

F1/5/2  
Umar Banda (012 358 8110)  
**MAYORAL COMMITTEE: 20 JULY 2016**

**TO: CITY MANAGER  
EXECUTIVE MAYOR**

SUBMISSION

**GROUP FINANCIAL SERVICES DEPARTMENT:  
MUNICIPAL FINANCE MANAGEMENT ACT:  
PRELIMINARY IN-YEAR FINANCIAL REPORT (MONTHLY AND FOURTH QUARTER  
BUDGET STATEMENT) FOR THE PERIOD ENDING 30 JUNE 2016**

1. PURPOSE

The purpose of this report is to provide preliminary results on the City of Tshwane's actual financial performance against the budget in compliance with the section 52(d) and section 71 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

2. STRATEGIC OBJECTIVE

(Unaltered)

"To improve financial sustainability"

3. BACKGROUND

In terms of sections 52(d) and 71 of the MFMA as well as Government Notice 32141 dated 17 April 2009 with regard to the Local Government: Municipal Finance Management Act 2003, (Act 56 of 2003) Municipal Budget and Reporting Regulations, it is required that specific financial particulars on the implementation of the budget be reported on in the format prescribed, therefore this report is intended to comply with legislation.

(Unaltered)

"The mayor of a municipality-  
52(d) must, **within 30 days of the end of each quarter**, submit a report to **Council** on the implementation of the budget and the financial state of the municipality;"

"71(1) The accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for the month and for the financial year up to the end of that month: ..."

"28. The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and

explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

In compliance with section 52(d), which relates to the reporting period ending 30 June 2016, the 30-day limit expires on **30 July 2016**.

Further, section 31(1) of Government Gazette 32141 of 17 April 2009 prescribes the following:

(Unaltered)

“31.(1) The mayor’s quarterly report on the implementation of the budget and financial state of affairs of the municipality as required by section 52(d) of the Act must be –

- in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act;
- consistent with the monthly budget statement for September, December, March and June as applicable; and
- **submitted to the National Treasury and the relevant Provincial Treasury within five days of tabling of the report in the council.**”

In compliance with section 71(1), which relates to the reporting period ended on 30 June 2016, the ten-working-day reporting limit expires on **14 July 2016**.

It should be noted that this is a **preliminary** financial report for this period submitted to the Council in order to ensure legislative compliance, because the financial year-end procedures which entail year-end accruals and appropriations (such as depreciation and finance charges, etc) to be effected are still in progress.

#### 4. DISCUSSION

On 24 March 2016, the Council approved the enhancement to the adjustment of the 2015/16 Medium-term Revenue and Expenditure Framework.

The attached “In-year” Report (Annexure A) provides a high-level analysis as at 30 June 2016 in the legislated format. Material variances will be briefly referred to in this report. Details will be included in the monthly “Corporate Financial” report.

##### 4.1 Executive summary

The total adjusted consolidated operating revenue budget of the City of Tshwane amounts to R27 328 million and the operating expenditure budget equates to R26 644 million for the 2015/16 financial year.

The following table indicates the financial performance for the period from 1 July 2015 to 30 June 2016. The actual operating revenue realised (excluding capital transfers) amounts to R25 801 million, an unfavourable variance of R1 526 million or 5,6% against the year-to-date budget. The operating expenditure amounts to R27 078 million, an unfavourable variance of R434 million or 1,6% against the year-to-date budget.

An unfavourable variance of R1 961 million is reflected when year-to-date actual is compared to the year-to-date budget.

Summary Statement of Financial Performance:				
Description	June YTD Budget	June YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	27,327,733	25,801,289	(1,526,445)	-5.6%
Total Operating Expenditure	26,643,654	27,077,742	434,088	1.6%
SURPLUS/DEFICIT	684,079	(1,276,454)	(1,960,533)	

The unfavourable revenue variance is explained by the following:

- Service charges – electricity revenue (R1 090 million unfavourable)
- Service charges – water revenue (R343 million unfavourable)
- Service charges – sanitation revenue (R57 million unfavourable)

The variance is ascribed to a decrease in demand as well as various technical challenges that were encountered, such as being unable to export automated meter readings to the accounting system, resulting in estimated readings.

- Other revenue (R654 million unfavourable) – The two main line items that contribute to the variance are as follows:
  - Land sales (R681 million unfavourable) – During the enhancement of the adjustment budget, an additional amount of R680 million was allocated to this line item, aiming to improve revenue through the auction of land. However, the projected revenue could not be realised in the current financial year due to delays in the sale of municipal-owned properties and delays in the auctioning of the Garsfontein land portion.
  - Capital income received from insurer organisation (R98 million unfavourable) – This revenue falls under the Insurance Section and it is dependent on successful claims recovered from the insurer. Revenue as projected was not attained.
- Interest earned – outstanding debtors (R190 million favourable) – Attributed to an increase in the levying of interest on long-overdue accounts, which resulted in a higher interest earned on the line item “Interest on Amounts in Arrear”.

The unfavourable expenditure variance is explained by the following:

- Contracted services (R308 million unfavourable) – Line items that contribute to the variance include the following:
  - Watchman services (R112 million unfavourable) – A report was submitted to the Mayoral Committee which requested approval for the overexpenditure. The reason cited, among others, was that the allocated amount was inadequate and the “incorporation of additional strategic service in the form of rapid response and tracking system”.
  - Household refuse removal: private sector (R112 million unfavourable) – A report was submitted to the Mayoral Committee which requested approval for the overexpenditure. It was stated that the costing of

refuse removal services has been underestimated and there is an escalation in the rendering of the services.

- Legal costs (R38 million unfavourable) – The Legal Services Department indicated that it is obliged to pay the service providers for services rendered.
- Employee-related costs (R302 million unfavourable)
  - Provision for leave payments (R216 million unfavourable) – At the end of each and every financial year, the leave liability of all the employees is determined for the specific financial year in accordance with GRAP. For the 2015/16 financial year the provision had to be adjusted upwards.
  - Overtime salaries (R123 million unfavourable) – The Service Delivery and Coordination Department, which is the major contributor (R102 million), has indicated that the variance is as a result of unplanned overtime salaries paid to employees for attending to electricity and waste management services.
- Depreciation and asset impairment (R263 million unfavourable) – This expenditure group was recalculated during the 2015/16 adjustment budget process.
- Bulk purchases (R113 million unfavourable) – The main contributors to this variance are the line items “Water: Rand Water”, indicating a favourable variance of R230 million, and “Bulk: Electricity”, indicating an unfavourable variance of R320 million. The variance is attributed to an increase in purchases due to weather conditions. The allocated budget was also adjusted downwards by R20 million during the adjustment budget process. In addition, the rectification of Eskom billing for the 2014/15 financial year was also paid.
- Debt impairment (R89 million unfavourable) – The budget was adjusted based on a 98% collection level.
- Other expenditure (R385 million favourable) – Some of the line items that contribute to the variance are as follows:
  - Post-employment pension expense (R132 million) – Provision on this line item will only be processed during the year-end process.
  - Lease expenditure: Reclassification (R77 million) – A decrease in the lease liability in the 2014/15 financial year (capital and interest paid) was realised.
  - Post-employment long-service awards expense (R63 million) – Provision on this line item will only be administered during the year-end process.

Table C3 of the attached annexure indicates that the following departments have exceeded their allocated budget, citing some of the line items that contributed to the variance:

- Corporate and Shared Services (Provision for Leave Payments, Salaries, Depreciation, Interest Payable: External Loans, Rental: Plant and Equipment)
- Emergency Services (Provision for Leave Payments, Medical Aid Fund, Depreciation, Interest Payable: External Loans)
- Energy and Electricity (Provision for Leave Payments, Overtime Salaries, Salaries, Provision for Bad Debt, Interest Payable: External Loans, Bulk: Electricity, Prepaid Commission, Electricity Disconnections, SORP Electricity)
- Environmental Management (Provision for Leave Payments, Salaries, Depreciation, Interest Payable: External Loans, Interest: Rehabilitation Provisions)
- Group Financial Services (Provision for Leave Payments, Salaries, Overtime Salaries, Provision for Bad Debts)
- Metro Police (Depreciation, Interest Payable: External Loans, Watchman Services)
- Service Delivery and Coordination (Provision for Leave Payments, Overtime Salaries, Standby Allowance, Interest: Rehabilitation Provisions, Household Refuse Removal: Private Sector)
- Transport (Provision for Leave Payments, Overtime Salaries, Depreciation, Interest Payable: External Loans)
- Other votes, which consist of the following:
  - Customer Relations Management (Provision for Leave Payments, Overtime Salaries, Salaries, Depreciation)
  - Group Audit and Risk (Provision for Leave Payments, Salaries, Depreciation, Compensation Commissioner (IOD), Internal Audit, Audit Performance Committee)
  - Group Legal Services (Provision for Leave Payments, Salaries, Depreciation, Legal Costs)
  - Health and Social Development (Provision for Leave Payments, Salaries, Depreciation)
  - Sport and Recreation (Provision for Leave Payments, Salaries, Depreciation, Interest Payable: External Loans)

The cash flow report below as at 30 June 2016 indicates the following:

- The cash and cash equivalents closing balance as at the end of June 2016 is R1 163 million.
- Cash flow from operating activities is R3 111 million compared to the target of R4 696 million.

- Cash flow from investing activities amounts to (R3 174 million) compared to a target of (R3 872 million).
- Cash flow from financing activities equates to (R626 million) compared to a target of R610 million.

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges		4,866,348	4,817,476	5,132,045	496,554	5,316,306	5,132,045	184,261	4%	5,132,045
Service charges		13,344,135	14,588,169	15,749,858	1,109,799	14,695,193	15,749,858	(1,054,665)	-7%	15,749,858
Other revenue		1,105,645	1,178,291	1,878,686	49,829	1,315,407	1,878,686	(563,280)	-30%	1,878,686
Government - operating		3,081,485	3,666,857	3,808,337	308,872	3,902,462	3,808,337	94,125	2%	3,808,337
Government - capital		2,560,527	2,453,160	2,456,036	505	2,452,650	2,456,036	(3,386)	0%	2,456,036
Interest		412,487	193,141	164,609	43,293	463,194	164,609	298,585	181%	164,609
<b>Payments</b>										
Suppliers and employees		(21,539,186)	(21,907,225)	(23,096,195)	(1,581,401)	(23,811,141)	(23,096,195)	714,946	-3%	(23,096,195)
Finance charges		(997,467)	(1,029,556)	(1,142,841)	(338,012)	(1,109,244)	(1,142,841)	(33,598)	3%	(1,142,841)
Transfers and Grants		-	(259,298)	(254,148)	(14,532)	(113,799)	(254,148)	(140,349)	55%	(254,148)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>2,833,975</b>	<b>3,701,015</b>	<b>4,696,387</b>	<b>74,908</b>	<b>3,111,028</b>	<b>4,696,387</b>	<b>1,585,358</b>	<b>34%</b>	<b>4,696,387</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		272,909	-	-	389,970	512,661	-	512,661	#DIV/0!	-
Decrease (Increase) in non-current debtors		12,997	-	-	84,120	101,273	-	101,273		-
Decrease (increase) other non-current receivables		(48,903)	48,553	-	(106,447)	(165,525)	-	(165,525)		-
Decrease (increase) in non-current investments		(156,583)	56,007	34,728	5,113	55,488	34,728	20,760	60%	34,728
<b>Payments</b>										
Capital assets		(4,114,918)	(3,783,366)	(3,906,934)	(515,108)	(3,678,347)	(3,906,934)	(228,587)	6%	(3,906,934)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(4,034,497)</b>	<b>(3,678,806)</b>	<b>(3,872,205)</b>	<b>(142,353)</b>	<b>(3,174,450)</b>	<b>(3,872,205)</b>	<b>(697,756)</b>	<b>18%</b>	<b>(3,872,205)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	440,000	7,850,000	-	7,850,000		-
Borrowing long term/refinancing		1,500,000	1,200,000	1,200,000	1,200,001	1,194,947	1,200,000	(5,053)	0%	1,200,000
Increase (decrease) in consumer deposits		(55,733)	8,565	7,225	1,034	24,512	7,225	17,287	239%	7,225
<b>Payments</b>										
Repayment of borrowing		(491,042)	(560,350)	(596,731)	(1,543,905)	(8,443,227)	(596,731)	7,846,496	-1315%	(596,731)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>953,224</b>	<b>648,215</b>	<b>610,494</b>	<b>97,129</b>	<b>626,231</b>	<b>610,494</b>	<b>(15,737)</b>	<b>-3%</b>	<b>610,494</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(247,298)</b>	<b>670,424</b>	<b>1,434,676</b>	<b>29,684</b>	<b>562,810</b>	<b>1,434,676</b>			<b>1,434,676</b>
Cash/cash equivalents at beginning:		847,816	1,203,476	578,120		600,518	578,120			600,518
Cash/cash equivalents at month/year end:		600,518	1,873,900	2,012,796		1,163,328	2,012,796			2,035,194

## Capital expenditure

The following table indicates actual year-to-date spending of R3 678 million and a variance of R317 million or 7,9% against the year-to-date budget.

Summary statement of Capital Expenditure:				
Description	June YTD Budget	June YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	3,995,193	3,678,347	(316,846)	-7.9%
TOTAL Capital Financing	3,995,193	3,678,347	(316,846)	-7.9%

The reasons for variances per department (vote) are captured in Table SC1 of this report. With the exception of the Housing and Human Settlement Department, due to additional needs for land purchases, the expenditure allocation was not exceeded.

Table SC12 provides an analysis of actual capital expenditure compared to the budget targets on a monthly and year-to-date basis. Expenditure for the period ending 30 June 2016 amounts to R3 678 million against the projection of R3 995 million; a

variance of R317 million or 7,9% is reflected. The total percentage spent against the total adjusted budget amounts to 92,1%.

Charts C1 and C2 illustrate the trend of the capital expenditure against budget per month and the YTD actual against the year-to-date target.

Chart C1: 2015/16 capital expenditure

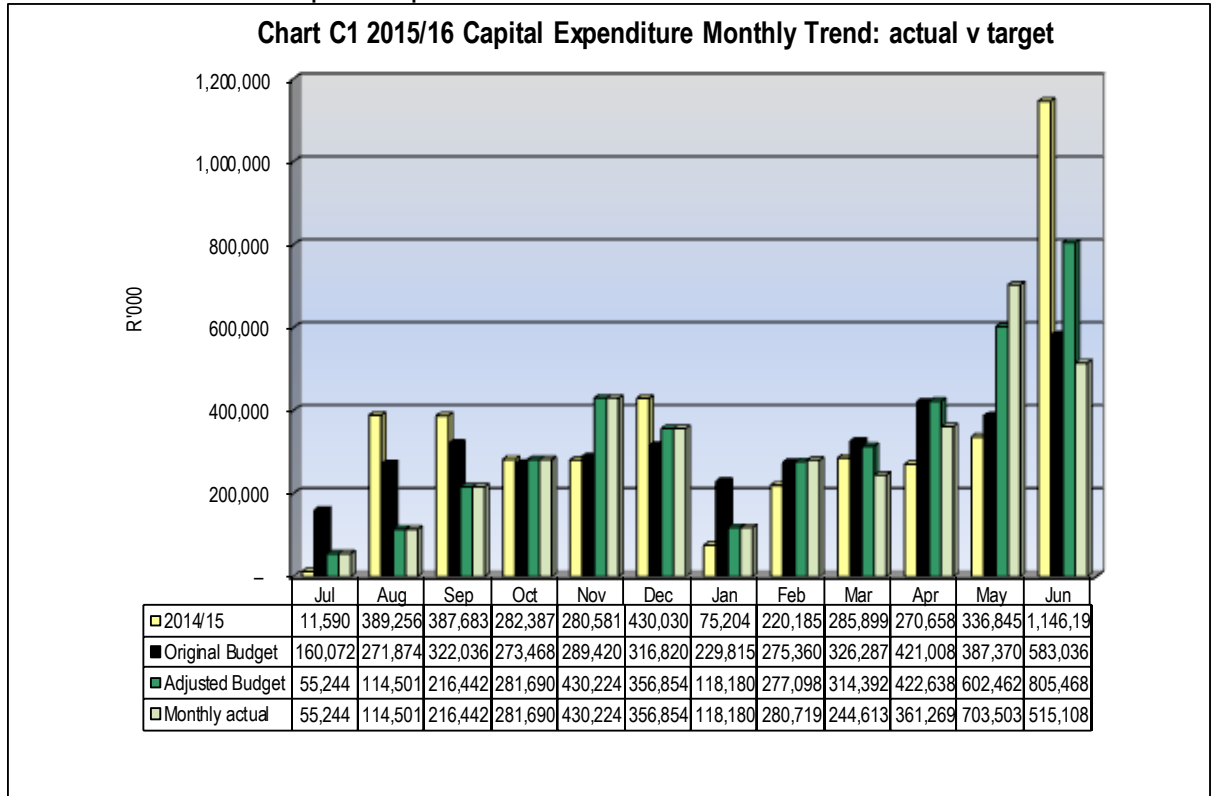
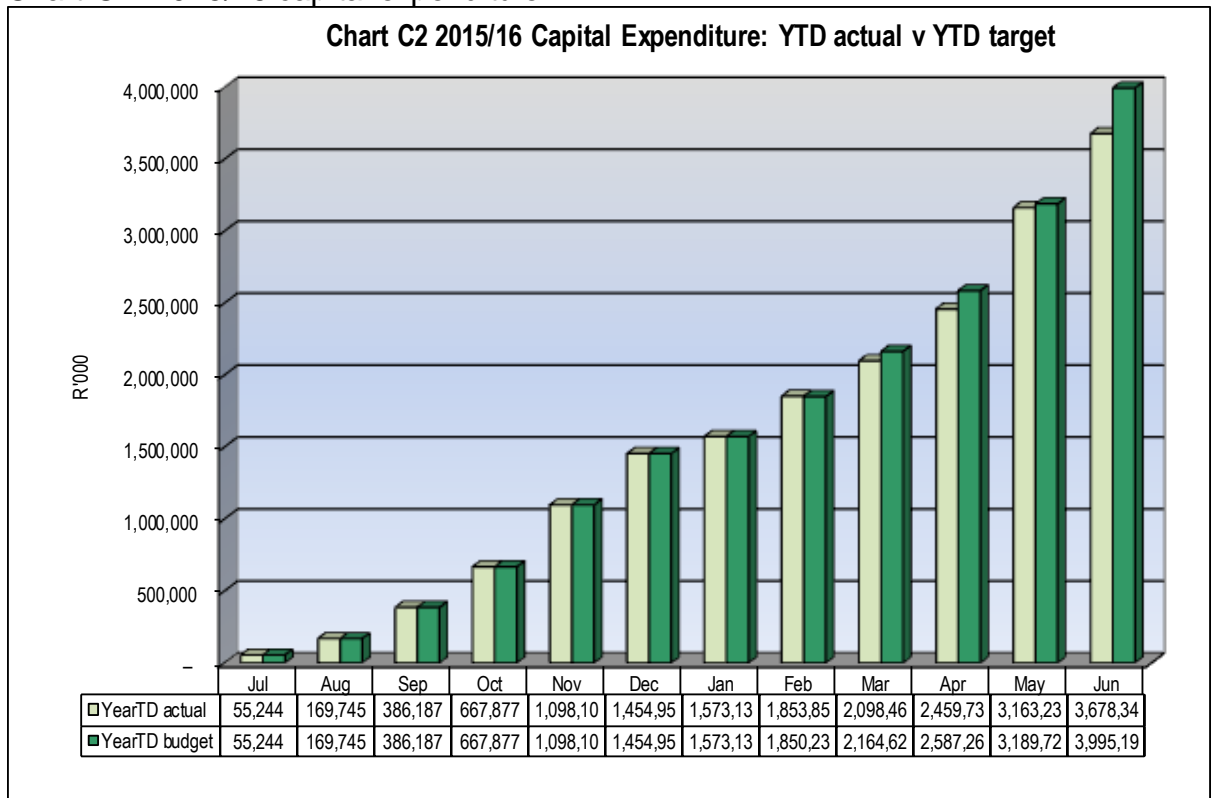


Chart C2: 2015/16 capital expenditure



5. INTERDEPARTMENTAL AND CLUSTER IMPACT

None.

6. COMMENTS OF THE GROUP LEGAL COUNSEL

The above-mentioned report as such does not call for legal clarification.

7. IMPLICATIONS

- Human resources

Not applicable.

- Finances (budget and value for money)

This report incorporates the financial status for the period ended on 30 June 2016. Upon receipt of the statement or report submitted by the Accounting Officer to the Executive Mayor in terms of Section 71 of the MFMA, the Executive Mayor is obliged to take certain steps with regard to “budgetary control and early identification of financial problems” as determined in section 54 of the MFMA. Furthermore, the Accounting Officer of the Municipality must report in writing to the Municipal Council with regard to impending shortfalls, overspending, and overdrafts in terms of section 70 of the MFMA.

- Constitutional and legal factors

The implication of approval of this report is compliance with legislative requirements (sections 52(d) and 71 of the MFMA) and National Treasury regulations as published in Government Gazette 32141 of 17 April 2009.

- Communication

In compliance with legislative requirements (section 71 of the MFMA), this document is provided to all stakeholders by placing it on the City of Tshwane’s public website.

- Previous Mayoral Committee resolutions

Not applicable.

8. CONCLUSION

This report meets the MFMA requirement for the Executive Mayor to receive a section 71 “monthly budget statement” within 10 working days of the end of the month.

ANNEXURES:

Annexure A – “In-year” report in terms of Government Gazette 32141 of 17 April 2009.



RECOMMENDED:

1. That, in compliance with section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) Municipal Budget and Reporting Regulations, the Accounting Officer submits to the Executive Mayor this statement which reflects the preliminary financial status for the month ending on 30 June 2016.
2. That, in compliance with section 52(d) and section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) Municipal Budget and Reporting Regulations, the financial results regarding the operating and capital budgets for the fourth quarter of the 2015/16 financial year and supporting documents as required by the National Treasury as at 30 June 2016 are submitted.
3. That, in order to comply with section 31(1) of Government Gazette 32141 of 17 April 2009, this report be submitted to the National Treasury and the relevant Provincial Treasury **within five days** of tabling the report in the Council, as a Council-approved document and in electronic format.
4. That the revenue and expenditure as highlighted in the body of the report be noted and approved.

REPORT – FLOW COMPLIANCE CHECK

FILE: F1/5/2

INITIATOR: Umar Banda (358-8110) / NM Mokete (358-3625)

HEADING (INCLUSIVE OF NAME OF DIVISION/DEPARTMENT):

**GROUP FINANCIAL SERVICES DEPARTMENT**

**MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): PRELIMINARY IN-YEAR FINANCIAL REPORT (MONTHLY AND FOURTH QUARTER BUDGET STATEMENT) FOR THE PERIOD ENDING 30 JUNE 2016**

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

	COMPREHENSIVENESS (FACTS, COMMENTS, RECOMMENDATIONS ANNEXURES) (√)	CORRECTNESS (√)	QUALITY (√)
<p>EXECUTIVE DIRECTOR: <b>BUDGET OFFICE</b> <b>NM MOKETE</b> WARD-SPECIFIC: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>WARD COUNCILLOR COMMENTS: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			
<p>ACTING EXECUTIVE DIRECTOR: <b>FINANCIAL REPORTING &amp; ASSETS</b> <b>T NGWENYA</b> WARD-SPECIFIC: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>WARD COUNCILLOR COMMENTS: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			
<p>ACTING EXECUTIVE DIRECTOR: <b>TREASURY OFFICE</b> <b>DL MASIMINI</b> WARD-SPECIFIC: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>WARD COUNCILLOR COMMENTS: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			
<p>ACTING EXECUTIVE DIRECTOR: <b>REVENUE MANAGEMENT:</b> <b>KC THIPE</b> WARD-SPECIFIC: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>WARD COUNCILLOR COMMENTS: YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			
<p>HEAD OF DEPARTMENT: <b>ACTING GROUP CHIEF FINANCIAL OFFICER – U BANDA</b> REPORT ALSO BEARS APPROVAL OF:</p> <p>CM <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			
<p>MMC: FINANCE D MABILETSA (Ms) REPORT ALSO BEARS APPROVAL FOR LATE SUBMISSION:</p> <p>YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p>SIGNATURE: .....</p> <p>DATE: .....</p>			



# **IN-YEAR REPORT**

**BUDGET YEAR: 2015/16**

**REPORTING PERIOD: M12 JUNE 2016**

## Table of Contents

PART 1 – IN-YEAR REPORT .....	13
1.1 MAYOR'S REPORT.....	13
1.2 RESOLUTIONS.....	13
1.3 EXECUTIVE SUMMARY .....	13
1.4 IN-YEAR BUDGET STATEMENT TABLES .....	15
(a) Table C1: Consolidated Monthly Budget Statement – Summary.....	16
(b) Table C2: Consolidated Monthly Budget Statement – Financial Performance (standard Classification) .....	17
(c) Table C3: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure by Municipal vote) .....	18
(d) Table C4: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure).....	19
(e) Table C5: Consolidated Monthly Budget Statement – Capital Expenditure by vote, standard classification and funding .....	20
(f) Table C6: Consolidated Monthly Budget Statement – Financial Position.....	21
(g) Table C7: Consolidated Monthly Budget Statement – Cash Flow .....	22
PART 2 – SUPPORTING DOCUMENTATION .....	23
(a) Table SC1: Material variance explanations .....	23
(b) Table SC2: Monthly Budget Statement – Performance Indicators.....	25
(c) Table SC3: Monthly Budget Statement – Aged Debtors .....	26
(d) Table SC4: Monthly Budget Statement – Aged Creditors .....	28
(e) Table SC5: Monthly Budget Statement – Investment Portfolio.....	29
(f) Table SC6: Monthly Budget Statement – Transfers and grant receipts .....	30
(g) Table SC7(1): Monthly Budget Statement – Transfers and grant expenditures .....	31
(h) Table SC7(2): Monthly Budget Statement – Expenditure against approved rollovers .....	32
(i) Table SC8: Monthly Budget Statement – Councillor and Staff Benefits .....	33
(j) Table SC9: Monthly Budget Statement – Actual and Revised targets for cash receipts .....	34
(k) Table SC10: Monthly Budget Statement – Parent Municipality Financial Performance (Revenue and Expenditure) .....	35
(l) Table SC11: Monthly Budget Statement – Summary of Municipal Entities .....	36
(m) Table SC12: Consolidated Monthly Budget Statement – Capital Expenditure Trend .....	37
(n) Table SC13a: Consolidated Monthly Budget Statement – Capital expenditure on new assets by asset class.....	38
(o) Table SC13b: Consolidated Monthly Budget Statement – Capital expenditure on renewal of existing assets by asset class.....	39
(p) Table SC13c: Consolidated Monthly Budget Statement – Capital expenditure on repairs and maintenance by asset class.....	40
(q) Table SC13d: Consolidated Monthly Budget Statement - Depreciation by asset class.....	41
(r) Municipal manager's quality certification.....	42

## PART 1 – IN-YEAR REPORT

### 1.1 MAYOR'S REPORT

On 24 March 2016 Council approved the enhancement to the adjustment of the MTREF for the 2015/16 financial year giving effect to the financial plan of the City of Tshwane (CoT) for the remainder of the financial year.

The CoT aims to act in accordance with the principles of good governance, transparency and stewardship of public resources.

### 1.2 RESOLUTIONS

That, in compliance with Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the "Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations":

- a. That, in compliance with Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the "Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations" the Accounting Officer submits to the Executive Mayor this statement reflecting the preliminary financial status for the month ending 30 June 2016;
- b. That, in compliance with, Section 52(d) and Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the "Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations" the financial results regarding the operating and capital budgets for the 4<sup>th</sup> quarter of the 2015/16 financial year, and supporting documents as required by National Treasury as at 30 June 2016, is submitted.
- c. In order to comply with Section 31(1) of the Government Gazette No 32141 of 17 April 2009 this report be submitted to the National Treasury and the relevant Provincial Treasury **within five days** of tabling of the report in the council, in both a Council approved document and in electronic format.
- d. That the revenue and expenditure as highlighted in the body of the report be noted and approved.

### 1.3 EXECUTIVE SUMMARY

The total adjusted consolidated Operating Revenue Budget of the CoT amounts to R27 328m and the Operating Expenditure Budget equates to R26 644m for the 2015/16 financial year.

The Statement of Financial Performance shown in Table C1 of this report is prepared on a basis of the prescribed budget format by National Treasury, detailing revenue by source type and expenditure by input type. The summary table below indicates the financial performance for the period from 1 July 2015 to 30 June 2016.

The actual operating revenue realised (excluding Capital Transfers) amounts to R25 801m, an unfavourable variance of R1 526m or 5,6% against YTD Budget. The operating expenditure amounts to R27 078m, an unfavourable variance of R434m or 1,6% against YTD Budget. An unfavourable variance of R1 961m is reflected when YTD Actual is compared against the YTD Budget.

Summary Statement of Financial Performance:				
Description	June YTD Budget	June YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	27,327,733	25,801,289	(1,526,445)	-5.6%
Total Operating Expenditure	26,643,654	27,077,742	434,088	1.6%
SURPLUS/DEFICIT	684,079	(1,276,454)	(1,960,533)	

The revenue variance is explained by:

- Service charges – electricity revenue (R1 090m unfavourable)
- Service charges – water revenue (R343m unfavourable)
- Service charges –sanitation revenue (R57m unfavourable)
- Other revenue – (R654m unfavourable)
- Interest earned – outstanding debtors (R190m favourable)

The expenditure variance is explained by:

- Contracted services (R308m unfavourable)
- Employee related costs (R302m unfavourable)
- Depreciation & asset impairment (R263m unfavourable)
- Bulk purchases (R113m unfavourable)
- Debt impairment (R89m unfavourable)
- Other expenditure (R385m favourable)

The reasons for variances per source/type group are captured in Table SC1 of this report.

The Capital expenditure report shown in Table C5 of this report has been prepared on the basis of the format required to be lodged electronically with National Treasury, and is categorised by municipal vote. The summary table hereafter indicates actual year-to-date spending of R3 678m and a variance of R317m or 7,9% against YTD Budget.

Summary statement of Capital Expenditure:				
Description	June YTD Budget	June YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	3,995,193	3,678,347	(316,846)	-7.9%
TOTAL Capital Financing	3,995,193	3,678,347	(316,846)	-7.9%

The reasons for variances per Department (Vote) are captured in Table SC1 of this report. Table SC12 provides an analysis of actual capital expenditure compared to the budget targets, on a monthly and year-to-date basis. Expenditure for the period ending 30 June 2016 amounts to R3 678m against the projection of R3 995m, a variance of R317m or 7,9% is reflected. The total percentage spent against the total adjusted budget amounts to 92,1%.

Charts C1 and C2 below illustrate the trend of the capital expenditure against budget per month and the YTD actual against the YTD target.

Chart C1: 2015/16 Capital Expenditure

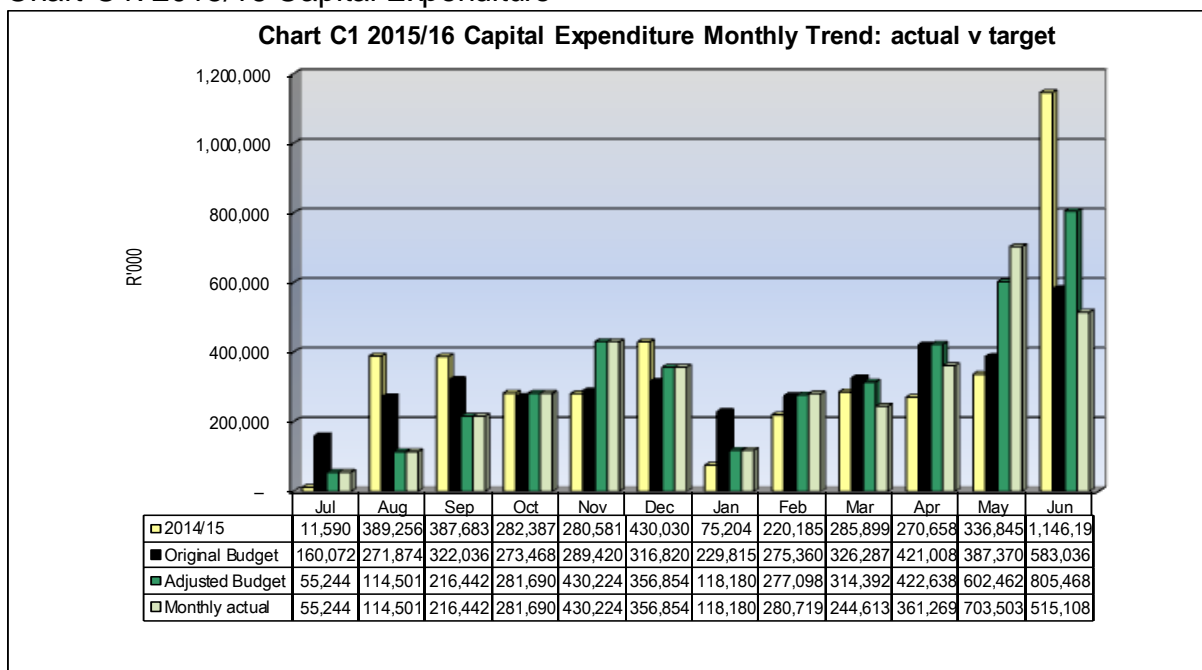
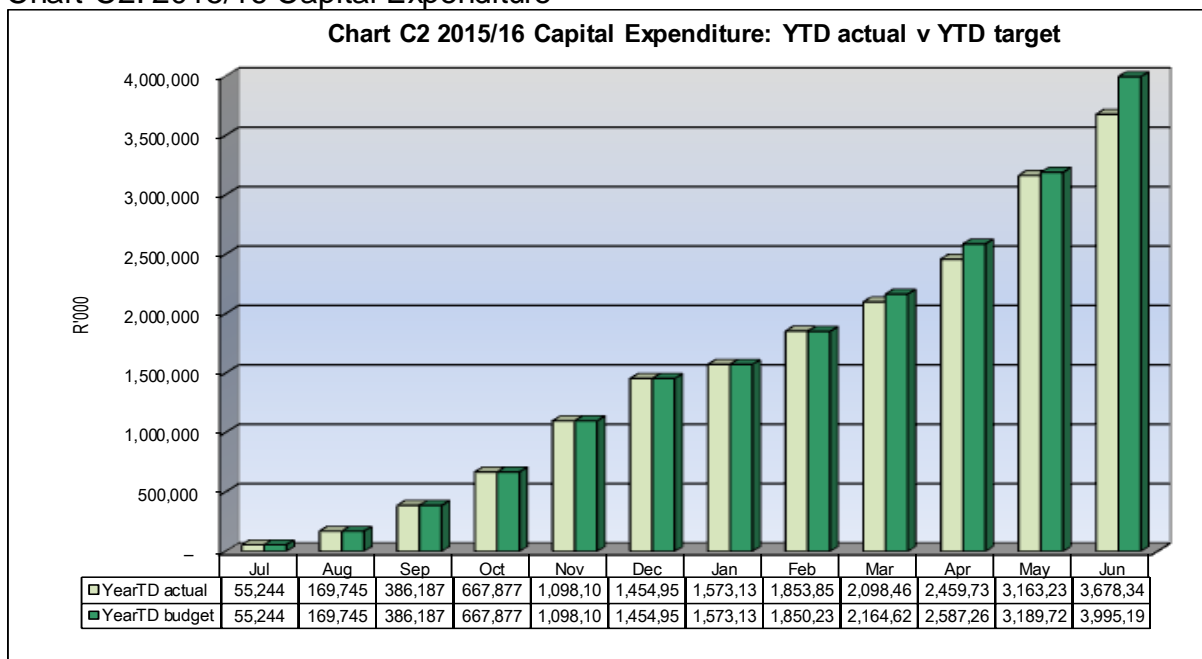


Chart C2: 2015/16 Capital Expenditure



## 1.4 IN-YEAR BUDGET STATEMENT TABLES

The financial results for the period ended 30 June 2016 are reflected in Tables C1 to C7 hereafter:

**(a) Table C1: Consolidated Monthly Budget Statement – Summary**

**TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M12 June**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	4,891,948	5,236,387	5,236,781	496,554	5,316,306	5,236,781	79,526	2%	5,236,781
Service charges	13,344,135	15,913,703	16,135,689	1,109,799	14,695,169	16,135,522	(1,440,353)	-9%	16,135,689
Investment revenue	38,132	70,600	42,002	8,134	57,160	42,002	15,158	36%	42,002
Transfers recognised - operational	3,259,820	3,670,241	3,808,141	62,703	3,845,949	3,808,141	37,808	1%	3,808,141
Other own revenue	1,572,993	1,404,899	2,105,287	249,652	1,886,704	2,105,287	(218,583)	-10%	2,105,287
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>23,107,028</b>	<b>26,295,831</b>	<b>27,327,900</b>	<b>1,926,842</b>	<b>25,801,289</b>	<b>27,327,733</b>	<b>(1,526,445)</b>	<b>-6%</b>	<b>27,327,900</b>
Employee costs	6,318,954	7,058,527	7,065,421	829,786	7,367,136	7,065,421	301,714	4%	7,065,421
Remuneration of Councillors	106,692	116,298	117,196	9,901	116,837	117,196	(359)	-0%	117,196
Depreciation & asset impairment	1,454,349	1,188,780	1,089,463	216,375	1,352,836	1,089,463	263,373	24%	1,089,463
Finance charges	997,467	1,029,556	1,040,116	338,012	1,099,729	1,039,683	60,046	6%	1,040,116
Materials and bulk purchases	7,843,685	9,164,376	9,315,314	954,096	9,345,455	9,282,814	62,641	1%	9,315,314
Transfers and grants	25,600	259,298	254,148	14,532	113,799	254,148	(140,349)	-55%	254,148
Other expenditure	7,746,601	6,894,081	7,762,163	1,569,644	7,681,950	7,794,928	(112,978)	-1%	7,762,163
<b>Total Expenditure</b>	<b>24,493,348</b>	<b>25,710,916</b>	<b>26,643,820</b>	<b>3,932,346</b>	<b>27,077,742</b>	<b>26,643,654</b>	<b>434,088</b>	<b>2%</b>	<b>26,643,820</b>
<b>Surplus/(Deficit)</b>	<b>(1,386,319)</b>	<b>584,915</b>	<b>684,079</b>	<b>(2,005,504)</b>	<b>(1,276,454)</b>	<b>684,079</b>	<b>(1,960,533)</b>	<b>-287%</b>	<b>684,079</b>
Transfers recognised - capital	2,564,982	2,453,160	2,456,036	314,030	2,231,426	2,456,036	(224,610)	-9%	2,456,036
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>1,178,662</b>	<b>3,038,075</b>	<b>3,140,115</b>	<b>(1,691,474)</b>	<b>954,972</b>	<b>3,140,115</b>	<b>(2,185,143)</b>	<b>-70%</b>	<b>3,140,115</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>1,178,662</b>	<b>3,038,075</b>	<b>3,140,115</b>	<b>(1,691,474)</b>	<b>954,972</b>	<b>3,140,115</b>	<b>(2,185,143)</b>	<b>-70%</b>	<b>3,140,115</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>4,114,918</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>515,108</b>	<b>3,678,347</b>	<b>3,995,193</b>	<b>(316,846)</b>	<b>-8%</b>	<b>3,995,193</b>
Capital transfers recognised	2,564,982	2,453,160	2,442,036	54,928	2,278,478	2,442,036	(163,558)	-7%	2,442,036
Public contributions & donations	57,530	168,407	168,407	37,682	155,072	168,407	(13,335)	-8%	168,407
Borrowing	1,387,942	1,200,000	1,200,000	308,259	1,085,586	1,200,000	(114,414)	-10%	1,200,000
Internally generated funds	104,464	35,000	184,751	114,239	159,212	184,751	(25,539)	-14%	184,751
<b>Total sources of capital funds</b>	<b>4,114,918</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>515,108</b>	<b>3,678,347</b>	<b>3,995,193</b>	<b>(316,846)</b>	<b>-8%</b>	<b>3,995,193</b>
<b>Financial position</b>									
Total current assets	5,039,323	6,193,667	6,556,333		5,846,433				6,556,333
Total non current assets	33,577,392	34,914,830	37,002,556		36,416,965				37,002,556
Total current liabilities	6,970,949	6,064,125	6,888,253		8,563,508				6,888,253
Total non current liabilities	12,661,935	14,316,237	14,524,870		13,800,713				14,524,870
<b>Community wealth/Equity</b>	<b>18,983,830</b>	<b>20,728,135</b>	<b>22,145,766</b>		<b>19,899,177</b>				<b>22,145,766</b>
<b>Cash flows</b>									
Net cash from (used) operating	2,833,975	3,701,015	4,696,387	74,908	3,111,028	4,696,387	1,585,358	34%	4,696,387
Net cash from (used) investing	(4,034,497)	(3,678,806)	(3,872,205)	(142,353)	(3,174,450)	(3,872,205)	(697,756)	18%	(3,872,205)
Net cash from (used) financing	953,224	648,215	610,494	97,129	626,231	610,494	(15,737)	-3%	610,494
<b>Cash/cash equivalents at the month/year end</b>	<b>600,518</b>	<b>1,873,900</b>	<b>2,012,796</b>	<b>–</b>	<b>1,163,328</b>	<b>2,012,796</b>	<b>849,468</b>	<b>42%</b>	<b>2,035,194</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	1,526,901	186,001	148,350	200,001	101,332	360,594	990,805	4,102,867	7,616,851
<b>Creditors Age Analysis</b>									
Total Creditors	8,124,642	–	–	–	–	–	–	–	8,124,642



**(b) Table C2: Consolidated Monthly Budget Statement – Financial Performance (standard Classification)**

**TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M12 June**

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Standard</b>										
<i><b>Governance and administration</b></i>		<b>8,293,617</b>	<b>8,801,188</b>	<b>9,434,452</b>	<b>541,986</b>	<b>9,023,822</b>	<b>9,434,452</b>	(410,630)	-4%	<b>9,434,452</b>
Executive and council		181,695	115,176	77,795	2,423	74,570	77,795	(3,226)	-4%	77,795
Budget and treasury office		7,923,816	8,373,584	8,383,978	512,835	8,586,886	8,383,978	202,908	2%	8,383,978
Corporate services		188,106	312,427	972,679	26,727	362,366	972,679	(610,313)	-63%	972,679
<i><b>Community and public safety</b></i>		<b>1,282,235</b>	<b>1,131,882</b>	<b>1,288,776</b>	<b>115,786</b>	<b>1,208,787</b>	<b>1,288,776</b>	(79,989)	-6%	<b>1,288,776</b>
Community and social services		65,960	53,546	63,111	19,261	62,559	63,111	(552)	-1%	63,111
Sport and recreation		28,859	19,994	21,760	7,231	31,899	21,760	10,139	47%	21,760
Public safety		173,831	204,695	221,597	10,139	282,884	221,597	61,287	28%	221,597
Housing		895,378	731,636	859,850	78,449	711,064	859,850	(148,787)	-17%	859,850
Health		118,207	122,011	122,458	706	120,381	122,458	(2,077)	-2%	122,458
<i><b>Economic and environmental services</b></i>		<b>1,606,230</b>	<b>1,863,543</b>	<b>1,773,301</b>	<b>224,397</b>	<b>1,672,288</b>	<b>1,773,301</b>	(101,013)	-6%	<b>1,773,301</b>
Planning and development		281,108	262,857	276,630	37,765	253,412	276,630	(23,218)	-8%	276,630
Road transport		1,324,138	1,600,410	1,496,394	186,423	1,418,316	1,496,394	(78,078)	-5%	1,496,394
Environmental protection		984	276	276	209	560	276	284	103%	276
<i><b>Trading services</b></i>		<b>14,298,428</b>	<b>16,765,118</b>	<b>17,094,473</b>	<b>1,336,008</b>	<b>15,909,851</b>	<b>17,094,307</b>	(1,184,455)	-7%	<b>17,094,473</b>
Electricity		9,369,578	10,991,099	10,920,109	792,083	9,933,545	10,917,052	(983,507)	-9%	10,920,109
Water		2,889,576	3,711,560	3,961,059	329,034	3,812,262	3,964,070	(151,808)	-4%	3,961,059
Waste water management		1,015,293	887,831	1,038,646	110,731	988,717	1,038,526	(49,809)	-5%	1,038,646
Waste management		1,023,982	1,174,628	1,174,658	104,160	1,175,327	1,174,658	669	0%	1,174,658
<i><b>Other</b></i>	<b>4</b>	<b>191,499</b>	<b>187,260</b>	<b>192,933</b>	<b>22,695</b>	<b>217,966</b>	<b>192,933</b>	<b>25,033</b>	<b>13%</b>	<b>192,933</b>
<b>Total Revenue - Standard</b>	<b>2</b>	<b>25,672,010</b>	<b>28,748,991</b>	<b>29,783,936</b>	<b>2,240,872</b>	<b>28,032,715</b>	<b>29,783,769</b>	<b>(1,751,054)</b>	<b>-6%</b>	<b>29,783,936</b>
<b>Expenditure - Standard</b>										
<i><b>Governance and administration</b></i>		<b>5,266,784</b>	<b>5,130,232</b>	<b>5,062,528</b>	<b>871,696</b>	<b>5,173,551</b>	<b>5,059,366</b>	114,185	2%	<b>5,062,528</b>
Executive and council		1,515,430	1,417,378	1,440,656	152,899	1,402,195	1,436,330	(34,135)	-2%	1,440,656
Budget and treasury office		585,080	691,049	604,465	413,379	676,547	600,555	75,992	13%	604,465
Corporate services		3,166,274	3,021,805	3,017,407	305,418	3,094,809	3,022,481	72,328	2%	3,017,407
<i><b>Community and public safety</b></i>		<b>3,241,114</b>	<b>3,733,359</b>	<b>3,852,849</b>	<b>605,215</b>	<b>3,973,059</b>	<b>3,864,825</b>	108,234	3%	<b>3,852,849</b>
Community and social services		554,285	650,470	631,157	97,875	600,077	621,711	(21,634)	-3%	631,157
Sport and recreation		360,305	444,000	455,262	75,208	491,090	451,450	39,639	9%	455,262
Public safety		1,433,218	1,738,320	1,742,138	311,385	1,854,773	1,761,956	92,816	5%	1,742,138
Housing		463,260	438,177	551,977	63,187	526,975	548,678	(21,703)	-4%	551,977
Health		430,045	462,391	472,315	57,559	500,145	481,029	19,116	4%	472,315
<i><b>Economic and environmental services</b></i>		<b>2,308,313</b>	<b>2,272,994</b>	<b>2,402,656</b>	<b>321,351</b>	<b>2,494,517</b>	<b>2,420,707</b>	73,810	3%	<b>2,402,656</b>
Planning and development		642,499	741,132	744,751	88,306	728,237	742,372	(14,135)	-2%	744,751
Road transport		1,611,617	1,505,049	1,625,028	224,295	1,734,912	1,647,133	87,779	5%	1,625,028
Environmental protection		54,196	26,813	32,877	8,750	31,367	31,201	166	1%	32,877
<i><b>Trading services</b></i>		<b>13,490,174</b>	<b>14,381,827</b>	<b>15,126,636</b>	<b>2,113,657</b>	<b>15,260,966</b>	<b>15,116,405</b>	144,562	1%	<b>15,126,636</b>
Electricity		9,342,691	9,536,368	9,940,925	1,283,358	10,228,860	9,938,967	289,893	3%	9,940,925
Water		2,423,877	3,291,217	3,463,123	466,517	3,276,752	3,462,591	(185,839)	-5%	3,463,123
Waste water management		707,575	553,715	567,215	(36,936)	377,848	566,410	(188,561)	-33%	567,215
Waste management		1,016,032	1,000,526	1,155,373	400,718	1,377,506	1,148,438	229,069	20%	1,155,373
<i><b>Other</b></i>		<b>186,963</b>	<b>192,505</b>	<b>199,151</b>	<b>20,427</b>	<b>175,649</b>	<b>182,351</b>	<b>(6,702)</b>	<b>-4%</b>	<b>199,151</b>
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>24,493,348</b>	<b>25,710,916</b>	<b>26,643,820</b>	<b>3,932,346</b>	<b>27,077,742</b>	<b>26,643,654</b>	<b>434,088</b>	<b>2%</b>	<b>26,643,820</b>
<b>Surplus/ (Deficit) for the year</b>		<b>1,178,662</b>	<b>3,038,075</b>	<b>3,140,115</b>	<b>(1,691,474)</b>	<b>954,972</b>	<b>3,140,115</b>	<b>(2,185,143)</b>	<b>-70%</b>	<b>3,140,115</b>

**Note:** The variance in for the Total Revenue in Table C1 differs to that in Table C2 because in Table C1 the Capital Transfers has been excluded, whereas in Table C2 it has been included.

**(c) Table C3: Consolidated Monthly Budget Statement – Financial Performance  
(Revenue and Expenditure by Municipal vote)**

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12  
June

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - City Planning and Development		195,565	129,674	135,981	31,317	115,802	135,981	(20,179)	-14.8%	135,981
Vote 2 - Corporate & Shared Services		24,782	48,421	48,152	8,681	31,659	48,152	(16,494)	-34.3%	48,152
Vote 3 - Economic Development		29,896	90,390	97,856	10	98,438	97,856	582	0.6%	97,856
Vote 4 - Emergency Services		73,757	70,689	87,592	10,044	85,142	87,592	(2,450)	-2.8%	87,592
Vote 5 - Energy and Electricity Department		9,350,159	10,840,591	10,765,384	757,432	9,784,003	10,762,326	(978,323)	-9.1%	10,765,384
Vote 6 - Environmental Management		1,187,011	1,304,752	1,306,026	122,856	1,350,826	1,306,026	44,800	3.4%	1,306,026
Vote 7 - Group Financial Services		7,968,320	8,449,183	8,430,977	521,479	8,650,374	8,430,977	219,397	2.6%	8,430,977
Vote 8 - Group Information & Communication Technology		44	1,790	10,641	890	9,561	10,641	(1,080)	-10.1%	10,641
Vote 9 - Housing & Human Settlement		872,587	711,662	839,877	75,466	687,259	839,877	(152,618)	-18.2%	839,877
Vote 10 - Metro Police Services		290,972	202,349	202,349	1,001	263,741	202,349	61,393	30.3%	202,349
Vote 11 - Office of the City Manager		178,223	250,000	216,837	34,389	201,155	216,837	(15,682)	-7.2%	216,837
Vote 12 - Service Delivery and Coordination		130,571	267,188	276,393	35,023	274,514	276,393	(1,879)	-0.7%	276,393
Vote 13 - Transport		1,223,943	1,493,158	1,389,142	170,873	1,316,053	1,389,142	(73,090)	-5.3%	1,389,142
Vote 14 - Water and Sanitation Department		3,904,865	4,599,388	4,999,703	439,765	4,800,967	5,002,594	(201,627)	-4.0%	4,999,703
Vote 15 - Other Votes		241,316	289,756	977,026	31,644	363,220	977,026	(613,806)	-62.8%	977,026
Total Revenue by Vote	2	25,672,010	28,748,991	29,783,936	2,240,872	28,032,715	29,783,769	(1,751,054)	-5.9%	29,783,936
Expenditure by Vote	1									
Vote 1 - City Planning and Development		282,141	304,449	302,419	38,630	291,366	302,419	(11,053)	-3.7%	302,419
Vote 2 - Corporate & Shared Services		1,076,760	1,084,105	1,092,179	237,071	1,143,378	1,092,179	51,198	4.7%	1,092,179
Vote 3 - Economic Development		313,652	391,472	398,606	40,814	391,283	398,606	(7,323)	-1.8%	398,606
Vote 4 - Emergency Services		529,961	576,004	591,306	79,539	608,504	591,306	17,198	2.9%	591,306
Vote 5 - Energy and Electricity Department		8,375,730	8,575,357	8,943,202	1,067,896	9,071,455	8,943,202	128,254	1.4%	8,943,202
Vote 6 - Environmental Management		683,815	568,374	577,081	299,435	655,345	577,081	78,264	13.6%	577,081
Vote 7 - Group Financial Services		1,116,182	1,379,170	1,200,816	383,172	1,286,893	1,200,816	86,077	7.2%	1,200,816
Vote 8 - Group Information & Communication Technology		736,528	533,650	563,344	34,379	540,146	563,344	(23,198)	-4.1%	563,344
Vote 9 - Housing & Human Settlement		351,114	366,826	480,111	59,657	454,087	480,111	(26,024)	-5.4%	480,111
Vote 10 - Metro Police Services		1,604,631	1,789,763	1,787,625	305,904	1,882,272	1,787,458	94,814	5.3%	1,787,625
Vote 11 - Office of the City Manager		493,974	264,063	275,014	44,806	265,759	275,014	(9,254)	-3.4%	275,014
Vote 12 - Service Delivery and Coordination		2,716,753	3,471,347	3,676,920	582,140	4,021,666	3,676,920	344,745	9.4%	3,676,920
Vote 13 - Transport		1,344,317	1,067,876	1,172,918	148,024	1,240,980	1,172,918	68,062	5.8%	1,172,918
Vote 14 - Water and Sanitation Department		2,957,849	3,545,140	3,751,625	400,147	3,363,307	3,751,625	(388,318)	-10.4%	3,751,625
Vote 15 - Other Votes		1,909,941	1,793,322	1,830,655	210,732	1,861,302	1,830,655	30,647	1.7%	1,830,655
Total Expenditure by Vote	2	24,493,348	25,710,916	26,643,820	3,932,346	27,077,742	26,643,654	434,088	1.6%	26,643,820
Surplus/ (Deficit) for the year	2	1,178,662	3,038,075	3,140,115	(1,691,474)	954,972	3,140,115	(2,185,143)	-69.6%	3,140,115

**(d) Table C4: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure)**

**TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June**

Description		Ref	2014/15	Budget Year 2015/16							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue By Source											
Property rates			4,891,948	5,236,387	5,236,781	496,554	5,316,306	5,236,781	79,526	2%	5,236,781
Service charges - electricity revenue			8,736,912	10,471,749	10,359,204	635,234	9,265,829	10,356,147	(1,090,318)	-11%	10,359,204
Service charges - water revenue			2,653,933	3,386,947	3,624,447	274,348	3,284,296	3,627,458	(343,162)	-9%	3,624,447
Service charges - sanitation revenue			713,528	806,647	856,647	73,378	799,437	856,527	(57,091)	-7%	856,647
Service charges - refuse revenue			1,061,282	1,095,779	1,095,809	98,495	1,118,320	1,095,809	22,510	2%	1,095,809
Service charges - other			178,480	152,581	199,581	28,344	227,288	199,581	27,707	14%	199,581
Rental of facilities and equipment			116,602	112,907	113,065	24,156	133,034	113,065	19,969	18%	113,065
Interest earned - external investments			38,132	70,600	42,002	8,134	57,160	42,002	15,158	36%	42,002
Interest earned - outstanding debtors			374,648	216,338	216,357	35,159	406,034	216,357	189,678	88%	216,357
Fines			160,562	196,691	196,691	943	266,508	196,691	69,817	35%	196,691
Licences and permits			53,244	57,680	57,680	7,867	48,743	57,680	(8,937)	-15%	57,680
Transfers recognised - operational			3,259,820	3,670,241	3,808,141	62,703	3,845,949	3,808,141	37,808	1%	3,808,141
Other revenue			847,497	821,284	1,521,494	16,863	867,121	1,521,494	(654,373)	-43%	1,521,494
Gains on disposal of PPE			20,441	-	-	164,664	165,263	0	165,263		-
Total Revenue (excluding capital transfers and contributions)			23,107,028	26,295,831	27,327,900	1,926,842	25,801,289	27,327,733	(1,526,445)	-6%	27,327,900
Expenditure By Type											
Employee related costs			6,318,954	7,058,527	7,065,421	829,786	7,367,136	7,065,421	301,714	4%	7,065,421
Remuneration of councillors			106,692	116,298	117,196	9,901	116,837	117,196	(359)	0%	117,196
Debt impairment			850,662	1,063,228	801,572	581,785	890,170	801,472	88,698	11%	801,572
Depreciation & asset impairment			1,454,349	1,188,780	1,089,463	216,375	1,352,836	1,089,463	263,373	24%	1,089,463
Finance charges			997,467	1,029,556	1,040,116	338,012	1,099,729	1,039,683	60,046	6%	1,040,116
Bulk purchases			7,574,254	8,795,118	8,978,579	901,583	9,091,523	8,978,349	113,174	1%	8,978,579
Other materials			269,431	369,258	336,735	52,513	253,932	304,465	(50,533)	-17%	336,735
Contracted services			2,948,348	1,975,982	2,914,353	626,636	3,166,245	2,858,389	307,856	11%	2,914,353
Transfers and grants			25,600	259,298	254,148	14,532	113,799	254,148	(140,349)	-55%	254,148
Other expenditure			3,755,146	3,854,871	4,046,237	483,284	3,749,592	4,134,972	(385,381)	-9%	4,046,237
Loss on disposal of PPE			192,445	-	1	(122,061)	(124,057)	95	(124,152)	-130549%	1
Total Expenditure			24,493,348	25,710,916	26,643,820	3,932,346	27,077,742	26,643,654	434,088	2%	26,643,820
Surplus/(Deficit)			(1,386,319)	584,915	684,079	(2,005,504)	(1,276,454)	684,079	(1,960,533)	(0)	684,079
Transfers recognised - capital			2,564,982	2,453,160	2,456,036	314,030	2,231,426	2,456,036	(224,610)	(0)	2,456,036
Surplus/(Deficit) after capital transfers & contributions			1,178,662	3,038,075	3,140,115	(1,691,474)	954,972	3,140,115			3,140,115
Surplus/(Deficit) after taxation			1,178,662	3,038,075	3,140,115	(1,691,474)	954,972	3,140,115			3,140,115
Surplus/(Deficit) attributable to municipality			1,178,662	3,038,075	3,140,115	(1,691,474)	954,972	3,140,115			3,140,115
Surplus/ (Deficit) for the year			1,178,662	3,038,075	3,140,115	(1,691,474)	954,972	3,140,115			3,140,115

**Note:**

The Total Revenue excludes capital transfers and contributions. It is indicated separately in this table as “Transfers recognised – capital”.

**(e) Table C5: Consolidated Monthly Budget Statement – Capital Expenditure by vote, standard classification and funding**

TSH City Of Tshwane - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M12 June

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - City Planning and Development		462	–	–	–	–	–	–		–
Vote 2 - Corporate & Shared Services		17,693	23,407	41,907	23,208	26,390	41,907	(15,517)	-37%	41,907
Vote 3 - Economic Development		2,472	67,100	38,000	16,925	16,925	38,000	(21,075)	-55%	38,000
Vote 4 - Emergency Services		22,945	6,000	6,000	163	5,939	6,000	(61)	-1%	6,000
Vote 5 - Energy and Electricity Department		552,080	447,500	444,837	78,361	430,984	444,837	(13,853)	-3%	444,837
Vote 6 - Environmental Management		72,275	98,000	101,883	41,305	97,673	101,883	(4,210)	-4%	101,883
Vote 7 - Group Financial Services		736	35,250	47,756	7,700	42,010	47,756	(5,745)	-12%	47,756
Vote 8 - Group Information & Communication Technology		88,174	96,500	96,500	9,511	92,467	96,500	(4,033)	-4%	96,500
Vote 9 - Housing & Human Settlement		873,448	670,500	682,965	62,450	839,023	682,965	156,059	23%	682,965
Vote 10 - Metro Police Services		8,664	10,000	10,000	8,852	8,852	10,000	(1,148)	-11%	10,000
Vote 11 - Office of the City Manager		345,180	280,000	236,837	47,488	231,319	236,837	(5,518)	-2%	236,837
Vote 12 - Service Delivery and Coordination		–	–	–	–	–	–	–		–
Vote 13 - Transport		1,525,847	1,473,085	1,451,431	61,442	1,124,645	1,451,431	(326,786)	-23%	1,451,431
Vote 14 - Water and Sanitation Department		435,738	355,000	502,415	92,649	496,356	502,415	(6,059)	-1%	502,415
Vote 15 - Other Votes		158,799	193,551	214,090	38,009	153,096	214,090	(60,995)	-28%	214,090
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>4,104,513</b>	<b>3,755,893</b>	<b>3,874,620</b>	<b>488,064</b>	<b>3,565,679</b>	<b>3,874,620</b>	<b>(308,941)</b>	<b>-8%</b>	<b>3,874,620</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 3 - Economic Development		–	10,900	10,900	7,864	7,864	10,900	(3,036)	-28%	10,900
Vote 6 - Environmental Management		10,405	5,000	5,000	184	4,998	5,000	(2)	0%	5,000
Vote 8 - Group Information & Communication Technology		–	75,773	75,773	–	75,773	75,773	(0)	0%	75,773
Vote 13 - Transport		–	–	25,000	17,165	20,135	25,000	(4,865)	-19%	25,000
Vote 15 - Other Votes		–	9,000	3,900	1,831	3,898	3,900	(2)	0%	3,900
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>10,405</b>	<b>100,673</b>	<b>120,573</b>	<b>27,044</b>	<b>112,668</b>	<b>120,573</b>	<b>(7,905)</b>	<b>-7%</b>	<b>120,573</b>
<b>Total Capital Expenditure</b>		<b>4,114,918</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>515,108</b>	<b>3,678,347</b>	<b>3,995,193</b>	<b>(316,846)</b>	<b>-8%</b>	<b>3,995,193</b>
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		<b>409,951</b>	<b>381,481</b>	<b>375,106</b>	<b>62,535</b>	<b>341,846</b>	<b>375,106</b>	<b>(33,259)</b>	<b>-9%</b>	<b>375,106</b>
Executive and council		249,249	112,801	84,226	3,198	79,093	84,226	(5,132)	-6%	84,226
Budget and treasury office		–	–	30,000	3,642	29,134	30,000	(866)	-3%	30,000
Corporate services		160,702	268,680	260,880	55,695	233,619	260,880	(27,261)	-10%	260,880
<b>Community and public safety</b>		<b>1,098,820</b>	<b>941,500</b>	<b>963,287</b>	<b>138,221</b>	<b>1,061,426</b>	<b>963,287</b>	<b>98,140</b>	<b>10%</b>	<b>963,287</b>
Community and social services		49,891	34,000	39,185	13,786	31,625	39,185	(7,561)	-19%	39,185
Sport and recreation		105,709	136,000	136,873	36,616	90,780	136,873	(46,093)	-34%	136,873
Public safety		31,608	16,000	16,000	9,016	14,791	16,000	(1,209)	-8%	16,000
Housing		873,448	670,500	682,965	62,450	839,023	682,965	156,059	23%	682,965
Health		38,163	85,000	88,264	16,354	85,207	88,264	(3,056)	-3%	88,264
<b>Economic and environmental services</b>		<b>1,530,012</b>	<b>1,554,085</b>	<b>1,503,331</b>	<b>88,579</b>	<b>1,151,781</b>	<b>1,503,331</b>	<b>(351,549)</b>	<b>-23%</b>	<b>1,503,331</b>
Planning and development		2,707	128,000	48,900	24,789	24,789	48,900	(24,111)	-49%	48,900
Road transport		1,525,847	1,423,085	1,451,431	61,442	1,124,645	1,451,431	(326,786)	-23%	1,451,431
Environmental protection		1,457	3,000	3,000	2,347	2,347	3,000	(653)	-22%	3,000
<b>Trading services</b>		<b>1,064,219</b>	<b>969,500</b>	<b>1,118,470</b>	<b>206,370</b>	<b>1,093,315</b>	<b>1,118,470</b>	<b>(25,155)</b>	<b>-2%</b>	<b>1,118,470</b>
Electricity		552,080	447,500	444,837	78,361	430,984	444,837	(13,853)	-3%	444,837
Water		122,584	149,929	149,929	12,285	97,526	103,387	(5,861)	-6%	149,929
Waste water management		377,149	355,071	506,705	114,202	547,811	553,246	(5,435)	-1%	506,705
Waste management		12,405	17,000	17,000	1,522	16,994	17,000	(6)	0%	17,000
<b>Other</b>		<b>11,917</b>	<b>10,000</b>	<b>35,000</b>	<b>19,404</b>	<b>29,978</b>	<b>35,000</b>	<b>(5,022)</b>	<b>-14%</b>	<b>35,000</b>
<b>Total Capital Expenditure - Standard Classification</b>	<b>3</b>	<b>4,114,918</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>515,108</b>	<b>3,678,347</b>	<b>3,995,193</b>	<b>(316,846)</b>	<b>-8%</b>	<b>3,995,193</b>
<b>Funded by:</b>										
National Government		2,551,806	2,408,542	2,394,029	40,605	2,231,622	2,394,029	(162,408)	-7%	2,394,029
Provincial Government		8,721	40,551	46,233	14,196	44,956	46,233	(1,278)	-3%	46,233
Other transfers and grants		4,454	4,067	1,773	127	1,900	1,773	127	7%	1,773
<b>Transfers recognised - capital</b>		<b>2,564,982</b>	<b>2,453,160</b>	<b>2,442,036</b>	<b>54,928</b>	<b>2,278,478</b>	<b>2,442,036</b>	<b>(163,558)</b>	<b>-7%</b>	<b>2,442,036</b>
<b>Public contributions &amp; donations</b>	<b>5</b>	<b>57,530</b>	<b>168,407</b>	<b>168,407</b>	<b>37,682</b>	<b>155,072</b>	<b>168,407</b>	<b>(13,335)</b>	<b>-8%</b>	<b>168,407</b>
<b>Borrowing</b>	<b>6</b>	<b>1,387,942</b>	<b>1,200,000</b>	<b>1,200,000</b>	<b>308,259</b>	<b>1,085,586</b>	<b>1,200,000</b>	<b>(114,414)</b>	<b>-10%</b>	<b>1,200,000</b>
<b>Internally generated funds</b>		<b>104,464</b>	<b>35,000</b>	<b>184,751</b>	<b>114,239</b>	<b>159,212</b>	<b>184,751</b>	<b>(25,539)</b>	<b>-14%</b>	<b>184,751</b>
<b>Total Capital Funding</b>		<b>4,114,918</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>515,108</b>	<b>3,678,347</b>	<b>3,995,193</b>	<b>(316,846)</b>	<b>-8%</b>	<b>3,995,193</b>

**(f) Table C6: Consolidated Monthly Budget Statement – Financial Position**

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		97,559	241,124	121,189	75,898	121,189
Call investment deposits		502,960	1,632,776	1,891,607	1,087,430	1,891,607
Consumer debtors		2,547,486	2,857,768	2,598,911	2,483,378	2,598,911
Other debtors		1,303,678	720,978	1,151,245	1,558,557	1,151,245
Current portion of long-term receivables		102,166	267,418	259,322	84,148	259,322
Inventory		485,475	473,603	534,059	557,022	534,059
<b>Total current assets</b>		<b>5,039,323</b>	<b>6,193,667</b>	<b>6,556,333</b>	<b>5,846,433</b>	<b>6,556,333</b>
<b>Non current assets</b>						
Long-term receivables		58,405	161,230	93,558	43,785	93,558
Investments		711	44,110	96,105	711	96,105
Investment property		752,720	957,381	825,724	747,727	825,724
Property, plant and equipment		28,575,538	33,427,936	35,790,858	31,524,951	35,790,858
Intangible assets		247,412	324,173	196,311	247,013	196,311
Other non-current assets		3,942,606	–	–	3,852,780	–
<b>Total non current assets</b>		<b>33,577,392</b>	<b>34,914,830</b>	<b>37,002,556</b>	<b>36,416,965</b>	<b>37,002,556</b>
<b>TOTAL ASSETS</b>		<b>38,616,714</b>	<b>41,108,496</b>	<b>43,558,889</b>	<b>42,263,398</b>	<b>43,558,889</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		601,700	587,251	708,414	687,294	708,414
Consumer deposits		355,016	430,766	362,512	375,950	362,512
Trade and other payables		6,014,233	5,041,703	5,812,922	7,500,264	5,812,922
Provisions		–	4,405	4,405	–	4,405
<b>Total current liabilities</b>		<b>6,970,949</b>	<b>6,064,125</b>	<b>6,888,253</b>	<b>8,563,508</b>	<b>6,888,253</b>
<b>Non current liabilities</b>						
Borrowing		9,870,101	11,468,241	11,409,952	10,404,071	11,409,952
Provisions		2,791,834	2,847,996	3,114,918	3,396,642	3,114,918
<b>Total non current liabilities</b>		<b>12,661,935</b>	<b>14,316,237</b>	<b>14,524,870</b>	<b>13,800,713</b>	<b>14,524,870</b>
<b>TOTAL LIABILITIES</b>		<b>19,632,884</b>	<b>20,380,362</b>	<b>21,413,123</b>	<b>22,364,221</b>	<b>21,413,123</b>
<b>NET ASSETS</b>	<b>2</b>	<b>18,983,830</b>	<b>20,728,135</b>	<b>22,145,766</b>	<b>19,899,177</b>	<b>22,145,766</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		18,730,410	20,467,690	21,887,139	19,642,491	21,887,139
Reserves		253,420	260,444	258,627	256,686	258,627
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>18,983,830</b>	<b>20,728,135</b>	<b>22,145,766</b>	<b>19,899,177</b>	<b>22,145,766</b>

**(g) Table C7: Consolidated Monthly Budget Statement – Cash Flow**

**TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June**

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges		4,866,348	4,817,476	5,132,045	496,554	5,316,306	5,132,045	184,261	4%	5,132,045
Service charges		13,344,135	14,588,169	15,749,858	1,109,799	14,695,193	15,749,858	(1,054,665)	-7%	15,749,858
Other revenue		1,105,645	1,178,291	1,878,686	49,829	1,315,407	1,878,686	(563,280)	-30%	1,878,686
Government - operating		3,081,485	3,666,857	3,808,337	308,872	3,902,462	3,808,337	94,125	2%	3,808,337
Government - capital		2,560,527	2,453,160	2,456,036	505	2,452,650	2,456,036	(3,386)	0%	2,456,036
Interest		412,487	193,141	164,609	43,293	463,194	164,609	298,585	181%	164,609
<b>Payments</b>										
Suppliers and employees		(21,539,186)	(21,907,225)	(23,096,195)	(1,581,401)	(23,811,141)	(23,096,195)	714,946	-3%	(23,096,195)
Finance charges		(997,467)	(1,029,556)	(1,142,841)	(338,012)	(1,109,244)	(1,142,841)	(33,598)	3%	(1,142,841)
Transfers and Grants		-	(259,298)	(254,148)	(14,532)	(113,799)	(254,148)	(140,349)	55%	(254,148)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>2,833,975</b>	<b>3,701,015</b>	<b>4,696,387</b>	<b>74,908</b>	<b>3,111,028</b>	<b>4,696,387</b>	<b>1,585,358</b>	<b>34%</b>	<b>4,696,387</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		272,909	-	-	389,970	512,661	-	512,661	#DIV/0!	-
Decrease (Increase) in non-current debtors		12,997	-	-	84,120	101,273	-	101,273		-
Decrease (increase) other non-current receivables		(48,903)	48,553	-	(106,447)	(165,525)	-	(165,525)		-
Decrease (increase) in non-current investments		(156,583)	56,007	34,728	5,113	55,488	34,728	20,760	60%	34,728
<b>Payments</b>										
Capital assets		(4,114,918)	(3,783,366)	(3,906,934)	(515,108)	(3,678,347)	(3,906,934)	(228,587)	6%	(3,906,934)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(4,034,497)</b>	<b>(3,678,806)</b>	<b>(3,872,205)</b>	<b>(142,353)</b>	<b>(3,174,450)</b>	<b>(3,872,205)</b>	<b>(697,756)</b>	<b>18%</b>	<b>(3,872,205)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	440,000	7,850,000	-	7,850,000		-
Borrowing long term/refinancing		1,500,000	1,200,000	1,200,000	1,200,001	1,194,947	1,200,000	(5,053)	0%	1,200,000
Increase (decrease) in consumer deposits		(55,733)	8,565	7,225	1,034	24,512	7,225	17,287	239%	7,225
<b>Payments</b>										
Repayment of borrowing		(491,042)	(560,350)	(596,731)	(1,543,905)	(8,443,227)	(596,731)	7,846,496	-1315%	(596,731)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>953,224</b>	<b>648,215</b>	<b>610,494</b>	<b>97,129</b>	<b>626,231</b>	<b>610,494</b>	<b>(15,737)</b>	<b>-3%</b>	<b>610,494</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(247,298)</b>	<b>670,424</b>	<b>1,434,676</b>	<b>29,684</b>	<b>562,810</b>	<b>1,434,676</b>			<b>1,434,676</b>
Cash/cash equivalents at beginning:		847,816	1,203,476	578,120		600,518	578,120			600,518
Cash/cash equivalents at month/year end:		600,518	1,873,900	2,012,796		1,163,328	2,012,796			2,035,194

## PART 2 – SUPPORTING DOCUMENTATION

### (a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June			
Ref	Description R thousands	Variance	Reasons for material deviations
1	<b>Revenue By Source</b>		
	Property rates	79,526	A favourable variance of 2% is reflected due to continuous reconciliation processes.
	Property rates - penalties & collection charges	–	
	Service charges - electricity revenue	(1,090,318)	A decline in usage as well as technical/error issues that occurred during this period.
	Service charges - water revenue	(343,162)	A decline in usage as well as technical/error issues that occurred during this period.
	Service charges - sanitation revenue	(57,091)	A decline in usage as well as technical/error issues that occurred during this period.
	Service charges - refuse revenue	22,510	Revenue slightly better than projected by 2%.
	Service charges - other	27,707	Main contributor is "Reconnection Fees" due to increase in reconnections.
	Rental of facilities and equipment	19,969	Billing in this group better than projected.
	Interest earned - external investments	15,158	"Interest On Bank Account" better than projected due to changes in interest rates.
	Interest earned - outstanding debtors	189,678	"Interest On Amounts In Arrear" is the main contributor. An increase in debtors has resulted in higher interest earned.
	Dividends received	–	
	Fines	69,817	"AARTO" transactions corrected for the previous months. "Impairment: AARTO" expenditure against a 15% recovery rate still needs to be deducted.
	Licences and permits	(8,937)	"Drivers Licenses" is the main contributor. Department indicated budget has been overstated.
	Agency services	–	
	Transfers recognised - operational	37,808	An increase in the grant received by Municipal Entity.
	Other revenue	(654,373)	"Land Sales" is the main contributor. Budget was increased by R680m during Adjustments Budget and sales did not actualise.
2	Gains on disposal of PPE	165,263	Due to a "Profit on Asset Sale".
	<b>Expenditure By Type</b>		
	Employee related costs	301,714	"Provision For Leave Payments" is the main contributor due to determination at year-end adjustments in terms of GRAP, and "Overtime-Salaries" due to certain compulsory needs.
	Remuneration of councillors	(359)	Payment in terms of the Public Office Bearers Act.
	Debt impairment	88,698	Budget adjusted downwards by R261 million during Adjustments Budget process.
	Depreciation & asset impairment	263,373	Budget adjusted downwards by R99,6 million.
	Finance charges	60,046	"Interest Expense Interest Swaps" is the main contributor due to the omission of a budget allocation.
	Bulk purchases	113,174	"Bulk Electricity" is the main contributor due to an increase in purchases because of weather conditions.
	Other materials	(50,533)	"Petrol And Diesel Fuel" is the main contributor.
	Contracted services	307,856	"Watchman Services" and "Household Refuse Removal: Private Sector" are the main contributors attributed to additional needs and insufficient budget.
	Transfers and grants	(140,349)	"Municipal Entities" is the main contributor based on claims submitted.
3	Other expenditure	(385,381)	Budget adjusted upwards by R310 million.
	Loss on disposal of PPE	(124,152)	"Scrapping of Assets" is the main contributor.
	<b>Capital Expenditure</b>		
	Vote 1 - City Planning and Development	–	
	Vote 2 - Corporate & Shared Services	(15,517)	"Tshwane Leadership and Management Academy" project is the main contributor. Delays in the creation of purchase requisitions.
	Vote 3 - Economic Development	(24,111)	"Business Process Outsourcing Park in Hammanskraal" project is the main contributor. Delays in finalising legal and regulatory issues and work stoppages, due to community unrest and labour strikes.
	Vote 4 - Emergency Services	(61)	Projects completed. "Vat" saving.

(a) Table SC1: Material variance explanations (cont.)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June			
Ref	Description	Variance	Reasons for material deviations
	<b>R thousands</b>		
3	<b>Capital Expenditure</b>		
	Vote 5 - Energy and Electricity Department	(13,853)	"New Bulk Electricity Infrastructure" project is the main contributor. Delays in submission of invoices.
	Vote 6 - Environmental Management	(4,212)	"Development of the Klip-Kruisfontein cemetery" project is the main contributor. Delays in completing some of the sub-projects.
	Vote 7 - Group Financial Services	(5,745)	"Corporate Capital Movables" project is the main contributor due to all items not being procured.
	Vote 8 - Group Information & Communication	(4,033)	"BPC and SCOA" project is the main contributor. This is an ongoing project - the other milestones will be delivered in 2016/17 financial year.
	Vote 9 - Housing & Human Settlement	156,059	"Project Linked Housing - Acquisition of Land" project is the main contributor due to procurement for land parcels.
	Vote 10 - Metro Police Services	(1,148)	Project completed. "Vat" saving.
	Vote 11 - Office of the City Manager	(5,518)	"RE - AGA - Tshwane" project is the main contributor. Delay in submission of invoices.
	Vote 13 - Transport	(331,651)	"CBD and Surrounding Areas (BRT) - (Transport Infrastructure)" project is the main contributor due to expenditures classified as operating and amended accordingly.
	Vote 14 - Water and Sanitation Department	(6,059)	Mainly due to savings on the "Replacement and Upgrading: Redundant Bulk Pipeline Infrastructure" project.
	Vote 15 - Other Votes	(60,997)	"New Ga-Rankuwa Library" project is the main contributor. Delays in submission of invoices.
4	<b>Financial Position</b>		
	Current assets	(1,387,343)	A decrease in current assets against projection with the exception of "Other debtors" and "Inventory".
	Non current assets	91,852	An increase in non-current assets except "Long-term receivables", "Investment property" and "Property, plant and equipment" against projections.
	Current liabilities	1,675,255	An increase in current liabilities against projections except "Borrowings" and "Provisions".
	Non current liabilities	(724,157)	A decrease in non current liabilities items against projections except "Provisions".
5	<b>Cash Flow</b>		
	Transfer receipts - capital	(359,300)	No transfers received in June.
	Contributions & Contributed assets	103,245	No budget projection for the month.
	Proceeds on disposal of PPE	286,650	Actuals more than projected.
	Short term loans	440,000	No budget projection for the month.
	Borrowing long term/refinancing	1,000,001	Borrowings more than projected.
	Increase in consumer deposits	426	An increase in consumer deposits against projection.
	Receipt of non-current debtors	84,120	No budget projection for the month.
	Receipt of non-current receivables	(106,447)	No budget projection for the month.
	Change in non-current investments	2,219	Actual more than projected.
	Capital assets	(519,815)	Actual less than projected.
	Repayment of borrowing	1,494,178	Actual more than projected.
7	<b>Municipal Entities</b>		
	<b>Revenue</b>		
	Housing Company Tshwane	(2,185)	"Transfers recognised - operational" is the main contributor due to "Vat" portion of grant not claimed.
	Sandspruit Works Association	106,732	"Transfers recognised - operational" is the main contributor. Operational Grant billed above the budgeted amount.
	Tshwane Economic Development Agency	1,224	"Other Revenue" is the main contributor. Revenue generated better than projected.
	<b>Expenditure</b>		
	Housing Company Tshwane	(493)	"Other expenditure" is the main contributor due to delays in repairs and maintenance to buildings.
	Sandspruit Works Association	101,965	"Debt impairment" is the main contributor attributed to the collection which is below the budgeted amount.
	Tshwane Economic Development Agency	(3,503)	"Contracted Services" is the main contributor.
	<b>Capital Expenditure by Municipal Entity</b>		
	Housing Company Tshwane	(14,335)	"Housing development" expenditure is the main contributor. Management is still determining the amount that must be capitalised from development stage.
	Sandspruit Works Association	(12,497)	Zero expenditure on "Other Buildings".
	Tshwane Economic Development Agency	(339)	Delays in obtaining "Computers - software & programming"



**(b) Table SC2: Monthly Budget Statement – Performance Indicators**

**TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June**

Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.1%	6.2%	6.1%	35.2%	6.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		89.5%	85.5%	77.3%	77.5%	77.3%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		86.8%	82.5%	81.0%	93.4%	81.0%
Gearing	Long Term Borrowing/ Funds & Reserves		3894.8%	4403.3%	4411.7%	4053.2%	4411.7%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	1	0.7%	1.0%	1.0%	0.7%	1.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.1%	0.3%	0.3%	0.1%	0.3%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		85.2%	105.3%	105.3%	86.1%	105.3%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		17.4%	15.2%	15.0%	16.2%	15.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%	100.0%
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	17.3%	10.0%	10.0%	20.7%	10.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	23.5%	23.1%	23.1%	29.4%	23.1%
Employee costs	Employee costs/Total Revenue - capital revenue		27.3%	26.8%	25.9%	28.6%	25.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		6.4%	5.8%	5.6%	0.9%	5.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.6%	8.4%	7.8%	4.3%	4.2%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year		13.3	14.2	14.4	2.3	14.4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		11.0%	10.9%	9.5%	9.6%	9.5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.0	0.1	0.1	0.04	0.1

The performance indicator table above reflects the financial impact of the performance of the CoT as at 30 June 2016.

### (c) Table SC3: Monthly Budget Statement – Aged Debtors

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description		NT Code	Budget Year 2015/16										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	371,826	61,855	42,715	59,771	17,824	65,943	275,817	746,518	1,642,269	1,165,874	1,514	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	290,788	14,202	14,401	18,500	9,623	15,041	94,369	522,628	979,551	660,160	1,013	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	498,976	58,207	41,060	55,401	37,173	43,057	250,375	1,085,691	2,069,938	1,471,696	255	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	69,096	5,002	5,328	8,210	3,049	5,924	36,470	127,628	260,707	181,281	353	-	-	
Receivables from Exchange Transactions - Waste Management	1600	101,371	11,392	11,603	14,416	7,956	12,594	66,989	235,821	462,142	337,776	572	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	10,069	1,212	1,336	988	836	176,049	175	39,004	229,671	217,053	-	-	-	
Interest on Arrear Debtor Accounts	1810	97,695	28,533	30,415	37,508	26,144	32,032	182,570	819,939	1,254,836	1,098,193	833	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	87,081	5,598	1,492	5,206	(1,274)	9,954	84,040	525,639	717,737	623,565	1,097	-	-	
Total By Income Source	2000	1,526,901	186,001	148,350	200,001	101,332	360,594	990,805	4,102,867	7,616,851	5,755,599	5,636	-	-	
2014/15 - totals only		1,422,970	203,354	183,907	170,725	96,558	342,439	869,484	3,548,157	6,837,596	5,027,364	13,217	-	0	
Debtors Age Analysis By Customer Group															
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	-	
Commercial	2300	502,898	46,740	30,539	55,604	34,983	116,948	227,133	983,571	1,998,416	1,418,239	841	-	-	
Households	2400	834,348	95,665	90,051	119,402	68,133	102,516	639,685	2,440,643	4,390,443	3,370,380	4,128	-	-	
Other	2500	189,656	43,597	27,760	24,994	(1,784)	141,130	123,986	678,653	1,227,992	966,980	667	-	-	
Total By Customer Group	2600	1,526,901	186,001	148,350	200,001	101,332	360,594	990,805	4,102,867	7,616,851	5,755,599	5,636	-	-	

The above table provides an extended aged analysis, as well as an aged analysis by debtor type. It also compares this month's results with the same period of the previous financial year. The summary report indicates that total debtors amount to **R7 617m**.

The charts below illustrate that there is a collection challenge pertaining to the debtors in the over 1 year category and R4 103m is outstanding in this category, with R2 441m attributable to households. Figures for "Organs of State" were not available at the time of preparing this report.

Chart C3: Aged Consumer Debtors

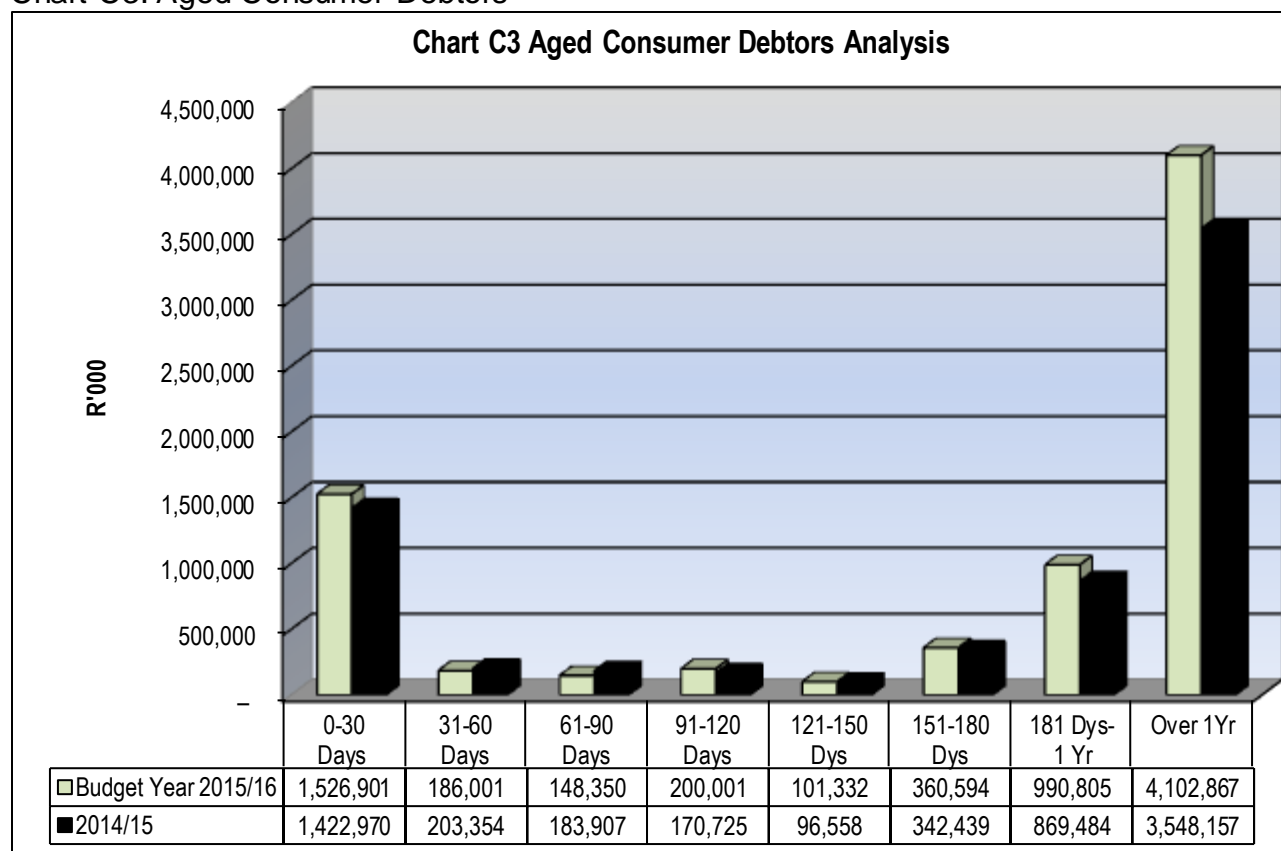
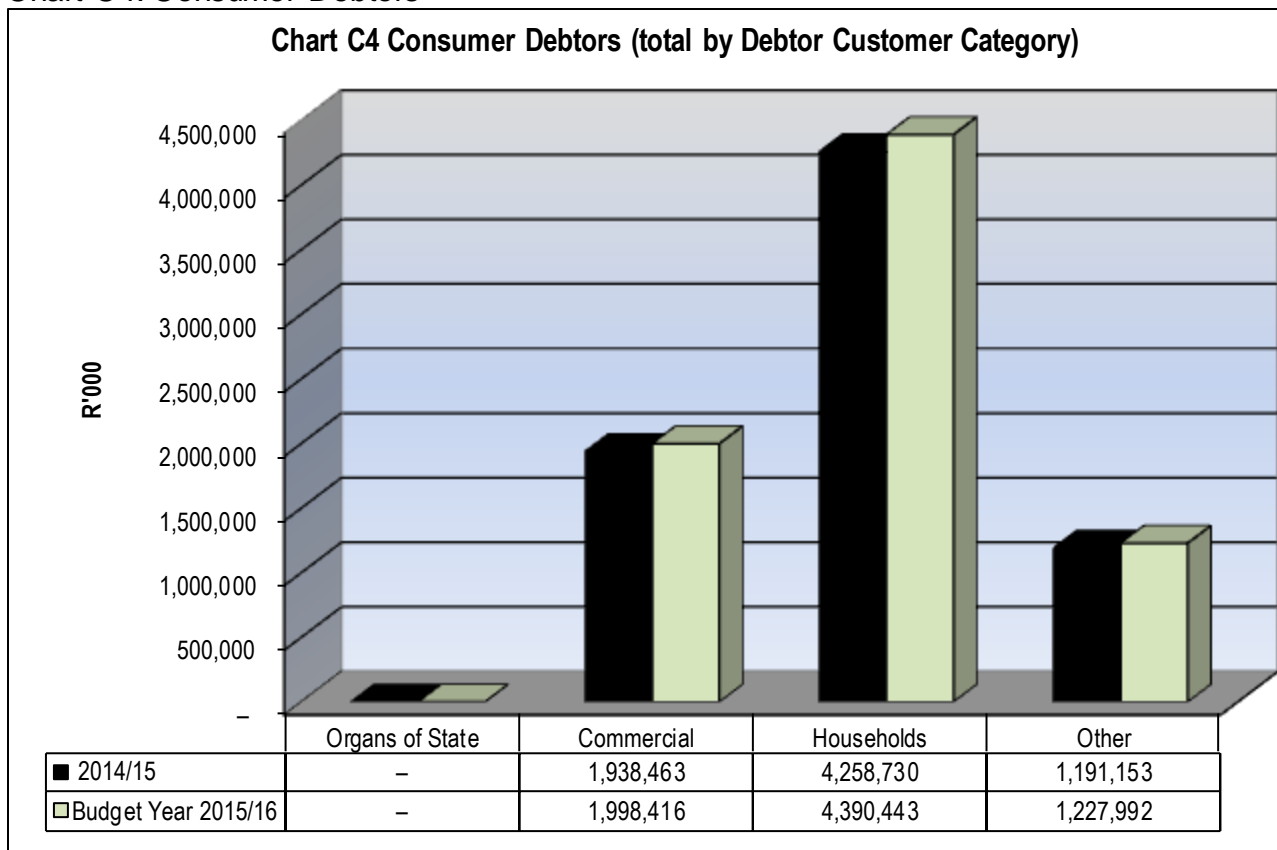


Chart C4: Consumer Debtors



**(d) Table SC4: Monthly Budget Statement – Aged Creditors**

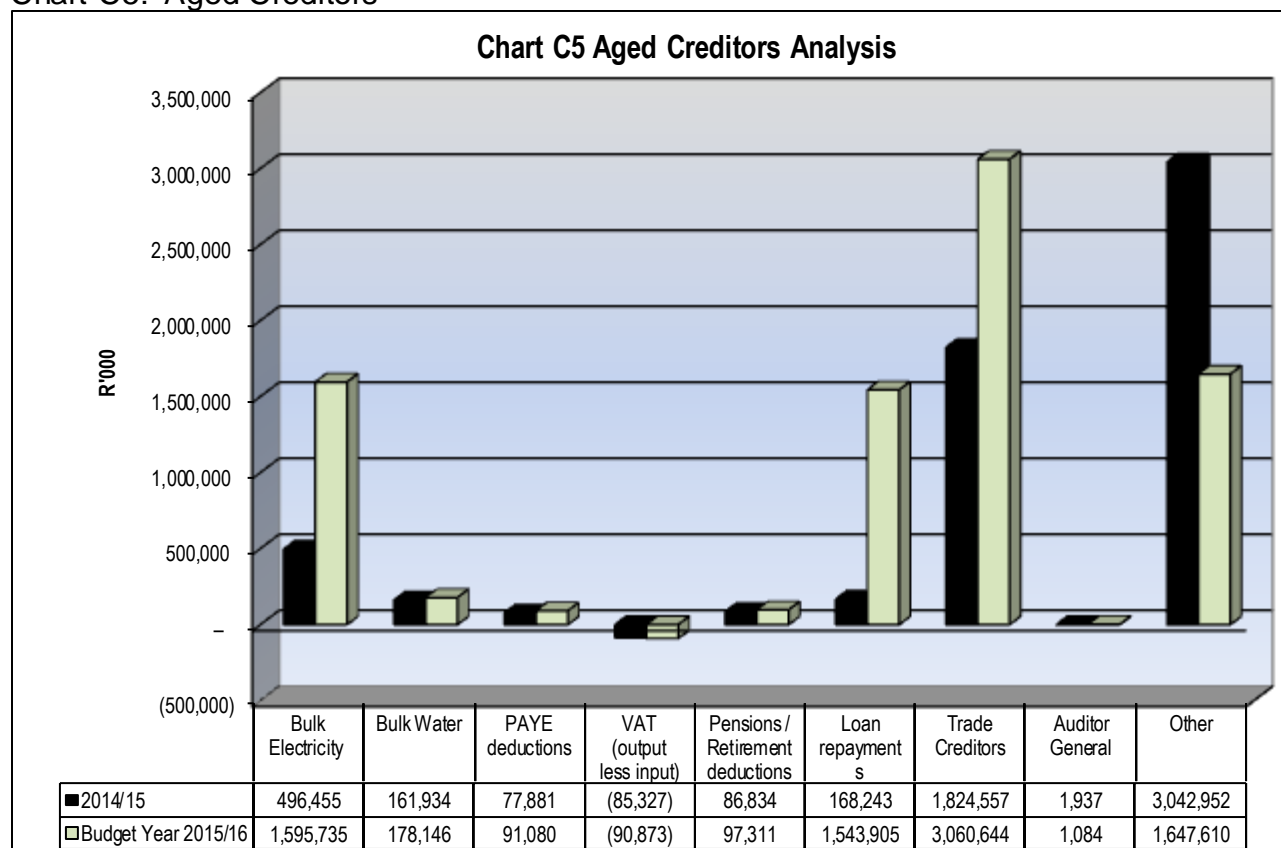
**TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June**

Tort City Of Swilware - Supporting Table 004 Monthly Budget Statement - aged creditors - W12 June											
Description	NT Code	Budget Year 2015/16									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	1,595,735								1,595,735	496,455
Bulk Water	0200	178,146								178,146	161,934
PAYE deductions	0300	91,080								91,080	77,881
VAT (output less input)	0400	(90,873)								(90,873)	(85,327)
Pensions / Retirement deductions	0500	97,311								97,311	86,834
Loan repayments	0600	1,543,905								1,543,905	168,243
Trade Creditors	0700	3,060,644								3,060,644	1,824,557
Auditor General	0800	1,084								1,084	1,937
Other	0900	1,647,610								1,647,610	3,042,952
Total By Customer Type	1000	8,124,642	-	-	-	-	-	-	-	8,124,642	5,775,467

The above table provides an extended aged analysis, as well as an aged analysis by creditor type. The summary report indicates that there are no long term outstanding creditors for the categories over 30 days. The majority of the CoT's creditors are "Other" creditors and there does not appear to be any issues.

The chart compares this month's results with the previous financial year which indicates that the Aged Creditors per category have increased at the end of June 2016.

**Chart C5: Aged Creditors**



**(e) Table SC5: Monthly Budget Statement – Investment Portfolio**

**TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June**

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Mont	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
<b>R thousands</b>									
<b>Municipality</b>									
Call Investment deposits < 90 days									
Knysna Stocks	24	15y	Stock	31.12.2018	0	0.0%	715	–	715
Sanlam	26	14y	Insurance policy	07.12.2015	–	3.0%	–	–	–
Sanlam	27	14y	Insurance policy	01.01.2016	–	3.0%	–	–	–
Capital Alliance	28	8y	Insurance policy	On selling date	1	2.0%	622	(623)	0
Capital Alliance	29	9y	Insurance policy	On selling date	5	3.0%	1,969	(1,974)	–
ABSA	32	On Call	Money Market	On call	127	5.2%	28,819	–	28,946
ABSA	33	On Call	Money Market	On call	45	5.2%	10,099	–	10,144
ABSA	34	On Call	Money Market	On call	33	5.2%	7,564	–	7,598
ABSA	35	On Call	Money Market	On call	1	5.2%	167	–	167
Investec Bank	37	On Call	Money Market	On call	112	5.2%	25,308	–	25,420
Investec Bank	38	On Call	Money Market	On call	36	5.2%	8,089	–	8,125
Investec Bank	39	On Call	Money Market	On call	5	5.2%	1,084	–	1,088
Standard Bank	40	On Call	Money Market	On call	404	5.2%	91,531	–	91,936
Standard Bank	41	On Call	Money Market	On call	13	5.2%	2,841	–	2,854
Investec Bank	108	On Call	Money Market	On call	111	4.5%	29,168	–	29,280
RMB	237	On Call	Money Market	31.10.2011	–	0.0%	–	–	–
STANLIB	106	On Call	Money Market	On call	–	0.4%	27,874	323	28,197
ABSA	338	On Call	Short Term	On call	–	0.0%	50,696	663	51,359
Nedbank	341	On Call	Short Term	On call	–	0.0%	25,309	135	25,444
Standard Bank	340	On Call	Short Term	On call	–	5.8%	25,000	318	25,318
ABSA	243	On Call	Short Term	On call	–	0.0%	–	–	–
Nedbank	244	On Call	Short Term	On call	–	0.0%	–	–	–
ABSA	245	On Call	Short Term	On call	–	0.0%	–	–	–
Standard Bank	246	On Call	Sinking Fund	On call	–	0.0%	–	675,228	675,228
Nedbank	247	On Call	Short Term	On call	–	0.0%	–	–	–
ABSA	248	On Call	Short Term	On call	–	0.0%	–	–	–
Standard Bank	260	On Call	Short Term	On call	285	5.0%	67,185	–	67,470
<b>Municipality sub-total</b>					1,178		404,040	674,071	1,079,289
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				1,178		404,040	674,071	1,079,289

The information contained in the investment table above is consistent with the requirements of the Municipal Investment Regulation, 2005 issued by National Treasury.

**(f) Table SC6: Monthly Budget Statement – Transfers and grant receipts**

**TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June**

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		3,008,481	3,298,840	3,298,840	–	3,298,840	3,298,840	–		3,298,840
EPWP Incentive		30,760	31,143	31,143	–	31,143	31,143	–		31,143
Finance Management		4,750	3,925	3,925	–	3,925	3,925	–		3,925
Fuel Levy		1,352,410	1,395,849	1,395,849	–	1,395,849	1,395,849	–		1,395,849
Integrated City Development Grant		44,659	39,702	39,702	–	39,702	39,702	–		39,702
Local Government Equitable Share	3	1,375,518	1,654,390	1,654,390	–	1,654,390	1,654,390	–		1,654,390
Municipal Disaster Recovery Grant		14,878	–	–	–	–	–	–		–
Municipal Human Settlement Capacity Grant		47,506	12,831	12,831	–	12,831	12,831	–		12,831
Public Transport Network Operations Grant		138,000	161,000	161,000	–	161,000	161,000	–		161,000
Provincial Government:		110,355	120,866	206,894	–	206,894	206,894	(0)	0.0%	206,894
Emergency Medical Services		56,683	59,687	59,687	–	59,687	59,687	–		59,687
HIV and Aids Grant		10,923	11,501	11,948	–	11,948	11,948	–		11,948
HSDG (Top Structure)		–	–	86,656	–	86,656	86,656	(0)	0.0%	86,656
Primary Health Care	4	39,967	42,085	42,085	–	42,085	42,085	–		42,085
Research & Technology Development Services		893	893	893	–	893	893	–		893
Sport and Recreation: Community Libraries		1,889	6,700	5,625	–	5,625	5,625	–		5,625
Other grant providers:		256,551	250,535	263,827	35,995	359,222	263,827	95,396	36.2%	263,827
Broadband/Wifi DTPS		–	–	8,850	–	8,850	8,850	–		8,850
Housing Company Tshwane		15,849	23,445	22,000	11,761	19,761	22,000	(2,239)	-10.2%	22,000
LG SETA Discretionary Grant		689	–	–	–	–	–	–		–
Sandspruit		182,360	172,940	172,940	24,234	270,575	172,940	97,635	56.5%	172,940
TEDA		57,652	54,150	60,036	–	60,036	60,036	–		60,036
Total Operating Transfers and Grants	5	3,375,387	3,670,241	3,769,561	35,995	3,864,956	3,769,561	95,395	2.5%	3,769,561
Capital Transfers and Grants										
National Government:		2,547,271	2,408,542	2,371,161	–	2,378,161	2,371,161	7,000	0.3%	2,371,161
Energy Efficiency & Demand Side Management		3,000	–	–	–	7,000	–	7,000	#DIV/0!	–
Finance Management Grant		250	250	250	–	250	250	–		250
Integrated National Electrification Programme		32,000	37,000	37,000	–	37,000	37,000	–		37,000
Neighbourhood Development Partnership Grant		175,000	100,000	62,619	–	62,619	62,619	–		62,619
Public Transport and Systems Grant		867,571	770,609	770,609	–	770,609	770,609	–		770,609
Urban Settlement Development Grant		1,469,450	1,500,683	1,500,683	–	1,500,683	1,500,683	–		1,500,683
Provincial Government:		27,300	40,551	40,551	–	30,551	40,551	(10,000)	-24.7%	40,551
Gautrans		12,000	–	–	–	–	–	–		–
Social Infrastructure Grant		11,200	33,000	33,000	–	23,000	33,000	(10,000)	-30.3%	33,000
Sport & Recreation: Community Libraries		4,100	7,551	7,551	–	7,551	7,551	–		7,551
Other grant providers:		4,698	1,773	1,773	505	1,388	1,773	(386)	-21.7%	1,773
Housing Delft Grant		–	–	–	–	–	–	–		–
LG SETA Discretionary Grant		4,698	–	–	–	–	–	–		–
Smart Connect Grant		–	1,773	1,773	505	1,388	1,773	(386)	-21.7%	1,773
Total Capital Transfers and Grants	5	2,579,269	2,450,866	2,413,485	505	2,410,100	2,413,485	(3,386)	-0.1%	2,413,485
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	5,954,657	6,121,107	6,183,046	36,500	6,275,056	6,183,046	92,010	1.5%	6,183,046

The disclosure on the transfer and grant receipts table above reflect the receipts from National, Provincial and Other grant providers.

As at 30 June 2016 the total receipts amount to R6 275m. The outstanding transfers to-date are:

- Social Infrastructure Grant – Dependant on performance.
- Smart Connect Grant – planned transfer date is 15 July 2016.

**(g) Table SC7(1): Monthly Budget Statement – Transfers and grant expenditures**

TSH City Of Tshwane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

Description		Ref	2014/15	Budget Year 2015/16							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
<b>EXPENDITURE</b>											
<b>Operating expenditure of Transfers and Grants</b>											
<b>National Government:</b>			<b>2,971,853</b>	<b>3,298,840</b>	<b>3,298,840</b>	<b>13,996</b>	<b>3,260,168</b>	<b>3,305,147</b>	<b>(44,979)</b>	<b>-1.4%</b>	<b>3,298,840</b>
EPWP Incentive			30,760	31,143	31,143	–	31,143	31,143	–		31,143
Finance Management			4,540	3,925	3,925	520	3,902	3,925	(23)	-0.6%	3,925
Fuel Levy			1,352,410	1,395,849	1,395,849	–	1,395,849	1,395,849	–		1,395,849
Integrated City Development Grant			38,352	39,702	39,702	6,398	10,225	46,009	(35,784)	-77.8%	39,702
Local Government Equitable Share			1,375,518	1,654,390	1,654,390	–	1,654,389	1,654,390	(1)	0.0%	1,654,390
Municipal Disaster Recovery Grant			992	–	–	–	–	–	–		–
Municipal Human Settlement Capacity Grant			31,087	12,831	12,831	–	4,401	12,831	(8,430)	-65.7%	12,831
Public Transport Network Operations Grant			138,000	161,000	161,000	7,078	160,259	161,000	(741)	-0.5%	161,000
Urban Settlement Development Grant			195	–	–	–	–	–	–		–
<b>Provincial Government:</b>			<b>109,632</b>	<b>120,866</b>	<b>207,969</b>	<b>4,547</b>	<b>192,289</b>	<b>207,969</b>	<b>(15,680)</b>	<b>-7.5%</b>	<b>207,969</b>
Emergency Medical Services			56,683	59,687	59,687	–	59,687	59,687	–		59,687
Gautrans			222	–	–	–	–	–	–		–
HIV and Aids Grant			10,923	11,501	11,948	0	11,948	11,948	–		11,948
HSDG (Top Structure)			–	–	86,656	2,993	73,772	86,656	(12,884)	-14.9%	86,656
Primary Health Care			39,967	42,085	42,085	–	42,085	42,085	–		42,085
Research & Technology Development Services			–	893	893	–	369	893	(524)	-58.7%	893
Sport and Recreation: Community Libraries			1,837	6,700	6,700	1,554	4,429	6,700	(2,271)	-33.9%	6,700
<b>Other grant providers:</b>			<b>267,686</b>	<b>255,799</b>	<b>259,385</b>	<b>35,995</b>	<b>358,135</b>	<b>257,940</b>	<b>100,195</b>	<b>38.8%</b>	<b>259,385</b>
Broadband/Wifi DTPS			–	–	8,850	–	7,763	8,850	(1,087)	-12.3%	8,850
Housing Company Tshwane			15,849	35,359	23,445	11,761	19,761	22,000	(2,239)	-10.2%	23,445
LG SETA Discretionary Grant			609	–	–	–	–	–	–		–
Sandspruit			193,576	172,940	172,940	24,234	270,575	172,940	97,635	56.5%	172,940
TEDA			57,652	47,500	54,150	–	60,036	54,150	5,886	10.9%	54,150
<b>Total operating expenditure of Transfers and Grants:</b>			<b>3,349,171</b>	<b>3,675,505</b>	<b>3,766,194</b>	<b>54,539</b>	<b>3,810,593</b>	<b>3,771,056</b>	<b>39,536</b>	<b>1.0%</b>	<b>3,766,194</b>
<b>Capital expenditure of Transfers and Grants</b>											
<b>National Government:</b>			<b>2,551,806</b>	<b>2,408,542</b>	<b>2,371,161</b>	<b>40,605</b>	<b>2,194,753</b>	<b>2,394,029</b>	<b>(199,276)</b>	<b>-8.3%</b>	<b>2,371,161</b>
Finance Management Grant			244	250	250	–	157	250	(93)	-37.3%	250
Integrated National Electrification Programme			31,999	37,000	37,000	5,334	36,801	37,001	(200)	-0.5%	37,000
Neighbourhood Development Partnership Grant			174,998	100,000	62,619	551	62,619	62,619	(0)	0.0%	62,619
Public Transport and Systems Grant			867,347	770,609	770,609	(129,757)	471,556	770,609	(299,053)	-38.8%	770,609
Urban Settlement Development Grant			1,477,218	1,500,683	1,500,683	164,477	1,623,621	1,523,550	100,070	6.6%	1,500,683
Water Affairs			–	–	–	–	–	–	–		–
<b>Provincial Government:</b>			<b>8,721</b>	<b>40,551</b>	<b>40,551</b>	<b>14,196</b>	<b>39,273</b>	<b>46,233</b>	<b>(6,960)</b>	<b>-15.1%</b>	<b>40,551</b>
Social Infrastructure Grant			5,518	33,000	33,000	12,932	33,000	38,682	(5,682)	-14.7%	33,000
Sport & Recreation: Community Libraries			3,203	7,551	7,551	1,264	6,273	7,551	(1,278)	-16.9%	7,551
<b>Other grant providers:</b>			<b>4,454</b>	<b>4,067</b>	<b>1,773</b>	<b>–</b>	<b>1,773</b>	<b>1,773</b>	<b>–</b>		<b>1,773</b>
Housing Delft Grant			–	2,293	–	–	–	–	–		–
LG SETA Discretionary Grant			4,454	–	–	–	–	–	–		–
Smart Connect Grant			–	1,773	1,773	–	1,773	1,773	–		1,773
<b>Total capital expenditure of Transfers and Grants</b>			<b>2,564,982</b>	<b>2,453,160</b>	<b>2,413,485</b>	<b>54,801</b>	<b>2,235,800</b>	<b>2,442,036</b>	<b>(206,236)</b>	<b>-8.4%</b>	<b>2,413,485</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>			<b>5,914,153</b>	<b>6,128,665</b>	<b>6,179,679</b>	<b>109,340</b>	<b>6,046,393</b>	<b>6,213,092</b>	<b>(166,699)</b>	<b>-2.7%</b>	<b>6,179,679</b>

The disclosure on the transfer and grant expenditure table above reflect the recognition of expenditures as at 30 June 2016 amounts to R6 046m against the YTD budget of R6 213m.

(h) **Table SC7(2): Monthly Budget Statement – Expenditure against approved rollovers**

TSH City Of Tshwane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Ref	Budget Year 2015/16				
		Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b><u>EXPENDITURE</u></b>						
<b><u>Operating expenditure of Approved Roll-overs</u></b>						
<b>National Government:</b>		<b>36,613</b>	<b>8,164</b>	<b>34,787</b>	<b>1,826</b>	<b>5.0%</b>
Integrated City Development Grant		6,307	–	6,307	–	
Municipal Disaster Recovery Grant		13,886	8,164	12,060	1,826	13.1%
Municipal Human Settlement Capacity Grant		16,419	–	16,419	–	
<b>Provincial Government:</b>		<b>893</b>	<b>–</b>	<b>570</b>	<b>323</b>	<b>36.2%</b>
Research & Technology Development Services		893	–	570	323	36.2%
<b>Total operating expenditure of Approved Roll-overs</b>		<b>37,506</b>	<b>8,164</b>	<b>35,356</b>	<b>2,149</b>	<b>5.7%</b>
<b><u>Capital expenditure of Approved Roll-overs</u></b>						
<b>National Government:</b>		<b>36,868</b>	<b>–</b>	<b>36,868</b>	<b>–</b>	
Integrated National Electrification Programme		1	–	1	–	
Urban Settlement Development Grant		36,867	–	36,867	–	
<b>Provincial Government:</b>		<b>5,682</b>	<b>–</b>	<b>5,682</b>	<b>–</b>	
Social Infrastructure Grant		5,682	–	5,682	–	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>42,550</b>	<b>–</b>	<b>42,550</b>	<b>–</b>	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>80,056</b>	<b>8,164</b>	<b>77,907</b>	<b>2,149</b>	<b>2.7%</b>

**Note:** The above rollovers were approved during the adjustment of the MTREF for the 2015/16 financial year.



## (i) Table SC8: Monthly Budget Statement – Councillor and Staff Benefits

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		101,736	109,249	110,249	9,027	109,968	110,249	(281)	0%	110,249
Motor Vehicle Allowance		8	—	—	—	—	—	—	—	—
Other benefits and allowances		2,449	2,500	2,500	50	2,475	2,500	(25)	-1%	2,500
<b>Sub Total - Councillors</b>		<b>104,193</b>	<b>111,749</b>	<b>112,749</b>	<b>9,078</b>	<b>112,443</b>	<b>112,749</b>	<b>(306)</b>	<b>0%</b>	<b>112,749</b>
<b>% increase</b>	4		<b>7.3%</b>	<b>8.2%</b>						<b>8.2%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		50,567	50,618	56,049	4,701	53,595	56,049	(2,454)	-4%	56,049
Cellphone Allowance		597	784	687	49	601	687	(86)	-12%	687
<b>Sub Total - Senior Managers of Municipality</b>		<b>51,164</b>	<b>51,402</b>	<b>56,736</b>	<b>4,750</b>	<b>54,196</b>	<b>56,736</b>	<b>(2,540)</b>	<b>-4%</b>	<b>56,736</b>
<b>% increase</b>	4		<b>0.5%</b>	<b>10.9%</b>						<b>10.9%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		4,138,846	4,555,383	4,530,103	377,453	4,501,526	4,511,709	(10,183)	0%	4,530,103
Pension and UIF Contributions		927,474	1,086,474	1,083,909	303,335	1,239,963	1,057,813	182,151	17%	1,083,909
Medical Aid Contributions		373,612	386,466	386,759	37,180	415,154	407,154	8,000	2%	386,759
Overtime		305,415	181,379	212,977	38,803	371,580	246,885	124,695	51%	212,977
Performance Bonus		356	169	419	7	313	464	(151)	-33%	419
Motor Vehicle Allowance		298,928	308,762	309,839	25,196	303,286	300,137	3,149	1%	309,839
Cellphone Allowance		20,704	20,480	21,619	1,884	17,782	18,112	(331)	-2%	21,619
Housing Allowances		25,046	23,914	24,371	3,276	35,179	31,278	3,901	12%	24,371
Other benefits and allowances		280,389	317,889	318,321	27,740	317,097	311,260	5,837	2%	318,321
Post-retirement benefit obligations		—	229,686	203,500	—	—	201,000	(201,000)	-100%	203,500
<b>Sub Total - Other Municipal Staff</b>		<b>6,370,770</b>	<b>7,110,601</b>	<b>7,091,818</b>	<b>814,874</b>	<b>7,201,879</b>	<b>7,085,811</b>	<b>116,068</b>	<b>2%</b>	<b>7,091,818</b>
<b>% increase</b>	4		<b>11.6%</b>	<b>11.3%</b>						<b>11.3%</b>
<b>Total Parent Municipality</b>		<b>6,526,126</b>	<b>7,273,752</b>	<b>7,261,303</b>	<b>828,702</b>	<b>7,368,518</b>	<b>7,255,296</b>	<b>113,223</b>	<b>2%</b>	<b>7,261,303</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>			<b>11.5%</b>	<b>11.3%</b>						<b>11.3%</b>
<b>Board Members of Entities</b>										
Board Fees		3,647	4,549	4,167	633	4,199	4,167	32	1%	4,167
<b>Sub Total - Board Members of Entities</b>	2	<b>3,647</b>	<b>4,549</b>	<b>4,167</b>	<b>633</b>	<b>4,199</b>	<b>4,167</b>	<b>32</b>	<b>1%</b>	<b>4,167</b>
<b>% increase</b>	4		<b>24.7%</b>	<b>14.2%</b>						<b>14.2%</b>
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages		21,115	8,503	7,187	2,060	23,282	29,411	(6,128)	-21%	7,187
Pension and UIF Contributions		1,294	21,260	21,260	113	2,094	874	1,220	140%	21,260
Medical Aid Contributions		861	300	300	71	942	300	642	214%	300
Performance Bonus		17	437	437	14	129	—	129	—	437
Motor Vehicle Allowance		2,468	1,236	1,236	185	2,471	1,236	1,235	100%	1,236
Cellphone Allowance		416	447	447	29	338	447	(109)	-24%	447
Housing Allowances		207	208	208	22	317	208	109	52%	208
Other benefits and allowances		268	410	410	20	446	846	(400)	-47%	410
<b>Sub Total - Senior Managers of Entities</b>		<b>26,646</b>	<b>32,801</b>	<b>31,484</b>	<b>2,515</b>	<b>30,019</b>	<b>33,323</b>	<b>(3,303)</b>	<b>-10%</b>	<b>31,484</b>
<b>% increase</b>	4		<b>23.1%</b>	<b>18.2%</b>						<b>18.2%</b>
<b>Other Staff of Entities</b>										
Basic Salaries and Wages		58,962	68,454	68,454	7,125	66,535	68,454	(1,918)	-3%	68,454
Pension and UIF Contributions		10,042	11,860	11,860	913	9,953	11,860	(1,908)	-16%	11,860
Medical Aid Contributions		8,378	9,192	9,192	721	8,993	9,192	(199)	-2%	9,192
Overtime		2,544	2,414	2,414	—	2,380	2,414	(34)	-1%	2,414
Performance Bonus		364	4,486	4,486	—	—	4,486	(4,486)	-100%	4,486
Motor Vehicle Allowance		4,698	6,436	6,436	531	6,057	6,436	(378)	-6%	6,436
Cellphone Allowance		441	696	696	40	480	696	(216)	-31%	696
Housing Allowances		2,328	3,342	3,342	272	2,967	3,342	(375)	-11%	3,342
Other benefits and allowances		2,428	1,589	1,589	157	2,237	1,589	648	41%	1,589
<b>Sub Total - Other Staff of Entities</b>		<b>90,184</b>	<b>108,469</b>	<b>108,469</b>	<b>9,760</b>	<b>99,603</b>	<b>108,469</b>	<b>(8,866)</b>	<b>-8%</b>	<b>108,469</b>
<b>% increase</b>	4		<b>20.3%</b>	<b>20.3%</b>						<b>20.3%</b>
<b>Total Municipal Entities</b>		<b>120,477</b>	<b>145,819</b>	<b>144,120</b>	<b>12,907</b>	<b>133,821</b>	<b>145,958</b>	<b>(12,137)</b>	<b>-8%</b>	<b>144,120</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>6,646,604</b>	<b>7,419,571</b>	<b>7,405,423</b>	<b>841,609</b>	<b>7,502,339</b>	<b>7,401,254</b>	<b>101,085</b>	<b>1%</b>	<b>7,405,423</b>
<b>% increase</b>	4		<b>11.6%</b>	<b>11.4%</b>						<b>11.4%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>6,538,764</b>	<b>7,303,273</b>	<b>7,288,507</b>	<b>831,898</b>	<b>7,385,697</b>	<b>7,284,338</b>	<b>101,359</b>	<b>1%</b>	<b>7,288,507</b>

**(j) Table SC9: Monthly Budget Statement – Actual and Revised targets for cash receipts**

**TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M12 June**

Description	Ref	Budget Year 2015/16			2015/16 Medium Term Revenue & Expenditure Framework		
		June Budget	June Outcome	June Variance	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
<b>R thousands</b>	<b>1</b>						
<b>Cash Receipts By Source</b>							
Property rates		430,518	496,554	66,036	5,132,045	5,647,765	6,215,481
Service charges - electricity revenue		821,897	645,333	(176,564)	10,152,020	11,103,285	11,990,577
Service charges - water revenue		418,020	289,099	(128,921)	3,502,837	3,572,455	3,921,421
Service charges - sanitation revenue		104,500	71,637	(32,863)	825,519	848,498	931,655
Service charges - refuse		88,568	103,730	15,162	1,073,893	1,181,249	1,299,374
Service charges - other		19,072	–	(19,072)	195,589	156,258	162,977
Rental of facilities and equipment		9,552	24,156	14,604	106,987	111,853	116,670
Interest earned - external investments		3,586	8,134	4,548	42,048	43,076	44,482
Interest earned - outstanding debtors		(151)	35,159	35,310	122,561	129,724	138,451
Fines		24,250	943	(23,307)	196,691	196,812	196,932
Licences and permits		5,593	7,867	2,273	57,680	60,185	62,687
Transfer receipts - operating		302,229	308,872	6,643	3,808,337	4,000,904	4,403,746
Other revenue		165,457	16,863	(148,594)	1,517,329	839,698	859,588
<b>Cash Receipts by Source</b>		<b>2,393,091</b>	<b>2,008,347</b>	<b>(384,744)</b>	<b>26,733,535</b>	<b>27,891,763</b>	<b>30,344,039</b>
<b>Other Cash Flows by Source</b>							
Transfer receipts - capital		359,300	505	(358,796)	2,456,036	2,506,939	2,632,126
Contributions & Contributed assets		–	103,245	103,245	–	–	–
Proceeds on disposal of PPE		75	286,725	286,650	–	–	–
Short term loans		–	440,000	440,000	–	–	–
Borrowing long term/refinancing		200,000	1,200,001	1,000,001	1,200,000	1,200,000	1,200,000
Increase in consumer deposits		608	1,034	426	7,225	7,366	7,509
Receipt of non-current debtors		–	84,120	84,120	–	–	–
Receipt of non-current receivables		–	(106,447)	(106,447)	–	–	–
Change in non-current investments		2,894	5,113	2,219	34,728	79,281	(960)
<b>Total Cash Receipts by Source</b>		<b>2,955,968</b>	<b>4,022,642</b>	<b>1,066,674</b>	<b>30,431,524</b>	<b>31,685,349</b>	<b>34,182,714</b>
<b>Cash Payments by Type</b>							
Employee related costs		572,185	829,786	257,600	7,051,532	7,541,318	7,949,243
Remuneration of councillors		9,914	9,901	(14)	116,182	126,721	138,768
Collection Cost		7,677	–	(7,677)	102,695	121,142	125,139
Interest paid		90,576	338,012	247,436	1,040,146	1,118,838	1,198,850
Bulk purchases - Electricity		522,239	464,549	(57,690)	6,784,972	7,349,370	7,937,320
Bulk purchases - Water & Sewer		198,705	114,731	(83,973)	2,180,525	2,152,721	2,354,004
Other materials		39,447	52,513	13,067	335,283	351,809	364,627
Contracted services		295,538	26,636	(268,902)	2,802,642	2,004,369	2,051,877
Grants and subsidies paid - other municipalities		–	–	–	–	–	–
Grants and subsidies paid - other		26,738	14,532	(12,206)	254,148	267,387	268,475
General expenses		316,643	83,284	(233,359)	3,825,059	3,741,824	4,384,591
<b>Cash Payments by Type</b>		<b>2,079,663</b>	<b>1,933,944</b>	<b>(145,718)</b>	<b>24,493,184</b>	<b>24,775,498</b>	<b>26,772,894</b>
<b>Other Cash Flows/Payments by Type</b>							
Capital assets		1,034,923	515,108	(519,815)	3,906,934	3,936,753	4,173,117
Repayment of borrowing		49,728	1,543,905	1,494,178	596,731	715,416	842,504
<b>Total Cash Payments by Type</b>		<b>3,164,313</b>	<b>3,992,958</b>	<b>828,645</b>	<b>28,996,849</b>	<b>29,427,667</b>	<b>31,788,515</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>(208,345)</b>	<b>29,684</b>	<b>(322,402)</b>	<b>1,434,676</b>	<b>2,257,682</b>	<b>2,394,199</b>
Cash/cash equivalents at the month/year beginning:		2,221,141	1,133,645	(548,019)	578,120	2,012,796	4,270,478
Cash/cash equivalents at the month/year end:		2,012,796	1,163,328	(870,421)	2,012,796	4,270,478	6,664,676

**(k) Table SC10: Monthly Budget Statement – Parent Municipality Financial Performance (Revenue and Expenditure)**

TSH City Of Tshwane - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M12 June

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue By Source</b>										
Property rates		4,892,151	5,236,387	5,236,781	496,554	5,316,306	5,236,781	79,526	2%	5,236,781
Service charges - electricity revenue		8,738,616	10,471,749	10,359,204	635,234	9,265,829	10,356,147	(1,090,318)	-11%	10,359,204
Service charges - water revenue		2,822,029	3,169,195	3,406,695	261,646	3,066,950	3,409,706	(342,756)	-10%	3,406,695
Service charges - sanitation revenue		713,528	748,908	798,908	68,612	741,315	798,788	(57,474)	-7%	798,908
Service charges - refuse revenue		969,643	1,095,779	1,095,809	98,495	1,118,320	1,095,809	22,510	2%	1,095,809
Service charges - other		178,480	152,581	199,581	28,344	227,288	199,581	27,707	14%	199,581
Rental of facilities and equipment		114,055	109,112	109,112	23,823	129,070	109,112	19,958	18%	109,112
Interest earned - external investments		36,874	69,774	41,176	8,088	56,000	41,176	14,824	36%	41,176
Interest earned - outstanding debtors		338,769	182,050	182,050	31,018	361,054	182,050	179,004	98%	182,050
Fines		160,562	196,691	196,691	943	266,508	196,691	69,817	35%	196,691
Licences and permits		53,244	57,680	57,680	7,867	48,743	57,680	(8,937)	-15%	57,680
Transfers recognised - operational		3,082,094	3,419,706	3,553,165	26,707	3,495,577	3,553,165	(57,588)	-2%	3,553,165
Other revenue		1,020,336	815,250	1,513,939	16,638	860,186	1,513,939	(653,753)	-43%	1,513,939
Gains on disposal of PPE		20,441	-	-	164,664	165,263	0	165,263		-
<b>Total Revenue (excluding capital transfers and contribution)</b>		<b>23,140,821</b>	<b>25,724,863</b>	<b>26,750,790</b>	<b>1,868,633</b>	<b>25,118,408</b>	<b>26,750,624</b>	<b>(1,632,216)</b>	<b>-6%</b>	<b>26,750,790</b>
<b>Expenditure By Type</b>										
Employee related costs		6,202,413	6,917,257	6,922,747	817,691	7,237,692	6,922,747	314,945	5%	6,922,747
Remuneration of councillors		104,193	111,749	112,749	9,078	112,443	112,749	(306)	0%	112,749
Debt impairment		721,972	1,018,116	756,783	573,998	746,567	756,683	(10,116)	-1%	756,783
Depreciation & asset impairment		1,449,150	1,186,841	1,087,265	216,230	1,350,884	1,087,265	263,619	24%	1,087,265
Finance charges		996,548	1,029,202	1,039,747	337,978	1,099,349	1,039,314	60,034	6%	1,039,747
Bulk purchases		7,717,077	8,613,398	8,796,860	880,691	8,876,523	8,796,630	79,893	1%	8,796,860
Other materials		268,561	349,093	316,570	52,038	249,968	284,300	(34,332)	-12%	316,570
Contracted services		2,936,656	1,939,756	2,863,811	608,345	3,122,227	2,807,847	314,379	11%	2,863,811
Transfers and grants		217,335	259,298	254,148	14,532	113,799	254,148	(140,349)	-55%	254,148
Other expenditure		3,721,522	3,715,237	3,904,213	468,048	3,605,453	3,992,948	(387,496)	-10%	3,904,213
Loss on disposal of PPE		192,399	-	1	(122,061)	(124,057)	95	(124,152)	-130549%	1
<b>Total Expenditure</b>		<b>24,527,826</b>	<b>25,139,948</b>	<b>26,054,893</b>	<b>3,856,568</b>	<b>26,390,846</b>	<b>26,054,727</b>	<b>336,119</b>	<b>1%</b>	<b>26,054,893</b>
<b>Surplus/(Deficit)</b>		<b>(1,387,005)</b>	<b>584,915</b>	<b>695,897</b>	<b>(1,987,935)</b>	<b>(1,272,438)</b>	<b>695,897</b>	<b>(1,968,335)</b>	<b>-283%</b>	<b>695,897</b>
Transfers recognised - capital		2,564,982	2,453,160	2,456,036	314,030	2,231,426	2,456,036	(224,610)	-9%	2,456,036
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>1,177,976</b>	<b>3,038,075</b>	<b>3,151,933</b>	<b>(1,673,905)</b>	<b>958,988</b>	<b>3,151,933</b>	<b>(2,192,945)</b>	<b>-70%</b>	<b>3,151,933</b>
<b>Surplus/(Deficit) after taxation</b>		<b>1,177,976</b>	<b>3,038,075</b>	<b>3,151,933</b>	<b>(1,673,905)</b>	<b>958,988</b>	<b>3,151,933</b>	<b>(2,192,945)</b>	<b>-70%</b>	<b>3,151,933</b>

**(I) Table SC11: Monthly Budget Statement – Summary of Municipal Entities**

**TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M12 June**

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<u>Revenue By Municipal Entity</u>										
Housing Company Tshwane		19,745	27,417	12,091	12,110	23,906	26,091	(2,185)	-8%	12,091
Sandspruit Works Association		525,326	486,305	486,305	45,858	593,037	486,305	106,732	22%	486,305
Tshwane Economic Development Agency		62,330	57,247	64,713	241	65,937	64,713	1,224	2%	64,713
Total Operating Revenue	1	607,402	570,969	563,109	58,209	682,880	577,109	105,771	18%	563,109
<u>Expenditure By Municipal Entity</u>										
Housing Company Tshwane		16,262	27,417	25,346	18,248	37,416	37,909	(493)	-1%	25,346
Sandspruit Works Association		519,839	486,305	486,305	48,351	588,270	486,305	101,965	21%	486,305
Tshwane Economic Development Agency		57,899	57,247	64,713	9,179	61,210	64,713	(3,503)	-5%	64,713
Total Operating Expenditure	2	594,000	570,969	576,365	75,778	686,896	588,927	97,969	17%	576,365
Surplus/ (Deficit) for the yr/period		13,402	(0)	(13,255)	(17,568)	(4,016)	(11,818)	203,740	-1724%	(13,255)
<u>Capital Expenditure By Municipal Entity</u>										
Housing Company Tshwane		418	1,111	14,595	50	260	14,595	(14,335)	-98%	14,595
Sandspruit Works Association		954	13,750	13,750	120	1,253	13,750	(12,497)	-91%	13,750
Tshwane Economic Development Agency		548	1,070	809	260	470	809	(339)	-42%	809
Total Capital Expenditure	3	1,919	15,931	29,154	430	1,984	29,154	(27,171)	-93%	29,154

**(m) Table SC12: Consolidated Monthly Budget Statement – Capital Expenditure Trend**

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M12 June

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spent of Adjusted Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July	11,590	160,072	55,244	55,244	55,244	55,244	–		1%
August	389,256	271,874	114,501	114,501	169,745	169,745	–		4%
September	387,683	322,036	216,442	216,442	386,187	386,187	–		10%
October	282,387	273,468	281,690	281,690	667,877	667,877	–		17%
November	280,581	289,420	430,224	430,224	1,098,100	1,098,100	–		27%
December	430,030	316,820	356,854	356,854	1,454,954	1,454,954	–		36%
January	75,204	229,815	118,180	118,180	1,573,135	1,573,135	–		39%
February	220,185	275,360	277,098	280,719	1,853,853	1,850,233	(3,620)	-0.2%	46%
March	285,899	326,287	314,392	244,613	2,098,467	2,164,625	66,158	3.1%	53%
April	270,658	421,008	422,638	361,269	2,459,736	2,587,263	127,528	4.9%	62%
May	336,845	387,370	602,462	703,503	3,163,239	3,189,726	26,487	0.8%	79%
June	1,146,193	583,036	805,468	515,108	3,678,347	3,995,193	316,846	7.9%	92%
<b>Total Capital expenditure</b>	<b>4,116,511</b>	<b>3,856,566</b>	<b>3,995,193</b>	<b>3,678,347</b>					

**(n) Table SC13a: Consolidated Monthly Budget Statement – Capital expenditure on new assets by asset class**

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>1,770,146</b>	<b>1,770,442</b>	<b>1,731,514</b>	<b>95,320</b>	<b>1,376,196</b>	<b>1,715,314</b>	<b>339,117</b>	<b>19.8%</b>	<b>1,731,514</b>
Infrastructure - Road transport		1,471,211	1,389,635	1,355,989	24,478	1,043,643	1,355,989	312,346	23.0%	1,355,989
Roads, Pavements & Bridges		1,313,331	882,293	917,254	(41,543)	597,867	917,254	319,387	34.8%	917,254
Storm water		157,880	507,342	438,735	66,020	445,776	438,735	(7,041)	-1.6%	438,735
Infrastructure - Electricity		96,855	109,000	104,000	15,026	100,016	104,000	3,984	3.8%	104,000
Generation		89,695	108,000	103,000	15,026	99,069	103,000	3,931	3.8%	103,000
Transmission & Reticulation		7,160	1,000	1,000	-	948	1,000	52	5.2%	1,000
Infrastructure - Water		48,644	57,500	57,500	4,014	39,032	41,300	2,268	5.5%	57,500
Dams & Reservoirs		48,644	57,500	57,500	4,014	39,032	41,300	2,268	5.5%	57,500
Infrastructure - Sanitation		1,500	-	-	-	-	-	-	-	-
Reticulation		1,500	-	-	-	-	-	-	-	-
Infrastructure - Other		151,936	214,307	214,025	51,802	193,506	214,025	20,519	9.6%	214,025
Waste Management		26,444	5,000	5,000	184	4,998	5,000	2	0.0%	5,000
Transportation		-	-	3,000	1,912	2,598	3,000	402	-	3,000
Other		125,493	209,307	206,025	49,705	185,909	206,025	20,116	9.8%	206,025
<b>Community</b>		<b>149,488</b>	<b>216,000</b>	<b>226,438</b>	<b>55,623</b>	<b>172,432</b>	<b>226,438</b>	<b>54,006</b>	<b>23.9%</b>	<b>226,438</b>
Sportsfields & stadia		49,816	91,000	80,373	14,675	38,946	80,373	41,427	51.5%	80,373
Libraries		36,083	6,000	17,500	235	8,954	17,500	8,546	48.8%	17,500
Recreational facilities		-	10,000	10,000	3,801	9,844	10,000	156	1.6%	10,000
Security and policing		1,934	10,000	10,000	8,852	8,852	10,000	1,148	11.5%	10,000
Clinics		45,163	78,000	83,682	16,399	83,526	83,682	156	0.2%	83,682
Cemeteries		16,492	21,000	24,883	11,661	22,310	24,883	2,573	10.3%	24,883
<b>Investment properties</b>		<b>-</b>	<b>57,100</b>	<b>33,000</b>	<b>8,937</b>	<b>8,937</b>	<b>33,000</b>	<b>24,063</b>	<b>72.9%</b>	<b>33,000</b>
Other		-	57,100	33,000	8,937	8,937	33,000	24,063	72.9%	33,000
<b>Other assets</b>		<b>102,805</b>	<b>18,301</b>	<b>30,807</b>	<b>7,420</b>	<b>24,502</b>	<b>30,807</b>	<b>6,304</b>	<b>20.5%</b>	<b>30,807</b>
Specialised vehicles		120	-	-	-	-	-	-	-	-
Furniture and other office equipment		35,074	12,801	21,607	2,647	16,474	21,607	5,132	23.8%	21,607
Markets		5,422	5,500	5,500	2,089	5,344	5,500	156	2.8%	5,500
Other Buildings		62,189	-	-	-	-	-	-	-	-
Other		-	-	3,700	2,684	2,684	3,700	1,016	27.5%	3,700
<b>Intangibles</b>		<b>-</b>	<b>130,773</b>	<b>130,773</b>	<b>3,642</b>	<b>129,907</b>	<b>130,773</b>	<b>866</b>	<b>0.7%</b>	<b>130,773</b>
Computers - software & programming		-	130,773	130,773	3,642	129,907	130,773	866	0.7%	130,773
<b>Total Capital Expenditure on new assets</b>	<b>1</b>	<b>2,022,440</b>	<b>2,192,616</b>	<b>2,152,531</b>	<b>170,942</b>	<b>1,711,975</b>	<b>2,136,331</b>	<b>424,356</b>	<b>19.9%</b>	<b>2,152,531</b>
<b>Specialised vehicles</b>		<b>120</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fire		120	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

**(o) Table SC13b: Consolidated Monthly Budget Statement – Capital expenditure on renewal of existing assets by asset class**

TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12 June

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>894,038</b>	<b>731,450</b>	<b>915,194</b>	<b>205,524</b>	<b>898,827</b>	<b>931,394</b>	<b>32,568</b>	<b>3.5%</b>	<b>915,194</b>
Infrastructure - Road transport		31,808	28,450	68,442	36,138	63,502	68,442	4,940	7.2%	68,442
Roads, Pavements & Bridges		31,808	26,150	67,442	36,056	62,519	67,442	4,923	7.3%	67,442
Storm water		–	2,300	1,000	82	984	1,000	16	1.6%	1,000
Infrastructure - Electricity		454,213	338,500	340,837	63,335	330,968	340,837	9,869	2.9%	340,837
Generation		304,361	225,000	226,346	38,640	220,540	226,346	5,806	2.6%	226,346
Transmission & Reticulation		96,435	43,500	43,500	2,739	42,835	43,500	665	1.5%	43,500
Street Lighting		53,417	70,000	70,991	21,956	67,593	70,991	3,399	4.8%	70,991
Infrastructure - Water		260,612	182,429	329,844	86,359	402,166	405,807	3,642	0.9%	329,844
Reticulation		260,612	182,429	329,844	86,359	402,166	405,807	3,642	0.9%	329,844
Infrastructure - Sanitation		124,982	115,071	115,071	2,277	55,159	55,308	149	0.3%	115,071
Reticulation		116,870	90,000	90,000	167	46,785	46,808	23	0.0%	90,000
Sewerage purification		8,112	25,071	25,071	2,110	8,374	8,500	126	1.5%	25,071
Infrastructure - Other		22,423	67,000	61,000	17,416	47,032	61,000	13,968	22.9%	61,000
Waste Management		2,000	12,000	12,000	1,337	11,996	12,000	4	0.0%	12,000
Transportation		20,423	55,000	49,000	16,079	35,036	49,000	13,964	28.5%	49,000
<b>Community</b>		<b>196,714</b>	<b>151,000</b>	<b>112,503</b>	<b>20,536</b>	<b>108,591</b>	<b>112,503</b>	<b>3,912</b>	<b>3.5%</b>	<b>112,503</b>
Parks & gardens		19,810	35,000	35,000	17,905	34,444	35,000	556	1.6%	35,000
Fire, safety & emergency		–	2,000	2,000	–	1,940	2,000	60	3.0%	2,000
Security and policing		1,906	–	–	–	–	–	–	–	–
Clinics		–	7,000	5,884	65	2,699	5,884	3,185	54.1%	5,884
Cemeteries		–	7,000	7,000	2,014	6,890	7,000	110	1.6%	7,000
Other		174,998	100,000	62,619	551	62,619	62,619	0	0.0%	62,619
<b>Investment properties</b>		<b>873,235</b>	<b>675,500</b>	<b>687,965</b>	<b>67,440</b>	<b>844,014</b>	<b>687,965</b>	<b>(156,049)</b>	<b>-22.7%</b>	<b>687,965</b>
Housing development		873,235	670,500	682,965	62,450	839,023	682,965	(156,059)	-22.9%	682,965
Other		–	5,000	5,000	4,990	4,990	5,000	10	0.2%	5,000
<b>Other assets</b>		<b>128,491</b>	<b>106,000</b>	<b>127,000</b>	<b>50,667</b>	<b>114,941</b>	<b>127,000</b>	<b>12,059</b>	<b>9.5%</b>	<b>127,000</b>
General vehicles		3,981	–	21,000	18,195	18,195	21,000	2,805	13.4%	21,000
Specialised vehicles		–	–	–	–	–	–	–	–	–
Plant & equipment		983	3,000	3,000	2,347	2,347	3,000	653	21.8%	3,000
Computers - hardware/equipment		29,708	15,000	15,000	975	14,806	15,000	194	1.3%	15,000
Furniture and other office equipment		11,440	13,000	23,000	7,201	16,595	23,000	6,405	27.8%	23,000
Other Buildings		68,197	38,500	28,500	13,412	28,217	28,500	283	1.0%	28,500
Other		14,182	36,500	36,500	8,536	34,781	36,500	1,719	4.7%	36,500
<b>Total Capital Expenditure on renewal of existing ass</b>	<b>1</b>	<b>2,092,478</b>	<b>1,663,950</b>	<b>1,842,662</b>	<b>344,167</b>	<b>1,966,372</b>	<b>1,858,862</b>	<b>(107,510)</b>	<b>-5.8%</b>	<b>1,842,662</b>
<b>Specialised vehicles</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Refuse		–	–	–	–	–	–	–	–	–
Ambulances		–	–	–	–	–	–	–	–	–

**(p) Table SC13c: Consolidated Monthly Budget Statement – Capital expenditure on repairs and maintenance by asset class**

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>677,161</b>	<b>801,393</b>	<b>816,291</b>	<b>113,716</b>	<b>856,734</b>	<b>827,353</b>	<b>(29,381)</b>	<b>-3.6%</b>	<b>816,291</b>
Infrastructure - Road transport		150,252	120,794	125,231	15,305	125,441	127,559	2,119	1.7%	125,231
Roads, Pavements & Bridges		121,099	101,028	106,015	10,102	107,453	108,344	890	0.8%	106,015
Storm water		29,153	19,766	19,216	5,203	17,987	19,216	1,228	6.4%	19,216
Infrastructure - Electricity		352,668	386,114	457,316	68,682	500,060	464,201	(35,860)	-7.7%	457,316
Generation		60,434	74,019	74,019	5,612	70,814	74,019	3,204	4.3%	74,019
Transmission & Reticulation		236,990	289,193	325,895	56,704	365,462	331,656	(33,806)	-10.2%	325,895
Street Lighting		55,244	22,903	57,403	6,365	63,784	58,526	(5,258)	-9.0%	57,403
Infrastructure - Water		84,148	231,797	155,852	16,054	152,796	156,192	3,396	2.2%	155,852
Dams & Reservoirs		11,661	4,743	8,761	586	8,053	8,161	108	1.3%	8,761
Water purification		11,209	8,898	12,648	3,484	12,462	13,448	987	7.3%	12,648
Reticulation		61,277	218,157	134,443	11,983	132,281	134,583	2,302	1.7%	134,443
Infrastructure - Sanitation		57,266	49,337	59,440	9,571	60,033	59,440	(592)	-1.0%	59,440
Reticulation		16,100	11,018	21,122	3,558	21,939	21,122	(817)	-3.9%	21,122
Sewerage purification		41,166	38,318	38,318	6,013	38,094	38,318	225	0.6%	38,318
Infrastructure - Other		32,828	13,351	18,452	4,104	18,404	19,960	1,556	7.8%	18,452
Waste Management		32,828	13,351	18,452	4,104	18,404	19,960	1,556	7.8%	18,452
<b>Community</b>		<b>216,283</b>	<b>202,263</b>	<b>210,858</b>	<b>65,298</b>	<b>234,389</b>	<b>214,716</b>	<b>(19,673)</b>	<b>-9.2%</b>	<b>210,858</b>
Parks & gardens		31,208	32,910	32,849	5,903	28,856	32,369	3,513	10.9%	32,849
Sportsfields & stadia		181	198	198	26	26	111	85	76.6%	198
Recreational facilities		13,020	12,925	12,856	1,296	12,624	13,222	599	4.5%	12,856
Fire, safety & emergency		21,953	15,449	23,687	2,133	24,837	28,494	3,656	12.8%	23,687
Security and policing		41,034	32,520	34,700	15,965	33,367	37,028	3,661	9.9%	34,700
Buses		4,123	3,882	5,091	690	5,562	5,615	53	0.9%	5,091
Museums & Art Galleries		1	-	-	-	-	-	-	-	-
Cemeteries		5,672	6,361	6,461	655	5,882	6,621	739	11.2%	6,461
Other		99,091	98,018	95,017	38,631	123,235	91,257	(31,979)	-35.0%	95,017
<b>Other assets</b>		<b>493,888</b>	<b>435,605</b>	<b>432,875</b>	<b>50,259</b>	<b>353,106</b>	<b>422,818</b>	<b>69,712</b>	<b>16.5%</b>	<b>432,875</b>
General vehicles		208,030	198,820	158,626	12,188	106,794	147,741	40,948	27.7%	158,626
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		23,062	34,141	44,541	14,078	36,708	40,657	3,949	9.7%	44,541
Computers - hardware/equipment		5,718	3,309	3,397	320	2,796	3,397	601	17.7%	3,397
Furniture and other office equipment		14,354	14,388	17,775	3,469	15,355	17,664	2,309	13.1%	17,775
Civic Land and Buildings		1,646	1,491	1,491	133	1,032	1,391	359	25.8%	1,491
Other Buildings		133,138	102,851	117,864	12,976	116,606	122,832	6,227	5.1%	117,864
Other Land		79,581	76,018	83,720	6,639	68,232	82,439	14,207	17.2%	83,720
Other		28,360	4,587	5,462	456	5,583	6,697	1,114	16.6%	5,462
<b>Intangibles</b>		<b>101,241</b>	<b>73,767</b>	<b>75,422</b>	<b>2,290</b>	<b>73,802</b>	<b>76,432</b>	<b>2,630</b>	<b>3.4%</b>	<b>75,422</b>
Computers - software & programming		101,241	73,767	75,422	2,290	73,802	76,432	2,630	3.4%	75,422
<b>Total Repairs and Maintenance Expenditure</b>		<b>1,488,573</b>	<b>1,513,028</b>	<b>1,535,446</b>	<b>231,563</b>	<b>1,518,031</b>	<b>1,541,319</b>	<b>23,288</b>	<b>1.5%</b>	<b>1,535,446</b>
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-



**(q) Table SC13d: Consolidated Monthly Budget Statement - Depreciation by asset class**

TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M12 June

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b><u>Depreciation by Asset Class/Sub-class</u></b>										
<b><u>Infrastructure</u></b>		<b>939,237</b>	<b>771,204</b>	<b>867,048</b>	<b>126,372</b>	<b>836,716</b>	<b>721,740</b>	<b>(114,976)</b>	<b>-15.9%</b>	<b>867,048</b>
Infrastructure - Road transport		529,877	437,122	473,738	25,462	407,190	388,433	(18,757)	-4.8%	473,738
Roads, Pavements & Bridges		474,218	280,026	331,585	(2,305)	242,879	268,520	25,641	9.5%	331,585
Storm water		55,659	157,096	142,152	27,767	164,311	119,913	(44,398)	-37.0%	142,152
Infrastructure - Electricity		194,275	137,941	187,054	32,916	158,509	121,304	(37,205)	-30.7%	187,054
Generation		138,921	102,647	145,569	22,543	117,547	89,810	(27,736)	-30.9%	145,569
Transmission & Reticulation		36,522	13,717	16,660	1,150	16,103	12,135	(3,968)	-32.7%	16,660
Street Lighting		18,832	21,577	24,826	9,223	24,859	19,359	(5,501)	-28.4%	24,826
Infrastructure - Water		109,026	73,958	71,681	37,962	162,265	121,923	(40,342)	-33.1%	71,681
Dams & Reservoirs		17,149	17,724	14,509	1,686	14,355	11,262	(3,093)	-27.5%	14,509
Reticulation		91,877	56,233	57,173	36,276	147,910	110,661	(37,249)	-33.7%	57,173
Infrastructure - Sanitation		44,590	35,471	32,241	956	20,287	15,082	(5,204)	-34.5%	32,241
Reticulation		41,730	27,742	25,793	70	17,207	12,764	(4,442)	-34.8%	25,793
Sewerage purification		2,860	7,728	6,448	886	3,080	2,318	(762)	-32.9%	6,448
Infrastructure - Other		61,469	86,712	102,334	29,075	88,466	74,997	(13,468)	-18.0%	102,334
Waste Management		10,028	5,240	9,511	639	6,250	4,636	(1,614)	-34.8%	9,511
Transportation		7,200	16,954	3,708	7,557	13,841	14,180	339	2.4%	3,708
Other		44,241	64,518	89,115	20,879	68,374	56,182	(12,193)	-21.7%	89,115
<b><u>Community</u></b>		<b>122,051</b>	<b>113,127</b>	<b>104,300</b>	<b>31,991</b>	<b>103,356</b>	<b>92,427</b>	<b>(10,929)</b>	<b>-11.8%</b>	<b>104,300</b>
Parks & gardens		6,984	10,789	12,896	7,521	12,668	9,544	(3,124)	-32.7%	12,896
Sportsfields & stadia		17,562	28,051	20,312	6,164	14,324	21,917	7,594	34.6%	20,312
Libraries		12,721	1,849	7,093	99	3,293	4,772	1,479	31.0%	7,093
Recreational facilities		-	3,082	3,224	1,596	3,620	2,727	(893)	-32.8%	3,224
Fire, safety & emergency		-	616	-	-	713	545	(168)	-30.8%	-
Security and policing		1,354	3,082	3,224	3,719	3,256	2,727	(529)	-19.4%	3,224
Clinics		15,922	26,201	22,569	6,916	31,712	24,424	(7,288)	-29.8%	22,569
Cemeteries		5,814	8,631	9,189	5,744	10,739	8,694	(2,045)	-23.5%	9,189
Other		61,694	30,825	25,793	231	23,030	17,076	(5,954)	-34.9%	25,793
<b><u>Investment properties</u></b>		<b>307,852</b>	<b>225,823</b>	<b>253,862</b>	<b>32,083</b>	<b>313,702</b>	<b>196,602</b>	<b>(117,099)</b>	<b>-59.6%</b>	<b>253,862</b>
Housing development		307,852	206,681	222,105	26,232	308,579	186,240	(122,339)	-65.7%	222,105
Other		-	19,142	31,758	5,850	5,122	10,362	5,240	50.6%	31,758
<b><u>Other assets</u></b>		<b>81,541</b>	<b>38,316</b>	<b>48,845</b>	<b>24,400</b>	<b>51,285</b>	<b>43,033</b>	<b>(8,252)</b>	<b>-19.2%</b>	<b>48,845</b>
General vehicles		1,403	-	9,672	7,643	6,692	5,727	(965)	-16.9%	9,672
Specialised vehicles		42	-	-	-	-	-	-	-	-
Plant & equipment		347	925	967	986	863	818	(45)	-5.5%	967
Computers - hardware/equipment		10,473	4,624	6,448	410	5,445	4,090	(1,355)	-33.1%	6,448
Furniture and other office equipment		16,398	7,953	8,383	4,137	12,162	12,164	2	0.0%	8,383
Markets		1,911	1,695	1,773	877	1,966	1,500	(466)	-31.0%	1,773
Other Buildings		45,967	11,868	3,708	5,634	10,378	7,772	(2,606)	-33.5%	3,708
Other		5,000	11,251	17,894	4,713	13,779	10,962	(2,817)	-25.7%	17,894
<b><u>Intangibles</u></b>		<b>-</b>	<b>40,311</b>	<b>12,961</b>	<b>1,530</b>	<b>47,778</b>	<b>35,661</b>	<b>(12,117)</b>	<b>-34.0%</b>	<b>12,961</b>
Computers - software & programming		-	40,311	12,961	1,530	47,778	35,661	(12,117)	-34.0%	12,961
<b>Total Depreciation</b>		<b>1,450,681</b>	<b>1,188,780</b>	<b>1,287,018</b>	<b>216,375</b>	<b>1,352,836</b>	<b>1,089,463</b>	<b>(263,373)</b>	<b>-24.2%</b>	<b>1,287,018</b>
<b><u>Specialised vehicles</u></b>		<b>42</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fire		42	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

(r) **Municipal manager's quality certification.**

### **QUALITY CERTIFICATE**

I, **JASON NGOBENI**, the City Manager of the City of Tshwane, hereby certify that -

- ☐ the monthly budget statement
- ☐ quarterly report on the implementation of the budget and financial state affairs of the municipality

For the month of **June 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **JASON NGOBENI**

City Manager of the City of Tshwane (TSH)

Signature: \_\_\_\_\_

Date: \_\_\_\_\_