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	34,978,760	34,978,760	33,254,368	95.1%	95.1%
Operating Expenditure	32,612,336	32,612,336	29,857,805	91.6%	91.6%

The summary statement of financial performance shows actual operating revenue of R33 254 million (95.1%) of the current budget and operating expenditure of R29 858 million (91.6%) of the current budget.

Details of revenue and expenditure by municipal vote are shown in Table C3 on page 7. Details of material variances and remedial action, where applicable, are shown on page 8 to page 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
6,129,094	6,129,094	5,095,515	83.1%	83.1%

The summary statement of capital budget performance indicates actual capital expenditure of R5 096 million or 83.1% of the current budget. The year to date spend of R5 096 million represents 85.5% (R3 089 million) on internally-funded projects and 79.8% (R2 007 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 21. Details of material variances and remedial action, where applicable, are shown on page 22 to 24.

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 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
Financial Performance								
Property rates	6,018,735	6,546,155	6,578,912	6,712,374	6,578,912	133,463	2.0%	6,578,912
Service charges	15,197,370	17,002,759	16,997,225	17,306,343	16,997,225	309,118	1.8%	16,997,225
Investment revenue	543,356	271,687	580,766	596,647	580,766	15,881	2.7%	580,766
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	3,178,916	4,106,009	(927,092)	-22.6%	4,106,009
Other own revenue	4,238,957	4,269,728	4,200,321	3,891,279	4,200,321	(309,042)	-7.4%	4,200,321
Total Revenue (excluding capital transfers and contributions)	**29,262,688**	**31,670,081**	**32,463,232**	**31,685,561**	**32,463,232**	**(777,672)**	**-2.4%**	**32,463,232**
Employee costs	8,124,733	9,847,508	9,925,534	9,632,289	9,922,676	(290,387)	-2.9%	9,922,676
Remuneration of Councillors	128,412	139,311	139,311	134,637	139,311	(4,674)	-3.4%	139,311
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	2,067,276	2,127,123	(59,848)	-2.8%	2,127,123
Finance charges	779,929	971,133	762,538	721,899	762,538	(40,639)	-5.3%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,308,327	8,356,357	8,309,520	46,837	0.6%	8,309,520
Transfers and grants	136,487	120,402	167,085	293,882	310,622	(16,740)	-5.4%	310,622
Other expenditure	8,875,827	10,595,504	11,182,418	8,651,466	11,040,546	(2,389,080)	-21.6%	11,040,546
Total Expenditure	**27,395,265**	**32,090,246**	**32,612,336**	**29,857,805**	**32,612,336**	**(2,754,531)**	**-8.4%**	**32,612,336**
Surplus/(Deficit)	**1,867,422**	**(420,164)**	**(149,104)**	**1,827,755**	**(149,104)**	**1,976,859**	**-1325.8%**	**(149,104)**
Transfers recognised - capital	2,423,179	2,223,813	2,446,794	1,514,884	2,446,794	(931,910)	-38.1%	2,446,794
Contributions & Contributed assets	49,172	53,761	68,734	53,923	68,734	(14,810)	-21.5%	68,734
Surplus/(Deficit) after capital transfers & contributions	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**	**1,030,139**	**43.5%**	**2,366,424**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	-	–
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**	**1,030,139**	**43.5%**	**2,366,424**
Capital expenditure & funds sources								
Capital expenditure	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**	**6,129,094**	**(1,033,579)**	**-16.9%**	**5,559,005**
Capital transfers recognised	2,473,313	2,223,813	2,447,135	1,945,233	2,447,135	(501,902)	-20.5%	2,215,454
Public contributions & donations	44,219	53,761	68,392	61,524	68,392	(6,868)	-10.0%	63,442
Borrowing	2,152,377	2,579,264	2,529,240	2,329,542	2,529,240	(199,698)	-7.9%	2,479,699
Internally generated funds	581,833	1,187,146	1,084,326	759,216	1,084,326	(325,111)	-30.0%	800,409
Total sources of capital funds	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**	**6,129,094**	**(1,033,579)**	**-16.9%**	**5,559,005**
Financial position								
Total current assets	10,571,364	9,183,356	8,714,796	9,735,954				8,714,796
Total non current assets	38,578,872	42,929,513	42,456,974	42,359,318				42,456,974
Total current liabilities	8,656,354	8,829,527	8,341,577	7,762,064				8,341,577
Total non current liabilities	12,040,207	14,391,843	12,010,094	12,674,775				12,010,094
Community wealth/Equity	**28,453,675**	**28,891,499**	**30,820,098**	**31,658,433**				**30,820,098**
Cash flows								
Net cash from (used) operating	6,058,725	4,184,203	4,406,629	4,085,629	4,406,629	321,000	7.3%	4,406,629
Net cash from (used) investing	(4,718,325)	(6,046,623)	(6,149,483)	(3,128,482)	(6,149,483)	(3,021,001)	49.1%	(6,149,483)
Net cash from (used) financing	(407,811)	1,671,793	(258,372)	(282,747)	(258,372)	24,375	-9.4%	(258,372)
Cash/cash equivalents at the month/year end	**3,199,148**	**2,074,783**	**1,197,922**	**3,873,548**	**1,197,922**			**1,197,922**

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

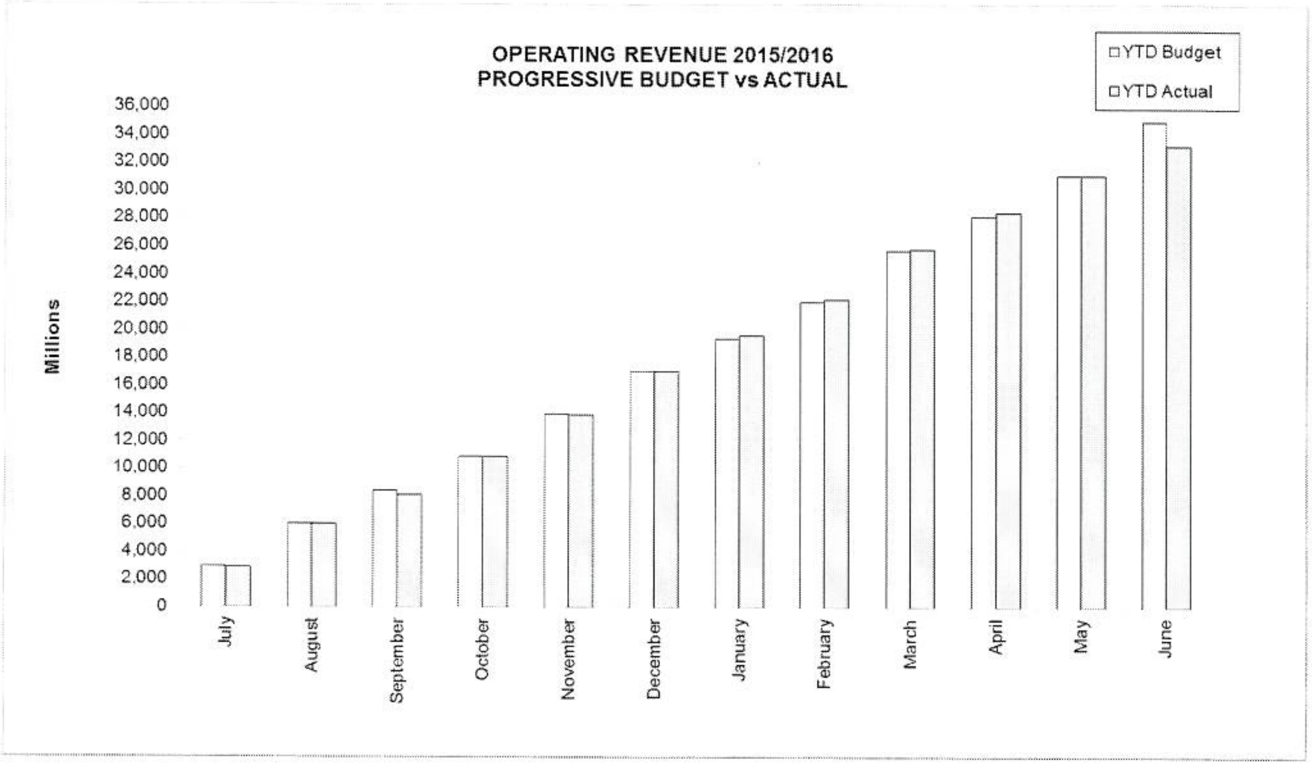
Table C2: Monthly Budget Statement - Financial Performance (standard classification)

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

Description 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 - Standard								
Governance and administration	**10,951,099**	**11,423,542**	**11,789,900**	**11,909,660**	**11,789,900**	**119,761**	**1.0%**	**11,789,900**
Executive and council	305,097	294,405	314,359	269,062	314,359	(45,297)	-14.4%	314,359
Budget and treasury office	10,390,999	10,863,581	11,198,200	11,456,038	11,198,200	257,838	2.3%	11,198,200
Corporate services	255,003	265,556	277,341	184,560	277,341	(92,781)	-33.5%	277,341
Community and public safety	**3,157,772**	**3,102,900**	**3,510,084**	**2,172,303**	**3,510,084**	**(1,337,781)**	**-38.1%**	**3,510,084**
Community and social services	111,465	101,689	118,606	88,128	118,606	(30,477)	-25.7%	118,606
Sport and recreation	89,968	111,802	103,387	63,837	103,387	(39,551)	-38.3%	103,387
Public safety	1,093,085	1,071,703	1,122,393	772,616	1,122,393	(349,777)	-31.2%	1,122,393
Housing	1,620,155	1,536,028	1,887,509	1,017,032	1,887,509	(870,477)	-46.1%	1,887,509
Health	243,098	281,679	278,189	230,690	278,189	(47,499)	-17.1%	278,189
Economic and environmental services	**1,982,540**	**2,068,429**	**2,296,339**	**1,607,776**	**2,296,339**	**(688,563)**	**-30.0%**	**2,296,339**
Planning and development	255,857	295,963	281,080	289,323	281,080	8,243	2.9%	281,080
Road transport	1,695,014	1,766,123	2,007,102	1,311,194	2,007,102	(695,908)	-34.7%	2,007,102
Environmental protection	31,669	6,343	8,157	7,259	8,157	(898)	-11.0%	8,157
Trading services	**15,640,726**	**17,350,212**	**17,381,366**	**17,563,997**	**17,381,366**	**182,631**	**1.1%**	**17,381,366**
Electricity	10,371,563	11,421,475	11,436,829	11,428,670	11,436,829	(8,160)	-0.1%	11,436,829
Water	2,689,397	2,922,748	2,931,902	3,132,526	2,931,902	200,624	6.8%	2,931,902
Waste water management	1,526,954	1,894,642	1,902,652	1,888,602	1,902,652	(14,050)	-0.7%	1,902,652
Waste management	1,052,811	1,111,347	1,109,983	1,114,199	1,109,983	4,216	0.4%	1,109,983
Other	**2,901**	**2,572**	**1,072**	**631**	**1,072**	**(440)**	**-41.1%**	**1,072**
Total Revenue - Standard	**31,735,038**	**33,947,655**	**34,978,760**	**33,254,368**	**34,978,760**	**(1,724,392)**	**-4.9%**	**34,978,760**
Expenditure - Standard								
Governance and administration	**4,716,365**	**6,043,012**	**5,859,967**	**5,423,407**	**5,857,212**	**(433,805)**	**-7.4%**	**5,857,212**
Executive and council	779,217	1,047,793	1,002,291	901,043	994,777	(93,734)	-9.4%	994,777
Budget and treasury office	1,998,638	2,713,212	2,528,674	2,372,851	2,525,072	(152,221)	-6.0%	2,525,072
Corporate services	1,938,510	2,282,007	2,329,002	2,149,514	2,337,363	(187,850)	-8.0%	2,337,363
Community and public safety	**5,950,683**	**7,094,791**	**7,654,125**	**5,970,673**	**7,656,857**	**(1,686,184)**	**-22.0%**	**7,656,857**
Community and social services	511,528	566,317	589,926	589,434	594,702	(5,268)	-0.9%	594,702
Sport and recreation	1,253,877	1,467,195	1,433,803	1,339,996	1,428,965	(88,968)	-6.2%	1,428,965
Public safety	2,196,586	2,503,345	2,591,493	1,766,211	2,593,436	(827,225)	-31.9%	2,593,436
Housing	1,179,815	1,626,880	2,119,755	1,388,531	2,119,755	(731,223)	-34.5%	2,119,755
Health	808,876	931,054	919,148	886,500	919,999	(33,499)	-3.6%	919,999
Economic and environmental services	**3,282,903**	**3,503,807**	**3,659,766**	**3,293,511**	**3,659,131**	**(365,620)**	**-10.0%**	**3,659,131**
Planning and development	677,746	756,326	798,777	773,999	799,862	(25,863)	-3.2%	799,862
Road transport	2,496,835	2,641,172	2,741,462	2,402,815	2,739,053	(336,238)	-12.3%	2,739,053
Environmental protection	108,322	106,309	119,528	116,696	120,216	(3,519)	-2.9%	120,216
Trading services	**13,388,635**	**15,385,492**	**15,376,913**	**15,111,544**	**15,377,571**	**(266,027)**	**-1.7%**	**15,377,571**
Electricity	8,275,131	9,441,323	9,417,289	9,395,812	9,418,009	(22,197)	-0.2%	9,418,009
Water	2,317,963	2,464,347	2,494,663	2,502,117	2,495,660	6,457	0.3%	2,495,660
Waste water management	1,210,872	1,507,947	1,506,381	1,415,347	1,505,322	(89,975)	-6.0%	1,505,322
Waste management	1,584,669	1,971,875	1,958,579	1,798,268	1,958,579	(160,312)	-8.2%	1,958,579
Other	**56,679**	**63,143**	**61,565**	**58,670**	**61,565**	**(2,895)**	**-4.7%**	**61,565**
Total Expenditure - Standard	**27,395,265**	**32,090,246**	**32,612,336**	**29,857,805**	**32,612,336**	**(2,754,531)**	**-8.4%**	**32,612,336**
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**	**1,030,139**	**43.5%**	**2,366,424**

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

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



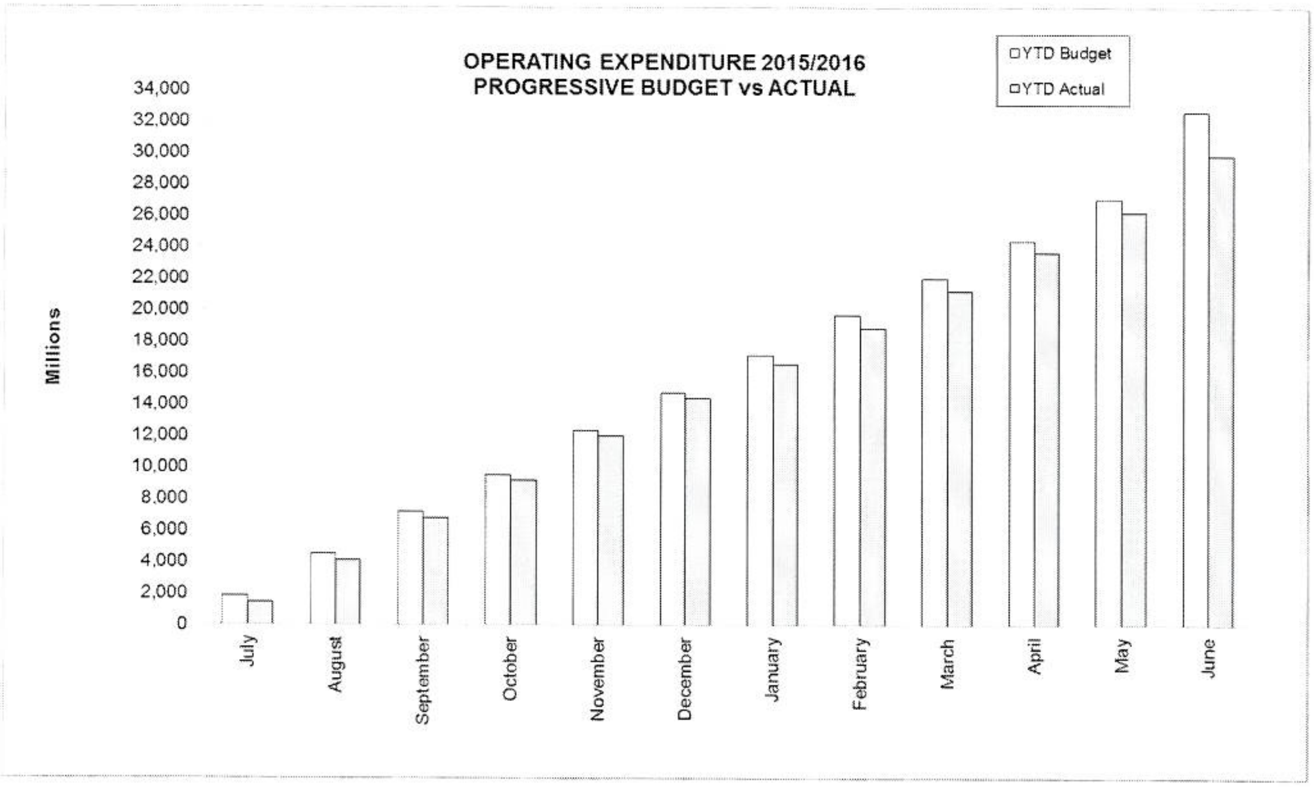


Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

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

Vote Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote								
Vote 1 - City Health	496,314	539,593	538,466	462,871	538,466	(75,595)	-14.0%	538,466
Vote 2 - City Manager	1,530	1,348	1,548	465	1,548	(1,084)	-70.0%	1,548
Vote 3 - Community Services	183,331	167,052	203,918	130,692	203,918	(73,226)	-35.9%	203,918
Vote 4 - Corporate Services & Compliance	72,122	84,568	96,681	67,213	96,681	(29,468)	-30.5%	96,681
Vote 5 - Energy, Environmental & Spatial Planning	143,449	148,659	131,583	131,262	131,583	(321)	-0.2%	131,583
Vote 6 - Finance	1,170,367	768,694	1,080,302	1,154,645	1,080,302	74,343	6.9%	1,080,302
Vote 7 - Human Settlements	1,620,146	1,536,021	1,887,502	1,017,029	1,887,502	(870,473)	-46.1%	1,887,502
Vote 8 - Rates & Other	9,540,176	10,426,245	10,453,001	10,577,915	10,453,001	124,914	1.2%	10,453,001
Vote 9 - Safety & Security	1,120,408	1,080,472	1,125,029	797,256	1,125,029	(327,773)	-29.1%	1,125,029
Vote 10 - Social Dev & Early Childhood Development	14,334	526	641	450	641	(191)	-29.7%	641
Vote 11 - Tourism, Events & Economic Development	28,344	55,086	26,830	29,692	26,830	2,861	10.7%	26,830
Vote 12 - Transport for Cape Town	1,695,269	1,760,594	2,026,061	1,308,846	2,026,061	(717,215)	-35.4%	2,026,061
Vote 13 - Utility Services	15,649,248	17,378,799	17,407,198	17,576,032	17,407,198	168,834	1.0%	17,407,198
Total Revenue by Vote	**31,735,038**	**33,947,655**	**34,978,760**	**33,254,368**	**34,978,760**	**(1,724,392)**	**-4.9%**	**34,978,760**
Expenditure by Vote								
Vote 1 - City Health	854,059	996,804	989,354	941,725	989,354	(47,629)	-4.8%	989,354
Vote 2 - City Manager	172,731	210,825	231,078	193,404	231,078	(37,674)	-16.3%	231,078
Vote 3 - Community Services	1,444,981	1,687,957	1,682,059	1,594,034	1,682,059	(88,025)	-5.2%	1,682,059
Vote 4 - Corporate Services & Compliance	2,022,060	2,376,443	2,410,852	2,234,862	2,410,852	(175,990)	-7.3%	2,410,852
Vote 5 - Energy, Environmental & Spatial Planning	504,849	552,947	568,156	553,227	568,156	(14,929)	-2.6%	568,156
Vote 6 - Finance	1,814,684	2,213,600	2,020,703	1,960,302	2,020,703	(60,401)	-3.0%	2,020,703
Vote 7 - Human Settlements	1,147,498	1,586,986	2,080,029	1,352,359	2,080,029	(727,671)	-35.0%	2,080,029
Vote 8 - Rates & Other	570,802	962,510	971,832	865,766	971,832	(106,066)	-10.9%	971,832
Vote 9 - Safety & Security	2,251,812	2,607,501	2,665,517	1,840,837	2,665,517	(824,679)	-30.9%	2,623,697
Vote 10 - Social Dev & Early Childhood Development	140,775	183,805	183,459	177,170	183,459	(6,289)	-3.4%	183,459
Vote 11 - Tourism, Events & Economic Development	521,977	569,288	574,889	549,222	574,889	(25,667)	-4.5%	574,889
Vote 12 - Transport for Cape Town	2,459,684	2,718,462	2,819,310	2,460,248	2,819,310	(359,062)	-12.7%	2,819,310
Vote 13 - Utility Services	13,489,354	15,423,118	15,415,098	15,134,649	15,415,098	(280,448)	-1.8%	15,415,098
Total Expenditure by Vote	**27,395,265**	**32,090,246**	**32,612,336**	**29,857,805**	**32,612,336**	**(2,754,531)**	**-8.4%**	**32,570,516**
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**	**1,030,139**	**43.5%**	**2,408,244**

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	(75,595)	-14.0%	The under-recovery is mainly on: 1. Operating Grants & Donations, due to accounts for Vaccines & ARV Drugs for May and June, which have not been paid yet as there are delays from the Provincial Department of Health as a result of problems with their system. 2. Service Charges (for cleaning of vacant plots), due to fewer plots identified to be cleared during the year.	Year-end transactions are still in progress and the outcome will impact on final variances.
Vote 2 - City Manager	(1,084)	-70.0%	The under-recovery is mainly due to slower than expected progress with the implementation of the area-based Service Delivery Model, which will not be completed by year-end.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year.
Vote 3 - Community Services	(73,226)	-35.9%	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 this categories. 2. Camp/Resort Fees (under), due to lower than planned utilisation of facilities and the misalignment of the budget provision on the different revenue elements within these categories. 3. Capital Grants & Donations (under), due to: a) Delays with initial commencement of tenders on Welmoed, Khayelitsha and Vaalfontein Cemetery developments. Some tender guarantees and handovers are still awaited; tenders to continue in the 2016/17 financial year. b) Slow progress is being made at the Atlantis Cemetery upgrade and Atlantis Synthetic Pitch projects. d) Slow progress on Hanover Park Synthetic Pitch project as a result of poor performance by contractor as well as the impact of inclement weather conditions. e) Outstanding final invoice for Oatlands Resort upgrade still to be submitted and processed. 4. Operating Grants & Donations (under) within Library Services, due to the turnaround time in filling vacant post resulting in less expenditure recovered from the grant.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year. The filling of vacancies is in various stages of the recruitment and selection process.
Vote 4 - Corporate Services & Compliance	(29,468)	-30.5%	The variance is a combination of over-/under-recovery. The main contributors are: 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, due to the reduction from 50% to 20% in the mandatory grant percentage claimable based on the latest SETA grant regulations. 3. Profit on Sale of Assets and Recoveries of Operating Expenditure (over), a result of higher than planned revenue from auctions and higher than anticipated legal costs recovered, respectively. 5. Service Charges (under), due to lower than planned revenue on Broadband and Radio Trunking services. 6. Capital grant-funded project (under) largely on WCG Broadband Connectivity and Community Development Workers projects where invoices are still outstanding.	Year-end transactions are still in progress. The vendors are busy submitting invoices, completion certificates and other evidence in order to finalise payments on capital grant funded projects. Remaining commitments will be finalised before final year-end closure. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year.
Vote 5 - Energy, Environmental & Spatial Planning	(321)	-0.2%	The variance is a result of various over-/under-recoveries. 1. Advertising Fees and Building Levies (over) resulting from increased building activities. 2. Forfeited Retentions and Penalties (over) resulting from penalties recovered from consultants or contractors, due to non-compliance in terms of tender specifications 3. Operating Grants & Donations projects (USDG) (under), due to outstanding invoices still to be submitted by contractors. 4. Signage Fees (under), due to signage encroachment contracts that lapsed during the year.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 6 - Finance	74,343	6.9%	The variance is a combination of over-/under-recovery. 1. Operating Grants & Donations (over), due to funds ring-fenced from the VAT claw back portion of USDG funding, which will be used to fund future capital programmes. 2. Interest Earned - External Investments (over), due to higher than planned available cash and investment fund balances. 3. Agency fees (over), due to the licence renewal tariff increase and more renewals processed as a result of an initiative implemented by the City and Provincial Government enforcing renewal of motor vehicle licences. 4. Collection Charges Recovered (over), due to improved debt collection procedures. 5. Discounts Received (over), due to more discounts received from suppliers than anticipated. 6. CIDS (over), due to revenue fluctuations that are dependent on property values where the values are impacted by valuation changes, valuation objection outcomes, court rulings, supplementary valuations and new valuations. 7. Profit on sale of Assets (under), relating to the sale of land by the City where the finalisation of such transactions cannot be planned accurately.	Year-end transactions are still in progress. Profit on Sale of Assets: The final outcome of transactions (R 108 million) still needs to be processed and will change the final result for the year.
Vote 7 - Human Settlements	(870,473)	-46.1%	The variance is a combination of over-/under-recovery and mainly relates to: 1. Operating Grants & Donations (under), largely as a result of: a) Delays in awarding the tender for the Morningstar development, slow progress on the Delft The Hague Phase 1 project and termination of the contract for the Belhar - Pentech project, due to poor performance by the contractor. This tender will be re-advertised. b) Lower than anticipated rate of expenditure on Atlantis Kanonkop, Valhalla Park and Greenville projects as a result of community protests as well as vandalism and robberies experienced by contractors resulting in delays on the projects. c) Delays in appointment of consultants for feasibility studies and pre-planning on USDG projects. 2. Rental of facilities and equipment (under), due to the transfer of rental units to home owners. 3. Other Revenue (over), due to the fair value adjustments of properties recently purchased by the City for new housing developments. 4. Capital Grants & Donations (under) on: a) District 6 project - Bulk Infrastructure Phase 3: The City's Trade and Investment department is in the process of engaging with National Government regarding the project. b) Langa Hostels CRU Project, where final 2015/16 invoices are still to be paid. c) Scottsdene New CRU Project - 350 Units as a result of major delays experienced, due to heavy rain and gang violence, which resulted in the site being closed. The contractor is back on site and invoices are paid as presented for work complete. d) Vissershok project, where the MFMA Section 116(3) process is currently being concluded in order to release payment to the contractor. e) Backyards/Informal Settlements Upgrade where challenges are being experienced with communities. f) Delft The Hague project, due to delays resulting from a revised SCM report submitted to BAC because of project changes. g) Installation of Retrofit Ceilings in Bishop Lavis, where the project is progressing slowly, due to the complexity of accessing existing homes and work required.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year. The formal tender process for the Belhar Pentech project and bid evaluation process for the Morningstar project is underway. The process to terminate the contract for Delft The Hague Phase 1 project has started; the tender will be re-advertised in the 2016/17 financial year. The District 6 project will commence in the 16/17 financial year.
Vote 8 - Rates & Other	124,914	1.2%	The variance is a combination of over-/under-recovery. 1. Property Rates (over), due to the actual billings for the year being more than planned. 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), which is linked to number of applications received and properties that qualify.	No corrective action is required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 9 - Safety & Security	(327,773)	-29.1%	The variance is a combination of over-/under-recovery. 1. Traffic Fines (over), due to additional operations conducted to execute warrants for outstanding fines. 2. Impoundment Fees for Cell phones and Vehicles (under), due to fewer impoundments than anticipated as well as a greater awareness by the public to adhere to regulations. 3. Fire Fees (over), due to higher than planned fire-related incidents. 4. Licences and Permits (over), due to a higher than planned applications received for learner licences, learner driver certificates and PDP operator certificates. 5. Hire of municipal staff (over), due to higher than planned demand for Traffic officers at events, security officers in CID areas as well as sundry accounts being raised for which a journal is being processed. 6. Traffic Fines Accruals (under), due to fewer than anticipated fines issued. The budgetary provisions are not accurately aligned with the actual trend as the accurate estimation of fines issued is not possible.	No corrective action is required.
Vote 10 - Social Dev & Early Childhood Development	(191)	-29.7%	The variance is a combination of over-/under-recovery. 1. Rental Fixed Assets (under), due to lower than anticipated demand for facilities. 2. Profit on Sale of Assets (over), due to sale of goods on auction not budgeted for. 3. Forfeited retentions and penalties (over), resulting from penalties recovered from consultants or contractors, due to non-compliance in terms of tender specifications. 4. Operating Grants & Donations (under), due to invoices still to being processed before year-end closure.	No corrective action is required.
Vote 11 - Tourism, Events & Economic Development	2,861	10.7%	The over-recovery reflects mainly on: 1.Forfeited Retentions and Penalties, due to retentions forfeited by the contractor as a result of poor performance at the Green Point Athletic Track. 2. Informal Trading Levy (over), due to the implementation of the electronic Trading Plans and E-permitting projects resulting in better control and monitoring. 3. Admission Fees (over) where revenue from the Cape Town Stadium was more than anticipated.	Year-end transactions are still in progress and the outcome will impact on final variances.
Vote 12 - Transport for Cape Town	(717,215)	-35.4%	The variance is a combination of over-/under-recovery. 1. Operating grant-funded projects (under), mainly due to expenditure on grant-funded projects being slower than projected due to: a) Reduction in operating hours for some MyCiTi stations and delays in payment of IRT Taxi Compensations. b) Delays in the appointment of professional services for the CITP, filling of grant-funded posts and processing of final invoices. 2. Capital grant-funded projects (under), due to slow progress on the IRT Phase 2 consulting work as a result of delays in the approval of MFMA Section 33 reports and various projects, which are still in the design stage. 3. Busfares (over), due to roll-out of additional routes during the year. 4. Development Levies (over), due to higher than planned revenue relating to property development. 5. Licences Road/Transport (over), due to increased use of trenchless methodology and forfeiting of way leave permit deposits.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 13 - Utility Services	168,834	1.0%	The over-recovery is a combination of over-/under-recovery. A. Cape Town Electricity 1. Electricity Service Charges (R50.5 million over), due to consumer demand resulting in higher than planned sale of electricity. The continuous initiatives to replace credit meters with prepaid meters contributed positively to the variance. 2. Development Levies (under), due to lower than anticipated consumer demand. 3. Transfers recognised - Capital (under), due to: a. Final invoices on various projects, which must still be processed. b. Fewer than anticipated applications for new and upgraded supplies received. 4. Service Charges-Infrastructure and Facilities (over), due to the write-off of debtors with credit balances older than 3 years. 5. Interest Earned on Outstanding Debtors (over), which is higher than anticipated. B. Water and Sanitation 1. Water Service Charges Revenue (R216 million over) and Sanitation Service Charges Revenue (R50 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) (under), due to lower than planned expenditure on the Mitchells Plain Treatment Works and the Cape Flats Bulk Sewer projects. The finalisation of year-end processes should result in a 96.5% completion rate for the year on these projects. 3. Forfeited Retentions and Penalties (over), resulting from penalties recovered from consultants or contractors, due to non-compliance in terms of tender specifications. 4. Treatment Effluent Sales (over), due to stricter billing measures applied. 5. Industrial Effluent Charges (under), due to a greater awareness by consumers of the by-law resulting in increased compliance. C. Solid Waste Management 1. Refuse Service Charges (R6.9 million under), due to: i) Higher than planned revenue on Refuse Removal and the impact of data clean-up. (ii) Higher than planned revenue from Special Waste Fees (Hazardous Waste). (iii) Lower than planned income from Disposal Coupons, due to a lower demand from external contractors to dump refuse. 2. Profit on Sale of Assets (over), due to sale of assets not planned for. 3. Forfeited Retentions and Penalties (over), resulting from penalties recovered from consultants or contractors, due to non-compliance in terms of tender specifications.	Year-end transactions are still in progress. A roll-over of funds will be requested from National Treasury to continue with the project in the 2016/17 financial year.

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	(47,629)	-4.8%	The main contributors to the variance are: 1. Employee-related cost, due to the turnaround time in filling vacancies and staff appointed at lower than budgeted total cost to company (mostly externally-funded posts). 2. Contracted Services and Other Expenditure, largely due to: a) Savings realised on plot clearing costs, which is demand driven and difficult to plan accurately. b) Lower than budgeted actual on laboratory services and EPWP costs as final invoices from the National Health Laboratory services iro June 2016 are still outstanding and EPWP contract payment occurred after month-end closure. c) Security Services & Charges and Pharmaceutical Supplies, due to final invoices for June 2016 that still needs to be submitted and processed. Furthermore, the supplier of vaccines to the City changed on 1 January 2016 from a private company to the Cape Medical Depot - Western Cape Government [CMD (WCG)]; resulting in lower overall costs and no charges for delivery. Accounts iro June 2016 has also not yet been delivered by CMD (WCG).	The directorate currently has 117 vacancies out of a total staff complement of 1 809; the recruitment and selection process is on-going. Outstanding invoices and payments are expected to be paid before final year-end closure.
Vote 2 - City Manager	(37,674)	-16.3%	The variance is largely on: 1. Employee-related cost, due to the turnaround time in filling vacancies. 2. Contracted Services, largely due to delays in submission of invoices for communication on various City initiatives as well as savings realised as a result of certain communication functions being performed internally. 3. General Expenses, mainly as a result of savings realised, due to a lower demand for Subsistence & Travel as well as lower than planned expenditure on computer services costs resulting from less actual hours billed by PPM project contractors.	The directorate currently has a 12.4% vacancy rate; the recruitment and selection process is on-going. Eight appointments and eleven terminations were processed from the beginning of the year. Outstanding invoices and payments are being followed up to finalise payments.
Vote 3 - Community Services	(88,025)	-5.2%	The variance reflects on various items. 1. Employee-related costs, due to the turnaround time in filling vacancies, the impact of internal filling of vacancies and savings realised on non-permanent staff expenditure resulting from the lower than planned seasonal staff required over the festive season. 2. Contracted Services and Other Expenditure, largely due to a) Lower than estimated expenditure on R&M items for the year, largely due to less building maintenance required on facilities and reduced mowing cycles resulting from the dry season experienced. b) Delays with submission of invoices by services providers; this is expected to be finalised before final year-end closure. c) The cumulative impact of delays in awarding tenders at the start of the financial year and control measures put in place to reduce costs resulted in savings for the year.	The directorate has a vacancy rate of 6.63%; the recruitment and selection process is on-going. Savings realised will be utilised to fund shortfalls on various items within the directorate.
Vote 4 - Corporate Services & Compliance	(175,990)	-7.3%	The variance is a largely on: 1. Employee-related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Councillor Remuneration, largely due to lower than anticipated ad hoc kilometre claims from councillors. 3. Other Material, which is largely due to less materials required for R&M related expenditure. Outstanding invoices still to be processed before the financial year-end cut off further contributes to the variance. 4. Contracted Services, largely due to lower than planned expenditure on Advisory Services as a result of fewer requirements for the year. 5. General Expenses, mainly due to under expenditure on telecommunication and computer services costs, due to a low demand for services for the year.	The recruitment and selection process is on-going. At the end of June 2016, the directorate had 244 vacancies, which are at various stages of the recruitment and selection process. Forty-nine terminations were processed up to end of June 2016. The finance manager is following up on outstanding invoices and payments will be processed before final year-end closure.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 5 - Energy, Environmental & Spatial Planning	(14,929)	-2.6%	The under-expenditure is mainly on: 1. Employee-related cost, due to the turnaround time in filling vacancies and the impact of internal filling of vacant posts. 2. Contracted Services, largely due to the lower than planned expenditure on municipal planning tribunal costs, architectural services and the safeguard and security costs at facilities. 3. General Expenses, due to lower than anticipated expenditure on Fuel and Specialised Computer Services.	The directorate currently has a 6.8% vacancy rate; the recruitment and selection process is ongoing. Savings realised will be used to fund shortfalls on items within the directorate. The processing of virements is underway.
Vote 6 - Finance	(60,401)	-3.0%	The variance is largely due to under expenditure on: 1. Employee-related costs, due to the turnaround time in filling of vacancies and the impact of the internal filling of vacant posts. 2. Finance Charges, due to lower than planned interest paid on external loans as the City did not take up an external loan as a result of the City's strong financial position. 3. Contracted Services and Other Expenditure, largely due to invoices iro June 2016, which were not submitted by month-end closure and lower than planned expenditure on insurance, which is ad hoc in nature and difficult to plan accurately. Savings realised on audit fees resulting from efficiencies during the external audit further contributed to underspend on Other Expenditure.	The recruitment and selection process is on-going. The directorate had a total number of 113 vacancies as at 30 June 2016. Two hundred and fifty three positions (150 internal and 103 external) were filled with 115 terminations processed from 1 July 2015 to date. Outstanding invoices and payments are being followed up to finalise payments and virements will be processed where required.
Vote 7 - Human Settlements	(727,671)	-35.0%	The variance is a combination of over-/under expenditure. 1. Employee-related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts (mostly grant funded positions). 2. Other materials (under), mainly due to lower than anticipated expenditure on informal settlement fire kits. 3. Contracted Services (under) - largely grant funded - due to: a) Delays with awarding tender for Morningstar development, slow progress on Delft The Hague Phase 1 project and termination of Belhar - Pentech project, due to poor performance. b) Lower than anticipated rate of expenditure on Atlantis Kanonkop, Valhalla Park and Greenville projects as a result of community protests, vandalism and robberies experienced by contractors resulting in delays on projects. c) Late start of additional EPWP projects taken on during the year. d) Final transactions still has to be processed against the VAT claw back provision on USDG-funded projects. 5. Other Expenditure (under/over), largely due to: a) Lower than anticipated rate of expenditure on Peoples Housing Process (PHP) projects, which is difficult to estimate per month as many factors influence the rate of house construction by communities. These projects are all managed and controlled by communities ito the national PHP programme. b) Lower than anticipated expenditure for Subsidy on Home owners (Rebates) redemption, which is linked to the number of successful applicants who qualifies for the rebate. Final bad debt provision is still to be calculated. b) Safeguard and Security (under), largely due to fewer security requirements at housing development projects than initially anticipated. c) Indigent relief (over), due to higher than anticipated indigent relief applications received and approved. 6. Debt impairment (over), due to the misalignment of the corresponding credit entry that offsets bad debts written off against the provision. The entry was only processed after month-end.	1. The recruitment and selection process is ongoing. The directorate currently has 87% of its positions filled. One hundred and nine positions are vacant since the beginning of the financial year. Grant-funded positions (mainly Capacity grant) still need to be filled; funds will only be spent in 2016/17. Savings realised to date will be utilised to fund shortfalls within the directorate. Grant funded projects will continue in 2016/17. The formal tender process for the Belhar Pentech project and bid evaluation process for the Morningstar projects are underway. The process to terminate the contract of the contractor at the Delft The Hague Phase 1 project has started; the tender will be re-advertised in 2016/17. Final year end transactions and closing entries are underway.
Vote 8 - Rates & Other	(106,066)	-10.9%	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 consumers who qualified for the indigent assistance.	Final year-end closure entries and invoices still to be processed, which will reduce the under expenditure.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 9 - Safety & Security	(824,679)	-30.9%	The variance consists of under-/over expenditure on various items. 1. Employee-related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Debt impairment (under), relating to the impairment provision for traffic fine income, which is calculated and processed as part of final year-end transactions 3.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. 4. General expenses (under/over), largely due to savings realised as a result of: a) Delays with the finalisation of the uniform tender. b) Stricter control measures put in place to reduce fuel costs. c) Delays in the roll out of AARTO resulting in lower than planned printing and stationery requirements. d) Lower than planned expenditure on security costs. 5. Hire charges (over), mainly as a result of the increased need for hired vehicles in order for the directorate to perform at an optimum level.	The recruitment and selection process is on-going. At the end of June 2016, the directorate had 339 vacancies, which are at various stages of the recruitment and selection process. Savings realised on items will be used to fund shortfalls on items within the directorate.
Vote 10 - Social Dev & Early Childhood Development	(6,289)	-3.4%	The variance reflects against the following categories: 1. Employee-related costs , due to the turnaround time in filling of vacancies. 2. Contracted Services, due to delays in processing the final pay run for EPWP projects and outstanding R&M orders, which still need be settled. 3. Other Expenditure, due to external lease cost being lower than anticipated.	No remedial action required.
Vote 11 - Tourism, Events & Economic Development	(25,667)	-4.5%	The variance is largely due to lower than anticipated expenditure on: 1. Employee-related cost, due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Contracted Services and Other Expenditure, as a result of less project management services required at the Green Point Athletics Stadium as well as lesser legal and event promotor costs incurred for the year. 3. Transfers and Grants, which is largely due to delays in processing transfers to beneficiaries as a result of outstanding documents to finalised Memoranda of Agreement.	The directorate has 268 posts; 215 permanent positions are filled, 9 temporary positions are filled and 44 vacancies. Outstanding payments to be processed before financial year end closure.
Vote 12 - Transport for Cape Town	(359,062)	-12.7%	The variance is a combination of under-/over expenditure on various items. 1. Employee-related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacant posts. 2. Depreciation (under), where expenditure is largely linked to the capitalisation rate of assets, based on the completion and progress of capital projects. 3. Other materials (over), due to accelerated expenditure by depots and districts on maintenance programmes. 4. Contracted Services (under), due to: a) Late start of projects identified and assessed for implementation. b) Slow progress on metro roads resealing and structures projects, due to delays in measurement of work let out and late start of the tender process. c) Less reliance on the use of labour brokers. d) Slower than anticipated roll-out of new MyCiTi Station Management contracts as a result of delays in further roll outs, reduction in operating hours of some stations and review of certain routes. e) Security cost (grant funded) (under), due to moderation of costs and delays in submission of invoices by service providers. 5. Other Expenditure (under), mainly on: a) IRT compensation(grant funded) (under), due to the lengthy negotiation process with taxi owners resulting in delays with settlement payments. b) Fuel (under), due to fluctuations in the price of fuel and stricter control measures put in place. c) Transport Services People (under), due to delay in submission and processing of final invoices.	The recruitment and selection process is on-going. At the end of 30 June 2016, the directorate had 210 vacancies. 176 vacancies were filled and 106 terminations processed from 1 July 2015 to 30 June 2016. Outstanding invoices to be processed before financial year-end. Provision will be raised as part of the financial year-end process to provide for the outstanding IRT payments. A request will be submitted to National Treasury to roll over 2015/16 unspent funds on grant-funded projects.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 13 - Utility Services	(280,448)	-1.8%	The variance is a combination of under-/over expenditure. 1. Employee-related costs (under), due to the turnaround time in filling vacancies and the internal filling of vacant posts. Delays with the initial appointment of apprentices and lower than anticipated expenditure on overtime further contributed to the variance. 2. Bulk purchases (over): a) Bulk Water, largely due to the higher than budgeted annual tariff increase by the Department of Water Services. In addition more water is being drawn from the Theewaterskloof Dam, (which carries a higher tariff), due to the low levels at the Voelvlei Dam resulting in a higher than planned rate of expenditure. b) Bulk Electricity, largely due to the excessively hot weather during summer resulting in a higher demand for cooling systems. 3. Finance Charges (under), largely due to the final year-end transaction for interest cost relating to the Rehabilitation of Landfill sites, which is only calculated and processed at financial year-end. 4. Depreciation (under), which is affected by the capitalisation rate of assets based on the completion and progress of capital projects. 5. Materials Other (under), largely due to lower than anticipated expenditure on R&M contracts and programmes as a result of delays with the initial implementation of projects and savings realised on issuing of refuse bags for street cleaning as a result of new initiative implemented to reduce costs. 6. Contracted Services (under) due to: a) Lower than planned expenditure on Litter Picking and Street Cleansing cost, due to an expired tender and the work now being done internally. b) Lower haulage expenditure for waste transportation between drop-offs and disposal sites as a result of the impact of waste minimisation initiatives and the impact of delays experienced in awarding the tender for drop-offs. c) Lower than planned expenditure on Labour Broker staff. d) Slower than anticipated intake of EPWP workers for janitorial services. e) Slower than anticipated expenditure on R&M and other projects during the year. f) Delays with submission of invoices from service providers and suppliers. 7. Other Expenditure (under) mainly on: a) Expenditure relating to the reactive component of R&M, which is of an ad hoc nature and difficult to plan accurately. b) Chemicals (under), due to lower than anticipated spend on chemicals, which are demand driven and dependent on climatic changes. c) Fuel (under), due to lower than anticipated fuel cost resulting from price fluctuations and less fuel needed for sanitation heat digesters and gas turbines for electricity generation. d) Hire Charges (under), due to lower than anticipated expenditure on specialised vehicle hire for street sweeping and excavations for water services. The City purchased its own street sweepers resulting in a reduction in hiring cost. e) Lower than anticipated expenditure on sludge removal of plants and depots.	The respective finance managers are monitoring the situation and corrective action will be taken where required. Final year-end transactions are underway and outstanding invoices will be processed

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	6,578,912	6,712,374	6,578,912	133,463	2.0%	6,578,912
Service charges - electricity revenue	9,976,994	11,127,619	11,127,619	11,178,170	11,127,619	50,551	0.5%	11,127,619
Service charges - water revenue	2,524,635	2,745,181	2,745,181	2,961,859	2,745,181	216,678	7.9%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	1,521,239	1,470,947	50,292	3.4%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	1,090,087	1,097,054	(6,967)	-0.6%	1,097,054
Service charges - other	393,743	561,765	556,423	554,989	556,423	(1,435)	-0.3%	556,423
Rental of facilities and equipment	369,121	345,646	365,189	358,008	365,189	(7,181)	-2.0%	365,189
Interest earned - external investments	543,356	271,687	580,766	596,647	580,766	15,881	2.7%	580,766
Interest earned - outstanding debtors	198,230	233,996	231,266	221,609	231,266	(9,657)	-4.2%	231,266
Dividends received	–	–	–	–	–	–	-	–
Fines	988,017	977,210	996,923	670,270	996,923	(326,653)	-32.8%	996,923
Licences and permits	43,111	43,028	29,444	41,476	29,444	12,032	40.9%	29,444
Agency services	168,519	153,993	153,993	182,152	153,993	28,159	18.3%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	3,178,916	4,106,009	(927,092)	-22.6%	4,106,009
Other revenue	2,384,151	2,441,185	2,348,837	2,409,229	2,348,837	60,391	2.6%	2,348,837
Gains on disposal of PPE	87,809	74,669	74,669	8,536	74,669	(66,133)	-88.6%	74,669
Total Revenue (excluding capital transfers	**29,262,688**	**31,670,081**	**32,463,232**	**31,685,561**	**32,463,232**	**(777,672)**	**-2.4%**	**32,463,232**
Expenditure By Type								
Employee related costs	8,124,733	9,847,508	9,925,534	9,632,289	9,922,676	(290,387)	-2.9%	9,922,676
Remuneration of councillors	128,412	139,311	139,311	134,637	139,311	(4,674)	-3.4%	139,311
Debt impairment	1,523,784	1,798,371	1,798,499	1,093,248	1,798,499	(705,251)	-39.2%	1,798,499
Depreciation & asset impairment	1,917,134	2,089,827	2,127,123	2,067,276	2,127,123	(59,848)	-2.8%	2,127,123
Finance charges	779,929	971,133	762,538	721,899	762,538	(40,639)	-5.3%	762,538
Bulk purchases	7,108,843	7,967,555	7,959,015	8,049,495	7,959,017	90,478	1.1%	7,959,017
Other materials	323,901	359,005	349,312	306,862	350,503	(43,642)	-12.5%	350,503
Contracted services	3,576,198	4,818,153	4,622,941	3,379,844	4,456,423	(1,076,579)	-24.2%	4,456,423
Transfers and grants	136,487	120,402	167,085	293,882	310,622	(16,740)	-5.4%	310,622
Other expenditure	3,772,749	3,978,981	4,760,978	4,174,486	4,785,624	(611,138)	-12.8%	4,785,624
Loss on disposal of PPE	3,096	–	–	3,888	–	3,888	100.0%	–
Total Expenditure	**27,395,265**	**32,090,246**	**32,612,336**	**29,857,805**	**32,612,336**	**(2,754,531)**	**-8.4%**	**32,612,336**
Surplus/(Deficit)	**1,867,422**	**(420,164)**	**(149,104)**	**1,827,755**	**(149,104)**	**1,976,859**	**-1325.8%**	**(149,104)**
Transfers recognised - capital	2,423,179	2,223,813	2,446,794	1,514,884	2,446,794	(931,910)	-38.1%	2,446,794
Contributions recognised - capital	44,219	53,761	68,734	53,823	68,734	(14,911)	-21.7%	68,734
Contributed assets	4,953	–	–	100	–	100	100.0%	–
Surplus/(Deficit) after capital transfers &	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**			**2,366,424**
Taxation	–	–	–	–	–			–
Surplus/(Deficit) after taxation	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**			**2,366,424**
Attributable to minorities	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**			**2,366,424**
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	**4,339,773**	**1,857,410**	**2,366,424**	**3,396,563**	**2,366,424**			**2,366,424**

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	133,463	2.0%	The variance is a combination of over-/under-recovery. 1. Property Rates (over), where the actual billing for the year was more than planned. 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 applications received and properties that qualify.	Year-end transactions are still in progress and the outcome will impact on final variances.
Service charges - electricity revenue	50,551	0.5%	The variance is mainly on Electricity Service Charges, due to consumer demand, which resulted in higher than planned sale of electricity. The continuous initiative to replace credit meters with prepaid meters further contributed to the variance.	Year-end transactions are still in progress and the outcome will impact on final variances.
Service charges - water revenue	216,678	7.9%	The variance is mainly on Water Sales and is due to the impact of the implemented water restrictions, the impact of billing cycle days, meter reading and billing corrections, meter replacements and consumer demand/consumption during the year.	Year-end transactions are still in progress and the outcome will impact on final variances.
Service charges - sanitation revenue	50,292	3.4%	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.	Year-end transactions are still in progress and the outcome will impact on final variances.
Service charges - refuse revenue	(6,967)	-0.6%	The under-recovery is a combination of over-/under-recovery. 1. Refuse Removal charges (over), which is due to the outcome of the consumer data clean-up. 2. Disposal Coupons (under), due to lower demand for coupons from contractors. 3. Special Waste Fees (over), due to higher than planned revenue from the disposal of Hazardous Waste.	Year-end transactions are still in progress and the outcome will impact on final variances.
Service charges - other	(1,435)	-0.3%	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., which are demand driven and cannot be accurately estimated. 2. Fire Fees within Safety & Security (over), due to the higher than estimated fire incidents. 3. Service Charges-Infrastructure (under), mainly due to less income received than planned for the provision of Broadband and Radio Trunking Services. 4. Busfares-Transit products (over), due to higher than planned demand/usage of services. 5. Camp/Resort Fees within Community Services (under), due to lower than planned demand/usage of facilities. 6. Admission Fees within Community Services (over), due to a zero budget provision as the budget provision is against Camp/Resort Fees. 7. Impoundment Fees for Vehicles/Cellphones (under), due to the lower than planned impoundments and a greater awareness of regulations by the public. 8. Building Levies (over), due to a higher number of building plans submitted than estimated. 9. Industrial Effluent (under), due to greater consumer awareness of and compliance to the Industrial Effluent by-Law. 10. Treatment Effluent Sales (over), due to higher demand and sales than planned. 11. Signage Fees (under), due to signage encroachment contracts that lapsed during the year.	Year-end transactions are still in progress and the outcome will impact on final variances. The audit process to identify encroachments and its owners will be conducted. New contracts will be signed by identified owners for implementation in the 2016/17 financial year.
Rental of facilities and equipment	(7,181)	-2.0%	The under-recovery is mainly within the Human Settlements directorate and is due to the sale and transfer of rental units to home owners.	Year-end transactions are still in progress and the outcome will impact on final variances.
Interest earned - external investments	15,881	2.7%	The over-recovery is within the Finance directorate where the actuals are higher than planned due to cash and investment fund balances being more favourable than planned.	Year-end transactions are still in progress and the outcome will impact on final variances.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Interest earned - outstanding debtors	(9,657)	-4.2%	The under-recovery is mainly due to lower than planned interest billed on Property Rates debtors for the year.	Year-end transactions are still in progress and the outcome will impact on final variances.
Dividends received	–	-	-	-
Fines	(326,653)	-32.8%	The under-recovery is mainly on Traffic Fines Accruals, due to fewer than planned fines issued during the year. The accurate planning of the number of fines to be issued during a year is not possible and impacts on the budget provision for the year.	Year-end transactions are still in progress and the outcome will impact on final variances.
Licences and permits	12,032	40.9%	The over-recovery is mainly within Safety & Security and is due to the higher than planned applications received for learner licences, learner driver certificates and PDP operator certificates.	Year-end transactions are still in progress and the outcome will impact on final variances.
Agency services	28,159	18.3%	The over-recovery is mainly within the Finance directorate, due to the licence renewal tariff increase and more renewals processed as a result of an initiative implemented by the City and Provincial Government enforcing renewal of motor vehicle licences.	Year-end transactions are still in progress and the outcome will impact on final variances.
Transfers recognised - operational	(927,092)	-22.6%	The variance is a combination of over-/under-recovery. 1. Human Settlements (R708.7 million under), due to: a) Delays with awarding tender for Morningstar development, slow progress on Delft The Hague Phase 1 project and termination of contract for the Belhar - Pentech project, due to poor performance by the contractor. b) Lower than anticipated rate of expenditure on Atlantis Kanonkop, Valhalla Park and Greenville projects as a result of community protests, vandalism and robberies experienced by contractors resulting in delays on projects. c) Delays in appointment of consultants for feasibility studies and pre-planning on USDG projects. 2. Transport for Cape Town (R199 million under), where the expenditure (and corresponding revenue recognition) on the grant is slower than projected, due to: a) A reduction in operating hours at MyCiTi stations. b) Delays in payments of IRT Taxi Compensations resulting from lengthy negotiations. c) Delays with the appointment of professional services for the CITP, filling of grant-funded posts and processing final invoices. 3. Finance (R81 million over) relating to the USDG VAT claw back which will be used for future capital programmes. 4. Health (R70 million under), due to accounts for Vaccines and ARV Drugs for May and June, which have still not been paid as there are delays stemming from system problems at the Provincial Department of Health.	Year-end transactions are still in progress and outstanding invoices still to be processed which will impact on final variances. A request for roll-over funding to the 2016/17 financial year will be made during the August 2016 adjustments budget. The formal tender process for the Belhar - Pentech project and bid evaluation process for the Morningstar projects are underway. The process to terminate the contract for Delft The Hague Phase 1 project with the contractor has started and will the tender will be re-advertised in the 2016/17 financial year.
Other revenue	60,391	2.6%	The main contributors to this over-recovery are: 1. CIDS-Commercial, due to higher than planned revenue from CID Levies, which are based on property valuations and is impacted by valuation changes, valuation objection outcomes, court rulings, supplementary valuations and new valuations. 2. Fair Value Adjustments (within Human Settlements), where adjustments were made in order to reflect the fair value adjustment on land purchased by the City for housing development. 3. Forfeited Retentions and Penalties, due to the recovery of retentions and penalties recovered, due to non-compliance in terms of tender specifications on completed/cancelled contracts and projects.	No corrective actions required. Year-end transactions are still in progress and the outcome will impact on final variances.
Gains on disposal of PPE	(66,133)	-88.6%	The under-recovery is mainly within the Finance directorate. This relates to the sale of land within the City where the finalisation of such transactions cannot be planned accurately.	The final outcome of transactions (R108 million) still needs to be processed and will change the final result for the year.

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	(290,387)	-2.9%	The variance is mainly due to: a) The turnaround time in filling vacancies and the internal filling of vacant posts. b) Appointment of seasonal workers and temporary staff, which depends on peak seasons as and when departments required additional labour. c) Overtime payments for June 2016, which will only be paid in July 2016 and written back to June 2016.	The City had 2 482 vacancies as at 30 June 2016. As from 1 July 2015, 3 795 positions were filled (1 794 internal and 2 001) external) with 2 557 terminations processed. The filling of vacancies is on-going and seasonal staff is 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	(4,674)	-3.4%	The variance is largely due to councillor vacancies, which arose during the year as well as lower than anticipated ad hoc kilometre claims from councillors.	No remedial action required.
Debt impairment	(705,251)	-39.2%	The variance is largely due to the provision for impairment on traffic fine income, which is processed of at year-end.	No remedial action required.
Depreciation & asset impairment	(59,848)	-2.8%	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.	No remedial action required.
Finance charges	(40,639)	-5.3%	The variance is due to: a) Lower than planned interest paid on external loans as the City did not take up an external loan, due to its strong financial position. b) The final year-end transaction for the interest cost relating to the Rehabilitation of Landfill sites still needs to be processed.	No remedial action required.
Bulk purchases	90,478	1.1%	The over expenditure is on: 1. Bulk purchases - Water, largely due to the revised tariff implementation by the National Department of Water & Sanitation and the impact of the increased demand for water from the Theewaterskloof Dam, due to the low levels of the Voelvlei Dam. The tariff for the Theewaterkloof Dam is higher than for the Voelvlei Dam resulting in a higher than anticipated rate of expenditure on bulk purchases. 2. Bulk Purchases - Electricity, largely due to excessively hot weather in summer resulting in higher demand for cooling systems.	The processing of virements to cover the shortfall is underway.
Other materials	(43,642)	-12.5%	The variance is largely due to: 1) Lower than anticipated YTD expenditure on R&M contracts and programmes as a result of delays in the initial implementation of projects. 2) Savings were realised on the issue of refuse bags as a result of a new initiative implemented to try and reduce costs.	The respective finance managers are monitoring the situation and corrective action is taken where required. Savings realised will be utilised to fund shortfalls identified within the relevant directorate/department.

Table continues on next page.

Annexure A: In-year report (June 2016)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Contracted services	(1,076,579)	-24.2%	The variance is largely due to: 1.The cumulative impact of lower than anticipated expenditure on R&M and other projects. 2. Savings realised as a result of delays in awarding the new Litter Picking tenders for the servicing of Informal Settlements as well as lower haulage expenditure for waste transportation between drop-offs and disposal sites resulting from waste minimisation initiatives implemented. 3. Delays in submission of invoices from service providers and suppliers. 4. Lower than planned rate of expenditure on grant-funded housing development projects, due to community protests, vandalism, robberies experienced by contractors and termination of contracts as a result of poor performance by contractors. 5. Final transactions against the VAT claw back provision, which must still be processed. 6. Lower than planned expenditure as a result of slow progress on metro roads resealing and structures (bridges) projects, due to delays in measurement of work and the late start of the tender process. 7. Slower than anticipated roll-out of new MyCiTi Station Management contracts as a result of delays in further roll outs, reduction in operating hours of some stations and the review of certain routes.	Outstanding invoices to be processed and grant-funded projects to be continued in the 2016/17 financial year. Savings realised will be used to fund shortfalls on expenditure items.
Transfers and grants	(16,740)	-5.4%	The variance is largely due to: 1. Delays in processing transfers to beneficiaries as a result of outstanding documents needed to finalise memoranda of agreement. 2. Lower than planned expenditure on sponsorships and event-related expenditure.	Outstanding transactions to be processed before year-end closure.
Other expenditure	(611,138)	-12.8%	The variance is largely on: 1. Chemicals, due to lower than anticipated spend as this expenditure is demand driven and dependent on climatic changes. 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 dependent on the number of immunisations required during the year as well as 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 who qualifies for the rebate. 5. Peoples Housing Process (PHP) payments, due to the lower than anticipated rate of expenditure on PHP projects, which is difficult to estimate per month as many factors influence the rate of house construction by communities. 6. Various R&M-related expenditure items, due to lower than anticipated expenditure on re-active maintenance, which is difficult to plan accurately. 7. Hire Charges, due to lower than anticipated expenditure on specialised vehicle hire for street sweeping and excavations for water services infrastructure. The City purchased additional street sweepers, which reduced hiring costs. 8. Transport Services People, due to delays in submission and processing of final invoices from service providers. 9. Lower than planned expenditure on telecommunication and computer services costs, due to a lower demand for services during the year.	Outstanding invoices to be processed and grant-funded projects to be continued in the 2016/17 financial year. Savings realised will be used to fund shortfalls on expenditure items identified within the various votes/departments.
Loss on disposal of PPE	3,888	100.0%	The variance relates to relates stock losses/theft, which has been recorded against no budget in the 2015/16 financial year.	This will be recovered pending the outcome of an investigation, which is currently underway.

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						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation								
Vote 1 - City Health	20,173	15,673	21,288	16,192	21,288	(5,096)	-23.9%	17,744
Vote 2 - City Manager	13,920	14,954	19,274	17,953	19,274	(1,321)	-6.9%	19,110
Vote 3 - Community Services	199,711	160,331	221,715	180,960	221,715	(40,755)	-18.4%	202,009
Vote 4 - Corporate Services & Compliance	382,773	425,013	463,779	408,985	463,779	(54,794)	-11.8%	460,709
Vote 5 - Energy, Environmental & Spatial Planning	56,216	80,064	64,169	62,646	64,169	(1,523)	-2.4%	63,120
Vote 6 - Finance	90,740	141,379	40,186	38,940	40,186	(1,246)	-3.1%	39,250
Vote 7 - Human Settlements	962,031	420,835	430,993	264,992	430,993	(166,001)	-38.5%	330,865
Vote 8 - Rates & Other	–	–	–	–	–	–		–
Vote 9 - Safety & Security	82,095	105,163	149,957	149,474	149,957	(483)	-0.3%	149,881
Vote 10 - Social Dev & Early Childhood Development	23,251	11,971	15,760	15,145	15,760	(615)	-3.9%	15,631
Vote 11 - Tourism, Events & Economic Development	36,678	41,098	41,403	40,008	41,403	(1,396)	-3.4%	40,843
Vote 12 - Transport for Cape Town	1,218,720	1,399,805	1,651,077	1,287,063	1,651,077	(364,014)	-22.0%	1,482,796
Vote 13 - Utility Services	2,165,433	3,227,699	3,009,494	2,613,158	3,009,494	(396,336)	-13.2%	2,737,047
Total Capital Expenditure	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**	**6,129,094**	**(1,033,579)**	**-16.9%**	**5,559,005**
Capital Expenditure - Standard Classification								
Governance and administration	**520,222**	**587,509**	**538,084**	**480,884**	**538,084**	**(57,199)**	**-10.6%**	**533,570**
Executive and council	31,234	21,193	48,140	45,049	48,140	(3,091)	-6.4%	45,717
Budget and treasury office	16,215	14,495	15,590	15,325	15,590	(266)	-1.7%	15,415
Corporate services	472,772	551,820	474,353	420,511	474,353	(53,842)	-11.4%	472,438
Community and public safety	**1,341,328**	**799,473**	**894,472**	**676,533**	**894,472**	**(217,939)**	**-24.4%**	**770,822**
Community and social services	81,411	69,196	98,479	82,117	98,479	(16,362)	-16.6%	91,062
Sport and recreation	151,529	124,613	158,466	133,147	158,466	(25,319)	-16.0%	145,972
Public safety	126,115	169,157	184,909	179,742	184,909	(5,167)	-2.8%	184,836
Housing	962,099	420,904	431,340	265,335	431,340	(166,005)	-38.5%	331,208
Health	20,173	15,603	21,279	16,192	21,279	(5,087)	-23.9%	17,744
Economic and environmental services	**1,277,386**	**1,502,183**	**1,757,586**	**1,390,745**	**1,757,586**	**(366,841)**	**-20.9%**	**1,588,078**
Planning and development	38,812	83,570	59,427	57,070	59,427	(2,358)	-4.0%	58,440
Road transport	1,227,644	1,408,046	1,680,885	1,316,870	1,680,885	(364,015)	-21.7%	1,512,602
Environmental protection	10,930	10,567	17,273	16,805	17,273	(468)	-2.7%	17,035
Trading services	**2,111,807**	**3,154,319**	**2,938,452**	**2,546,853**	**2,938,452**	**(391,599)**	-13.3%	**2,666,035**
Electricity	898,889	1,343,939	1,122,854	959,927	1,122,854	(162,927)	-14.5%	1,006,764
Water	524,051	786,494	854,730	672,361	854,730	(182,369)	-21.3%	714,618
Waste water management	460,858	726,171	690,763	663,636	690,763	(27,127)	-3.9%	685,017
Waste management	228,009	297,715	270,105	250,929	270,105	(19,176)	-7.1%	259,637
Other	**999**	**500**	**500**	**500**	**500**	–		**500**
Total Capital Expenditure - Standard Classification	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**	**6,129,094**	**(1,033,579)**	**-16.9%**	**5,559,005**
Funded by:								
National Government	2,189,129	2,137,367	2,266,580	1,793,423	2,266,580	(473,157)	-20.9%	2,055,749
Provincial Government	282,292	86,446	180,214	151,555	180,214	(28,659)	-15.9%	159,372
District Municipality	–	–	–	–	–	–		–
Other transfers and grants	1,892	–	341	255	341	(86)	-25.2%	333
Transfers recognised - capital	**2,473,313**	**2,223,813**	**2,447,135**	**1,945,233**	**2,447,135**	**(501,902)**	**-20.5%**	**2,215,454**
Public contributions & donations	44,219	53,761	68,392	61,524	68,392	(6,868)	-10.0%	63,442
Borrowing	2,152,377	2,579,264	2,529,240	2,329,542	2,529,240	(199,698)	-7.9%	2,479,699
Internally generated funds	581,833	1,187,146	1,084,326	759,216	1,084,326	(325,111)	-30.0%	800,409
Total Capital Funding	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**	**6,129,094**	**(1,033,579)**	**-16.9%**	**5,559,005**

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	(5,096)	-23.9%	The variance reflects on the following projects: 1. Acquisition of small generators: Delays as a result of appeals received against award of tender. 2. New Fisantekraal Clinic: Acquisition of land was delayed, due to unresolved issues relating to the terms of the Deed of Sale.	1. The tender is being re-evaluated. Funds to be rolled over into the 2016/17 financial year. 2. The Property Management department is negotiating the terms of the Deed of Sale with the Seller's attorney.
Vote 2 - City Manager	(1,321)	-6.9%	Project Portfolio Management project: Invoices for work done up to 30 June 2016 were only reconciled in the first week of July 2016. Project is on track according to planned progress.	Invoices are being checked and reconciled against timesheets before it can be GRN'd.
Vote 3 - Community Services	(40,755)	-18.4%	City Parks: a) Welmoed Cemetery Development: Construction tender commenced later than anticipated. Fencing period tender still awaiting guarantees and handover. b) Atlantis Cemetery Upgrade: Poor contractor performance. c) Vaalfontein Cemetery Development: Contractor only appointed in June 2016 after lengthy evaluation process. Guarantees, sureties and way leaves are yet to be approved in order for contractor to take site handover. d) Upgrade of Jungle Town Park: Challenges with gang violence on site. Contractor is still on site. Work completed 5 July 2016. e) Upgrade Khayelitsha Cemetery: Fencing period tender still awaiting guarantees and tender handover. Sport & Recreation: a) Atlantis Synthetic Pitch: Contractor is currently busy with layer works and completion of sub-soil drainage. Projected expenditure was based on optimum progress projections from the contractor. Actual progress was slightly slower than the optimum projection, although the progress is still in line with the contract time frames. b) Hanover Park Synthetic Pitch: Project delayed, due to poor performance of contractor. c) Oatlands Resort Upgrade: Planned work in terms of the project could be not be completed, due to a fire at the facility resulting in a major unspent balance of the funding. The project manager is in the process of verifying work done.	Roll-over to be applied for in the August 2016 adjustment budget in order to ensure that projects are completed in the 2016/17 financial year.
Vote 4 - Corporate Services & Compliance	(54,794)	-11.8%	1. Broadband and Digital Inclusion projects: Invoices for construction costs are only due in the second week of July. 2. Specialised Vehicles: Assembling of the fire trucks have been completed and invoices were received.	1. Liaising with contractor to submit the outstanding invoices as a matter of urgency. 2. Invoices will be GRN'd shortly.
Vote 5 - Energy, Environmental & Spatial Planning	(1,523)	-2.4%	Immaterial variance.	-

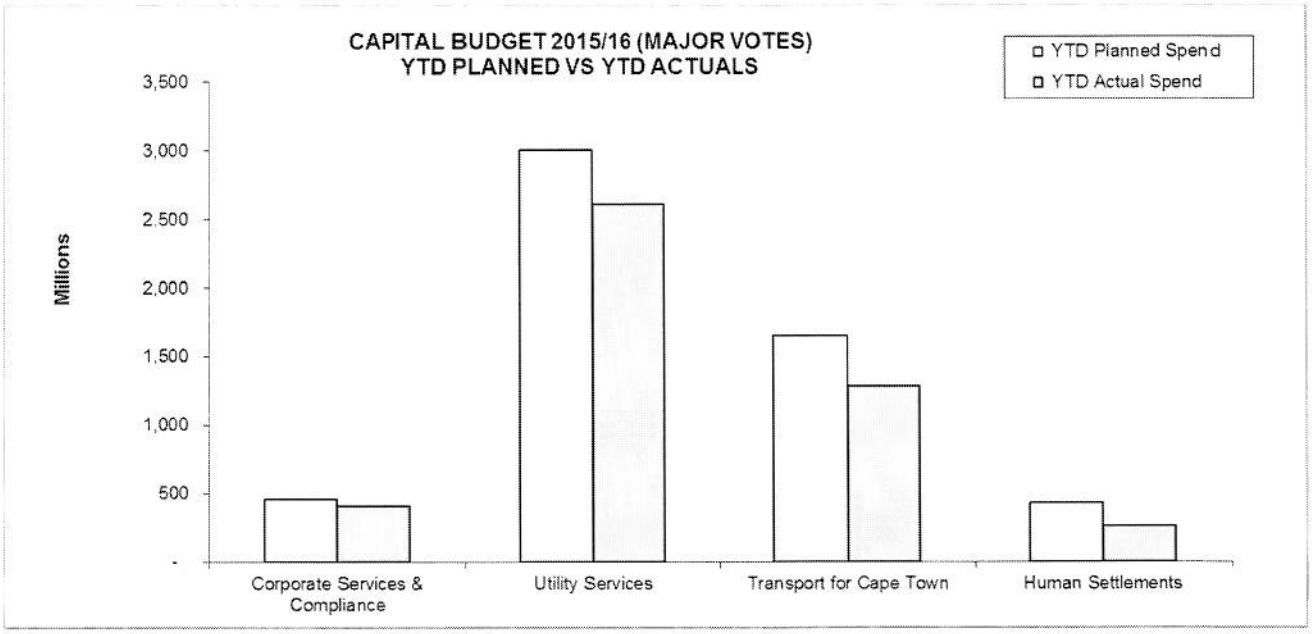
Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 6 - Finance	(1,246)	-3.1%	Immaterial variance.	-
Vote 7 - Human Settlements	(166,001)	-38.5%	The variance relates to various projects: 1. Original invoice for the payment of the land purchase from the Blaauwberg Housing Association was incorrect. City awaiting revised invoice. 2. District 6 Project - Bulk Infrastructure Phase 3: The City's Trade and Investment department is in the process of engaging with National Government regarding this project. 3. Langa Hostels CRU Project (463 units): After the most recent reconciliations were done by the consultants, a saving of approximately R3 million is expected to be realised by 30 June 2016. 4. Scottsdene New CRU Project - 350 Units: Major delays experienced, due to heavy rain and gang violence, which resulted in the site being closed. The contractor is back on site and invoices are being paid as presented for work completed. 5. Major Upgrading – Rental Units: Budget intended for various major upgrading projects as approved by PGWC. Most of the projects are currently in the planning phase. 6. Urbanisation: Budget intended for various informal settlements projects including Re-blocking and Backyarder projects. Challenges relating to community resistance are currently being experienced on certain Re-blocking projects. Funding on the Re-blocking projects will not be spent in the 2015/16 financial year. 7. Vissershok: Awaiting conclusion of MFMA Section 116(3) process to release payment to contractor. 8. Installation of Retrofit Ceilings (Bishop Lavis): The project is not progressing at the pace initially planned, due to the complexity of access to existing homes and the work required.	1. R47 009 970 will be charged to Land Acquisition (USDG) in the 2015/16 financial year. 2. Final expenditure is dependent on conclusion of the relevant agreements with National Government. 3. Project to be completed in the 2015/16 financial year. 4. The project is anticipated to finish in August 2016. 5. An application has been submitted to the MEC for Housing for an extension to 30 June 2018 to complete the project. 6. Invoices for all projects completed in 2015/16 have been submitted for payment. Engagements with communities where challenges ito delivery are experienced are ongoing. 7. Full expenditure anticipated following completion of the MFMA S116 process. 8. An application has been submitted to the MEC for Housing requesting increase scope of work and extension to completion date. Following up with PGWC.
Vote 8 - Rates & Other	–	-	-	-
Vote 9 - Safety & Security	(483)	-0.3%	Immaterial variance.	-
Vote 10 - Social Dev & Early Childhood Development	(615)	-3.9%	Immaterial variance.	-
Vote 11 - Tourism, Events & Economic Development	(1,396)	-3.4%	Immaterial variance.	-
Vote 12 - Transport for Cape Town	(364,014)	-22.0%	The variance is due to the following factors: 1. Tender appeals, which have delayed the commencement of work certain projects. 2. EIA process delays and approvals for the acquisition of property, which have impacted on expenditure. 3. Industry negotiations have taken longer than planned resulting in delays in the commencement of work. 4. Community and labour disruptions have caused delays to a number of projects and certain construction work is behind schedule due to poor contractor performance. In some cases contracts were terminated, resulting in further delays. 5. There were delays in the delivery of equipment for the Advanced Public Transport Management System and the bus readiness for the installation of equipment. 6. Ongoing monitoring and evaluation of the roll out of the IRT system has resulted in some contract deliverables having been reconsidered and design changes having been made, which has delayed the roll out to some extent.	1 to 4. Project planning will be improved to provide for foreseeable delays. 5. The agreement with bus suppliers to ensure busses are ready for the installation of equipment has been signed. 6. Systems and business planning to provide for flexibility to accommodate design changes. Procurement to review the ability of contractors to deliver.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Vote 13 - Utility Services	(396,336)	-13.2%	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	(30)	-21.5%	Insurance provision (R30 000): This is only used when an insurance claim is settled and the replacement asset is procured.	None required.
Water & Sanitation	(209,496)	-13.6%	Variance mainly due to delays experienced against the following projects: 1. Acquisition & Commissioning of large Generators: Delays due to appeals against tender, which was recently revoked and needs to be re-evaluated. 2. Bulk Water Augmentation Scheme: a) Muldersvlei Reservoir & WTP: Landowners' responses received (declining offers) delaying the process, expropriation of one property has commenced. Acquisition report for one property approved by MAYCO in June 2016. The City is trying to reach an agreed settlement for portions of the remaining two properties, failing which, expropriation will commence. b) Professional Services contract in progress, but delayed by landowner denying the City access to the site until transfer of the land has been concluded. This means that the geotechnical survey of the site could not commence, resulting in the detailed design being delayed. Invoices for final payments of projects completed by 30 June 2016 are still being processed.	Committed unspent funds to be rolled-over as part of the August 2016 adjustments budget process. The department will ensure that all remaining invoices for goods and/or services delivered by or before 30 June 2016 are GRN'd by 11 July 2016.
Solid Waste Management	(19,176)	-7.1%	Variance mainly due to delays experienced against the following projects: 1. Replacement - Plant & Vehicles FY2016: Delay in the delivery of vehicles. 2. New Transfer Station Infrastructure: Delay in the delivery of two transformers. Invoices for final payments of projects completed by 30 June 2016 are still being processed.	Committed unspent funds to be rolled-over as part of the August 2016 adjustments budget process. The department will ensure that all remaining invoices for goods and/or services delivered by or before 30 June 2016 are GRN'd by 11 July 2016.
Cape Town Electricity	(167,634)	-14.0%	Variance mainly due to delays experienced against the following projects: 1. Hout Bay LV Depot: Project delayed due to land acquisition issues. Professional fees paid. 2. City Depot CBD - New: There were some delays with some areas of demolition and neighbouring constructional concerns, but alternative arrangements have been made to continue with work in other areas on the site. 3. Milnerton: Sub-Depot - Street Lighting: Project has been extensively delayed, due to protracted tender processes caused by change in legislation around local content requirements. Tender was awarded at BAC on 27 June 2016. Tender is now in 21 day appeal period. Only professional fees will be paid in the 2015/16 financial year. 4. Atlantis Industrial New Main Substation: Building work is in progress. Plinths for the HV Switching Yard completed. Awaiting Eskom approval for the earthmat design. Delay in delivery of equipment from Germany resulted in installation being delayed. 5. Bloemhof Network Control Centre: Project delayed, due to protracted tender processes. Only professional fees will be spent in the 2015/16 financial year. 6. Vanguard Depot - Rebuild: Project has been extensively delayed, due to protracted tender processes caused by change in legislation around local content requirements. Project is 70% complete in phase 1. 7. Mitchells Plain Depot - Alterations: Tender awarded at BAC on 27 June 2016 and is now in the 21 day appeal period. Only professional fees will be paid in the 2015/16 financial year. Invoices for final payments of projects completed by 30 June 2016 are still being processed.	Committed unspent funds to be rolled-over as part of the August 2016 adjustments budget process. The department will ensure that all remaining invoices for goods and/or services delivered by or before 30 June 2016 are GRN'd by 11th July 2016.

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



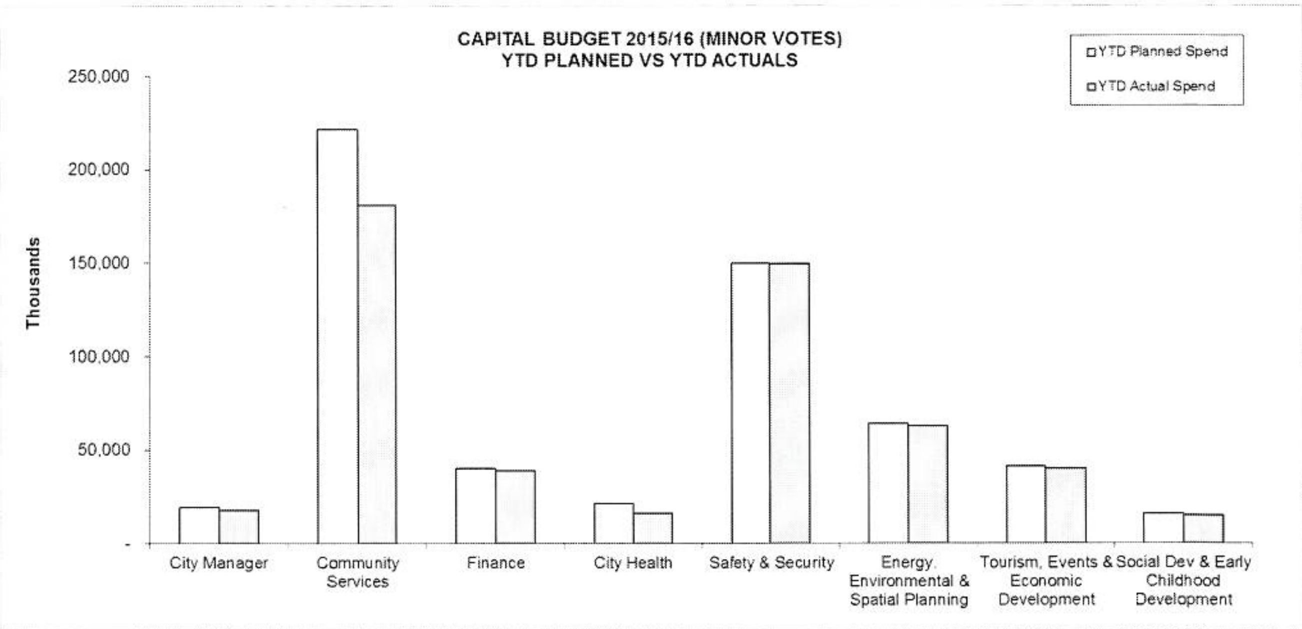


Table C6: Monthly Budget Statement - Financial Position

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	–	–	3,137,329	–
Call investment deposits	1,746,347	3,607,195	2,757,917	1,746,347	2,757,917
Consumer debtors	4,618,497	4,740,731	4,849,763	3,801,652	4,849,763
Other debtors	707,217	504,938	777,939	775,451	777,939
Current portion of long-term receivables	19,838	19,470	20,830	19,838	20,830
Inventory	280,316	311,022	308,348	255,337	308,348
Total current assets	**10,571,364**	**9,183,356**	**8,714,796**	**9,735,954**	**8,714,796**
Non current assets					
Long-term receivables	75,324	94,142	71,558	72,786	71,558
Investments	3,753,617	3,911,206	3,939,969	4,508,361	3,939,969
Investment property	–	–	–	–	–
Investments in Associate	–	–	–	–	–
Property, plant and equipment	34,749,931	38,924,165	38,445,447	37,778,171	38,445,447
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Other non-current assets	–	–	–	–	–
Total non current assets	**38,578,872**	**42,929,513**	**42,456,974**	**42,359,318**	**42,456,974**
TOTAL ASSETS	**49,150,236**	**52,112,868**	**51,171,770**	**52,095,272**	**51,171,770**
LIABILITIES					
Current liabilities	–	–	–	–	–
Bank overdraft	–	–	–	–	–
Borrowing	345,682	498,690	474,100	345,681	474,100
Consumer deposits	272,258	447,963	299,484	324,633	299,484
Trade and other payables	6,911,132	6,907,829	6,443,053	6,065,981	6,443,053
Provisions	1,127,282	975,045	1,124,940	1,025,769	1,124,940
Total current liabilities	**8,656,354**	**8,829,527**	**8,341,577**	**7,762,064**	**8,341,577**
Non current liabilities					
Borrowing	6,415,499	8,032,745	6,032,745	6,161,160	6,032,745
Provisions	5,624,708	6,359,098	5,977,349	6,513,614	5,977,349
Total non current liabilities	**12,040,207**	**14,391,843**	**12,010,094**	**12,674,775**	**12,010,094**
TOTAL LIABILITIES	**20,696,561**	**23,221,369**	**20,351,672**	**20,436,839**	**20,351,672**
NET ASSETS	**28,453,675**	**28,891,499**	**30,820,098**	**31,658,433**	**30,820,098**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,663,410	27,044,035	28,525,505	29,278,581	28,525,505
Reserves	2,790,265	1,847,464	2,294,593	2,379,852	2,294,593
TOTAL COMMUNITY WEALTH/EQUITY	**28,453,675**	**28,891,499**	**30,820,098**	**31,658,433**	**30,820,098**

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	6,471,517	6,862,988	6,471,517	391,471	6.0%	6,471,517
Service charges	13,768,730	15,773,011	15,785,856	16,262,257	15,785,856	476,401	3.0%	15,785,856
Other revenue	3,351,237	3,107,198	3,024,013	5,371,807	3,024,013	2,347,794	77.6%	3,024,013
Government - operating	3,251,460	3,579,752	4,106,009	2,917,478	4,106,009	(1,188,530)	-28.9%	4,106,009
Government - capital	2,423,179	2,277,574	2,515,528	2,515,528	2,515,528	–		2,515,528
Interest	735,298	442,109	580,779	520,830	580,779	(59,949)	-10.3%	580,779
Dividends	–	–	–	–	–	–		–
Payments								
Suppliers and employees	(22,780,459)	(26,548,109)	(27,373,994)	(29,675,324)	(27,373,994)	2,301,331	-8.4%	(27,373,994)
Finance charges	(709,455)	(887,380)	(703,079)	(689,935)	(703,079)	(13,144)	1.9%	(703,079)
Transfers and Grants	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,058,725**	**4,184,203**	**4,406,629**	**4,085,629**	**4,406,629**	**321,000**	**7.3%**	**4,406,629**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	91,419	74,669	74,669	–	74,669	(74,669)	-100.0%	74,669
Decrease (Increase) in non-current debtors	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables	28,800	4,955	3,766	–	3,766	(3,766)	-100.0%	3,766
Decrease (increase) in non-current investments	361,949	(170,422)	(186,352)	–	(186,352)	186,352	-100.0%	(186,352)
Payments								
Capital assets	(5,200,493)	(5,955,826)	(6,041,566)	(3,128,482)	(6,041,566)	(2,913,084)	48.2%	(6,041,566)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,718,325)**	**(6,046,623)**	**(6,149,483)**	**(3,128,482)**	**(6,149,483)**	**(3,021,001)**	**49.1%**	**(6,149,483)**
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	27,226	–	27,226	(27,226)	-100.0%	27,226
Payments								
Repayment of borrowing	(309,852)	(368,931)	(285,598)	(282,747)	(285,598)	(2,851)	1.0%	(285,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(407,811)**	**1,671,793**	**(258,372)**	**(282,747)**	**(258,372)**	**24,375**	**-9.4%**	**(258,372)**
NET INCREASE/ (DECREASE) IN CASH HELD	**932,589**	**(190,628)**	**(2,001,226)**	**674,400**	**(2,001,226)**			**(2,001,226)**
Cash/cash equivalents at beginning:	2,266,559	2,265,410	3,199,148	3,199,148	3,199,148			3,199,148
Cash/cash equivalents at month/year end:	3,199,148	2,074,783	1,197,922	3,873,548	1,197,922			1,197,922

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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	391,471	6.0%	The increased recovery is due to improved collection efforts.	No corrective action required at this time.
Service charges	476,401	3.0%	Immaterial variance.	No corrective action required at this time.
Other revenue	2,347,794	77.6%	The variance relates to grant allocations received and output VAT. The corresponding input Vat is reflected in General Expenses and the Vat figures were not netted off.	No corrective action required at this time.
Government - operating	(1,188,530)	-28.9%	The variance relates to grant allocations received but currently included in 'Other revenue' line item above.	No corrective action required at this time.
Government - capital	–		-	-
Interest	(59,949)	-10.3%	Cash relating to non-current investments still to be allocated to interest as part of year-end procedure.	No corrective action required at this time.
Payments				
Suppliers and employees	2,301,331	-8.4%	The variance is a compensating difference as the system is unable to differentiate between capital and operating expenditure accurately. Refer 'Capital assets' below.	No corrective action required at this time.
Finance charges	(13,144)	1.9%	Immaterial variance.	No corrective action required at this time.
Transfers and Grants	–		-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	**321,000**	**7.3%**		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE	(74,669)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No corrective action required at this time.
Decrease (Increase) in non-current debtors	–		The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No corrective action required at this time.
Decrease (increase) other non-current receivables	(3,766)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No corrective action required at this time.
Decrease (increase) in non-current investments	186,352	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No corrective action required at this time.
Payments				
Capital assets	(2,913,084)	48.2%	Although there was a slower cash outflow than originally expected, in certain instances the system was unable to accurately differentiate between capital and operating expenditure resulting in greater variances. Refer 'Suppliers and employees' above.	No corrective action required at this time.
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(3,021,001)**	**49.1%**		
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Short term loans	–		-	-
Borrowing long term/refinancing	–		-	-
Increase (decrease) in consumer deposits	(27,226)	-100.0%	The financial year-end process is still in progress. Once period 13 is completed then the proceeds can be determined.	No corrective action required at this time.
Payments	–			
Repayment of borrowing	(2,851)	1.0%	Immaterial variance.	No corrective action required at this time.
NET CASH FROM/(USED) FINANCING ACTIVITIES	**24,375**	**-9.4%**		

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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	Budget Year	Budget Year
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	2015/16	+1 2016/17	+2 2017/18
Cash Receipts By Source															
Property rates	492,123	500,769	620,023	823,289	521,068	549,720	549,263	575,238	565,212	575,085	585,064	506,135	6,862,988	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	907,651	908,854	942,745	934,346	11,213,640	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	270,156	258,628	254,542	244,847	2,540,714	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	143,440	132,168	139,990	133,639	1,429,828	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	58,339	59,404	62,102	61,956	683,986	765,310	823,926
Service charges - other	29,429	25,007	27,414	40,716	36,855	32,507	36,815	33,942	35,412	28,643	37,339	30,009	394,090	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	28,539	21,432	24,469	52,192	297,781	100,589	99,109
Interest earned - external investments	52,096	37,363	34,935	37,627	33,460	47,881	43,227	35,968	46,051	44,099	51,564	56,560	520,830	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	20,551	20,413	21,697	22,780	248,666	204,430	217,470
Licences and permits	2,880	18,811	24,723	16,055	23,510	25,675	10,726	29,386	18,219	18,893	28,446	21,483	238,806	207,858	219,082
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfer receipts - operating	1,080,851	–	–	167,726	350,000	175,173	12,268	49,720	1,026,346	24,951	15,646	14,798	2,917,478	3,658,622	3,972,647
Other revenue	291,565	888,889	29,538	214,034	222,467	855,206	177,115	245,936	912,394	171,318	339,870	238,222	4,586,554	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**	**4,032,310**	**2,263,888**	**2,503,475**	**2,316,967**	**31,935,361**	**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	774,686	–	–	–	2,515,528	2,467,206	2,419,961
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	95,666	84,361
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	2,200,000	1,000,000
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	29,948	32,943
Receipt of non-current debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Receipt of non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	3,578	3,399
Change in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	(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**	**4,806,996**	**2,263,888**	**2,503,475**	**2,316,967**	**34,450,888**	**36,346,683**	**38,558,528**

Table continues on next page.

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	Budget Year
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	2015/16	+1 2016/17	+2 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	743,382	787,111	742,285	738,452	9,253,398	10,479,612	11,359,773
Remuneration of councillors	10,109	10,112	10,112	10,081	10,076	10,076	9,990	14,576	10,598	10,560	10,554	10,484	127,328	148,366	157,862
Interest paid	–	–	183,433	–	–	164,577	–	–	180,497	4	–	161,424	689,935	812,118	923,327
Bulk purchases - Electricity	821,363	983,592	931,672	549,298	555,335	533,955	518,575	543,255	528,388	540,322	529,003	571,820	7,606,575	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	20,860	66,129	61,082	28,759	423,504	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	1,020,076	1,068,519	981,827	1,450,154	12,264,519	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**	**2,503,799**	**2,472,645**	**2,324,751**	**2,961,092**	**30,365,259**	**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	264,651	133,117	346,964	266,012	3,128,482	5,949,334	5,193,251
Repayment of borrowing	–	–	88,055	–	–	53,023	–	–	88,055	–	–	53,613	282,747	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**	**2,856,505**	**2,605,763**	**2,671,715**	**3,280,717**	**33,776,488**	**35,997,784**	**38,083,413**
NET INCREASE/(DECREASE) IN CASH HELD	**(38,887)**	**84,152**	**(786,589)**	**497,278**	**180,546**	**134,808**	**(77,346)**	**203,812**	**1,950,491**	**(341,875)**	**(168,240)**	**(963,750)**	**674,400**	**348,899**	**475,115**
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	5,347,413	5,005,538	4,837,298	3,199,148	3,873,548	4,222,447
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	5,347,413	5,005,538	4,837,298	3,873,548	3,873,548	4,222,447	4,697,563

PART 2 - SUPPORTING DOCUMENTATION: PARENT MUNICIPALITY

Debtors analysis

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

Table SC3 Monthly budget statement Aged Debtors

Description	Budget Year 2015/16											
R thousands	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1 Year	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	319,522	140,740	88,766	99,966	93,836	46,046	285,939	1,355,563	2,430,378	1,881,350	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	667,257	22,764	18,964	16,464	14,301	5,237	51,221	111,385	907,592	198,608	–	–
Receivables from Non-exchange Transactions - Property Rates	452,041	110,706	37,055	42,836	40,065	34,743	160,627	615,039	1,493,111	893,309	–	–
Receivables from Exchange Transactions - Waste Water Management	155,832	51,964	34,251	42,414	40,572	20,685	126,808	626,652	1,099,177	857,130	–	–
Receivables from Exchange Transactions - Waste Management	75,854	22,762	13,207	15,093	13,678	12,351	60,464	242,220	455,629	343,806	–	–
Receivables from Exchange Transactions - Property Rental Debtors	51,805	10,398	10,043	(2,665)	23,974	(2,005)	63,028	486,750	641,330	569,084	–	–
Interest on Arrear Debtor Accounts	53,830	24,009	21,433	18,329	18,227	15,756	90,683	557,172	799,438	700,166	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(93,943)	(55,556)	(21,761)	(17,558)	(13,320)	(7,481)	(73,951)	(253,541)	(537,112)	(365,852)	–	–
Total By Income Source	**1,682,198**	**327,786**	**201,958**	**214,879**	**231,332**	**125,332**	**764,819**	**3,741,240**	**7,289,543**	**5,077,601**	**–**	**–**
2014/15 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	84,109	21,116	12,796	13,279	11,790	8,815	13,400	60,538	225,843	107,822	–	–
Commercial	800,832	79,745	34,504	30,037	27,320	16,989	93,881	389,159	1,472,466	557,385	–	–
Households	864,281	291,744	174,190	179,313	201,694	104,770	684,684	3,409,417	5,910,092	4,579,877	–	–
Other	(67,024)	(64,818)	(19,533)	(7,751)	(9,471)	(5,242)	(27,146)	(117,874)	(318,859)	(167,484)	–	–
Total By Customer Group	**1,682,198**	**327,786**	**201,958**	**214,879**	**231,332**	**125,332**	**764,819**	**3,741,240**	**7,289,543**	**5,077,601**	**–**	**–**

Additional debtors information

Monthly Collection Rate			YTD Collection Rate
Period	**Current year**	**Previous year**	
12 Months	**95.64%**	**96.68%**	**96.25%**
6 Months	**94.33%**	**96.56%**	**96.11%**
3 Months	**97.79%**	**98.69%**	**96.01%**
Monthly	**100.66%**	**108.57%**	**95.84%**

12 Months Collection Ratio per Services			
Services	**Current year**	**Previous year**	**YTD collection Rate**
Electricity	**98.72%**	**98.85%**	**98.32%**
Water	**84.78%**	**85.39%**	**86.81%**
Sewerage	**88.06%**	**90.01%**	**89.57%**
Refuse	**89.22%**	**93.42%**	**90.24%**
Rates	**97.83%**	**98.69%**	**98.68%**
Other	**99.99%**	**99.69%**	**99.55%**

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**
March	**2,525,359,219.88**	**2,440,616,637.41**
April	**2,617,284,411.96**	**2,373,037,563.65**
May	**2,285,596,079.87**	**2,349,501,903.80**
June	**2,523,320,527.40**	**2,539,904,681.27**

Creditors analysis

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

Table SC4 Monthly budget Statement Aged Creditors

Description	Budget Year 2015/16									Prior year totals (same period)
R thousands	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity	–	–	–	–	–	–	–	–	–	–
Bulk Water	–	–	–	–	–	–	–	–	–	–
PAYE deductions	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–	–
Trade Creditors	551,645	2,180	75	8	–	–	–	(6,937)	**546,972**	2,263,828
Auditor General	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**551,645**	**2,180**	**75**	**8**	**–**	**–**	**–**	**(6,937)**	**546,972**	**2,263,828**

Outstanding commitments against Cash and Cash Equivalents

Item	Previous Month R'000	Current Month R'000
Closing Cash Balance	**8,193,817**	**7,230,067**
Unspent Conditional Grants	2,235,424	2,235,424
Housing Development	246,932	246,932
MTAB	19,027	19,027
Trust Funds	670	670
Financial commitments	297,000	297,000
Sinking Funds	-	-
Insurance reserves	472,942	472,942
CRR	1,522,123	1,522,123
TOTAL	**4,794,118**	**4,794,118**
TOTAL cash resources not committed	**3,399,699**	**2,435,949**

Investment portfolio analysis

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

Table SC5 Monthly Budget Statement investment portfolio

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Days							
Absa	30	Fixed	2016/07/15	79	7.25%	25,000	79	25,079
Absa	39	Fixed	2016/07/15	199	7.25%	40,000	199	40,199
Absa	35	Fixed	2016/07/15	41	7.22%	10,000	41	10,041
Absa	32	Fixed	2016/07/15	71	7.25%	20,000	71	20,071
Absa	28	Fixed	2016/07/15	41	7.25%	15,000	41	15,041
Absa	25	Fixed	2016/07/15	65	7.22%	30,000	65	30,065
Absa	24	Fixed	2016/07/15	39	7.20%	20,000	39	20,039
Absa	23	Fixed	2016/07/15	35	7.20%	20,000	35	20,035
Absa	32	Fixed	2016/07/25	71	7.20%	45,000	71	45,071
Absa	28	Fixed	2016/07/25	8	7.25%	10,000	8	10,008
Absa	15	Fixed	2016/07/15	5	7.15%	25,000	5	25,005
Firstrand	30	Fixed	2016/07/15	76	7.15%	25,000	76	25,076
Firstrand	32	Fixed	2016/07/15	69	7.15%	20,000	69	20,069
Firstrand	30	Fixed	2016/07/15	92	7.00%	30,000	92	30,092
Firstrand	43	Fixed	2016/07/15	642	7.00%	115,000	642	115,642
Firstrand	35	Fixed	2016/07/15	40	7.03%	10,000	40	10,040
Firstrand	31	Fixed	2016/07/15	97	7.00%	30,000	97	30,097
Firstrand	28	Fixed	2016/07/15	54	7.10%	20,000	54	20,054
Firstrand	25	Fixed	2016/07/15	73	7.03%	35,000	73	35,073
Firstrand	24	Fixed	2016/07/15	38	7.03%	20,000	38	20,038
Firstrand	23	Fixed	2016/07/15	25	6.98%	15,000	25	15,025
Firstrand	32	Fixed	2016/07/25	31	6.98%	20,000	31	20,031
Firstrand	183	Fixed	2016/09/30	67	7.00%	10,000	67	10,067
Firstrand	183	Fixed	2016/09/30	81	6.98%	12,000	81	12,081
Firstrand	183	Fixed	2016/09/30	61	6.98%	9,000	61	9,061
Firstrand	183	Fixed	2016/09/30	81	6.98%	12,000	81	12,081
Firstrand	28	Fixed	2016/07/25	8	8.20%	10,000	8	10,008
Firstrand	28	Fixed	2016/07/25	31	8.20%	40,000	31	40,031
Firstrand	15	Fixed	2016/07/15	5	8.20%	25,000	5	25,005
Firstrand	15	Fixed	2016/07/15	5	8.20%	25,000	5	25,005
Investec Bank	30	Fixed	2016/07/15	97	6.98%	30,000	97	30,097
Investec Bank	32	Fixed	2016/07/15	37	6.98%	10,000	37	10,037
Investec Bank	39	Fixed	2016/07/15	50	6.98%	10,000	50	10,050
Investec Bank	35	Fixed	2016/07/15	42	6.98%	10,000	42	10,042
Investec Bank	31	Fixed	2016/07/15	34	6.98%	10,000	34	10,034
Investec Bank	28	Fixed	2016/07/15	28	6.98%	10,000	28	10,028
Investec Bank	25	Fixed	2016/07/15	22	7.35%	10,000	22	10,022
Investec Bank	24	Fixed	2016/07/15	20	7.25%	10,000	20	10,020
Investec Bank	15	Fixed	2016/07/15	4	7.45%	20,000	4	20,004
Nedbank	30	Fixed	2016/07/15	31	7.35%	10,000	31	10,031
Nedbank	35	Fixed	2016/07/15	41	7.25%	10,000	41	10,041
Nedbank	31	Fixed	2016/07/15	67	7.30%	20,000	67	20,067
Nedbank	28	Fixed	2016/07/15	41	7.25%	15,000	41	15,041
Nedbank	25	Fixed	2016/07/15	105	7.30%	50,000	105	50,105
Nedbank	24	Fixed	2016/07/15	38	7.25%	20,000	38	20,038
Nedbank	23	Fixed	2016/07/15	35	7.30%	20,000	35	20,035
Nedbank	28	Fixed	2016/07/25	47	7.25%	60,000	47	60,047
Nedbank	15	Fixed	2016/07/15	4	7.20%	20,000	4	20,004
Nedbank	15	Fixed	2016/07/15	4	7.20%	20,000	4	20,004
Standard Bank	32	Fixed	2016/07/15	70	7.25%	20,000	70	20,070

Table continues on next page.

Annexure A: In-year report (June 2016)

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Days							
Standard Bank	30	Fixed	2016/07/15	219	7.25%	70,000	219	70,219
Standard Bank	30	Fixed	2016/07/15	94	7.20%	30,000	94	30,094
Standard Bank	32	Fixed	2016/07/15	35	7.20%	10,000	35	10,035
Standard Bank	35	Fixed	2016/07/15	41	7.15%	10,000	41	10,041
Standard Bank	31	Fixed	2016/07/15	100	7.20%	30,000	100	30,100
Standard Bank	28	Fixed	2016/07/15	55	7.20%	20,000	55	20,055
Standard Bank	25	Fixed	2016/07/15	73	7.20%	35,000	73	35,073
Standard Bank	24	Fixed	2016/07/15	38	7.20%	20,000	38	20,038
Standard Bank	23	Fixed	2016/07/15	26	7.20%	15,000	26	15,026
Standard Bank	32	Fixed	2016/07/25	31	7.20%	20,000	31	20,031
Standard Bank	28	Fixed	2016/07/25	12	7.20%	15,000	12	15,012
Standard Bank	28	Fixed	2016/07/25	16	7.20%	20,000	16	20,016
Standard Bank	15	Fixed	2016/07/15	12	7.05%	65,000	12	65,012
ABSA Call account		Notice deposit		1,735	6.85%	308,094	1,735	309,829
Firstrand Call account		Notice deposit		325	6.60%	55,193	50,133	105,325
Investec Call account		Notice deposit		503	6.80%	90,477	26	90,503
Nedbank Call account		Notice deposit		663	6.60%	140,684	94,978	235,663
Standard Bank Call account		Notice deposit		561	6.60%	155,654	(35,092)	120,561
ABSA current account				61,936	6.60%	78,599	(16,056)	62,543
Fund Managers				34,483		4,803,828	(322,654)	4,481,174
Liberty, RMB and Nedbank sinking fund				14,376		299,574	14,376	313,950
Cash in transit						39,489	(20,764)	18,725
Municipality Total				**118,376**		**7,459,592**	**(229,525)**	**7,230,068**

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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**	**533,130**	**2,690,043**	**(2,156,913)**	**-80.2%**	**2,690,043**
Equitable share	–	1,811,289	1,811,087	1,281	1,811,087	(1,809,806)	-99.9%	1,811,087
Finance Management grant	973	1,050	1,050	1,027	1,050	(23)	-2.2%	1,050
Restructuring	–	1,191	–	–	–	–	-	–
Urban Settlements Development Grant	162,977	229,443	364,187	171,805	364,187	(192,383)	-52.8%	364,187
Public Transport Network Operations Grant	367,748	–	64,765	19,732	64,765	(45,034)	-69.5%	64,765
Energy Efficiency and Demand Side Management Grant	599	480	480	424	480	(56)	-11.8%	480
Dept. of Environ Affairs and Tourism	4,326	4,304	6,338	4,599	6,338	(1,739)	-27.4%	6,338
Housing Accreditation	23	200	200	–	200	(200)	-100.0%	200
Expanded Public Works Programme	23,552	23,216	23,216	23,215	23,216	(1)	0.0%	23,216
Integrated City Development Grant	3,116	5,000	2,915	2,915	2,915	(0)	0.0%	2,915
Public Transport Infrastructure & Systems Grant	–	8,466	31,959	19,755	31,959	(12,204)	-38.2%	31,959
Infrastructure Skills Development	2,763	7,526	7,026	6,766	7,026	(260)	-3.7%	7,026
Municipal Human Settlements Capacity Grant	18,363	13,703	44,783	18,743	44,783	(26,040)	-58.1%	44,783
Public Transport Network Grant	–	238,000	330,000	261,822	330,000	(68,178)	-20.7%	330,000
Department of Public Service and Administration	–	1,300	1,500	671	1,500	(829)	-55.3%	1,500
LGSETA	–	–	536	459	536	(77)	-14.4%	536
Pubilc 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**	**742,333**	**1,367,387**	**(625,054)**	**-45.7%**	**1,367,387**
Cultural Affairs and Sport - Provincial Library Services	28,874	32,100	34,600	31,174	34,600	(3,426)	-9.9%	34,600
Human Settlements - Human Settlement Development Grant	411,253	696,014	863,185	435,958	863,185	(427,227)	-49.5%	863,185
Human Settlements - Municipal Accreditation Assistance	3,989	10,000	7,737	5,369	7,737	(2,368)	-30.6%	7,737
Human Settlement - Settlement Assistance	–	–	1,011	633	1,011	(377)	-37.3%	1,011
Health - TB	17,206	24,535	24,535	17,346	24,535	(7,189)	-29.3%	24,535
Health - Global Fund	37,936	34,408	33,108	29,750	33,108	(3,358)	-10.1%	33,108
Health - ARV	109,584	136,515	133,515	133,515	133,515	(0)	0.0%	133,515
Health - Nutrition	4,065	4,904	4,904	4,169	4,904	(735)	-15.0%	4,904
Health - Vaccines	65,565	76,822	74,325	64,755	74,325	(9,570)	-12.9%	74,325
Comprehensive Health	–	163,465	165,828	–	165,828	(165,828)	-100.0%	165,828
Transport and Public Works - Provision for persons with special needs	10,075	10,000	10,134	10,112	10,134	(22)	-0.2%	10,134
Transport Safety and Compliance - Rail Safety	2,197	4,000	83	48	83	(35)	-41.8%	83
Community Development Workers	741	789	1,462	1,446	1,462	(16)	-1.1%	1,462
Planning, Maintenance and Rehabilitation of Transport Systems and Infrastructure	5,353	5,850	12,293	7,518	12,293	(4,775)	-38.8%	12,293
Western Cape Financial Management Support Grant	300	–	303	303	303	–		303
Library Service: Metro Library Grant	–	–	170	147	170	(23)	-13.6%	170
City of Cape Town - Public access centres	–	–	146	43	146	(103)	-70.6%	146
Community Safety - Law Enforcement Auxiliary Services	–	–	47	47	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**	**29,349**	**43,490**	**(14,141)**	**-32.5%**	**43,490**
Tourism	1,918	2,000	500	177	500	(323)	-64.6%	500
Carnegie	1,953	879	931	836	931	(94)	-10.1%	931
CMTF	–	411	8,394	569	8,394	(7,825)	-93.2%	8,394
CID	2,839	2,791	2,908	2,908	2,908	–		2,908
Century City Property Owners Association	468	732	749	553	749	(196)	-26.2%	749
Traffic Free Flow (Pty) Ltd	1,017	1,585	1,768	1,123	1,768	(644)	-36.5%	1,768
DBSA - Green Fund	–	25,000	25,000	22,550	25,000	(2,450)	-9.8%	25,000
Stellenbosch University	505	1,026	1,026	348	1,026	(677)	-66.0%	1,026
V&A Waterfront Holdings (Pty) Ltd	134	275	275	268	275	(7)	-2.6%	275
Domain (Pty) Ltd	–	140	–	–	–	–	-	–
Sustainable Energy Africa	–	–	424	–	424	(424)	-100.0%	424
Chemical Industries Education and Training Authority	–	–	1,500	–	1,500	(1,500)	-100.0%	1,500
Mamre Fencing	–	–	17	17	17	–		17
South African Biodiversity Institute	3,544	–	–	–	–	–	-	–
Agence Francaise De Development	308	–	–	–	–	–	-	–
UN Women Safer Cities Initiative	125	–	–	–	–	–	-	–
Total operating expenditure of Transfers and Grants:	**1,414,063**	**3,579,408**	**4,100,920**	**1,304,812**	**4,100,920**	**(2,796,109)**	**-68.2%**	**4,100,920**

Table continues on next page.

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure of Transfers and Grants								
National Government:	**2,186,882**	**2,137,367**	**2,266,580**	**1,793,423**	**2,266,580**	**(1,917)**	**-0.1%**	**2,055,749**
Minerals and Energy: Energy Efficiency and Demand Side	5,989	11,520	11,520	11,027	11,520	(493)	-4.3%	11,495
Minerals and Energy: Integrated National Electrification Programme (Municipal) Grant	22,224	5,000	5,000	4,997	5,000	(3)	-0.1%	5,000
National Treasury: Expanded Public Works Programme	400	400	458	454	458	(4)	-0.9%	454
National Treasury: Infrastructure Skills Development Grant	–	–	500	500	500	(0)	0.0%	500
National Treasury: Integrated City Development Grant	53,517	45,826	52,256	50,874	52,256	(1,382)	-2.6%	51,641
National Treasury: Local Government Restructuring Grant	1,341	153	100	100	100	(0)	-0.1%	100
National Treasury: Municipal Human Settlements Capacity Grant	428	–	500	465	500	(35)	-6.9%	465
National Treasury: Neighbourhood Development Partnership Grant	9,448	60,000	44,310	35,050	44,310	(9,260)	-20.9%	40,441
National Treasury: Other	265	650	650	643	650	(7)	-1.0%	649
National Treasury: Urban Settlements Development Grant	1,246,923	1,158,317	1,191,287	958,440	1,191,287	(232,847)	-19.5%	1,091,841
Transport: Public Transport Infrastructure & Systems Grant	–	–	266	266	266	(0)	0.0%	266
Transport: Public Transport Infrastructure Grant	842,210	–	408,232	364,709	408,232	(43,523)	-10.7%	407,727
Transport: Public Transport Network Grant	–	855,501	551,501	365,897	551,501	(185,604)	-33.7%	445,171
National Treasury: Local Government Finance Management Grant	598	–	–	–	–	–		–
National Treasury: Infrastructure Skills Development Grant	299	–	–	500	500	(0)	0.0%	500
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**	**151,555**	**180,214**	**(28,659)**	**-15.9%**	**159,372**
Cultural Affairs and Sport: Development of Sport and Recreation Facilities	–	–	134	126	134	(8)	-6.1%	126
Cultural Affairs and Sport: Library Services (Conditional Grant)	8,027	5,733	9,765	8,591	9,765	(1,175)	-12.0%	9,243
Cultural Affairs and Sport: Library Services: Metro Library Grant	–	–	4,830	3,511	4,830	(1,319)	-27.3%	4,789
Economic Development and Tourism: Public Access Centres	–	–	58	50	58	(8)	-14.4%	50
Housing: Integrated Housing and Human Settlement Development Grant	254,030	55,773	131,672	111,924	131,672	(19,748)	-15.0%	115,339
Provincial Government: Community Development Workers (CDW) Operational Grant Support	300	292	292	264	292	(28)	-9.5%	290
Provincial Government: Fibre Optic Broadband Roll Out	6,417	7,298	11,803	9,541	11,803	(2,262)	-19.2%	11,803
Provincial Government: Transport Safety and Compliance - Rail Safety	–	–	4,000	406	4,000	(3,594)	-89.8%	590
Transport and Public Works: Planning, Maintenance and Rehabilitation of Transport System and Infrastructure	9,890	17,350	17,660	17,142	17,660	(518)	-2.9%	17,142
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**	**61,780**	**68,734**	**(6,954)**	**-10.1%**	**63,775**
Other: Other	44,219	53,761	68,734	61,780	68,734	(6,954)	-10.1%	63,775
Total capital expenditure of Transfers and Grants	**2,515,285**	**2,277,574**	**2,515,528**	**2,006,757**	**2,515,528**	**(37,530)**	**-1.5%**	**2,278,896**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**3,929,347**	**5,856,982**	**6,616,448**	**3,311,569**	**6,616,448**	**(2,833,639)**	**-42.8%**	**6,379,817**

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	117,484	118,539	(1,055)	-0.9%	118,539
Pension and UIF Contributions	4,692	5,298	5,298	5,051	5,298	(247)	-4.7%	5,298
Medical Aid Contributions	–	–	–	–	–	–	-	–
Motor Vehicle Allowance	–	–	–	–	–	–	-	–
Cellphone Allowance	–	5,327	5,327	4,643	5,327	(684)	-12.8%	5,397
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	13,781	10,147	10,147	7,459	10,147	(2,688)	-26.5%	10,077
Sub Total - Councillors	**128,412**	**139,311**	**139,311**	**134,637**	**139,311**	**(4,674)**	**-3.4%**	**139,311**
% increase		**8.5%**	**8.5%**					**8.5%**
Senior Managers of the Municipality								
Basic Salaries and Wages	20,347	22,929	22,929	19,047	22,929	(3,882)	-16.9%	22,929
Pension and UIF Contributions	1,359	1,504	1,504	1,455	1,504	(49)	-3.3%	1,504
Medical Aid Contributions	215	232	232	242	232	10	4.5%	232
Overtime	–	–	–	–	–	–	-	–
Performance Bonus	–	–	–	–	–	–	-	–
Motor Vehicle Allowance	568	614	614	567	614	(47)	-7.6%	614
Cellphone Allowance	122	180	180	101	180	(79)	-43.7%	180
Housing Allowances	–	–	–	–	–	–		–
Other benefits and allowances	74	82	82	370	82	288	351.2%	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**	**21,825**	**25,541**	**(3,716)**	**-14.5%**	**25,541**
% increase		**10.6%**	**10.6%**					**10.6%**
Other Municipal Staff								
Basic Salaries and Wages	5,722,147	6,780,959	6,801,730	6,644,643	6,801,730	(157,087)	-2.3%	6,801,730
Pension and UIF Contributions	910,752	1,221,469	1,207,283	1,164,143	1,207,283	(43,140)	-3.6%	1,207,283
Medical Aid Contributions	546,210	601,138	601,145	598,142	601,145	(3,003)	-0.5%	601,145
Overtime	389,657	401,992	450,727	423,319	450,727	(27,408)	-6.1%	450,727
Performance Bonus	–	–	–	–	–	–		–
Motor Vehicle Allowance	189,840	202,120	202,747	192,297	202,747	(10,450)	-5.2%	202,747
Cellphone Allowance	13,569	14,171	15,004	14,195	15,004	(809)	-5.4%	15,004
Housing Allowances	28,439	28,727	53,364	53,086	53,364	(278)	-0.5%	53,364
Other benefits and allowances	186,332	208,053	204,683	204,066	204,683	(617)	-0.3%	204,683
Payments in lieu of leave	84,746	114,587	114,559	108,142	114,559	(6,417)	-5.6%	114,559
Long service awards	19,968	58,800	58,800	40,299	58,800	(18,501)	-31.5%	58,800
Post-retirement benefit obligations	6,191	189,951	189,951	189,956	189,951	5	0.0%	189,951
Sub Total - Other Municipal Staff	**8,097,851**	**9,821,967**	**9,899,993**	**9,632,288**	**9,899,993**	**(267,705)**	**-2.7%**	**9,899,993**
% increase		**21.3%**	**22.3%**					**22.3%**
Total Parent Municipality	**8,249,356**	**9,986,819**	**10,064,845**	**9,788,750**	**10,064,845**	**(276,095)**	**-2.7%**	**10,064,845**

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

Description	YTD Variance	YTD Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Councillors (Political Office Bearers plus Other)				
Basic Salaries and Wages	(1,055)	-0.9%	Immaterial variance.	-
Pension and UIF Contributions	(247)	-4.7%	Immaterial variance.	-
Cellphone Allowance	(684)	-12.8%	Immaterial variance.	-
Other benefits and allowances	(2,688)	-26.5%	The variance due to lower than anticipated reimbursements for ad hoc travel claims.	No remedial action required.
Senior Managers of the Municipality				
Basic Salaries and Wages	(3,882)	-16.9%	The variance is largely due to two budgeted senior positions, which are currently vacant.	No remedial action required.
Pension and UIF Contributions	(49)	-3.3%	Immaterial variance.	-
Medical Aid Contributions	10	4.5%	Immaterial variance.	-
Overtime	–	-	Immaterial variance.	-
Performance Bonus	–	-	Immaterial variance.	-
Motor Vehicle Allowance	(47)	-7.6%	Immaterial variance.	-
Cellphone Allowance	(79)	-43.7%	Immaterial variance.	-
Housing Allowances	–		Immaterial variance.	-
Other benefits and allowances	288	351.2%	Immaterial variance.	-
Payments in lieu of leave	42	100.0%	Immaterial variance.	-
Long service awards	–	-	Immaterial variance.	-
Post-retirement benefit obligations	–		Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(157,087)	-2.3%	The variance is mainly due to: 1. The accumulative impact of the turnaround time in filling vacancies and the internal filling of vacant posts. 2. Appointment of seasonal workers and temporary staff, which is dependent on peak seasons as and when departments require additional labour. 3. Grant-funded positions (mainly on the Capacity grant and Health grant), which still needs to be filled. The funds to be spent in the 2016/2017 financial year.	The City had 2 482 vacancies as at 30 June 2016. As from 1 July 2015, 3 795 positions were filled (1 794 internal and 2 001 external) with 2 557 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	(43,140)	-3.6%	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	(3,003)	-0.5%	The variance is mainly due to the terminations and turnaround time of filling vacancies and the internal filling of vacant posts.	No remedial action required.
Overtime	(27,408)	-6.1%	The variance consists of under-/over expenditure. 1. Under expenditure reflects against the Cape Town Electricity department, Solid Waste Management department and the Safety & Security directorate, due to overtime payments iro June 2016 that was not paid. 2.The Water and Sanitation department reflects R5.9 million over expenditure, due to the increased demand for emergency maintenance/repairs.	Overtime payments for June 2016 will only be paid in July 2016. These payments will be written back to the 2015/16 financial year and will impact on the final variance. Virements for the over expenditure in the Water and Sanitation department will be processed by final year-end closure.
Motor Vehicle Allowance	(10,450)	-5.2%	The variance is mainly due to the turnaround time in filling vacancies and termination of employment of officials who were in receipt of car allowances	The filling of vacancies is on-going.
Cellphone Allowance	(809)	-5.4%	Immaterial variance.	-
Housing Allowances	(278)	-0.5%	Immaterial variance.	-
Other benefits and allowances	(617)	-0.3%	Immaterial variance.	-
Payments in lieu of leave	(6,417)	-5.6%	Immaterial variance.	-
Long service awards	(18,501)	-31.5%	The variance is due to unconverted long service awards, which are dependent on whether qualifying employees exercise their option to convert leave days to cash.	The unconverted leave days budgetary provision will be accrued for and transferred to the 2015/16 accumulated provision at year-end based on the value of leave days.
Post-retirement benefit obligations	5	0.0%	Immaterial variance.	-

Material variance explanations for corporate performance for Quarter 4 2016

Description of Indicator	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1.J Percentage of treated potable water not billed	-24.00%	The percentage treated potable water not billed greatly improved over the past six months (from a high of 27.13% in January to 23.81% in June) and is on a decreasing trend. Although current achievements are above the set targets, these should be seen against a national average of around 34%. The City's targets are extremely stringent and will be revised in future.	Future non-revenue water figures (water not billed) will be closely monitored. Responsible person: Peter Flower Due date: Ongoing
5.D Percentage of people from employment equity target groups employed in the three highest levels of management in compliance with the City's approved employment equity plan (EE)	-17.08%	The positions in levels 1-3 are characterised by scarce skills categories in terms of senior management and leadership category. The City is not the only competitor for these skills and despite the City attraction strategy we are not always able to attract, appoint and retain designated groups at this level.	Continuous monitoring of this indicator. Guiding EE presentations to all line directorates. The City's Corporate Services directorate is in the process of revisiting (on a broad City-wide basis) the City's attraction and retention strategies. Succession planning and identification of talent in the designated groups at lower levels and the positioning of these talents for identified senior positions is seriously considered and an on-going priority. The signing of the notice of appointment (NOA) by the EE: Manager has been introduced to curb further deviations from targets. EMT has recently adopted a standard operating procedure (SOP) document that deals with the application of EE within the recruitment and selection process. Responsible person: Michael Siyolo Due date: On-going (end of the EE plan)

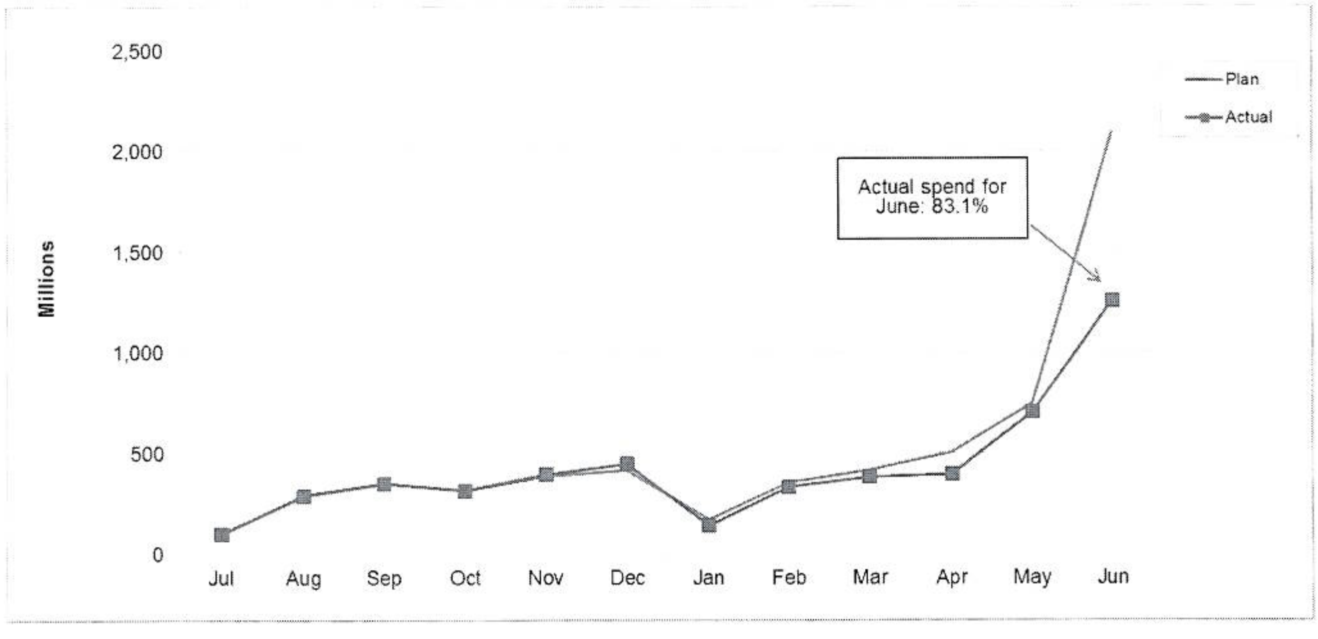
Capital programme performance

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

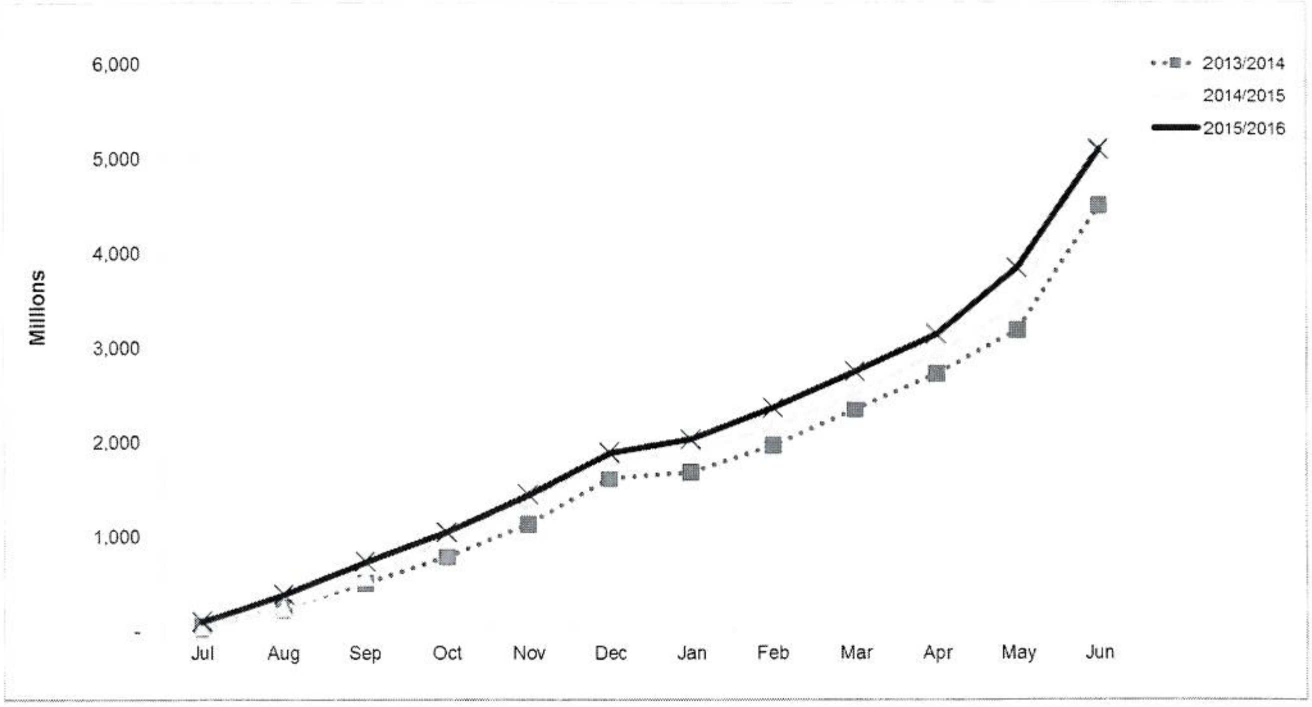
Table SC12 Monthly Budget Statement - capital expenditure trend

Month R thousands	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	38,964	119,935	98,223	99,708	99,708	98,223	(1,486)	-1.5%	1.6%
August	202,822	271,184	292,354	287,144	386,853	390,577	3,724	1.0%	6.4%
September	327,173	374,433	348,594	348,428	735,280	739,171	3,890	0.5%	12.2%
October	396,473	380,345	313,638	315,151	1,050,432	1,052,809	2,377	0.2%	17.4%
November	431,445	419,526	384,477	395,133	1,445,564	1,437,286	(8,279)	-0.6%	23.9%
December	390,680	561,332	417,430	446,641	1,892,205	1,854,716	(37,490)	-2.0%	31.3%
January	118,919	224,634	169,959	140,970	2,033,175	2,024,674	(8,501)	-0.4%	33.6%
February	257,311	436,274	354,325	332,370	2,365,545	2,379,000	13,455	0.6%	39.1%
March	358,096	584,242	415,479	381,748	2,747,293	2,794,478	47,185	1.7%	45.5%
April	424,399	688,228	501,458	394,450	3,141,743	3,295,936	154,193	4.7%	52.0%
May	491,155	657,936	744,018	700,145	3,841,888	4,039,954	198,066	4.9%	63.6%
June	1,814,304	1,325,916	2,089,140	1,253,627	5,095,515	6,129,094	1,033,579	16.9%	84.3%
Total Capital expenditure	**5,251,742**	**6,043,985**	**6,129,094**	**5,095,515**					

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 30 June 2016.

Directorate	* Commitments for 2015/16 R
City Manager	1,160,593
Corporate Services & Compliance	55,261,198
Utility Services	95,080,590
Utility Services Support	*0*
Cape Town Electricity	*29,289,317*
Solid Waste Management	*11,070,140*
Water & Sanitation	*54,721,133*
Community Services	25,909,168
Transport for Cape Town	273,046,616
Finance	1,079,810
City Health	1,227,101
Safety & Security	611,079
Human Settlements	46,557,456
Energy, Environmental & Spatial Planning	430,167
Tourism, Events & Economic Development	372,599
Social Dev & Early Childhood Development	446,312
TOTAL	**501,182,689**

* Commitments for the 2015/16 financial year currently reflected on SAP as at 5 July 2016 are still subject to change as financial year-end processes are still underway.

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**	**1,975,419**	**1,623,202**	**1,975,419**	**(352,217)**	**-17.8%**	**1,812,124**
Infrastructure - Road transport	*561,249*	*835,679*	*727,064*	*548,839*	*727,064*	*(178,225)*	*-24.5%*	*642,540*
Roads, Pavements & Bridges	507,100	741,539	658,488	505,808	658,488	(152,680)	-23.2%	591,718
Storm water	54,149	94,140	68,576	43,031	68,576	(25,545)	-37.3%	50,822
Infrastructure - Electricity	*402,632*	*582,928*	*506,006*	*441,764*	*506,006*	*(64,242)*	*-12.7%*	*466,850*
Generation	–	–	–	–	–	–		–
Transmission & Reticulation	349,077	519,938	440,397	380,445	440,397	(59,952)	-13.6%	401,242
Street Lighting	53,554	62,990	65,610	61,319	65,610	(4,290)	-6.5%	65,608
Infrastructure - Water	*162,697*	*273,745*	*177,372*	*137,263*	*177,372*	*(40,109)*	*-22.6%*	*157,093*
Dams & Reservoirs	40,359	138,600	84,349	60,774	84,349	(23,575)	-27.9%	77,014
Water purification	–	–	–	–	–	–		–
Reticulation	122,338	135,145	93,023	76,489	93,023	(16,534)	-17.8%	80,079
Infrastructure - Sanitation	*130,355*	*239,084*	*239,132*	*211,509*	*239,132*	*(27,623)*	*-11.6%*	*226,221*
Reticulation	130,055	227,084	237,732	210,109	237,732	(27,623)	-11.6%	224,821
Sewerage purification	300	12,000	1,400	1,400	1,400	–		1,400
Infrastructure - Other	*322,113*	*410,918*	*325,844*	*283,827*	*325,844*	*(42,017)*	*-12.9%*	*319,420*
Waste Management	138,914	79,340	71,057	68,711	71,057	(2,346)	-3.3%	69,931
Transportation	4,598	143,771	44,400	32,984	44,400	(11,416)	-25.7%	39,106
Gas	–	–	–	–	–	–		–
Other	178,600	187,807	210,388	182,132	210,388	(28,255)	-13.4%	210,384
Community	**76,007**	**80,812**	**118,751**	**101,191**	**118,751**	**(17,559)**	**-14.8%**	**105,522**
Parks & gardens	5,235	3,295	4,759	4,681	4,759	(78)	-1.6%	4,757
Sportsfields & stadia	2,131	4,000	1,610	1,464	1,610	(146)	-9.1%	1,607
Swimming pools	–	–	–	–	–	–		–
Community halls	11,354	16,433	17,690	17,156	17,690	(534)	-3.0%	17,629
Libraries	33,562	14,139	18,166	17,216	18,166	(950)	-5.2%	17,768
Recreational facilities	–	20	20	19	20	(1)	-3.0%	19
Fire, safety & emergency	1,264	3,064	6,125	6,125	6,125	(0)	0.0%	6,125
Security and policing	–	–	–	–	–	–		–
Buses	–	–	–	–	–	–		–
Clinics	2,272	–	1,972	489	1,972	(1,484)	-75.2%	622
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	–	100	100	67	100	(33)	-33.2%	100
Social rental housing	14,364	31,600	56,735	42,562	56,735	(14,173)	-25.0%	45,482
Other	5,825	8,162	11,573	11,412	11,573	(161)	-1.4%	11,412
Other assets	**1,141,507**	**710,071**	**950,966**	**637,623**	**950,966**	**(313,342)**	**-32.9%**	**765,109**
General vehicles	349,210	41,993	105,679	104,118	105,679	(1,561)	-1.5%	105,191
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	197,372	455,810	499,644	265,191	499,644	(234,453)	-46.9%	318,444
Computers - hardware/equipment	100,538	123,508	157,961	147,356	157,961	(10,605)	-6.7%	156,651
Furniture and other office equipment	45,312	40,164	58,243	55,268	58,243	(2,975)	-5.1%	56,564
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	8,319	40,113	18,312	18,276	18,312	(36)	-0.2%	18,276
Other Buildings	23,746	8,334	57,277	40,805	57,277	(16,472)	-28.8%	57,165
Other Land	416,784	150	53,850	6,610	53,850	(47,240)	-87.7%	52,818
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	226	–	–	–	–	–		–
Intangibles	–	–	**495**	**495**	**495**	**(0)**	0.0%	**495**
Computers - software & programming	–	–	495	495	495	(0)	0.0%	495
Other	–	–	–	–	–	–		–
Total Capital Expenditure on new assets	**2,796,559**	**3,133,237**	**3,045,630**	**2,362,512**	**3,045,630**	**(683,119)**	**-22.4%**	**2,683,249**
Specialised vehicles	–	–	–	–	–	–	.	–
Refuse	–	–	–	–	–	–	.	–
Fire	–	–	–	–	–	–	.	–
Conservancy	–	–	–	–	–	–	.	–
Ambulances	–	–	–	–	–	–	.	–

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

Description	2014/15	Budget Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	**1,417,998**	**2,028,511**	**2,166,106**	**1,984,227**	**2,166,106**	**(181,879)**	**-8.4%**	**2,072,690**
Infrastructure - Road transport	*300,314*	*438,645*	*575,157*	*482,465*	*575,157*	*(92,692)*	*-16.1%*	*531,920*
Roads, Pavements & Bridges	281,545	381,221	501,610	428,018	501,610	(73,592)	-14.7%	467,574
Storm water	18,768	57,424	73,547	54,447	73,547	(19,100)	-26.0%	64,346
Infrastructure - Electricity	*388,188*	*643,732*	*491,485*	*446,077*	*491,485*	*(45,408)*	*-9.2%*	*459,832*
Generation	–	–	–	–	–	–	-	–
Transmission & Reticulation	388,188	643,732	491,485	446,077	491,485	(45,408)	-9.2%	459,832
Street Lighting	–	–	–	–	–	–		–
Infrastructure - Water	*306,727*	*267,000*	*414,205*	*391,505*	*414,205*	*(22,700)*	*-5.5%*	*398,655*
Dams & Reservoirs	–	15,000	5,100	134	5,100	(4,966)	-97.4%	142
Water purification	5,636	–	–	–	–	–	-	–
Reticulation	301,091	252,000	409,105	391,371	409,105	(17,734)	-4.3%	398,513
Infrastructure - Sanitation	*348,155*	*511,703*	*468,577*	*458,103*	*468,577*	*(10,474)*	*-2.2%*	*466,965*
Reticulation	73,261	97,800	119,150	112,588	119,150	(6,562)	-5.5%	118,945
Sewerage purification	274,894	413,903	349,427	345,515	349,427	(3,912)	-1.1%	348,020
Infrastructure - Other	*74,615*	*167,432*	*216,682*	*206,077*	*216,682*	*(10,606)*	*-4.9%*	*215,318*
Waste Management	18,755	131,398	93,645	89,859	93,645	(3,786)	-4.0%	93,538
Transportation	53,562	27,800	113,699	107,051	113,699	(6,648)	-5.8%	112,490
Gas	–	–	–	–	–	–	-	–
Other	2,297	8,234	9,339	9,167	9,339	(172)	-1.8%	9,289
Community	**499,853**	**212,296**	**319,300**	**240,889**	**319,300**	**(78,411)**	**-24.6%**	**265,764**
Parks & gardens	52,959	56,923	61,884	51,058	61,884	(10,826)	-17.5%	58,792
Sportsfields & stadia	55,160	21,957	42,682	32,729	42,682	(9,953)	-23.3%	35,956
Swimming pools	4,049	5,000	1,217	1,056	1,217	(161)	-13.2%	1,056
Community halls	8,771	1,185	1,673	1,226	1,673	(447)	-26.7%	1,391
Libraries	11,393	4,895	9,100	7,689	9,100	(1,411)	-15.5%	8,975
Recreational facilities	486	60	1,760	396	1,760	(1,364)	-77.5%	723
Fire, safety & emergency	1,438	400	400	400	400	–	-	400
Security and policing	–	–	–	–	–	–	-	–
Buses	–	–	–	–	–	–	-	–
Clinics	13,662	8,687	8,464	7,009	8,464	(1,456)	-17.2%	8,268
Museums & Art Galleries	168	2,800	2,822	2,283	2,822	(539)	-19.1%	2,822
Cemeteries	3,316	20,974	26,351	14,182	26,351	(12,168)	-46.2%	19,497
Social rental housing	345,863	79,405	157,119	117,265	157,119	(39,854)	-25.4%	122,143
Other	2,590	10,010	5,828	5,596	5,828	(233)	-4.0%	5,742
Heritage assets	**514**	**29,140**	**6,567**	**6,547**	**6,567**	**(21)**	**-0.3%**	**6,567**
Buildings	514	29,140	6,567	6,547	6,567	(21)	-0.3%	6,567
Other	–	–	–	–	–	–		–
Investment properties	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Housing development	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Other assets	**536,818**	**640,800**	**591,490**	**501,341**	**591,490**	**(90,149)**	**-15.2%**	**530,734**
General vehicles	66,173	87,666	111,872	109,219	111,872	(2,653)	-2.4%	111,817
Specialised vehicles	62,409	107,900	125,597	111,730	125,597	(13,867)	-11.0%	117,207
Plant & equipment	33,024	23,038	18,080	16,880	18,080	(1,200)	-6.6%	16,953
Computers - hardware/equipment	116,478	77,976	101,025	87,604	101,025	(13,420)	-13.3%	99,828
Furniture and other office equipment	36,071	19,992	38,882	37,214	38,882	(1,668)	-4.3%	37,608
Abattoirs	–	–	–	–	–	–	-	–
Markets	200	150	150	143	150	(7)	-4.4%	149
Civic Land and Buildings	54,317	56,725	48,968	45,221	48,968	(3,747)	-7.7%	47,306
Other Buildings	167,602	213,503	146,091	92,547	146,091	(53,544)	-36.7%	99,053
Other Land	–	52,850	–	–	–	–	-	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	-	–
Other	544	1,000	825	783	825	(42)	-5.1%	813
Total Capital Expenditure on renewal of existing assets	**2,455,183**	**2,910,748**	**3,083,464**	**2,733,004**	**3,083,464**	**(350,460)**	**-11.4%**	**2,875,756**
Specialised vehicles	**62,409**	**107,900**	**125,597**	**111,730**	**125,597**	**(13,867)**	**-11.0%**	**117,207**
Refuse	62,409	78,000	95,697	83,683	95,697	(12,014)	-12.6%	87,307
Fire	–	29,900	29,900	28,047	29,900	(1,853)	-6.2%	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	**2,156,388**	**2,554,924**	**2,469,086**	**2,246,540**	**2,469,084**	**(222,544)**	**-9.0%**	**2,469,084**
Infrastructure - Road transport	*727,188*	*929,663*	*811,932*	*719,203*	*811,932*	*(92,728)*	*-11.4%*	*811,932*
Roads, Pavements & Bridges	727,188	929,663	811,932	719,203	811,932	(92,728)	-11.4%	811,932
Storm water	–	–	–	–	–	–	-	–
Infrastructure - Electricity	*477,738*	*575,139*	*560,261*	*524,530*	*560,261*	*(35,731)*	*-6.4%*	*560,261*
Generation	477,738	575,139	560,261	524,530	560,261	(35,731)	-6.4%	560,261
Transmission & Reticulation	–	–	–	–	–	–	-	–
Street Lighting	–	–	–	–	–	–	-	–
Infrastructure - Water	*73,760*	*73,599*	*108,513*	*78,402*	*108,511*	*(30,108)*	*-27.7%*	*108,511*
Dams & Reservoirs	73,760	73,599	108,513	78,402	108,511	(30,108)	-27.7%	108,511
Water purification	–	–	–	–	–	–	-	–
Reticulation	–	–	–	–	–	–	-	–
Infrastructure - Sanitation	*483,835*	*613,719*	*612,537*	*500,144*	*612,537*	*(112,393)*	*-18.3%*	*612,537*
Reticulation	483,835	613,719	612,537	500,144	612,537	(112,393)	-18.3%	612,537
Sewerage purification	–	–	–	–	–	–	-	–
Infrastructure - Other	*393,868*	*362,805*	*375,844*	*424,260*	*375,844*	*48,416*	*12.9%*	*375,844*
Waste Management	–	–	–	–	–	–	-	–
Transportation	–	–	–	–	–	–	-	–
Gas	–	–	–	–	–	–	-	–
Other	393,868	362,805	375,844	424,260	375,844	48,416	12.9%	375,844
Community	**340,091**	**386,338**	**397,947**	**377,771**	**398,670**	**(20,899)**	**-5.2%**	**398,670**
Parks & gardens	145,636	195,432	191,875	176,032	190,176	(14,144)	-7.4%	190,176
Sportsfields & stadia	67,997	21,072	30,458	72,738	31,181	41,557	133.3%	31,181
Swimming pools	13,353	221	5,100	11,993	5,100	6,893	135.1%	5,100
Community halls	23,869	1,896	15,236	25,642	15,236	10,406	68.3%	15,236
Libraries	17,844	31,079	31,069	14,697	31,069	(16,372)	-52.7%	31,069
Recreational facilities	26,465	83,427	71,571	32,457	71,571	(39,115)	-54.7%	71,571
Fire, safety & emergency	25,698	35,632	31,826	24,214	31,826	(7,612)	-23.9%	31,826
Security and policing	–	–	–	–	–	–	-	–
Buses	–	–	–	–	–	–	-	–
Clinics	7,934	10,116	10,113	8,359	10,113	(1,754)	-17.3%	10,113
Museums & Art Galleries	–	–	–	–	–	–		–
Cemeteries	8,691	4,075	7,272	8,707	8,971	(264)	-2.9%	8,971
Social rental housing	–	–	–	–	–	–		–
Other	2,603	3,388	3,426	2,932	3,426	(494)	-14.4%	3,426
Heritage assets	**501**	**34**	**36**	**398**	**36**	**363**	**1014.0%**	**36**
Buildings	–	–	–	–	–	–		–
Other	501	34	36	398	36	363	1014.0%	36
Investment properties	–	–	–	–	–	–		–
Housing development	–	–	–	–	–	–		–
Other	–	–	–	–	–	–		–
Other assets	**1,011,729**	**1,279,241**	**1,310,534**	**1,183,446**	**1,325,055**	**(141,610)**	**-10.7%**	**1,325,055**
General vehicles	506,178	639,769	655,476	591,938	662,786	(70,849)	-10.7%	662,786
Specialised vehicles	–	–	–	–	–	–		–
Plant & equipment	280,105	281,602	292,403	305,943	291,403	14,540	5.0%	291,403
Computers - hardware/equipment	3,185	5,636	3,629	3,887	3,629	257	7.1%	3,629
Furniture and other office equipment	50,783	57,819	70,330	63,497	70,332	(6,835)	-9.7%	70,332
Abattoirs	–	–	–	–	–	–		–
Markets	–	–	–	–	–	–		–
Civic Land and Buildings	18,840	75,241	63,512	24,024	64,596	(40,572)	-62.8%	64,596
Other Buildings	58,833	69,796	69,860	64,091	69,860	(5,769)	-8.3%	69,860
Other Land	56,235	97,966	97,329	74,473	98,899	(24,426)	-24.7%	98,899
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–		–
Other	37,570	51,412	57,995	55,594	63,550	(7,956)	-12.5%	63,550
Total Repairs and Maintenance Expenditure	**3,508,709**	**4,220,536**	**4,177,602**	**3,808,155**	**4,192,845**	**(384,690)**	**-9.2%**	**4,192,845**
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	6,578,912	6,707,903	6,574,030	133,873	2.0%	6,578,912
Service charges	15,186,203	17,002,759	16,997,225	17,294,291	16,984,156	310,134	1.8%	16,997,225
Investment revenue	637,962	294,255	607,878	631,877	607,878	23,999	3.9%	673,134
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	3,178,916	4,106,009	(927,092)	-22.6%	4,106,009
Other own revenue	4,367,916	4,462,719	4,395,311	4,096,650	4,391,732	(295,082)	-6.7%	4,330,055
Total Revenue (excluding capital transfers and contributions)	**29,471,058**	**31,885,639**	**32,685,334**	**31,909,637**	**32,663,805**	**(754,168)**	**-2.3%**	**32,685,334**
Employee costs	8,168,750	9,900,936	9,985,549	9,679,673	9,978,164	(298,491)	-3.0%	9,985,549
Remuneration of Councillors	128,412	139,311	139,311	134,637	139,311	(4,674)	-3.4%	139,311
Remuneration of Directors	356	873	873	457	873	(416)	-47.6%	873
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	2,095,209	2,156,913	(61,704)	-2.9%	2,156,913
Finance charges	779,929	971,133	762,538	721,899	762,538	(40,639)	-5.3%	762,538
Materials and bulk purchases	7,432,744	8,326,560	8,312,757	8,356,357	8,309,520	46,837	0.6%	8,312,757
Transfers and grants	136,487	120,402	167,213	293,882	310,622	(16,740)	-5.4%	167,213
Other expenditure	8,956,137	10,708,617	11,285,207	8,735,371	11,130,891	(2,395,520)	-21.5%	11,285,207
Total Expenditure	**27,542,916**	**32,287,449**	**32,810,362**	**30,017,486**	**32,788,833**	**(2,771,347)**	**-8.5%**	**32,810,362**
Surplus/(Deficit)	**1,928,141**	**(401,810)**	**(125,028)**	**1,892,151**	**(125,028)**	**2,017,179**	**-1613.4%**	**(125,028)**
Transfers recognised - capital	2,423,179	2,223,813	2,446,794	1,514,884	2,446,794	(931,910)	-38.1%	2,446,794
Contributions recognised - capital & contributed assets	49,172	53,761	68,734	53,923	68,734	(14,810)	-21.5%	68,734
Surplus/(Deficit) after capital transfers & contributions	**4,400,492**	**1,875,764**	**2,390,500**	**3,460,958**	**2,390,500**			**2,390,500**
Taxation	18,576	5,139	6,741	18,031	6,741	11,290	167.5%	6,741
Surplus/(Deficit) after Taxation	**4,381,915**	**1,870,625**	**2,383,759**	**3,442,927**	**2,383,759**			**2,383,759**
Attributable to minorities	12,681	3,976	5,216	14,906	5,573			5,216
Surplus/ (Deficit) for the year	**4,369,235**	**1,866,649**	**2,378,543**	**3,428,021**	**2,378,186**			**2,378,543**
Financial position								
Total current assets	10,720,168	9,458,502	8,870,137	9,686,755				8,870,137
Total non current assets	38,842,987	43,112,271	42,734,040	42,904,591				42,734,040
Total current liabilities	8,748,195	8,883,546	8,424,076	7,833,157				8,424,076
Total non current liabilities	12,040,207	14,394,044	12,010,094	12,674,770				12,010,094
Total Community wealth/Equity	**28,774,752**	**29,293,183**	**31,170,007**	**32,083,420**				**31,170,007**
Cash flows								
Net cash from (used) operating	6,137,521	4,229,326	4,463,772	4,141,684	4,463,772	(322,088)	-7%	4,463,772
Net cash from (used) investing	(4,800,204)	(6,541,942)	(6,650,027)	(3,437,574)	(6,650,027)	3,212,453	-48%	(6,650,027)
Net cash from (used) financing	(205,097)	1,710,001	(220,163)	(165,747)	(220,163)	54,417	-25%	(220,163)
Cash/cash equivalents at the year end	**3,753,780**	**2,332,986**	**1,347,361**	**4,292,143**	**1,347,361**			**1,347,361**

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

Description	2014/15	Current Year 2015/16						
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source								
Property rates	6,014,706	6,546,155	6,578,912	6,707,903	6,574,030	133,873	2.0%	6,578,912
Property rates - penalties & collection charges	–	–	–	–	–	–		–
Service charges - electricity revenue	9,966,787	11,127,619	11,127,619	11,167,197	11,115,584	51,613	0.5%	11,127,619
Service charges - water revenue	2,523,675	2,745,181	2,745,181	2,960,779	2,744,148	216,631	7.3%	2,745,181
Service charges - sanitation revenue	1,321,307	1,470,947	1,470,947	1,521,239	1,470,947	50,292	3.3%	1,470,947
Service charges - refuse revenue	980,691	1,097,246	1,097,054	1,090,087	1,097,054	(6,967)	-0.6%	1,097,054
Service charges - other	393,743	561,765	556,423	554,989	556,423	(1,435)	-0.3%	556,423
Rental of facilities and equipment	366,020	437,014	457,556	454,594	453,978	617	0.1%	365,189
Interest earned - external investments	637,962	294,255	607,878	631,877	607,878	23,999	3.8%	673,134
Interest earned - outstanding debtors	228,971	233,996	231,266	221,609	231,266	(9,657)	-4.4%	258,377
Dividends received	–	–	–	–	–	–	-	–
Fines	988,017	977,210	996,923	670,270	996,923	(326,653)	-48.7%	996,923
Licences and permits	43,111	43,028	29,444	41,476	29,444	12,032	29.0%	29,444
Agency services	168,519	153,993	153,993	182,152	153,993	28,159	15.5%	153,993
Transfers recognised - operational	3,264,270	3,579,752	4,106,009	3,178,916	4,106,009	(927,092)	-29.2%	4,106,009
Other revenue	2,485,469	2,542,807	2,451,460	2,518,013	2,451,460	66,553	2.6%	2,451,460
Gains on disposal of PPE	87,809	74,669	74,669	8,536	74,669	(66,133)	-774.8%	74,669
Total Revenue (excluding capital transfers and contributions)	**29,471,058**	**31,885,639**	**32,685,334**	**31,909,637**	**32,663,805**	**(754,168)**	**-2.3%**	**32,685,334**
Expenditure By Type								
Employee related costs	8,168,750	9,900,936	9,985,549	9,679,673	9,978,164	(298,491)	-3.1%	9,985,549
Remuneration of Councillors	128,412	139,311	139,311	134,637	139,311	(4,674)	-3.5%	139,311
Remuneration of Directors	356	873	873	457	873	(416)	-90.9%	873
Debt impairment	1,523,784	1,798,371	1,798,499	1,093,248	1,798,499	(705,251)	-64.5%	1,798,499
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	1,940,102	2,119,616	2,156,913	2,095,209	2,156,913	(61,704)	-2.9%	2,156,913
Finance charges	779,929	971,133	762,538	721,899	762,538	(40,639)	-5.6%	762,538
Bulk purchases	7,108,843	7,967,555	7,959,015	8,049,495	7,959,017	90,478	1.1%	7,959,015
Other materials	323,901	359,005	353,742	306,862	350,503	(43,642)	-14.2%	353,742
Contracted services	3,576,198	4,818,153	4,612,321	3,379,844	4,456,423	(1,076,579)	-31.9%	4,612,321
Transfers and grants	136,487	120,402	167,213	293,882	310,622	(16,740)	-5.7%	167,213
Other expenditure	3,853,059	4,092,093	4,874,387	4,258,392	4,875,970	(617,578)	-14.5%	4,874,387
Loss on disposal of PPE	3,096	–	–	3,888	–	3,888	-	–
Total Expenditure	**27,542,916**	**32,287,449**	**32,810,362**	**30,017,486**	**32,788,833**	**(2,771,347)**	**-8.5%**	**32,810,362**
Surplus/(Deficit)	**1,928,141**	**(401,810)**	**(125,028)**	**1,892,151**	**(125,028)**	**2,017,179**	**106.6%**	**(125,028)**
Transfers recognised - capital	2,423,179	2,223,813	2,446,794	1,514,884	2,446,794	(931,910)	-61.5%	2,446,794
Contributions recognised - capital	44,219	53,761	68,734	53,823	68,734	(14,911)	-27.7%	68,734
Contributed Assets	4,953	–	–	100	–	100	100.0%	
Surplus/(Deficit) after capital transfers and contributions	**4,400,492**	**1,875,764**	**2,390,500**	**3,460,958**	**2,390,500**	**1,070,458**	**30.9%**	**2,390,500**
Taxation	18,576	5,139	6,741	18,031	6,741	11,290	62.6%	6,741
Surplus/(Deficit) after taxation	**4,381,915**	**1,870,625**	**2,383,759**	**3,442,927**	**2,383,759**			**2,383,759**
Attributable to minorities	12,681	3,976	5,216	14,906	5,573			5,216
Surplus/(Deficit) attributable to municipality	**4,369,235**	**1,866,649**	**2,378,543**	**3,428,021**	**2,378,186**			**2,378,543**
Share of surplus/(deficit) of associate	–	–	–	–	–			–
Surplus/(Deficit) for the year	**4,369,235**	**1,866,649**	**2,378,543**	**3,428,021**	**2,378,186**			**2,378,543**

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	–	–	3,147,100	
Call investment deposits	1,860,113	3,865,399	2,907,356	1,664,619	2,907,356
Consumer debtors	4,618,497	4,740,731	4,849,763	3,801,652	4,849,763
Other debtors	730,721	519,686	781,838	796,950	781,838
Current portion of long-term receivables	19,838	19,470	20,830	19,838	20,830
Inventory	282,082	313,217	310,350	256,597	310,350
Total current assets	**10,720,168**	**9,458,502**	**8,870,137**	**9,686,755**	**8,870,137**
Non current assets					
Long-term receivables	75,324	94,142	71,562	72,786	71,562
Investments	3,753,617	3,257,649	3,482,161	4,508,361	3,482,161
Investment property	–	–	–	–	–
Investments in Associate				–	
Property, plant and equipment	35,014,046	39,760,480	39,180,317	38,323,444	39,180,317
Agricultural assets	–	–	–		–
Biological assets	–	–	–		–
Intangible assets	–	–	–		–
Other non-current assets	–	–	–		–
Total non current assets	**38,842,987**	**43,112,271**	**42,734,040**	**42,904,591**	**42,734,040**
TOTAL ASSETS	**49,563,155**	**52,570,773**	**51,604,177**	**52,591,346**	**51,604,177**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–		–
Borrowing	345,682	498,690	474,100	345,681	474,100
Consumer deposits	308,687	459,542	334,582	371,084	334,582
Trade and other payables	6,963,180	6,946,451	6,486,806	6,087,085	6,486,806
Provisions	1,130,647	978,863	1,128,588	1,029,307	1,128,588
Total current liabilities	**8,748,195**	**8,883,546**	**8,424,076**	**7,833,157**	**8,424,076**
Non current liabilities					
Borrowing	6,415,499	8,032,745	6,032,745	6,161,160	6,032,745
Provisions	5,624,708	6,361,299	5,977,349	6,513,610	5,977,349
Total non current liabilities	**12,040,207**	**14,394,044**	**12,010,094**	**12,674,770**	**12,010,094**
TOTAL LIABILITIES	**20,788,403**	**23,277,590**	**20,434,170**	**20,507,927**	**20,434,170**
NET ASSETS	**28,774,752**	**29,293,183**	**31,170,007**	**32,083,420**	**31,170,007**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	25,758,158	27,128,196	28,632,372	29,409,222	28,632,372
Reserves	2,790,265	1,847,464	2,294,593	2,379,852	2,294,593
Share capital	–	–	–	–	–
Non-controlling interest	226,329	317,522	243,042	294,346	243,042
TOTAL COMMUNITY WEALTH/EQUITY	**28,774,752**	**29,293,183**	**31,170,007**	**32,083,420**	**31,170,007**

Consolidated Monthly Budget Statement – Cash Flow

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
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Ratepayers and other	23,329,976	25,512,310	25,498,689	28,717,639	25,498,689	3,218,950	12.6%	25,498,689
Government - operating	3,251,460	3,579,752	4,106,009	2,917,478	4,106,009	(1,188,530)	-28.9%	4,106,009
Government - capital	2,423,179	2,277,574	2,515,528	2,515,528	2,515,528	–		2,515,528
Interest	766,135	464,676	607,890	556,102	607,890	(51,789)	-8.5%	607,890
Dividends	–	–	–	–	–	–	0.0%	
Payments								
Suppliers and employees	(22,923,679)	(26,717,606)	(27,561,265)	(29,875,086)	(27,561,265)	(2,313,821)	8.4%	(27,561,265)
Finance charges	(709,550)	(887,380)	(703,079)	(689,977)	(703,079)	13,101	-1.9%	(703,079)
Dividends paid	–	–	–					–
Transfers and Grants	–	–	–					–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,137,521**	**4,229,326**	**4,463,772**	**4,141,684**	**4,463,772**	**(322,088)**	**-7.2%**	**4,463,772**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	91,419	74,669	74,669	–	74,669	(74,669)	-	74,669
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	-	–
Decrease (increase) other non-current receivables	28,800	4,955	3,766	–	3,766	(3,766)	-	3,766
Decrease (increase) in non-current investments	361,949	(170,422)	(186,352)	–	(186,352)	186,352	-	(186,352)
Payments								
Capital assets	(5,282,372)	(6,451,145)	(6,542,111)	(3,437,574)	(6,542,111)	3,104,536	-47.5%	(6,542,111)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(4,800,204)**	**(6,541,942)**	**(6,650,027)**	**(3,437,574)**	**(6,650,027)**	**3,212,453**	**-48.3%**	**(6,650,027)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–	-	–
Borrowing long term/refinancing	202,715	2,038,209	38,209	117,000	38,209	78,792	-	38,209
Increase (decrease) in consumer deposits	(97,959)	40,724	27,226	–	27,226	(27,226)	-	27,226
Payments								
Repayment of borrowing	(309,852)	(368,931)	(285,598)	(282,747)	(285,598)	2,851	-1%	(285,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**(205,097)**	**1,710,001**	**(220,163)**	**(165,747)**	**(220,163)**	**54,417**	**-24.7%**	**(220,163)**
NET INCREASE/ (DECREASE) IN CASH HELD	**1,132,221**	**(602,614)**	**(2,406,418)**	**538,363**	**(2,406,418)**			**(2,406,418)**
Cash/cash equivalents at beginning:	2,621,558	2,935,601	3,753,780	3,753,780	3,753,780			3,753,780
Cash/cash equivalents at month/year end:	3,753,780	2,332,986	1,347,361	4,292,143	1,347,361			1,347,361

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

Executive Summary

The CTICC hosted 504 events as at 30 June 2016 and achieved a surplus of R46.3 million. Total revenue has exceeded its budget by R21.8 million, while total expenditure reflects a saving of R18.4 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	35,230	27,112	8,118	29.9%	27,112
Transfers recognised - operational	–	–	–	–	–	–	-	–
Other own revenue	195,924	192,990	194,990	208,762	194,990	13,772	7.1%	194,990
Total Revenue (excluding capital transfers and contributions)	**226,666**	**215,558**	**222,101**	**243,991**	**222,101**	**21,890**	**9.9%**	**222,101**
Employee costs	44,017	53,428	55,488	47,384	55,488	(8,104)	-14.6%	55,488
Remuneration of Board Members	356	873	873	457	873	(416)	-47.6%	873
Depreciation and asset impairment	22,968	29,790	29,790	27,934	29,790	(1,856)	-6.2%	29,790
Finance charges	–	–	–	–	–	–	-	–
Materials and bulk purchases	–	–	–	–	–	–	-	–
Transfers and grants	–	–	–	–	–	–	-	–
Other expenditure	98,606	113,113	111,875	103,821	111,875	(8,054)	-7.2%	111,875
Total Expenditure	**165,947**	**197,204**	**198,026**	**179,596**	**198,026**	**(18,430)**	**-9.3%**	**198,026**
Surplus/(Deficit)	**60,719**	**18,354**	**24,076**	**64,396**	**24,076**	**40,320**	**167.5%**	**24,076**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	-	–
Surplus/(Deficit) after capital transfers & contributions	**60,719**	**18,354**	**24,076**	**64,396**	**24,076**	**40,320**	**167.5%**	**24,076**
Taxation	**18,576**	**5,139**	**6,741**	**18,031**	**6,741**	**11,290**	**167.5%**	**6,741**
Surplus/ (Deficit) for the year	**42,143**	**13,215**	**17,335**	**46,365**	**17,335**	**29,030**	**167.5%**	**17,335**
Capital expenditure & funds sources								
Capital expenditure								
Transfers recognised - capital	–	–	–	–	–	–	-	–
Public contributions & donations	–	–	–	–	–	–	-	–
Borrowing	–	–	–	–	–	–	-	–
Internally generated funds	82,409	495,319	500,544	309,187	500,544	(191,357)	-38.2%	500,544
Total sources of capital funds	**82,409**	**495,319**	**500,544**	**309,187**	**500,544**	**(191,357)**	**-38.2%**	**500,544**
Financial position								
Total current assets	579,940	275,146	155,341	441,935				155,341
Total non current assets	264,115	836,315	734,874	545,273				734,874
Total current liabilities	91,881	54,020	82,499	71,674				82,499
Total non current liabilities	–	2,201	–	(5)				–
Community wealth/Equity	**752,174**	**1,055,241**	**807,717**	**915,539**				**807,717**
Cash flows								
Net cash from (used) operating	78,796	45,124	57,143	56,055	57,143	(1,088)	-1.9%	57,143
Net cash from (used) investing	(81,879)	(495,319)	(500,544)	(309,092)	(500,544)	191,452	-38.2%	(500,544)
Net cash from (used) financing	202,715	38,209	38,209	117,000	38,209	78,792	100.0%	38,209
Cash/cash equivalents at the year end	**554,632**	**258,204**	**149,439**	**418,595**				**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	99,977	92,367	7,610	8.2%	92,367
Interest earned - external investments	30,742	22,568	27,112	35,230	27,112	8,118	29.9%	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	108,784	102,622	6,162	6.0%	102,622
Gains on disposal of PPE	–	–	–	–	–	–	-	–
Total Revenue (excluding capital transfers and contributions)	**226,666**	**215,558**	**222,101**	**243,991**	**222,101**	**21,890**	**9.9%**	**222,101**
Expenditure By Type								
Employee related costs	44,017	53,428	55,488	47,384	55,488	(8,104)	-14.6%	55,488
Remuneration of Directors	356	873	873	457	873	(416)	-47.6%	873
Debt impairment	–	–	–	–	–	–	-	–
Collection costs	–	–	–	–	–	–	-	–
Depreciation & asset impairment	22,968	29,790	29,790	27,934	29,790	(1,856)	-6.2%	29,790
Finance charges	–	–	–	–	–	–	-	–
Bulk purchases	–	–	–	–	–	–	-	–
Other materials	–	–	–	–	–	–	-	–
Contracted services	–	–	–	–	–	–	-	–
Transfers and grants	–	–	–	–	–	–	-	–
Other expenditure	98,606	113,113	111,875	103,821	111,875	(8,054)	-7.2%	111,875
Loss on disposal of PPE	–	–	–	–	–	–	-	–
Total Expenditure	**165,947**	**197,204**	**198,026**	**179,596**	**198,026**	**(18,430)**	**-9.3%**	**198,026**
Surplus/(Deficit)	**60,719**	**18,354**	**24,076**	**64,396**	**24,076**	**40,320**	**167.5%**	**24,076**
Transfers recognised - capital	–	–	–	–	–	–	-	–
Contributions recognised - capital	–	–	–	–	–	–	-	–
Contributions of PPE	–	–	–	–	–	–	-	–
Surplus/(Deficit) before taxation	**60,719**	**18,354**	**24,076**	**64,396**	**24,076**	**40,320**	**167.5%**	**24,076**
Taxation	18,576	5,139	6,741	18,031	6,741	11,290	167.5%	6,741
Surplus/(Deficit) for the year	**42,143**	**13,215**	**17,335**	**46,365**	**17,335**	**29,030**	**167.5%**	**17,335**

Table F3 Monthly Budget Statement – Capital expenditure

Vote Description R thousands	2014/15 Audited Outcome	Current Year 2015/16 Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Single Year expenditure								
Building Enhancements	15,844	11,995	16,495	15,194	16,495	(1,301)	-7.9%	16,495
IT & Telecommunications	8,486	10,849	10,849	10,517	10,849	(332)	-3.1%	10,849
Operational Furniture & Equipment	945	1,050	1,050	786	1,050	(264)	-25.1%	1,050
Catering Furniture & Equipment	2,278	3,450	4,175	2,575	4,175	(1,600)	-38.3%	4,175
CTICC2	54,856	467,975	467,975	280,114	467,975	(187,861)	-40.1%	467,975
Capital single-year expenditure sub-total	**82,409**	**495,319**	**500,544**	**309,187**	**500,544**	**(191,357)**	**-38.2%**	**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	309,187	500,544	(191,357)	-38.2%	500,544
Total Capital Funding	**82,409**	**495,319**	**500,544**	**309,187**	**500,544**	**(191,357)**	**-38.2%**	**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	–	–	9,771	–
Call investment deposits	544,862	258,204	149,439	408,824	149,439
Consumer debtors	–	–	–	–	–
Other debtors	23,543	14,748	3,900	22,080	3,900
Current portion of long-term receivables	–	–	–	–	–
Inventory	1,766	2,195	2,002	1,260	2,002
Total current assets	**579,940**	**275,146**	**155,341**	**441,935**	**155,341**
Non current assets					
Long-term receivables	–	–	5	–	5
Investments	–	–	–	–	–
Investment property	–	–	–	–	–
Property, plant and equipment	264,115	836,315	734,870	545,273	734,870
Agricultural assets	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	–	–	–	–	–
Total non current assets	**264,115**	**836,315**	**734,874**	**545,273**	**734,874**
TOTAL ASSETS	**844,056**	**1,111,462**	**890,216**	**987,208**	**890,216**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	36,429	11,579	35,098	46,451	35,098
Trade and other payables	52,088	38,622	43,753	21,685	43,753
Provisions	3,365	3,818	3,647	3,538	3,647
Total current liabilities	**91,881**	**54,020**	**82,499**	**71,674**	**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**	**71,669**	**82,499**
NET ASSETS	**752,174**	**1,055,241**	**807,717**	**915,539**	**807,717**
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(215,253)	(230,396)	(197,919)	(168,889)	(197,919)
Reserves	–	–	–	–	–
Share capital	967,428	1,285,638	1,005,636	1,084,428	1,005,636
TOTAL COMMUNITY WEALTH/EQUITY	**752,174**	**1,055,241**	**807,717**	**915,539**	**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	220,587	217,303	3,284	1.5%	217,303
Government - operating	–	–	–	–	–	–	-	–
Government - capital	–	–	–	–	–	–	-	–
Interest	30,837	22,568	27,112	35,272	27,112	8,160	30.1%	27,112
Dividends	–	–	–	–	–	–	-	–
Payments								
Suppliers and employees	(143,220)	(169,497)	(187,272)	(199,762)	(187,272)	(12,490)	6.7%	(187,272)
Finance charges	(95)	–	–	(42)	–	(42)		–
Dividends paid	–	–	–	–	–	–	-	–
Transfers and Grants	–	–	–	–	–	–	-	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**78,796**	**45,124**	**57,143**	**56,055**	**57,143**	**(1,088)**	**-1.9%**	**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)	(309,092)	(500,544)	191,452	-38.2%	(500,544)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(81,879)**	**(495,319)**	**(500,544)**	**(309,092)**	**(500,544)**	**191,452**	**-38.2%**	**(500,544)**
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	–	–	–	–	–	–		–
Borrowing long term/refinancing	202,715	38,209	38,209	117,000	38,209	78,792	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**	**117,000**	**38,209**	**78,792**	**100.0%**	**38,209**
NET INCREASE/ (DECREASE) IN CASH HELD	**199,632**	**(411,987)**	**(405,192)**	**(136,037)**	**(405,192)**	**269,156**	**-66.4%**	**(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	418,595	149,439			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	8,118	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	(8,104)	There were quite a few vacancies at the end of June. 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	(1,856)	The variance is due to the timing of capital spend.	-
Other expenditure	(8,054)	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	(1,301)	The variance is due to timing of capital spend.	-
IT & Telecommunications	(332)	The variance is due to timing of capital spend.	-
Catering Furniture & Equipment	(1,600)	The variance is due to timing of capital spend.	-
CTICC2	(187,861)	The variance is due to timing of capital spend.	-

Table SF3 Entity Aged debtors

Detail R thousands	Current Year 2015/16 0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	Bad Debts	>90 days
Debtors Age Analysis By Revenue Source											
Rates	–	–	–	–	–	–	–	–	–	–	–
Electricity	–	–	–	–	–	–	–	–	–	–	–
Water	–	–	–	–	–	–	–	–	–	–	–
Sewerage / Sanitation	–	–	–	–	–	–	–	–	–	–	–
Refuse Removal	–	–	–	–	–	–	–	–	–	–	–
Housing (Rental Revenue)	–	–	–	–	–	–	–	–	–	–	–
Other	4,554	(87)	303	(51)	(235)	–	–	–	4,484	–	(286)
Total By Income Source	**4,554**	**(87)**	**303**	**(51)**	**(235)**	**–**	**–**	**–**	**4,484**	**–**	**(286)**
Debtors Age Analysis By Customer Group											
Government	–	–	–	–	–	–	–	–	–	–	
Business	–	–	–	–	–	–	–	–	–	–	
Households	–	–	–	–	–	–	–	–	–	–	
Other	4,554	(87)	303	(51)	(235)	–	–	–	4,484	–	
Total By Customer Group	**4,554**	**(87)**	**303**	**(51)**	**(235)**	**–**	**–**	**–**	**4,484**	**–**	

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	15,327	5	–	–	–	–	–	–	15,331
Auditor General	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Total By Customer Type	**15,327**	**5**	**–**	**–**	**–**	**–**	**–**	**–**	**15,331**

Table SF5 Entity investment portfolio monthly statement

Investments by maturity Name of institution & investment ID	Current Year 2015/16							
	Period of investment	Type of investment	Expiry date of investment	Accrued interest for the month	Yield %	Market value		
R thousands	Months					Begin	Change	End
CTICC								
Cash					-	67		67
Nedbank - Current - 1232 043850	-	Current Account	-		-	240	(25)	265
Nedbank - Call Deposit - 03/7881544007/000105	-	Call Account	-	17	6.75	4,723	4,707	17
ABSA Bank - Current - 4072900553	-	Current Account			-	2,920	(3,186)	6,106
ABSA Bank - Exh Serv - Current - 4072900731	-	Current Account	-		-	1,690	1,646	44
ABSA Bank - Treasury Account - 40-7373-1246	-	Treasury	-		-	65	()	65
ABSA Bank - Convenco Account - 40-7373-3701	-	Treasury	-	12	-	2,145	(12)	2,157
ABSA Bank - Call Deposit - 4074708347	-	Call Account	-	59	6.75	33,870	19,036	14,834
Stanlib - Bank 000-402-184 (1199539) ref No. 551436367	-	Money Market	-	280	7.795	40,776	(11,018)	51,794
Standard Bank - Investment - Acc(97212) 500922		Money Market	-		-	10,960	10,960	
Nedbank - 3 Month Deposit - 03/7881544007/000104	Six	Investment 2	2016/07/21	500	7.55	15,337	(93)	15,429
Investec Bank - (462097) 1008645		Money Market	-	121	7.659	19,368	(121)	19,489
Nedgroup Money Market - (800167964) - 8319631		Money Market		374	7.899	58,313	(374)	58,687
First National Bank -RMB Investment- 00 506 190 167 40	One	RMB Investment		3	7.712	12,708	(80)	12,788
ABSA Bank - CTICC Money Market - 9316676360		Money Market		552		86,272	(552)	86,824
						289,453	20,888	268,565
ABSA Bank - CTICC East - Current - 4072900228	-	Current Account	-		-	18	(1,049)	1,067
ABSA Bank - CTICC East - Call Deposit 4083941322		Call Account	-	18	6.75	43,551	29,533	14,018
Investec Bank - CTICC East - Corp MM - (462097) 1037793		Money Market	-	24	7.659	5,782	5,758	24
Nedgroup Corp Money Market - CTICC East- (800190652) 8330496		Money Market	-		7.824		()	
Stanlib Money Market - CTICC East - 000-402-184 (552166459)		Money Market	-		7.795	7	()	7
						49,358	35,290	14,050
Absa Bank - CTICC East - FD (Guarantee) - 43939765 FDE		CTICC East Guarantee	12 December 2016	14,913	8	134,124	(789)	134,913
Total investments				**16,872**		**472,935**	**54,340**	**418,595**

Table SF6 Entity Board member allowances & staff benefits

Summary of Employee and Board Member remuneration	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
Remuneration								
Board Members of Entities								
Board Fees	356	873	873	457	873	(416)	-47.6%	873
Sub Total - Board Members of Entities	**356**	**873**	**873**	**457**	**873**	**(416)**	**-47.6%**	**873**
% increase		**145.6%**	**145.6%**					
Senior Managers of Entities								
Basic Salaries	6,057	6,469	6,709	6,314	6,709	(395)	-5.9%	6,709
Sub Total - Senior Managers of Entities	**6,057**	**6,469**	**6,709**	**6,314**	**6,709**	**(395)**	**-5.9%**	**6,709**
% increase		**6.8%**	**10.8%**					**10.8%**
Other Staff of Entities								
Basic Salaries	37,960	46,959	48,779	41,070	48,779	(7,709)	-15.8%	48,779
Sub Total - Other Staff of Entities	**37,960**	**46,959**	**48,779**	**41,070**	**48,779**	**(7,709)**	**-15.8%**	**48,779**
% increase		**23.7%**	**28.5%**					**28.5%**
Total Municipal Entities remuneration	**44,372**	**54,301**	**56,361**	**47,842**	**56,361**	**(8,520)**	**-15.1%**	**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	Outcome	Outcome	Outcome	Outcome	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	5,341	13,844	9,440	(460)	92,367	–	–
Other revenue	6,519	10,537	10,845	13,290	16,680	6,886	6,018	13,493	2,813	15,339	9,302	(9,098)	102,622	–	–
Gains on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue	**12,133**	**20,530**	**21,281**	**25,275**	**26,761**	**11,202**	**8,430**	**22,857**	**8,154**	**29,183**	**18,741**	**(9,558)**	**194,990**	**–**	**–**
Expenditure By Type															
Employee related costs	(3,826)	(4,147)	(3,512)	(3,740)	(3,735)	(3,831)	(3,080)	(3,704)	(4,142)	(4,403)	(4,260)	(13,108)	(55,488)	–	–
Remuneration of Board Members	–	–	(101)	–	–	(131)	–	–	(131)	–	–	(511)	(873)	–	–
Debt impairment	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment	(2,129)	(2,120)	(2,102)	(2,205)	(2,144)	(2,229)	(2,211)	(2,258)	(2,307)	(2,373)	(2,356)	(5,355)	(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)	(7,479)	(14,991)	(11,725)	(15,384)	(118,616)	–	–
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total expenditure	**(14,008)**	**(18,841)**	**(14,937)**	**(15,408)**	**(16,381)**	**(12,493)**	**(10,608)**	**(13,567)**	**(14,059)**	**(21,767)**	**(18,341)**	**(34,357)**	**(204,767)**	**–**	**–**
Capital expenditure															
Capital assets	1,095	15,929	18,776	20,319	24,832	54,008	23,200	15,569	43,943	29,173	37,639	216,062	500,544	–	–
Total capital expenditure	**1,095**	**15,929**	**18,776**	**20,319**	**24,832**	**54,008**	**23,200**	**15,569**	**43,943**	**29,173**	**37,639**	**216,062**	**500,544**	**–**	**–**
Cash flow															
Ratepayers and other	21,320	16,641	28,007	15,637	19,244	(90)	12,503	17,622	17,807	33,027	14,687	20,898	217,303	–	–
Grants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest	1,748	3,117	3,033	3,117	2,945	2,166	3,598	2,623	2,816	2,825	3,019	(3,895)	27,112	–	–
Suppliers, employees and other	(16,415)	(4,562)	(9,112)	(23,174)	(10,399)	(12,488)	(29,024)	(11,363)	(14,621)	(10,641)	(17,034)	(28,438)	(187,272)	–	–
Finance charges	(3)	(3)	(3)	(7)	(12)	6	(3)	(3)	(3)	(3)	(3)	38	–	–	–
Dividends paid	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES	**6,650**	**15,192**	**21,925**	**(4,428)**	**11,778**	**(10,406)**	**(12,926)**	**8,879**	**5,999**	**25,208**	**669**	**(11,397)**	**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)	(54,008)	(23,200)	(15,569)	(43,943)	(29,173)	(37,639)	(216,062)	(500,544)	–	–
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(1,095)**	**(15,929)**	**(18,776)**	**(20,319)**	**(24,832)**	**(54,008)**	**(23,200)**	**(15,569)**	**(43,943)**	**(29,173)**	**(37,639)**	**(216,062)**	**(500,544)**	**–**	**–**
Borrowing long term/refinancing/short term	–	–	–	–	–	15,000	–	–	52,000	35,000	–	(63,792)	38,209	–	–
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**–**	**–**	**–**	**–**	**15,000**	**–**	**–**	**52,000**	**35,000**	**–**	**(63,792)**	**38,209**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD	**5,554**	**(736)**	**3,149**	**(24,747)**	**(13,054)**	**(49,414)**	**(36,127)**	**(6,689)**	**14,056**	**31,035**	**(36,970)**	**(291,250)**	**(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 **June 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 ---14.07.2016------------------------------

CTICC

12 July 2016

ACCOUNTING OFFICER'S QUALITY CERTIFICATION

I, **Julie-May Ellingson**, the accounting officer of Cape Town International Convention Centre Company SOC Ltd (RF), hereby certify that the monthly budget statement for the month of **June 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name J. ELLINGSON

Title: **Accounting Officer**

Signature Ellingson Date 12/7/2016

Cape Town International Convention Centre
Convention Square, 1 Lower Long Street,
Cape Town 8001, South Africa
Tel: +27 21 410 5000 Fax: +27 21 410 5001
Email: info@cticc.co.za
www.cticc.co.za