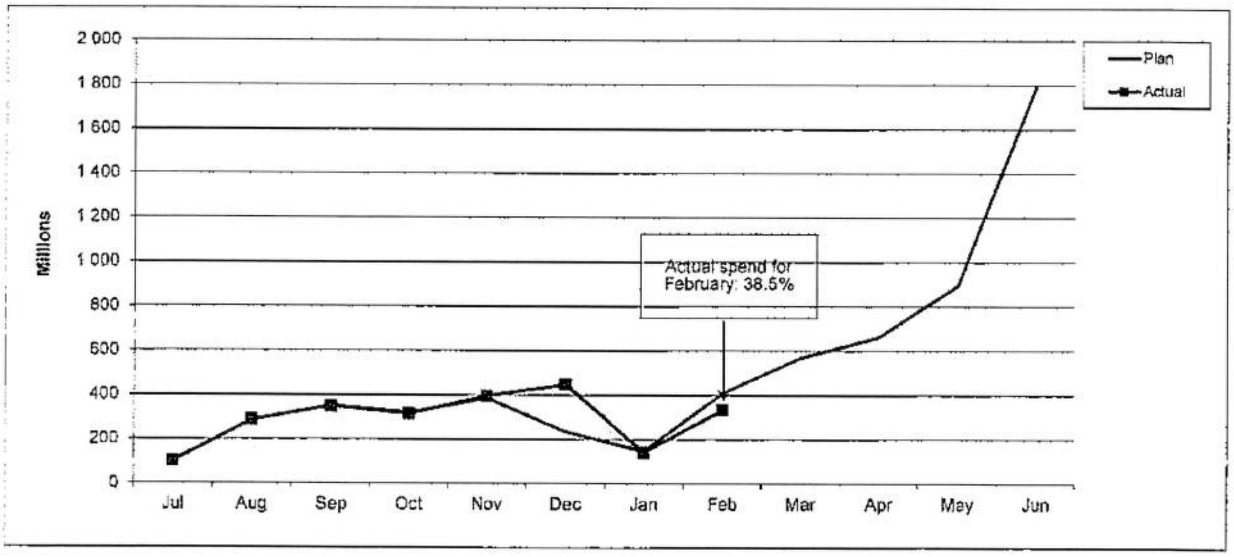
Capital programme performance

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

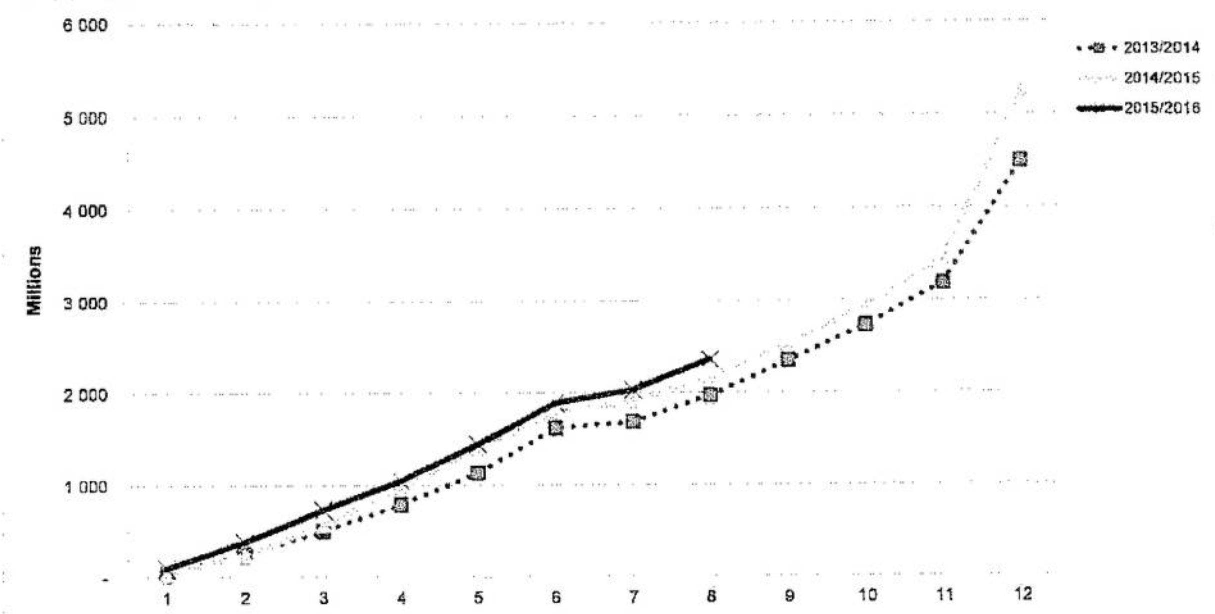
Table SC12 Monthly Budget Statement - capital expenditure trend

Month R thousands	2014/15	Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend								
July	38,964	119,935	97,072	99,708	97,072	(2,636)	-2.7%	1.6%
August	202,822	271,184	285,909	386,853	382,982	(3,871)	-1.0%	6.4%
September	327,173	374,433	350,107	735,280	733,088	(2,192)	-0.3%	12.2%
October	396,473	380,345	319,131	1,050,432	1,052,219	1,788	0.2%	17.4%
November	431,445	419,526	386,724	1,445,564	1,438,943	(6,621)	-0.5%	23.9%
December	390,680	561,332	234,420	1,892,205	1,673,363	(218,842)	-13.1%	31.3%
January	118,919	224,634	146,554	2,033,175	1,819,917	(213,258)	-11.7%	33.6%
February	257,311	436,274	407,739	2,365,545	2,227,656	(137,889)	-6.2%	39.1%
March	358,096	584,242	567,927		2,795,583	–		
April	424,399	688,228	661,652		3,457,235	–		
May	491,155	657,936	892,967		4,350,203	–		
June	1,814,304	1,325,916	1,794,581		6,144,784	–		
Total Capital expenditure	**5,251,742**	**6,043,985**	**6,144,784**					

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 29 February 2016.

Directorate	* Commitments for 2015/16 R
City Manager	5 406 934
Corporate Services & Compliance	226 588 654
Utility Services	581 114 469
Utility Services Support	*0*
Cape Town Electricity	*165 504 475*
Solid Waste Management	*99 440 032*
Water & Sanitation	*316 169 961*
Community Services	35 055 693
Transport for Cape Town	460 581 392
Finance	10 633 762
City Health	6 751 225
Safety & Security	26 577 006
Human Settlements	79 410 657
Energy, Environmental & Spatial Planning	12 504 959
Tourism, Events & Economic Development	15 940 122
Social Dev & Early Childhood Development	8 553 458
TOTAL	1 469 118 521

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

Table SC13a Monthly Budget Statement - capital expenditure on new 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 new assets by Asset Class/Sub-class								
Infrastructure	1,579,045	2,342,353	1,973,214	742,047	740,309	1,739	0.2%	1,915,122
Infrastructure - Road transport	561,249	835,679	704,974	249,050	253,977	(4,927)	-1.9%	693,347
Roads, Pavements & Bridges	507,100	741,539	633,788	232,076	235,610	(3,535)	-1.5%	626,326
Storm water	54,149	94,140	71,187	16,974	18,367	(1,392)	-7.6%	67,022
Infrastructure - Electricity	402,632	582,928	501,743	203,063	190,957	12,105	6.3%	475,036
Generation	–	–	–	–	–	–		–
Transmission & Reticulation	349,077	519,938	435,754	174,591	159,238	15,353	9.6%	414,054
Street Lighting	53,554	62,990	65,990	28,471	31,719	(3,248)	-10.2%	60,982
Infrastructure - Water	162,697	273,745	211,517	59,598	71,875	(12,277)	-17.1%	209,063
Dams & Reservoirs	40,359	138,600	105,935	21,367	29,245	(7,878)	-26.9%	105,935
Water purification	–	–	–	–	–	–		–
Reticulation	122,338	135,145	105,582	38,231	42,629	(4,399)	-10.3%	103,128
Infrastructure - Sanitation	130,355	239,084	230,878	122,769	118,917	3,852	3.2%	219,574
Reticulation	130,055	227,084	229,378	122,100	118,773	3,327	2.8%	218,074
Sewerage purification	300	12,000	1,500	670	144	526	363.7%	1,500
Infrastructure - Other	322,113	410,918	324,101	107,568	104,583	2,985	2.9%	318,101
Waste Management	138,914	79,340	69,308	44,332	50,881	(6,549)	-12.9%	69,308
Transportation	4,598	143,771	44,400	15,274	18,650	(3,376)	-18.1%	38,400
Gas	–	–	–	–	–	–		–
Other	178,600	187,807	210,393	47,962	35,052	12,910	36.8%	210,393
Community	76,007	80,812	119,654	34,584	33,680	903	2.7%	119,646
Parks & gardens	5,235	3,295	4,759	2,288	1,348	940	69.8%	4,759
Sportsfields & stadia	2,131	4,000	1,610	437	695	(258)	-37.1%	1,604
Swimming pools	–	–	–	–	–	–		–
Community halls	11,354	18,433	19,690	7,554	5,317	2,236	42.1%	19,690
Libraries	33,562	14,139	18,931	16,237	16,510	(272)	-1.6%	18,931
Recreational facilities	–	20	20	17	20	(3)	-15.2%	17
Fire, safety & emergency	1,264	1,064	4,064	737	425	313	73.6%	4,064
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	2,272	–	2,172	24	24	–		2,172
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	–	100	100	–	65	(65)	-100.0%	100
Social rental housing	14,364	31,600	56,735	6,866	9,276	(2,410)	-26.0%	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	961,039	269,370	219,780	49,590	22.6%	932,914
General vehicles	349,210	41,993	98,802	16,753	9,722	7,031	72.3%	98,802
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	197,372	455,810	588,159	147,411	106,515	40,896	38.4%	554,587
Computers - hardware/equipment	100,538	123,508	158,992	60,819	61,173	(354)	-0.6%	158,971
Furniture and other office equipment	45,312	40,164	61,329	23,605	25,540	(1,935)	-7.6%	61,326
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	8,319	40,113	17,229	7,433	7,433	(0)	0.0%	17,229
Other Buildings	23,746	8,334	24,378	11,271	5,329	5,943	111.5%	29,849
Other Land	416,784	150	12,150	2,077	4,068	(1,991)	-48.9%	12,150
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	226	–	–	–	–	–		–
Intangibles	–	–	1,000	343	500	(157)	-31.4%	1,000
Computers - software & programming	–	–	1,000	343	500	(157)	-31.4%	1,000
Total Capital Expenditure on new assets	2,796,559	3,133,237	3,054,907	1,046,344	994,269	52,075	5.2%	2,968,681

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	2,026,511	2,123,681	980,005	905,383	74,622	8.2%	2,080,643
Infrastructure - Road transport	*300,314*	*438,645*	*624,157*	*273,702*	*242,698*	*31,005*	*12.8%*	*612,062*
Roads, Pavements & Bridges	281,545	381,221	542,210	239,967	214,631	25,336	11.8%	535,968
Storm water	18,768	57,424	81,947	33,736	28,067	5,669	20.2%	76,094
Infrastructure - Electricity	*388,188*	*643,732*	*477,445*	*213,219*	*229,814*	*(16,595)*	*-7.2%*	*451,728*
Generation	–	–	–	–	–	–		–
Transmission & Reticulation	388,188	643,732	477,445	213,219	229,814	(16,595)	-7.2%	451,728
Street Lighting	–	–	–	–	–	–		–
Infrastructure - Water	*306,727*	*267,000*	*331,949*	*256,835*	*208,354*	*48,481*	*23.3%*	*334,949*
Dams & Reservoirs	–	15,000	5,100	134	–	134	100.0%	5,100
Water purification	5,636	–	–	–	–	–		–
Reticulation	301,091	252,000	326,849	256,700	208,354	48,347	23.2%	329,849
Infrastructure - Sanitation	*348,155*	*511,703*	*473,840*	*186,720*	*179,515*	*7,205*	*4.0%*	*465,615*
Reticulation	73,261	97,800	124,005	46,742	42,280	4,462	10.6%	124,005
Sewerage purification	274,894	413,903	349,835	139,978	137,235	2,743	2.0%	341,610
Infrastructure - Other	*74,615*	*167,432*	*216,290*	*49,529*	*45,002*	*4,526*	*10.1%*	*216,290*
Waste Management	18,755	131,398	94,450	3,036	4,413	(1,377)	-31.2%	94,450
Transportation	53,562	27,800	113,699	44,601	35,945	8,656	24.1%	113,699
Gas	–	–	–	–	–	–		–
Other	2,297	8,234	8,141	1,892	4,644	(2,753)	-59.3%	8,141
Community	499,853	212,296	333,079	147,811	158,299	(10,488)	-6.6%	319,206
Parks & gardens	52,959	56,923	61,706	25,510	21,063	4,447	21.1%	58,956
Sportsfields & stadia	55,160	20,707	43,569	12,440	18,222	(5,781)	-31.7%	34,055
Swimming pools	4,049	5,000	3,633	1,056	1,030	26	2.5%	9,311
Community halls	8,771	1,585	2,073	1,146	895	251	28.1%	2,073
Libraries	11,393	4,895	8,946	3,493	3,168	325	10.3%	8,946
Recreational facilities	486	1,310	3,010	8	235	(227)	-96.5%	3,010
Fire, safety & emergency	1,436	–	–	–	–	–		–
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	13,662	8,687	8,518	2,845	2,513	332	13.2%	8,518
Museums & Art Galleries	168	2,800	2,822	475	475	0	0.0%	2,822
Cemeteries	3,316	20,974	26,636	5,182	1,445	3,737	258.6%	19,931
Social rental housing	345,863	79,405	166,376	94,124	107,771	(13,647)	-12.7%	165,793
Other	2,590	10,010	5,790	1,533	1,484	49	3.3%	5,790
Heritage assets	514	29,140	6,377	2,758	2,723	34	1.3%	6,377
Buildings	514	29,140	6,377	2,758	2,723	34	1.3%	6,377
Other	–	–	–	–	–	–		–
Investment properties	–	–	–	–	–	–		–
Housing development	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Other assets	536,818	640,800	626,740	188,628	166,982	21,646	13.0%	545,829
General vehicles	66,173	87,666	101,217	32,507	23,700	8,808	37.2%	101,217
Specialised vehicles	62,409	107,900	124,734	32,443	35,225	(2,781)	-7.9%	124,734
Plant & equipment	33,024	23,038	16,157	7,408	8,651	(1,243)	-14.4%	15,028
Computers - hardware/equipment	116,478	77,976	92,682	40,693	35,527	5,166	14.5%	92,499
Furniture and other office equipment	36,071	19,992	37,249	8,359	6,628	1,731	26.1%	35,748
Abattoirs	–	–	–	–	–	–		–
Markets	200	150	150	120	120	0	0.2%	150
Civic Land and Buildings	54,317	56,725	48,968	25,575	22,068	3,506	15.9%	48,968
Other Buildings	167,602	213,503	204,758	40,945	34,545	6,400	18.5%	126,660
Other Land	–	52,850	–	–	–	–		–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	544	1,000	825	579	519	60	11.5%	825
Total Capital Expenditure on renewal of existing assets	2,455,183	2,910,748	3,089,877	1,319,201	1,233,387	85,813	7.0%	2,952,055
Specialised vehicles	62,409	107,900	124,734	32,443	35,225	(2,781)	-7.9%	124,734
Refuse	62,409	78,000	94,834	9,180	20,590	(11,410)	-55.4%	94,834
Fire	–	29,900	29,900	23,263	14,634	8,629	59.0%	29,900
Conservancy	–	–	–	–	–	–		–
Ambulances	–	–	–	–	–	–		–

Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance 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
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	**2,156,386**	**2,554,924**	**2,501,589**	**1,326,335**	**1,459,966**	**(133,631)**	**-9.2%**	**2,501,589**
Infrastructure - Road transport	*727,188*	*929,663*	*844,435*	*408,524*	*423,265*	*(14,740)*	*-3.5%*	*844,435*
Roads, Pavements & Bridges	727,188	929,663	844,435	408,524	423,265	(14,740)	-3.5%	844,435
Storm water	–	–	–	–	–	–		–
Infrastructure - Electricity	*477,738*	*575,139*	*560,261*	*316,654*	*359,986*	*(43,332)*	*-12.0%*	*560,261*
Generation	477,738	575,139	560,261	316,654	359,986	(43,332)	-12.0%	560,261
Transmission & Reticulation	–	–	–	–	–	–		–
Street Lighting	–	–	–	–	–	–		–
Infrastructure - Water	*73,760*	*73,599*	*108,513*	*47,363*	*62,503*	*(15,140)*	*-24.2%*	*108,513*
Dams & Reservoirs	73,760	73,599	108,513	47,363	62,503	(15,140)	-24.2%	108,513
Water purification	–	–	–	–	–	–		–
Reticulation	–	–	–	–	–	–		–
Infrastructure - Sanitation	*483,835*	*613,719*	*612,537*	*300,576*	*382,891*	*(82,315)*	*-21.5%*	*612,537*
Reticulation	483,835	613,719	612,537	300,576	382,891	(82,315)	-21.5%	612,537
Sewerage purification	–	–	–	–	–	–		–
Infrastructure - Other	*393,868*	*362,805*	*375,844*	*253,217*	*231,321*	*21,896*	*9.5%*	*375,844*
Waste Management	–	–	–	–	–	–		–
Transportation	–	–	–	–	–	–		–
Gas	–	–	–	–	–	–		–
Other	393,868	362,805	375,844	253,217	231,321	21,896	9.5%	375,844
Community	**340,091**	**388,338**	**397,947**	**201,692**	**232,250**	**(30,558)**	**-13.2%**	**397,947**
Parks & gardens	145,636	195,432	191,875	88,371	114,777	(26,406)	-23.0%	191,875
Sportsfields & stadia	67,997	21,072	30,458	39,107	21,550	17,557	81.5%	30,458
Swimming pools	13,353	221	5,100	8,838	4,460	4,378	98.2%	5,100
Community halls	23,869	1,896	15,236	16,311	12,305	4,006	32.6%	15,236
Libraries	17,844	31,079	31,069	8,834	16,005	(7,172)	-44.8%	31,069
Recreational facilities	26,465	83,427	71,571	18,720	32,388	(13,668)	-42.2%	71,571
Fire, safety & emergency	25,698	35,632	31,826	12,028	18,918	(6,890)	-36.4%	31,826
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	7,934	10,116	10,113	4,344	6,567	(2,223)	-33.9%	10,113
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	8,691	4,075	7,272	3,685	3,547	138	3.9%	7,272
Social rental housing	–	–	–	–	–	–		–
Other	2,603	3,388	3,426	1,455	1,732	(277)	-16.0%	3,426
Heritage assets	**501**	**34**	**36**	**1**	**21**	**(20)**	**-95.3%**	**36**
Buildings	–	–	–	–	–	–		–
Other	501	34	36	1	21	(20)	-95.3%	36
Investment properties	–	–	–	–	–	–		–
Housing development	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Other assets	**1,011,729**	**1,279,241**	**1,310,534**	**671,347**	**748,967**	**(77,620)**	**-10.4%**	**1,310,534**
General vehicles	506,178	639,769	655,476	335,793	374,620	(38,828)	-10.4%	655,476
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	280,105	281,602	292,403	187,773	192,720	(4,947)	-2.6%	292,403
Computers - hardware/equipment	3,185	5,636	3,629	2,522	2,414	107	4.4%	3,629
Furniture and other office equipment	50,783	57,819	70,330	31,103	37,612	(6,509)	-17.3%	70,330
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	18,840	75,241	63,511	9,474	22,497	(13,023)	-57.9%	63,512
Other Buildings	58,833	69,796	69,860	35,780	26,541	9,239	34.8%	69,860
Other Land	56,235	97,966	97,329	45,389	64,804	(19,415)	-30.0%	97,329
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	37,570	51,412	57,996	23,514	27,759	(4,245)	-15.3%	57,995
Total Repairs and Maintenance Expenditure	**3,506,709**	**4,220,536**	**4,210,106**	**2,199,375**	**2,441,203**	**(241,828)**	**-9.9%**	**4,210,106**

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	4,447,110	4,364,824	82,286	1.9%	6,552,155
Service charges	15,186,203	17,002,759	17,126,145	11,427,401	11,148,676	278,725	2.5%	17,126,145
Investment revenue	574,097	294,255	607,878	410,224	415,081	(4,858)	-1.2%	607,878
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,277,824	2,344,293	(66,469)	-2.8%	4,106,009
Other own revenue	4,431,781	4,462,718	4,395,123	2,719,060	2,889,562	(170,503)	-5.9%	4,395,123
Total Revenue (excluding capital transfers and contributions)	**29,471,058**	**31,885,639**	**32,787,311**	**21,281,619**	**21,162,437**	**119,182**	**0.6%**	**32,787,311**
Employee costs	8,168,750	9,900,936	9,984,522	6,561,296	6,733,448	(172,151)	-2.6%	9,980,872
Remuneration of Councillors	128,412	139,311	139,311	89,842	92,459	(2,617)	-2.8%	139,311
Remuneration of Directors	–	–	–	–	–	–		–
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	1,378,592	1,434,516	(55,924)	-3.9%	2,156,913
Finance charges	779,929	971,133	762,538	479,697	478,877	820	0.2%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,308,750	5,038,198	5,042,411	(4,213)	-0.1%	8,308,623
Transfers and grants	136,497	120,402	167,085	113,731	114,428	(697)	-0.6%	166,865
Other expenditure	8,956,137	10,708,617	11,392,346	5,265,076	5,893,710	(628,635)	-10.7%	11,396,343
Total Expenditure	**27,542,561**	**32,286,576**	**32,911,465**	**18,926,432**	**19,789,850**	**(863,418)**	**-4.4%**	**32,911,465**
Surplus/(Deficit)	**1,928,497**	**(400,937)**	**(124,155)**	**2,355,187**	**1,372,587**	**982,599**	**71.6%**	**(124,155)**
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	974,858	911,802	63,057	6.9%	2,462,484
Contributions recognised - capital & contributed assets	49,172	53,761	68,734	42,486	37,736	4,750	12.6%	68,734
Surplus/(Deficit) after capital transfers & contributions	**4,400,847**	**1,876,637**	**2,407,063**	**3,372,531**	**2,322,125**			**2,407,063**
Taxation	18,576	5,139	6,741	12,295	3,853	8,442	219.1%	6,741
Surplus/(Deficit) after Taxation	**4,382,271**	**1,871,498**	**2,400,322**	**3,360,236**	**2,318,272**			**2,400,322**
Attributable to minorities	12,681	3,976	5,216	9,513	2,965			5,216
Surplus/ (Deficit) for the year	**4,369,590**	**1,867,521**	**2,395,106**	**3,350,723**	**2,315,307**			**2,395,106**
Financial position								
Total current assets	10,720,168	8,604,945	8,147,087	13,809,532				8,685,140
Total non current assets	36,842,987	43,765,828	43,229,338	36,202,575				43,664,387
Total current liabilities	6,748,195	8,683,546	8,180,635	5,365,976				8,912,025
Total non current liabilities	12,040,207	14,394,044	12,010,093	12,587,007				14,391,843
Total Community wealth/Equity	**28,774,752**	**29,293,183**	**31,185,697**	**32,059,123**				**29,045,659**
Cash flows								
Net cash from (used) operating	6,137,521	4,229,326	4,471,221	2,480,988	2,777,853	(296,864)	-11%	4,471,221
Net cash from (used) investing	(4,800,204)	(6,541,942)	(6,664,529)	(2,261,954)	(2,709,139)	447,184	-17%	(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**	**3,272,998**	**3,681,416**			**780,069**

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

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
Revenue By Source								
Property rates	6,014,706	6,546,155	6,552,155	4,447,110	4,364,824	82,286	1.9%	6,552,155
Property rates - penalties & collection charges	–	–	–	–	–	–		–
Service charges - electricity revenue	9,966,787	11,127,619	11,127,619	7,504,168	7,267,200	236,967	3.2%	11,127,619
Service charges - water revenue	2,523,675	2,745,181	2,745,181	1,862,981	1,827,040	35,941	1.9%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	985,379	958,565	26,813	2.7%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	721,632	714,598	7,034	1.0%	1,097,054
Service charges - other	393,743	561,765	685,344	353,241	381,272	(28,030)	-7.9%	685,344
Rental of facilities and equipment	460,627	437,014	457,557	305,111	290,742	14,369	4.7%	457,557
Interest earned - external investments	574,097	294,255	607,878	410,224	415,081	(4,858)	-1.2%	607,878
Interest earned - outstanding debtors	198,230	233,996	231,266	140,538	156,468	(15,930)	-11.3%	231,266
Dividends received	–	–	–	–	–	–	-	–
Fines	988,017	977,210	996,923	470,642	664,399	(193,757)	-41.2%	996,923
Licences and permits	43,111	43,028	29,444	26,894	19,628	7,266	27.0%	29,444
Agency services	168,519	153,993	153,993	115,965	116,604	(639)	-0.6%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	2,277,824	2,344,293	(66,469)	-2.9%	4,106,009
Other revenue	2,485,469	2,542,807	2,451,272	1,649,168	1,634,652	14,516	0.9%	2,451,272
Gains on disposal of PPE	87,809	74,669	74,669	10,743	7,069	3,674	34.2%	74,669
Total Revenue (excluding capital transfers and contributions)	**29,471,058**	**31,885,639**	**32,787,311**	**21,281,619**	**21,162,437**	**119,182**	**0.6%**	**32,787,311**
Expenditure By Type								
Employee related costs	8,168,750	9,900,936	9,984,522	6,561,296	6,733,448	(172,151)	-2.6%	9,980,872
Remuneration of Councillors	128,412	139,311	139,311	89,842	92,459	(2,617)	-2.9%	139,311
Remuneration of Directors	–	–	–	–	–	–		–
Debt impairment	1,523,784	1,798,371	1,796,493	702,574	702,572	1	0.0%	1,798,493
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	1,378,592	1,434,516	(55,924)	-4.1%	2,156,913
Finance charges	779,929	971,133	762,538	479,697	478,877	820	0.2%	762,538
Bulk purchases	7,106,843	7,957,555	7,959,015	4,832,341	4,834,893	(2,552)	-0.1%	7,959,015
Other materials	323,901	359,005	349,736	205,858	207,518	(1,661)	-0.8%	349,608
Contracted services	3,576,198	4,818,153	4,650,234	1,914,104	2,213,934	(299,830)	-15.7%	4,654,643
Transfers and grants	136,487	120,402	167,065	113,731	114,428	(697)	-0.6%	166,865
Other expenditure	3,853,059	4,092,093	4,943,619	2,645,268	2,977,204	(331,936)	-12.5%	4,943,207
Loss on disposal of PPE	3,096	–	–	3,130	–	3,130	-	–
Total Expenditure	**27,542,561**	**32,286,576**	**32,911,465**	**18,926,432**	**19,789,850**	**(863,418)**	**-4.4%**	**32,911,465**
Surplus/(Deficit)	**1,928,497**	**(400,937)**	**(124,155)**	**2,355,187**	**1,372,587**	**982,599**	**41.7%**	**(124,155)**
Transfers recognised - capital	2,423,179	2,223,813	2,462,484	974,858	911,802	63,057	6.5%	2,462,484
Contributions recognised - capital	44,219	53,761	68,734	42,486	37,736	4,750	11.2%	68,734
Contributed Assets	4,953	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers and contributions	**4,400,847**	**1,876,637**	**2,407,063**	**3,372,531**	**2,322,125**	**1,050,406**	**31.1%**	**2,407,063**
Taxation	18,576	5,139	6,741	12,295	3,853	8,442	68.7%	6,741
Surplus/(Deficit) after taxation	**4,382,271**	**1,871,498**	**2,400,322**	**3,360,236**	**2,318,272**			**2,400,322**
Attributable to minorities	12,681	3,976	5,216	9,513	2,965			5,216
Surplus/(Deficit) attributable to municipality	**4,369,590**	**1,867,521**	**2,395,106**	**3,350,723**	**2,315,307**			**2,395,106**
Share of surplus/(deficit) of associate	–	–	–	–	–			–
Surplus/(Deficit) for the year	**4,369,590**	**1,867,521**	**2,395,106**	**3,350,723**	**2,315,307**			**2,395,106**

Consolidated Monthly Budget Statement – Financial Position

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	–	–	3,207,065	–
Call investment deposits	1,860,113	3,211,841	2,455,993	5,643,159	3,103,077
Consumer debtors	4,618,497	4,740,731	4,849,763	3,858,629	4,740,731
Other debtors	730,721	519,686	508,838	813,435	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	267,407	313,024
Total current assets	**10,720,168**	**8,804,945**	**8,147,087**	**13,809,532**	**8,685,140**
Non current assets					
Long-term receivables	75,324	94,142	94,146	57,361	94,146
Investments	3,753,617	3,911,206	3,939,969	–	3,911,206
Investment property	–	–	–	–	–
Investments in Associate	264,115	836,315	734,870	390,931	734,870
Property, plant and equipment	34,749,931	38,924,165	38,460,353	35,754,283	38,924,165
Agricultural assets	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Other non-current assets	–	–	–	–	–
Total non current assets	**38,842,987**	**43,765,828**	**43,229,338**	**36,202,575**	**43,664,387**
TOTAL ASSETS	**49,563,155**	**52,570,773**	**51,376,425**	**50,012,107**	**52,349,527**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	345,682	498,690	474,099	345,681	498,690
Consumer deposits	308,667	459,542	483,061	308,975	483,061
Trade and other payables	6,963,180	6,946,451	6,109,209	3,620,183	6,951,583
Provisions	1,130,647	978,863	1,114,266	1,091,137	978,692
Total current liabilities	**8,748,195**	**8,883,546**	**8,180,635**	**5,365,976**	**8,912,025**
Non current liabilities					
Borrowing	6,415,499	8,032,745	6,032,744	6,405,303	8,032,745
Provisions	5,624,708	6,361,299	5,977,349	6,181,704	6,359,098
Total non current liabilities	**12,040,207**	**14,394,044**	**12,010,093**	**12,587,007**	**14,391,843**
TOTAL LIABILITIES	**20,788,403**	**23,277,590**	**20,190,728**	**17,952,984**	**23,303,868**
NET ASSETS	**28,774,752**	**29,293,183**	**31,185,697**	**32,059,123**	**29,045,659**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,758,158	27,128,196	28,648,062	29,205,622	27,160,674
Reserves	2,790,265	1,847,464	2,294,593	2,613,146	1,847,464
Share capital	–	–	–	–	(280,001)
Non-controlling interest	226,329	317,522	243,042	240,356	317,522
TOTAL COMMUNITY WEALTH/EQUITY	**28,774,752**	**29,293,183**	**31,185,697**	**32,059,123**	**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	18,796,630	18,156,682	639,949	3.5%	25,592,430
Government - operating	3,251,460	3,579,752	4,106,009	1,835,738	2,224,172	(388,434)	-17.5%	4,106,009
Government - capital	2,423,179	2,277,574	2,531,218	1,740,842	2,270,740	(529,899)	-23.3%	2,531,218
Interest	766,135	464,676	607,890	346,327	339,952	6,375	1.9%	607,890
Dividends	–	–	–	–	–	–	0.0%	
Payments								
Suppliers and employees	(22,923,679)	(26,717,606)	(27,663,247)	(19,890,510)	(19,865,683)	(24,827)	0.1%	(27,663,247)
Finance charges	(709,550)	(887,380)	(703,079)	(348,039)	(348,010)	(29)	0.0%	(703,079)
Dividends paid	–	–	–	–	–			–
Transfers and Grants	–	–	–	–	–	–	-	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,137,521**	**4,229,326**	**4,471,221**	**2,480,986**	**2,777,853**	**(296,864)**	**-10.7%**	**4,471,221**
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	26,800	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)	(2,261,954)	(2,709,139)	447,184	-16.5%	(6,557,801)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,800,204)**	**(6,541,942)**	**(6,664,529)**	**(2,261,954)**	**(2,709,139)**	**447,184**	**-16.5%**	**(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	-	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)**	**92,956**	**(72,364)**			**(2,399,973)**
Cash/cash equivalents at beginning:	2,621,558	2,935,601	3,753,780	3,180,042	3,753,780			3,180,042
Cash/cash equivalents at month/year end:	3,753,780	2,332,986	1,353,806	3,272,998	3,681,416			780,069

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

Executive Summary

The company hosted 321 events as at 29 February 2016 and achieved a surplus of R31.6 million. Total revenue has exceeded its budget by R11.3 million, while total expenditure reflects a saving of R18.8 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	23,743	18,759	4,983	26.6%	27,112
Transfers recognised - operational	–	–	–	–	–	–	-	–
Other own revenue	195,924	192,990	194,990	134,040	127,697	6,343	5.0%	194,990
Total Revenue (excluding capital transfers and contributions)	**226,666**	**215,558**	**222,101**	**157,782**	**146,456**	**11,326**	**7.7%**	**222,101**
Employee costs	44,017	53,428	55,488	29,575	35,895	(6,320)	-17.6%	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	17,399	19,860	(2,461)	-12.4%	29,790
Finance charges	–	–	–	–	–	–	-	–
Materials and bulk purchases	–	–	–	–	–	–	-	–
Transfers and grants	–	–	–	–	–	–	-	–
Other expenditure	98,606	113,113	111,875	66,667	76,558	(9,891)	-12.9%	111,875
Total Expenditure	**165,947**	**197,204**	**198,026**	**113,873**	**132,749**	**(18,876)**	**-14.2%**	**198,026**
Surplus/(Deficit)	**60,719**	**18,354**	**24,076**	**43,909**	**13,707**	**30,202**	**220.3%**	**24,076**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	-	–
Surplus/(Deficit) after capital transfers & contributions	**60,719**	**18,354**	**24,076**	**43,909**	**13,707**	**30,202**	**220.3%**	**24,076**
Taxation	18,576	5,139	6,741	12,295	3,853	8,442	219.1%	6,741
Surplus/ (Deficit) for the year	**42,143**	**13,215**	**17,335**	**31,615**	**9,855**	**21,760**	**220.8%**	**17,335**
Capital expenditure & funds sources								
Capital expenditure								
Transfers recognised - capital	–	–	–	–	–	–	-	–
Public contributions & donations	–	–	–	–	–	–	-	–
Borrowing	–	–	–	–	–	–	-	–
Internally generated funds	82,409	495,319	500,544	144,212	202,527	(58,315)	-28.8%	500,544
Total sources of capital funds	**82,409**	**495,319**	**500,544**	**144,212**	**202,527**	**(58,315)**	**-28.8%**	**500,544**
Financial position								
Total current assets	579,940	275,146	155,341	462,971				155,341
Total non current assets	264,115	836,315	734,874	390,931				734,874
Total current liabilities	91,881	54,020	82,499	55,118				82,499
Total non current liabilities	–	2,201	–	(5)				–
Community wealth/Equity	**752,174**	**1,055,241**	**807,717**	**798,789**				**807,717**
Cash flows								
Net cash from (used) operating	78,796	45,124	57,143	24,398	29,724	(5,327)	-17.9%	57,143
Net cash from (used) investing	(81,879)	(495,319)	(500,544)	(144,216)	(202,527)	58,311	-28.8%	(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**	**149,439**	**449,814**				**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	64,203	59,458	4,745	8.0%	92,367
Interest earned - external investments	30,742	22,568	27,112	23,743	18,759	4,983	26.6%	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	69,837	68,239	1,598	2.3%	102,622
Gains on disposal of PPE	–	–	–	–	–	–	-	–
Total Revenue (excluding capital transfers and contributions)	**226,666**	**215,558**	**222,101**	**157,782**	**146,456**	**11,326**	**7.7%**	**222,101**
Expenditure By Type								
Employee related costs	44,017	53,428	55,488	29,575	35,895	(6,320)	-17.6%	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	17,399	19,860	(2,461)	-12.4%	29,790
Finance charges	–	–	–	–	–	–	-	–
Bulk purchases	–	–	–	–	–	–	-	–
Other materials	–	–	–	–	–	–	-	–
Contracted services	–	–	–	–	–	–	-	–
Transfers and grants	–	–	–	–	–	–	-	–
Other expenditure	98,606	113,113	111,875	66,667	76,558	(9,891)	-12.9%	111,875
Loss on disposal of PPE	–	–	–	–	–	–	-	–
Total Expenditure	**165,947**	**197,204**	**198,026**	**113,873**	**132,749**	**(18,876)**	**-14.2%**	**198,026**
Surplus/(Deficit)	**60,719**	**18,354**	**24,076**	**43,909**	**13,707**	**30,202**	**220.3%**	**24,076**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital	–	–	–	–	–	–	-	–
Contributions of PPE	–	–	–	–	–	–	-	–
Surplus/(Deficit) before taxation	**60,719**	**18,354**	**24,076**	**43,909**	**13,707**	**30,202**	**220.3%**	**24,076**
Taxation	18,576	5,139	6,741	12,295	3,853	8,442	219.1%	6,741
Surplus/(Deficit) for the year	**42,143**	**13,215**	**17,335**	**31,615**	**9,855**	**21,760**	**220.8%**	**17,335**

Table F3 Monthly Budget Statement – Capital expenditure

Vote 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
Single Year expenditure								
Building Enhancements	15,844	11,995	16,495	4,683	10,997	(6,314)	-57.4%	16,495
IT & Telecommunications	8,486	10,849	10,849	4,469	7,233	(2,764)	-38.2%	10,849
Operational Furniture & Equipment	945	1,050	1,050	175	700	(525)	-74.9%	1,050
Catering Furniture & Equipment	2,278	3,450	4,175	1,029	2,783	(1,755)	-63.0%	4,175
CTICC2	54,856	467,975	467,975	133,857	180,814	(46,958)	-26.0%	467,975
Capital single-year expenditure sub-total	82,409	495,319	500,544	144,212	202,527	(58,315)	-28.8%	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	144,212	202,527	(58,315)	-28.8%	500,544
Total Capital Funding	82,409	495,319	500,544	144,212	202,527	(58,315)	-28.8%	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	–	–	10,605	–
Call investment deposits	544,862	258,204	149,439	439,208	149,439
Consumer debtors	–	–	–	–	–
Other debtors	23,543	14,748	3,900	11,613	3,900
Current portion of long-term receivables	–	–	–	–	–
Inventory	1,766	2,195	2,002	1,545	2,002
Total current assets	**579,940**	**275,146**	**155,341**	**462,971**	**155,341**
Non current assets					
Long-term receivables	–	–	5	–	5
Investments	–	–	–	–	–
Investment property	–	–	–	–	–
Property, plant and equipment	264,115	836,315	734,870	390,931	734,870
Agricultural assets	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Total non current assets	**264,115**	**836,315**	**734,874**	**390,931**	**734,874**
TOTAL ASSETS	**844,056**	**1,111,462**	**890,216**	**853,902**	**890,216**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	36,429	11,579	35,098	26,166	35,098
Trade and other payables	52,088	38,622	43,753	26,840	43,753
Provisions	3,365	3,818	3,647	2,113	3,647
Total current liabilities	**91,881**	**54,020**	**82,499**	**55,118**	**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**	**55,113**	**82,499**
NET ASSETS	**752,174**	**1,055,241**	**807,717**	**798,789**	**807,717**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(215,253)	(230,396)	(197,919)	(183,639)	(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**	**798,789**	**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	136,203	127,442	8,761	6.9%	217,303
Government - operating	–	–	–	–	–	–	-	–
Government - capital	–	–	–	–	–	–	-	–
Interest	30,837	22,568	27,112	23,771	18,759	5,012	26.7%	27,112
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(143,220)	(169,497)	(187,272)	(135,548)	(116,477)	(19,071)	16.4%	(187,272)
Finance charges	(95)	–	–	(29)	–	(29)		–
Dividends paid	–	–	–	–	–	–	-	–
Transfers and Grants	–	–	–	–	–	–	-	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**78,796**	**45,124**	**57,143**	**24,398**	**29,724**	**(5,327)**	**-17.9%**	**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)	(144,216)	(202,527)	58,311	-28.8%	(500,544)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(81,879)**	**(495,319)**	**(500,544)**	**(144,216)**	**(202,527)**	**58,311**	**-28.8%**	**(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)**	**(104,818)**	**(172,803)**	**67,985**	**-39.3%**	**(405,192)**
Cash/cash equivalents at the year begin:	354,999	670,190	554,632	554,632	554,632			554,632
Cash/cash equivalents at the year end:	554,632	258,204	149,439	449,814	381,829			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	4,983	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			
Employee related costs	(6,320)	There were quite a few vacancies at the end of February. The budget also includes an adjustment to staff salaries, following a salary benchmarking exercise.	The recruitment process is well underway to fill some of these vacancies. The salary benchmarking exercise is yet to be finalised.
Depreciation & asset impairment	(2,461)	The variance is due to the timing of capital spend.	-
Other expenditure	(9,891)	The savings is as a result of controlled direct cost of food and beverages, as well as indirect cost such as utilities, advisors and market & corporate communication.	-
Capital Expenditure items			
Building Enhancements	(6,314)	The variance is due to timing of capital spend.	-
IT & Telecommunications	(2,764)	The variance is due to timing of capital spend.	-
Catering Furniture & Equipment	(1,755)	The variance is due to timing of capital spend.	-
CTICC2	(46,958)	The variance is due to timing of capital spend.	-

Table SF3 Entity Aged debtors

Detail	Current Year 2015/16										
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	Bad Debts	>90 days
Debtors Age Analysis By Revenue Source											
Rates	–	–	–	–	–	–	–	–	–	–	–
Electricity	–	–	–	–	–	–	–	–	–	–	–
Water	–	–	–	–	–	–	–	–	–	–	–
Sewerage / Sanitation	–	–	–	–	–	–	–	–	–	–	–
Refuse Removal	–	–	–	–	–	–	–	–	–	–	–
Housing (Rental Revenue)	–	–	–	–	–	–	–	–	–	–	–
Other	783	75	(19)	(85)	578	–	–	–	1,332	–	493
Total By Income Source	783	75	(19)	(85)	578	–	–	–	1,332	–	493
Debtors Age Analysis By Customer Group											
Government	–	–	–	–	–	–	–	–	–	–	
Business	–	–	–	–	–	–	–	–	–	–	
Households	–	–	–	–	–	–	–	–	–	–	
Other	783	75	(19)	(85)	578	–	–	–	1,332	–	
Total By Customer Group	783	75	(19)	(85)	578	–	–	–	1,332	–	

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	9,831	3	51	19	–	–	–	–	9,905
Auditor General	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Total By Customer Type	9,831	3	51	19	–	–	–	–	9,905

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					-	87	20	67
Nedbank Current Account (Acc Number: 1232043650)	-	Current Account	-		-	4,636	4,635	1
Nedbank Call Account (Acc Number: 03/7881544007/46)	-	Call Account	-	21	6.5		(4,645)	4,645
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			-	5,548	(483)	6,031
ABSA Bank - Exh Serv - Current (Acc Number: 4072900731)	-	Treasury	-		-	1,155	210	946
ABSA Bank Treasury (Acc Number. 4073731245)	-	Treasury	-		-	64	()	64
ABSA Bank Treasury (Acc Number : 4073733701)	-	Call Account	-	3	-	2,101	(10)	2,111
Absa Bank - Call Deposit (Acc Number: 4074708347)	-	Call Account	-	119	6.5	10,930	(13,592)	24,522
Stanib - Bank (Acc Number: 551436367)	-	Money Market	-	110	7.434	40.792	45	40,747
Standard Bank Investment Account (Acc Number:490390)	Five	Investment	-	257	-			
Standard Bank Investment Account (Acc Number: 486007)	Twenty Four	Investment 2	18 May 2016	14	7.45	23,676	12,910	10,766
Absa Bank- Investment New 2 (Acc Number:48518474)	Twenty Four	Investment 1	28 April 2016	44	7.35	22,901	(127)	23,027
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	14,963	(90)	15,053
Investec - Corporate Money Market Account (Acc Number: (462097) 1008645)		Money Market	-		7.235	68,819	608	68,211
Nedgroup Money Market (1452 027 900 - 8319631)		Money Market	-		8.079	45,434	(11,778)	57,212
First National Bank - RMB Investment (Acc Number: 00 506 190 167 40)		RMB Investment	-		7.456	12,393	(73)	12,466
						253,501	(12,371)	265,872
ABSA Bank - CTICC East - Current (Acc Number: 4072900228)		Current Account			-	878	(507)	1,385
ABSA Bank - CTICC East - Call Deposit (Acc Number: 4083941322)		Investment	-		6.5	911	715	195
ABSA - CTICC East - Money Market - (Acc Number: 9295637051)		Investment	-		7.42	20,280	(119)	20,399
Investec - CTICC East - Corp Money Market (Acc Number. 82145760379)		Investment	-		7.235	16,662	(95)	16,758
Nedgroup - CTICC East-Money Market (Acc Number: 8330497)		Investment	-		8.079	31,049	19,841	11,208
Nedgroup - CTICC East - Corp Money Market (Acc Number: 8330496)		Investment	-		7.572	48	()	48
StanlibCTICC East - Money Market (Acc Number: 000402184-552166459)		Investment	-		7.434	2,232	(13)	2,245
						71,182	20,329	52,238
GUARANTEE								
ABSA Bank - CTICC East - Fixed Deposit - (Guarantee) (Acc Number: 43939765 FDE)		CTICC East Guarantee	12 December 2016	0	8	130,941	(763)	131,704
Total Investments				861		456,503	6,689	449,814

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	4,209	4,209	–		6,709
Sub Total - Senior Managers of Entities	**6,057**	**6,469**	**6,709**	**4,209**	**4,209**	**–**		**6,709**
% increase		**6.8%**	**10.8%**					**10.8%**
Other Staff of Entities								
Basic Salaries	37,960	46,959	48,779	25,366	31,685	(6,320)	-19.9%	48,779
Sub Total - Other Staff of Entities	**37,960**	**46,959**	**48,779**	**25,366**	**31,685**	**(6,320)**	**-19.9%**	**48,779**
% increase		23.7%	28.5%					28.5%
Total Municipal Entities remuneration	**44,372**	**54,301**	**56,361**	**29,807**	**36,331**	**(6,524)**	**-18.0%**	**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	Outcome	Budget	Budget	Budget	Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source															
Service charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment	5,614	9,993	10,437	11,985	10,081	4,316	2,413	9,364	8,426	8,382	7,099	4,276	92,367	–	–
Other revenue	6,519	10,537	10,845	13,290	16,680	6,886	8,018	13,493	3,061	7,247	9,035	26,126	129,734	–	–
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue	12,133	20,530	21,281	25,275	26,761	11,202	8,430	22,857	11,487	15,608	16,133	30,404	222,101	–	–
Expenditure By Type															
Employee related costs	(3,826)	(4,147)	(3,512)	(3,740)	(3,735)	(3,831)	(3,080)	(3,704)	(3,886)	(3,686)	(3,848)	(14,491)	(55,488)	–	–
Remuneration of Board Members	–	–	(101)	–	–	(131)	–	–	(218)	–	–	(423)	(873)	–	–
Debt impairment	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	(2,129)	(2,120)	(2,102)	(2,205)	(2,144)	(2,229)	(2,211)	(2,258)	(1,924)	(2,004)	(2,007)	(6,455)	(29,790)	–	–
Finance charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	(8,054)	(12,574)	(9,222)	(9,463)	(10,502)	(6,302)	(5,316)	(7,605)	(11,629)	(8,151)	(10,430)	(12,628)	(111,875)	–	–
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total expenditure	(14,008)	(18,841)	(14,937)	(15,408)	(16,381)	(12,493)	(10,608)	(13,567)	(17,657)	(13,843)	(16,285)	(33,997)	(198,026)	–	–
Capital expenditure															
Capital assets	1,095	15,929	18,776	20,319	24,832	15,565	23,200	15,569	10,203	6,036	4,515	344,506	500,544	–	–
Total capital expenditure	1,095	15,929	18,776	20,319	24,832	15,565	23,200	15,569	10,203	6,036	4,515	344,506	500,544	–	–
Cash flow															
Ratepayers and other	21,320	16,641	28,007	15,637	19,244	(90)	12,503	17,622	21,414	15,681	(2,045)	51,970	217,303	–	–
Grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest	1,748	3,117	3,033	3,117	2,945	2,166	3,598	2,623	3,188	3,107	3,210	(4,740)	27,112	–	–
Suppliers, employees and other	(16,415)	(4,562)	(9,112)	(23,174)	(10,399)	(12,486)	(29,024)	(11,363)	(7,889)	(22,378)	10,725	(51,192)	(187,272)	–	–
Finance charges	(3)	(3)	(3)	(7)	(12)	6	(3)	(3)	–	–	–	29	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	6,650	15,192	21,925	(4,428)	11,778	(10,408)	(12,926)	8,879	16,713	(3,590)	11,290	(3,934)	57,143	–	–
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)	(15,565)	(23,200)	(15,569)	(10,203)	(6,036)	(4,515)	(344,506)	(500,544)	–	–
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1,095)	(15,929)	(18,776)	(20,319)	(24,832)	(15,565)	(23,200)	(15,569)	(10,203)	(6,036)	(4,515)	(344,506)	(500,544)	–	–
Borrowing long term/refinancing/short term	–	–	–	–	–	15,000	–	–	–	–	–	23,209	38,209	–	–
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	–	–	–	–	–	15,000	–	–	–	–	–	23,209	38,209	–	–
NET INCREASE/ (DECREASE) IN CASH HELD	5,554	(736)	3,149	(24,747)	(13,054)	(10,971)	(36,127)	(6,689)	6,510	(9,627)	6,776	(325,231)	(405,192)	–	–

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 **February 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 15.03.2016