

F1/5/2
Umar Banda (358 8110)
MAYORAL COMMITTEE:

**TO: CITY MANAGER
EXECUTIVE MAYOR**

SUBMISSION

**GROUP FINANCIAL SERVICES DEPARTMENT:
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA):
IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD
ENDING 31 JANUARY 2016**

1. PURPOSE

The purpose of this report is to provide progress on the actual financial performance of the CoT against the budget in compliance with the Section 71 of the MFMA.

2. STRATEGIC OBJECTIVE

(Unaltered)

“To improve financial sustainability”

3. BACKGROUND

Section 71 of the MFMA and the Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” stipulates that specific financial particulars on the implementation of the budget be reported on and in the format prescribed, hence this report to meet legislative compliance.

(Unaltered)

“The monthly budget statement of a municipality must be in the format specified in the “C Schedule” 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.”

Further, Section 71 of the MFMA requires that, “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 national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month.”

For the reporting period ending 31 January 2016, the ten working day reporting limit expires on **12 February 2016**.

4. DISCUSSION

On 28 May 2015 Council approved the 2015/16 Medium-term Revenue and Expenditure Framework.

The attached “In-year” report (Annexure A) provides a high level analysis as at 31 January 2016 in the format legislated. Material variances will be briefly referred to in this report. The detailed will be included in the monthly “Corporate Financial” report.

4.1 Executive Summary

The total consolidated Operating Revenue Budget of the CoT amounts to R26 296m and the Operating Expenditure Budget equates to R25 711m for the 2015/16 financial year. A surplus of R585m is planned.

The summary table below indicates the financial performance for the period from 1 July 2015 to 31 January 2016. The actual operating revenue realised (excluding Capital Transfers) amounts to R15 582m, a variance of R213m or 1,4% against YTD Budget. The operating expenditure amounts to R15 117m, a variance of R27m or 0,2% against YTD Budget. A favourable variance of R240m is reflected when YTD Actual is compared against the YTD Budgeted surplus.

Summary Statement of Financial Performance:				
Description	January YTD Budget	January YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	15,369,474	15,582,162	212,687	1.4%
Total Operating Expenditure	15,144,200	15,116,761	(27,440)	-0.2%
SURPLUS/DEFICIT	225,274	465,401	240,127	

The revenue variance is explained by:

- Transfers recognised – operational (R429m favourable) – The non-alignment of projections to the National Treasury payment schedule which is only available after the approval of the MTREF resulted in this variance. Some of the transfer allocations, amongst others, received as published in the National and Provincial Treasury payment schedule, are:
 - Local Government Equitable Share transfer of R689m and R551m received on 6 July 2015 and 27 November 2015, respectively;
 - Equitable Share Fuel Levy transfers of R465m each received on 9 August 2015 and 9 December 2015, respectively.
- Interest earned – outstanding debtors (R115m favourable) – An increase in arrear debtors resulting in higher interest earned on the line-item “Interest on Amounts in Arrear”.

- Service charges – electricity revenue (R389m unfavourable) – the electricity sales will be closely monitored.

The expenditure variance is explained by:

- Bulk Purchases (R608m unfavourable) - “Bulk: Electricity” and “Bulk: Water” are the main contributors to this variance. The problem comes from the payment to Eskom relating to the rectification of Eskom billing for the 2014/15 financial year which will reflect as a restatement in the prior Annual Financial Statement.
- Contracted services (R357m unfavourable) – The main line-items contributing to the variance are:
 - Prepaid Commission (R307m) – Provision was not made for this expenditure in the 2015/16 financial year MTREF, which will be addressed in the 2015/16 Adjustments Budget.
 - Household Refuse Removal: Private Sector (R82m) – The Service Delivery and Transformation Management Department has indicated that the service was under-funded and a request for additional funding has been submitted.
- Debt impairment (R283m favourable)
 - Bad Debt Written Off (R404m) - Actual expenditure can only be effected on obtaining Council approval upon submission of a report.
- Other expenditure (R335m favourable) – Some of the line-items that contribute to the variance are:
 - Vehicles (R65m) – The delay in the finalisation of the SCM processes for Corporate Fleet Management contributed to the variance. The approval of Contract CB54 will escalate maintenance expenditure.
 - Post-Employment Medical Expense (R63m) – Provision on this line-item can only be administered during the year-end process.
 - Lease Expenditure: Reclassification (R59m) - This is attributed to a decrease in the lease liability in the 2014/15 financial year (capital and interest paid).
 - Post-Employment Pension Expense (R54m) – Provision on this line-item can only be processed at year-end.
 - General Expenditure (R38m) – The favourable variance is due to the non-alignment of the YTD Budget against that provided by the Department. Expenditure is planned for the 3rd quarter of the financial year.

- Rental: Plant And Equipment (R29m) – The Corporate and Shared Services Department and the Service Delivery and Transformation Management Department has indicated that there was a delay in processing of payments for January 2016. Commitments of R24m and R6m respectively, are cited.
- Drug and Substance Abuse (R27m) – The Service Delivery and Transformation Management Department has cited that the expenditure on this item will be apportioned in accordance with the results of a study embarked on by the University of Pretoria. This study will determine where the origin of this pandemic is in order to apply the funds appropriately.

Below is the table reflecting the Cash Flow position as contained in the regulated C Schedule submitted to National Treasury.

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges		4,883,326	4,817,476	449,768	3,039,399	2,810,194	229,205	8%	4,817,476
Service charges		13,293,833	14,588,169	1,259,427	8,931,582	8,509,765	421,817	5%	14,588,169
Other revenue		1,436,034	1,178,291	141,872	762,640	688,536	74,104	11%	1,178,291
Government - operating		3,081,485	3,666,857	41,500	2,541,823	2,156,384	385,440	18%	3,666,857
Government - capital		2,596,235	2,453,160	505	1,150,472	1,303,161	(152,689)	-12%	2,453,160
Interest		412,573	193,141	45,128	267,291	111,592	155,699	140%	193,141
Payments									
Suppliers and employees		(21,719,690)	(21,907,225)	(1,805,836)	(15,472,974)	(12,797,347)	2,675,627	-21%	(21,907,225)
Finance charges		(997,465)	(1,029,556)	(79,639)	(606,675)	(600,581)	6,093	-1%	(1,029,556)
Transfers and Grants		(25,600)	(259,298)	(17,497)	(73,325)	(151,257)	(77,932)	52%	(259,298)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2,960,731	3,701,015	35,229	540,234	2,030,447	1,490,212	73%	3,701,015
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		197,706	–	16,724	59,258	–	59,258	–	–
Decrease (Increase) in non-current debtors		70,512	–	(177,633)	207,859	–	207,859	–	–
Decrease (increase) other non-current receivables		(269,436)	48,553	248,221	382,386	28,323	354,063	1250%	48,553
Decrease (increase) in non-current investments		(156,583)	56,007	64,055	42,568	32,671	9,897	30%	56,007
Payments									
Capital assets		(4,114,918)	(3,783,366)	(118,180)	(1,573,135)	(2,010,887)	(437,753)	22%	(3,783,366)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(4,272,719)	(3,678,806)	33,187	(881,064)	(1,949,894)	(1,068,830)	55%	(3,678,806)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–	–	1,035,000	5,085,000	–	5,085,000	–	–
Borrowing long term/refinancing		1,500,000	1,200,000	(5,054)	(5,054)	200,000	(205,054)	-103%	1,200,000
Increase (decrease) in consumer deposits		55,733	8,565	2,585	14,575	4,997	9,578	192%	8,565
Payments									
Repayment of borrowing		(491,042)	(560,350)	(990,018)	(4,545,277)	(326,871)	4,218,406	-1291%	(560,350)
NET CASH FROM/(USED) FINANCING ACTIVITIES		1,064,691	648,215	42,512	549,244	(121,873)	(671,118)	551%	648,215
NET INCREASE/ (DECREASE) IN CASH HELD		(247,298)	670,424	110,928	208,415	(41,320)			670,424
Cash/cash equivalents at beginning:		847,816	1,203,476		600,518	1,203,476			600,518
Cash/cash equivalents at month/year end:		600,518	1,873,900		808,933	1,162,156			1,270,943

The Cash Flow report above for 31 January 2016 indicates that:

- The cash and cash equivalents closing balance as at the end of January 2016 is R809m.
-

- Cash flow from operating activities is R540m compared to the target of R2 030m.
- Cash flow from investing activities amounts to (R881m), compared to a target of (R1 950m).
- Cash flow from financing activities equates to R549m compared to a target of (R122m).

Capital expenditure

The summary table hereafter indicates actual year-to-date spending of R1 573m and a variance of R290m or 15,6% against YTD Budget.

Summary statement of Capital Expenditure:				
Description	January YTD Budget	January YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	1 863 505	1 573 135	(290 370)	-15,6%
TOTAL Capital Financing	1 863 505	1 573 135	(290 370)	-15,6%

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 31 January 2016 amounts to R1 573m against the projection of R1 864m, a variance of R290m or 15,6% is reflected. The total percentage spent against the total original budget amounts to 40,8%.

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

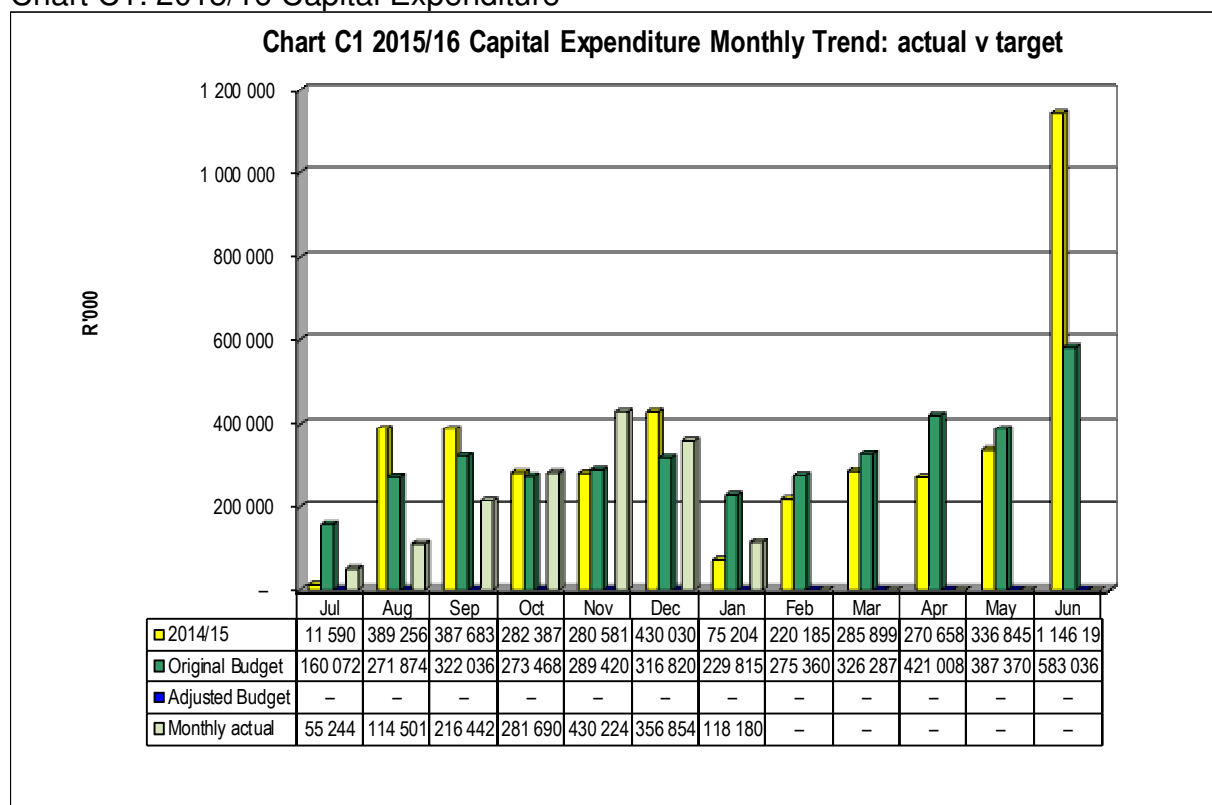
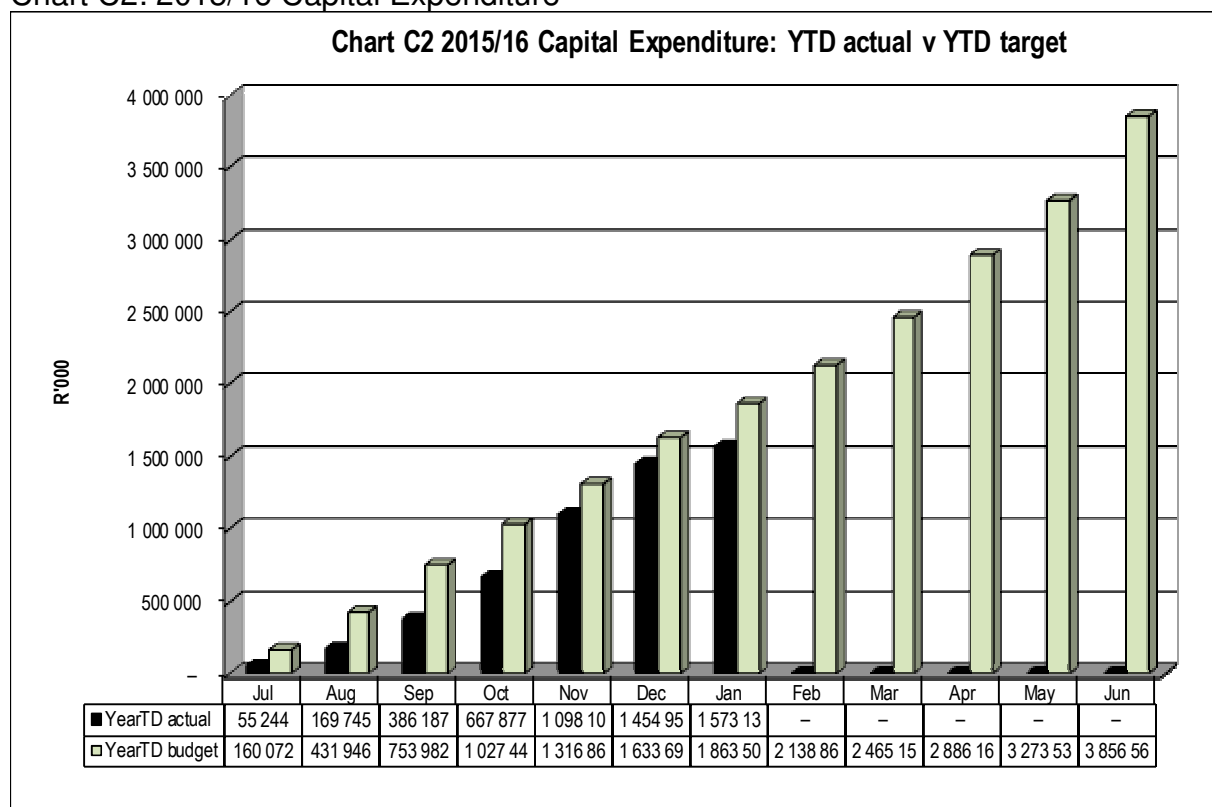


Chart C2: 2015/16 Capital Expenditure



5. INTERDEPARTMENTAL AND CLUSTER IMPACT

None.

6. COMMENTS OF THE GROUP LEGAL COUNSEL

The abovementioned 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 31 January 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.

- Constitution and legal factors

The implication of approval of this report is compliance to legislative requirements (Sections 52(d) and 71 of the MFMA) and NT regulations GG 32141 of 17 April 2009.

- Communication

In compliance to legislative requirements (Section 71 of the MFMA) this document is provided to all stakeholders by placing it on the Tshwane Public website.

- Previous Mayoral Committee Resolutions

Not applicable.

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 GG 32141 of 17 April 2009.

RECOMMENDED

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”:

1. The Accounting Officer provides the Executive Mayor with the “In-year” report for January 2016;
2. That this statement be submitted to National Treasury and the Provincial Treasury, in both a signed document format and in electronic format.
3. Mayoral Committee take note of the financial performance of the City as at 31 January 2016.

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): IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 JANUARY 2016

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

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



IN-YEAR REPORT

BUDGET YEAR: 2015/16

REPORTING PERIOD: M07 JANUARY 2016

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PART 1 – IN-YEAR REPORT

1.1 MAYOR’S REPORT

On 28 May 2015 Council approved the MTREF for the 2015/16 financial year which gives effect to the financial plan of the City of Tshwane (CoT). The budget has been uploaded onto SAP (Accounting System utilised by the municipality) and locked as required by regulation.

The CoT advocates the efforts of National Treasury by adhering to the Municipal Budget and Reporting Regulations that is designed to achieve a range of objectives, including improving the local government sphere’s ability to deliver services by facilitating improved financial sustainability and better medium term planning.

The CoT ultimately 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. The Accounting Officer provides the Executive Mayor with the “In-year” report for January 2016;
- b. That this statement be submitted to National Treasury and the Provincial Treasury, in both a signed document format and in electronic format.
- c. Mayoral Committee take note of the financial performance of the City as at 31 January 2016.

1.3 EXECUTIVE SUMMARY

The total consolidated Operating Revenue Budget of the CoT amounts to R26 296m and the Operating Expenditure Budget equates to R25 711m for the 2015/16 financial year. A surplus of R585m is planned.

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 31 January 2016. The actual operating revenue realised (excluding Capital Transfers) amounts to R15 582m, a variance of R213m or 1,4% against YTD Budget. The operating expenditure amounts to R15 117m, a variance of R27m or 0,2% against YTD Budget. A favourable variance of R240m is reflected when YTD Actual is compared against the YTD Budget.

Summary Statement of Financial Performance:				
Description	January YTD Budget	January YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	15 369 474	15 582 162	212 687	1,4%
Total Operating Expenditure	15 144 200	15 116 761	(27 440)	-0,2%
SURPLUS/DEFICIT	225 274	465 401	240 127	

The revenue variance is explained by:

- Transfers recognised – operational (R429m favourable)
- Interest earned – outstanding debtors (R115m favourable)
- Service charges – electricity revenue (R389m unfavourable)

The expenditure variance is explained by:

- Debt impairment (R404m favourable)
- Other expenditure (R335m favourable)
- Other material (R76m favourable)
- Bulk purchases (R608m unfavourable)
- Contracted services (R357m unfavourable)

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 R1 573m and a variance of R290m or 15,6% against YTD Budget.

Summary statement of Capital Expenditure:				
Description	January YTD Budget	January YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	1 863 505	1 573 135	(290 370)	-15,6%
TOTAL Capital Financing	1 863 505	1 573 135	(290 370)	-15,6%

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 31 January 2016 amounts to R1 573m against the projection of R1 864m, a variance of R290m or 15,6% is reflected. The total percentage spent against the total original budget amounts to 40,8%.

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

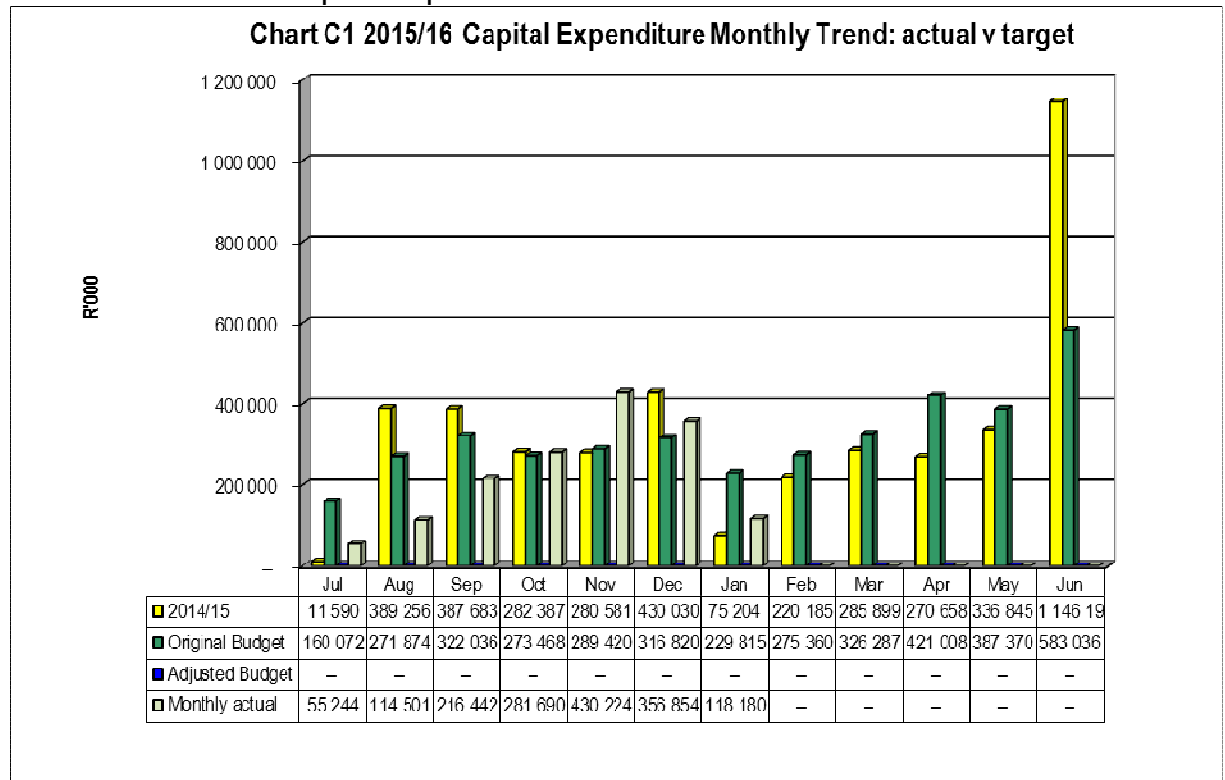
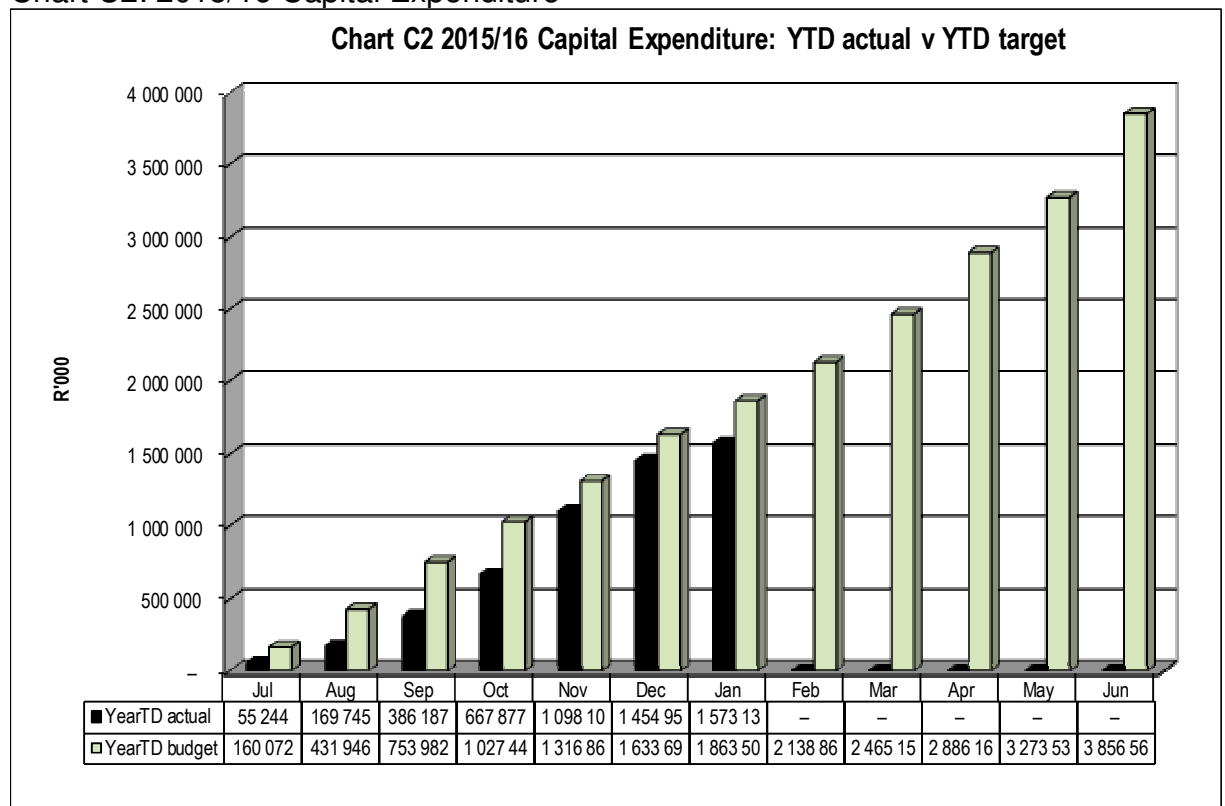


Chart C2: 2015/16 Capital Expenditure



1.4 IN-YEAR BUDGET STATEMENT TABLES

The financial results for the period ended 31 January 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 - M07 January

Description	2014/15	Budget Year 2015/16						
	Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Financial Performance								
Property rates	4 892 151	5 236 387	449 768	3 039 399	3 054 788	(15 389)	-1%	5 236 387
Service charges	13 709 476	15 913 703	1 259 427	8 931 558	9 301 060	(369 502)	-4%	15 913 703
Investment revenue	38 023	70 600	4 812	25 597	41 220	(15 623)	-38%	70 600
Transfers recognised - operational	3 353 032	3 670 241	46 983	2 580 674	2 152 102	428 571	20%	3 670 241
Other own revenue	1 755 542	1 404 899	182 189	1 004 934	820 304	184 630	23%	1 404 899
Total Revenue (excluding capital transfers and contributions)	23 748 223	26 295 831	1 943 179	15 582 162	15 369 474	212 687	1%	26 295 831
Employee costs	6 319 320	7 058 527	699 612	4 205 018	4 251 713	(46 695)	-1%	7 058 527
Remuneration of Councillors	107 840	116 298	9 015	65 675	67 543	(1 868)	-3%	116 298
Depreciation & asset impairment	1 450 681	1 188 780	91 870	631 988	693 427	(61 438)	-9%	1 188 780
Finance charges	996 969	1 029 556	79 639	606 675	600 334	6 340	1%	1 029 556
Materials and bulk purchases	8 153 477	9 164 376	671 214	5 851 695	5 320 037	531 658	10%	9 164 376
Transfers and grants	217 335	259 298	17 497	73 325	148 253	(74 928)	-51%	259 298
Other expenditure	7 876 324	6 894 081	322 038	3 682 385	4 062 895	(380 510)	-9%	6 894 081
Total Expenditure	25 121 946	25 710 916	1 890 884	15 116 761	15 144 200	(27 440)	-0%	25 710 916
Surplus/(Deficit)	(1 373 724)	584 915	52 295	465 401	225 274	240 127	107%	584 915
Transfers recognised - capital	2 564 982	2 453 160	61 647	1 014 953	1 335 865	(320 912)	-24%	2 453 160
Surplus/(Deficit) after capital transfers & contributions	1 191 258	3 038 075	113 942	1 480 354	1 561 138	(80 785)	-5%	3 038 075
Surplus/ (Deficit) for the year	1 191 258	3 038 075	113 942	1 480 354	1 561 138	(80 785)	-5%	3 038 075
Capital expenditure & funds sources								
Capital expenditure	4 114 918	3 856 566	118 180	1 573 135	1 863 505	(290 370)	-16%	3 856 566
Capital transfers recognised	2 564 982	2 453 160	94 757	1 025 693	1 146 229	(120 537)	-11%	2 453 160
Public contributions & donations	57 530	168 407	8 568	62 695	74 675	(11 981)	-16%	168 407
Borrowing	1 387 942	1 200 000	14 233	481 932	627 017	(145 085)	-23%	1 200 000
Internally generated funds	104 464	35 000	623	2 815	15 583	(12 768)	-82%	35 000
Total sources of capital funds	4 114 918	3 856 566	118 180	1 573 135	1 863 505	(290 370)	-16%	3 856 566
Financial position								
Total current assets	5 078 600	6 193 667		4 927 890				6 193 667
Total non current assets	33 534 361	34 914 830		34 478 318				34 914 830
Total current liabilities	7 173 588	6 064 125		6 725 574				6 064 125
Total non current liabilities	12 663 701	14 316 237		12 274 956				14 316 237
Community wealth/Equity	18 775 672	20 728 135		20 405 678				20 728 135
Cash flows								
Net cash from (used) operating	2 960 731	3 701 015	35 229	540 234	2 030 447	1 490 212	73%	3 701 015
Net cash from (used) investing	(4 272 719)	(3 678 806)	33 187	(881 064)	(1 949 894)	(1 068 830)	55%	(3 678 806)
Net cash from (used) financing	1 064 691	648 215	42 512	549 244	(121 873)	(671 118)	551%	648 215
Cash/cash equivalents at the month/year end	600 518	1 873 900	-	808 933	1 162 156	353 223	30%	1 270 943
Debtors & creditors analysis	0-30 Days	31-60 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis								
Total By Income Source	1 340 791	196 646	203 324	153 082	368 814	918 157	4 074 175	7 401 061
Creditors Age Analysis								
Total Creditors	3 490 729	-	-	-	-	-	-	3 490 729

(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) - M07
January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Revenue - Standard									
<i>Governance and administration</i>		8 293 617	8 801 188	556 538	5 617 472	5 129 459	488 012	10%	8 801 188
Executive and council		181 695	115 176	–	22 910	62 390	(39 480)	-63%	115 176
Budget and treasury office		7 923 816	8 373 584	473 032	5 348 387	4 884 820	463 568	9%	8 373 584
Corporate services		188 106	312 427	83 506	246 174	182 249	63 925	35%	312 427
<i>Community and public safety</i>		1 298 575	1 131 882	59 387	486 617	629 702	(143 085)	-23%	1 131 882
Community and social services		65 960	53 546	1 367	11 103	28 485	(17 383)	-61%	53 546
Sport and recreation		28 859	19 994	2 355	10 268	11 663	(1 395)	-12%	19 994
Public safety		173 831	204 695	918	136 799	119 405	17 394	15%	204 695
Housing		911 718	731 636	50 804	243 388	398 975	(155 588)	-39%	731 636
Health		118 207	122 011	3 944	85 059	71 173	13 886	20%	122 011
<i>Economic and environmental services</i>		1 670 960	1 863 543	39 022	856 758	1 047 541	(190 783)	-18%	1 863 543
Planning and development		345 838	262 857	20 201	117 139	163 561	(46 422)	-28%	262 857
Road transport		1 324 138	1 600 410	18 822	739 422	883 819	(144 397)	-16%	1 600 410
Environmental protection		984	276	–	197	161	36	22%	276
<i>Trading services</i>		14 858 553	16 765 118	1 332 251	9 517 859	9 789 402	(271 543)	-3%	16 765 118
Electricity		9 369 578	10 991 099	795 398	6 020 878	6 410 874	(389 996)	-6%	10 991 099
Water		3 449 701	3 711 560	364 174	2 267 496	2 178 673	88 823	4%	3 711 560
Waste water management		1 015 293	887 831	72 570	550 762	514 638	36 124	7%	887 831
Waste management		1 023 982	1 174 628	100 109	678 723	685 217	(6 494)	-1%	1 174 628
<i>Other</i>	4	191 499	187 260	17 627	118 409	109 235	9 174	8%	187 260
Total Revenue - Standard	2	26 313 204	28 748 991	2 004 826	16 597 114	16 705 339	(108 225)	-1%	28 748 991
Expenditure - Standard									
<i>Governance and administration</i>		5 266 784	5 130 232	400 452	2 857 342	3 059 097	(201 755)	-7%	5 130 232
Executive and council		1 515 430	1 417 378	115 927	777 078	859 452	(82 375)	-10%	1 417 378
Budget and treasury office		585 080	691 049	24 596	170 897	404 595	(233 698)	-58%	691 049
Corporate services		3 166 274	3 021 805	259 929	1 909 368	1 795 050	114 318	6%	3 021 805
<i>Community and public safety</i>		3 248 615	3 733 359	368 413	2 079 270	2 218 239	(138 970)	-6%	3 733 359
Community and social services		554 285	650 470	86 165	322 623	381 001	(58 379)	-15%	650 470
Sport and recreation		360 305	444 000	39 118	265 141	269 271	(4 130)	-2%	444 000
Public safety		1 433 218	1 738 320	172 086	962 948	1 029 540	(66 592)	-6%	1 738 320
Housing		470 762	438 177	24 750	238 519	258 950	(20 432)	-8%	438 177
Health		430 045	462 391	46 294	290 038	279 476	10 563	4%	462 391
<i>Economic and environmental services</i>		2 373 569	2 272 994	201 164	1 344 381	1 354 726	(10 345)	-1%	2 272 994
Planning and development		707 763	741 132	79 163	406 285	438 354	(32 069)	-7%	741 132
Road transport		1 611 610	1 505 049	119 864	923 309	896 741	26 568	3%	1 505 049
Environmental protection		54 196	26 813	2 137	14 787	19 631	(4 844)	-25%	26 813
<i>Trading services</i>		14 046 016	14 381 827	907 566	8 736 603	8 398 246	338 357	4%	14 381 827
Electricity		9 342 818	9 536 368	511 063	6 012 683	5 575 408	437 275	8%	9 536 368
Water		2 979 590	3 291 217	262 578	1 869 591	1 891 284	(21 692)	-1%	3 291 217
Waste water management		707 575	553 715	33 296	249 475	337 857	(88 382)	-26%	553 715
Waste management		1 016 032	1 000 526	100 629	604 854	593 697	11 157	2%	1 000 526
<i>Other</i>		186 963	192 505	13 289	99 165	113 893	(14 728)	-13%	192 505
Total Expenditure - Standard	3	25 121 946	25 710 916	1 890 884	15 116 761	15 144 200	(27 440)	0%	25 710 916
Surplus/ (Deficit) for the year		1 191 258	3 038 075	113 942	1 480 354	1 561 138	(80 785)	-5%	3 038 075

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) - M07 January

Vote Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote	1								
Vote 1 - City Planning & Development		195 565	129 674	2 693	35 096	75 643	(40 547)	-53,6%	129 674
Vote 2 - Corporate & Shared Services		102 657	102 508	73 927	198 826	59 796	139 030	232,5%	102 508
Vote 3 - Economic Development		94 626	90 390	15 392	67 177	62 955	4 222	6,7%	90 390
Vote 4 - Emergency Services		73 757	70 689	1 581	49 253	41 235	8 018	19,4%	70 689
Vote 5 - Environmental Management		1 189 690	139 983	15 899	104 483	81 675	22 809	27,9%	139 983
Vote 6 - Group Financial Services		7 968 345	8 449 183	477 941	5 378 532	4 928 919	449 614	9,1%	8 449 183
Vote 7 - Housing & Human Settlement		888 927	711 662	48 889	229 778	387 324	(157 546)	-40,7%	711 662
Vote 8 - Group Information & Communication Technology		44	1 790	505	892	1 044	(152)	-14,6%	1 790
Vote 9 - Metro Police Services		290 972	202 349	397	132 860	118 037	14 823	12,6%	202 349
Vote 10 - Office of the City Manager		178 223	250 000	1 446	94 257	141 667	(47 410)	-33,5%	250 000
Vote 11 - Service Delivery & Transformation Management		122 087	1 441 046	115 100	809 544	840 610	(31 066)	-3,7%	1 441 046
Vote 12 - Water & Sanitation Department		4 464 989	4 597 964	436 744	2 818 254	2 692 478	125 776	4,7%	4 597 964
Vote 13 - Energy & Electricity Department		9 356 723	10 840 643	793 788	5 944 048	6 323 107	(379 060)	-6,0%	10 840 643
Vote 14 - Transport		1 223 391	1 485 608	10 887	687 186	816 851	(129 665)	-15,9%	1 485 608
Vote 15 - Other Votes		163 209	235 503	9 641	46 927	133 998	(87 070)	-65,0%	235 503
Total Revenue by Vote	2	26 313 204	28 748 991	2 004 826	16 597 114	16 705 339	(108 225)	-0,6%	28 748 991
Expenditure by Vote	1								
Vote 1 - City Planning & Development		282 141	304 449	22 760	150 881	182 154	(31 272)	-17,2%	304 449
Vote 2 - Corporate & Shared Services		1 367 332	1 308 669	97 680	693 582	769 693	(76 111)	-9,9%	1 308 669
Vote 3 - Economic Development		378 916	391 472	52 265	234 490	229 152	5 338	2,3%	391 472
Vote 4 - Emergency Services		529 961	576 004	55 386	341 179	345 708	(4 529)	-1,3%	576 004
Vote 5 - Environmental Management		670 654	358 187	25 215	171 792	216 013	(44 221)	-20,5%	358 187
Vote 6 - Group Financial Services		1 190 431	1 465 401	154 590	751 599	864 540	(112 940)	-13,1%	1 465 401
Vote 7 - Housing & Human Settlement		358 615	366 826	19 255	188 826	215 613	(26 786)	-12,4%	366 826
Vote 8 - Group Information & Communication Technology		736 528	533 650	16 879	341 673	330 312	11 361	3,4%	533 650
Vote 9 - Metro Police Services		1 604 631	1 789 763	176 514	986 685	1 063 601	(76 916)	-7,2%	1 789 763
Vote 10 - Office of the City Manager		493 974	264 063	9 490	134 688	155 478	(20 790)	-13,4%	264 063
Vote 11 - Service Delivery & Transformation Management		3 156 654	4 432 871	418 896	2 599 203	2 638 610	(39 408)	-1,5%	4 432 871
Vote 12 - Water & Sanitation Department		3 471 739	3 400 902	255 897	1 879 672	1 977 054	(97 382)	-4,9%	3 400 902
Vote 13 - Energy & Electricity Department		8 066 945	8 136 834	393 479	5 186 753	4 749 166	437 587	9,2%	8 136 834
Vote 14 - Transport		1 306 731	978 004	61 084	592 788	575 462	17 326	3,0%	978 004
Vote 15 - Other Votes		1 506 695	1 403 824	131 495	862 949	831 646	31 303	3,8%	1 403 824
Total Expenditure by Vote	2	25 121 946	25 710 916	1 890 884	15 116 761	15 144 200	(27 440)	-0,2%	25 710 916
Surplus/ (Deficit) for the year	2	1 191 258	3 038 075	113 942	1 480 354	1 561 138	(80 785)	-5,2%	3 038 075

(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) - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates		4 892 151	5 236 387	449 768	3 039 399	3 054 788	(15 389)	-1%	5 236 387
Service charges - electricity revenue		8 738 616	10 471 749	765 592	5 725 134	6 114 461	(389 327)	-6%	10 471 749
Service charges - water revenue		3 018 386	3 386 947	316 038	1 979 518	1 986 206	(6 689)	0%	3 386 947
Service charges - sanitation revenue		763 424	806 647	69 600	467 480	472 165	(4 685)	-1%	806 647
Service charges - refuse revenue		969 643	1 095 779	95 710	647 773	639 222	8 551	1%	1 095 779
Service charges - other		219 407	152 581	12 487	111 653	89 005	22 648	25%	152 581
Rental of facilities and equipment		117 710	112 907	12 316	67 548	65 848	1 700	3%	112 907
Interest earned - external investments		38 023	70 600	4 812	25 597	41 220	(15 623)	-38%	70 600
Interest earned - outstanding debtors		374 463	216 338	40 317	241 695	126 439	115 255	91%	216 338
Fines		160 562	196 691	339	132 486	114 737	17 750	15%	196 691
Licences and permits		53 244	57 680	3 249	24 156	33 647	(9 491)	-28%	57 680
Transfers recognised - operational		3 353 032	3 670 241	46 983	2 580 674	2 152 102	428 571	20%	3 670 241
Other revenue		1 029 122	821 284	125 968	538 450	479 634	58 816	12%	821 284
Gains on disposal of PPE		20 441	–	–	600	–	600		–
Total Revenue (excluding capital transfers and contributions)		23 748 223	26 295 831	1 943 179	15 582 162	15 369 474	212 687	1%	26 295 831
Expenditure By Type									
Employee related costs		6 319 320	7 058 527	699 612	4 205 018	4 251 713	(46 695)	-1%	7 058 527
Remuneration of councillors		107 840	116 298	9 015	65 675	67 543	(1 868)	-3%	116 298
Debt impairment		848 019	1 063 228	22 595	215 731	620 215	(404 485)	-65%	1 063 228
Depreciation & asset impairment		1 450 681	1 188 780	91 870	631 988	693 427	(61 438)	-9%	1 188 780
Finance charges		996 969	1 029 556	79 639	606 675	600 334	6 340	1%	1 029 556
Bulk purchases		7 884 916	8 795 118	655 856	5 713 829	5 106 126	607 703	12%	8 795 118
Other materials		268 561	369 258	15 358	137 866	213 911	(76 045)	-36%	369 258
Contracted services		2 942 371	1 975 982	73 698	1 491 097	1 133 758	357 339	32%	1 975 982
Transfers and grants		217 335	259 298	17 497	73 325	148 253	(74 928)	-51%	259 298
Other expenditure		3 893 535	3 854 871	225 736	1 973 745	2 308 921	(335 176)	-15%	3 854 871
Loss on disposal of PPE		192 399	–	10	1 812	1	1 812		–
Total Expenditure		25 121 946	25 710 916	1 890 884	15 116 761	15 144 200	(27 440)	0%	25 710 916
Surplus/(Deficit)		(1 373 724)	584 915	52 295	465 401	225 274	240 127	0	584 915
Transfers recognised - capital		2 564 982	2 453 160	61 647	1 014 953	1 335 865	(320 912)	(0)	2 453 160
Surplus/(Deficit) after capital transfers & contributions		1 191 258	3 038 075	113 942	1 480 354	1 561 138			3 038 075
Taxation		–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		1 191 258	3 038 075	113 942	1 480 354	1 561 138			3 038 075
Attributable to minorities		–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		1 191 258	3 038 075	113 942	1 480 354	1 561 138			3 038 075
Share of surplus/ (deficit) of associate		–	–	–	–	–			–
Surplus/ (Deficit) for the year		1 191 258	3 038 075	113 942	1 480 354	1 561 138			3 038 075

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 - M07 January

Vote Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Multi-Year expenditure appropriation	2								
Vote 1 - City Planning & Development		462	30 000	–	–	11 000	(11 000)	-100%	30 000
Vote 2 - Corporate & Shared Services		17 693	23 407	120	277	13 654	(13 377)	-98%	23 407
Vote 3 - Economic Development		2 472	67 100	–	–	22 050	(22 050)	-100%	67 100
Vote 4 - Emergency Services		22 945	6 000	995	3 394	1 800	1 594	89%	6 000
Vote 5 - Environmental Management		72 275	98 000	9 797	26 687	58 240	(31 553)	-54%	98 000
Vote 6 - Group Financial Services		736	35 250	234	17 902	19 600	(1 698)	-9%	35 250
Vote 7 - Housing & Human Settlement		873 448	670 500	48 422	207 120	210 008	(2 888)	-1%	670 500
Vote 8 - Group Information & Communication Technology		88 174	96 500	2 438	33 918	66 500	(32 582)	-49%	96 500
Vote 9 - Metro Police Services		8 664	10 000	–	–	4 000	(4 000)	-100%	10 000
Vote 10 - Office of the City Manager		345 180	280 000	1 446	94 248	163 333	(69 085)	-42%	280 000
Vote 11 - Service Delivery & Transformation Management		–	–	–	–	–	–	–	–
Vote 12 - Water & Sanitation Department		435 738	355 000	1 335	272 624	271 810	814	0%	355 000
Vote 13 - Energy & Electricity Department		552 080	447 500	10 467	196 180	188 650	7 530	4%	447 500
Vote 14 - Transport		1 525 847	1 473 085	39 799	596 676	662 938	(66 262)	-10%	1 473 085
Vote 15 - Other Votes		158 799	163 551	3 127	45 078	85 988	(40 910)	-48%	163 551
Total Capital Multi-year expenditure	4,7	4 104 513	3 755 893	118 180	1 494 105	1 779 572	(285 467)	-16%	3 755 893
Single Year expenditure appropriation	2								
Vote 3 - Economic Development		–	10 900	–	–	4 250	(4 250)	-100%	10 900
Vote 5 - Environmental Management		10 405	5 000	–	4 147	3 000	1 147	38%	5 000
Vote 8 - Group Information & Communication Technology		–	75 773	–	74 883	74 883	0	0%	75 773
Vote 15 - Other Votes		–	9 000	–	–	1 800	(1 800)	-100%	9 000
Total Capital single-year expenditure	4	10 405	100 673	–	79 030	83 933	(4 903)	-6%	100 673
Total Capital Expenditure		4 114 918	3 856 566	118 180	1 573 135	1 863 505	(290 370)	-16%	3 856 566
Capital Expenditure - Standard Classification									
Governance and administration		409 951	381 481	4 032	150 428	262 458	(112 030)	-43%	381 481
Executive and council		249 249	112 801	1 086	23 640	64 838	(41 198)	-64%	112 801
Budget and treasury office		–	30 000	–	16 388	17 500	(1 112)	-6%	30 000
Corporate services		160 702	238 680	2 946	110 401	180 120	(69 720)	-39%	238 680
Community and public safety		1 098 820	941 500	58 736	264 967	343 008	(78 041)	-23%	941 500
Community and social services		49 891	34 000	1 178	5 692	18 300	(12 608)	-69%	34 000
Sport and recreation		105 709	136 000	6 254	16 996	60 700	(43 704)	-72%	136 000
Public safety		31 608	16 000	995	3 394	5 800	(2 406)	-41%	16 000
Housing		873 448	670 500	48 422	207 120	210 008	(2 888)	-1%	670 500
Health		38 163	85 000	1 887	31 766	48 200	(16 434)	-34%	85 000
Economic and environmental services		1 530 012	1 554 085	39 799	596 676	690 638	(93 962)	-14%	1 554 085
Planning and development		2 707	78 000	–	–	26 300	(26 300)	-100%	78 000
Road transport		1 525 847	1 473 085	39 799	596 676	662 938	(66 262)	-10%	1 473 085
Environmental protection		1 457	3 000	–	–	1 400	(1 400)	-100%	3 000
Trading services		1 064 219	969 500	15 248	556 970	558 460	(1 490)	0%	969 500
Electricity		552 080	447 500	10 467	196 180	188 650	7 530	4%	447 500
Water		122 584	149 929	569	63 218	88 810	(25 592)	-29%	149 929
Waste water management		377 149	355 071	2 212	283 104	270 500	12 604	5%	355 071
Waste management		12 405	17 000	2 000	14 468	10 500	3 968	38%	17 000
Other		11 917	10 000	366	4 093	8 940	(4 847)	-54%	10 000
Total Capital Expenditure - Standard Classification	3	4 114 918	3 856 566	118 180	1 573 135	1 863 505	(290 370)	-16%	3 856 566
Funded by:									
National Government		2 551 806	2 408 542	93 905	1 022 254	1 125 717	(103 463)	-9%	2 408 542
Provincial Government		8 721	40 551	852	2 556	18 805	(16 249)	-86%	40 551
Other transfers and grants		4 454	4 067	–	883	1 708	(825)	-48%	4 067
Transfers recognised - capital		2 564 982	2 453 160	94 757	1 025 693	1 146 229	(120 537)	-11%	2 453 160
Public contributions & donations	5	57 530	168 407	8 568	62 695	74 675	(11 981)	-16%	168 407
Borrowing	6	1 387 942	1 200 000	14 233	481 932	627 017	(145 085)	-23%	1 200 000
Internally generated funds		104 464	35 000	623	2 815	15 583	(12 768)	-82%	35 000
Total Capital Funding		4 114 918	3 856 566	118 180	1 573 135	1 863 505	(290 370)	-16%	3 856 566

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M07 January

Description	Ref	2014/15	Budget Year 2015/16		
		Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands	1				
ASSETS					
Current assets					
Cash		97 559	241 124	505 740	241 124
Call investment deposits		502 960	1 632 776	303 193	1 632 776
Consumer debtors		2 489 954	2 857 768	2 376 792	2 857 768
Other debtors		1 399 819	720 978	1 010 646	720 978
Current portion of long-term receivables		102 166	267 418	123 970	267 418
Inventory		486 143	473 603	607 548	473 603
Total current assets		5 078 600	6 193 667	4 927 890	6 193 667
Non current assets					
Long-term receivables		58 405	161 230	(5 968)	161 230
Investments		711	44 110	711	44 110
Investment property		859 753	957 381	854 759	957 381
Property, plant and equipment		28 437 461	33 427 936	29 504 252	33 427 936
Intangible assets		250 696	324 173	250 296	324 173
Other non-current assets		3 927 336	–	3 874 268	–
Total non current assets		33 534 361	34 914 830	34 478 318	34 914 830
TOTAL ASSETS		38 612 961	41 108 496	39 406 208	41 108 496
LIABILITIES					
Current liabilities					
Bank overdraft		–	–	–	–
Borrowing		598 970	587 251	1 557 294	587 251
Consumer deposits		355 016	430 766	366 013	430 766
Trade and other payables		6 219 602	5 041 703	4 802 267	5 041 703
Provisions		–	4 405	–	4 405
Total current liabilities		7 173 588	6 064 125	6 725 574	6 064 125
Non current liabilities					
Borrowing		9 871 867	11 468 241	9 483 122	11 468 241
Provisions		2 791 834	2 847 996	2 791 834	2 847 996
Total non current liabilities		12 663 701	14 316 237	12 274 956	14 316 237
TOTAL LIABILITIES		19 837 289	20 380 362	19 000 530	20 380 362
NET ASSETS	2	18 775 672	20 728 135	20 405 678	20 728 135
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		18 522 252	20 463 076	20 152 258	20 463 076
Reserves		253 420	265 059	253 420	265 059
TOTAL COMMUNITY WEALTH/EQUITY	2	18 775 672	20 728 135	20 405 678	20 728 135

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges		4 883 326	4 817 476	449 768	3 039 399	2 810 194	229 205	8%	4 817 476
Service charges		13 293 833	14 588 169	1 259 427	8 931 582	8 509 765	421 817	5%	14 588 169
Other revenue		1 436 034	1 178 291	141 872	762 640	688 536	74 104	11%	1 178 291
Government - operating		3 081 485	3 666 857	41 500	2 541 823	2 156 384	385 440	18%	3 666 857
Government - capital		2 596 235	2 453 160	505	1 150 472	1 303 161	(152 689)	-12%	2 453 160
Interest		412 573	193 141	45 128	267 291	111 592	155 699	140%	193 141
Payments									
Suppliers and employees		(21 719 690)	(21 907 225)	(1 805 836)	(15 472 974)	(12 797 347)	2 675 627	-21%	(21 907 225)
Finance charges		(997 465)	(1 029 556)	(79 639)	(606 675)	(600 581)	6 093	-1%	(1 029 556)
Transfers and Grants		(25 600)	(259 298)	(17 497)	(73 325)	(151 257)	(77 932)	52%	(259 298)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 960 731	3 701 015	35 229	540 234	2 030 447	1 490 212	73%	3 701 015
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		197 706	–	16 724	59 258	–	59 258		–
Decrease (Increase) in non-current debtors		70 512	–	(177 633)	207 859	–	207 859		–
Decrease (increase) other non-current receivables		(269 436)	48 553	248 221	382 386	28 323	354 063	1250%	48 553
Decrease (increase) in non-current investments		(156 583)	56 007	64 055	42 568	32 671	9 897	30%	56 007
Payments									
Capital assets		(4 114 918)	(3 783 366)	(118 180)	(1 573 135)	(2 010 887)	(437 753)	22%	(3 783 366)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(4 272 719)	(3 678 806)	33 187	(881 064)	(1 949 894)	(1 068 830)	55%	(3 678 806)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–	–	1 035 000	5 085 000	–	5 085 000		–
Borrowing long term/refinancing		1 500 000	1 200 000	(5 054)	(5 054)	200 000	(205 054)	-103%	1 200 000
Increase (decrease) in consumer deposits		55 733	8 565	2 585	14 575	4 997	9 578	192%	8 565
Payments									
Repayment of borrowing		(491 042)	(560 350)	(990 018)	(4 545 277)	(326 871)	4 218 406	-1291%	(560 350)
NET CASH FROM/(USED) FINANCING ACTIVITIES		1 064 691	648 215	42 512	549 244	(121 873)	(671 118)	551%	648 215
NET INCREASE/ (DECREASE) IN CASH HELD		(247 298)	670 424	110 928	208 415	(41 320)			670 424
Cash/cash equivalents at beginning:		847 816	1 203 476		600 518	1 203 476			600 518
Cash/cash equivalents at month/year end:		600 518	1 873 900		808 933	1 162 156			1 270 943

PART 2 – SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	(15,389)	On-going rectification.	Continuous reconciliation processes to identify possible mismatches and correction thereof.
	Property rates - penalties & collection	–		
	Service charges - electricity revenue	(389,327)	"Sale of Electricity" is the main contributor due to the non-alignment of YTD Budget to previous trends.	Continuous monitoring.
	Service charges - water revenue	(6,689)	"Water Fees" is the main contributor due to the non-alignment of YTD projections.	Continuous monitoring.
	Service charges - sanitation revenue	(4,685)	"Sanitation Fees" is the main contributor due to the non-alignment of YTD projections.	Continuous monitoring.
	Service charges - refuse revenue	8,551	A 1% favourable variance is reflected.	Continuous monitoring.
	Service charges - other	22,648	Demand exceeded projection on "Reconnection Fees".	Continuous monitoring.
	Rental of facilities and equipment	1,700	"Rental: Housing" is the main contributor.	Enquiry submitted.
	Interest earned - external investments	(15,623)	"Interest Received On Long Term Investment" is the main contributor due to a decline in investments.	Actual capitalisation of Interest Earned is done semi-annually, in 31 December and 30 June.
	Interest earned - outstanding debtors	115,255	"Interest On Amounts In Arrear" is the main contributor. An increase in debtors has resulted in higher interest earned.	Review during Adjustments budget process.
	Dividends received	–		
	Fines	17,750	"AARTO" transactions corrected for the previous months. "Impairment: AARTO" expenditure against a 15% recovery rate still needs to be deducted.	Final AARTO infringement payment ratios will only be determined at financial year end.
	Licences and permits	(9,491)	"Drivers Licences" is the main contributor. Delay in processing receipts.	Ensure outstanding receipts are captured.
	Agency services	–		
	Transfers recognised - operational	428,571	Due to non-alignment of projections for "Equitable Share" and "Fuel Levy". Second tranches received as per NT payment schedule.	None.
	Other revenue	58,816	Maturing of guarantees from auctions held in the 2014/15 financial year for "Land Sales".	None.
	Gains on disposal of PPE	600	Due to a "Profit on Asset Sale".	None.
2	Expenditure By Type			
	Employee related costs	(46,695)	A 1% variance mainly due to the existence of vacancies.	Implement remedial action for "Overtime-Salaries" and line-items reflecting an unfavourable variance.
	Remuneration of councillors	(1,868)	Payment in terms of the Public Office Bearers Act.	None.
	Debt impairment	(404,485)	"Bad Debt Written Off" is the main contributor.	Council approval is required for any Bad Debts to be written-off. CoT does provide for a provision on Bad Debts.
	Depreciation & asset impairment	(61,438)	"Leased Assets: Depreciation" is the main contributor due to actual less than projected.	Depreciation is calculated in-line with the asset verification and purification process.
	Finance charges	6,340	"Interest Expense Interest Swaps" is the main contributor due to no budget provision.	To provide budget during Adjustments Budget process.
	Bulk purchases	607,703	"Bulk: Electricity" and "Bulk: Water" are the main contributors due to non-alignment of projections to trends.	Continuous monitoring to ensure line-items do not exceed budget allocation.
	Other materials	(76,045)	"Petrol And Diesel Fuel" is the main contributor due to problems with reconciliation and network.	Ensure outstanding documents are processed.
	Contracted services	357,339	Various line-items in the group such as "Prepaid Commission", "Household Refuse Removal: Private Sector" "Watchman Services" amongst others has exceeded YTD Budget.	Department to implement corrective measures in terms of Budget Policy and ensure sufficient budget is provided during the Adjustments Budget process.
	Transfers and grants	(74,928)	"Municipal Entities" is the main contributor due to a decrease in the claim amount submitted.	Not a pro-rata expenditure group.
	Other expenditure	(335,176)	"Vehicles" is the main contributor due to the delay in finalisation of the SCM processes for Corporate Fleet Management.	Once the SCM process are concluded, expenditure will be accelerated.
3	Capital Expenditure			
	Loss on disposal of PPE	1,812		
	Vote 1 - City Planning & Development	(11,000)	"Redevelopment of Caledonian" project due to the delay in obtaining EAC resolution and way forward (Committee held 22/12/2015).	Urgent EAC feedback required.
	Vote 2 - Corporate & Shared Services	(13,377)	"Tshwane Leadership and Management Academy" project is the main contributor due to delay in Tender Approval and letters of appointment.	Follow-up with SCM.
	Vote 3 - Economic Development	(26,300)	"Business Process Outsourcing Park in Hammanskraal" project due to delays in SCM processes.	Currently working on a Service Level Agreement (SLA) to be entered into with the appointed service provider.
	Vote 4 - Emergency Services	1,594	"Disaster Risk Management Tools and Equipment" is the main contributor due to the urgent need for "fire suits".	Ensure allocated budget is not exceeded.

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

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
3	Capital Expenditure			
	Vote 5 - Environmental Management	(30 407)	"Development of Parks and Traffic Islands (Backlog & New)" project is the main contributor. Delays due to implementation of sub-projects.	Acceleration of implementation.
	Vote 6 - Group Financial Services	(1 698)	"Automation of Supply Chain" is the main contributor. Initial projections were revised to achieve completion date of 28 February 2016.	None - R9 million committed and will be processed once deliverables are met.
	Vote 7 - Housing & Human Settlement	(2 888)	"Sewerage - Low Cost Housing" project is the main contributor.	
	Vote 8 - Group Information & Communication Technology	(32 582)	"BPC and SCOA" project is the main contributor due to SCOA solution still being developed.	Finalisation of development and billing.
	Vote 9 - Metro Police Services	(4 000)	"Purchasing of Policing Equipment" project is the main contributor due to implementation of re-prioritized Procurement Plan.	Fast tracking of procurement processes.
	Vote 10 - Office of the City Manager	(69 085)	"Implementation of Tsosoloso Programme" project is the main contributor due to the fact that National Treasury has only approved projects worth R52 million to-date.	Awaiting approval of Business Plans and additional funding of R100 million from National Treasury.
	Vote 11 - Service Delivery & Vote 12 - Water & Sanitation Department	- 814	None. "Refurbishing of Water Networks and Backlog Eradication" project is the main contributor due to equipment arriving earlier from abroad.	None. None.
	Vote 13 - Energy & Electricity Department	7 530	"New Bulk Electricity Infrastructure" project is the main contributor which came to fruition sooner than expected.	Closely monitor spending patterns and make informed decision.
	Vote 14 - Transport	(66 262)	"Doubling of Simon Vermooten" project is the main contributor due to delay in approval of report.	None required, as expenditure will soon be on par with cash-flow prediction.
	Vote 15 - Other Votes	(42 710)	"Upgrade Refilwe Stadium" project is the main contributor. Total breakdown of JV partnership. Project halted.	Legal intervention. Cancellation of existing appointee and new appointment.
4	Financial Position			
	Current assets	(1 265 777)	A decrease in current assets against projection with the exception of "Cash", "Other Debtors" and "Inventory".	
	Non current assets	(436 512)	Decrease in non-current assets except "Other non-current assets" against projections.	
	Current liabilities	661 449	An increase in current liabilities against projections specifically "Borrowings".	
	Non current liabilities	(2 041 280)	A decrease in non current liabilities items against projections.	
5	Cash Flow			
	Transfer receipts - capital	(243 649)	Actual lower than projected.	
	Contributions & Contributed assets	16 734	No budget projection for the month.	
	Proceeds on disposal of PPE	(10)	No budget projection for the month.	
	Short term loans	1 035 000	No budget projection for the month.	
	Borrowing long term/refinancing	(205 054)	Actual lower than projected.	
	Increase in consumer deposits	1 871	An increase in consumer deposits against projection.	
	Receipt of non-current debtors	(177 633)	No budget projection for the month.	
	Receipt of non-current receivables	244 175	Actual higher than projected.	
	Change in non-current investments	59 388	Actual lower than projected.	
	Capital assets	(258 841)	Actual higher than projected.	
	Repayment of borrowing	943 323	Actual higher than projected.	
7	Municipal Entities			
	Revenue			
	Housing Company Tshwane	(5 813)	"Transfers recognised - operational" is the main contributor. Grant claim is low due to the assumption that unspent grant will be rolled over from the previous financial year.	Will be corrected during Adjustments Budget process.
	Sandspruit Works Association	59 033	"Transfers recognised - operational" is the main contributor. Operational Grant billed above the budgeted amount. This is mainly attributed to the declining collection rates.	Debt collection strategy is being developed and further credit control process are currently undertaken to improve collection rate. Increase in collection rates will result in a decrease in grant transfers.
	Tshwane Economic Development Agency	820	"Transfers recognised - operational" is the main contributor. Revenue generated less than projected.	"Other revenue" will be generated in the next few months.
	Expenditure			
	Housing Company Tshwane	(5 280)	"Contracted Services" is the main contributor due to the delay in the appointment of consultants.	Contractors have been appointed and will commence with engineering design.
	Sandspruit Works Association	85 528	"Debt impairment" is the main contributor attributed to the collection which is below the budgeted amount.	Debt collection strategy is being developed and further credit control process to be undertaken to improve collection rate.
	Tshwane Economic Development Agency	(1 548)	"Employee related costs" is the main contributor due to the existence of vacancies.	Expenditure will improve.

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M07 January

City of Tshwane - Supporting Table 002 Monthly Budget Statement - performance indicators - m07 January						
Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16		
			Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Ex penditure	Interest & principal paid/Operating Ex penditure		5.9%	6.2%	34.1%	6.2%
Borrowed funding of 'ow n' capital ex penditure	Borrow ings/Capital expenditure ex cl. transfers and grants		33.7%	97.2%	32.8%	97.2%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		88.9%	82.5%	77.6%	82.5%
Gearing	Long Term Borrowing/ Funds & Reserves		3895.5%	4403.3%	3742.1%	4403.3%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	1	70.8%	1.0	0.7	1.0
Liquidity Ratio	Monetary Assets/Current Liabilities		8.4%	0.3	0.1	0.3
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		85.2%	105.6%	112.0%	105.6%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		17.1%	15.2%	22.5%	15.2%
Longstanding Debtors Recov ered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	17.3%	10.0%	18.1%	10.0%
Water Distribution Losses	% Volume (units purchased and ow n source less units sold)/Total units purchased and ow n source	2	23.5%	23.1%	20.4%	23.1%
Employee costs	Employee costs/Total Revenue - capital revenue		26.6%	26.8%	27.0%	26.8%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	5.8%	4.9%	5.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.3%	8.4%	3.9%	8.4%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		14.4	14.2	8.2	14.2
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		10.7%	14.6%	180.7%	14.6%
iii. Cost coverage	(Av ailable cash + Investments)/monthly fixed operational expenditure		0.03	0.1	0.05	0.1

The performance indicator table above reflects the financial impact of the performance of the CoT as at 31 January 2016.

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

TSH City Of Iskhwane - Supporting Table SC3 Monthly Budget statement - aged debtors - M07 January														
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	370 666	64 264	26 415	65 130	29 416	73 510	236 463	657 100	1 522 965	1 061 620	851	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	242 954	19 882	14 103	16 895	13 001	11 364	88 734	570 946	977 877	700 939	431	-	
Receivables from Non-exchange Transactions - Property Rates	1400	466 405	63 179	58 397	59 534	55 390	52 464	263 052	1 126 569	2 144 989	1 557 008	224	-	
Receivables from Exchange Transactions - Waste Water Management	1500	63 554	8 897	4 761	6 171	4 991	8 129	30 814	123 987	251 303	174 092	199	-	
Receivables from Exchange Transactions - Waste Management	1600	101 170	13 962	10 868	13 468	10 874	10 915	56 980	227 850	446 087	320 087	262	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	10 146	1 918	1 208	1 471	880	167 883	141	32 889	216 536	203 264	-	-	
Interest on Arrear Debtor Accounts	1810	88 258	32 813	27 799	33 357	28 821	30 559	167 391	751 738	1 160 738	1 011 867	493	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	(2 362)	(8 269)	2 523	7 298	9 708	13 989	74 581	583 097	680 565	688 673	461	-	
Total By Income Source	2000	1 340 791	196 646	146 074	203 324	153 082	368 814	918 157	4 074 175	7 401 061	5 717 551	2 922	-	
2014/15 - totals only		1 356 107	142 826	200 661	178 614	136 712	323 687	834 461	3 309 048	6 482 117	4 782 523	10 215	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	
Commercial	2300	445 397	44 279	36 597	44 044	44 133	120 018	212 007	979 329	1 925 804	1 399 531	3	-	
Households	2400	734 984	124 613	95 868	110 941	94 088	102 575	576 744	2 368 753	4 208 565	3 253 100	2 514	-	
Other	2500	160 410	27 754	13 608	48 339	14 861	146 221	129 406	726 093	1 266 693	1 064 920	405	-	
Total By Customer Group	2600	1 340 791	196 646	146 074	203 324	153 082	368 814	918 157	4 074 175	7 401 061	5 717 551	2 922	-	

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 401m**.

The charts below illustrates that there is a collection challenge pertaining to the debtors in the over 1 year category and R4 074m is outstanding in this category, with R2 368m attributable to households. Figures for "Organs of State" were not available at the time of preparing this report.

Chart C3: Aged Consumer Debtors

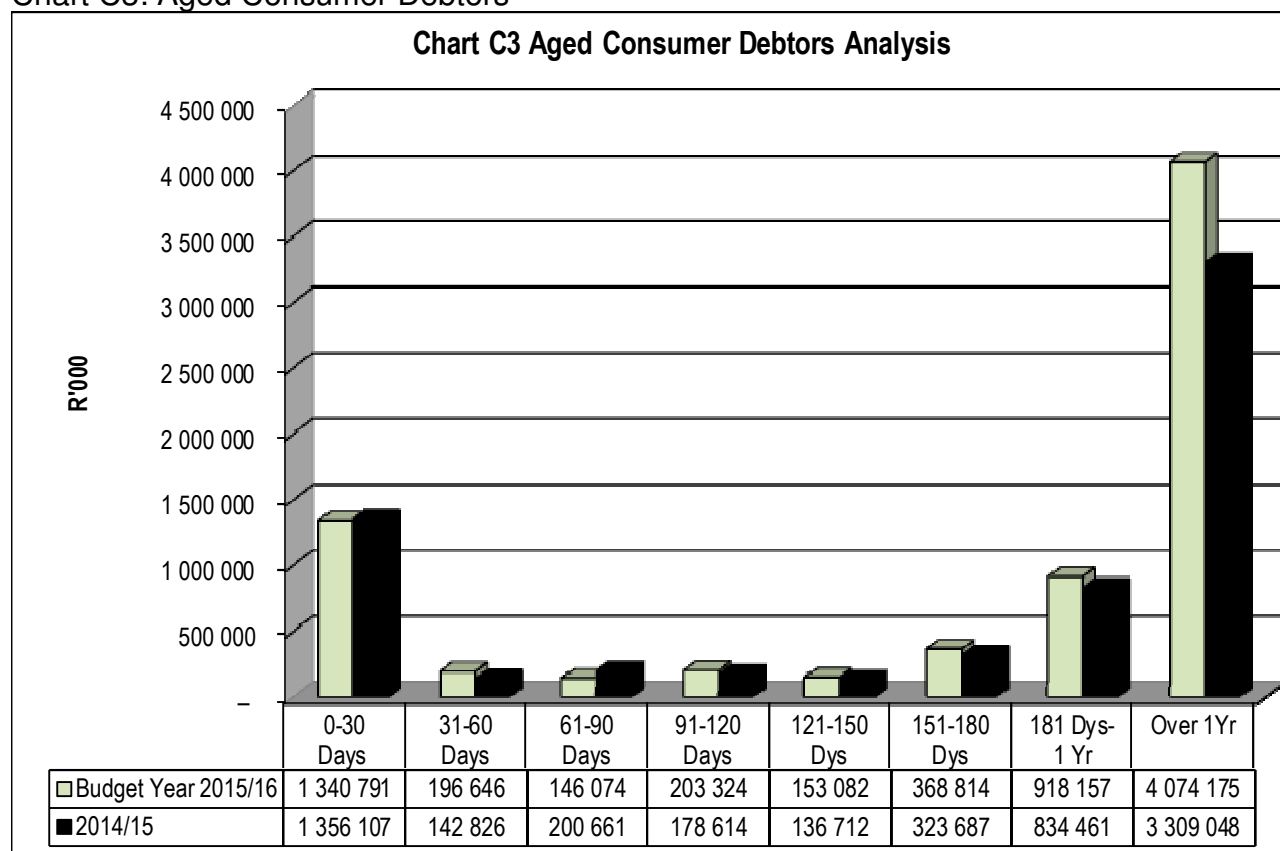
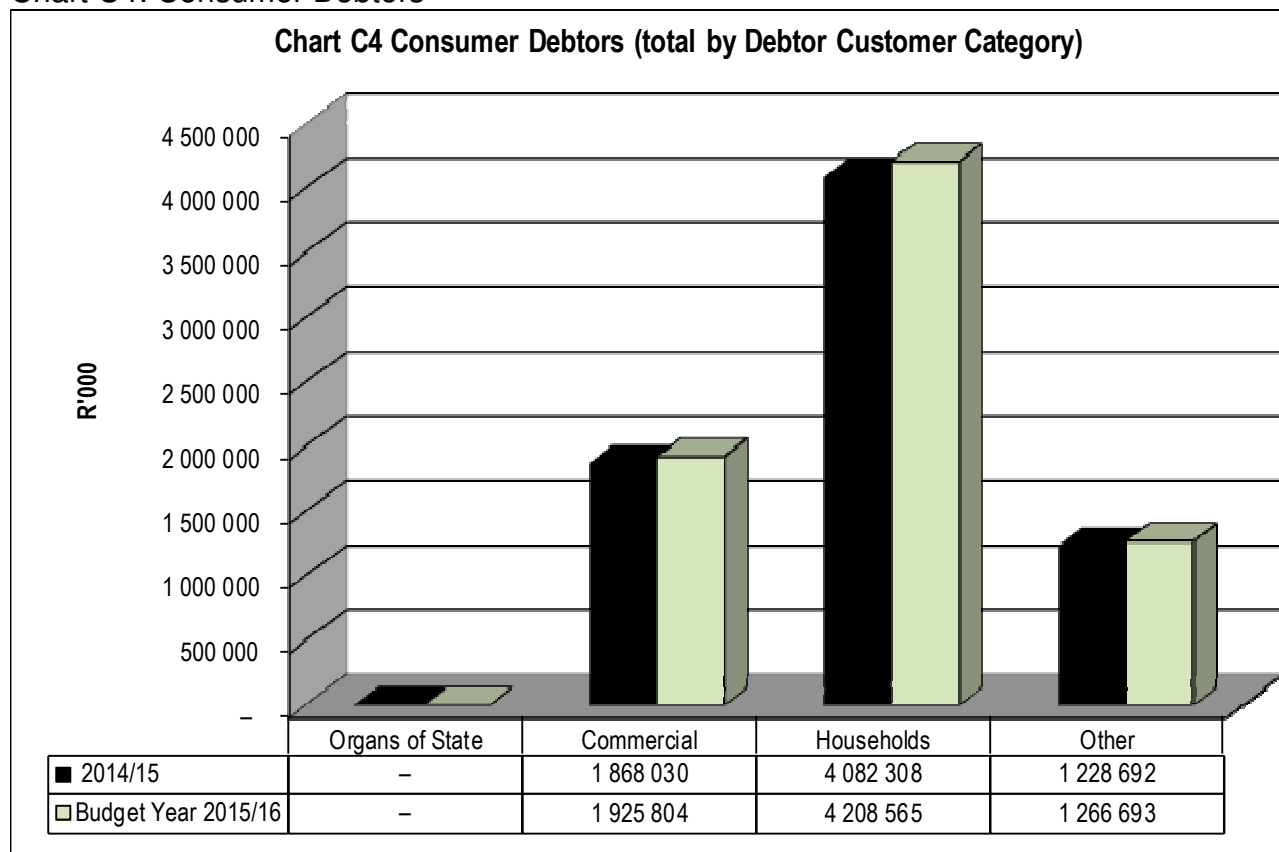


Chart C4: Consumer Debtors



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

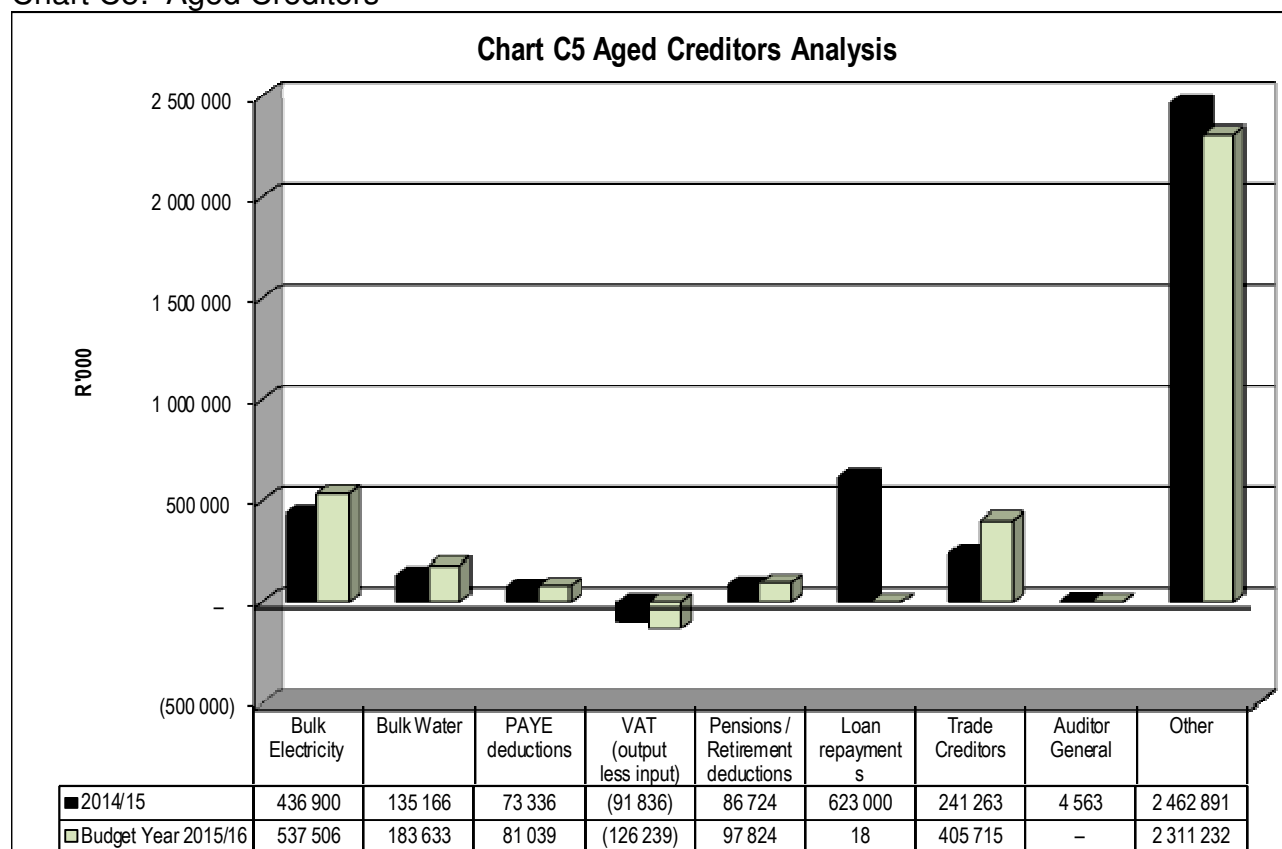
TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

City of Toronto – Supporting Table 004 Monthly Budget Statement – aged creditors – prior year											
Description R thousands	NT Code	Budget Year 2015/16									Prior year
		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	totals for chart (same period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	537 506								537 506	436 900
Bulk Water	0200	183 633								183 633	135 166
PAYE deductions	0300	81 039								81 039	73 336
VAT (output less input)	0400	(126 239)								(126 239)	(91 836)
Pensions / Retirement deductions	0500	97 824								97 824	86 724
Loan repayments	0600	18								18	623 000
Trade Creditors	0700	405 715								405 715	241 263
Auditor General	0800	–								–	4 563
Other	0900	2 311 232								2 311 232	2 462 891
Total By Customer Type	1000	3 490 729	–	–	–	–	–	–	–	3 490 729	3 972 007

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 all the Aged Creditors per category with the exception of "VAT (output less input)", "Pensions/ Retirement deductions" and "Trade Creditors" reflect a decrease at the end of January 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 - M07 January

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	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
R thousands		Yrs/Months							
Municipality									
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
Capital Alliance	29	9y	Insurance policy	On selling date	5	3,0%	1 969	–	1 974
ABSA	32	On Call	Money Market	On call	125	5,2%	28 191	–	28 315
ABSA	33	On Call	Money Market	On call	44	5,2%	9 879	–	9 923
ABSA	34	On Call	Money Market	On call	33	5,2%	7 399	–	7 432
ABSA	35	On Call	Money Market	On call	1	5,2%	163	–	164
Investec Bank	37	On Call	Money Market	On call	109	5,2%	24 756	–	24 866
Investec Bank	38	On Call	Money Market	On call	35	5,2%	7 913	–	7 948
Investec Bank	39	On Call	Money Market	On call	5	5,2%	1 060	–	1 065
Standard Bank	40	On Call	Money Market	On call	395	5,2%	89 537	–	89 932
Standard Bank	41	On Call	Money Market	On call	12	5,2%	2 779	–	2 792
Investec Bank	108	On Call	Money Market	On call	109	4,5%	28 617	–	28 726
RMB	237	On Call	Money Market	31.10.2011	–	0,0%	–	–	–
STANLIB	106	On Call	Money Market	On call	–	0,4%	27 136	134	27 271
ABSA	338	On Call	Short Term	On call	–	0,0%	50 421	(50 421)	–
Nedbank	341	On Call	Short Term	On call	–	0,0%	76 092	(76 092)	–
Standard Bank	340	On Call	Short Term	On call	–	5,8%	–	–	–
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	Short Term	On call	–	0,0%	–	–	–
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	279	5,0%	65 776	–	66 056
Municipality sub-total					1 153		423 027	(126 379)	297 801
TOTAL INVESTMENTS AND INTEREST	2				1 153		423 027	(126 379)	297 801

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 - M07 January									
Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original 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	41,500	2,452,116	2,406,339	45,777	1.9%	3,298,840
EPWP Incentive		30,760	31,143	–	21,800	21,800	–		31,143
Finance Management		4,750	3,925	–	3,925	3,925	–		3,925
Fuel Levy		1,352,410	1,395,849	–	930,566	930,566	–		1,395,849
Integrated City Development Grant		44,659	39,702	–	39,702	39,702	–		39,702
Local Government Equitable Share		1,375,518	1,654,390	–	1,240,792	1,240,792	–		1,654,390
Municipal Disaster Recovery Grant	3	14,878	–	–	–	–	–		–
Municipal Human Settlement Capacity Grant		47,506	12,831	–	12,831	8,554	4,277	50.0%	12,831
Public Transport Network Operations Grant		138,000	161,000	–	161,000	161,000	–		161,000
HSDG (Top Structure)		–	–	41,500	41,500	–	41,500		–
Provincial Government:		110,355	120,866	–	89,707	120,866	(31,159)	-25.8%	120,866
Emergency Medical Services		56,683	59,687	–	41,781	59,687	(17,906)	-30.0%	59,687
HIV and Aids Grant		10,923	11,501	–	11,948	11,501	447	3.9%	11,501
Primary Health Care		39,967	42,085	–	29,460	42,085	(12,625)	-30.0%	42,085
Research & Technology Development Services		893	893	–	893	893	–		893
Sport and Recreation: Community Libraries		1,889	6,700	–	5,625	6,700	(1,075)	-16.0%	6,700
Other grant providers:		256,551	250,535	43,489	210,292	161,555	48,737	30.2%	250,535
Housing Company Tshwane		15,849	23,445	–	8,000	20,061	(12,061)	-60.1%	23,445
LG SETA Discretionary Grant		689	–	–	–	–	–		–
Sandspruit		182,360	172,940	28,289	158,122	100,882	57,240	56.7%	172,940
TEDA		57,652	54,150	15,200	44,170	40,613	3,558	8.8%	54,150
Total Operating Transfers and Grants	5	3,375,387	3,670,241	84,989	2,752,115	2,688,760	63,355	2.4%	3,670,241
Capital Transfers and Grants									
National Government:		2,547,271	2,408,542	–	1,127,038	1,359,940	(232,902)	-17.1%	2,408,542
Energy Efficiency & Demand Side Management		3,000	–	–	–	–	–		–
Finance Management Grant		250	250	–	250	250	–		250
Integrated National Electrification Programme		32,000	37,000	–	25,731	25,731	–		37,000
Neighbourhood Development Partnership Grant		175,000	100,000	–	45,912	45,912	–		100,000
Public Transport and Systems Grant		867,571	770,609	–	304,804	537,706	(232,902)	-43.3%	770,609
Urban Settlement Development Grant		1,469,450	1,500,683	–	750,341	750,341	–		1,500,683
Provincial Government:		27,300	40,551	–	22,551	40,551	(18,000)	-44.4%	40,551
Gautrans		12,000	–	–	–	–	–		–
Social Infrastructure Grant		11,200	33,000	–	15,000	33,000	(18,000)	-54.5%	33,000
Sport & Recreation: Community Libraries		4,100	7,551	–	7,551	7,551	–		7,551
Other grant providers:		4,698	1,773	505	883	883	–		1,773
LG SETA Discretionary Grant		4,698	–	–	–	–	–		–
Smart Connect Grant		–	1,773	505	883	883	–		1,773
Total Capital Transfers and Grants	5	2,579,269	2,450,866	505	1,150,472	1,401,374	(250,902)	-17.9%	2,450,866
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	5,954,657	6,121,107	85,494	3,902,587	4,090,134	(187,547)	-4.6%	6,121,107

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

As at 31 January 2016 the total receipts amount to R3 903m. The outstanding transfers to-date are:

- Emergency Medical Services – Delay in submissions.
- Primary Health Care Grant – Delay by the Health Department in the transfer of allocation.
- Sport and Recreation: Community Libraries – Remaining transfer cancelled.
- Public Transport and Systems Grant – Payment Schedule revised.
- Social Infrastructure Grant – Delay in the appointment of contractors which affected the transfer.

(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 - M07 January

City of Tshwane - Supporting Table 001(1) Monthly Budget Statement - Transfers and grant expenditure - May 2015									
Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:		2 971 853	3 298 840	451	2 287 334	1 924 323	363 011	18,9%	3 298 840
EPWP Incentive		30 760	31 143	–	21 800	18 167	3 633	20,0%	31 143
Finance Management		4 540	3 925	451	1 746	2 290	(544)	-23,8%	3 925
Fuel Levy		1 352 410	1 395 849	–	930 566	814 245	116 321	14,3%	1 395 849
Integrated City Development Grant		38 352	39 702	–	1 751	23 160	(21 409)	-92,4%	39 702
Local Government Equitable Share		1 375 518	1 654 390	–	1 240 791	965 061	275 731	28,6%	1 654 390
Municipal Disaster Recovery Grant		992	–	–	–	–	–	–	–
Municipal Human Settlement Capacity Grant		31 087	12 831	–	10 681	7 485	3 196	42,7%	12 831
Public Transport Network Operations Grant		138 000	161 000	–	80 000	93 917	(13 917)	-14,8%	161 000
Urban Settlement Development Grant		195	–	–	–	–	–	–	–
Provincial Government:		109 632	120 866	3 043	83 048	70 505	12 542	17,8%	120 866
Emergency Medical Services		56 683	59 687	–	41 781	34 817	6 963	20,0%	59 687
Gautrans		222	–	–	–	–	–	–	–
HIV and Aids Grant		10 923	11 501	2 870	9 728	6 709	3 019	45,0%	11 501
Primary Health Care		39 967	42 085	–	29 460	24 550	4 910	20,0%	42 085
Research & Technology Development Services		–	893	–	485	521	(36)	-6,9%	893
Sport and Recreation: Community Libraries		1 837	6 700	172	1 594	3 908	(2 314)	-59,2%	6 700
Other grant providers:		267 686	255 799	43 489	210 292	168 264	42 028	25,0%	255 799
Housing Company Tshwane		15 849	35 359	–	8 000	20 061	(12 061)	-60,1%	35 359
LG SETA Discretionary Grant		609	–	–	–	6 709	(6 709)	-100,0%	–
Sandspruit		193 576	172 940	28 289	158 122	100 882	57 240	56,7%	172 940
TEDA		57 652	47 500	15 200	44 170	40 613	3 558	8,8%	47 500
Total operating expenditure of Transfers and Grants:		3 349 171	3 675 505	46 983	2 580 674	2 163 092	417 581	19,3%	3 675 505
Capital expenditure of Transfers and Grants									
National Government:		2 551 806	2 408 542	93 905	1 022 254	1 125 717	(103 463)	-9,2%	2 408 542
Finance Management Grant		–	250	–	22	100	(78)	-78,2%	250
Integrated National Electrification Programme		244	37 000	–	11 503	18 000	(6 497)	-36,1%	37 000
Neighbourhood Development Partnership Grant		31 999	100 000	–	20 551	58 333	(37 783)	-64,8%	100 000
Public Transport and Systems Grant		174 998	770 609	32 763	395 692	355 000	40 692	11,5%	770 609
Urban Settlement Development Grant		867 347	1 500 683	61 143	594 486	694 283	(99 798)	-14,4%	1 500 683
Water Affairs		1 477 218	–	–	–	–	–	–	–
Provincial Government:		8 721	40 551	852	2 556	18 805	(16 249)	-86,4%	40 551
Social Infrastructure Grant		5 518	33 000	–	981	14 400	(13 419)	-93,2%	33 000
Sport & Recreation: Community Libraries		3 203	7 551	852	1 574	4 405	(2 830)	-64,3%	7 551
Other grant providers:		4 454	4 067	–	883	1 708	(825)	-48,3%	4 067
Housing Delft Grant		–	2 293	–	–	825	(825)	-100,0%	2 293
LG SETA Discretionary Grant		4 454	–	–	–	–	–	–	–
Smart Connect Grant		–	1 773	–	883	883	0	0,0%	1 773
Total capital expenditure of Transfers and Grants		2 564 982	2 453 160	94 757	1 025 693	1 146 229	(120 537)	-10,5%	2 453 160
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		5 914 153	6 128 665	141 740	3 606 366	3 309 322	297 044	9,0%	6 128 665

The disclosure on the transfer and grant expenditure table above reflect the recognition of expenditures as at 31 January 2016 amounts to R3 606m against the YTD budget of R3 309m.

(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 - M07 January

Description	Ref	Budget Year 2015/16				
		Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
<u>EXPENDITURE</u>						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
EPWP Incentive					-	
Finance Management					-	
Fuel Levy					-	
Integrated City Development Grant					-	
Local Government Equitable Share					-	
Municipal Disaster Recovery Grant					-	
Provincial Government:		-	-	-	-	
Emergency Medical Services					-	
HIV and Aids Grant					-	
Primary Health Care					-	
Sport and Recreation: Community Libraries					-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Energy Efficiency & Demand Side Management					-	
Urban Settlement Development Grant					-	
Water Affairs					-	
Provincial Government:		-	-	-	-	
					-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

Note: No rollovers were approved during the approval 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 - M07 January

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
	1	A	B						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages		101 736	109 249	8 767	60 879	63 729	(2 850)	-4%	109 249
Motor Vehicle Allowance		8	—	—	—	—	—	—	—
Other benefits and allowances		2 449	—	19	2 261	1 458	803	55%	—
Sub Total - Councillors		104 193	109 249	8 786	63 140	65 187	(2 047)	-3%	109 249
% increase	4		4,9%						4,9%
Senior Managers of the Municipality	3								
Basic Salaries and Wages		50 567	50 618	4 528	31 845	29 527	2 317	8%	50 618
Cellphone Allowance		597	784	51	361	457	(96)	-21%	784
Sub Total - Senior Managers of Municipality		51 164	51 402	4 579	32 206	29 985	2 221	7%	51 402
% increase	4		0,5%						0,5%
Other Municipal Staff									
Basic Salaries and Wages		4 138 846	4 555 383	475 135	2 701 554	2 784 051	(82 497)	-3%	4 555 383
Pension and UIF Contributions		927 474	1 086 474	87 077	587 107	632 595	(45 488)	-7%	1 086 474
Medical Aid Contributions		373 612	386 466	36 060	229 815	225 615	4 200	2%	386 466
Overtime		305 415	187 582	30 964	206 055	117 321	88 734	76%	187 582
Performance Bonus		356	169	7	231	244	(14)	-6%	169
Motor Vehicle Allowance		298 928	308 762	25 341	177 143	180 790	(3 648)	-2%	308 762
Cellphone Allowance		20 704	20 480	1 371	10 102	12 377	(2 274)	-18%	20 480
Housing Allowances		25 046	23 914	2 856	20 102	14 113	5 989	42%	23 914
Other benefits and allowances		280 389	317 889	27 211	177 481	188 496	(11 014)	-6%	317 889
Post-retirement benefit obligations	2	—	229 686	—	—	131 621	(131 621)	-100%	229 686
Sub Total - Other Municipal Staff		6 370 770	7 116 804	686 022	4 109 590	4 287 223	(177 633)	-4%	7 116 804
% increase	4		11,7%						11,7%
Total Parent Municipality		6 526 126	7 277 455	699 387	4 204 936	4 382 394	(177 458)	-4%	7 277 455
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Board Fees		3 647	4 549	229	2 530	2 356	174	7%	4 549
Sub Total - Board Members of Entities	2	3 647	4 549	229	2 530	2 356	174	7%	4 549
% increase	4		24,7%						24,7%
Senior Managers of Entities									
Basic Salaries and Wages		21 115	28 889	1 686	13 538	16 499	(2 961)	-18%	28 889
Pension and UIF Contributions		1 294	874	112	1 522	484	1 038	215%	874
Medical Aid Contributions		861	300	81	552	166	386	232%	300
Performance Bonus		17	437	—	115	242	(127)	-52%	437
Motor Vehicle Allowance		2 468	1 236	201	1 488	684	804	118%	1 236
Cellphone Allowance		416	447	27	194	255	(61)	-24%	447
Housing Allowances		207	208	22	205	115	90	78%	208
Other benefits and allowances		268	410	28	375	237	138	58%	410
Sub Total - Senior Managers of Entities		26 646	32 801	2 157	17 989	18 681	(692)	-4%	32 801
% increase	4		23,1%						23,1%
Other Staff of Entities									
Basic Salaries and Wages		58 962	68 454	5 392	36 690	38 129	(1 439)	-4%	68 454
Pension and UIF Contributions		10 042	11 860	904	5 416	6 562	(1 146)	-17%	11 860
Medical Aid Contributions		8 378	9 192	824	5 289	5 085	203	4%	9 192
Overtime		2 544	2 414	248	1 453	1 335	117	9%	2 414
Performance Bonus		364	4 486	—	—	2 482	(2 482)	-100%	4 486
Motor Vehicle Allowance		4 698	6 436	480	3 457	3 560	(104)	-3%	6 436
Cellphone Allowance		441	696	37	286	392	(106)	-27%	696
Housing Allowances		2 328	3 342	243	1 703	1 849	(146)	-8%	3 342
Other benefits and allowances		2 428	1 589	147	1 402	884	518	59%	1 589
Sub Total - Other Staff of Entities		90 184	108 469	8 275	55 695	60 279	(4 584)	-8%	108 469
% increase	4		20,3%						20,3%
Total Municipal Entities		120 477	145 819	10 661	76 214	81 316	(5 101)	-6%	145 819
TOTAL SALARY, ALLOWANCES & BENEFITS		6 646 604	7 423 274	710 048	4 281 150	4 463 710	(182 560)	-4%	7 423 274
% increase	4		11,7%						11,7%
TOTAL MANAGERS AND STAFF		6 538 764	7 309 476	701 033	4 215 480	4 396 167	(180 687)	-4%	7 309 476

(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 - M07 January

Description	Ref	Budget Year 2015/16			2015/16 Medium Term Revenue & Expenditure Framework		
		January Budget	January Outcome	January Variance	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1						
Cash Receipts By Source							
Property rates		401,456	449,768	48,312	4,817,476	5,301,984	5,834,941
Service charges - electricity revenue		802,834	769,273	(33,561)	9,634,009	10,403,258	11,234,046
Service charges - water revenue		256,212	322,794	66,582	3,074,544	3,356,674	3,681,784
Service charges - sanitation revenue		60,927	67,513	6,586	731,125	799,064	877,781
Service charges - refuse		84,010	99,848	15,838	1,008,117	1,108,928	1,219,820
Service charges - other		11,698	–	(11,698)	140,374	146,691	152,999
Rental of facilities and equipment		8,623	12,316	3,693	103,469	108,126	112,808
Interest earned - external investments		5,877	4,812	(1,065)	70,549	107,100	112,328
Interest earned - outstanding debtors		10,089	40,317	30,228	122,592	129,758	138,462
Fines		16,391	339	(16,052)	196,691	196,812	196,932
Licences and permits		4,807	3,249	(1,557)	57,680	60,185	62,687
Transfer receipts - operating		312,925	41,500	(271,424)	3,666,857	3,971,581	4,312,525
Other revenue		68,128	125,968	57,840	820,451	826,440	846,490
Cash Receipts by Source		2,043,975	1,937,697	(106,279)	24,443,934	26,516,602	28,783,604
Other Cash Flows by Source							
Transfer receipts - capital		244,153	505	(243,649)	2,453,160	2,506,939	2,632,126
Contributions & Contributed assets		–	16,734	16,734	–	–	–
Proceeds on disposal of PPE		–	(10)	(10)	–	–	–
Short term loans		–	1,035,000	1,035,000	–	–	–
Borrowing long term/refinancing		200,000	(5,054)	(205,054)	1,200,000	1,200,000	1,500,000
Increase in consumer deposits		714	2,585	1,871	8,565	8,732	8,902
Receipt of non-current debtors		–	(177,633)	(177,633)	–	–	–
Receipt of non-current receivables		4,046	248,221	244,175	48,553	–	–
Change in non-current investments		4,667	64,055	59,388	56,007	(36,145)	(4,783)
Total Cash Receipts by Source		2,497,556	3,122,099	624,543	28,210,219	30,196,128	32,919,850
Cash Payments by Type							
Employee related costs		587,703	699,612	111,909	7,050,265	7,439,808	7,857,912
Remuneration of councillors		9,715	9,015	(700)	116,156	127,083	139,435
Interest paid		85,797	79,639	(6,158)	1,029,556	1,110,511	1,194,244
Bulk purchases - Electricity		567,081	469,427	(97,654)	6,804,972	7,349,370	7,937,320
Bulk purchases - Water & Sewer		164,755	186,429	21,674	1,977,064	2,153,721	2,355,004
Other materials		30,651	15,358	(15,293)	367,807	379,712	385,130
Contracted services		155,180	73,698	(81,482)	1,857,366	1,909,948	1,930,860
Grants and subsidies paid - other		21,608	17,497	(4,111)	259,298	267,387	268,475
General expenses		311,313	352,299	40,986	3,733,596	3,830,243	4,372,158
Cash Payments by Type		1,933,802	1,902,972	(30,829)	23,196,079	24,567,782	26,440,537
Other Cash Flows/Payments by Type							
Capital assets		377,022	118,180	(258,841)	3,783,366	3,922,744	4,091,520
Repayment of borrowing		46,696	990,018	943,323	560,350	674,945	817,929
Total Cash Payments by Type		2,357,519	3,011,171	653,652	27,539,795	29,165,472	31,349,985
NET INCREASE/(DECREASE) IN CASH HELD		140,036	110,928		670,424	1,030,656	1,569,865
Cash/cash equivalents at the month/year beginning:		1,022,119	698,006		1,203,476	1,873,900	2,904,557
Cash/cash equivalents at the month/year end:		1,162,156	808,933		1,873,900	2,904,557	4,474,421

(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) - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Revenue By Source									
Property rates		4 892 151	5 236 387	449 768	3 039 399	3 054 788	(15 389)	-1%	5 236 387
Service charges - electricity revenue		8 738 616	10 471 749	765 592	5 725 134	6 114 461	(389 327)	-6%	10 471 749
Service charges - water revenue		2 822 029	3 169 195	295 772	1 846 663	1 853 072	(6 409)	0%	3 169 195
Service charges - sanitation revenue		713 528	748 908	64 898	433 252	436 863	(3 611)	-1%	748 908
Service charges - refuse revenue		969 643	1 095 779	95 710	647 773	639 222	8 551	1%	1 095 779
Service charges - other		178 480	152 581	12 487	111 653	89 005	22 648	25%	152 581
Rental of facilities and equipment		114 055	109 112	11 983	65 240	63 648	1 591	2%	109 112
Interest earned - external investments		36 874	69 774	4 763	24 905	40 702	(15 796)	-39%	69 774
Interest earned - outstanding debtors		338 769	182 050	36 520	216 728	106 196	110 532	104%	182 050
Fines		160 562	196 691	339	132 486	114 737	17 750	15%	196 691
Licences and permits		53 244	57 680	3 249	24 156	33 647	(9 491)	-28%	57 680
Transfers recognised - operational		3 082 094	3 419 706	3 494	2 370 382	1 994 828	375 554	19%	3 419 706
Other revenue		1 020 336	815 250	125 965	537 015	475 570	61 445	13%	815 250
Gains on disposal of PPE		20 441	-	-	600	-	600		-
Total Revenue (excluding capital transfers and contribution)		23 140 821	25 724 863	1 870 538	15 175 387	15 016 739	158 647	1%	25 724 863
Expenditure By Type									
Employee related costs		6 202 413	6 917 257	689 180	4 131 333	4 172 753	(41 420)	-1%	6 917 257
Remuneration of councillors		104 193	111 749	8 786	63 140	65 187	(2 047)	-3%	111 749
Debt impairment		721 972	1 018 116	10 218	128 218	593 901	(465 683)	-78%	1 018 116
Depreciation & asset impairment		1 449 150	1 186 841	91 724	630 856	692 324	(61 468)	-9%	1 186 841
Finance charges		996 548	1 029 202	79 607	606 452	600 121	6 332	1%	1 029 202
Bulk purchases		7 717 077	8 613 398	631 165	5 590 038	5 017 078	572 960	11%	8 613 398
Other materials		268 561	349 093	14 960	135 962	202 148	(66 186)	-33%	349 093
Contracted services		2 936 656	1 939 756	71 858	1 475 488	1 111 490	363 999	33%	1 939 756
Transfers and grants		217 335	259 298	17 497	73 325	148 253	(74 928)	-51%	259 298
Other expenditure		3 721 642	3 715 237	214 259	1 888 227	2 227 736	(339 509)	-15%	3 715 237
Loss on disposal of PPE		192 399	-	10	1 812	1	1 812		-
Total Expenditure		24 527 946	25 139 948	1 829 262	14 724 851	14 830 990	(106 139)	-1%	25 139 948
Surplus/(Deficit)		(1 387 125)	584 915	41 276	450 536	185 749	264 787	143%	584 915
Transfers recognised - capital		2 564 982	2 453 160	61 647	1 014 953	1 335 865	(320 912)	-24%	2 453 160
Surplus/(Deficit) after capital transfers & contributions		1 177 856	3 038 075	102 923	1 465 488	1 521 614	(56 125)	-4%	3 038 075
Taxation		-	-	-	-	-	-		-
Surplus/(Deficit) after taxation		1 177 856	3 038 075	102 923	1 465 488	1 521 614	(56 125)	-4%	3 038 075

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M07 January

City of Tshwane – Supporting Table 001 Monthly Budget Statement – Summary of Municipal Entities – May 2016									
Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original 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	346	10 401	16 214	(5 813)	-36%	27 417
Sandspruit Works Association		525 326	486 305	57 046	351 933	292 900	59 033	20%	486 305
Tshwane Economic Development Agency		62 330	57 247	15 249	44 442	43 621	820	2%	57 247
Total Operating Revenue	1	607 402	570 969	72 641	406 775	352 735	54 040	15%	570 969
<u>Expenditure By Municipal Entity</u>									
Housing Company Tshwane		16 262	27 417	1 468	11 412	16 692	(5 280)	-32%	27 417
Sandspruit Works Association		519 839	486 305	56 934	348 832	263 304	85 528	32%	486 305
Tshwane Economic Development Agency		57 899	57 247	3 220	31 666	33 214	(1 548)	-5%	57 247
Total Operating Expenditure	2	594 000	570 969	61 622	391 910	313 210	78 700	25%	570 969
Surplus/ (Deficit) for the yr/period		13 402	(0)	11 019	14 865	39 525	132 740	336%	(0)
<u>Capital Expenditure By Municipal Entity</u>									
Housing Company Tshwane		–	–	–	–	–	–	–	–
Sandspruit Works Association		–	–	–	–	–	–	–	–
Tshwane Economic Development Agency		–	–	–	–	–	–	–	–
Total Capital Expenditure	3	–	–	–	–	–	–	–	–

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M07 January

Month	2014/15	Budget Year 2015/16						
	Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
Monthly expenditure performance trend								
July	11 590	160 072	55 244	55 244	160 072	104 828	65,5%	1,43%
August	389 256	271 874	114 501	169 745	431 946	262 201	60,7%	4%
September	387 683	322 036	216 442	386 187	753 982	367 795	48,8%	10%
October	282 387	273 468	281 690	667 877	1 027 449	359 573	35,0%	17%
November	280 581	289 420	430 224	1 098 100	1 316 869	218 769	16,6%	28%
December	430 030	316 820	356 854	1 454 954	1 633 690	178 736	10,9%	38%
January	75 204	229 815	118 180	1 573 135	1 863 505	290 370	15,6%	41%
February	220 185	275 360			2 138 865	–		
March	285 899	326 287			2 465 152	–		
April	270 658	421 008			2 886 160	–		
May	336 845	387 370			3 273 530	–		
June	1 146 193	583 036			3 856 566	–		
Total Capital expenditure	4 116 511	3 856 566	1 573 135					

(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 - M07 January

Description	Ref	2014/15	Budget Year 2015/16						Full Year Forecast
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1								
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure		1 770 146	1 770 442	40 808	733 168	824 412	91 244	11,1%	1 770 442
Infrastructure - Road transport		1 471 211	1 389 635	39 142	576 974	621 088	44 114	7,1%	1 389 635
Roads, Pavements & Bridges		1 313 331	882 293	32 830	406 731	398 688	(8 043)	-2,0%	882 293
Storm water		157 880	507 342	6 312	170 243	222 400	52 157	23,5%	507 342
Infrastructure - Electricity		96 855	109 000	–	54 826	23 900	(30 926)	-129,4%	109 000
Generation		89 695	108 000	–	54 826	23 500	(31 326)	-133,3%	108 000
Transmission & Reticulation		7 160	1 000	–	–	400	400	100,0%	1 000
Infrastructure - Water		48 644	57 500	100	21 374	53 470	32 096	60,0%	57 500
Dams & Reservoirs		48 644	57 500	100	21 374	53 470	32 096	60,0%	57 500
Infrastructure - Sanitation		1 500	–	–	–	–	–		–
Reticulation		1 500	–	–	–	–	–		–
Infrastructure - Other		151 936	214 307	1 565	79 995	125 954	45 959	36,5%	214 307
Waste Management		26 444	5 000	–	4 147	3 000	(1 147)	-38,2%	5 000
Other		125 493	209 307	1 565	75 848	122 954	47 106	38,3%	209 307
Community		149 488	216 000	2 806	46 689	108 700	62 011	57,0%	216 000
Sportsfields & stadia		49 816	91 000	–	10 415	36 800	26 385	71,7%	91 000
Libraries		36 083	6 000	–	–	1 800	1 800	100,0%	6 000
Recreational facilities		–	10 000	521	521	6 400	5 879	91,9%	10 000
Security and policing		1 934	10 000	–	–	4 000	4 000	100,0%	10 000
Clinics		45 163	78 000	1 887	31 766	46 200	14 434	31,2%	78 000
Cemeteries		16 492	21 000	398	3 988	13 500	9 512	70,5%	21 000
Investment properties		–	57 100	–	–	20 000	20 000	100,0%	57 100
Other		–	57 100	–	–	20 000	20 000	100,0%	57 100
Other assets		102 805	18 301	1 442	5 559	10 945	5 386	49,2%	18 301
Specialised vehicles		120	–	–	–	–	–		–
Furniture and other office equipment		35 074	12 801	1 086	3 089	6 505	3 416	52,5%	12 801
Markets		5 422	5 500	356	2 470	4 440	1 970	44,4%	5 500
Other Buildings		62 189	–	–	–	–	–		–
Intangibles		–	130 773	–	116 271	117 383	1 112	0,9%	130 773
Computers - software & programming		–	130 773	–	116 271	117 383	1 112	0,9%	130 773
Total Capital Expenditure on new assets	1	2 022 440	2 192 616	45 055	901 687	1 081 440	179 753	16,6%	2 192 616
Specialised vehicles									
Refuse		–	–	–	–	–	–		–
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 - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure		894 038	731 450	14 358	422 628	432 440	9 812	2,3%	731 450
Infrastructure - Road transport		31 808	28 450	3	5 273	14 350	9 077	63,3%	28 450
Roads, Pavements & Bridges		31 808	26 150	3	4 372	13 950	9 578	68,7%	26 150
Storm water		–	2 300	–	902	400	(502)	-125,4%	2 300
Infrastructure - Electricity		454 213	338 500	10 467	141 354	164 750	23 396	14,2%	338 500
Generation		304 361	225 000	5 981	85 437	107 500	22 063	20,5%	225 000
Transmission & Reticulation		96 435	43 500	2 145	29 160	21 250	(7 910)	-37,2%	43 500
Street Lighting		53 417	70 000	2 341	26 757	36 000	9 243	25,7%	70 000
Infrastructure - Water		260 612	182 429	468	205 474	124 340	(81 134)	-65,3%	182 429
Reticulation		260 612	182 429	468	205 474	124 340	(81 134)	-65,3%	182 429
Infrastructure - Sanitation		124 982	115 071	767	45 777	94 000	48 223	51,3%	115 071
Reticulation		116 870	90 000	712	41 810	71 500	29 690	41,5%	90 000
Sewerage purification		8 112	25 071	54	3 967	22 500	18 533	82,4%	25 071
Infrastructure - Other		22 423	67 000	2 653	24 750	35 000	10 250	29,3%	67 000
Waste Management		2 000	12 000	2 000	10 321	7 500	(2 821)	-37,6%	12 000
Transportation		20 423	55 000	653	14 429	27 500	13 071	47,5%	55 000
Community		196 714	151 000	6 513	29 381	80 833	51 453	63,7%	151 000
Parks & gardens		19 810	35 000	5 733	6 060	17 500	11 440	65,4%	35 000
Fire, safety & emergency		–	2 000	–	1 066	–	(1 066)		2 000
Security and policing		1 906	–	–	–	–	–		–
Clinics		–	7 000	–	–	2 000	2 000	100,0%	7 000
Cemeteries		–	7 000	780	1 704	3 000	1 296	43,2%	7 000
Other		174 998	100 000	–	20 551	58 333	37 783	64,8%	100 000
Investment properties		873 235	675 500	48 422	207 120	211 508	4 388	2,1%	675 500
Housing development		873 235	670 500	48 422	207 120	210 008	2 888	1,4%	670 500
Other		–	5 000	–	–	1 500	1 500	100,0%	5 000
Other assets		128 491	106 000	3 832	12 318	57 283	44 965	78,5%	106 000
General vehicles		3 981	–	–	–	–	–		–
Plant & equipment		983	3 000	–	–	1 400	1 400	100,0%	3 000
Computers - hardware/equipment		29 708	15 000	–	468	5 000	4 532	90,6%	15 000
Furniture and other office equipment		11 440	13 000	388	1 323	7 583	6 261	82,6%	13 000
Other Buildings		68 197	38 500	1 005	3 951	23 800	19 849	83,4%	38 500
Other		14 182	36 500	2 438	6 577	19 500	12 923	66,3%	36 500
Total Capital Expenditure on renewal of existing assets	1	2 092 478	1 663 950	73 125	671 448	782 065	110 617	14,1%	1 663 950
Specialised vehicles		–	–	–	–	–	–		–
Fire		–	–	–	–	–	–		–
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 - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure		677 161	801 393	67 933	456 736	461 295	4 558	1,0%	801 393
Infrastructure - Road transport		150 252	120 794	16 492	82 609	73 051	(9 558)	-13,1%	120 794
Roads, Pavements & Bridges		121 099	101 028	15 182	75 984	61 521	(14 462)	-23,5%	101 028
Storm water		29 153	19 766	1 309	6 626	11 530	4 904	42,5%	19 766
Infrastructure - Electricity		352 668	386 114	32 101	264 975	253 934	(11 040)	-4,3%	386 114
Generation		60 434	74 019	7 000	27 255	43 177	15 922	36,9%	74 019
Transmission & Reticulation		236 990	289 193	22 928	198 866	177 272	(21 594)	-12,2%	289 193
Street Lighting		55 244	22 903	2 173	38 853	33 485	(5 368)	-16,0%	22 903
Infrastructure - Water		84 148	231 797	11 012	71 800	88 872	17 072	19,2%	231 797
Dams & Reservoirs		11 661	4 743	220	4 181	2 767	(1 414)	-51,1%	4 743
Water purification		11 209	8 898	954	3 725	7 389	3 664	49,6%	8 898
Reticulation		61 277	218 157	9 838	63 894	78 717	14 823	18,8%	218 157
Infrastructure - Sanitation		57 266	49 337	6 865	28 127	34 674	6 547	18,9%	49 337
Reticulation		16 100	11 018	2 708	7 577	12 321	4 744	38,5%	11 018
Sewerage purification		41 166	38 318	4 157	20 550	22 352	1 803	8,1%	38 318
Infrastructure - Other		32 828	13 351	1 463	9 226	10 764	1 538	14,3%	13 351
Waste Management		32 828	13 351	1 463	9 226	10 764	1 538	14,3%	13 351
Community		216 283	202 263	14 442	92 338	126 221	33 883	26,8%	202 263
Parks & gardens		31 208	32 910	2 153	14 705	19 162	4 457	23,3%	32 910
Sportsfields & stadia		181	198	-	-	116	116	100,0%	198
Recreational facilities		13 020	12 925	2 118	9 349	9 098	(250)	-2,8%	12 925
Fire, safety & emergency		21 953	15 449	2 007	16 335	13 824	(2 511)	-18,2%	15 449
Security and policing		41 034	32 520	2 134	8 128	20 107	11 979	59,6%	32 520
Buses		4 123	3 882	520	2 881	2 970	89	3,0%	3 882
Museums & Art Galleries		1	-	-	-	-	-	-	-
Cemeteries		5 672	6 361	638	3 063	3 769	706	18,7%	6 361
Other		99 091	98 018	4 872	37 879	57 176	19 298	33,8%	98 018
Other assets		493 888	435 605	24 921	160 523	275 350	114 827	41,7%	435 605
General vehicles		208 030	198 820	7 466	45 230	115 865	70 635	61,0%	198 820
Plant & equipment		23 062	34 141	844	8 376	28 881	20 505	71,0%	34 141
Computers - hardware/equipment		5 718	3 309	374	1 893	1 953	60	3,1%	3 309
Furniture and other office equipment		14 354	14 388	846	5 591	9 749	4 158	42,7%	14 388
Civic Land and Buildings		1 646	1 491	62	325	870	545	62,7%	1 491
Other Buildings		133 138	102 851	8 933	60 725	67 795	7 070	10,4%	102 851
Other Land		79 581	76 018	6 136	34 828	47 354	12 526	26,5%	76 018
Other		28 360	4 587	260	3 555	2 883	(672)	-23,3%	4 587
Intangibles		101 241	73 767	1 724	53 603	43 498	(10 106)	-23,2%	73 767
Computers - software & programming		101 241	73 767	1 724	53 603	43 498	(10 106)	-23,2%	73 767
Total Repairs and Maintenance Expenditure		1 488 573	1 513 028	109 020	763 201	906 364	143 163	15,8%	1 513 028
Specialised vehicles		-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-
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 - M07 January

Description	Ref	2014/15	Budget Year 2015/16						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Depreciation by Asset Class/Sub-class									
Infrastructure		939 237	771 204	42 885	464 328	467 686	3 358	0,7%	771 204
Infrastructure - Road transport		529 877	437 122	30 431	233 911	236 452	2 541	1,1%	437 122
Roads, Pavements & Bridges		474 218	280 026	25 524	165 156	153 546	(11 609)	-7,6%	280 026
Storm water		55 659	157 096	4 907	68 755	82 906	14 150	17,1%	157 096
Infrastructure - Electricity		194 275	137 941	8 137	78 813	70 198	(8 615)	-12,3%	137 941
Generation		138 921	102 647	4 649	56 349	48 746	(7 603)	-15,6%	102 647
Transmission & Reticulation		36 522	13 717	1 668	11 715	8 056	(3 659)	-45,4%	13 717
Street Lighting		18 832	21 577	1 820	10 749	13 396	2 647	19,8%	21 577
Infrastructure - Water		109 026	73 958	442	91 133	66 165	(24 969)	-37,7%	73 958
Dams & Reservoirs		17 149	17 724	78	8 587	19 897	11 310	56,8%	17 724
Reticulation		91 877	56 233	364	82 547	46 268	(36 278)	-78,4%	56 233
Infrastructure - Sanitation		44 590	35 471	596	18 390	34 978	16 588	47,4%	35 471
Reticulation		41 730	27 742	554	16 797	26 606	9 809	36,9%	27 742
Sewerage purification		2 860	7 728	42	1 594	8 372	6 779	81,0%	7 728
Infrastructure - Other		61 469	86 712	3 279	42 080	59 892	17 812	29,7%	86 712
Waste Management		10 028	5 240	1 555	5 812	3 907	(1 905)	-48,8%	5 240
Transportation		7 200	16 954	508	5 797	10 233	4 436	43,4%	16 954
Other		44 241	64 518	1 217	30 471	45 752	15 281	33,4%	64 518
Community		122 051	113 127	7 244	30 560	70 527	39 967	56,7%	113 127
Parks & gardens		6 984	10 789	4 457	2 435	6 512	4 077	62,6%	10 789
Sportsfields & stadia		17 562	28 051	-	4 184	13 694	9 509	69,4%	28 051
Libraries		12 721	1 849	-	-	670	670	100,0%	1 849
Recreational facilities		-	3 082	405	209	2 381	2 172	91,2%	3 082
Fire, safety & emergency		-	616	-	428	-	(428)	-	616
Security and policing		1 354	3 082	-	-	1 488	1 488	100,0%	3 082
Clinics		15 922	26 201	1 467	12 761	17 936	5 174	28,8%	26 201
Cemeteries		5 814	8 631	915	2 287	6 140	3 853	62,8%	8 631
Other		61 694	30 825	-	8 256	21 706	13 450	62,0%	30 825
Investment properties		307 852	225 823	37 642	83 208	86 146	2 938	3,4%	225 823
Housing development		307 852	206 681	37 642	83 208	78 146	(5 062)	-6,5%	206 681
Other		-	19 142	-	-	8 000	8 000	100,0%	19 142
Other assets		81 541	38 316	4 099	7 182	25 388	18 206	71,7%	38 316
General vehicles		1 403	-	-	-	-	-	-	-
Specialised vehicles		42	-	-	-	-	-	-	-
Plant & equipment		347	925	-	-	521	521	100,0%	925
Computers - hardware/equipment		10 473	4 624	-	188	1 861	1 672	89,9%	4 624
Furniture and other office equipment		16 398	7 953	1 146	1 772	5 242	3 470	66,2%	7 953
Markets		1 911	1 695	277	992	1 652	660	39,9%	1 695
Other Buildings		45 967	11 868	781	1 587	8 856	7 269	82,1%	11 868
Other		5 000	11 251	1 895	2 642	7 256	4 614	63,6%	11 251
Intangibles		-	40 311	-	46 710	43 679	(3 031)	-6,9%	40 311
Computers - software & programming		-	40 311	-	46 710	43 679	(3 031)	-6,9%	40 311
Total Depreciation		1 450 681	1 188 780	91 870	631 988	693 427	61 438	8,9%	1 188 780
Specialised vehicles		42	-	-	-	-	-	-	-
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

For the month of **January 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: _____