

ST – B12/15
Umar Banda (358 8110)
MAYORAL COMMITTEE: 14 OCTOBER 2015

**TO: CITY MANAGER
EXECUTIVE MAYOR**

SUBMISSION

**GROUP FINANCIAL SERVICES DEPARTMENT:
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA):
IN-YEAR FINANCIAL REPORT (MONTHLY AND FIRST QUARTER BUDGET
STATEMENT) FOR THE PERIOD ENDING 30 SEPTEMBER 2015**

1. PURPOSE

The purpose of this report is:

- to inform the Executive Mayor and Council on the financial results regarding the operating and capital budgets, as well as the financial position of the municipality, in compliance with Section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009; and
- to seek approval of the “In-year” report (budget statement) for the period ending 30 September 2015.

2. STRATEGIC OBJECTIVE

(Unaltered)

“To improve financial sustainability”

3. BACKGROUND

Section 52 (d) and 71 of the MFMA and Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” requires that specific financial particulars on the implementation of the budget be reported on in the format prescribed, hence this report to meet legislative compliance.

“The mayor of a municipality-

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

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

“28. The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

In compliance to section 52(d) relating to the reporting period ending 30 September 2015, the 30 days limit expires on **30 October 2015**.

(Unaltered)

Further, Section 31(1) of the Government Gazette No 32141 of 17 April 2009 prescribes the following:

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

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

In compliance to section 71(1) relating to the reporting period ending 30 September 2015, the ten working day reporting limit expires on **14 October 2015**.

4. DISCUSSION

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

The attached report provides a high level analysis as at 30 September 2015 in the format legislated as set out in the “In-year” report (Annexure A) herewith attached. Material variances will be briefly referred to in this report. The detailed explanations 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 30 September 2015. The actual operating revenue realised (excluding Capital Transfers) amounts to R6 923m, a variance of R339m or 5,2% against YTD Budget. The operating expenditure amounts to R5 734m, a variance of (R624m) or (9,8%) against YTD Budget. A favourable variance of R964m is reflected when YTD Actual is compared against the YTD Budget.

Summary Statement of Financial Performance:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	6 584 039	6 923 459	339 420	5,2%
Total Operating Expenditure	6 358 358	5 733 968	(624 390)	-9,8%
SURPLUS/DEFICIT	225 681	1 189 491	963 810	

The revenue variance is explained by:

- Transfers recognised – operational (R383m 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 transfer allocations, amongst others, received as published in the National and Provincial Treasury payment schedule, are:
 - Local Government Equitable Share transfer of R689m received on 6 July 2015;
 - Emergency Medical Services grant of R24m received on 24 July 2015;
 - Primary Health Care grant of R17m received on 13 August 2015; and
 - Fuel Levy transfer of R465m received on 18 August 2015.
- Service charges – electricity revenue (R63m favourable) - The favourable variance is ascribed to actions taken relating to the disconnections of the smart prepaid with negative balances. There are also increased credit control activities through Revenue JOC initiatives, resulting in the improved collection.
- Interest earned – outstanding debtors (R44m favourable) – An increase in the levying of interest on long overdue accounts resulting in higher interest earned on the line-item “Interest on Amounts in Arrear”.
- Service charges – water revenue (R82m unfavourable) – A decline in water usage against projection.
- Fines (R47m unfavourable)
 - AARTO (R48m unfavourable) – The information regarding AARTO transactions, as received from the Road Traffic Infringement Agency (RTIA), is not configured in-line with GRAP 9 and National Treasury guidelines for capturing within the CoT statements. Metro Police Department has indicated that administrative processes as well as reporting formats are being re-examined in order to correctly capture the information.

The expenditure variance is explained by:

- Other expenditure (R282m favourable) – The main line-items contributing to the variance are as cited below:
 - Vehicles (R35m) – The vehicle maintenance projects are still in their planning stages.
 - Post-Employment Medical Expense (R27m) - This provision can only be processed during the year-end process.
 - Rental: Plant and Equipment (R27m) – The Corporate and Shared Services Department has indicated a delay in the receipt of invoices.
 - PTNOG GRANT (R24m) – This is a conditional grant and revenue is recognised once expenditure has been incurred. As soon as contract negotiations are finalised, the necessary payments would be made.
 - Post-Employment Pension Expenses (R23m) - This provision can only be processed during the year-end process.
 - Urban Management (R20m) – Delays in procurement. The Service Delivery and Transformation Management Department have indicated that procurement would be finalised by end of November 2015.
 - Re-aga-Tshwane (R19m) – Under expenditure as a result of delays in the creation of purchase order and the appointment of contractors.
- Bulk Purchases (R103m favourable) - The line-item “Bulk: Electricity” is the main contributor to this variance. The provision for the anticipated bulk purchase of electricity has not yet been submitted by the Energy and Electricity Department for processing.
- Debt impairment (R183m favourable) - The line-item “Bad Debt Written Off” (R200 million) is the main contributor. Actual expenditure can only be effected on obtaining Council approval upon submission of a report.
- Employee related costs (R125m favourable) – The under expenditure is as a result of vacancies and the non-implementation of the annual salary increases.
- Contracted services (R210m unfavourable) – The main line-items contributing to the variance are:
 - Prepaid Commission (R222m unfavourable) – No provision was made for the payment of the commission in the 2015/16 MTREF. This will be corrected with the adjustments budget process. A report in compliance with S32 of the MFMA is required to be submitted by the Department to Council for approval of this expenditure.

- Rudimentary Services (R14m unfavourable) – The Office of the City Manager has indicated that the budget allocated will not be sufficient for the 2015/16 financial year.
- Household Refuse Removal: Private Sector (R13m unfavourable) - The Service Delivery and Transformation Management Department has indicated that the service was under-funded and a request for additional funding will be submitted.

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 - M03 September

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	427 657	1 287 294	1 204 369	82 925	7%	4 817 476
Service charges		13 293 833	14 588 169	1 334 803	3 969 339	3 647 042	322 297	9%	14 588 169
Other revenue		1 436 034	1 178 291	142 241	255 737	296 748	(41 011)	-14%	1 178 291
Government - operating		3 081 485	3 666 857	20 006	1 478 499	931 760	546 739	59%	3 666 857
Government - capital		2 596 235	2 453 160	19 300	333 259	409 440	(76 181)	-19%	2 453 160
Interest		412 573	193 141	36 071	108 170	47 814	60 357	126%	193 141
Payments									
Suppliers and employees		(21 719 690)	(21 907 225)	(1 596 080)	(7 851 356)	(5 494 718)	2 356 638	-43%	(21 907 225)
Finance charges		(997 465)	(1 029 556)	(248 669)	(249 647)	(257 394)	(7 747)	3%	(1 029 556)
Transfers and Grants		(25 600)	(259 298)	(3 671)	(16 390)	(64 824)	(48 434)	75%	(259 298)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 960 731	3 701 015	131 657	(685 095)	720 237	1 405 331	195%	3 701 015
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		197 706	–	3 332	18 915	–	18 915		–
Decrease (Increase) in non-current debtors		70 512	–	(155 209)	620 622	–	620 622		–
Decrease (increase) other non-current receivables		(269 436)	48 553	(21 309)	73 243	12 138	61 104	503%	48 553
Decrease (increase) in non-current investments		(156 583)	56 007	(72)	(14 522)	14 002	(28 524)	-204%	56 007
Payments									
Capital assets		(4 114 918)	(3 783 366)	(216 442)	(386 187)	(632 366)	(246 179)	39%	(3 783 366)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(4 272 719)	(3 678 806)	(389 700)	312 071	(606 226)	(918 297)	151%	(3 678 806)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–	–	170 000	265 000	–	265 000		–
Borrowing long term/refinancing		1 500 000	1 200 000	330 000	330 000	–	330 000		1 200 000
Increase (decrease) in consumer deposits		55 733	8 565	1 769	4 574	2 142	2 432	114%	8 565
Payments									
Repayment of borrowing		(491 042)	(560 350)	(278 986)	(279 024)	(140 087)	138 936	-99%	(560 350)
NET CASH FROM/(USED) FINANCING ACTIVITIES		1 064 691	648 215	222 783	320 550	(137 946)	(458 496)	332%	648 215
NET INCREASE/ (DECREASE) IN CASH HELD		(247 298)	670 424	(35 260)	(52 474)	(23 935)			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		548 045	1 179 541			1 270 943

The Cash Flow report above for 30 September 2015 indicates that:

- The cash and cash equivalents closing balance as at the end of September 2015 is R548m.
- Cash flow from operating activities is (R685m) compared to the target of R720m.
- Cash flow from investing activities amounts to R312m, compared to a target of (R606m).
- Cash flow from financing activities equates to R320m compared to a target of (R138m).

Capital expenditure

The summary table hereafter indicates actual year-to-date spending of R386m and a variance of (R368m) or (48,8%) against YTD Budget.

Summary statement of Capital Expenditure:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	753 982	386 187	(367 795)	-48,8%
TOTAL Capital Financing	753 982	386 187	(367 795)	-48,8%

The main departments contributing to the variance of the year-to-date capital expenditure, compared to the departmental Service Delivery Budget Implementation Plan (SDBIP) targets for the municipal vote as indicated in Table C5 are:

- Housing and Human Settlement (R103m) - "Roads and Stormwater - Low Cost Housing - Project Linked Housing" project is the main contributor.
- Water and Sanitation (R95m) – The "Refurbishing of Water Networks and Backlog Eradication" project is the main contributor.
- Office of the City Manager (R51m) - "Implementation of Tsosoloso Programme" project is the main contributor.
- Transport (R48m) – The "CBD and Surrounding Areas (2010SWC) HOV / BRT Lanes on Corridors to North and Hatfield" project is the main contributor.

The reasons for variances per Department (Vote) are captured in Table SC1 of this report.

Table SC12 provides an analysis of actual capital expenditure compared to the budget targets, on a monthly and year-to-date basis. Expenditure for the period ending 30 September 2015 amounts to R386m against the projection of R754m, a variance of R368m or 48,8% is reflected. The total percentage spent against the total original budget amounts to 10,0%.

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

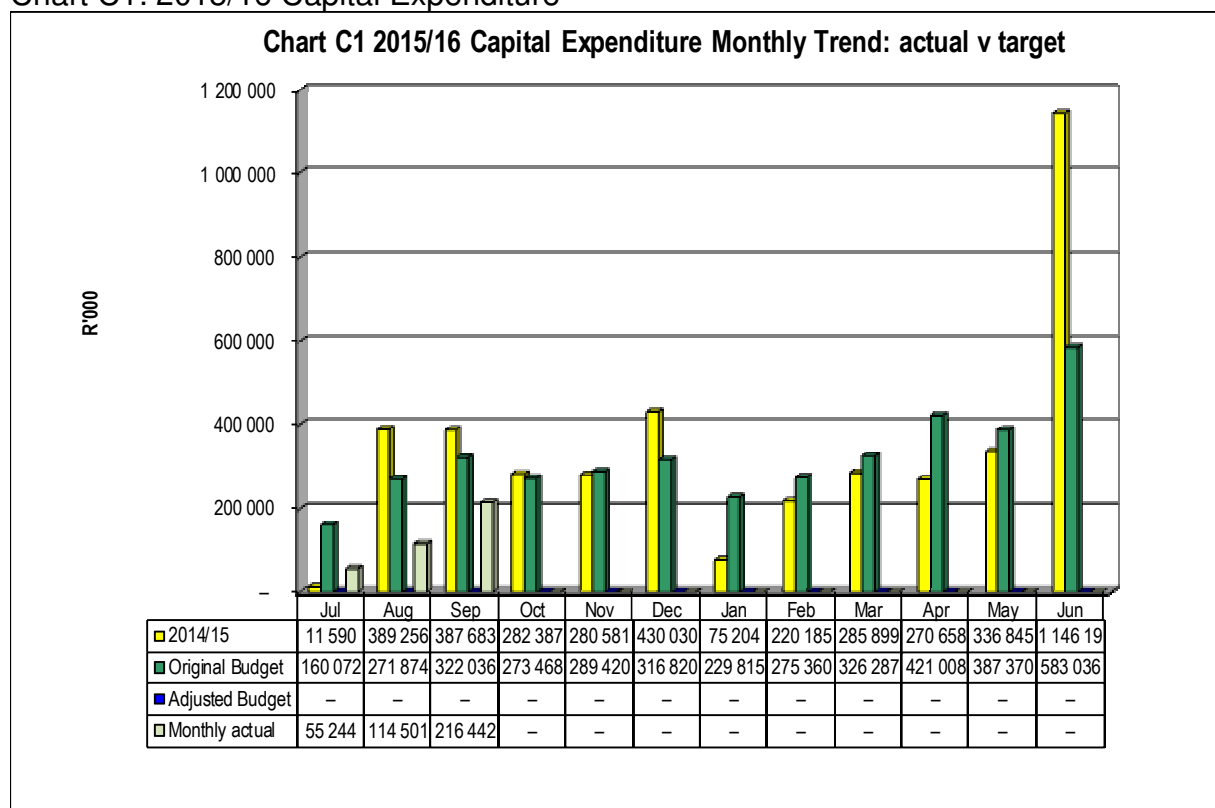
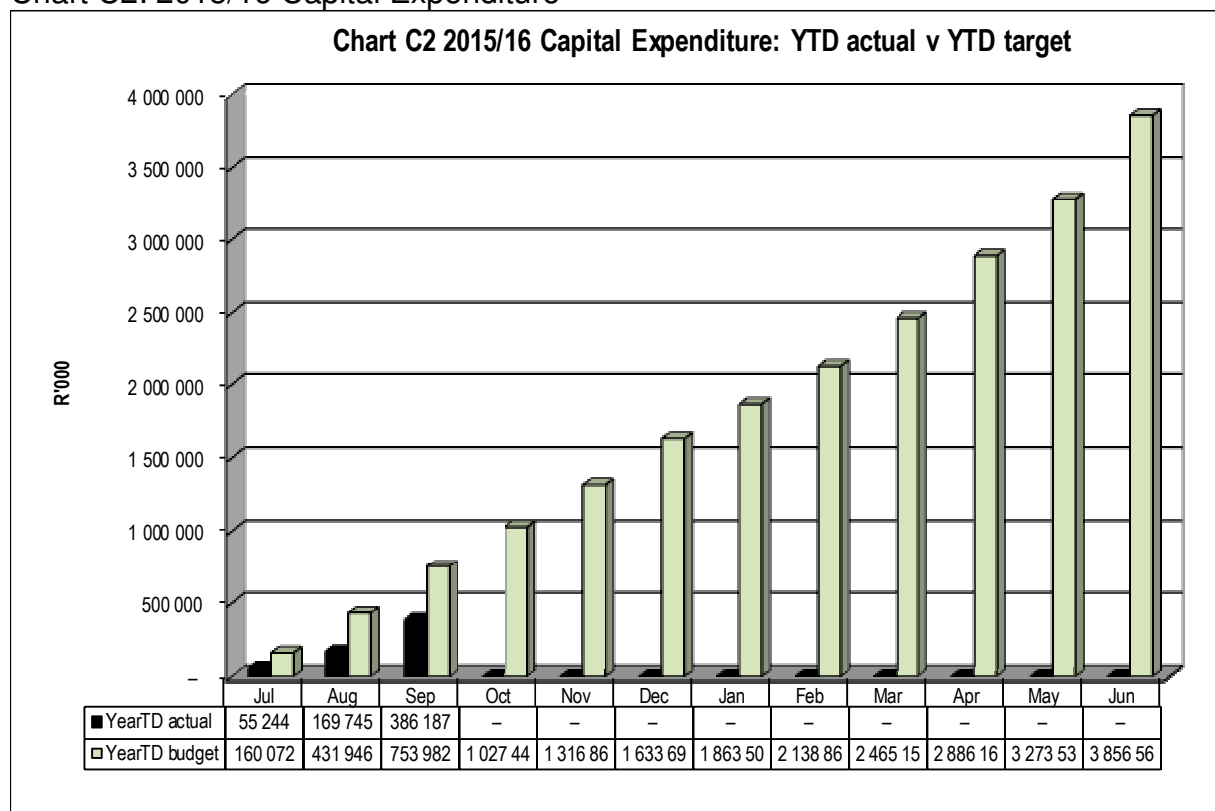


Chart C2: 2015/16 Capital Expenditure



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 30 September 2015. 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

1. That, in compliance with Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” the Accounting Officer submits to the Executive Mayor this statement reflecting the financial status for the period ending 30 September 2015.
2. That, in compliance with, Section 52(d) and Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” the financial results regarding the operating and capital budgets for the 1st quarter of the 2015/16 financial year, and supporting documents as required by National Treasury (C Schedule) as at 30 September 2015, is submitted.
3. In order to comply with Section 31(1) of the Government Gazette No 32141 of 17 April 2009 this report be submitted to the National Treasury and the relevant Provincial Treasury **within five days** of tabling of the report in the council, in both a Council approved document and in electronic format.

REPORT – FLOW COMPLIANCE CHECK
 FILE: **ST – B12/15**
 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 AND FIRST QUARTER BUDGET STATEMENT) FOR THE PERIOD ENDING 30 SEPTEMBER 2015

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: M03 SEPTEMBER 2015

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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

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

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 30 September 2015. The actual operating revenue realised (excluding Capital Transfers) amounts to R6 923m, a variance of R339m or 5,2% against YTD Budget. The operating expenditure amounts to R5 734m, a variance of (R624m) or (9,8%) against YTD Budget. A favourable variance of 964m is reflected when YTD Actual is compared against the YTD Budget.

Summary Statement of Financial Performance:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
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SURPLUS/DEFICIT	225 681	1 189 491	963 810	

The revenue variance is explained by:

- Transfers recognised – operational (R383m favourable)
- Service charges – electricity revenue (R63m favourable)
- Interest earned – outstanding debtors (R44m favourable)
- Service charges – water revenue (R82m unfavourable)
- Fines (R47m unfavourable)

The expenditure variance is explained by:

- Other expenditure (R282m favourable)
- Bulk purchases (R102m favourable)
- Debt impairment (R183m favourable)
- Employee related costs (R125m favourable)
- Contracted services (R210m 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 R386m and a variance of (R368m) or (48,8%) against YTD Budget.

Summary statement of Capital Expenditure:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	753 982	386 187	(367 795)	-48,8%
TOTAL Capital Financing	753 982	386 187	(367 795)	-48,8%

The main departments contributing to the variance of the year-to-date capital expenditure, compared to the departmental Service Delivery Budget Implementation Plan (SDBIP) targets for the municipal vote as indicated in Table C5 are:

- Housing and Human Settlement (R103m)
- Water and Sanitation (R95m)
- Office of the City Manager (R51m)
- Transport (R48m)

The reasons for variances per Department (Vote) are captured in Table SC1 of this report.

Table SC12 provides an analysis of actual capital expenditure compared to the budget targets, on a monthly and year-to-date basis. Expenditure for the period ending 30 September 2015 amounts to R386m against the projection of R754m, a variance of R368m or 48,8% is reflected. The total percentage spent against the total original budget amounts to 10,0%.

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

Chart C1: 2015/16 Capital Expenditure

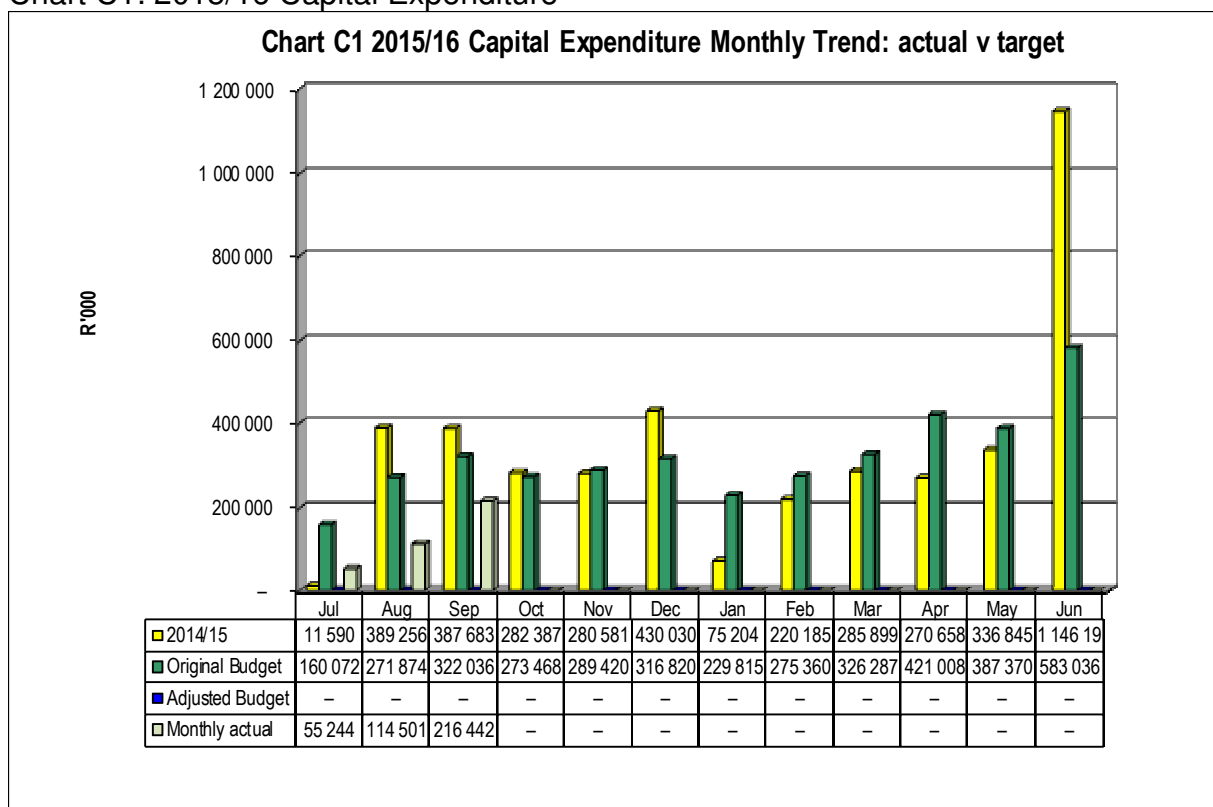
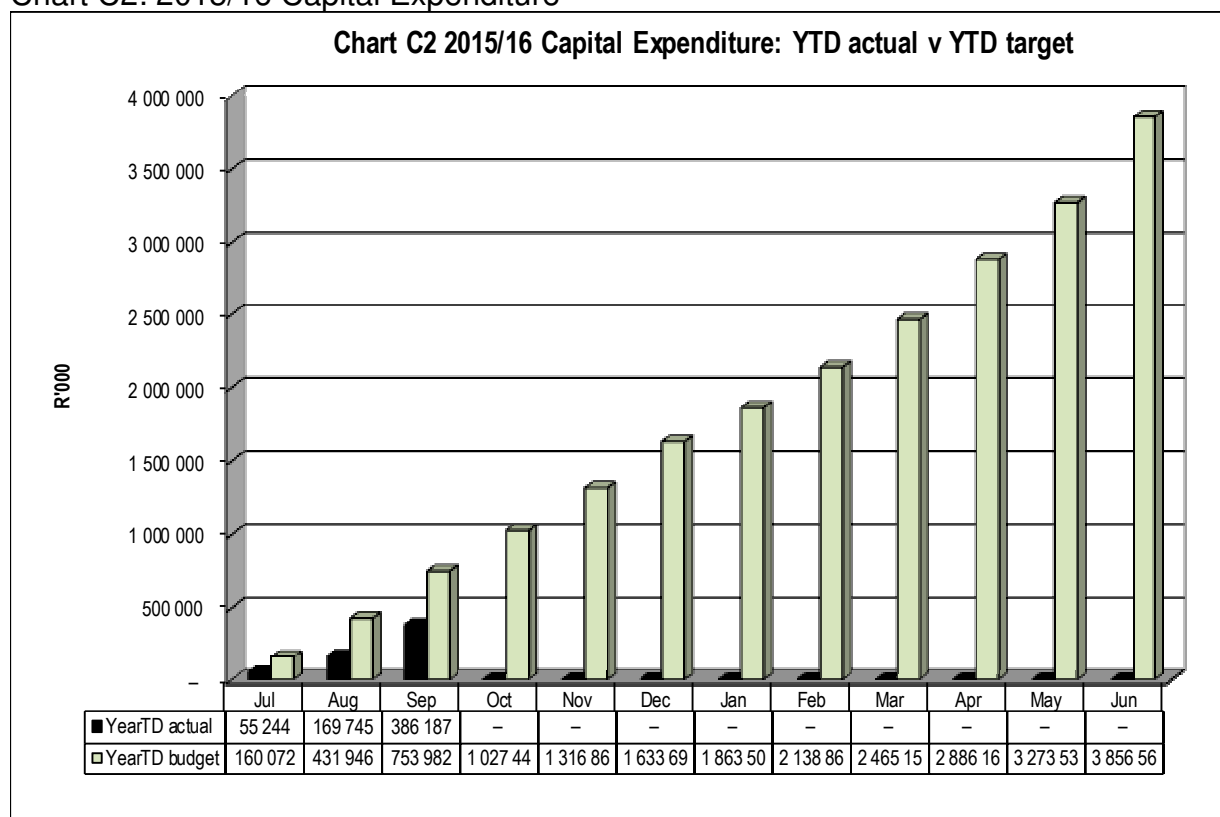


Chart C2: 2015/16 Capital Expenditure



1.4 IN-YEAR BUDGET STATEMENT TABLES

The financial results for the period ended 30 September 2015 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 - M03 September

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	4 906 267	5 236 387	427 657	1 287 294	1 309 132	(21 838)	-2%	5 236 387
Service charges	14 013 954	15 913 703	1 334 803	3 969 315	3 986 119	(16 804)	-0%	15 913 703
Investment revenue	38 023	70 600	4 057	10 155	17 659	(7 503)	-42%	70 600
Transfers recognised - operational	3 353 002	3 670 241	43 747	1 302 942	919 702	383 241	42%	3 670 241
Other own revenue	2 121 509	1 404 899	174 255	353 753	351 428	2 325	1%	1 404 899
Total Revenue (excluding capital transfers and contributions)	24 432 755	26 295 831	1 984 519	6 923 459	6 584 039	339 420	5%	26 295 831
Employee costs	6 665 636	7 058 527	520 698	1 555 005	1 680 396	(125 391)	-7%	7 058 527
Remuneration of Councillors	107 840	116 298	9 496	27 678	28 978	(1 300)	-4%	116 298
Depreciation & asset impairment	1 302 240	1 188 780	101 920	260 792	297 195	(36 403)	-12%	1 188 780
Finance charges	996 967	1 029 556	248 669	249 647	257 394	(7 747)	-3%	1 029 556
Materials and bulk purchases	7 464 155	9 164 376	954 992	2 131 747	2 281 309	(149 562)	-7%	9 164 376
Transfers and grants	218 658	259 298	3 671	16 390	64 824	(48 434)	-75%	259 298
Other expenditure	8 052 834	6 894 081	641 088	1 492 709	1 748 262	(255 553)	-15%	6 894 081
Total Expenditure	24 808 330	25 710 916	2 480 534	5 733 968	6 358 358	(624 390)	-10%	25 710 916
Surplus/(Deficit)	(375 575)	584 915	(496 015)	1 189 491	225 681	963 810	427%	584 915
Transfers recognised - capital	2 502 013	2 453 160	52 687	197 810	514 004	(316 195)	-62%	2 453 160
Surplus/(Deficit) after capital transfers & contributions	2 126 438	3 038 075	(443 328)	1 387 301	739 685	647 616	88%	3 038 075
Surplus/ (Deficit) for the year	2 126 438	3 038 075	(443 328)	1 387 301	739 685	647 616	88%	3 038 075
Capital expenditure & funds sources								
Capital expenditure	3 979 945	3 856 566	216 442	386 187	753 982	(367 795)	-49%	3 856 566
Capital transfers recognised	2 523 466	2 453 160	129 908	198 087	449 501	(251 413)	-56%	2 453 160
Public contributions & donations	47 847	168 407	21 533	25 904	35 952	(10 047)	-28%	168 407
Borrowing	1 319 656	1 200 000	64 996	162 190	265 280	(103 089)	-39%	1 200 000
Internally generated funds	88 975	35 000	5	5	3 250	(3 245)	-100%	35 000
Total sources of capital funds	3 979 945	3 856 566	216 442	386 187	753 982	(367 795)	-49%	3 856 566
Financial position								
Total current assets	5 078 600	6 193 667		4 570 204				6 193 667
Total non current assets	33 534 361	34 914 830		33 601 592				34 914 830
Total current liabilities	7 173 588	6 064 125		5 232 464				6 064 125
Total non current liabilities	12 663 701	14 316 237		12 825 936				14 316 237
Community wealth/Equity	18 775 672	20 728 135		20 113 396				20 728 135
Cash flows								
Net cash from (used) operating	2 960 731	3 701 015	131 657	(685 095)	720 237	1 405 331	195%	3 701 015
Net cash from (used) investing	(4 272 719)	(3 678 806)	(389 700)	312 071	(606 226)	(918 297)	151%	(3 678 806)
Net cash from (used) financing	1 064 691	648 215	222 783	320 550	(137 946)	(458 496)	332%	648 215
Cash/cash equivalents at the month/year end	600 518	1 873 900	-	548 045	1 179 541	631 496	54%	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	1 395 090	250 194	179 284	179 938	322 888	887 359	3 788 307	7 190 643
Creditors Age Analysis								
Total Creditors	3 249 886	-	-	-	-	-	-	3 249 886

(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) - M03

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>		8 610 655	8 801 188	538 802	2 608 213	2 194 278	413 935	19%	8 801 188
Executive and council		181 695	115 176	979	1 607	22 740	(21 133)	-93%	115 176
Budget and treasury office		8 241 114	8 373 584	452 930	2 504 339	2 093 432	410 907	20%	8 373 584
Corporate services		187 846	312 427	84 893	102 267	78 107	24 160	31%	312 427
<i>Community and public safety</i>		1 408 260	1 131 882	(10 794)	84 570	251 405	(166 835)	-66%	1 131 882
Community and social services		64 383	53 546	858	4 451	10 636	(6 185)	-58%	53 546
Sport and recreation		28 834	19 994	1 460	3 196	4 999	(1 803)	-36%	19 994
Public safety		307 726	204 695	1 007	2 977	51 174	(48 196)	-94%	204 695
Housing		889 108	731 636	(33 036)	28 325	154 094	(125 769)	-82%	731 636
Health		118 207	122 011	18 917	45 621	30 503	15 118	50%	122 011
<i>Economic and environmental services</i>		1 583 212	1 863 543	84 962	220 335	415 823	(195 488)	-47%	1 863 543
Planning and development		273 104	262 857	7 368	44 302	67 905	(23 603)	-35%	262 857
Road transport		1 309 124	1 600 410	77 606	175 837	347 849	(172 012)	-49%	1 600 410
Environmental protection		984	276	(12)	196	69	127	184%	276
<i>Trading services</i>		15 141 032	16 765 118	1 409 794	4 167 055	4 189 723	(22 668)	-1%	16 765 118
Electricity		9 697 389	10 991 099	889 537	2 787 885	2 744 442	43 443	2%	10 991 099
Water		3 418 070	3 711 560	332 411	878 370	932 922	(54 552)	-6%	3 711 560
Waste water management		1 004 037	887 831	88 230	214 320	218 694	(4 374)	-2%	887 831
Waste management		1 021 537	1 174 628	99 615	286 480	293 664	(7 185)	-2%	1 174 628
<i>Other</i>	4	191 610	187 260	14 442	41 097	46 815	(5 719)	-12%	187 260
Total Revenue - Standard	2	26 934 768	28 748 991	2 037 205	7 121 269	7 098 043	23 225	0%	28 748 991
Expenditure - Standard									
<i>Governance and administration</i>		5 303 721	5 130 232	506 144	1 031 447	1 278 584	(247 137)	-19%	5 130 232
Executive and council		1 568 461	1 417 378	103 073	290 226	346 510	(56 284)	-16%	1 417 378
Budget and treasury office		578 452	691 049	19 591	41 592	172 395	(130 803)	-76%	691 049
Corporate services		3 156 808	3 021 805	383 480	699 629	759 678	(60 049)	-8%	3 021 805
<i>Community and public safety</i>		3 526 319	3 733 359	271 789	723 381	910 135	(186 754)	-21%	3 733 359
Community and social services		561 611	650 470	41 039	105 772	157 072	(51 300)	-33%	650 470
Sport and recreation		364 428	444 000	46 276	99 109	109 965	(10 856)	-10%	444 000
Public safety		1 665 436	1 738 320	111 306	330 208	423 898	(93 690)	-22%	1 738 320
Housing		484 774	438 177	35 080	80 837	107 955	(27 118)	-25%	438 177
Health		450 072	462 391	38 087	107 454	111 244	(3 791)	-3%	462 391
<i>Economic and environmental services</i>		2 407 406	2 272 994	206 365	508 629	558 522	(49 893)	-9%	2 272 994
Planning and development		723 602	741 132	45 114	143 006	181 100	(38 095)	-21%	741 132
Road transport		1 627 203	1 505 049	158 580	359 256	369 469	(10 212)	-3%	1 505 049
Environmental protection		56 601	26 813	2 670	6 367	7 953	(1 586)	-20%	26 813
<i>Trading services</i>		13 380 306	14 381 827	1 477 223	3 430 664	3 563 890	(133 226)	-4%	14 381 827
Electricity		8 717 099	9 536 368	1 066 365	2 367 999	2 372 049	(4 050)	0%	9 536 368
Water		3 024 369	3 291 217	273 657	749 742	806 771	(57 028)	-7%	3 291 217
Waste water management		589 261	553 715	49 149	97 293	142 968	(45 676)	-32%	553 715
Waste management		1 049 577	1 000 526	88 052	215 630	242 102	(26 472)	-11%	1 000 526
<i>Other</i>		190 578	192 505	19 012	39 847	47 227	(7 380)	-16%	192 505
Total Expenditure - Standard	3	24 808 330	25 710 916	2 480 534	5 733 968	6 358 358	(624 390)	-10%	25 710 916
Surplus/ (Deficit) for the year		2 126 438	3 038 075	(443 328)	1 387 301	739 685	647 616	88%	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) - M03 September

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		122 830	129 674	4 893	14 186	32 419	(18 233)	-56,2%	129 674
Vote 2 - Corporate & Shared Services		102 397	102 508	75 536	85 197	25 627	59 570	232,4%	102 508
Vote 3 - Economic Development		94 626	90 390	141	26 429	24 788	1 642	6,6%	90 390
Vote 4 - Emergency Services		73 757	70 689	875	25 739	17 672	8 067	45,6%	70 689
Vote 5 - Environmental Management		1 187 220	139 983	(164 115)	44 311	35 003	9 307	26,6%	139 983
Vote 6 - Group Financial Services		8 285 642	8 449 183	457 545	2 515 619	2 112 331	403 288	19,1%	8 449 183
Vote 7 - Housing & Human Settlement		866 317	711 662	(35 011)	22 589	149 100	(126 512)	-84,9%	711 662
Vote 8 - Group Information & Communication Technology		43	1 790	1	384	448	(63)	-14,2%	1 790
Vote 9 - Metro Police Services		424 868	202 349	543	1 673	50 587	(48 915)	-96,7%	202 349
Vote 10 - Office of the City Manager		178 223	250 000	12 087	18 666	58 333	(39 667)	-68,0%	250 000
Vote 11 - Service Delivery & Transformation Management		120 511	1 441 046	310 969	338 184	360 261	(22 077)	-6,1%	1 441 046
Vote 12 - Water & Sanitation Department		4 422 102	4 597 964	420 641	1 092 689	1 151 260	(58 571)	-5,1%	4 597 964
Vote 13 - Energy & Electricity Department		9 684 534	10 840 643	876 893	2 767 818	2 706 827	60 991	2,3%	10 840 643
Vote 14 - Transport		1 208 488	1 485 608	66 436	152 220	319 148	(166 928)	-52,3%	1 485 608
Vote 15 - Other Votes		163 209	235 503	9 771	15 565	54 238	(38 673)	-71,3%	235 503
Total Revenue by Vote	2	26 934 768	28 748 991	2 037 205	7 121 269	7 098 043	23 225	0,3%	28 748 991
Expenditure by Vote	1								
Vote 1 - City Planning & Development		293 172	304 449	18 058	56 095	73 377	(17 282)	-23,6%	304 449
Vote 2 - Corporate & Shared Services		1 484 700	1 308 669	101 104	248 639	323 385	(74 746)	-23,1%	1 308 669
Vote 3 - Economic Development		381 125	391 472	23 863	80 555	97 207	(16 651)	-17,1%	391 472
Vote 4 - Emergency Services		556 702	576 004	45 405	127 516	138 177	(10 661)	-7,7%	576 004
Vote 5 - Environmental Management		680 942	358 187	28 780	66 195	89 168	(22 973)	-25,8%	358 187
Vote 6 - Group Financial Services		1 200 707	1 465 401	98 241	201 257	360 518	(159 262)	-44,2%	1 465 401
Vote 7 - Housing & Human Settlement		368 934	366 826	32 082	69 054	91 104	(22 050)	-24,2%	366 826
Vote 8 - Group Information & Communication Technology		602 792	533 650	162 568	204 413	150 447	53 966	35,9%	533 650
Vote 9 - Metro Police Services		1 853 553	1 789 763	112 032	338 596	435 697	(97 101)	-22,3%	1 789 763
Vote 10 - Office of the City Manager		504 762	264 063	33 550	58 024	65 151	(7 127)	-10,9%	264 063
Vote 11 - Service Delivery & Transformation Management		3 270 228	4 432 871	375 510	942 471	1 072 670	(130 199)	-12,1%	4 432 871
Vote 12 - Water & Sanitation Department		3 390 463	3 400 902	289 319	762 168	844 010	(81 841)	-9,7%	3 400 902
Vote 13 - Energy & Electricity Department		7 396 027	8 136 834	931 461	2 047 105	2 032 616	14 489	0,7%	8 136 834
Vote 14 - Transport		1 304 559	978 004	108 386	234 998	241 525	(6 527)	-2,7%	978 004
Vote 15 - Other Votes		1 519 661	1 403 824	120 174	296 881	343 308	(46 426)	-13,5%	1 403 824
Total Expenditure by Vote	2	24 808 330	25 710 916	2 480 534	5 733 968	6 358 358	(624 390)	-9,8%	25 710 916
Surplus/ (Deficit) for the year	2	2 126 438	3 038 075	(443 328)	1 387 301	739 685	647 616	87,6%	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) - M03
September

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		4 906 267	5 236 387	427 657	1 287 294	1 309 132	(21 838)	-2%	5 236 387
Service charges - electricity revenue		9 088 425	10 471 749	849 654	2 684 352	2 621 146	63 207	2%	10 471 749
Service charges - water revenue		2 986 755	3 386 947	296 672	768 224	850 543	(82 318)	-10%	3 386 947
Service charges - sanitation revenue		753 068	806 647	73 343	190 528	202 333	(11 804)	-6%	806 647
Service charges - refuse revenue		968 073	1 095 779	95 608	272 598	273 952	(1 354)	0%	1 095 779
Service charges - other		217 632	152 581	19 526	53 611	38 145	15 466	41%	152 581
Rental of facilities and equipment		117 710	112 907	11 605	27 522	28 216	(694)	-2%	112 907
Interest earned - external investments		38 023	70 600	4 057	10 155	17 659	(7 503)	-42%	70 600
Interest earned - outstanding debtors		374 463	216 338	32 014	98 015	54 174	43 842	81%	216 338
Fines		294 458	196 691	790	1 846	49 173	(47 327)	-96%	196 691
Licences and permits		53 244	57 680	3 988	8 780	14 420	(5 640)	-39%	57 680
Transfers recognised - operational		3 353 002	3 670 241	43 747	1 302 942	919 702	383 241	42%	3 670 241
Other revenue		1 261 195	821 284	125 858	217 590	205 446	12 144	6%	821 284
Gains on disposal of PPE		20 440	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)		24 432 755	26 295 831	1 984 519	6 923 459	6 584 039	339 420	5%	26 295 831
Expenditure By Type									
Employee related costs		6 665 636	7 058 527	520 698	1 555 005	1 680 396	(125 391)	-7%	7 058 527
Remuneration of councillors		107 840	116 298	9 496	27 678	28 978	(1 300)	-4%	116 298
Debt impairment		1 033 778	1 063 228	22 098	82 768	265 806	(183 038)	-69%	1 063 228
Depreciation & asset impairment		1 302 240	1 188 780	101 920	260 792	297 195	(36 403)	-12%	1 188 780
Finance charges		996 967	1 029 556	248 669	249 647	257 394	(7 747)	-3%	1 029 556
Bulk purchases		7 197 334	8 795 118	934 086	2 085 575	2 188 280	(102 705)	-5%	8 795 118
Other materials		266 821	369 258	20 905	46 172	93 029	(46 857)	-50%	369 258
Contracted services		3 078 495	1 975 982	252 082	698 014	488 348	209 666	43%	1 975 982
Transfers and grants		218 658	259 298	3 671	16 390	64 824	(48 434)	-75%	259 298
Other expenditure		3 831 775	3 854 871	366 909	711 927	994 108	(282 181)	-28%	3 854 871
Loss on disposal of PPE		108 786	—	0	0	—	0	—	—
Total Expenditure		24 808 330	25 710 916	2 480 534	5 733 968	6 358 358	(624 390)	-10%	25 710 916
Surplus/(Deficit)		(375 575)	584 915	(496 015)	1 189 491	225 681	963 810	0	584 915
Transfers recognised - capital		2 502 013	2 453 160	52 687	197 810	514 004	(316 195)	(0)	2 453 160
Surplus/(Deficit) after capital transfers & contributions		2 126 438	3 038 075	(443 328)	1 387 301	739 685			3 038 075
Taxation		—	—	—	—	—	—		—
Surplus/(Deficit) after taxation		2 126 438	3 038 075	(443 328)	1 387 301	739 685			3 038 075
Attributable to minorities		—	—	—	—	—			—
Surplus/(Deficit) attributable to municipality		2 126 438	3 038 075	(443 328)	1 387 301	739 685			3 038 075
Share of surplus/ (deficit) of associate		—	—	—	—	—			—
Surplus/ (Deficit) for the year		2 126 438	3 038 075	(443 328)	1 387 301	739 685			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 - M03 September

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	–	–	1 000	(1 000)	-100%	30 000
Vote 2 - Corporate & Shared Services		17 693	23 407	–	–	5 852	(5 852)	-100%	23 407
Vote 3 - Economic Development		2 472	67 100	–	–	4 500	(4 500)	-100%	67 100
Vote 4 - Emergency Services		22 649	6 000	55	1 121	–	1 121		6 000
Vote 5 - Environmental Management		72 155	98 000	4 425	4 425	15 450	(11 025)	-71%	98 000
Vote 6 - Group Financial Services		736	35 250	5	5	7 500	(7 495)	-100%	35 250
Vote 7 - Housing & Human Settlement		838 242	670 500	(16 116)	17 155	120 278	(103 122)	-86%	670 500
Vote 8 - Group Information & Communication Technology		72 488	96 500	267	735	36 000	(35 265)	-98%	96 500
Vote 9 - Metro Police Services		8 368	10 000	–	–	–	–		10 000
Vote 10 - Office of the City Manager		345 180	280 000	18 658	18 658	70 000	(51 342)	-73%	280 000
Vote 11 - Service Delivery & Transformation Management		–	–	–	–	–	–		–
Vote 12 - Water & Sanitation Department		417 245	355 000	44 480	63 103	157 686	(94 584)	-60%	355 000
Vote 13 - Energy & Electricity Department		514 694	447 500	45 512	56 255	53 150	3 105	6%	447 500
Vote 14 - Transport		1 498 723	1 473 085	115 522	133 294	181 550	(48 256)	-27%	1 473 085
Vote 15 - Other Votes		158 432	163 551	3 388	16 267	25 638	(9 371)	-37%	163 551
Total Capital Multi-year expenditure	4,7	3 969 540	3 755 893	216 196	311 018	678 603	(367 585)	-54%	3 755 893
Single Year expenditure appropriation	2								
Vote 3 - Economic Development		–	10 900	–	–	–	–		10 900
Vote 5 - Environmental Management		10 405	5 000	246	790	1 000	(210)	-21%	5 000
Vote 8 - Group Information & Communication Technology		–	75 773	–	74 378	74 378	–		75 773
Vote 15 - Other Votes		–	9 000	–	–	–	–		9 000
Total Capital single-year expenditure	4	10 405	100 673	246	75 169	75 378	(210)	0%	100 673
Total Capital Expenditure		3 979 945	3 856 566	216 442	386 187	753 982	(367 795)	-49%	3 856 566
Capital Expenditure - Standard Classification									
Governance and administration		394 253	381 481	272	75 119	161 368	(86 249)	-53%	381 481
Executive and council		249 249	112 801	5	5	26 888	(26 882)	-100%	112 801
Budget and treasury office		–	30 000	–	–	7 500	(7 500)	-100%	30 000
Corporate services		145 004	238 680	267	75 113	126 980	(51 867)	-41%	238 680
Community and public safety		1 062 547	941 500	(12 642)	34 575	148 928	(114 352)	-77%	941 500
Community and social services		49 891	34 000	–	–	300	(300)	-100%	34 000
Sport and recreation		105 235	136 000	31	557	12 750	(12 193)	-96%	136 000
Public safety		31 017	16 000	55	1 121	–	1 121		16 000
Housing		838 242	670 500	(16 116)	17 155	120 278	(103 122)	-86%	670 500
Health		38 163	85 000	3 388	15 742	15 600	142	1%	85 000
Economic and environmental services		1 502 888	1 554 085	115 522	133 294	186 250	(52 956)	-28%	1 554 085
Planning and development		2 707	78 000	–	–	4 500	(4 500)	-100%	78 000
Road transport		1 498 723	1 473 085	115 522	133 294	181 550	(48 256)	-27%	1 473 085
Environmental protection		1 457	3 000	–	–	200	(200)	-100%	3 000
Trading services		1 008 340	969 500	112 896	142 806	254 336	(111 531)	-44%	969 500
Electricity		514 694	447 500	45 512	56 255	53 150	3 105	6%	447 500
Water		113 391	149 929	10 873	16 210	48 362	(32 152)	-66%	149 929
Waste water management		367 850	355 071	52 265	65 551	146 824	(81 274)	-55%	355 071
Waste management		12 405	17 000	4 246	4 790	6 000	(1 210)	-20%	17 000
Other		11 917	10 000	394	394	3 100	(2 706)	-87%	10 000
Total Capital Expenditure - Standard Classification	3	3 979 945	3 856 566	216 442	386 187	753 982	(367 795)	-49%	3 856 566
Funded by:									
National Government		2 512 450	2 408 542	129 908	197 709	446 762	(249 053)	-56%	2 408 542
Provincial Government		6 562	40 551	–	–	1 888	(1 888)	-100%	40 551
Other transfers and grants		4 454	4 067	–	378	851	(473)	-56%	4 067
Transfers recognised - capital		2 523 466	2 453 160	129 908	198 087	449 501	(251 413)	-56%	2 453 160
Public contributions & donations	5	47 847	168 407	21 533	25 904	35 952	(10 047)	-28%	168 407
Borrowing	6	1 319 656	1 200 000	64 996	162 190	265 280	(103 089)	-39%	1 200 000
Internally generated funds		88 975	35 000	5	5	3 250	(3 245)	-100%	35 000
Total Capital Funding		3 979 945	3 856 566	216 442	386 187	753 982	(367 795)	-49%	3 856 566

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position -
M03 September

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	176 647	241 124
Call investment deposits		502 960	1 632 776	371 398	1 632 776
Consumer debtors		2 489 954	2 857 768	1 964 029	2 857 768
Other debtors		1 399 819	720 978	1 319 789	720 978
Current portion of long-term receivables		102 166	267 418	123 970	267 418
Inventory		486 143	473 603	614 371	473 603
Total current assets		5 078 600	6 193 667	4 570 204	6 193 667
Non current assets					
Long-term receivables		58 405	161 230	22 078	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	28 569 503	33 427 936
Intangible assets		250 696	324 173	250 296	324 173
Other non-current assets		3 927 336	–	3 904 245	–
Total non current assets		33 534 361	34 914 830	33 601 592	34 914 830
TOTAL ASSETS		38 612 961	41 108 496	38 171 796	41 108 496
LIABILITIES					
Current liabilities					
Bank overdraft		–	–	–	–
Borrowing		598 970	587 251	685 521	587 251
Consumer deposits		355 016	430 766	356 012	430 766
Trade and other payables		6 219 602	5 041 703	4 190 931	5 041 703
Provisions		–	4 405	–	4 405
Total current liabilities		7 173 588	6 064 125	5 232 464	6 064 125
Non current liabilities					
Borrowing		9 871 867	11 468 241	10 034 102	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	12 825 936	14 316 237
TOTAL LIABILITIES		19 837 289	20 380 362	18 058 400	20 380 362
NET ASSETS	2	18 775 672	20 728 135	20 113 396	20 728 135
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		18 522 252	20 463 076	19 859 976	20 463 076
Reserves		253 420	265 059	253 420	265 059
TOTAL COMMUNITY WEALTH/EQUITY	2	18 775 672	20 728 135	20 113 396	20 728 135

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M03 September

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	427 657	1 287 294	1 204 369	82 925	7%	4 817 476
Service charges		13 293 833	14 588 169	1 334 803	3 969 339	3 647 042	322 297	9%	14 588 169
Other revenue		1 436 034	1 178 291	142 241	255 737	296 748	(41 011)	-14%	1 178 291
Government - operating		3 081 485	3 666 857	20 006	1 478 499	931 760	546 739	59%	3 666 857
Government - capital		2 596 235	2 453 160	19 300	333 259	409 440	(76 181)	-19%	2 453 160
Interest		412 573	193 141	36 071	108 170	47 814	60 357	126%	193 141
Payments									
Suppliers and employees		(21 719 690)	(21 907 225)	(1 596 080)	(7 851 356)	(5 494 718)	2 356 638	-43%	(21 907 225)
Finance charges		(997 465)	(1 029 556)	(248 669)	(249 647)	(257 394)	(7 747)	3%	(1 029 556)
Transfers and Grants		(25 600)	(259 298)	(3 671)	(16 390)	(64 824)	(48 434)	75%	(259 298)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 960 731	3 701 015	131 657	(685 095)	720 237	1 405 331	195%	3 701 015
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		197 706	–	3 332	18 915	–	18 915		–
Decrease (Increase) in non-current debtors		70 512	–	(155 209)	620 622	–	620 622		–
Decrease (increase) other non-current receivables		(269 436)	48 553	(21 309)	73 243	12 138	61 104	503%	48 553
Decrease (increase) in non-current investments		(156 583)	56 007	(72)	(14 522)	14 002	(28 524)	-204%	56 007
Payments									
Capital assets		(4 114 918)	(3 783 366)	(216 442)	(386 187)	(632 366)	(246 179)	39%	(3 783 366)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(4 272 719)	(3 678 806)	(389 700)	312 071	(606 226)	(918 297)	151%	(3 678 806)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–	–	170 000	265 000	–	265 000		–
Borrowing long term/refinancing		1 500 000	1 200 000	330 000	330 000	–	330 000		1 200 000
Increase (decrease) in consumer deposits		55 733	8 565	1 769	4 574	2 142	2 432	114%	8 565
Payments									
Repayment of borrowing		(491 042)	(560 350)	(278 986)	(279 024)	(140 087)	138 936	-99%	(560 350)
NET CASH FROM/(USED) FINANCING ACTIVITIES		1 064 691	648 215	222 783	320 550	(137 946)	(458 496)	332%	648 215
NET INCREASE/ (DECREASE) IN CASH HELD		(247 298)	670 424	(35 260)	(52 474)	(23 935)			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		548 045	1 179 541			1 270 943

PART 2 – SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M03 September				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	(21,838)	A 2% variance is reflected due to changes by Supplementary that result from re-valuation.	Continuous reconciliation processes to identify possible mismatches and correction thereof.
	Service charges - electricity revenue	63,207	"Electricity Smart Prepaid" is the main contributor due to the absence of previous statistic.	Continuous monitoring.
	Service charges - water revenue	(82,318)	"Water Fees" is the main contributor. Projections not aligned to trend but divided by 12.	Continuous monitoring.
	Service charges - sanitation revenue	(11,804)	Demand lower than projected.	Continuous monitoring.
	Service charges - refuse revenue	(1,354)	0% variance	Continuous monitoring.
	Service charges - other	15,466	Demand exceeded projection on "Reconnection Fees".	Continuous monitoring.
	Rental of facilities and equipment	(694)	"Rental: Businesses" is the main contributor due to a delay in capturing revenue.	In the process of being captured.
	Interest earned - external investments	(7,503)	"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	43,842	"Interest On Amounts In Arrear" is the main contributor. An increase in debtors has resulted in higher interest earned.	Review during Adjustments budget process.
	Fines	(47,327)	"AARTO" is the main contributor. Transaction information from RTIA is only available after month-end resulting in a delay in data capturing.	Administrative processes as well as reporting formats are being re-examined in order to capture information timeously.
	Licences and permits	(5,640)	"Drivers Licences" is the main contributor. Delay in processing receipts.	Ensure outstanding receipts are captured.
	Transfers recognised - operational	383,241	Due to non-alignment of projections for "Equitable Shares and Fuel Levy". First tranches received as per NT payment schedule.	None.
	Other revenue	12,144	"Land Sales" is the main contributor as a result of auctioning of land.	The determination as to which financial year this revenue has to be stated is in progress.
2	Expenditure By Type			
	Employee related costs	(125,391)	Annual increase has not yet been implemented.	Implement remedial action for "Overtime-Salaries" and line-items reflecting an unfavourable variance.
	Remuneration of councillors	(1,300)	Payment in terms of the Public Office Bearers Act.	None.
	Debt impairment	(183,038)	"Bad Debt Written Off" is the main contributor. Currently there is no amounts being written-off that is not provided for.	Council approval is required for any Bad Debts to be written-off that is not provided for.
	Depreciation & asset impairment	(36,403)	"Leased Assets: Depreciation" is the main contributor.	Depreciation is calculated in-line with the asset verification and purification process.
	Finance charges	(7,747)	"Interest: Rehabilitation Provisions" is the main contributor.	None.
	Bulk purchases	(102,705)	"Bulk: Electricity" is the main contributor due to projections divided by 12 instead of based on trends.	Continuous monitoring to ensure line-items do not exceed budget allocation.
	Other materials	(46,857)	"Petrol And Diesel Fuel" is the main contributor due to a delay in processing of invoices.	Request made to Finance Department: Supply Chain Management who manage this line-item.
	Contracted services	209,666	"Prepaid Commission" is the main contributor.	Department to implement corrective measures in terms of Budget Policy.
	Transfers and grants	(48,434)	"Municipal Entities" is the main contributor due to a decrease in the claim amount submitted.	Not a pro-rata expenditure group.
	Other expenditure	(282,181)	"Vehicles" is the main contributor. Corporate Fleet indicated that vehicle maintenance projects are still in their planning stages.	Accelerate the planning phase.
3	Capital Expenditure			
	Vote 1 - City Planning & Development	(1,000)	"Redevelopment of Caledonian" project delayed due to Bid re-advertisement process.	BSC finalised, BID Re advertisements completed, BEC in process of evaluating bids.
	Vote 2 - Corporate & Shared Services	(5,852)	"Tshwane Leadership and Management Academy" project is the main contributor due to delay in advertisement and appointment of service providers.	Communicate with SCM to speed up their processes.
	Vote 3 - Economic Development	(4,500)	"Business Process Outsourcing Park in Hammanskraal" project due to delays in obtaining tender approval.	More regular follow-up meetings with Supply Chain Management.
	Vote 4 - Emergency Services	1,121	"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 - M03 September				
Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
3	Capital Expenditure			
	Vote 5 - Environmental Management	(11 235)	"Development of Parks and Traffic Islands (Backlog & New)" project is the main contributor. Delays with evaluation of quotations.	Accelerate the approval of quotations.
	Vote 6 - Group Financial Services	(7 495)	"Automation of Supply Chain" is the main contributor. Delay in implementation due to changes in plan.	Payments planned for 2nd quarter.
	Vote 7 - Housing & Human Settlement	(103 122)	"Roads and Stormwater - Low Cost Housing - Project Linked Housing" project is the main contributor.	
	Vote 8 - Group Information & Communication Technology	(35 265)	"Credit Control Solution" project is the main contributor due to delay in the receipt of invoices.	Obtain relevant invoices for processing.
	Vote 9 - Metro Police Services	-	Implementation of re-prioritized Procurement Plan.	Discussions to be held with TMPD Executive Management on way forward.
	Vote 10 - Office of the City Manager	(51 342)	"Implementation of Tsosoloso Programme" project is the main contributor.	
	Vote 11 - Service Delivery & Vote 12 - Water & Sanitation Department	- (94 584)	None. "Refurbishing of Water Networks and Backlog Eradication" project is the main contributor. Approval of additional funding.	None. Correspondence sent indicating that the City has the necessary funds to complete the project.
	Vote 13 - Energy & Electricity Department	3 105	"New Bulk Electricity Infrastructure" project is the main contributor due to progress exceeding expectation.	Closely monitor spending patterns.
	Vote 14 - Transport	(48 256)	"CBD and Surrounding Areas (2010SWC) HOV / BRT Lanes on Corridors to North and Hatfield" project is the main contributor due to delays in appointment of consultant.	As & When Required Consultant tender has now been awarded.
	Vote 15 - Other Votes	(9 371)	"Capital Funded from Operating" project is the main contributor due to delay in the tender process for provision of library furniture and books.	Tenders specifications to be approved and advertised.
4	Financial Position			
	Current assets	(1 623 463)	A decrease in current assets against projection with the exception of "Other Debtors" and "Inventory".	
	Non current assets	(1 313 237)	Decrease in non-current assets except "Other non-current assets" against projections.	
	Current liabilities	(831 661)	A decrease in current liabilities against projections with the exception of "Borrowings".	
	Non current liabilities	(1 490 301)	A decrease in non current liabilities items against projections.	
5	Cash Flow			
	Transfer receipts - capital	(167 348)	Actual less than projected.	
	Contributions & Contributed assets	3 332	No budget projection for the month.	
	Proceeds on disposal of PPE	-	As planned.	
	Short term loans	170 000	Actual greater than projected.	
	Borrowing long term/refinancing	330 000	Actual greater than projected.	
	Increase in consumer deposits	1 055	An increase in consumer deposits against projection.	
	Receipt of non-current debtors	(155 209)	Actual less than projected.	
	Receipt of non-current receivables	(25 355)	Actual less than projected.	
	Change in non-current investments	(4 740)	Actual less than projected.	
	Capital assets	(71 725)	Actual less than projected.	
	Repayment of borrowing	232 291	Actual more than projected.	
7	Municipal Entities			
	Revenue			
	Housing Company Tshwane	(1 804)	"Transfers recognised - operational" is the main contributor. Grant claim is low due to delay in the appointment of consultants for Townlands project.	The appointment of Townlands consultants for the engineering design will be finalised in August 2015
	Sandspruit Works Association	14 367	Transfers recognised - operational is the main contributor. Operational Grant billed above the budgeted amount.	Debt collection strategy is being developed and further credit control process to be undertaken to improve collection rate. Increase in collection rates will result in a decrease in grant transfers.
	Tshwane Economic Development Agency	(2 893)	Transfers recognised - operational is the main contributor. Claim submitted.	None at this stage.
	Expenditure			
	Housing Company Tshwane	(3 210)	"Contracted Services" is the main contributor due to Supply Chain process hampered by Supply Chain Committees thereby not meeting specified dates in the appointment of consultants.	The appointment will be finalised on the 07 October 2015
	Sandspruit Works Association	25 704	"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	(1 375)	"Employee Related Costs" is the main contributor. Expenditure less than planned.	Expenditure will improved in the second quarter.

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

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 Expenditure	Interest & principal paid/Operating Expenditure		2.0%	6.2%	9.2%	6.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		33.2%	97.2%	69.1%	97.2%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		88.9%	82.5%	74.1%	82.5%
Gearing	Long Term Borrowing/ Funds & Reserves		3895.5%	4403.3%	3959.5%	4403.3%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	1	70.8%	1.0	0.9	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%	91.5%	105.6%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		16.6%	15.2%	49.5%	15.2%
Longstanding Debtors Recovered	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%	15.3%	10.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	23.5%	23.1%	16.7%	23.1%
Employee costs	Employee costs/Total Revenue - capital revenue		27.3%	26.8%	22.5%	26.8%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	5.8%	3.6%	5.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue		9.4%	8.4%	3.6%	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	3.5	14.2
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		10.7%	14.6%	171.7%	14.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.03	0.1	0.10	0.1

The performance indicator table above reflects the financial impact of the performance of the CoT as at 30 September 2015.

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

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	313 976	87 904	52 039	36 302	57 773	47 657	211 812	588 490	1 395 953	942 034	1 304	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	257 505	22 339	16 463	12 798	15 502	15 233	98 691	566 018	1 004 548	708 242	341	-	
Receivables from Non-exchange Transactions - Property Rates	1400	501 572	71 383	65 392	60 369	56 150	49 249	268 435	1 049 214	2 121 764	1 483 418	293	-	
Receivables from Exchange Transactions - Waste Water Management	1500	67 204	10 827	7 371	6 452	4 671	5 267	37 766	113 969	253 526	168 125	275	-	
Receivables from Exchange Transactions - Waste Management	1600	95 097	13 099	11 320	9 982	8 517	9 727	57 123	201 344	406 209	286 693	425	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	9 797	1 601	1 054	1 165	914	157 218	132	32 325	204 207	191 755	-	-	
Interest on Arrear Debtor Accounts	1810	81 026	32 158	31 111	31 733	24 889	26 485	162 255	675 621	1 065 277	920 983	502	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	68 913	10 885	2 834	20 482	11 522	12 052	51 145	561 326	739 159	656 527	1 006	-	
Total By Income Source	2000	1 395 090	250 194	187 583	179 284	179 938	322 888	887 359	3 788 307	7 190 643	5 357 776	4 147	-	
2014/15 - totals only		1 603 528	250 915	156 863	136 224	164 105	292 407	816 508	3 125 035	6 545 585	4 534 278	7 883	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	
Commercial	2300	423 300	55 210	48 517	45 343	45 824	116 646	211 690	928 655	1 875 185	1 348 157	-	-	
Households	2400	743 786	125 963	124 122	105 950	86 632	101 793	631 018	2 163 307	4 082 572	3 088 701	3 393	-	
Other	2500	228 004	69 021	14 944	27 991	47 482	104 449	44 651	696 345	1 232 887	920 917	753	-	
Total By Customer Group	2600	1 395 090	250 194	187 583	179 284	179 938	322 888	887 359	3 788 307	7 190 643	5 357 776	4 147	-	

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 191m**.

The charts below illustrates that there is a collection challenge pertaining to the debtors in the over 1 year category and R3 788m is outstanding in this category, with R2 163m attributable to households. Figures for "Organs of State" were not available at the time of preparing this report.

Chart C3: Aged Consumer Debtors

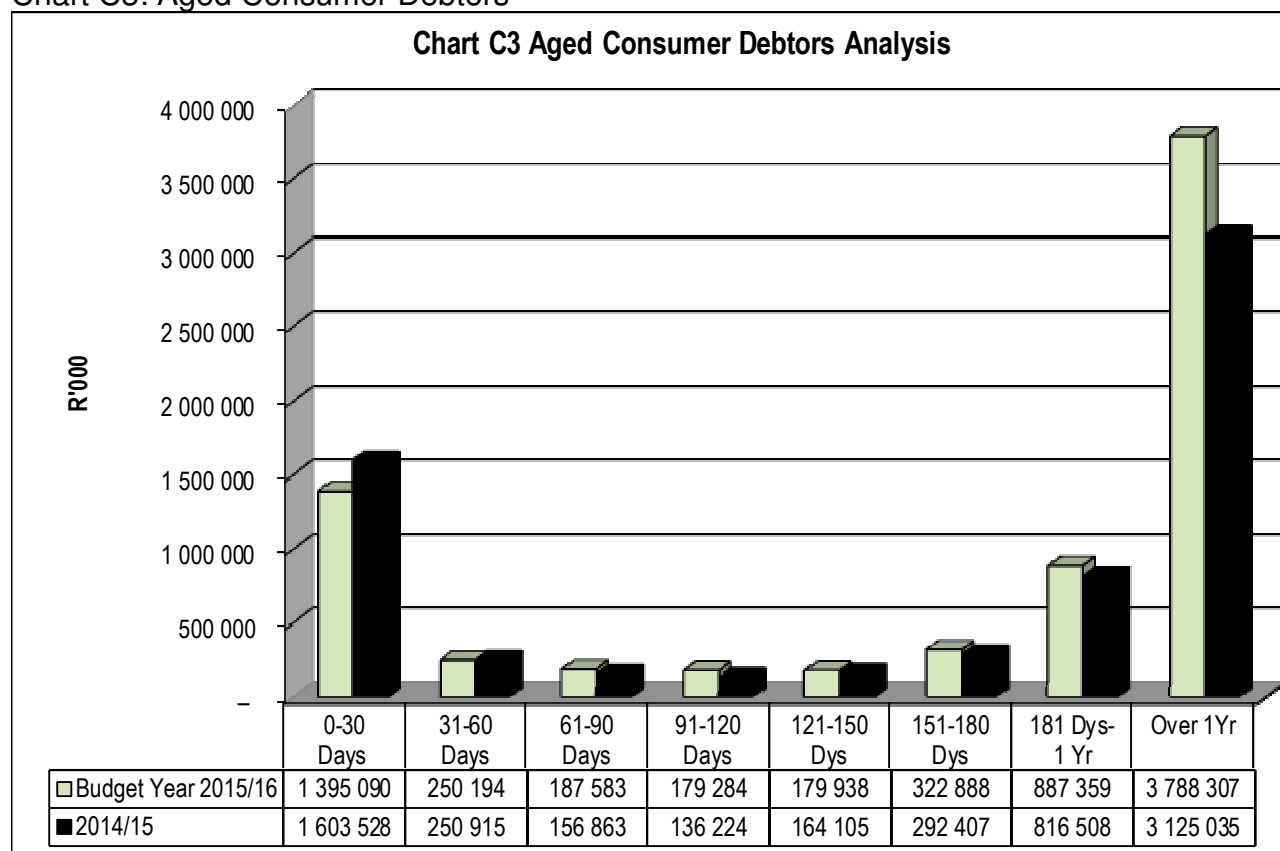
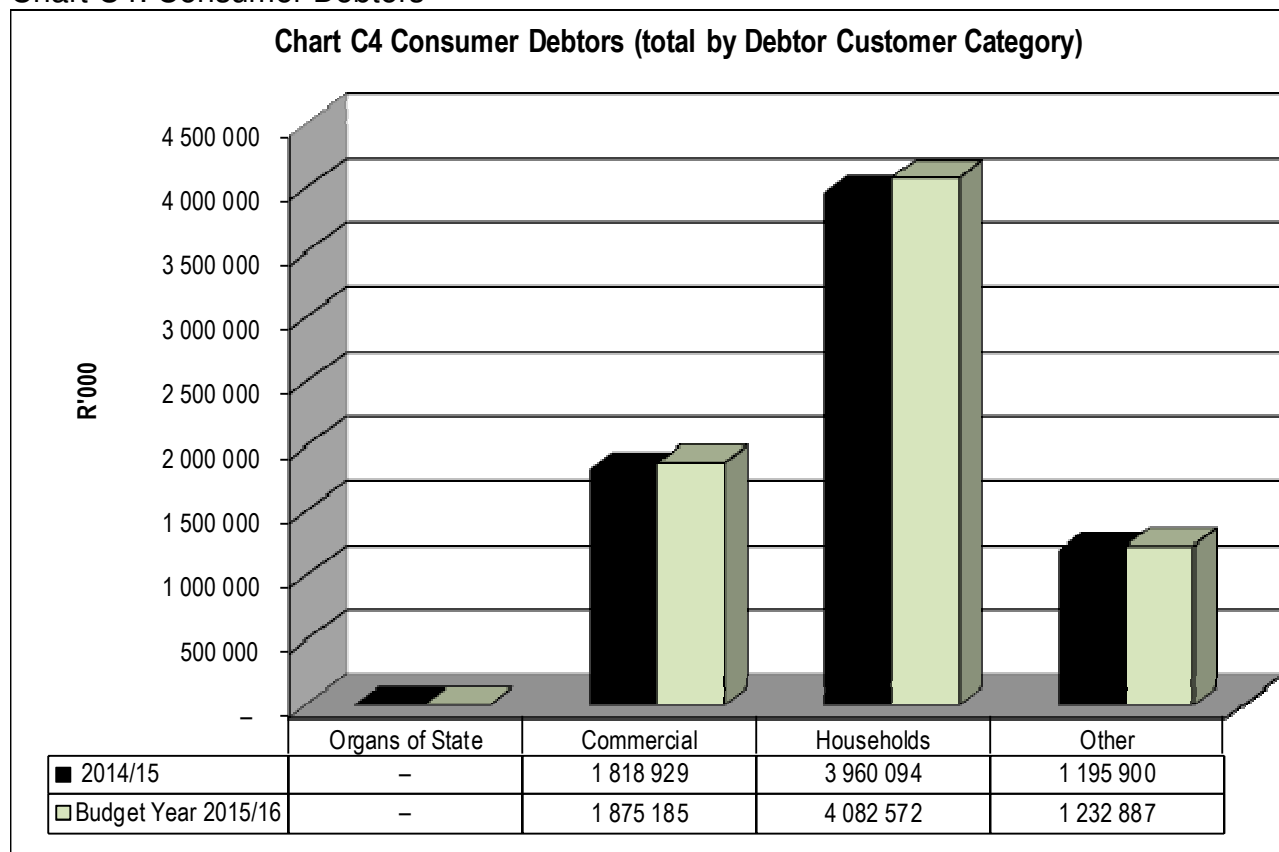


Chart C4: Consumer Debtors



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

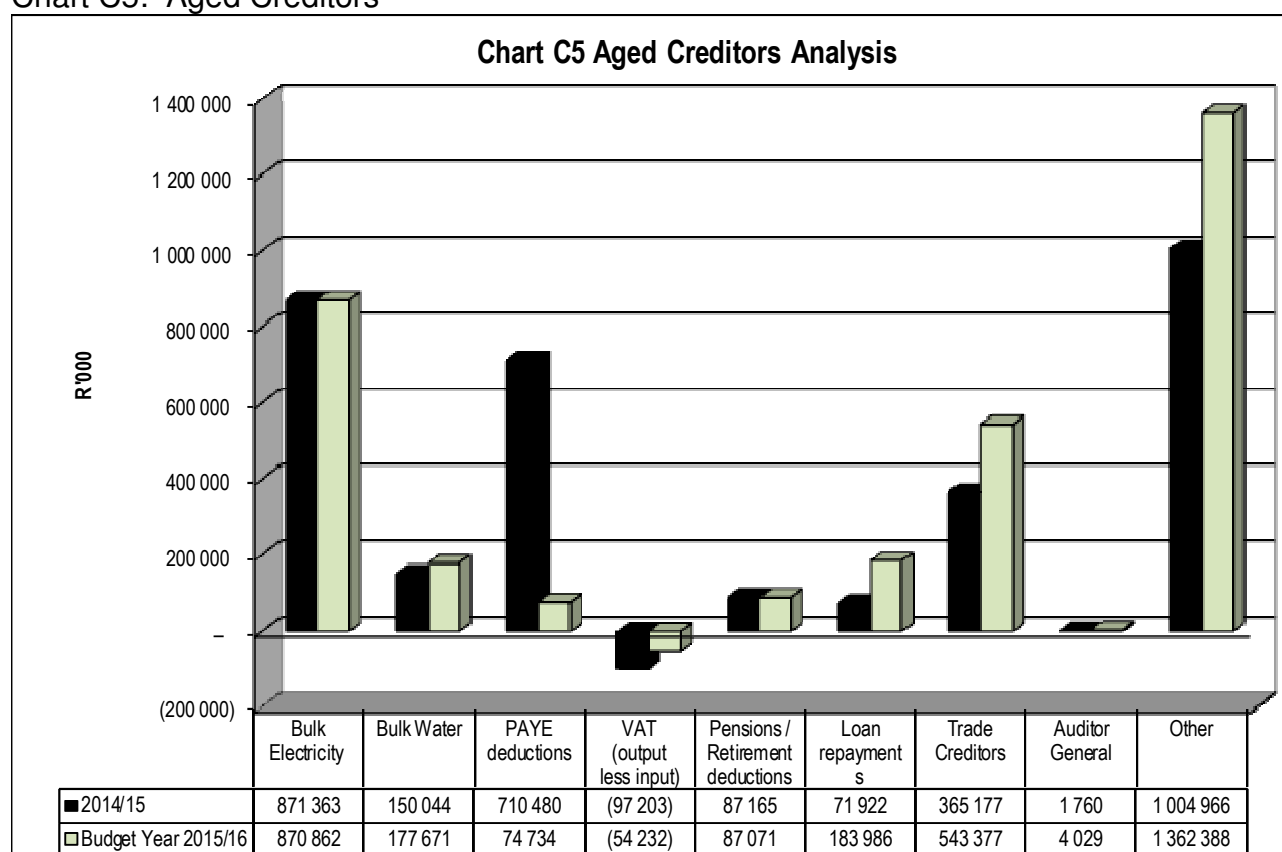
TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

City of Toronto – Supporting Table 004 Monthly Budget Statement – Aged Creditors – 30 September											
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	870 862								870 862	871 363
Bulk Water	0200	177 671								177 671	150 044
PAYE deductions	0300	74 734								74 734	710 480
VAT (output less input)	0400	(54 232)								(54 232)	(97 203)
Pensions / Retirement deductions	0500	87 071								87 071	87 165
Loan repayments	0600	183 986								183 986	71 922
Trade Creditors	0700	543 377								543 377	365 177
Auditor General	0800	4 029								4 029	1 760
Other	0900	1 362 388								1 362 388	1 004 966
Total By Customer Type	1000	3 249 886	–	–	–	–	–	–	–	3 249 886	3 165 673

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 "Bulk Electricity", "PAYE deductions", "Vat" and "Pension/Retirement deductions" reflect an increase at the end of September 2015.

Chart C5: Aged Creditors



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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

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	0	3.0%	48	–	48
Sanlam	27	14y	Insurance policy	01.01.2016	13	3.0%	4,955	–	4,968
Capital Alliance	28	8y	Insurance policy	On selling date	1	2.0%	621	–	622
Capital Alliance	29	9y	Insurance policy	On selling date	5	3.0%	1,964	–	1,969
ABSA	32	On Call	Money Market	On call	122	5.2%	27,576	–	27,698
ABSA	33	On Call	Money Market	On call	43	5.2%	9,664	–	9,706
ABSA	34	On Call	Money Market	On call	32	5.2%	7,238	–	7,270
ABSA	35	On Call	Money Market	On call	1	5.2%	159	–	160
Investec Bank	37	On Call	Money Market	On call	107	5.2%	24,217	–	24,324
Investec Bank	38	On Call	Money Market	On call	34	5.2%	7,741	–	7,775
Investec Bank	39	On Call	Money Market	On call	5	5.2%	1,037	–	1,041
Standard Bank	40	On Call	Money Market	On call	387	5.2%	87,585	–	87,972
Standard Bank	41	On Call	Money Market	On call	12	5.2%	2,719	–	2,731
Investec Bank	108	On Call	Money Market	On call	107	4.5%	28,076	–	28,184
RMB	237	On Call	Money Market	31.10.2011	–	0.0%	–	–	–
STANLIB	106	On Call	Money Market	On call	–	0.4%	25,895	100	25,995
ABSA	338	On Call	Short Term	On call	–	0.0%	121,124	(46,124)	75,000
Nedbank	341	On Call	Short Term	On call	–	0.0%	31,000	18,000	49,000
Standard Bank	340	On Call	Short Term	On call	–	5.8%	23,000	3,000	26,000
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	273	5.0%	64,397	–	64,671
Municipality sub-total					1,141		469,732	(25,024)	445,850
TOTAL INVESTMENTS AND INTEREST	2				1,141		469,732	(25,024)	445,850

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 - M03 September									
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	–	1 351 845	1 360 399	(8 554)	-0,6%	3 298 840
EPWP Incentiv e		30 760	31 143	–	12 457	12 457	–		31 143
Finance Management		4 750	3 925	–	3 925	3 925	–		3 925
Fuel Levy		1 352 410	1 395 849	–	465 283	465 283	–		1 395 849
Integrated City Development Grant		44 659	39 702	–	19 851	19 851	–		39 702
Local Government Equitable Share		1 375 518	1 654 390	–	689 329	689 329	–		1 654 390
Municipal Disaster Recovery Grant	3	14 878	–	–	–	–	–		–
Municipal Human Settlement Capacity Grant		47 506	12 831	–	–	8 554	(8 554)	-100,0%	12 831
Public Transport Network Operations Grant		138 000	161 000	–	161 000	161 000	–		161 000
Provincial Government:		110 355	120 866	–	53 234	53 234	–		120 866
Emergency Medical Services		56 683	59 687	–	23 875	23 875	–		59 687
HIV and Aids Grant		10 923	11 501	–	6 901	6 901	–		11 501
Primary Health Care	4	39 967	42 085	–	16 834	16 834	–		42 085
Research & Technology Development Services		893	893	–	–	–	–		893
Sport and Recreation: Community Libraries		1 889	6 700	–	5 625	5 625	–		6 700
Other grant providers:		256 551	250 535	20 006	73 420	76 833	(3 414)	-4,4%	250 535
Housing Company Tshwane		15 849	23 445	1 342	3 629	20 061	(16 432)	-81,9%	23 445
LG SETA Discretionary Grant		689	–	–	–	–	–		–
Sandspruit		182 360	172 940	18 665	56 253	43 235	13 018	30,1%	172 940
TEDA		57 652	54 150	–	13 538	13 538	–		54 150
Total Operating Transfers and Grants	5	3 375 387	3 670 241	20 006	1 478 499	1 490 467	(11 968)	-0,8%	3 670 241
Capital Transfers and Grants									
National Government:		2 547 271	2 408 542	9 300	315 330	315 330	–		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	7 040	11 249	11 249	–		37 000
Neighbourhood Development Partnership Grant		175 000	100 000	2 260	6 827	6 827	–		100 000
Public Transport and Systems Grant		867 571	770 609	–	71 902	71 902	–		770 609
Urban Settlement Development Grant		1 469 450	1 500 683	–	225 102	225 102	–		1 500 683
Provincial Government:		27 300	40 551	10 000	17 551	22 551	(5 000)	-22,2%	40 551
Gautrans		12 000	–	–	–	–	–		–
Social Infrastructure Grant		11 200	33 000	10 000	10 000	15 000	(5 000)	-33,3%	33 000
Sport & Recreation: Community Libraries		4 100	7 551	–	7 551	7 551	–		7 551
Other grant providers:		4 698	1 773	–	378	505	(126)	-25,0%	1 773
LG SETA Discretionary Grant		4 698	–	–	–	–	–		–
Smart Connect Grant		–	1 773	–	378	505	(126)	-25,0%	1 773
							–		
Total Capital Transfers and Grants	5	2 579 269	2 450 866	19 300	333 259	338 386	(5 126)	-1,5%	2 450 866
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	5 954 657	6 121 107	39 306	1 811 759	1 828 852	(17 094)	-0,9%	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 30 September 2015 the total receipts amount to R1 812m. The outstanding transfers to-date are:

- Municipal Human Settlement Capacity Grant – In a communiqué received on 14 August 2015 from the Department of Human Settlement, municipalities were informed that this grant has been halted until further notice.
- Social Infrastructure Grant – The relevant Provincial Department has indicated that the outstanding transfer will be processed in October 2015.

(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 - M03 September

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	5 125	1 183 766	824 710	359 056	43,5%	3 298 840
EPWP Incentive			30 760	31 143	–	12 457	7 786	4 671	60,0%	31 143
Finance Management			4 540	3 925	65	263	981	(719)	-73,2%	3 925
Fuel Levy			1 352 410	1 395 849	–	465 283	348 962	116 321	33,3%	1 395 849
Integrated City Development Grant			38 352	39 702	–	350	9 926	(9 575)	-96,5%	39 702
Local Government Equitable Share			1 375 518	1 654 390	–	689 329	413 597	275 732	66,7%	1 654 390
Municipal Disaster Recovery Grant			992	–	–	–	–	–	–	–
Municipal Human Settlement Capacity Grant			31 087	12 831	–	6	3 208	(3 202)	-99,8%	12 831
Public Transport Network Operations Grant			138 000	161 000	5 060	16 079	40 250	(24 171)	-60,1%	161 000
Urban Settlement Development Grant			195	–	–	–	–	–	–	–
Provincial Government:			109 632	120 866	18 616	45 757	30 216	15 540	51,4%	120 866
Emergency Medical Services			56 683	59 687	–	23 875	14 922	8 953	60,0%	59 687
Gautrans			222	–	–	–	–	–	–	–
HIV and Aids Grant			10 923	11 501	1 349	3 941	2 875	1 065	37,1%	11 501
Primary Health Care			39 967	42 085	16 834	16 834	10 521	6 313	60,0%	42 085
Research & Technology Development Services			–	893	137	137	223	(87)	-38,8%	893
Sport and Recreation: Community Libraries			1 837	6 700	296	971	1 675	(704)	-42,0%	6 700
Other transfers and grants [insert description]								–		
Other grant providers:			267 686	255 799	20 006	73 420	258 696	(185 276)	-71,6%	255 799
Housing Company Tshwane			15 849	35 359	1 342	3 629	29 847	(26 218)	-87,8%	35 359
LG SETA Discretionary Grant			609	–	–	–	2 875	(2 875)	-100,0%	–
Sandspruit			193 576	172 940	18 665	56 253	172 940	(116 687)	-67,5%	172 940
TEDA			57 652	47 500	–	13 538	53 033	(39 496)	-74,5%	47 500
								–		
Total operating expenditure of Transfers and Grants:			3 349 171	3 675 505	43 747	1 302 942	1 113 622	189 321	17,0%	3 675 505
Capital expenditure of Transfers and Grants										
National Government:			2 551 806	2 408 542	129 908	197 709	446 762	(249 053)	-55,7%	2 408 542
Finance Management Grant			–	250	–	–	–	–	–	250
Integrated National Electrification Programme			244	37 000	27	86	5 000	(4 914)	-98,3%	37 000
Neighbourhood Development Partnership Grant			31 999	100 000	–	–	25 000	(25 000)	-100,0%	100 000
Public Transport and Systems Grant			174 998	770 609	84 046	93 417	125 000	(31 583)	-25,3%	770 609
Urban Settlement Development Grant			867 347	1 500 683	45 835	104 206	291 762	(187 556)	-64,3%	1 500 683
Water Affairs			1 477 218	–	–	–	–	–	–	–
Provincial Government:			8 721	40 551	–	–	1 888	(1 888)	-100,0%	40 551
Social Infrastructure Grant			5 518	33 000	–	–	–	–	–	33 000
Sport & Recreation: Community Libraries			3 203	7 551	–	–	1 888	(1 888)	-100,0%	7 551
Other grant providers:			4 454	4 067	–	378	851	(473)	-55,5%	4 067
Housing Delft Grant			–	2 293	–	–	473	(473)	-100,0%	2 293
LG SETA Discretionary Grant			4 454	–	–	–	–	–	–	–
Smart Connect Grant			–	1 773	–	378	378	–	–	1 773
Total capital expenditure of Transfers and Grants			2 564 982	2 453 160	129 908	198 087	449 501	(251 413)	-55,9%	2 453 160
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS			5 914 153	6 128 665	173 655	1 501 030	1 563 123	(62 093)	-4,0%	6 128 665

The disclosure on the transfer and grant expenditure table above reflect the recognition of expenditures as at 30 September 2015 amounts to R1 501m against the YTD budget of R1 563m. The unfavourable variance is mainly attributed to the under expenditure on the Capital expenditure programme, specifically the USDG and non-spending on the NDPG grant.

(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 - M03 September

Description	Ref	Budget Year 2015/16				
		Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
EPWP Incentive					-	
Finance Management					-	
Fuel Levy					-	
Integrated City Development Grant					-	
Local Government Equitable Share					-	
Municipal Disaster Recovery Grant					-	
Other transfers and grants [insert description]					-	
Provincial Government:		-	-	-	-	
Emergency Medical Services					-	
HIV and Aids Grant					-	
Primary Health Care					-	
Sport and Recreation: Community Libraries					-	
Other transfers and grants [insert description]					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
Housing Company Tshwane					-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Energy Efficiency & Demand Side Management					-	
Urban Settlement Development Grant					-	
Water Affairs					-	
#REF!					-	
#REF!					-	
Other capital transfers [insert description]					-	
Provincial Government:		-	-	-	-	
					-	
District Municipality:		-	-	-	-	
					-	
Other grant providers:		-	-	-	-	
					-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

Note: Approval for rollover application from the National and Provincial Authorities had not yet been received during the reporting period.

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

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	8 723	26 061	27 312	(1 251)	-5%	109 249
Motor Vehicle Allowance		8	—	—	—	—	—	—	—
Other benefits and allowances		2 449	—	452	540	625	(85)	-14%	—
Sub Total - Councillors		104 193	109 249	9 175	26 601	27 937	(1 336)	-5%	109 249
% increase	4		4,9%						4,9%
Senior Managers of the Municipality	3								
Basic Salaries and Wages		50 567	50 618	5 116	13 206	12 655	551	4%	50 618
Cellphone Allowance		597	784	59	158	196	(38)	-19%	784
Sub Total - Senior Managers of Municipality		51 164	51 402	5 175	13 364	12 851	514	4%	51 402
% increase	4		0,5%						0,5%
Other Municipal Staff									
Basic Salaries and Wages		4 138 846	4 555 383	314 628	944 026	1 051 847	(107 822)	-10%	4 555 383
Pension and UIF Contributions		927 474	1 086 474	77 497	232 321	271 242	(38 921)	-14%	1 086 474
Medical Aid Contributions		373 612	386 466	31 951	95 843	96 717	(875)	-1%	386 466
Overtime		305 415	187 582	30 871	88 046	50 537	37 509	74%	187 582
Performance Bonus		356	169	8	86	105	(18)	-18%	169
Motor Vehicle Allowance		298 928	308 762	25 265	75 278	77 479	(2 201)	-3%	308 762
Cellphone Allowance		20 704	20 480	1 460	4 241	5 293	(1 052)	-20%	20 480
Housing Allowances		25 046	23 914	2 166	6 447	6 004	442	7%	23 914
Other benefits and allowances		280 389	317 889	23 379	69 734	80 009	(10 275)	-13%	317 889
Post-retirement benefit obligations	2	—	229 686	—	—	56 409	(56 409)	-100%	229 686
Sub Total - Other Municipal Staff		6 370 770	7 116 804	507 225	1 516 021	1 695 641	(179 620)	-11%	7 116 804
% increase	4		11,7%						11,7%
Total Parent Municipality		6 526 126	7 277 455	521 575	1 555 986	1 736 429	(180 443)	-10%	7 277 455
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Board Fees		3 647	4 549	321	1 077	1 040	36	3%	4 549
Sub Total - Board Members of Entities	2	3 647	4 549	321	1 077	1 040	36	3%	4 549
% increase	4		24,7%						24,7%
Senior Managers of Entities									
Basic Salaries and Wages		21 115	28 889	1 969	5 718	7 069	(1 351)	-19%	28 889
Pension and UIF Contributions		1 294	874	38	279	207	72	35%	874
Medical Aid Contributions		861	300	81	242	71	171	240%	300
Performance Bonus		17	437	99	115	103	12	11%	437
Motor Vehicle Allowance		2 468	1 236	220	659	293	367	125%	1 236
Cellphone Allowance		416	447	32	95	109	(14)	-13%	447
Housing Allowances		207	208	21	73	49	23	47%	208
Other benefits and allowances		268	410	—	49	101	(53)	-52%	410
Sub Total - Senior Managers of Entities		26 646	32 801	2 460	7 229	8 003	(774)	-10%	32 801
% increase	4		23,1%						23,1%
Other Staff of Entities									
Basic Salaries and Wages		58 962	68 454	4 684	14 833	16 320	(1 487)	-9%	68 454
Pension and UIF Contributions		10 042	11 860	859	2 569	2 808	(239)	-8%	11 860
Medical Aid Contributions		8 378	9 192	731	2 194	2 176	18	1%	9 192
Overtime		2 544	2 414	205	548	571	(23)	-4%	2 414
Performance Bonus		364	4 486	—	—	1 062	(1 062)	-100%	4 486
Motor Vehicle Allowance		4 698	6 436	474	1 425	1 524	(99)	-6%	6 436
Cellphone Allowance		441	696	37	111	168	(57)	-34%	696
Housing Allowances		2 328	3 342	234	703	791	(88)	-11%	3 342
Other benefits and allowances		2 428	1 589	134	401	378	23	6%	1 589
Sub Total - Other Staff of Entities		90 184	108 469	7 357	22 785	25 799	(3 014)	-12%	108 469
% increase	4		20,3%						20,3%
Total Municipal Entities		120 477	145 819	10 138	31 090	34 842	(3 752)	-11%	145 819
TOTAL SALARY, ALLOWANCES & BENEFITS		6 646 604	7 423 274	531 713	1 587 076	1 771 271	(184 195)	-10%	7 423 274
% increase	4		11,7%						11,7%
TOTAL MANAGERS AND STAFF		6 538 764	7 309 476	522 218	1 559 399	1 742 294	(182 895)	-10%	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 - M03 September

Description	Ref	Budget Year			2015/16 Medium Term Revenue & Expenditure Framework		
		Sept Budget	Sept Outcome	Sept 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	427 657	26 200	4 817 476	5 301 984	5 834 941
Property rates - penalties & collection charges		–	–	–	–	–	–
Service charges - electricity revenue		802 834	860 364	57 530	9 634 009	10 403 258	11 234 046
Service charges - water revenue		256 212	303 407	47 195	3 074 544	3 356 674	3 681 784
Service charges - sanitation revenue		60 927	71 049	10 122	731 125	799 064	877 781
Service charges - refuse		84 010	99 984	15 974	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		8 620	11 605	2 985	103 469	108 126	112 808
Interest earned - external investments		5 875	4 057	(1 818)	70 549	107 100	112 328
Interest earned - outstanding debtors		10 008	32 014	22 006	122 592	129 758	138 462
Dividends received		–	–	–	–	–	–
Fines		16 391	790	(15 601)	196 691	196 812	196 932
Licences and permits		4 807	3 988	(818)	57 680	60 185	62 687
Agency services		–	–	–	–	–	–
Transfer receipts - operating		307 387	20 006	(287 381)	3 666 857	3 971 581	4 312 525
Other revenue		68 127	125 858	57 730	820 451	826 440	846 490
Cash Receipts by Source		2 038 352	1 960 778	(77 574)	24 443 934	26 516 602	28 783 604
Other Cash Flows by Source							
Transfer receipts - capital		186 648	19 300	(167 348)	2 453 160	2 506 939	2 632 126
Contributions & Contributed assets		–	3 332	3 332	–	–	–
Proceeds on disposal of PPE		–	–	–	–	–	–
Short term loans		–	170 000	170 000	–	–	–
Borrowing long term/refinancing		–	330 000	330 000	1 200 000	1 200 000	1 500 000
Increase in consumer deposits		713	1 769	1 055	8 565	8 732	8 902
Receipt of non-current debtors		–	(155 209)	(155 209)	–	–	–
Receipt of non-current receivables		4 046	(21 309)	(25 355)	48 553	–	–
Change in non-current investments		4 667	(72)	(4 740)	56 007	(36 145)	(4 783)
Total Cash Receipts by Source		2 234 427	2 308 589	74 162	28 210 219	30 196 128	32 919 850
Cash Payments by Type							
Employee related costs		587 622	520 698	(66 924)	7 050 265	7 439 808	7 857 912
Remuneration of councillors		9 699	9 496	(203)	116 156	127 083	139 435
Interest paid		85 797	248 669	162 872	1 029 556	1 110 511	1 194 244
Bulk purchases - Electricity		567 081	761 596	194 515	6 804 972	7 349 370	7 937 320
Bulk purchases - Water & Sewer		164 755	172 490	7 735	1 977 064	2 153 721	2 355 004
Other materials		30 651	20 905	(9 745)	367 807	379 712	385 130
Contracted services		155 000	93 986	(61 014)	1 857 366	1 909 948	1 930 860
Grants and subsidies paid - other		21 608	3 671	(17 937)	259 298	267 387	268 475
General expenses		311 232	16 909	(294 323)	3 733 596	3 830 243	4 372 158
Cash Payments by Type		1 933 445	1 848 421	(85 024)	23 196 079	24 567 782	26 440 537
Other Cash Flows/Payments by Type							
Capital assets		288 167	216 442	(71 725)	3 783 366	3 922 744	4 091 520
Repayment of borrowing		46 696	278 986	232 291	560 350	674 945	817 929
Total Cash Payments by Type		2 268 308	2 343 849	75 541	27 539 795	29 165 472	31 349 985
NET INCREASE/(DECREASE) IN CASH HELD		(33 881)	(35 260)		670 424	1 030 656	1 569 865
Cash/cash equivalents at the month/year beginning:		1 213 422	583 305		1 203 476	1 873 900	2 904 557
Cash/cash equivalents at the month/year end:		1 179 541	548 045		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) - M03 September

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		4 906 267	5 236 387	427 657	1 287 294	1 309 132	(21 838)	-2%	5 236 387
Service charges - electricity revenue		9 088 425	10 471 749	849 654	2 684 352	2 621 146	63 207	2%	10 471 749
Service charges - water revenue		2 790 398	3 169 195	279 129	710 308	793 574	(83 266)	-10%	3 169 195
Service charges - sanitation revenue		703 173	748 908	68 738	175 398	187 227	(11 829)	-6%	748 908
Service charges - refuse revenue		968 073	1 095 779	95 608	272 598	273 952	(1 354)	0%	1 095 779
Service charges - other		176 705	152 581	19 526	53 611	38 145	15 466	41%	152 581
Rental of facilities and equipment		114 055	109 112	11 277	26 544	27 278	(734)	-3%	109 112
Interest earned - external investments		36 874	69 774	3 982	9 945	17 444	(7 499)	-43%	69 774
Interest earned - outstanding debtors		338 769	182 050	28 544	87 776	45 512	42 264	93%	182 050
Fines		294 458	196 691	790	1 846	49 173	(47 327)	-96%	196 691
Licences and permits		53 244	57 680	3 988	8 780	14 420	(5 640)	-39%	57 680
Transfers recognised - operational		3 082 064	3 419 706	23 741	1 229 523	854 926	374 596	44%	3 419 706
Other revenue		1 252 409	815 250	125 847	217 523	203 820	13 703	7%	815 250
Gains on disposal of PPE		20 440	-	-	-	-	-		-
Total Revenue (excluding capital transfers and contribution)		23 825 353	25 724 863	1 938 481	6 765 499	6 435 749	329 749	5%	25 724 863
Expenditure By Type									
Employee related costs		6 548 728	6 917 257	510 881	1 524 985	1 646 594	(121 609)	-7%	6 917 257
Remuneration of councillors		104 193	111 749	9 175	26 601	27 937	(1 336)	-5%	111 749
Debt impairment		907 731	1 018 116	10 218	45 992	254 529	(208 537)	-82%	1 018 116
Depreciation & asset impairment		1 300 709	1 186 841	101 712	260 308	296 710	(36 402)	-12%	1 186 841
Finance charges		996 546	1 029 202	248 638	249 551	257 301	(7 749)	-3%	1 029 202
Bulk purchases		7 029 496	8 613 398	921 318	2 039 733	2 150 176	(110 444)	-5%	8 613 398
Other materials		266 821	349 093	20 599	45 199	87 988	(42 789)	-49%	349 093
Contracted services		3 072 780	1 939 756	250 031	691 966	479 050	212 916	44%	1 939 756
Transfers and grants		218 658	259 298	3 671	16 390	64 824	(48 434)	-75%	259 298
Other expenditure		3 659 883	3 715 237	355 381	678 330	959 456	(281 126)	-29%	3 715 237
Loss on disposal of PPE		108 786	-	0	0	-	0	#DIV/0!	-
Total Expenditure		24 214 330	25 139 948	2 431 623	5 579 056	6 224 566	(645 509)	-10%	25 139 948
Surplus/(Deficit)		(388 977)	584 915	(493 142)	1 186 442	211 183	975 259	462%	584 915
Transfers recognised - capital		2 502 013	2 453 160	52 687	197 810	514 004	(316 195)	-62%	2 453 160
Surplus/(Deficit) after capital transfers & contributions		2 113 036	3 038 075	(440 455)	1 384 252	725 187	659 064	91%	3 038 075
Taxation		-	-	-	-	-	-		-
Surplus/(Deficit) after taxation		2 113 036	3 038 075	(440 455)	1 384 252	725 187	659 064	91%	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 - M03 September

City of Tshwane – Supporting Table 001: Monthly Budget Statement – Summary of Municipal Entities – 30 September									
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	1 683	4 651	6 454	(1 804)	-28%	27 417
Sandspruit Works Association		525 326	486 305	44 312	139 701	125 334	14 367	11%	486 305
Tshwane Economic Development Agency		62 330	57 247	42	13 609	16 502	(2 893)	-18%	57 247
Total Operating Revenue	1	607 402	570 969	46 038	157 960	148 290	9 670	7%	570 969
<u>Expenditure By Municipal Entity</u>									
Housing Company Tshwane		16 262	27 417	1 360	3 601	6 811	(3 210)	-47%	27 417
Sandspruit Works Association		519 839	486 305	43 062	138 451	112 747	25 704	23%	486 305
Tshwane Economic Development Agency		57 899	57 247	4 488	12 860	14 235	(1 375)	-10%	57 247
Total Operating Expenditure	2	594 000	570 969	48 911	154 912	133 793	21 119	16%	570 969
Surplus/ (Deficit) for the yr/period		13 402	(0)	(2 873)	3 049	14 498	30 789	212%	(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 - M03 September

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			1 027 449	–		
November	280 581	289 420			1 316 869	–		
December	430 030	316 820			1 633 690	–		
January	75 204	229 815			1 863 505	–		
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	386 187					

(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 - M03 September

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 new assets by Asset Class/Sub-class									
Infrastructure		1 707 459	1 770 442	153 786	171 373	246 964	75 591	30,6%	1 770 442
Infrastructure - Road transport		1 444 088	1 389 635	113 057	127 208	166 450	39 242	23,6%	1 389 635
Roads, Pavements & Bridges		1 287 003	882 293	91 951	102 244	127 750	25 506	20,0%	882 293
Storm water		157 085	507 342	21 107	24 964	38 700	13 736	35,5%	507 342
Infrastructure - Electricity		61 598	109 000	21 313	21 313	4 600	(16 713)	-363,3%	109 000
Generation		54 438	108 000	21 313	21 313	4 500	(16 813)	-373,6%	108 000
Transmission & Reticulation		7 160	1 000	-	-	100	100	100,0%	1 000
Infrastructure - Water		48 336	57 500	512	3 404	23 562	20 158	85,6%	57 500
Dams & Reservoirs		48 336	57 500	512	3 404	23 562	20 158	85,6%	57 500
Infrastructure - Sanitation		1 500	-	-	-	-	-		-
Reticulation		1 500	-	-	-	-	-		-
Infrastructure - Other		151 936	214 307	18 904	19 448	52 352	32 903	62,9%	214 307
Waste Management		26 444	5 000	246	790	1 000	210	21,0%	5 000
Other		125 493	209 307	18 658	18 658	51 352	32 694	63,7%	209 307
Community		149 134	216 000	3 388	16 267	23 650	7 383	31,2%	216 000
Sportsfields & stadia		49 462	91 000	-	526	5 600	5 074	90,6%	91 000
Libraries		36 083	6 000	-	-	300	300	100,0%	6 000
Recreational facilities		-	10 000	-	-	2 150	2 150	100,0%	10 000
Security and policing		1 934	10 000	-	-	-	-		10 000
Clinics		45 163	78 000	3 388	15 742	15 600	(142)	-0,9%	78 000
Cemeteries		16 492	21 000	-	-	-	-		21 000
Investment properties		-	57 100	-	-	4 500	4 500	100,0%	57 100
Other		-	57 100	-	-	4 500	4 500	100,0%	57 100
Other assets		102 497	18 301	399	399	4 988	4 589	92,0%	18 301
Specialised vehicles		120	-	-	-	-	-		-
Furniture and other office equipment		35 062	12 801	-	-	-	-		12 801
Markets		5 422	5 500	5	5	1 888	1 883	99,7%	5 500
Other Buildings		61 893	-	394	394	3 100	2 706	87,3%	-
Intangibles		-	130 773	-	74 378	103 878	29 500	28,4%	130 773
Computers - software & programming		-	130 773	-	74 378	103 878	29 500	28,4%	130 773
Total Capital Expenditure on new assets	1	1 959 090	2 192 616	157 573	262 417	383 980	121 563	31,7%	2 192 616
Specialised vehicles									
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 - M03 September

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		873 735	731 450	74 631	104 727	202 774	98 048	48,4%	731 450
Infrastructure - Road transport		31 808	28 450	648	662	5 100	4 438	87,0%	28 450
Roads, Pavements & Bridges		31 808	26 150	2	2	4 850	4 848	100,0%	26 150
Storm water		–	2 300	646	660	250	(410)	-164,1%	2 300
Infrastructure - Electricity		452 096	338 500	24 199	34 942	48 550	13 608	28,0%	338 500
Generation		304 116	225 000	7 861	8 619	31 000	22 381	72,2%	225 000
Transmission & Reticulation		94 563	43 500	10 683	11 958	8 050	(3 908)	-48,5%	43 500
Street Lighting		53 417	70 000	5 654	14 365	9 500	(4 865)	-51,2%	70 000
Infrastructure - Water		243 073	182 429	25 966	38 369	91 757	53 388	58,2%	182 429
Reticulation		243 073	182 429	25 966	38 369	91 757	53 388	58,2%	182 429
Infrastructure - Sanitation		124 336	115 071	18 002	21 330	42 368	21 037	49,7%	115 071
Reticulation		116 224	90 000	16 617	18 674	30 000	11 326	37,8%	90 000
Sewerage purification		8 112	25 071	1 385	2 657	12 368	9 711	78,5%	25 071
Infrastructure - Other		22 423	67 000	5 816	9 424	15 000	5 576	37,2%	67 000
Waste Management		2 000	12 000	4 000	4 000	5 000	1 000	20,0%	12 000
Transportation		20 423	55 000	1 816	5 424	10 000	4 576	45,8%	55 000
Community		196 594	151 000	31	1 097	30 000	28 903	96,3%	151 000
Parks & gardens		19 690	35 000	31	31	5 000	4 969	99,4%	35 000
Fire, safety & emergency		–	2 000	–	1 066	–	(1 066)		2 000
Security and policing		1 906	–	–	–	–	–		–
Clinics		–	7 000	–	–	–	–		7 000
Cemeteries		–	7 000	–	–	–	–		7 000
Other		174 998	100 000	–	–	25 000	25 000	100,0%	100 000
Investment properties		838 029	675 500	(16 116)	17 155	120 278	103 122	85,7%	675 500
Housing development		838 029	670 500	(16 116)	17 155	120 278	103 122	85,7%	670 500
Other		–	5 000	–	–	–	–		5 000
Other assets		112 497	106 000	322	790	16 950	16 160	95,3%	106 000
General vehicles		3 981	–	–	–	–	–		–
Plant & equipment		983	3 000	–	–	200	200	100,0%	3 000
Computers - hardware/equipment		14 022	15 000	–	468	–	(468)		15 000
Furniture and other office equipment		11 427	13 000	–	–	3 250	3 250	100,0%	13 000
Other Buildings		67 901	38 500	55	55	7 500	7 445	99,3%	38 500
Other		14 182	36 500	267	267	6 000	5 733	95,6%	36 500
Total Capital Expenditure on renewal of existing assets	1	2 020 855	1 663 950	58 869	123 770	370 002	246 232	66,5%	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 - M03 September

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		795 483	801 393	80 284	163 657	198 544	34 887	17,6%	801 393
Infrastructure - Road transport		151 445	120 794	22 014	34 078	31 746	(2 332)	-7,3%	120 794
Roads, Pavements & Bridges		122 292	101 028	21 732	31 367	26 805	(4 563)	-17,0%	101 028
Storm water		29 153	19 766	282	2 710	4 941	2 231	45,1%	19 766
Infrastructure - Electricity		398 323	386 114	38 045	82 078	94 872	12 794	13,5%	386 114
Generation		60 460	74 019	2 800	8 393	18 505	10 111	54,6%	74 019
Transmission & Reticulation		280 865	289 193	27 642	56 578	62 241	5 663	9,1%	289 193
Street Lighting		56 997	22 903	7 603	17 107	14 126	(2 981)	-21,1%	22 903
Infrastructure - Water		156 831	231 797	15 060	35 895	53 336	17 441	32,7%	231 797
Dams & Reservoirs		11 716	4 743	1 269	1 793	1 186	(608)	-51,3%	4 743
Water purification		11 209	8 898	381	648	3 122	2 474	79,3%	8 898
Reticulation		133 906	218 157	13 410	33 454	49 029	15 575	31,8%	218 157
Infrastructure - Sanitation		56 122	49 337	3 723	8 477	14 610	6 133	42,0%	49 337
Reticulation		16 036	11 018	625	1 886	5 030	3 144	62,5%	11 018
Sewerage purification		40 085	38 318	3 098	6 591	9 580	2 989	31,2%	38 318
Infrastructure - Other		32 761	13 351	1 442	3 129	3 980	851	21,4%	13 351
Waste Management		32 761	13 351	1 442	3 129	3 980	851	21,4%	13 351
Community		214 118	202 263	9 670	19 742	51 730	31 989	61,8%	202 263
Parks & gardens		31 429	32 910	1 995	4 698	8 235	3 537	43,0%	32 910
Sportsfields & stadia		181	198	-	-	50	50	100,0%	198
Recreational facilities		13 005	12 925	1 887	2 316	3 876	1 560	40,3%	12 925
Fire, safety & emergency		22 037	15 449	2 597	6 051	3 963	(2 088)	-52,7%	15 449
Security and policing		40 880	32 520	735	1 273	8 517	7 244	85,1%	32 520
Buses		4 123	3 882	238	473	971	497	51,2%	3 882
Museums & Art Galleries		1	-	-	-	-	-	-	-
Cemeteries		5 666	6 361	793	1 118	1 615	497	30,8%	6 361
Other		96 795	98 018	1 424	3 813	24 504	20 691	84,4%	98 018
Other assets		496 781	435 605	30 073	51 157	116 071	64 914	55,9%	435 605
General vehicles		209 718	198 820	5 842	11 850	49 706	37 857	76,2%	198 820
Specialised vehicles		-	-	-	-	-	-	-	-
Plant & equipment		23 301	34 141	2 206	3 843	12 275	8 432	68,7%	34 141
Computers - hardware/equipment		5 695	3 309	575	1 036	836	(200)	-24,0%	3 309
Furniture and other office equipment		14 444	14 388	1 329	2 023	4 216	2 193	52,0%	14 388
Civic Land and Buildings		1 646	1 491	36	171	373	201	54,0%	1 491
Other Buildings		133 297	102 851	11 976	19 676	27 285	7 609	27,9%	102 851
Other Land		80 342	76 018	7 685	11 730	20 148	8 418	41,8%	76 018
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-
Other		28 339	4 587	424	827	1 233	406	32,9%	4 587
Intangibles		99 697	73 767	2 852	14 238	18 716	4 478	23,9%	73 767
Computers - software & programming		99 697	73 767	2 852	14 238	18 642	4 404	23,6%	73 767
Total Repairs and Maintenance Expenditure		1 606 078	1 513 028	122 879	248 794	385 061	136 268	35,4%	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 - M03 September

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		845 930	771 204	107 559	186 450	177 272	(9 178)	-5,2%	771 204
Infrastructure - Road transport		483 692	437 122	53 543	86 351	67 619	(18 731)	-27,7%	437 122
Roads, Pavements & Bridges		432 211	280 026	43 299	69 047	52 267	(16 780)	-32,1%	280 026
Storm water		51 481	157 096	10 243	17 304	15 353	(1 951)	-12,7%	157 096
Infrastructure - Electricity		168 352	137 941	21 431	37 989	20 950	(17 039)	-81,3%	137 941
Generation		117 508	102 647	13 738	20 213	13 993	(6 220)	-44,4%	102 647
Transmission & Reticulation		33 337	13 717	5 031	8 075	3 212	(4 863)	-151,4%	13 717
Street Lighting		17 506	21 577	2 663	9 701	3 745	(5 956)	-159,1%	21 577
Infrastructure - Water		95 503	73 958	12 468	28 209	45 455	17 246	37,9%	73 958
Dams & Reservoirs		15 841	17 724	241	2 299	9 287	6 989	75,3%	17 724
Reticulation		79 662	56 233	12 227	25 910	36 168	10 257	28,4%	56 233
Infrastructure - Sanitation		41 240	35 471	8 477	14 404	16 700	2 296	13,7%	35 471
Reticulation		38 582	27 742	7 825	12 610	11 825	(785)	-6,6%	27 742
Sewerage purification		2 658	7 728	652	1 794	4 875	3 081	63,2%	7 728
Infrastructure - Other		57 142	86 712	11 641	19 497	26 548	7 051	26,6%	86 712
Waste Management		9 322	5 240	2 000	3 235	2 365	(870)	-36,8%	5 240
Transportation		6 693	16 954	855	3 663	3 942	279	7,1%	16 954
Other		41 127	64 518	8 786	12 600	20 241	7 641	37,8%	64 518
Community		113 305	113 127	1 610	11 726	21 147	9 421	44,6%	113 127
Parks & gardens		6 453	10 789	15	21	1 971	1 950	98,9%	10 789
Sportsfields & stadia		16 210	28 051	-	355	2 207	1 852	83,9%	28 051
Libraries		11 825	1 849	-	-	118	118	100,0%	1 849
Recreational facilities		-	3 082	-	-	847	847	100,0%	3 082
Fire, safety & emergency		-	616	-	720	-	(720)	-	616
Security and policing		1 259	3 082	-	-	-	-	-	3 082
Clinics		14 801	26 201	1 595	10 630	6 149	(4 481)	-72,9%	26 201
Cemeteries		5 405	8 631	-	-	-	-	-	8 631
Other		57 352	30 825	-	-	9 854	9 854	100,0%	30 825
Investment properties		274 645	225 823	(7 589)	11 585	49 183	37 598	76,4%	225 823
Housing development		274 645	206 681	(7 589)	11 585	47 409	35 824	75,6%	206 681
Other		-	19 142	-	-	1 774	1 774	100,0%	19 142
Other assets		70 459	38 316	340	803	8 647	7 844	90,7%	38 316
General vehicles		1 305	-	-	-	-	-	-	-
Specialised vehicles		39	-	-	-	-	-	-	-
Plant & equipment		322	925	-	-	79	79	100,0%	925
Computers - hardware/equipment		4 595	4 624	-	316	-	(316)	-	4 624
Furniture and other office equipment		15 236	7 953	2	4	2 025	2 022	99,8%	7 953
Markets		1 777	1 695	185	266	1 222	956	78,2%	1 695
Other Buildings		42 537	11 868	26	37	2 956	2 919	98,7%	11 868
Other		4 648	11 251	126	180	2 365	2 185	92,4%	11 251
Intangibles		-	40 311	-	50 228	40 945	(9 282)	-22,7%	40 311
Computers - software & programming		-	40 311	-	50 228	40 945	(9 282)	-22,7%	40 311
Total Depreciation		1 304 339	1 188 780	101 920	260 792	297 195	36 403	12,2%	1 188 780
Specialised vehicles		39	-	-	-	-	-	-	-
Fire		39	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-

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

QUALITY CERTIFICATE

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

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

For the month of **September 2015** 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: _____