

F1/5/2
Umar Banda (012 358 8110)
MAYORAL COMMITTEE: JUNE 2018

From: The City Manager
To: The Executive Mayor

GROUP FINANCIAL SERVICES DEPARTMENT: MUNICIPAL FINANCE
MANAGEMENT ACT (MFMA) IN-YEAR FINANCIAL REPORT
(MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 MAY 2018

1. PURPOSE

This report outlines the progress in the financial performance of the City of Tshwane against the budget for the period ended 31 May 2018, in compliance with Section 71 of the Municipal Finance Management Act, 2003 (Act 56 Of 2003) (MFMA).

2. STRATEGIC PILLAR

A city that is open, honest and responsive.

3. BACKGROUND

Section 71(1) of the MFMA stipulates: "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."

For the reporting period ended 31 May 2018, the ten working days within which to report ends on **14 June 2018**.

4. DISCUSSION

On 22 February 2018, Council approved the adjustments to the 2017/18 Medium Term Revenue and Expenditure Framework (MTREF) for the City of Tshwane.

The attached in-year report (Annexure A) provides a high-level analysis as at 31 May 2018, in the prescribed format. Material variances will be briefly referred to in this report. Comprehensive explanations will be included in the monthly financial management report.

The following table summarises the financial performance as at 31 May 2018

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 MAY 2018						
Description	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	30,226,013	30,676,869	27,469,065	28,096,566	(627,501)	-2%
Total Expenditure	29,994,829	30,674,404	24,490,912	26,794,146	(2,303,234)	-9%

The following table summarises the financial performance as at 31 May 2018, including commitments

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 MAY 2018										
Description	Original Budget	Adjusted Budget	YTD actual	YTD Commitments	Actual + Commitments	YTD budget	YTD variance	YTD Variance With Commitments	YTD variance	YTD Variance With Commitments
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	%	%
Total Revenue(Excluding Capital Transfers)	30,226,013	30,676,869	27,469,065		27,469,065	28,096,566	(627,501)	(627,501)	-2%	-2%
Total Expenditure	29,994,829	30,674,404	24,490,912	1,553,590	26,044,502	26,794,146	(2,303,234)	(749,644)	-9%	-3%

The table below shows expenditure of the previous financial year, 2016/17

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE:31 MAY 2017						
Description	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	30,209,869	29,790,048	26,746,835	27,402,418	(655,583)	-2%
Total Expenditure	28,281,950	28,649,835	23,336,090	26,133,904	(2,797,814)	-11%

The actual operating revenue realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R627,5 million against the year-to-date (YTD) budget for the period ended 31 May 2018.

The operating expenditure is underspent by R2,3 billion, which is 9% less than the YTD expenditure projection.

The operating expenditure including commitments is underspent by R750 million, which is 3% less than the YTD expenditure projection.

The total adjustment capital budget allocation amounts to R3,8 billion. The expenditure for the period, including that of the entities, amounts to R1,9 billion, representing 51% of the total adjustment budget. Expenditure including commitments amounts to R2,5 billion, representing 66% against budget.

Cash and cash equivalents as at 31 May 2018 amount to R4,5 billion.

The following items contributed to the under-recovery on revenue.

- Service charges – electricity revenue (R323 million): under-recovery mainly on the smart prepaid. Technical audits are currently being conducted on all meters, and all notifications and placement of meters are being attended to.
- Service charges – water revenue (R226 million): The budget for water and sewerage is based on statistical trends and is demand-driven. The under-recovery is aligned to the under-expenditure on bulk purchases.
- Rental facilities and equipment (R6,4 million): mainly due to under-recovery on the rental of housing accommodation, facilities and commercial properties. Expired lease agreements are being renewed.

- Fines (R62 million): mainly due to outstanding income from AARTO traffic fines.
- Transfers and subsidies (R310 million): mainly due to underspending on the Housing Top Structure, TRT Subsidy and PTNOG Grants.
- Other revenue line items (R129 million): mainly on township development contributions on rezoning, electricity, water and sanitation. The service is based on applications received from developers.

The following departments indicate a projected overspending on the year-to-date budget, mainly on employee-related costs. The annual budget on employee-related costs will not be overspent.

- Emergency Services Department
 - Employee-related costs (R86,6 million): Overspending mainly on salaries, medical aid and scheduled public day allowance.
- Health Department
 - Employee-related costs (R22,8 million): Overspending mainly on salaries, medical aid and pension and provident fund.

The following departments indicate a projected overspending on the year-to-date budget mainly on employee-related costs. The annual budget on employee-related costs will be overspent.

- Tshwane Metro Police Department
 - Employee-related costs (R198,3 million): Overspending mainly on salaries, unfixed allowance and pension and provident fund.
- Regional Operations and Coordination Department
 - Employee-related costs (R221 million): Overspending mainly on salaries, overtime and standby allowance.
- Office of the Chief Whip
 - Employee-related costs (R1,7 million): Overspending mainly on salaries and locomotion allowance.

It is important that measures be put in place to manage expenditure within budget.

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

The Mayoral Committee will be provided with a monthly financial management report that contains comprehensive detail on the variance against the budget.

6. COMMENTS OF THE GROUP LEGAL COUNSEL

The purpose and contents of the report has been taken note of. The report complies with the requirements of Section 71 of the MFMA, with reference to the prescribed reporting responsibilities of the executive mayor and the accounting officer as expounded in the report.

In view of the above, the recommendations are supported for consideration and further action by the accounting officer in terms of Section 70(1)(a) and (b) of the MFMA.

7. IMPLICATIONS

7.1 HUMAN RESOURCE IMPLICATIONS

There are no human resource implications for the purposes of this report.

7.2 FINANCIAL IMPLICATIONS

(Budget and value for money)

This report incorporates information on the City of Tshwane's financial status for the period ended 31 May 2018. When the executive mayor receives the statement or report submitted by the accounting officer in terms of Section 71 of the MFMA, the executive mayor is obliged to take certain steps regarding "budgetary control and early identification of financial problems", as required in terms of Section 54 of the MFMA. Furthermore, the accounting officer must, in writing, report to the municipal council the impending shortfalls, overspending and overdrafts in terms of Section 70 of the MFMA.

7.3 CONSTITUTIONAL AND LEGAL FACTORS

This report must be approved, in compliance with legislative requirements – Section 71 of the MFMA, and National Treasury Regulation GG 32141 of 17 April 2009.

7.4 COMMUNICATION IMPLICATIONS

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

7.5 PREVIOUS MAYORAL COMMITTEE RESOLUTIONS

There are no previous Mayoral Committee resolutions relevant to this report.

8. COMPLIANCE WITH MUNICIPAL STANDARD CHART OF ACCOUNTS (mSCOA)

The primary objective of the mSCOA regulation is to achieve uniformity across all local governments (municipalities and municipal entities). All municipalities are expected to transact in line with the seven mSCOA segments from 1 July 2017.

The City was not mSCOA-ready by 1 July 2017, due to challenges and delays encountered with certain issues on the project, which included the following:

- System landscape optimisation and a functional solution to enable the effective migration of the City's data
- Completion of all test cycles, including mock migrations
- Completion of end-user training
- Infrastructure readiness and disaster recovery – significant progress has been made, as procurement of the required infrastructure is complete and commissioning is in progress
- Completion of the migration or de-establishment of all entities
- Completion of the integration and rationalisation of non-SAP systems

However, the City is still required to submit financial information to the National Treasury in terms of the seven mSCOA segments, and the project team has developed an interim reporting solution. All monthly mSCOA data strings have been submitted to the National Treasury, and the month-11 data string will be submitted on 14 June 2018.

9. CONCLUSION

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

The operating revenue realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R627,5 million against the year-to-date (YTD) budget for the period ended 31 May 2018.

The operating expenditure is underspent by R2,3 billion, which is 9% less than the YTD expenditure projection.

The total capital adjustment budget allocation amounts to R3,8 billion. The expenditure for the period including the entities amounts to R1,9 billion, representing 51% spending against the total adjustment budget.

Departments must put measures in place to accelerate spending on budgeted capital expenditure, in particular on conditional grants funding.

ANNEXURE

Annexure A: In-year Report in terms of GG 32141 of 17 April 2009

RECOMMENDED:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexure A be noted.
2. That the report be noted, in compliance with Section 71 of the MFMA and municipal budget and reporting regulations.
3. That the impending shortfall on revenue, as highlighted in the report, be addressed in terms of Section 70(1)(a) and (b) of the MFMA.
4. That this statement be submitted to the National Treasury and the Provincial Treasury, in both signed-document and electronic format.

REPORT – FLOW COMPLIANCE CHECK
 FILE: F1/5/2
 INITIATOR: Umar Banda (012 358 8110)

GROUP FINANCIAL SERVICES
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDING 31 MAY 2018.

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

	Comments, if any, on the report
NM Mokete Divisional Head: Budget Office SIGNATURE: DATE:	
N Shibase Acting Divisional Head: Financial Reporting and Assets SIGNATURE: DATE:	
KC Thipe Divisional Head: Treasury Office SIGNATURE: DATE:	
R Shilenge Divisional Head: Revenue Management SIGNATURE: DATE:	
U Banda Head of the Department: Chief Financial Officer SIGNATURE: DATE:	
Mare-Lise Fourie MMC: Finance SIGNATURE: DATE:	

ANNEXURE A



IN-YEAR REPORT

BUDGET YEAR: 2017/18

REPORTING PERIOD: M11 MAY 2018

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TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	5,912,584	6,514,409	6,604,409	623,022	6,073,632	5,976,506	97,127	2%	6,604,409
Service charges - electricity revenue	10,869,151	11,176,494	11,181,883	912,261	10,136,494	10,459,778	(323,284)	-3%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	263,227	3,089,283	3,315,059	(225,777)	-7%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	84,104	897,349	876,077	21,272	2%	962,879
Service charges - refuse revenue	1,054,530	1,410,506	1,410,506	133,741	1,327,040	1,275,574	51,466	4%	1,410,506
Rental of facilities and equipment	140,955	151,864	144,835	4,028	106,752	113,178	(6,426)	-6%	144,835
Interest earned - external investments	105,877	79,493	129,469	22,782	175,964	119,162	56,802	48%	129,469
Interest earned - outstanding debtors	623,191	466,691	546,655	54,950	579,231	437,489	141,742	32%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	17,420	198,231	260,045	(61,814)	-24%	294,052
Licences and permits	145,529	54,796	56,045	12,768	131,595	65,780	65,815	100%	56,045
Agency services	—	6,650	2,564	—	—	—	—	—	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	25,444	4,141,706	4,451,972	(310,266)	-7%	4,507,256
Other revenue	939,667	887,079	953,550	39,736	611,790	741,046	(129,256)	-17%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	—	0	4,900	(4,900)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,193,483	27,469,065	28,096,566	(627,501)	-2%	30,676,869
Expenditure By Type									
Employee related costs	8,017,177	8,778,736	8,667,974	681,389	7,567,693	7,074,605	493,087	7%	8,667,974
Remuneration of councillors	120,365	125,281	125,281	11,180	117,210	119,090	(1,879)	-2%	125,281
Debt impairment	889,759	1,175,973	1,135,973	100,125	992,321	992,321	—	—	1,135,973
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	121,314	1,335,663	1,682,124	(346,462)	-21%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	8,937	1,325,724	1,445,935	(120,211)	-8%	1,455,723
Bulk purchases	7,467,527	7,462,684	7,585,684	497,900	6,039,188	6,976,906	(937,717)	-13%	7,585,684
Other materials	2,170,290	3,261,702	3,107,730	209,091	2,171,149	2,496,141	(324,991)	-13%	3,107,730
Contracted services	2,599,777	2,874,971	3,429,290	275,391	2,441,384	3,154,962	(713,578)	-23%	3,429,290
Transfers and subsidies	424,800	49,980	50,062	62,201	147,587	148,644	(1,058)	-1%	50,062
Other expenditure	2,809,339	2,886,842	3,251,472	192,495	2,352,994	2,703,418	(350,424)	-13%	3,251,472
Loss on disposal of PPE	1,284	1	1	—	—	1	(1)	-100%	1
Total Expenditure	27,366,362	29,994,829	30,674,404	2,160,023	24,490,912	26,794,146	(2,303,234)	-9%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	33,459	2,978,153	1,302,420	1,675,733	0	2,465
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,433,625	173,099	1,602,895	2,008,610	(405,715)	(0)	2,433,625
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	—	6,000	4,900	—	—	—	—	—	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	3,442	30,394	39,623	(9,229)	(0)	32,816
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	210,001	4,611,442	3,350,653			2,473,806
Taxation	759	500	500	—	714	—	714		500
Surplus/(Deficit) after taxation	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Attributable to minorities	—	—	—	—	—	—			—
Surplus/(Deficit) attributable to municipality	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Share of surplus/ (deficit) of associate	—	—	—	—	—	—			—
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306

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TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M11 May

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	5,912,584	6,188,689	6,142,100	623,022	6,073,632	5,552,346	521,286	9%	6,142,100
Service charges	14,386,069	16,688,427	16,709,359	1,302,053	14,325,224	15,244,108	(918,884)	-6%	16,709,359
Other revenue	2,664,512	1,433,244	1,580,515	73,951	1,069,161	932,072	137,089	15%	1,580,515
Government - operating	3,980,677	4,159,532	4,507,256	260	4,409,316	4,501,302	(91,986)	-2%	4,507,256
Government - capital	2,378,838	2,443,910	2,438,525	-	2,372,917	2,424,295	(51,378)	-2%	2,438,525
Interest	105,994	233,345	129,469	77,732	748,313	466,083	282,231	61%	129,469
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(23,716,368)	(24,916,187)	(25,857,862)	(1,102,824)	(23,423,235)	(25,366,789)	(1,943,554)	8%	(25,857,862)
Finance charges	(1,336,037)	(1,417,357)	(1,455,723)	(8,937)	(1,294,385)	(1,377,837)	(83,452)	6%	(1,455,723)
Transfers and Grants	(759)	(49,980)	(50,062)	(62,201)	(147,573)	(36,624)	110,950	-303%	(50,062)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4,375,510	4,763,623	4,143,577	903,055	4,133,371	2,338,956	(1,794,414)	-77%	4,143,577
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	5,484	5,880	5,880	9,345	142,503	4,900	137,603		5,880
Decrease (Increase) in non-current debtors	-	(102,705)	-	-	-	-	-		-
Decrease (increase) other non-current receivables	(2,591)	993	(1,635)	-	-	(1,499)	1,499	-100%	(1,635)
Decrease (increase) in non-current investments	-	(500,246)	(742,345)	-	2,371	(680,483)	682,853	-100%	(742,345)
Payments									
Capital assets	(3,648,666)	(3,863,903)	(3,648,736)	(277,961)	(1,943,669)	(2,339,872)	(396,203)	17%	(3,648,736)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(3,645,774)	(4,459,981)	(4,386,835)	(268,616)	(1,798,795)	(3,016,953)	(1,218,157)	40%	(4,386,835)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	1,000,000	1,000,000	1,000,000	-	-	739,472	(739,472)	-100%	1,000,000
Increase (decrease) in consumer deposits	(192,740)	7,760	8,227	6,857	82,630	7,505	75,125	1001%	8,227
Payments									
Repayment of borrowing	(552,421)	(601,794)	(601,479)	-	(291,213)	(444,776)	(153,563)	35%	(601,479)
NET CASH FROM/(USED) FINANCING ACTIVITIES	254,839	405,966	406,748	6,857	(208,583)	302,201	510,784	169%	406,748
NET INCREASE/ (DECREASE) IN CASH HELD	984,576	709,608	163,491	641,297	2,125,992	(375,795)			163,491
Cash/cash equivalents at beginning:	1,184,740	1,907,681	2,169,316		2,332,806	2,169,316			2,169,316
Cash/cash equivalents at month/year end:	2,169,316	2,617,289	2,332,806		4,458,799	1,793,520			2,332,806

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PART 1: IN-YEAR REPORT

1.1 Mayor’s report

On 22 February 2018, Council approved the adjustments to the 2017/18 Medium Term Revenue and Expenditure Framework (MTREF) for the City of Tshwane. This gives effect to the financial plan of the City of Tshwane, which includes the two municipal entities.

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

1.2 Recommended:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexures be noted.
2. That the report be noted, in compliance with Section 71 of the MFMA and municipal budget and reporting regulations.
3. That the impending shortfall on revenue, as highlighted in the report, be addressed in terms of Section 70(1) (a) and (b) of the MFMA.
4. That this statement be submitted to the National Treasury and the Provincial Treasury, in both signed-document and electronic format.

1.3 Executive summary

The financial results of the City of Tshwane for the period ended 31 May 2018 are summarised as follows:

Consolidated monthly budget statement – summary

The summary of the consolidated monthly budget statement as reflected in Table C4 provides the following information:

- Revenue by source
- Expenditure by type

- Transfers recognised

The table provides information related to the audited outcome, original budget and the performance for the period under review, the YTD variance and YTD variance percentage.

The total revenue excludes capital transfers and contributions. The reasons for variances for all votes are captured in Table SC1 of this report.

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) - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	5,912,584	6,514,409	6,604,409	623,022	6,073,632	5,976,506	97,127	2%	6,604,409
Service charges - electricity revenue	10,869,151	11,176,494	11,181,883	912,261	10,136,494	10,459,778	(323,284)	-3%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	263,227	3,089,283	3,315,059	(225,777)	-7%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	84,104	897,349	876,077	21,272	2%	962,879
Service charges - refuse revenue	1,054,530	1,410,506	1,410,506	133,741	1,327,040	1,275,574	51,466	4%	1,410,506
Rental of facilities and equipment	140,955	151,864	144,835	4,028	106,752	113,178	(6,426)	-6%	144,835
Interest earned - external investments	105,877	79,493	129,469	22,782	175,964	119,162	56,802	48%	129,469
Interest earned - outstanding debtors	623,191	466,691	546,655	54,950	579,231	437,489	141,742	32%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	17,420	198,231	260,045	(61,814)	-24%	294,052
Licences and permits	145,529	54,796	56,045	12,768	131,595	65,780	65,815	100%	56,045
Agency services	–	6,650	2,564	–	–	–	–	–	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	25,444	4,141,706	4,451,972	(310,266)	-7%	4,507,256
Other revenue	939,667	887,079	953,550	39,736	611,790	741,046	(129,256)	-17%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	–	0	4,900	(4,900)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,193,483	27,469,065	28,096,566	(627,501)	-2%	30,676,869
Expenditure By Type									
Employee related costs	8,017,177	8,778,736	8,667,974	681,389	7,567,693	7,074,605	493,087	7%	8,667,974
Remuneration of councillors	120,365	125,281	125,281	11,180	117,210	119,090	(1,879)	-2%	125,281
Debt impairment	889,759	1,175,973	1,135,973	100,125	992,321	992,321	–	–	1,135,973
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	121,314	1,335,663	1,682,124	(346,462)	-21%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	8,937	1,325,724	1,445,935	(120,211)	-8%	1,455,723
Bulk purchases	7,467,527	7,462,684	7,585,684	497,900	6,039,188	6,976,906	(937,717)	-13%	7,585,684
Other materials	2,170,290	3,261,702	3,107,730	209,091	2,171,149	2,496,141	(324,991)	-13%	3,107,730
Contracted services	2,599,777	2,874,971	3,429,290	275,391	2,441,384	3,154,962	(713,578)	-23%	3,429,290
Transfers and subsidies	424,800	49,980	50,062	62,201	147,587	148,644	(1,058)	-1%	50,062
Other expenditure	2,809,339	2,886,842	3,251,472	192,495	2,352,994	2,703,418	(350,424)	-13%	3,251,472
Loss on disposal of PPE	1,284	1	1	–	–	1	(1)	-100%	1
Total Expenditure	27,366,362	29,994,829	30,674,404	2,160,023	24,490,912	26,794,146	(2,303,234)	-9%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	33,459	2,978,153	1,302,420	1,675,733	0	2,465
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,433,625	173,099	1,602,895	2,008,610	(405,715)	(0)	2,433,625
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	6,000	4,900	–	–	–	–	–	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	3,442	30,394	39,623	(9,229)	(0)	32,816
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	210,001	4,611,442	3,350,653			2,473,806
Taxation	759	500	500	–	714	–	714		500
Surplus/(Deficit) after taxation	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Attributable to minorities	–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Share of surplus/ (deficit) of associate	–	–	–	–	–	–			–
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306

The YTD actual revenue amounts to R27,5 billion and reflects an unfavourable variance of R627,5 million against the YTD budget of R28,1 billion.

The YTD variance on revenue is mainly due to the following items:

- Property rates (R97 million favourable) – due to invoices on the exception list that were released, and an update of property valuations from the property rates system to the billing system.
- Service charges: Electricity revenue (R323 million unfavourable) – technical audits are currently being conducted on all meters, and all notifications and placement of meters are being attended to.
- Service charges: Water (R226 million unfavourable) and sanitation (R21 million favourable) – The budget for water and sewerage is based on

statistical trends and is demand-driven. The under-recovery is aligned to the under-expenditure on Bulk Purchases.

- Service charges: Refuse (R51,5 million favourable) – solid waste removal is ahead due to the city cleansing levy imposed on non-refuse account holders.
- Rental facilities and equipment (R6,4 million): mainly due to under-recovery on the rental of housing accommodation, facilities and commercial properties. Expired lease agreements are in the process of being renewed.
- Interest earned on external investments (R57 million favourable) – interest earned on the short-term investment is better than projected.
- Interest earned on outstanding debtors (R142 million favourable) – as a result of an increase in outstanding debtors.
- Fines and penalties (R62 million unfavourable) – mainly due to outstanding income from AARTO traffic fines and the delay in administering the calibration and certification of 19 speed cameras.
- Licences and permits (R65 million favourable) – the revenue from driver's and motor vehicle licenses were higher than budgeted.
- Transfers and subsidies (R310 million unfavourable) – mainly due to underspending on the housing top structure, TRT Subsidy, PTNOG and DBSA Grants.
- Other revenue (R129 million unfavourable) – due to under-recovery on the following line items:

- Building plan fees are under-recovered by R13,3 million. The building plan applications revenue is market-driven and seasonal.
- Approval fees for advertising signs are under-recovered by R17,4 million. The revenue from outdoor advertising is application driven.
- Market fees are under-recovered by R6,7 million due to revenue for the period not yet processed on the SAP system. Market fees are journalised in the first week after closure of the month.
- Transport fees are under-recovered by R21 million. The Tshwane Bus Service planned shifts have been reduced from 230 to 165 due to shortage of resources, including bus drivers. The collection for the month still needs to be processed in the SAP system.
- Township development contributions on electricity are under-recovered by R36,3 million. The service contributions are payable to the City of Tshwane by developers in terms of the Services Contribution Policy, and revenue is based on applications received from developers for this service.
- Township development contributions on water are under-recovered by R12 million. Service contributions are payable to the City of Tshwane for the construction of water reticulation for proposed new townships by developers, in terms of the services contribution policy of the City. Service contributions are based on applications as received from developers for this service. This service cannot be predicted.
- Township development contributions on sanitation are under-recovered by R9,7 million. Service contributions payable to the City of Tshwane for the construction of sanitation reticulation for proposed new townships by developers in terms of the services contribution policy of the City of Tshwane are based on applications as received from developers for this service. This service cannot be predicted.

- Township development contributions rezoning is under-recovered by R24,2 million. Submissions of applications for development and land-use rights are market-driven and seasonal.

The YTD actual expenditure amounts to R24,5 billion and indicates an underspending variance of R2,3 billion or 9% against the YTD budget of R26,8 billion.

The YTD variance on the expenditure against the YTD budget is mainly on the following items:

- Employee-related costs (R493 million over budget) – overspending is mainly on salaries, scheduled public day, standby allowance and overtime due to the payment of employees who attended to unplanned power outages and the effects of cable theft.
The employee-related costs group will not be overspent at year-end. The overspending at year-end will be on overtime, scheduled public day and standby allowance. Salaries will not be overspent at year-end.
- Depreciation (R346 million under budget) – the calculation is aligned with the asset verification and purification process.
- Finance charges (R120 million under budget) – mainly on interest on swaps and rehabilitation of landfill sites; the transactions will be processed at year-end.
- Bulk purchases of electricity (R938 million under budget) – due to outstanding invoices for May; the payments will be processed in June.
- Other materials (R325 million under budget) – mainly due to underspending on the following line items:
 - Bulk purchases of water is underspent by R277 million – the purchase of bulk water is demand-driven and the under-expenditure is aligned to the under-recovery on sales.
 - Stationery is underspent by R4,4 million – stationery is purchased as and when required.
 - Tyres and tubes are underspent by R3,8 million – material is bought as and when required.
 - Chemicals are underspent by R12,6 million. The Central Supplier Database (CSD) registration of the contractor that provided liquid chlorine for disinfection was withdrawn by National Treasury, a new tender had to be advertised. Funds are currently committed to the new tender. An amount of R11, 9 million has been committed.
- Contracted services are under budget by R714 million and the amount of R467 million have been committed. The underspending is mainly on the following line items:
 - Watchman Services are under budget by R67,3 million. Funds are committed, and the expenditure will reflect in June 2018.
 - City Planning and Frameworks are R12,4 million under budget. Some of the MoU/SLAs and agreements have expired, awaiting approval.
 - Formalisation of informal settlements is underspent by R12 million, mainly due to the delays in the procurement process on the project. The matter has been resolved and funds are committed.

- DBSA Water Conservation is underspent by R24,9 million, due to the delay in the tender process. The spending is expected in the following year.
 - Re Aga Tshwane Projects are underspent by R12,9 million – projects were inherited from the programme with no formal contracts. The contract was reviewed and finalised. Expenditure will reflect in June 2018.
 - Asset Register Administration is underspent by R60,2 million due to delays in the implementation of infrastructure assets verification. Funds will be committed in accordance with the service level agreement.
 - Project-linked housing is underspent by R219 million, due to work stoppages by the local business forums, delays in SCM processes and the enrolment of projects by the province. Due to the delays the full allocation will not be spent and a rollover will be requested at year-end. The estimated rollover is R185 million.
 - Household refuse removal is underspent by R23,7 million, due to outstanding invoices. Funds are committed.
 - Municipal Services: Other Providers are underspent by R23,3 million, due to outstanding invoices from Eskom. All waste water treatment works and water reservoirs use electricity to function in the areas supplied with electricity by Eskom, such as Ekangala, Klipgat, Themba and Babelegi Waste Water Treatment Works.
 - Consultants' fees are underspent by R21 million. An appointment letter for the service provider was issued on 26 April. An emergency requisition has been done, and expenditure will reflect in June.
 - Forensic audits is underspent by R19,7 million due to delay in the appointment and registration of the service provider.
 - Internal audits is underspent by R19,8 million – due to delay in the appointment of the service provider.
 - Connections are underspent by R9,6 million. Installations and maintenance of water meter connections are done only when required.
 - Reticulation electricity is underspent by R9,2 million. The reservation and purchase order have been processed. Expenditure will reflect in June 2018.
 - Buildings are underspent by R10,6 million, due to the delay in the appointment of service providers for building maintenance services. Funds are committed and expenditure will reflect in June 2018.
 - Grounds are underspent by R17 million – the purchase order has been created, funds are committed and expenditure will reflect in June.
 - Vehicles are underspent by R23,5 million – funds are committed and expenditure will reflect once payments are processed.
- Other expenditure is R350 million under budget, due to underspending mainly on the following line items:
 - Unitary Payment – Tshwane House is underspent by R24 million. Invoices were received late; expenditure will reflect in June 2018.
 - EPWP job creation is underspent by R42,1 million due to the delays in the recruitment of Gata Lenna staff. The process has been finalised, a new group has been appointed, and expenditure will increase.
 - LED Initiatives is underspent by R17,3 million due to delay in the signing of the partnership renewal agreements with the agencies.
 - Prepaid Commission is underspent by R77,3 million due to outstanding amounts still to be paid to the third-party service providers.

- A Re Yeng Operations are underspent by R12,9 million. Invoices for the bus operating cost and the automated fare collection will be processed in June; the full budget will be utilised.
- Wi-Fi is underspent by R15,2 million – the invoices were received late, and expenditure will reflect in June 2018.

The reasons for the variances for all sources or groups are captured in Table SC1 of this report.

Summary of capital expenditure

The capital expenditure report, shown in Table C1 and C5 of this report has been prepared, based on the format required to be lodged electronically with the National Treasury. It is categorised by municipal vote; capital expenditure by standard classification, and the funding sources required to fund the capital budget.

The following table shows the total adjusted allocation (including the entities) of R3,8 billion, and spending for the period amounts to R1,9 billion which represents 51% against budget.

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 31 MAY 2018						
Description	Adjusted Budget 2017/18	YTD Budget	YTD Actual	YTD Variance	YTD Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	3,840,102	2,851,139	1,943,669	(907,470)	-32%	51%
TOTAL Capital Financing	3,840,102	2,851,139	1,943,669	(907,470)	-32%	51%

Capital expenditure including commitments as at 31 May 2018.

Capital Expenditure for the CoT per Funding Source as at 31 May 2018							
Funding Source	Adjusted Budget 2017/18	YTD Adjusted Expenditure Projections 31 May 2018	YTD Actual Expenditure 31 May 2018	Commitment YTD	Cumulative Actual + Committed	Cumulative Actual & Committed as % of Adjusted Budget	Budget Not Spent (Adjusted Budget - Cum Actual + Committed YTD)
	(R)	(R)	(R)	(R)	(R)	%	(R)
Council Funding	248 565 464	93 382 218	29 102 321	45 003 652	74 105 973	29.8%	174 459 491
Public Transport Infrastructure and Systems Grant (PTIS)	648 782 894	530 487 835	457 129 588	105 092 615	562 222 203	86.7%	86 560 691
Neighbourhood Development Partnership Grant (NDPG)	20 000 000	18 497 622	11 888 501	2 579 915	14 468 416	72.3%	5 531 584
USDG (replaces MIG)- Urban Settlements Development Grant	1 567 922 550	1 219 965 292	926 292 335	210 852 158	1 137 144 493	72.5%	430 778 057
Integrated National Electrification Programme (INEP)	30 000 000	18 096 545	24 216 007	3 932 253	28 148 260	93.8%	1 851 740
Capital Replacement Reserve	6 158 288	3 920 243	3 802 091	1 379 953	5 182 044	84.1%	976 244
Other Contributions	2 293 422	1 000 000	1 686 306	403 689	2 089 995	91.1%	203 427
Community Library Services (CLS)	7 012 951	4 075 000	387 570	654 444	1 042 014	14.9%	5 970 937
Borrowings	1 000 000 000	722 918 252	382 390 728	187 891 844	570 282 572	57.0%	429 717 428
Public Contributions & Donations	90 899 825	68 028 339	48 760 468	19 212 581	67 973 049	74.8%	22 926 776
Social Infrastructure Grant	64 000 000	52 542 492	49 502 569	13 001 787	62 504 356	97.7%	1 495 644
LG SETA Discretionary Allocation	4 900 000	4 100 000	547 557	668 004	1 215 561	24.8%	3 684 439
Integrated City Development Grant (ICDG)	32 664 650	24 498 487	0	0	0	0.0%	32 664 650
Housing Company Tshwane - Internally Generated Funds	55 578 201	45 109 812	864 343	0	864 343	1.6%	54 713 858
Housing Company Tshwane - Social Housing Regulatory Authority (SHRA)	60 948 644	44 210 936	6 838 113	0	6 838 113	11.2%	54 110 531
Tshwane Economic Development Agency - Subsidy	375 000	305 551	260 620	0	260 620	69.5%	114 380
Total	3 840 101 889	2 851 138 623	1 943 669 118	590 672 895	2 534 342 013	66.0%	1 305 759 876

Expenditure including commitments amounts to R2,5 billion, representing 66% against budget, and compared to previous year, it was R2,8 billion representing 62%.

Capital expenditure including commitments as at 31 May 2017.

Funding Source	Adjusted Budget 2016/17	YTD Actual Expenditure 31 May 2017	Commitment YTD	Cumulative Actual + Committed	Cumulative Actual & Committed as % of Adjusted Budget	Budget Not Spent (Adjusted Budget - Cum Actual + Committed YTD)
Council Funding	980,000,000	17,193,308	4,082,111	21,275,419	2%	958,724,581
Public Transport Infrastructure and Systems Grant (PTIS)	750,000,000	482,861,608	139,238,704	622,100,312	83%	127,899,688
Neighbourhood Development Partnership Grant (NDPG)	48,500,000	46,773,957	497,622	47,271,579	97%	1,228,421
USDG (replaces MIG)- Urban Settlements Development	1,493,153,980	1,125,003,270	183,886,383	1,308,889,653	88%	184,264,327
Integrated National Electrification Programme (INEP)	40,000,000	27,917,737	835,031	28,752,768	72%	11,247,232
Capital Replacement Reserve	18,500,000	2,891,228	389,330	3,280,558	18%	15,219,442
Other Contributions	200,000	200,000	-	200,000	100%	-
Community Library Services (CLS)	6,978,229	5,168,457	289,954	5,458,411	78%	1,519,818
Borrowings	1,000,000,000	476,927,565	162,140,048	639,067,613	64%	360,932,387
Public Contributions & Donations	100,000,000	61,723,862	16,127,694	77,851,556	78%	22,148,444
Social Infrastructure Grant	41,000,000	40,339,533	-	40,339,533	98%	660,467
LG SETA Discretionary Allocation	10,000,000	2,064,165	3,499,736	5,563,901	56%	4,436,100
Integrated City Development Grant (ICDG)	36,254,200	-	-	-	0%	36,254,200
TOTAL	4,524,586,409	2,289,064,690	510,986,613	2,800,051,303	62%	1,724,535,106

The table below shows the spending on the 15 largest capital projects as at 31 May 2018.

Project Name	Current Budget 2017/18	Cumulative Expenditure Projection	Cumulative Capex Actual	Cumulative Committed	Cumulative Capex Actual + Committed	% Budget Spent (Cumulative Capex Actual + Committed)	% Budget Spent (Cumulative Capex Actual)
Replacement of Worn Out Network Pipes	72,000,000	52,745,812	19,898,690	26,927,225	46,825,915	65%	28%
Electricity for All - Region 1	173,000,000	126,268,965	120,958,152	26,474,210	147,432,362	85%	70%
Revitalisation of the City-Sandpruit waste water treatment works: Sludge facility and new 20Ml per day	46,400,000	17,191,547	7,782,657	12,111,562	19,894,219	43%	17%
USDG Funds: Region 1 (Public Lighting)	50,000,000	42,811,853	32,547,985	12,128,641	44,676,626	89%	65%
Mabopane Station Modal Interchange	60,000,000	49,861,844	48,599,259	9,576,375	58,175,634	97%	81%
Booyssens Ext - Bulk water	291,895,455	238,366,974	157,894,725	24,305,968	182,200,693	62%	54%
Tswaing Pump Station	287,117,406	222,365,395	109,644,789	86,166,168	195,810,957	68%	38%
Construction of roads & stormwater - Fort West 4 & 5	355,187,896	286,795,993	214,941,223	5,687,984	220,629,207	62%	61%
Ramotse-Marokolong waterborne sanitation	66,650,000	60,756,884	53,416,616	4,379,518	57,796,134	87%	80%
Revitalisation of the City- Monavoni 132/11KV Substation	137,000,000	68,917,294	55,401,560	7,377,536	62,779,096	46%	40%
Bronkhorstbaai: Refurbishment and upgrade of Water Purification Plant	62,300,000	39,152,722	27,791,655	10,014,079	37,805,734	61%	45%
Belle Ombre CNG Depot - Bulk Earthworks	638,782,894	530,487,835	457,129,588	105,092,615	562,222,203	88%	72%
Water Conservation and Demand Management	80,000,000	80,000,000	68,761,525	870,198	69,631,723	87%	86%
Re-Agashwane Programme 2017/18	83,304,248	54,628,084	69,892,966	3,441,427	73,334,393	88%	84%
Business Process Outsourcing (BPO) Park Construction	56,900,000	46,504,828	7,718,037	-	7,718,037	14%	14%
Total	2,460,537,899	1,916,856,030	1,452,379,428	334,553,506	1,786,932,934	73%	59%

The reasons for variances per department (vote) are captured in Table SC1 of this report. Table SC12 provides an analysis of the actual capital expenditure compared to the budget targets on a monthly and year-to-date basis.

Chart C1 and C2 illustrate the trend in capital expenditure against the adjusted budget per month and the YTD actual expenditure against the YTD target.

Chart C1: 2017/18 capital expenditure (monthly trend: actual vs target)

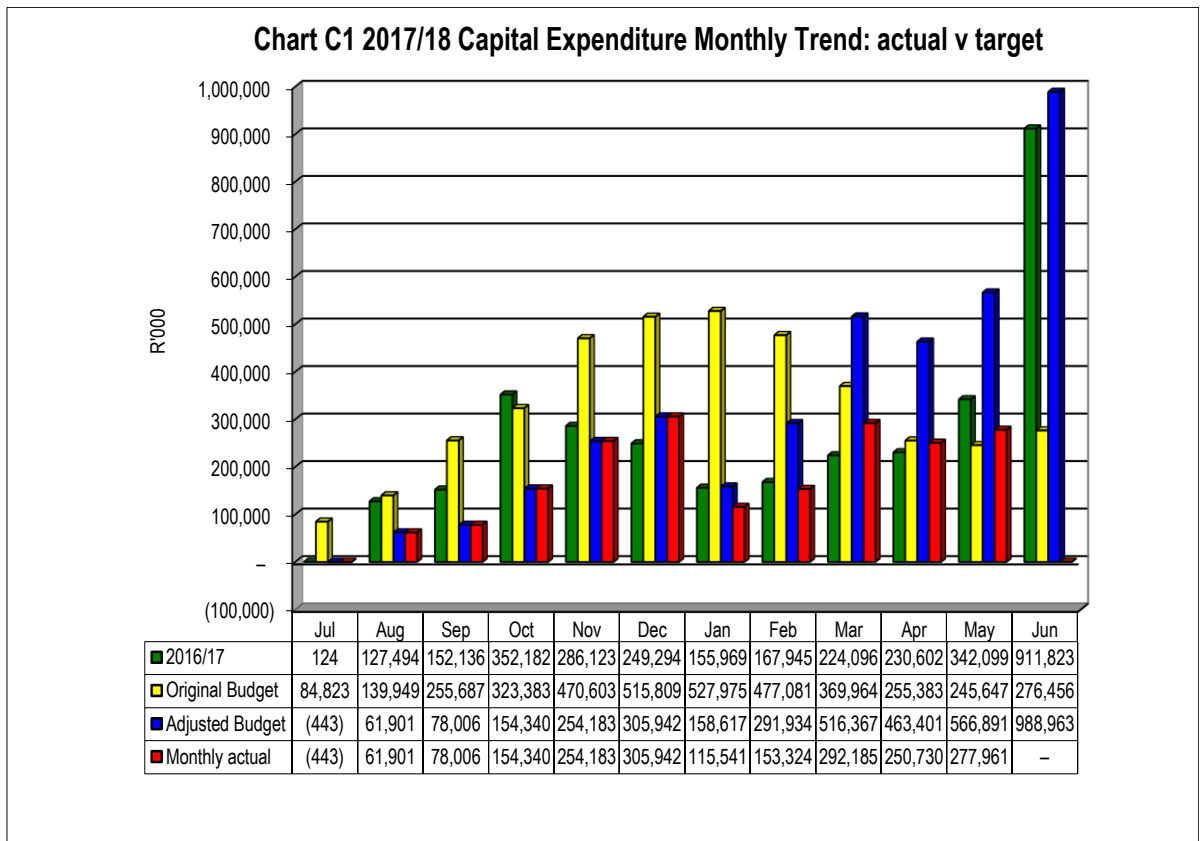
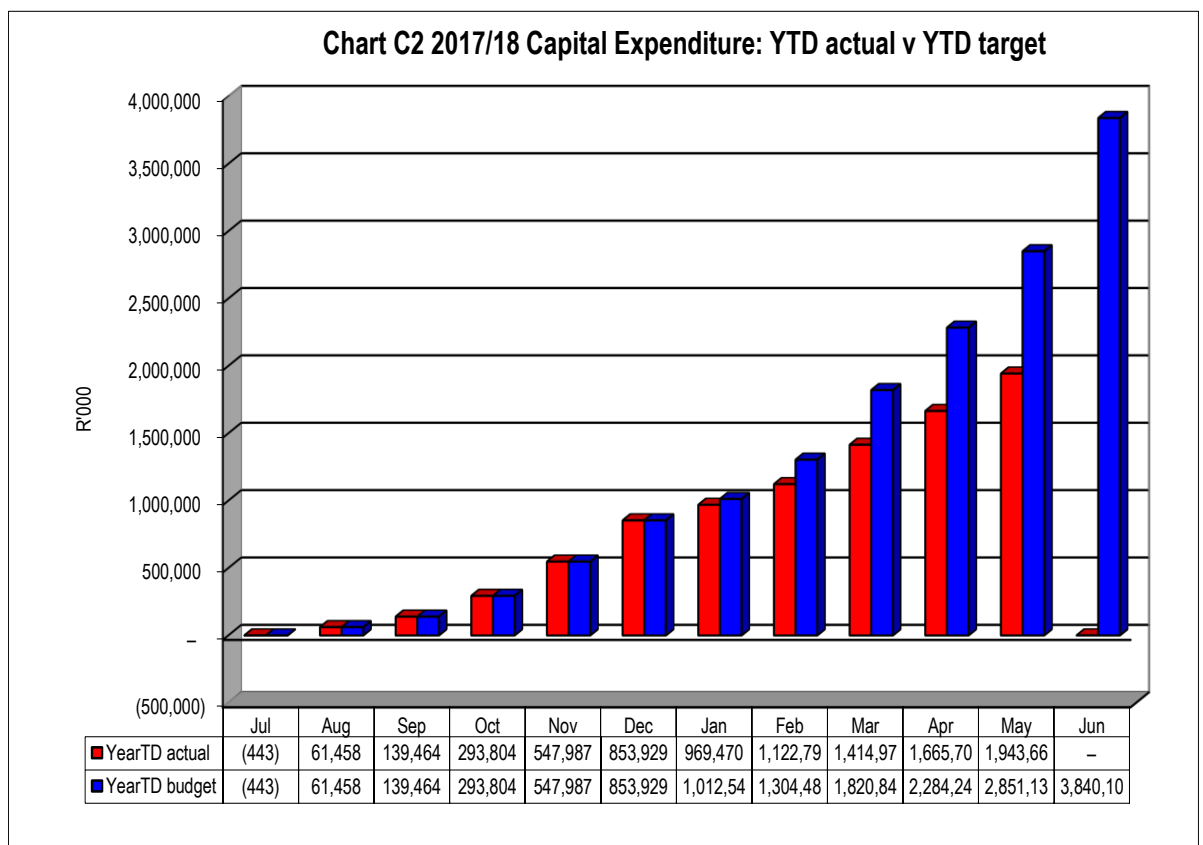


Chart C2: 2017/18 capital expenditure (YTD actual vs YTD target)



Capital expenditure by asset class on new assets, on the renewal and on the upgrading of existing assets, is contained in Table SC13a, SC13b and SC13e.

The expenditure on repairs and maintenance by asset class and the depreciation by asset class are detailed in Table SC13c and SC13d.

Financial position

The financial position, as indicated in Table C1, shows that the community wealth/equity of the City of Tshwane as at 31 May 2018 amounts to R27 billion against the adjusted budget of R25,5 billion. Details related to the assets and liabilities of the City of Tshwane are provided in Table C6, in a format which is consistent with international standards and aligned with GRAP 1.

Cash flow

The cash flow of the City of Tshwane, as depicted in Table C1 and C7 and detailed in Table SC9, indicates the following:

- Cash and cash equivalents as at the end of May 2018 amount to R4,5 billion.
- The cash flow from operating activities is R4,1 billion compared to the target of R2,3 billion.
- The cash flow from investing activities amounts to R1,8 billion compared to a target of R3 billion, due to underspending on the capital budget.
- The cash flow from financing activities amounts to R209 million compared to a target of R302 billion.

Debtors' age analysis

The debtors' report, as reflected in Table C1 and SC3, has been prepared based on the format required to be lodged electronically with the National Treasury. This format provides an extended age analysis, as well as an age analysis by debtor type. It also compares this month's results with the same period of the previous financial year.

Table C1 and SC3 indicate that the total debtors amount to R11,4 billion.

Chart C3 illustrates the aged consumer debtors and reflects a collection problem pertaining to debtors in the over-one-year category.

An amount of R6,8 billion is outstanding in this category compared to R4,9 billion in the 2016/17 financial year.

Chart C3: Aged consumer debtors' analysis

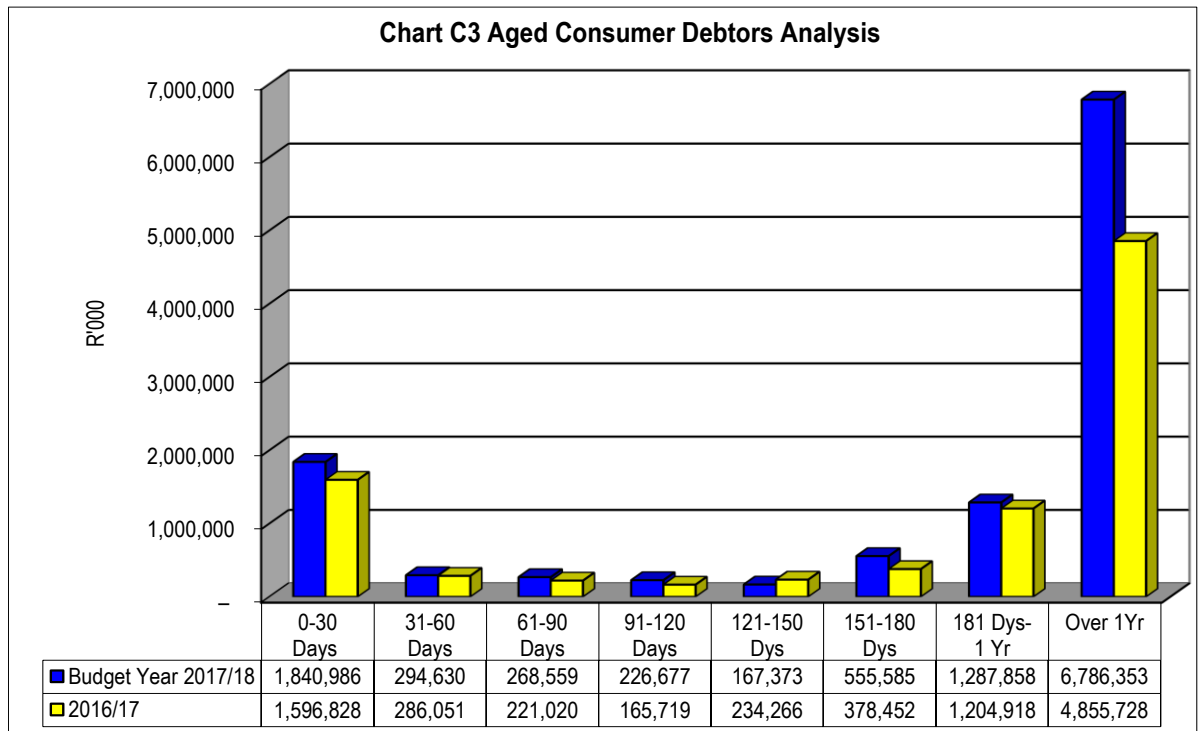
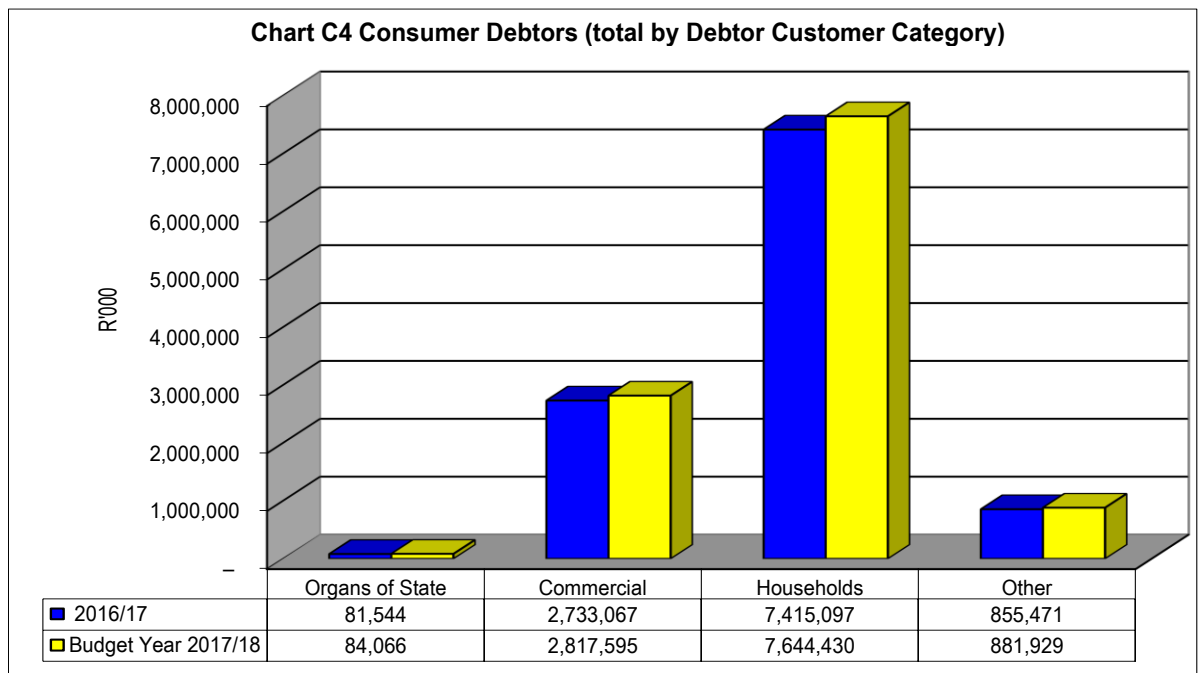


Chart C4 shows that the increase in the customer category is attributable to households, which reflect an increase of R229 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

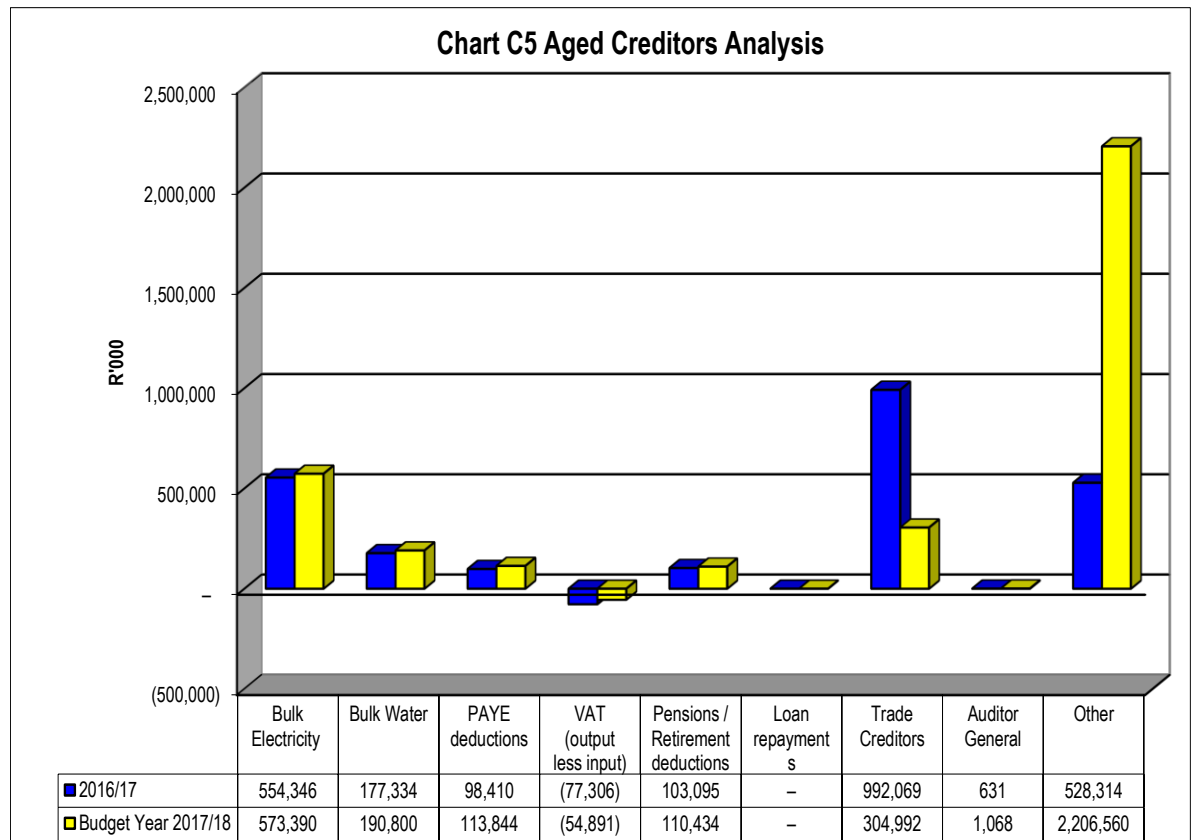


Creditors' age analysis

The creditors' report, as well as Table C1 and SC4, provides an extended age analysis by creditor type. The summary report indicates that there are no long-term outstanding creditors.

The chart compares this month's results with that of the previous financial year, which shows the aged creditors per category.

Chart C5: Aged creditors' analysis



Investment portfolio analysis (Table SC5)

The investment portfolio analysis, shown in Table SC5, reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R4,1 billion.

Allocation of grant receipts and expenditure (Table SC6 and SC7)

The disclosure on transfers and grant receipts, for both operating and capital expenditure, is reflected in Table SC6. The receipts from national, provincial and other grant providers are also indicated.

The total grants were increased to R6,9 billion in the adjustment budget, and an amount of R6,8 billion has been received for the period. The following grants are outstanding as at 31 May 2018:

- Mamelodi – TRT Bus Operation Subsidy – R59 million
- DBSA Feasibility Study – R25 million

- Social Infrastructure Grant – R4,7 million
- SHRA (HCT) – R46,7 million
- Community Libraries – R1,6 million
- HSDG – R1,6 million
- Tirelo Bosha – R5,1 million

Table SC7 (1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table reflects the recognition of expenditures, amounting to R5,7 billion against the YTD budget of R6,4 billion.

Table SC7 (2) indicates expenditure against approved rollovers. The approved rollovers amount to R147 million, and expenditure amounts to R18,2 million.

Expenditure on councillor and staff benefits (Table SC8)

The disclosure on councillors, board members and employee benefits is captured in Table SC8 and provides a comparison of actual expenditure and budgeted expenditure.

Parent municipality's financial performance (Table SC10)

This disclosure is required by the National Treasury. Municipalities that have municipal entities should provide the monthly statement of financial performance for the parent municipality only.

Summary of municipal entities (Table SC11)

The City of Tshwane has two municipal entities, as indicated in Table SC11:

- Housing Company Tshwane (HCT)
- Tshwane Economic Development Agency (TEDA)

Table SC11 summarises the revenue, operating expenditure and capital expenditure for these entities. The reasons for the variance have been captured in Table SC1.

Performance indicators (Table SC2)

This table reflects various ratios, such as –

- borrowing management;
- liquidity;
- revenue management; and
- creditors management.

1.4 In-year budget statement tables

The financial results for the period ended 31 May 2018 are reflected in Table C1 to C7, and they are followed by the supporting documents contained in Table SC1 to SC13e.

(a) Table C1: Consolidated monthly budget statement – summary

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	5,912,584	6,514,409	6,604,409	623,022	6,073,632	5,976,506	97,127	2%	6,604,409
Service charges	16,172,347	17,566,765	17,432,154	1,393,333	15,450,166	15,926,489	(476,323)	-3%	17,432,154
Investment revenue	105,877	79,493	129,469	22,782	175,964	119,162	56,802	48%	129,469
Transfers and subsidies	3,761,456	4,159,532	4,507,256	25,444	4,141,706	4,451,972	(310,266)	-7%	4,507,256
Other own revenue	2,037,443	1,905,815	2,003,582	128,901	1,627,598	1,622,438	5,160	0%	2,003,582
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,193,483	27,469,065	28,096,566	(627,501)	-2%	30,676,869
Employee costs	8,017,177	8,778,736	8,667,974	681,389	7,567,693	7,074,605	493,087	7%	8,667,974
Remuneration of Councillors	120,365	125,281	125,281	11,180	117,210	119,090	(1,879)	-2%	125,281
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	121,314	1,335,663	1,682,124	(346,462)	-21%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	8,937	1,325,724	1,445,935	(120,211)	-8%	1,455,723
Materials and bulk purchases	9,637,818	10,724,387	10,693,414	706,991	8,210,338	9,473,046	(1,262,709)	-13%	10,693,414
Transfers and subsidies	424,800	49,980	50,062	62,201	147,587	148,644	(1,058)	-1%	50,062
Other expenditure	6,300,159	6,937,787	7,816,736	568,012	5,786,699	6,850,702	(1,064,003)	-16%	7,816,736
Total Expenditure	27,366,362	29,994,829	30,674,404	2,160,023	24,490,912	26,794,146	(2,303,234)	-9%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	33,459	2,978,153	1,302,420	1,675,733	129%	2,465
Transfers and subsidies - capital (monetary allocated)	2,362,777	2,443,910	2,433,625	173,099	1,602,895	2,008,610	(405,715)	-20%	2,433,625
Contributions & Contributed assets	54,397	38,816	37,716	3,442	30,394	39,623	(9,229)	-23%	37,716
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	210,001	4,611,442	3,350,653	1,260,789	38%	2,473,806
Surplus/ (Deficit) for the year	3,040,520	2,713,910	2,473,806	210,001	4,611,442	3,350,653	1,260,789	38%	2,473,806
Capital expenditure & funds sources									
Capital expenditure	3,199,887	3,860,284	3,840,102	277,961	1,943,669	2,851,139	(907,470)	-32%	3,840,102
Capital transfers recognised	2,307,029	2,379,284	2,494,103	168,989	1,483,397	1,968,128	(484,731)	-25%	2,494,103
Public contributions & donations	97,926	100,000	90,900	5,540	48,760	68,028	(19,268)	-28%	90,900
Borrowing	760,761	1,000,000	1,000,000	84,359	378,346	719,179	(340,833)	-47%	1,000,000
Internally generated funds	34,172	381,000	255,099	19,073	33,165	95,802	(62,637)	-65%	255,099
Total sources of capital funds	3,199,887	3,860,284	3,840,102	277,961	1,943,669	2,851,139	(907,470)	-32%	3,840,102
Financial position									
Total current assets	8,934,083	7,976,126	9,958,718		9,391,388				9,958,718
Total non current assets	39,599,684	40,140,136	40,345,772		41,308,427				40,345,772
Total current liabilities	10,528,788	8,381,526	10,244,162		8,771,482				10,244,162
Total non current liabilities	15,302,185	14,764,224	14,590,577		14,860,516				14,590,577
Community wealth/Equity	22,702,794	24,970,512	25,469,751		27,067,817				25,469,751
Cash flows									
Net cash from (used) operating	4,375,510	4,763,623	4,143,577	903,055	4,133,371	2,338,956	(1,794,414)	-77%	4,143,577
Net cash from (used) investing	(3,645,774)	(4,459,981)	(4,386,835)	(268,616)	(1,798,795)	(3,016,953)	(1,218,157)	40%	(4,386,835)
Net cash from (used) financing	254,839	405,966	406,748	6,857	(208,583)	302,201	510,784	169%	406,748
Cash/cash equivalents at the month/year end	2,169,316	2,617,289	2,332,806	-	4,458,799	1,793,520	(2,665,278)	-149%	2,332,806
Debtors & creditors analysis	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
Debtors Age Analysis									
Total By Income Source	1,840,986	294,630	268,559	226,677	167,373	555,585	1,287,858	6,786,353	11,428,021
Creditors Age Analysis									
Total Creditors	3,446,196	-	-	-	-	-	-	-	3,446,196

(b) Table C2: Consolidated monthly budget statement – financial performance (standard classification)

TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Functional									
Governance and administration	9,931,992	10,717,815	10,869,052	684,909	10,345,787	10,101,266	244,522	2%	10,869,052
Executive and council	71,336	75,280	73,277	4,509	15,618	32,983	(17,365)	-53%	73,277
Finance and administration	9,808,937	10,600,371	10,753,611	676,935	10,292,875	10,030,340	262,535	3%	10,753,611
Internal audit	51,719	42,165	42,165	3,466	37,295	37,943	(648)	-2%	42,165
Community and public safety	1,259,173	1,512,235	1,890,857	131,886	1,179,009	1,700,001	(520,992)	-31%	1,890,857
Community and social services	48,380	15,430	21,798	2,105	17,314	16,236	1,078	7%	21,798
Sport and recreation	44,492	23,910	24,569	2,540	22,791	12,949	9,843	76%	24,569
Public safety	202,568	334,136	294,906	16,622	195,813	260,485	(64,672)	-25%	294,906
Housing	790,517	968,680	1,316,828	100,988	737,301	1,192,091	(454,790)	-38%	1,316,828
Health	173,217	170,078	232,757	9,631	205,790	218,240	(12,450)	-6%	232,757
Economic and environmental services	1,621,535	1,600,352	1,576,390	50,858	1,103,176	1,392,467	(289,292)	-21%	1,576,390
Planning and development	201,758	186,248	171,876	5,766	163,252	201,118	(37,866)	-19%	171,876
Road transport	1,407,007	1,319,389	1,403,588	45,185	939,160	1,190,527	(251,367)	-21%	1,403,588
Environmental protection	12,770	94,715	926	(92)	764	822	(58)	-7%	926
Trading services	17,372,056	18,650,592	18,583,593	1,486,303	16,270,570	16,742,419	(471,849)	-3%	18,583,593
Energy sources	11,507,273	11,730,582	11,763,614	932,349	10,154,462	10,774,711	(620,249)	-6%	11,763,614
Water management	3,519,052	4,100,522	4,016,485	328,753	3,803,638	3,561,584	242,054	7%	4,016,485
Waste water management	1,044,862	1,362,903	1,354,021	92,227	984,719	1,130,333	(145,613)	-13%	1,354,021
Waste management	1,300,869	1,456,585	1,449,473	132,973	1,327,751	1,275,792	51,959	4%	1,449,473
Other	222,126	227,746	228,318	16,068	203,812	208,646	(4,834)	-2%	228,318
Total Revenue - Functional	30,406,882	32,708,740	33,148,210	2,370,024	29,102,355	30,144,799	(1,042,445)	-3%	33,148,210
Expenditure - Functional									
Governance and administration	5,104,312	7,288,308	7,419,174	450,003	5,907,822	6,501,499	(593,678)	-9%	7,419,174
Executive and council	884,029	1,230,769	1,245,758	69,979	802,309	864,330	(62,021)	-7%	1,245,758
Finance and administration	3,872,363	5,755,519	5,862,697	373,519	4,924,337	5,393,216	(468,879)	-9%	5,862,697
Internal audit	347,920	302,020	310,719	6,505	181,176	243,954	(62,778)	-26%	310,719
Community and public safety	4,231,295	3,936,721	4,553,653	410,298	3,823,647	3,869,381	(45,734)	-1%	4,553,653
Community and social services	305,870	269,256	271,028	22,823	277,438	268,671	8,767	3%	271,028
Sport and recreation	407,303	374,267	353,431	29,604	309,898	297,550	12,348	4%	353,431
Public safety	2,352,619	2,219,047	2,466,567	191,958	2,178,020	1,973,843	204,177	10%	2,466,567
Housing	571,910	466,664	846,136	113,227	529,336	842,937	(313,601)	-37%	846,136
Health	593,593	607,488	616,490	52,686	528,954	486,380	42,574	9%	616,490
Economic and environmental services	2,756,709	3,210,120	3,281,529	223,606	2,538,874	2,764,962	(226,089)	-8%	3,281,529
Planning and development	811,014	1,034,346	1,042,208	76,465	803,723	903,235	(99,512)	-11%	1,042,208
Road transport	1,819,681	1,911,711	2,076,104	134,013	1,615,041	1,715,210	(100,169)	-6%	2,076,104
Environmental protection	126,013	264,063	163,217	13,127	120,110	146,517	(26,408)	-18%	163,217
Trading services	15,085,544	15,388,317	15,240,095	1,059,832	12,081,426	13,499,795	(1,418,369)	-11%	15,240,095
Energy sources	10,507,058	10,073,638	10,078,535	696,430	8,165,983	9,182,312	(1,016,329)	-11%	10,078,535
Water management	2,902,528	3,128,834	3,192,589	230,862	2,537,410	2,838,877	(301,467)	-11%	3,192,589
Waste water management	376,770	1,107,046	883,402	64,639	561,019	620,672	(59,653)	-10%	883,402
Waste management	1,299,187	1,078,799	1,085,569	67,901	817,014	857,934	(40,920)	-5%	1,085,569
Other	189,261	171,863	179,953	16,285	139,857	158,509	(18,652)	-12%	179,953
Total Expenditure - Functional	27,367,120	29,995,329	30,674,404	2,160,023	24,491,626	26,794,146	(2,302,520)	-9%	30,674,404
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,806	210,001	4,610,729	3,350,653	1,260,076	38%	2,473,806

Note: The variance in total revenue in Table C1 differs from that in Table C2 because the item “Capital transfers” is excluded in Table C1, 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) - M11 May									
Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Community & Social Development Services Department	60,353	67,047	103,210	7,223	71,911	93,059	(21,147)	-22.7%	103,210
Vote 2 - Economic Development & Spatial Planning Department	194,578	400,077	428,772	21,729	343,973	403,237	(59,264)	-14.7%	428,772
Vote 3 - Emergency Services Department	82,199	81,402	111,878	950	109,063	110,312	(1,249)	-1.1%	111,878
Vote 4 - Environment & Agriculture Management Department	1,512,376	175,514	75,272	(944)	(26,439)	(35,870)	9,430	-26.3%	75,272
Vote 5 - Group Audit & Risk Department	51,845	42,165	42,165	3,466	37,295	37,943	(648)	-1.7%	42,165
Vote 6 - Group Financial Services Department	9,664,514	10,383,343	10,583,950	674,667	10,197,292	9,938,025	259,267	2.6%	10,583,950
Vote 7 - Group Property Management Department	71,666	93,279	93,279	350	57,058	66,382	(9,324)	-14.0%	93,279
Vote 8 - Health Department	62,535	59,442	60,382	29	59,789	54,767	5,022	9.2%	60,382
Vote 9 - Human Settlement Department	762,238	983,245	1,282,900	100,987	718,624	1,129,966	(411,341)	-36.4%	1,282,900
Vote 10 - Tshwane Metro Police Department	194,577	1,593,116	296,465	17,655	203,030	262,189	(59,159)	-22.6%	296,465
Vote 11 - Regional Operations & Coordination Department	281,976	1,195,088	1,461,966	141,508	1,424,449	1,368,461	55,988	4.1%	1,461,966
Vote 12 - Roads & Transport Department	1,281,324	1,063	1,420,989	43,290	944,292	1,205,958	(261,666)	-21.7%	1,420,989
Vote 13 - Shared Services Department	9,672	334,516	2,150	1	15	1,795	(1,779)	-99.1%	2,150
Vote 14 - Utility Services Department	16,054,318	17,192,562	17,126,631	1,352,629	14,934,137	15,459,607	(525,470)	-3.4%	17,126,631
Vote 15 - Other Departments	122,710	106,882	58,202	6,487	27,865	48,969	(21,104)	-43.1%	58,202
Total Revenue by Vote	30,406,882	32,708,740	33,148,210	2,370,024	29,102,355	30,144,799	(1,042,445)	-3.5%	33,148,210
Expenditure by Vote									
Vote 1 - Community & Social Development Services Department	294,997	366,933	392,173	37,214	286,306	296,889	(10,584)	-3.6%	392,173
Vote 2 - Economic Development & Spatial Planning Department	594,588	668,376	564,082	41,125	487,508	540,296	(52,788)	-9.8%	564,082
Vote 3 - Emergency Services Department	623,775	660,745	657,915	53,956	592,819	506,754	86,065	17.0%	657,915
Vote 4 - Environment & Agriculture Management Department	665,199	682,139	605,587	40,025	399,082	435,453	(36,371)	-8.4%	605,587
Vote 5 - Group Audit & Risk Department	364,812	320,121	328,714	7,970	197,976	261,020	(63,045)	-24.2%	328,714
Vote 6 - Group Financial Services Department	1,448,797	3,291,437	3,147,959	144,558	2,445,224	2,873,737	(428,513)	-14.9%	3,147,959
Vote 7 - Group Property Management Department	349,605	471,404	648,112	53,517	548,459	594,045	(45,586)	-7.7%	648,112
Vote 8 - Health Department	317,312	395,176	385,077	30,581	329,354	309,866	19,489	6.3%	385,077
Vote 9 - Human Settlement Department	484,838	317,972	681,542	98,640	377,289	700,499	(323,210)	-46.1%	681,542
Vote 10 - Tshwane Metro Police Department	2,175,132	3,629,647	2,342,952	178,967	2,061,354	1,945,391	115,963	6.0%	2,342,952
Vote 11 - Regional Operations & Coordination Department	3,512,859	1,328,192	3,492,316	276,707	3,001,913	2,757,130	244,783	8.9%	3,492,316
Vote 12 - Roads & Transport Department	1,310,728	1,369,586	1,602,828	101,581	1,248,040	1,395,812	(147,772)	-10.6%	1,602,828
Vote 13 - Shared Services Department	1,318,349	2,087,460	1,373,533	101,389	1,139,502	1,213,768	(74,266)	-6.1%	1,373,533
Vote 14 - Utility Services Department	12,618,063	13,200,387	13,029,865	891,160	10,230,728	11,738,738	(1,508,010)	-12.8%	13,029,865
Vote 15 - Other Departments	1,288,066	1,205,754	1,421,750	102,634	1,146,072	1,224,748	(78,677)	-6.4%	1,421,750
Total Expenditure by Vote	27,367,119	29,995,329	30,674,404	2,160,023	24,491,626	26,794,146	(2,302,520)	-8.6%	30,674,404
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,806	210,001	4,610,729	3,350,653	1,260,076	37.6%	2,473,806

(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) - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	5,912,584	6,514,409	6,604,409	623,022	6,073,632	5,976,506	97,127	2%	6,604,409
Service charges - electricity revenue	10,869,151	11,176,494	11,181,883	912,261	10,136,494	10,459,778	(323,284)	-3%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	263,227	3,089,283	3,315,059	(225,777)	-7%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	84,104	897,349	876,077	21,272	2%	962,879
Service charges - refuse revenue	1,054,530	1,410,506	1,410,506	133,741	1,327,040	1,275,574	51,466	4%	1,410,506
Rental of facilities and equipment	140,955	151,864	144,835	4,028	106,752	113,178	(6,426)	-6%	144,835
Interest earned - external investments	105,877	79,493	129,469	22,782	175,964	119,162	56,802	48%	129,469
Interest earned - outstanding debtors	623,191	466,691	546,655	54,950	579,231	437,489	141,742	32%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	17,420	198,231	260,045	(61,814)	-24%	294,052
Licences and permits	145,529	54,796	56,045	12,768	131,595	65,780	65,815	100%	56,045
Agency services	—	6,650	2,564	—	—	—	—	—	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	25,444	4,141,706	4,451,972	(310,266)	-7%	4,507,256
Other revenue	939,667	887,079	953,550	39,736	611,790	741,046	(129,256)	-17%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	—	0	4,900	(4,900)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,193,483	27,469,065	28,096,566	(627,501)	-2%	30,676,869
Expenditure By Type									
Employee related costs	8,017,177	8,778,736	8,667,974	681,389	7,567,693	7,074,605	493,087	7%	8,667,974
Remuneration of councillors	120,365	125,281	125,281	11,180	117,210	119,090	(1,879)	-2%	125,281
Debt impairment	889,759	1,175,973	1,135,973	100,125	992,321	992,321	—	—	1,135,973
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	121,314	1,335,663	1,682,124	(346,462)	-21%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	8,937	1,325,724	1,445,935	(120,211)	-8%	1,455,723
Bulk purchases	7,467,527	7,462,684	7,585,684	497,900	6,039,188	6,976,906	(937,717)	-13%	7,585,684
Other materials	2,170,290	3,261,702	3,107,730	209,091	2,171,149	2,496,141	(324,991)	-13%	3,107,730
Contracted services	2,599,777	2,874,971	3,429,290	275,391	2,441,384	3,154,962	(713,578)	-23%	3,429,290
Transfers and subsidies	424,800	49,980	50,062	62,201	147,587	148,644	(1,058)	-1%	50,062
Other expenditure	2,809,339	2,886,842	3,251,472	192,495	2,352,994	2,703,418	(350,424)	-13%	3,251,472
Loss on disposal of PPE	1,284	1	1	—	—	1	(1)	-100%	1
Total Expenditure	27,366,362	29,994,829	30,674,404	2,160,023	24,490,912	26,794,146	(2,303,234)	-9%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	33,459	2,978,153	1,302,420	1,675,733	0	2,465
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,433,625	173,099	1,602,895	2,008,610	(405,715)	(0)	2,433,625
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	—	6,000	4,900	—	—	—	—	—	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	3,442	30,394	39,623	(9,229)	(0)	32,816
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	210,001	4,611,442	3,350,653			2,473,806
Taxation	759	500	500	—	714	—	714		500
Surplus/(Deficit) after taxation	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Attributable to minorities	—	—	—	—	—	—			—
Surplus/(Deficit) attributable to municipality	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306
Share of surplus/ (deficit) of associate	—	—	—	—	—	—			—
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,306	210,001	4,610,729	3,350,653			2,473,306

Note: Total revenue excludes capital transfers and contributions. These are 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, functional classification and funding - M11 May)									
Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Community & Social Development Services Department	102,068	91,507	103,794	7,670	54,540	78,745	(24,205)	-31%	103,794
Vote 2 - Economic Development & Spatial Planning Department	55,983	96,065	96,440	2,185	13,114	50,832	(37,718)	-74%	96,440
Vote 3 - Emergency Services Department	10,895	10,000	10,000	2,024	6,771	7,878	(1,107)	-14%	10,000
Vote 4 - Environment & Agriculture Management Department	22,123	32,500	32,500	8,262	17,240	29,600	(12,360)	-42%	32,500
Vote 5 - Group Audit & Risk Department	5,856	13,000	14,000	4,712	8,811	9,062	(251)	-3%	14,000
Vote 6 - Group Financial Services Department	43,513	101,000	43,000	3,414	10,660	15,000	(4,340)	-29%	43,000
Vote 7 - Group Property Management Department	-	5,000	-	-	-	-	-	-	-
Vote 8 - Health Department	14,031	15,200	15,200	1,258	12,519	14,376	(1,857)	-13%	15,200
Vote 9 - Human Settlement Department	608,885	874,422	1,120,378	92,344	494,166	846,952	(352,786)	-42%	1,120,378
Vote 10 - Tshwane Metro Police Department	29,997	13,000	13,000	10,172	11,832	13,000	(1,168)	-9%	13,000
Vote 11 - Regional Operations & Coordination Department	2,832	5,000	5,000	-	(55)	3,445	(3,500)	-102%	5,000
Vote 12 - Roads & Transport Department	1,103,585	1,078,974	1,101,116	31,847	604,167	854,772	(250,604)	-29%	1,101,116
Vote 13 - Shared Services Department	159,831	93,500	103,500	4,850	42,101	103,500	(61,399)	-59%	103,500
Vote 14 - Utility Services Department	978,955	1,015,616	1,092,616	102,205	637,616	768,537	(130,921)	-17%	1,092,616
Vote 15 - Other Departments	52,301	391,500	54,832	5,888	20,868	31,451	(10,583)	-34%	54,832
Total Capital Multi-year expenditure	3,190,856	3,836,284	3,805,375	276,830	1,934,350	2,827,150	(892,800)	-32%	3,805,375
Single Year expenditure appropriation									
Vote 1 - Community & Social Development Services Department	-	200	10,200	11	37	1,000	(963)	-	10,200
Vote 2 - Economic Development & Spatial Planning Department	4,000	450	450	-	393	450	(57)	-13%	450
Vote 3 - Emergency Services Department	-	250	250	32	249	250	(1)	0%	250
Vote 4 - Environment & Agriculture Management Department	4,831	-	-	-	-	-	-	-	-
Vote 5 - Group Audit & Risk Department	-	-	-	-	-	-	-	-	-
Vote 6 - Group Financial Services Department	-	19,500	19,500	52	5,870	19,500	(13,630)	-70%	19,500
Vote 7 - Group Property Management Department	-	200	100	33	98	100	(2)	-2%	100
Vote 8 - Health Department	-	300	1,127	564	968	851	117	14%	1,127
Vote 9 - Human Settlement Department	-	-	-	-	-	-	-	-	-
Vote 10 - Tshwane Metro Police Department	-	-	-	-	-	-	-	-	-
Vote 11 - Regional Operations & Coordination Department	-	1,800	1,800	202	1,099	1,063	37	3%	1,800
Vote 12 - Roads & Transport Department	-	-	-	-	-	-	-	-	-
Vote 13 - Shared Services Department	200	-	-	-	-	-	-	-	-
Vote 14 - Utility Services Department	-	500	500	49	49	-	49	#DIV/0!	500
Vote 15 - Other Departments	-	800	800	188	556	775	(219)	-28%	800
Total Capital single-year expenditure	9,031	24,000	34,727	1,131	9,319	23,989	(14,670)	-61%	34,727
Total Capital Expenditure	3,199,887	3,860,284	3,840,102	277,961	1,943,669	2,851,139	(907,470)	-32%	3,840,102
Capital Expenditure - Functional Classification									
Governance and administration	267,412	669,622	278,359	19,450	91,088	184,545	(93,457)	-51%	278,359
Executive and council	62,117	419,922	71,859	5,628	14,396	23,598	(9,201)	-39%	71,859
Finance and administration	-	236,700	192,500	-	-	-	-	-	192,500
Internal audit	205,295	13,000	14,000	13,821	76,692	160,947	(84,255)	-52%	14,000
Community and public safety	736,418	1,002,672	1,274,235	103,849	571,506	962,376	(390,870)	-41%	1,274,235
Community and social services	19,292	8,300	19,527	564	11,497	17,051	(5,554)	-33%	19,527
Sport and recreation	41,796	58,500	40,587	-	(1,946)	21,827	(23,773)	-109%	40,587
Public safety	5,903	7,250	7,250	2,056	4,082	5,128	(1,046)	-20%	7,250
Housing	611,717	879,422	1,125,378	92,344	494,166	760,028	(265,862)	-35%	1,125,378
Health	57,710	49,200	81,493	8,885	63,708	158,342	(94,634)	-60%	81,493
Economic and environmental services	1,163,844	1,096,374	1,126,641	43,060	613,616	877,403	(263,787)	-30%	1,126,641
Planning and development	49,140	56,900	57,275	-	7,718	46,936	(39,218)	-84%	57,275
Road transport	1,111,989	1,036,474	1,066,366	41,933	602,909	827,767	(224,858)	-27%	1,066,366
Environmental protection	2,715	3,000	3,000	1,127	2,989	2,700	289	11%	3,000
Trading services	1,000,582	1,051,116	1,120,366	109,489	649,495	788,843	(139,348)	-18%	1,120,366
Energy sources	491,988	488,312	548,312	69,151	328,731	409,706	(80,976)	-20%	548,312
Water management	149,201	402,804	372,254	26,558	216,314	244,717	(28,403)	-12%	372,254
Waste water management	338,570	146,000	185,800	6,544	92,620	120,114	(27,494)	-23%	185,800
Waste management	20,822	14,000	14,000	7,235	11,830	14,306	(2,475)	-17%	14,000
Other	31,632	40,500	40,500	2,113	17,964	37,972	(20,008)	-53%	40,500
Total Capital Expenditure - Functional Classification	3,199,887	3,860,284	3,840,102	277,961	1,943,669	2,851,139	(907,470)	-32%	3,840,102
Funded by:									
National Government	2,260,120	2,329,777	2,299,370	161,041	1,423,571	1,815,987	(392,416)	-22%	2,299,370
Provincial Government	46,710	43,507	187,540	6,323	57,593	147,041	(89,449)	-61%	187,540
Other transfers and grants	200	6,000	7,193	1,625	2,234	5,100	(2,866)	-56%	7,193
Transfers recognised - capital	2,307,029	2,379,284	2,494,103	168,989	1,483,397	1,968,128	(484,731)	-25%	2,494,103
Public contributions & donations	97,926	100,000	90,900	5,540	48,760	68,028	(19,268)	-28%	90,900
Borrowing	760,761	1,000,000	1,000,000	84,359	378,346	719,179	(340,833)	-47%	1,000,000
Internally generated funds	34,172	381,000	255,099	19,073	33,165	95,802	(62,637)	-65%	255,099
Total Capital Funding	3,199,887	3,860,284	3,840,102	277,961	1,943,669	2,851,139	(907,470)	-32%	3,840,102

(f) Table C6: Consolidated monthly budget statement – financial position

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M11 May					
Description	2016/17	Budget Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
<u>ASSETS</u>					
Current assets					
Cash	456,779	121,000	502,457	233,845	502,457
Call investment deposits	1,712,537	2,502,289	1,830,350	4,224,953	1,830,350
Consumer debtors	4,630,010	3,423,486	5,347,877	3,216,408	5,347,877
Other debtors	1,351,392	1,067,508	1,421,556	973,160	1,421,556
Current portion of long-term receivables	91,005	163,349	94,884	91,005	94,884
Inventory	692,359	698,494	761,595	652,016	761,595
Total current assets	8,934,083	7,976,126	9,958,718	9,391,388	9,958,718
Non current assets					
Long-term receivables	25,661	6,366	27,296	1,219,932	27,296
Investments	19,454	858,036	761,798	711	761,798
Investment property	773,100	927,675	864,704	773,100	864,704
Investments in Associate	-	-	-	-	-
Property, plant and equipment	38,392,729	37,968,303	38,296,260	38,926,142	38,296,260
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	388,740	379,756	395,713	388,542	395,713
Other non-current assets	-	-	-	-	-
Total non current assets	39,599,684	40,140,136	40,345,772	41,308,427	40,345,772
TOTAL ASSETS	48,533,767	48,116,261	50,304,490	50,699,815	50,304,490
<u>LIABILITIES</u>					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	728,912	788,401	1,074,771	910,567	1,074,771
Consumer deposits	411,345	395,755	419,572	507,628	419,572
Trade and other payables	9,388,531	7,197,370	8,749,819	7,353,287	8,749,819
Provisions	-	-	-	-	-
Total current liabilities	10,528,788	8,381,526	10,244,162	8,771,482	10,244,162
Non current liabilities					
Borrowing	11,936,523	11,195,205	11,240,647	10,652,440	11,240,647
Provisions	3,365,662	3,569,019	3,349,931	4,208,076	3,349,931
Total non current liabilities	15,302,185	14,764,224	14,590,577	14,860,516	14,590,577
TOTAL LIABILITIES	25,830,973	23,145,750	24,834,739	23,631,998	24,834,739
NET ASSETS	22,702,794	24,970,512	25,469,751	27,067,817	25,469,751
<u>COMMUNITY WEALTH/EQUITY</u>					
Accumulated Surplus/(Deficit)	22,471,991	24,713,269	25,212,508	26,837,014	25,212,508
Reserves	230,803	257,243	257,243	230,803	257,243
TOTAL COMMUNITY WEALTH/EQUITY	22,702,794	24,970,512	25,469,751	27,067,817	25,469,751

(g) Table C7: Consolidated monthly budget statement – cash flow

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	5,912,584	6,188,689	6,142,100	623,022	6,073,632	5,552,346	521,286	9%	6,142,100
Service charges	14,386,069	16,688,427	16,709,359	1,302,053	14,325,224	15,244,108	(918,884)	-6%	16,709,359
Other revenue	2,664,512	1,433,244	1,580,515	73,951	1,069,161	932,072	137,089	15%	1,580,515
Government - operating	3,980,677	4,159,532	4,507,256	260	4,409,316	4,501,302	(91,986)	-2%	4,507,256
Government - capital	2,378,838	2,443,910	2,438,525	-	2,372,917	2,424,295	(51,378)	-2%	2,438,525
Interest	105,994	233,345	129,469	77,732	748,313	466,083	282,231	61%	129,469
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(23,716,368)	(24,916,187)	(25,857,862)	(1,102,824)	(23,423,235)	(25,366,789)	(1,943,554)	8%	(25,857,862)
Finance charges	(1,336,037)	(1,417,357)	(1,455,723)	(8,937)	(1,294,385)	(1,377,837)	(83,452)	6%	(1,455,723)
Transfers and Grants	(759)	(49,980)	(50,062)	(62,201)	(147,573)	(36,624)	110,950	-303%	(50,062)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4,375,510	4,763,623	4,143,577	903,055	4,133,371	2,338,956	(1,794,414)	-77%	4,143,577
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	5,484	5,880	5,880	9,345	142,503	4,900	137,603	-	5,880
Decrease (Increase) in non-current debtors	-	(102,705)	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	(2,591)	993	(1,635)	-	-	(1,499)	1,499	-100%	(1,635)
Decrease (increase) in non-current investments	-	(500,246)	(742,345)	-	2,371	(680,483)	682,853	-100%	(742,345)
Payments									
Capital assets	(3,648,666)	(3,863,903)	(3,648,736)	(277,961)	(1,943,669)	(2,339,872)	(396,203)	17%	(3,648,736)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(3,645,774)	(4,459,981)	(4,386,835)	(268,616)	(1,798,795)	(3,016,953)	(1,218,157)	40%	(4,386,835)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	1,000,000	1,000,000	1,000,000	-	-	739,472	(739,472)	-100%	1,000,000
Increase (decrease) in consumer deposits	(192,740)	7,760	8,227	6,857	82,630	7,505	75,125	1001%	8,227
Payments									
Repayment of borrowing	(552,421)	(601,794)	(601,479)	-	(291,213)	(444,776)	(153,563)	35%	(601,479)
NET CASH FROM/(USED) FINANCING ACTIVITIES	254,839	405,966	406,748	6,857	(208,583)	302,201	510,784	169%	406,748
NET INCREASE/ (DECREASE) IN CASH HELD	984,576	709,608	163,491	641,297	2,125,992	(375,795)			163,491
Cash/cash equivalents at beginning:	1,184,740	1,907,681	2,169,316		2,332,806	2,169,316			2,169,316
Cash/cash equivalents at month/year end:	2,169,316	2,617,289	2,332,806		4,458,799	1,793,520			2,332,806

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M11 May			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
<u>Revenue By Source</u>			
Property rates	97,127	Due to invoices on the exception list that were released, and an update of property valuations from the property rates system to the billing system.	None
Service charges - electricity revenue	(323,284)	Mainly on Electricity smart prepaid, technical audits on all meters are currently being conducted and all notification and placement of meters attended to.	None
Service charges - water revenue	(225,777)	The budget for water and sewerage is based on statistical trends and the income is determined by the demand.	None
Service charges - sanitation revenue	21,272	The budget for water and sewerage is based on statistical trends and the income is determined by the demand.	None
Service charges - refuse revenue	51,466	Solid waste removal is ahead due to the city cleansing levy imposed on non-refuse account holders.	None
Service charges - other	-		
Rental of facilities and equipment	(6,426)	mainly due to under recovery on the rental of housing accommodation, facilities and commercial properties. Expired lease agreements are in the process of being renewed.	Leases to go out on tender and regularised.
Interest earned - external investments	56,802	Interest earned on the short-term investment is better than projected.	
Interest earned - outstanding debtors	141,742	As a result of an increase in outstanding debtors.	
Dividends received	-		
Fines, penalties and forfeits	(61,814)	Revenue on AARTO is allocated one month in arrears. The administrative delay in the calibration and Certification of 19 speed cameras.	The department will use all resources optimally in reaching the adjusted target.
Licences and permits	65,815	Drivers license and motor vehicles are higher than budgeted.	
Agency services	-		
Transfers and subsidies	(310,266)	Mainly due to underspending on the Housing top structure, TRT Subsidy, PTNOG and DBSA Grants.	
Other revenue	(129,256)	Due to under recovery on Building Plan Fees, Transport fees, Approval Fees: Advertising and Township development contributions on electricity, Water and Rezoning.	None
Gains on disposal of PPE	(4,900)	Gain on disposal of assets will be realised once assets are sold.	
<u>Expenditure By Type</u>			
Employee related costs	493,087	Overspending mainly on salaries, medical aid and over time due to the payment of employees attending to unplanned power outages and cable theft.	
Remuneration of councillors	(1,879)	Payment in terms of the Public Office Bearers Act.	
Debt impairment	-		
Depreciation & asset impairment	(346,462)	The calculation aligns with the asset verification and purification process.	
Finance charges	(120,211)	Mainly on Interest on Rehabilitation provision and Interest Expense: Interest swaps.	None
Bulk purchases	(937,717)	Due to outstanding invoices from Eskom.	
Other materials	(324,991)	The purchase of bulk water is demand driven and the under expenditure is aligned to the under recovery on sales.	
Contracted services	(713,578)	Underspending mainly on the on the Housing Top Structure grant due to delays in the enrolment of projects by the Province.	None
Transfers and subsidies	(1,058)		
Other expenditure	(350,424)	Underspending mainly on prepaid commission, EPWP Job creation and ARY operation and SA Cities Network membership.	
Loss on disposal of PPE	(1)		

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M11 May			
R thousands			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
Vote 1 - Community & Social Development Services Department	(24,205)	Social Development centre in Hammanskraal project is the main contributor. The project was delay in progress due to lapsing of contract and consultant	Deviation reports approved and EPMU assistance.
Vote 2 - Economic Development & Spatial Planning Department	(37,718)	Business Process Outsourcing (BPO) Park Construction project is the main contributor. The project is still on hold following the suspension of services by the Principal Agent pending the approval of the Township Establishment, SDP and	Resolve challenges with the CSIR/Principal Agent or consider appointing a new project management company. Awaiting Group Legal department advice on the way forward.
Vote 3 - Emergency Management Services Department	(1,107)	Renovation & Upgrading of Facilities is the main contributor. The main contributing factor was due to the appointed contractor (Procost & Associates): Not complying with OHS requirements and therefore the work at all three sites were	Intervention requested by project manager. Contractor to resume work 1 June 2018 and also submit an amended project program to indicate how they will make up for lost time.
Vote 4 - Environment & Agriculture Management Department	(12,360)	Upgrading of Resorts and reserves of security infrastructure is the main contributor. SCM emergency procedures for alarms and security gates at	Service Provider to be appointed and works to commence by 11 June 2018.
Vote 5 - Group Audit & Risk Department	(251)	Under spending on Insurance Replacements.	Approval letters submitted to Departments/Regions. Departments/Regions are busy with procurement.
Vote 6 - Group Financial Services Department	(4,340)	Turnaround of Municipality Water Services – Reduction of water losses is the main contributor. The procurement process is still under way. The tender closed on 23/4/18 and the first BEC meeting is scheduled for 28/5/18.	BEC should complete its work by 15/6/18 after which BAC will consider the BEC report by 28/6/2018. No spending will be realised on this project in the 2018 financial year.
Vote 7 - Group Property Department	-		
Vote 8 - Health Department	(1,857)	Upgrading of Clinic Dispensaries - Cash-flow problems reported.	In process to request approval to transfer R2 million to Rayton Clinic.
Vote 9 - Housing & Human Settlement Department	(352,786)	Winlerveldt bulk sewer project is the main contributor. Plot owners refusing access to their plots, community arrests and water use license outstanding.	Ongoing meetings with plot owners and community, involvement and constant engagement of Ward Councillor, application for WULA to be submitted on 1
Vote 10 - Regional Operations & Coordination Department	(1,168)	Under spending on Jo-Jo Tanks. Non-responsive bidders delayed process.	Appointment letter signed on 16 May 2018, contractor inception meeting held on 23 May 2018 and Site visit with Ward Cllr on 28 May 2018. Contractor on site.
Vote 11 - Roads & Transport Department	(3,500)	Revitalisation of the City-Taxi Holding areas within the Pretoria CBD. This project was only now added to the budget during the adjustment budget process.	Work on this project will be done during June 2018.
Vote 12 - Shared Services Department	(250,604)	Under spending on the One Integrated Transaction Processing System project - Some invoices received for milestones signed off and in process of payment.	Finalisation of other milestones and processing of payments.
Vote 13 - Tshwane Metro Police Department	(61,399)	Purchasing of Policing Equipment - No invoice can be submitted due to WBS numbers on SAP system that is blocked because of current Project Manager being suspended and new project manager identified.	Role Mapping on the SAP System in terms of projects concluded on 28 May 2018.
Vote 14 - Utility Services Department	(130,921)	Electricity for All - Region 1 - Actual work on the ground started late due to various reasons such as unavailability of critical material at Stores, late appointments of contractor and so forth.	Service providers given material and capacity will be increased to cover on lost time.
Vote 15 - Other Departments	(10,583)	Implementation of Tsosoloso Programme - Community protests in Mamelodi East and rain delays	Planned overtime to be worked on Saturdays in order to complete the project by 30 June 2018
Financial Position			
Current assets	(567,330)	Decrease consumer debtors.	
Non current assets	962,655	Increase in long term receivables.	
Current liabilities	(1,472,679)	Decrease in borrowings, trade and other payables.	
Non current liabilities	269,938	Increase in provisions.	
Cash Flow			
Transfer receipts - capital	-		
Contributions & Contributed assets	9,766	Contributions on assets.	
Proceeds on disposal of PPE	(1,401)		
Short term loans	-		
Borrowing long term/refinancing	(167,680)	Long Term borrowings is expected in the fourth quarter.	
Increase in consumer deposits	6,136	An increase in consumer deposit.	
Receipt of non-current debtors	-		
Receipt of non-current receivables	608,075	Increase in non- current receivables.	
Change in non-current investments	61,862	Includes the Entities - SWA consumers debtors.	
Capital assets	(157,588)	Underspending on the capital budget.	
Repayment of borrowing	(100,856)	Borrowings payable at the end of the quarter.	
Measurable performance			
Municipal Entities			
Revenue			
Housing Company Tshwane	(12,424)	The variance is attributed to vacant positions and the delay in the implementation of maintenance plan.	The maintenance plan has been revised to align with the approved adjustment budget and the implementation will be accelerated. Management has finalized the interview process.
Tshwane Economic Development Agency	(10,354)	Operational grants is received as planned	
Expenditure			
Housing Company Tshwane	(15,930)	Non-implementation of maintenance plan.	The maintenance plan has been revised to align with the approved adjustment budget and the implementation will be accelerated.
Tshwane Economic Development Agency	(17,271)	Underspending due to vacant positions.	
Capital Expenditure			
Housing Company Tshwane	(81,618)	Due to termination of contract on Townlands project.	The contractor has been terminated and the new one will be appointed in July 2018.
Tshwane Economic Development Agency	(45)	Expenditure less than budgeted.	

(b) Table SC2: Monthly budget statement – performance indicators

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M11 May						
Description of financial indicator	Basis of calculation	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	2.8%	11.3%	10.8%	10.9%	10.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	49.2%	67.5%	74.3%	82.2%	67.5%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	97.1%	76.8%	82.7%	69.9%	76.8%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	84.9%	95.2%	97.2%	107.1%	95.2%
Liquidity Ratio	Monetary Assets/Current Liabilities	20.6%	31.3%	22.8%	50.8%	31.3%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	21.8%	15.4%	22.5%	20.0%	15.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	3.55	25.66	3.48	0.07	3.48
<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%	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	21,3%	18,5%	18,5%	19,5%	18,5%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	27,8%	22,6%	22,6%	20,0%	22,6%
Employee costs	Employee costs/Total Revenue - capital revenue	28.6%	29.0%	28.3%	27.5%	28.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	3.8%	4.4%	4.7%	3.5%	4.7%
Interest & Depreciation	I&D/Total Revenue - capital revenue	10.2%	11.2%	10.8%	9.7%	10.8%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	34.23	35.66	35.66	22.44	35.66
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	27.5%	19.3%	28.6%	19.9%	28.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	1.33	1.49	1.28	2.57	1.28

(c) Table SC3: Monthly budget statement – aged debtors

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May													
Description	NT Code	Budget Year 2017/18										Total over 90 days	Actual Bad Debts Written Off against Debtors
		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	375,982	70,608	78,418	60,231	44,895	76,162	331,929	1,369,515	2,407,740	1,882,732	2,414	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	291,550	30,438	26,380	17,984	17,983	25,332	130,424	631,650	1,171,739	823,372	1,280	
Receivables from Non-exchange Transactions - Property Rates	1400	583,756	65,662	71,877	49,433	33,897	46,628	230,805	1,339,804	2,421,862	1,700,566	492	
Receivables from Exchange Transactions - Waste Water Management	1500	90,101	12,992	14,847	14,186	8,646	11,560	43,404	219,902	415,638	297,698	616	
Receivables from Exchange Transactions - Waste Management	1600	149,353	25,321	19,871	21,309	10,651	44,986	76,213	458,600	806,304	611,759	931	
Receivables from Exchange Transactions - Property Rental Debtors	1700	10,573	1,440	1,471	1,383	947	249,223	208	43,258	308,503	295,019	-	
Interest on Arrear Debtor Accounts	1810	156,932	54,546	54,488	58,461	42,901	53,689	293,003	1,595,251	2,309,271	2,043,305	1,786	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	182,739	33,621	1,209	3,691	7,452	48,005	181,872	1,128,374	1,586,964	1,369,395	1,368	
Total By Income Source	2000	1,840,986	294,630	268,559	226,677	167,373	555,585	1,287,858	6,786,353	11,428,021	9,023,846	8,887	
2016/17 - totals only		1,596,828	286,051	221,020	165,719	234,266	378,452	1,204,918	4,855,728	8,942,982	6,839,082	7,748	
Debtors Age Analysis By Customer Group													
Organs of State	2200	76,304	751	(5,194)	4,424	857	4,558	(8,606)	10,972	84,066	12,206	-	
Commercial	2300	656,111	74,462	84,985	63,115	42,800	194,634	359,625	1,341,864	2,817,595	2,002,038	-	
Households	2400	1,039,047	213,355	193,311	166,726	120,329	197,116	878,312	4,836,234	7,644,430	6,198,717	8,601	
Other	2500	69,524	6,061	(4,542)	(7,588)	3,387	159,277	58,526	597,283	881,929	810,886	286	
Total By Customer Group	2600	1,840,986	294,630	268,559	226,677	167,373	555,585	1,287,858	6,786,353	11,428,021	9,023,846	8,887	

(d) Table SC4: Monthly budget statement – aged creditors

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May											
Description	NT Code	Budget Year 2017/18									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)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	573,390								573,390	554,346
Bulk Water	0200	190,800								190,800	177,334
PAYE deductions	0300	113,844								113,844	98,410
VAT (output less input)	0400	(54,891)								(54,891)	(77,306)
Pensions / Retirement deductions	0500	110,434								110,434	103,095
Loan repayments	0600	-								-	
Trade Creditors	0700	304,992								304,992	992,069
Auditor General	0800	1,068								1,068	631
Other	0900	2,206,560								2,206,560	528,314
Total By Customer Type	1000	3,446,196	-	-	-	-	-	-	-	3,446,196	2,376,892

(e) Table SC5: Monthly budget statement – investment portfolio

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May									
Investments by maturity		Period of	Type of	Expiry date of	Accrued	Yield for the	Market value at	Change in	Market value
Name of institution & investment ID	Ref	Investment	Investment	investment	interest for	month 1	beginning of the	market value	at end of the
R thousands		Yrs/Months			the month	(%)	month		month
Municipality									
Call Investment deposits < 90 days									
Kny sna Stocks	24	15y	Stock	31.12.2018	0	0.0%	711	-	711
Sanlam	26	14y	Insurance policy	07.12.2015	-	3.0%	-	-	-
Sanlam	27	14y	Insurance policy	01.01.2016	-	3.0%	-	-	-
Capital Alliance	28	8y	Insurance policy	On selling date	1	2.0%	622	(623)	0
Capital Alliance	29	9y	Insurance policy	On selling date	5	3.0%	1,969	(1,974)	-
ABSA	32	On Call	Money Market	On call	195	7.3%	31,602	-	31,797
ABSA	33	On Call	Money Market	On call	68	7.3%	11,074	-	11,143
ABSA	34	On Call	Money Market	On call	51	7.3%	8,295	-	8,346
ABSA	35	On Call	Money Market	On call	1	7.3%	183	-	184
Investec Bank	37	On Call	Money Market	On call	171	7.3%	27,752	-	27,923
Investec Bank	38	On Call	Money Market	On call	55	7.3%	8,871	-	8,925
Investec Bank	39	On Call	Money Market	On call	7	7.3%	1,188	-	1,196
Standard Bank	40	On Call	Money Market	On call	667	7.8%	100,631	-	101,298
Standard Bank	41	On Call	Money Market	On call	21	7.8%	3,124	-	3,144
Investec Bank	108	On Call	Money Market	On call	185	6.8%	31,962	-	32,147
RMB	237	On Call	Money Market	31.10.2011	-	0.0%	-	-	-
STANLIB	106	On Call	Money Market	On call	-	0.4%	257	1	258
ABSA	338	On Call	Short Term	On call	-	6.7%	139,919	(13,275)	126,644
Nedbank	341	On Call	Short Term	On call	-	6.7%	113,000	10,000	123,000
Standard Bank	340	On Call	Short Term	On call	-	6.6%	148,563	135,933	284,496
ABSA	243	On Call	Short Term	On call	-	0.0%	115,685	6,362	122,047
Nedbank	244	On Call	Short Term	On call	-	0.0%	624,919	394,281	1,019,200
ABSA	245	On Call	Short Term	On call	-	0.0%	411,728	100,000	511,728
Standard Bank		On Call	Sinking Fund	On call	-	0.0%	-	-	-
Nedbank	247	On Call	Short Term	On call	-	0.0%	700,000	-	700,000
ABSA	248	On Call	Short Term	On call	-	0.0%	375,000	-	375,000
Standard Bank	260	On Call	Short Term	On call	4,346	7.8%	656,040	-	660,386
Municipality sub-total					5,772		3,513,095	630,705	4,149,572
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				5,772		3,513,095	630,705	4,149,572

(f) Table SC6: Monthly budget statement – transfers and grant receipts

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	3,610,649	3,875,608	3,906,015	–	3,906,015	3,906,015	–		3,906,015
Local Government Equitable Share	1,864,838	2,132,788	2,132,788	–	2,132,788	2,132,788	–		2,132,788
Fuel Levy	1,440,100	1,444,413	1,444,413	–	1,444,413	1,444,413	–		1,444,413
Finance Management Grant	2,875	2,650	2,650	–	2,650	2,650	–		2,650
Urban Settlement Development Grant	46,180	48,492	48,492	–	48,492	48,492	–		48,492
Expanded Public Works Programme Incentive (EPWP)	50,247	20,451	20,451	–	20,451	20,451	–		20,451
Public Transport Network Operations Grant	200,011	221,049	251,456	–	251,456	251,456	–		251,456
Integrated City Development Grant	6,398	5,764	5,764	–	5,764	5,764	–		5,764
Provincial Government:	329,873	217,173	563,303	260	501,090	563,303	(62,213)	-11.0%	563,303
Primary Health Care	44,325	46,541	46,541	–	46,541	46,541	–		46,541
Emergency Medical Services	62,850	65,993	95,993	–	95,993	95,993	–		95,993
HIV and Aids Grant	12,649	12,720	12,720	–	12,720	12,720	–		12,720
Housing Top Structure (HSDG)	203,033	90,664	316,469	–	314,841	316,469	(1,628)	-0.5%	316,469
Sports and Recreation : Community Libraries	7,016	1,255	7,619	260	6,059	7,619	(1,560)	-20.5%	7,619
TRT Bus Operations Subsidy	–	–	72,000	–	12,974	72,000	(59,026)	-82.0%	72,000
Gautrans	–	–	11,961	–	11,961	11,961	–		11,961
Other grant providers:	3,900	66,751	37,938	–	2,213	31,984	(29,771)	-93.1%	37,938
DBSA	–	61,000	30,000	–	–	24,900	(24,900)	-100.0%	30,000
Tirelo Boshia Grant - Research and Development	3,900	5,751	5,751	–	628	4,897	(4,269)	-87.2%	5,751
Broadband/Wifi	–	–	1,087	–	1,087	1,087	–		1,087
LG SETA Discretionary grant (93 appies over 3 years)	–	–	1,100	–	498	1,100	(602)	-54.7%	1,100
Total Operating Transfers and Grants	3,944,422	4,159,532	4,507,256	260	4,409,318	4,501,302	(91,984)	-2.0%	4,507,256
Capital Transfers and Grants									
National Government:	2,367,908	2,329,777	2,299,370	–	2,299,370	2,299,370	0	0.0%	2,299,370
Urban Settlement Development Grant	1,493,154	1,567,923	1,567,923	–	1,567,923	1,567,923	0	0.0%	1,567,923
Public Transport Infrastructure & Systems Grant	750,000	679,190	648,783	–	648,783	648,783	–		648,783
Integrated National Electrification Programme	40,000	30,000	30,000	–	30,000	30,000	–		30,000
Neighbourhood Development Partnership Grant	48,500	20,000	20,000	–	20,000	20,000	–		20,000
Integrated City Development Grant	36,254	32,665	32,665	–	32,665	32,665	–		32,665
Provincial Government:	46,984	43,507	131,962	–	66,353	117,732	(51,379)	-43.6%	131,962
Sport and Recreation: Community Libraries	5,984	9,507	7,013	–	7,013	7,013	–		7,013
Social Infrastructure Grant	41,000	34,000	64,000	–	59,340	64,000	(4,660)	-7.3%	64,000
HCT - SHRA	–	–	60,949	–	–	46,719	(46,719)	-100.0%	60,949
Other grant providers:	200	6,000	7,193	–	7,193	7,193	–		7,193
LG SETA Discretionary grant (93 appies over 3 years)	–	6,000	4,900	–	4,900	4,900	–		4,900
Delft Grant (Social Infrastructure)	–	–	2,293	–	2,293	2,293	–		2,293
Smart Connect Grant	200	–	–	–	–	–	–		–
Total Capital Transfers and Grants	2,415,092	2,379,284	2,438,525	–	2,372,916	2,424,295	(51,378)	-2.1%	2,438,525
TOTAL RECEIPTS OF TRANSFERS & GRANTS	6,359,514	6,538,816	6,945,781	260	6,782,234	6,925,596	(143,362)	-2.1%	6,945,781

(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 - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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:	3,610,652	3,875,608	3,906,015	1,817	3,856,904	3,901,017	(44,113)	-1.1%	3,906,015
Local Government Equitable Share	1,864,838	2,132,788	2,132,788	–	2,132,788	2,132,788	–		2,132,788
Fuel Levy	1,440,100	1,444,413	1,444,413	–	1,444,413	1,444,413	–		1,444,413
Finance Management Grant	2,875	2,650	2,650	–	2,650	2,650	(0)	0.0%	2,650
Urban Settlement Development Grant	46,180	48,492	48,492	–	48,492	48,492	0	0.0%	48,492
Expanded Public Works Programme Incentive (EPWP)	50,247	20,451	20,451	–	20,451	20,451	–		20,451
Public Transport Network Operations Grant	200,266	221,049	251,456	1,599	203,112	247,019	(43,906)	-17.8%	251,456
Integrated City Development Grant	6,145	5,764	5,764	219	4,997	5,204	(207)	-4.0%	5,764
Provincial Government:	198,592	217,173	563,303	17,627	318,101	560,641	(242,540)	-43.3%	563,303
Primary Health Care	44,325	46,541	46,541	–	46,541	46,541	(0)	0.0%	46,541
Emergency Medical Services	62,850	65,993	95,993	–	95,993	95,993	–		95,993
HIV and Aids Grant	12,649	12,720	12,720	–	12,720	12,051	669	5.5%	12,720
Housing Top Structure (HSDG)	72,555	90,664	316,469	16,555	97,923	316,469	(218,546)	-69.1%	316,469
Sports and Recreation : Community Libraries	6,103	1,255	7,619	1,071	5,224	7,619	(2,395)	-31.4%	7,619
TRT Bus Operations Subsidy	–	–	72,000	–	59,701	72,000	(12,299)	-17.1%	72,000
Gautrans	110	–	11,961	–	–	9,968	(9,968)	-100.0%	11,961
Other grant providers:	3,900	66,751	37,938	886	2,377	31,620	(29,242)	-92.5%	37,938
DBSA	–	61,000	30,000	–	–	24,900	(24,900)	-100.0%	30,000
Tirelo Boshia Grant - Research and Development	3,900	5,751	5,751	–	1,467	4,897	(3,430)	-70.0%	5,751
Broadband/Wifi	–	–	1,087	–	–	906	(906)	-100.0%	1,087
LG SETA Discretionary grant (93 applies over 3 years)	–	–	1,100	886	910	917	(7)	-0.7%	1,100
Total operating expenditure of Transfers and Grants:	3,813,144	4,159,532	4,507,256	20,330	4,177,382	4,493,278	(315,895)	-7.0%	4,507,256
Capital expenditure of Transfers and Grants									
National Government:	2,263,542	2,329,777	2,299,370	161,041	1,419,526	1,811,546	(392,019)	-21.6%	2,299,370
Urban Settlement Development Grant	1,490,265	1,567,923	1,567,923	133,980	926,292	1,219,965	(293,673)	-24.1%	1,567,923
Public Transport Infrastructure & Systems Grant	684,777	679,190	648,783	19,720	457,130	530,488	(73,358)	-13.8%	648,783
Integrated National Electrification Programme	40,000	30,000	30,000	2,876	24,216	18,097	6,119	33.8%	30,000
Neighbourhood Development Partnership Grant	48,500	20,000	20,000	4,466	11,889	18,498	(6,609)	-35.7%	20,000
Integrated City Development Grant	–	32,665	32,665	–	–	24,498	(24,498)	-100.0%	32,665
Provincial Government:	46,710	114,133	131,962	6,323	56,728	103,336	(46,608)	-45.1%	131,962
Sport and Recreation: Community Libraries	5,710	9,507	7,013	43	388	4,075	(3,687)	-90.5%	7,013
Social Infrastructure Grant	41,000	34,000	64,000	6,281	49,503	52,542	(3,040)	-5.8%	64,000
HCT - SHRA	–	70,626	60,949	–	6,838	46,719	(39,881)	-85.4%	60,949
Other grant providers:	200	6,000	7,193	1,625	2,234	5,100	(2,866)	-56.2%	7,193
LG SETA Discretionary grant (93 applies over 3 years)	–	6,000	4,900	278	548	4,100	(3,552)	-86.6%	4,900
Delft Grant (Social Infrastructure)	–	–	2,293	1,347	1,686	1,000	686	68.6%	2,293
Smart Connect Grant	200	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants	2,310,452	2,449,910	2,438,525	168,989	1,478,489	1,919,982	(441,493)	-23.0%	2,438,525
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	6,123,595	6,609,442	6,945,781	189,320	5,655,871	6,413,260	(757,389)	-11.8%	6,945,781

(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 - M11 May					
Description	Budget Year 2017/18				
	Approved Rollover 2016/17	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	–	–	–	–	
Provincial Government:	144,075	16,555	16,555	127,520	88.5%
Housing Top Structure (HSDG)	130,729	16,555	16,555	114,174	87.3%
Sports and Recreation : Community Libraries	1,384			1,384	100.0%
Gautrans	11,961			11,961	100.0%
Research and Technology				–	
District Municipality:	–	–	–	–	
Other grant providers:	1,087	–	–	1,087	100.0%
Broadband/Wifi	1,087			1,087	100.0%
DBSA				–	
Total operating expenditure of Approved Roll-overs	145,162	16,555	16,555	128,607	88.6%
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	–	–	–	–	
Provincial Government:	–	–	–	–	
District Municipality:	–	–	–	–	
				–	
				–	
Other grant providers:	2,293	1,347	1,686	607	26.5%
				–	
Delft Grant	2,293	1,347	1,686	607	26.5%
Total capital expenditure of Approved Roll-overs	2,293	1,347	1,686	607	26.5%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	147,455	17,903	18,242	129,213	87.6%

(i) Table SC8: Monthly budget statement – councillor and staff benefits

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May									
Summary of Employee and Councillor remuneration	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	115,514	125,168	81,078	10,916	115,926	116,832	(906)	-1%	81,078
Medical Aid Contributions	—	66	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	23,925	—	—	—	—	—	23,925
Cellphone Allowance	—	46	4,852	—	—	—	—	—	4,852
Other benefits and allowances	2,490	—	6,278	—	—	—	—	—	6,278
Sub Total - Councillors	118,003	125,281	116,134	10,916	115,926	116,832	(906)	-1%	116,134
% increase		6.2%	-1.6%						-1.6%
Senior Managers of the Municipality									
Basic Salaries and Wages	42,964	17,470	32,785	4,123	35,024	27,321	7,703	28%	32,785
Pension and UIF Contributions	—	11,057	72	177	1,004	60	944	1572%	72
Medical Aid Contributions	—	1,045	583	77	517	486	31	6%	583
Overtime	—	123	—	—	—	—	—	—	—
Performance Bonus	—	2,039	—	—	0	—	0	#DIV/0!	—
Motor Vehicle Allowance	—	843	1,950	174	1,154	1,625	(471)	-29%	1,950
Cellphone Allowance	406	130	228	51	350	190	160	84%	228
Housing Allowances	—	422	—	2	3	—	3	—	—
Other benefits and allowances	—	1,049	325	43	546	271	275	102%	325
Payments in lieu of leave	—	853	790	—	(94)	659	(752)	-114%	790
Sub Total - Senior Managers of Municipality	43,371	35,031	36,733	4,647	38,503	30,611	7,893	26%	36,733
% increase		-19.2%	-15.3%						-15.3%
Other Municipal Staff									
Basic Salaries and Wages	4,920,621	5,227,883	5,306,221	451,783	4,263,886	3,888,223	375,663	10%	5,306,221
Pension and UIF Contributions	1,108,268	1,025,664	1,095,147	93,616	1,046,855	1,066,271	(19,416)	-2%	1,095,147
Medical Aid Contributions	458,535	493,954	561,557	40,722	444,878	396,218	48,660	12%	561,557
Overtime	385,729	484,572	239,632	35,717	339,076	211,464	127,612	60%	239,632
Performance Bonus	266	405,969	—	4	161	388	(228)	-59%	—
Motor Vehicle Allowance	305,328	309,814	311,075	25,593	284,417	261,770	22,646	9%	311,075
Cellphone Allowance	16,108	15,946	16,144	1,271	14,660	14,041	619	4%	16,144
Housing Allowances	39,231	46,066	48,446	3,770	41,835	38,187	3,648	10%	48,446
Other benefits and allowances	363,294	145,653	827,408	21,485	1,061,732	1,009,694	52,038	5%	827,408
Payments in lieu of leave	—	243,136	245,998	—	—	—	—	—	245,998
Long service awards	—	5,265	5,271	—	—	—	—	—	5,271
Post-retirement benefit obligations	106,943	287,440	148,699	—	—	116,454	(116,454)	-100%	148,699
Sub Total - Other Municipal Staff	7,704,323	8,691,362	8,805,597	673,962	7,497,500	7,002,711	494,789	7%	8,805,597
% increase		12.8%	14.3%						14.3%
Total Parent Municipality	7,865,697	8,851,674	8,958,464	689,525	7,651,929	7,150,153	501,776	7%	8,958,464
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Board Fees	3,327	3,285	2,798	263	1,284	2,258	(973)	-43%	2,798
Sub Total - Board Members of Entities	3,327	3,285	2,798	263	1,284	2,258	(973)	-43%	2,798
% increase		-1.3%	-15.9%						-15.9%
Senior Managers of Entities									
Basic Salaries and Wages	26,456	14,944	14,944	1,216	14,070	12,163	1,907	16%	14,944
Pension and UIF Contributions	1,193	271	271	38	411	243	167	69%	271
Medical Aid Contributions	875	349	349	34	414	312	102	33%	349
Motor Vehicle Allowance	2,112	746	746	39	446	668	(222)	-33%	746
Cellphone Allowance	328	—	—	19	221	—	221	—	—
Housing Allowances	232	—	—	—	—	—	—	—	—
Other benefits and allowances	236	311	311	14	140	—	140	—	311
Sub Total - Senior Managers of Entities	31,431	16,621	16,621	1,360	15,702	13,387	2,316	17%	16,621
% increase		-47.1%	-47.1%						-47.1%
Other Staff of Entities									
Basic Salaries and Wages	68,253	28,867	28,867	1,248	14,407	24,654	(10,247)	-42%	28,867
Pension and UIF Contributions	11,622	1,176	1,176	54	460	1,055	(594)	-56%	1,176
Medical Aid Contributions	9,494	996	996	44	453	893	(440)	-49%	996
Overtime	2,522	—	—	—	—	—	—	—	—
Performance Bonus	188	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	6,105	—	—	31	338	—	338	—	—
Cellphone Allowance	469	—	—	44	250	—	250	—	—
Housing Allowances	3,428	—	—	—	—	—	—	—	—
Other benefits and allowances	2,433	1,446	1,446	—	79	1,296	(1,217)	-94%	1,446
Sub Total - Other Staff of Entities	104,514	32,485	32,485	1,421	15,987	27,897	(11,910)	-43%	32,485
% increase		-68.9%	-68.9%						-68.9%
Total Municipal Entities	139,272	52,390	51,903	3,044	32,974	43,542	(10,568)	-24%	51,903
TOTAL SALARY, ALLOWANCES & BENEFITS	8,004,969	8,904,064	9,010,368	692,569	7,684,903	7,193,695	491,208	7%	9,010,368
% increase		11.2%	12.6%						12.6%
TOTAL MANAGERS AND STAFF	7,883,639	8,775,499	8,891,436	681,389	7,567,693	7,074,605	493,087	7%	8,891,436

(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 - M11 May						
Description	Budget Year 2017/18			2017/18 Medium Term Revenue & Expenditure Framework		
	May Budget	May Actual	May Variance	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands						
Cash Receipts By Source						
Property rates	527,399	623,022	95,622	6,142,100	6,522,068	6,976,908
Service charges - electricity revenue	995,859	773,607	(222,252)	10,718,245	11,188,650	11,823,532
Service charges - water revenue	270,902	310,235	39,333	3,716,138	4,002,962	4,228,937
Service charges - sanitation revenue	70,261	84,104	13,844	922,955	991,235	1,046,851
Service charges - refuse	128,409	133,724	5,315	1,352,022	1,418,036	1,521,760
Service charges - other	–	383	383	–	–	–
Rental of facilities and equipment	8,851	4,028	(4,823)	114,589	128,378	141,637
Interest earned - external investments	7,501	22,782	15,281	129,469	99,963	105,367
Interest earned - outstanding debtors	15,077	54,950	39,873	432,495	448,844	475,943
Dividends received	–	–	–	–	–	–
Fines, penalties and forfeits	26,954	17,420	(9,535)	232,644	272,668	288,025
Licences and permits	188	12,768	12,580	44,341	46,650	49,352
Agency services	–	–	–	2,029	17,936	29,258
Transfer receipts - operating	5,954	260	(5,694)	4,507,256	4,456,895	4,747,475
Other revenue	63,078	39,736	(23,343)	754,417	771,656	816,925
Cash Receipts by Source	2,120,433	2,077,018	(43,415)	29,068,699	30,365,942	32,251,970
Other Cash Flows by Source						
Transfer receipts - capital	–	–	–	2,438,525	2,168,936	2,301,281
Contributions & Contributed assets	–	9,766	9,766	–	–	–
Proceeds on disposal of PPE	980	(420)	(1,401)	5,880	1,242	1,312
Short term loans	–	–	–	–	–	–
Borrowing long term/refinancing	167,680	–	(167,680)	1,000,000	1,000,000	1,300,000
Increase in consumer deposits	722	6,857	6,136	8,227	8,391	8,559
Receipt of non-current debtors	–	–	–	–	–	–
Receipt of non-current receivables	(136)	607,939	608,075	(1,635)	(641)	(672)
Change in non-current investments	(61,862)	–	61,862	(742,345)	(178,992)	(164,758)
Total Cash Receipts by Source	2,227,817	2,701,159	473,342	31,777,352	33,364,877	35,697,693
Cash Payments by Type						
Employee related costs	710,895	681,389	(29,506)	8,565,429	8,876,258	9,465,359
Remuneration of councillors	11,064	11,180	116	123,798	128,291	136,805
Interest paid	35,058	8,937	(26,120)	1,455,723	1,239,514	1,187,280
Bulk purchases - Electricity	509,650	495,405	(14,245)	7,495,943	7,767,963	8,283,508
Bulk purchases - Water & Sewer	–	–	–	–	–	–
Other materials	212,093	211,587	(507)	3,070,964	3,182,406	3,393,616
Contracted services	280,420	218,708	(61,712)	3,388,721	3,511,694	3,744,758
Grants and subsidies paid - other municipalities	–	–	–	–	–	–
Grants and subsidies paid - other	5,622	62,201	56,579	50,062	52,514	55,598
General expenses	272,829	92,495	(180,334)	3,213,006	3,329,602	3,550,582
Cash Payments by Type	2,037,630	1,781,901	(255,728)	27,363,646	28,088,242	29,817,508
Other Cash Flows/Payments by Type						
Capital assets	435,548	277,961	(157,588)	3,648,736	3,711,446	4,362,218
Repayment of borrowing	100,856	–	(100,856)	601,479	664,095	700,928
Other Cash Flows/Payments	–	–	–	–	–	–
Total Cash Payments by Type	2,574,034	2,059,862	(514,172)	31,613,861	32,463,783	34,880,653
NET INCREASE/(DECREASE) IN CASH HELD	(346,218)	641,297	987,515	163,492	901,095	817,039
Cash/cash equivalents at the month/year beginning:	4,509,192	3,817,502	4,458,799	2,169,316	2,332,807	3,233,902
Cash/cash equivalents at the month/year end:	4,162,974	4,458,799	5,446,313	2,332,807	3,233,902	4,050,941

NB. Bulk purchases for water and electricity is budgeted under Other Material as per mSCOA format.

(k) Table SC10: Monthly budget statement – parent municipality’s financial performance (revenue and expenditure)

TSH City Of Tshwane - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	5,912,861	6,514,409	6,644,674	623,022	6,073,632	5,976,506	97,127	2%	6,644,674
Service charges - electricity revenue	10,869,237	11,176,494	11,540,800	912,261	10,136,494	10,459,778	(323,284)	-3%	11,540,800
Service charges - water revenue	3,216,181	3,996,886	3,946,085	263,227	3,089,283	3,315,059	(225,777)	-7%	3,946,085
Service charges - sanitation revenue	1,032,486	982,879	997,961	84,104	897,349	876,077	21,272	2%	997,961
Service charges - refuse revenue	1,291,533	1,410,506	1,475,385	133,741	1,327,040	1,275,574	51,466	4%	1,475,385
Rental of facilities and equipment	135,677	156,496	142,697	3,316	99,006	105,501	(6,495)	-6%	142,697
Interest earned - external investments	105,111	79,493	129,061	22,667	175,485	118,945	56,540	48%	129,061
Interest earned - outstanding debtors	558,545	466,691	546,510	54,938	579,098	437,391	141,707	32%	546,510
Fines, penalties and forfeits	184,531	332,854	294,439	17,420	198,231	260,045	(61,814)	-24%	294,439
Licences and permits	145,529	54,796	147,783	12,768	131,595	65,780	65,815	100%	147,783
Agency services	-	6,650	-	-	-	-	-	-	-
Transfers and subsidies	3,761,456	4,159,532	4,447,552	19,791	4,080,763	4,373,654	(292,891)	-7%	4,447,552
Other revenue	939,453	882,432	854,331	39,723	611,423	734,912	(123,489)	-17%	854,331
Gains on disposal of PPE	3,571	5,880	5,880	-	0	4,900	(4,900)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	28,156,170	30,225,997	31,173,157	2,186,977	27,399,399	28,004,122	(604,723)	-2%	31,173,157
Expenditure By Type									
Employee related costs	7,877,852	8,778,772	8,624,112	678,609	7,536,003	7,033,321	502,682	7%	8,624,112
Remuneration of councillors	118,019	125,281	128,436	10,916	115,926	116,832	(906)	-1%	128,436
Debt impairment	742,784	1,175,973	1,135,973	100,125	992,321	992,321	-	-	1,135,973
Depreciation & asset impairment	1,541,772	1,961,302	1,862,391	121,134	1,333,519	1,679,141	(345,622)	-21%	1,862,391
Finance charges	1,319,527	1,417,357	1,573,083	8,918	1,325,501	1,445,713	(120,212)	-8%	1,573,083
Bulk purchases	7,647,980	7,742,137	7,651,486	497,900	6,039,188	6,976,906	(937,717)	-13%	7,651,486
Other materials	2,169,429	2,864,644	2,710,966	209,091	2,171,149	2,496,141	(324,991)	-13%	2,710,966
Contracted services	2,927,509	2,608,881	3,652,954	274,440	2,432,749	3,134,223	(701,475)	-22%	3,652,954
Transfers and subsidies	424,800	50,707	169,637	62,201	147,587	148,644	(1,058)	-1%	169,637
Other expenditure	2,787,832	3,269,776	3,192,264	191,453	2,339,976	2,684,663	(344,687)	-13%	3,192,264
Loss on disposal of PPE	1,138	1	1	-	-	1	(1)	-100%	1
Total Expenditure	27,558,642	29,994,829	30,701,303	2,154,788	24,433,920	26,707,907	(2,273,987)	-9%	30,701,303
Surplus/(Deficit)	597,528	231,168	471,854	32,189	2,965,479	1,296,216	1,669,264	0	471,854
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,426,069	172,449	1,524,187	1,918,983	(394,796)	(0)	2,426,069
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)	-	6,000	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	44,777	3,442	30,394	39,623	(9,229)	(0)	44,777
Surplus/(Deficit) after capital transfers & contributions	3,014,702	2,713,894	2,942,700	208,081	4,520,061	3,254,822	1,265,239	0	2,942,700
Taxation	-	500	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	3,014,702	2,713,394	2,942,700	208,081	4,520,061	3,254,822	1,265,239	0	2,942,700

(l) Table SC11: Monthly budget statement – summary of municipal entities

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Revenue By Municipal Entity</u>									
Housing Company Tshwane	47,254	41,669	39,917	2,425	24,483	36,907	(12,424)	-34%	39,917
Tshwane Economic Development Agency	61,022	61,013	61,506	4,080	45,184	55,537	(10,354)	-19%	61,506
Total Operating Revenue	108,276	102,682	101,423	6,505	69,666	92,444	(22,778)	-25%	101,423
<u>Expenditure By Municipal Entity</u>									
Housing Company Tshwane	33,698	38,224	35,996	869	13,312	29,242	(15,930)	-54%	35,996
Tshwane Economic Development Agency	110,423	60,213	60,556	1,263	14,576	31,846	(17,271)	-54%	60,556
Total Operating Expenditure	144,121	98,437	96,552	2,132	27,888	61,088	(33,200)	-54%	96,552
Surplus/ (Deficit) for the yr/period	(35,844)	4,245	4,871	4,373	41,779	31,356	(55,978)	-179%	4,871
<u>Capital Expenditure By Municipal Entity</u>									
Housing Company Tshwane	30,474	122,175	116,527	–	7,702	89,321	(81,618)	-91%	116,527
Tshwane Economic Development Agency	1,602	300	375	101	261	306	(45)	-15%	375
Total Capital Expenditure	32,077	122,475	116,902	101	7,963	89,626	(81,663)	-91%	116,902

(m) Table SC12: Consolidated monthly budget statement – capital expenditure trend

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M11 May									
Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	124	84,823	(443)	(443)	(443)	(443)	(0)	0.0%	0%
August	127,494	139,949	61,901	61,901	61,458	61,458	0	0.0%	2%
September	152,136	255,687	78,006	78,006	139,464	139,464	0	0.0%	4%
October	352,182	323,383	154,340	154,340	293,804	293,804	0	0.0%	7%
November	286,123	470,603	254,183	254,183	547,987	547,987	0	0.0%	14%
December	249,294	515,809	305,942	305,942	853,929	853,929	0	0.0%	22%
January	155,969	527,975	158,617	115,541	969,470	1,012,546	43,076	4.3%	25%
February	167,945	477,081	291,934	153,324	1,122,794	1,304,480	181,686	13.9%	28%
March	224,096	369,964	516,367	292,185	1,414,979	1,820,847	405,868	22.3%	36%
April	230,602	255,383	463,401	250,730	1,665,708	2,284,248	618,540	27.1%	42%
May	342,099	245,647	566,891	277,961	1,943,669	2,851,139	907,470	31.8%	49%
June	911,823	276,456	988,963			3,840,102	–		
Total Capital expenditure	3,199,887	3,942,759	3,840,102	1,943,669					

(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 - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	2,310,580	1,989,569	2,078,438	135,311	1,067,498	1,514,475	446,977	29.5%	2,078,438
Roads Infrastructure	1,129,090	518,185	520,399	22,801	292,841	442,925	150,084	33.9%	520,399
Roads	1,079,528	415,867	447,643	16,737	268,727	406,205	137,478	33.8%	447,643
Road Structures	1,559	81,319	51,756	1,541	12,648	18,070	5,422	30.0%	51,756
Road Furniture	48,002	21,000	21,000	4,523	11,466	18,650	7,184	38.5%	21,000
Storm water Infrastructure	859	85,892	59,942	129	455	29,300	28,845	98.4%	59,942
Drainage Collection	804	30,692	19,942	—	—	6,600	6,600	100.0%	19,942
Storm water Conveyance	55	55,200	40,000	129	455	22,700	22,245	98.0%	40,000
Electrical Infrastructure	434,237	432,312	496,312	53,997	291,310	362,419	71,110	19.6%	496,312
MV Substations	162,529	135,000	156,000	19,131	69,539	84,157	14,617	17.4%	156,000
MV Networks	9,813	15,000	15,000	3,998	13,457	13,000	(457)	-3.5%	15,000
LV Networks	249,996	212,312	251,312	28,253	175,908	195,263	19,355	9.9%	251,312
Capital Spares	11,899	70,000	74,000	2,614	32,406	70,000	37,594	53.7%	74,000
Water Supply Infrastructure	224,384	575,496	560,610	48,160	322,965	389,674	66,709	17.1%	560,610
Reservoirs	—	109,000	96,000	3,358	55,656	73,180	17,525	23.9%	96,000
Pump Stations	—	22,000	22,000	—	—	—	—	—	22,000
Water Treatment Works	13,649	138,000	90,000	1,718	68,762	80,000	11,238	14.0%	90,000
Bulk Mains	141,496	62,000	56,513	985	4,279	35,904	31,625	88.1%	56,513
Distribution	69,238	83,304	83,304	42,099	194,268	200,590	6,321	3.2%	83,304
Distribution Points	—	161,191	212,793	—	—	—	—	—	212,793
Sanitation Infrastructure	428,812	352,684	416,176	4,810	135,929	256,156	120,227	46.9%	416,176
Pump Station	—	—	—	—	21,046	22,000	954	4.3%	—
Reticulation	274,625	182,675	209,825	4,542	65,896	149,059	83,163	55.8%	209,825
Waste Water Treatment Works	645	88,008	112,408	269	3,598	11,643	8,045	69.1%	112,408
Outfall Sewers	153,542	82,000	93,942	—	45,388	73,454	28,065	38.2%	93,942
Solid Waste Infrastructure	4,831	10,000	10,000	4,629	8,999	9,000	1	0.0%	10,000
Waste Transfer Stations	—	1,000	1,000	—	—	—	—	—	1,000
Waste Separation Facilities	4,831	—	—	—	—	—	—	—	—
Capital Spares	—	9,000	9,000	4,629	8,999	9,000	1	0.0%	9,000
Information and Communication Infrastructure	88,367	15,000	15,000	784	14,999	25,000	10,001	40.0%	15,000
Distribution Layers	88,367	15,000	15,000	784	14,999	25,000	10,001	40.0%	15,000
Community Assets	98,581	212,307	237,706	9,910	82,904	106,340	23,436	22.0%	237,706
Community Facilities	63,282	212,307	236,706	9,910	81,787	103,540	21,753	21.0%	236,706
Centres	—	—	—	—	498	498	—	—	—
Clinics/Care Centres	57,710	47,200	80,993	8,385	63,208	67,518	4,310	6.4%	80,993
Fire/Ambulance Stations	—	2,000	2,000	1,008	1,649	1,545	(104)	-6.7%	2,000
Libraries	—	9,707	7,213	—	—	—	—	—	7,213
Cemeteries/Crematoria	1,574	5,000	5,000	—	2,671	3,400	729	21.4%	5,000
Markets	—	6,900	—	—	—	—	—	—	—
Airports	3,998	3,000	3,000	—	—	3,000	3,000	100.0%	3,000
Taxi Ranks/Bus Terminals	—	138,500	138,500	516	13,762	27,579	13,817	50.1%	138,500
Sport and Recreation Facilities	35,299	—	1,000	—	1,116	2,800	1,684	60.1%	1,000
Outdoor Facilities	35,299	—	1,000	—	1,116	2,800	1,684	60.1%	1,000
Investment properties	—	51,500	58,396	—	9,214	48,000	38,787	80.8%	58,396
Revenue Generating	—	50,000	56,900	—	7,718	46,505	38,787	83.4%	56,900
Improved Property	—	50,000	56,900	—	7,718	46,505	38,787	83.4%	56,900
Non-revenue Generating	—	1,500	1,496	—	1,496	1,496	—	—	1,496
Improved Property	—	1,500	1,496	—	1,496	1,496	—	—	1,496
Other assets	58,605	29,750	26,504	1,275	15,778	97,851	82,072	83.9%	26,504
Operational Buildings	45,956	29,750	26,504	1,275	6,086	9,127	3,041	33.3%	26,504
Municipal Offices	—	3,500	22,224	146	3,260	3,480	220	6.3%	22,224
Pay/Enquiry Points	—	—	3,480	—	—	—	—	—	3,480
Stores	12,909	800	—	—	—	750	750	100.0%	—
Laboratories	—	—	800	—	—	—	—	—	800
Capital Spares	33,047	25,450	—	1,129	2,826	4,897	2,071	42.3%	—
Housing	12,650	—	17,944	—	9,692	88,724	79,032	89.1%	216,202
Staff Housing	—	—	49,650	—	—	—	—	—	49,650
Social Housing	8,999	—	—	—	—	—	—	—	—
Capital Spares	3,651	—	166,552	—	9,692	88,724	79,032	89.1%	166,552
Intangible Assets	59,509	97,566	107,566	6,109	43,276	85,464	42,188	49.4%	107,566
Servitudes	—	—	—	—	—	—	—	—	—
Licences and Rights	59,509	97,566	107,566	6,109	43,276	85,464	42,188	49.4%	107,566
Computer Software and Applications	59,509	97,566	107,566	6,109	43,276	85,464	42,188	49.4%	107,566
Computer Equipment	71,205	10,925	70,925	2,588	29,763	42,258	12,494	29.6%	70,925
Computer Equipment	71,205	10,925	70,925	2,588	29,763	42,258	12,494	29.6%	70,925
Furniture and Office Equipment	10,007	11,350	10,208	1,167	5,061	7,426	2,365	31.9%	10,208
Furniture and Office Equipment	10,007	11,350	10,208	1,167	5,061	7,426	2,365	31.9%	10,208
Machinery and Equipment	43,561	72,500	73,554	24,857	46,239	58,317	12,077	20.7%	73,554
Machinery and Equipment	43,561	72,500	73,554	24,857	46,239	58,317	12,077	20.7%	73,554
Transport Assets	—	132,925	122,925	—	112,282	118,907	6,625	5.6%	122,925
Transport Assets	—	132,925	122,925	—	112,282	118,907	6,625	5.6%	122,925
Libraries	15,646	—	10,400	54	5,344	13,875	8,531	61.5%	10,400
Libraries	15,646	—	10,400	54	5,344	13,875	8,531	61.5%	10,400
Total Capital Expenditure on new assets	2,667,694	2,608,391	2,770,118	181,272	1,417,359	2,092,912	675,553	32.3%	2,770,118

(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 - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	448,609	487,422	448,672	67,079	309,405	435,678	100,915	29.3%	448,672
Roads Infrastructure	264,920	293,422	332,172	59,353	195,868	269,351	80,288	37.0%	332,172
Roads	235,823	293,422	332,172	59,353	195,868	269,351	80,288	37.0%	332,172
Electrical Infrastructure	43,588	22,000	16,000	2,029	11,178	12,176	826	8.3%	16,000
HV Substations	3,519	-	-	-	-	-	-	-	-
MV Substations	-	5,000	1,000	-	-	-	-	-	1,000
MV Networks	-	5,000	5,000	1,146	3,925	4,600	1,621	36.8%	5,000
LV Networks	38,984	10,000	10,000	882	7,253	7,576	(795)	-14.3%	10,000
Capital Spares	1,085	2,000	-	-	-	-	-	-	-
Water Supply Infrastructure	61,614	102,000	72,000	3,600	19,899	56,686	21,387	56.8%	72,000
Bulk Mains	46,898	-	-	-	-	-	-	-	-
Distribution	14,716	102,000	72,000	3,600	19,899	56,686	21,387	56.8%	72,000
Sanitation Infrastructure	62,496	70,000	28,500	2,098	82,460	97,466	(1,586)	-2.0%	28,500
Reticulation	-	20,000	28,500	2,098	8,121	12,916	1,381	18.7%	28,500
Waste Water Treatment Works	62,496	50,000	-	-	74,339	84,550	(2,968)	-4.1%	-
Solid Waste Infrastructure	15,991	-	-	-	-	-	-	-	-
Waste Transfer Stations	15,991	-	-	-	-	-	-	-	-
Community Assets	12,901	39,000	14,077	1,516	8,061	10,110	1,215	15.7%	14,077
Community Facilities	7,493	7,000	5,500	1,516	2,684	3,733	1,215	51.0%	5,500
Halls	1,590	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	2,000	500	500	500	400	250	100.0%	500
Fire/Ambulance Stations	5,903	5,000	5,000	1,016	2,184	3,333	965	45.2%	5,000
Sport and Recreation Facilities	5,408	32,000	8,577	-	5,377	6,377	-	-	8,577
Outdoor Facilities	5,408	32,000	8,577	-	5,377	6,377	-	-	8,577
Investment properties	-	346,000	-	-	-	-	-	-	-
Revenue Generating	-	346,000	-	-	-	-	-	-	-
Improved Property	-	346,000	-	-	-	-	-	-	-
Other assets	24,586	20,000	20,000	-	3,983	9,000	(3,983)	#DIV/0!	20,000
Operational Buildings	14,658	-	-	-	-	-	-	-	-
Stores	14,658	-	-	-	-	-	-	-	-
Housing	9,929	20,000	20,000	-	3,983	9,000	(3,983)	#DIV/0!	20,000
Social Housing	9,929	20,000	20,000	-	3,983	9,000	(3,983)	#DIV/0!	20,000
Machinery and Equipment	4,298	8,000	6,900	278	551	6,100	5,827	95.5%	6,900
Machinery and Equipment	4,298	8,000	6,900	278	551	6,100	5,827	95.5%	6,900
Total Capital Expenditure on renewal of existing assets	490,395	900,422	489,650	68,873	322,000	460,889	103,974	29.0%	489,650

(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 - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	563,863	787,700	756,800	75,177	555,602	569,370	31,592	6.2%	756,800
Roads Infrastructure	74,710	118,194	110,314	12,060	63,473	62,243	5,821	10.2%	110,314
Roads	70,223	80,168	71,701	8,854	48,036	52,666	9,328	19.2%	71,701
Road Structures	—	480	480	—	—	—	—	—	480
Road Furniture	4,487	37,546	38,133	3,206	15,437	9,577	(3,507)	-40.2%	38,133
Storm water Infrastructure	16,174	19,407	21,207	3,131	13,029	12,142	1,162	10.5%	21,207
Drainage Collection	16,174	10,953	12,303	3,131	13,029	12,142	1,162	10.5%	12,303
Storm water Conveyance	—	8,454	8,904	—	—	—	—	—	8,904
Electrical Infrastructure	327,442	314,017	311,410	32,872	282,005	309,152	27,278	9.9%	311,410
Power Plants	48,084	10,000	10,000	28	9,314	9,849	413	4.3%	10,000
HV Substations	168,722	10,438	10,438	11,936	61,005	76,034	21,228	30.2%	10,438
HV Switching Station	—	13,275	13,275	—	—	—	—	—	13,275
HV Transmission Conductors	—	804	804	—	—	—	—	—	804
MV Substations	—	45,532	47,452	4,804	41,627	42,927	2,349	6.0%	47,452
MV Switching Stations	—	18,147	18,227	584	584	488	391	100.0%	18,227
MV Networks	56,337	115,773	115,773	5,818	73,023	64,292	(9,236)	-15.9%	115,773
LV Networks	54,300	100,049	95,442	9,701	96,452	115,562	12,134	12.3%	95,442
Water Supply Infrastructure	63,233	199,197	184,289	11,625	106,896	91,596	(9,026)	-10.5%	184,289
Reservoirs	14,844	8,786	20,286	2,574	20,621	26,183	5,956	24.8%	20,286
Water Treatment Works	3,242	7,350	7,350	854	6,103	6,597	935	15.1%	7,350
Bulk Mains	—	5,720	8,520	23	147	379	194	60.9%	8,520
Distribution	45,147	177,342	148,133	8,174	80,025	58,437	(16,111)	-28.9%	148,133
Sanitation Infrastructure	62,721	113,455	109,351	12,050	81,576	87,582	5,691	7.6%	109,351
Pump Station	4,239	4,732	6,727	673	5,307	6,080	657	12.4%	6,727
Reticulation	8,455	16,745	20,412	1,660	18,523	22,542	3,272	16.3%	20,412
Waste Water Treatment Works	50,027	86,523	76,523	9,718	57,746	58,959	1,762	3.5%	76,523
Outfall Sewers	—	5,456	5,689	—	—	—	—	—	5,689
Solid Waste Infrastructure	15,422	18,215	15,015	3,010	6,818	2,770	(1,038)	-37.5%	15,015
Landfill Sites	4,361	8,372	8,372	66	2,499	2,364	(68)	-2.9%	8,372
Waste Transfer Stations	—	3,748	548	—	—	—	—	—	548
Waste Drop-off Points	11,061	5,946	5,946	2,944	4,289	380	(966)	-254.2%	5,946
Waste Separation Facilities	—	148	148	—	30	26	(4)	-14.2%	148
Rail Infrastructure	273	242	242	—	—	201	161	100.0%	242
Rail Lines	273	242	242	—	—	201	161	100.0%	242
Information and Communication Infrastructure	3,887	4,973	4,973	429	1,806	3,682	1,543	52.8%	4,973
Core Layers	—	2,021	2,021	314	392	1,697	1,294	94.3%	2,021
Distribution Layers	3,887	2,952	2,952	114	1,414	1,986	249	16.1%	2,952
Community Assets	23,196	159,735	139,645	11,908	96,884	116,386	20,440	19.4%	139,645
Community Facilities	17,756	131,931	115,538	9,668	79,053	98,616	18,855	21.4%	115,538
Halls	—	663	663	171	579	562	121	22.8%	663
Centres	—	884	884	9	113	313	150	59.0%	884
Clinics/Care Centres	—	3,936	4,244	1,263	2,697	1,363	(1,089)	-316.0%	4,244
Fire/Ambulance Stations	11,743	2,984	2,984	620	5,653	7,451	1,646	24.6%	2,984
Museums	—	432	432	0	409	342	(88)	-27.3%	432
Galleries	—	155	155	—	151	132	(41)	-37.4%	155
Cemeteries/Crematoria	—	11,968	13,098	881	9,035	11,321	1,826	18.3%	13,098
Police	—	4,331	4,331	26	2,934	3,684	322	10.0%	4,331
Public Open Space	—	92,827	74,997	5,209	50,151	65,714	15,161	25.2%	74,997
Nature Reserves	6,013	6,726	6,726	258	3,750	3,781	57	1.6%	6,726
Markets	—	5,018	5,018	1,232	3,366	3,477	625	22.7%	5,018
Airports	—	2,007	2,007	—	216	476	164	43.1%	2,007
Sport and Recreation Facilities	5,439	27,805	24,107	2,240	17,831	17,770	1,586	9.2%	24,107
Indoor Facilities	—	133	133	—	103	40	(63)	-159.5%	133
Outdoor Facilities	5,439	27,672	23,974	2,240	17,728	17,730	1,649	9.6%	23,974
Investment properties	—	6,427	6,427	1,700	5,727	9,131	973	19.5%	6,427
Revenue Generating	—	6,427	6,427	1,700	5,727	9,131	973	19.5%	6,427
Improved Property	—	512	512	1	242	274	120	33.2%	512
Unimproved Property	—	5,915	5,915	1,698	5,485	8,857	853	18.4%	5,915
Other assets	179,296	113,481	215,887	8,665	48,752	58,849	12,131	23.2%	215,887
Operational Buildings	179,248	103,972	210,275	8,650	48,396	58,457	12,114	23.4%	210,275
Municipal Offices	177,520	48,676	105,137	3,526	11,995	18,081	6,815	44.6%	105,137
Pay/Enquiry Points	—	1,708	55,242	—	—	25	20	100.0%	55,242
Building Plan Offices	—	—	1,708	—	—	—	—	—	1,708
Workshops	—	165	—	—	—	137	110	100.0%	—
Yards	—	—	165	—	—	—	—	—	165
Manufacturing Plant	1,653	2,694	—	254	1,464	1,622	324	21.1%	—
Depots	75	50,729	2,294	4,871	34,938	38,592	4,846	13.9%	2,294
Capital Spares	—	—	45,729	—	—	—	—	—	45,729
Housing	48	9,509	5,612	14	356	392	17	4.7%	5,612
Social Housing	48	9,509	5,612	14	356	392	17	4.7%	5,612
Intangible Assets	73,544	64,597	65,497	802	59,615	64,596	2,213	3.6%	65,497
Licences and Rights	73,544	64,597	65,497	802	59,615	64,596	2,213	3.6%	65,497
Computer Software and Applications	73,544	64,597	65,497	802	59,615	64,596	2,213	3.6%	65,497
Computer Equipment	126	16,716	16,716	1,693	13,138	11,237	(753)	-7.0%	16,716
Computer Equipment	126	16,716	16,716	1,693	13,138	11,237	(753)	-7.0%	16,716
Furniture and Office Equipment	1,779	3,352	3,502	59	947	2,866	1,610	64.4%	3,502
Furniture and Office Equipment	1,779	3,352	3,502	59	947	2,866	1,610	64.4%	3,502
Machinery and Equipment	83,379	51,366	47,153	5,751	55,221	68,197	13,735	21.7%	47,153
Machinery and Equipment	83,379	51,366	47,153	5,751	55,221	68,197	13,735	21.7%	47,153
Transport Assets	136,253	124,100	196,100	24,991	121,428	148,714	52,147	35.1%	196,100
Transport Assets	136,253	124,100	196,100	24,991	121,428	148,714	52,147	35.1%	196,100
Libraries	32	6,483	4,683	31	3,436	3,580	125	3.6%	4,683
Libraries	32	6,483	4,683	31	3,436	3,580	125	3.6%	4,683
Total Repairs and Maintenance Expenditure	1,061,466	1,333,959	1,452,411	130,775	960,749	1,052,926	134,214	13.9%	1,452,411

(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 - M11 May								
Description	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands								
Depreciation by Asset Class/Sub-class								
Infrastructure	1,339,774	1,378,220	998,262	85,248	938,579	1,182,040	243,461	998,262
Roads Infrastructure	225,065	474,552	526,657	29,353	323,174	407,003	83,829	526,657
Roads	225,065	403,363	447,651	24,949	274,693	345,947	71,254	447,651
Road Structures	—	6,701	7,437	414	4,563	5,747	1,184	7,437
Road Furniture	—	64,488	71,569	3,989	43,917	55,309	11,392	71,569
Storm water Infrastructure	112,166	92,315	8,689	5,710	62,867	79,175	16,307	8,689
Drainage Collection	112,166	—	—	—	—	—	—	—
Storm water Conveyance	—	92,315	8,689	5,710	62,867	79,175	16,307	8,689
Electrical Infrastructure	507,848	330,273	162,738	20,429	224,919	283,261	58,342	162,738
Power Plants	(12,775)	5,931	2,922	367	4,039	5,087	1,048	2,922
HV Substations	520,623	57,870	28,515	3,579	39,410	49,633	10,223	28,515
HV Switching Station	—	10	5	1	7	9	2	5
HV Transmission Conductors	—	15,737	7,754	973	10,717	13,497	2,780	7,754
MV Substations	—	23,936	11,794	1,481	16,301	20,529	4,228	11,794
MV Switching Stations	—	4,347	2,142	269	2,960	3,728	768	2,142
MV Networks	—	71,748	35,353	4,438	48,861	61,535	12,674	35,353
LV Networks	—	150,694	74,253	9,321	102,624	129,244	26,620	74,253
Water Supply Infrastructure	417,917	239,666	134,469	14,824	163,215	205,551	42,337	134,469
Dams and Weirs	(117,905)	975	547	60	664	836	172	547
Boreholes	—	169	95	10	115	145	30	95
Reservoirs	—	29,036	16,291	1,796	19,774	24,903	5,129	16,291
Pump Stations	—	5,109	2,867	316	3,480	4,382	903	2,867
Water Treatment Works	—	20,976	11,769	1,297	14,285	17,990	3,705	11,769
Bulk Mains	—	54,103	30,355	3,346	36,844	46,402	9,557	30,355
Distribution	535,822	128,251	71,958	7,933	87,340	109,996	22,655	71,958
Distribution Points	—	425	238	26	289	364	75	238
PRV Stations	—	622	349	38	423	533	110	349
Sanitation Infrastructure	(307,476)	212,960	151,478	13,172	145,028	182,647	37,619	151,478
Pump Station	1,440	2,626	1,868	162	1,788	2,252	464	1,868
Reticulation	(308,915)	135,530	96,402	8,383	92,297	116,238	23,941	96,402
Waste Water Treatment Works	—	42,542	30,260	2,631	28,972	36,487	7,515	30,260
Outfall Sewers	—	32,263	22,949	1,996	21,971	27,670	5,699	22,949
Solid Waste Infrastructure	6,048	13,510	6,429	836	9,200	11,587	2,387	6,429
Landfill Sites	6,048	—	—	—	—	—	—	—
Waste Processing Facilities	—	9,003	4,284	557	6,131	7,721	1,590	4,284
Waste Separation Facilities	—	4,507	2,145	279	3,069	3,866	796	2,145
Rail Infrastructure	21,771	—	—	—	—	—	—	—
Rail Lines	21,771	—	—	—	—	—	—	—
Information and Communication Infrastructure	356,435	14,943	7,802	924	10,177	12,816	2,640	7,802
Data Centres	356,435	—	—	—	—	—	—	—
Core Layers	—	14,943	7,802	924	10,177	12,816	2,640	7,802
Community Assets	(583,380)	207,791	167,662	12,853	141,508	178,214	36,706	167,662
Community Facilities	42,593	130,769	105,515	8,089	89,055	112,155	23,100	105,515
Halls	—	3,089	2,493	191	2,104	2,649	546	2,493
Centres	—	7,735	6,241	478	5,268	6,634	1,366	6,241
Crèches	—	961	776	59	655	825	170	776
Clinics/Care Centres	14,658	9,514	7,677	588	6,479	8,160	1,681	7,677
Fire/Ambulance Stations	1,440	7,213	5,820	446	4,912	6,187	1,274	5,820
Testing Stations	—	3	3	0	2	3	1	3
Museums	—	687	554	43	468	589	121	554
Libraries	2,880	—	—	—	—	—	—	—
Cemeteries/Crematoria	(11,526)	10,083	8,136	624	6,867	8,648	1,781	8,136
Police	8,639	537	433	33	366	460	95	433
Public Open Space	—	39,041	31,501	2,415	26,587	33,484	6,897	31,501
Public Ablution Facilities	12,534	216	174	13	147	185	38	174
Markets	—	15,550	12,547	962	10,589	13,336	2,747	12,547
Stalls	—	16	13	1	11	14	3	13
Airports	—	20,148	16,257	1,246	13,721	17,280	3,559	16,257
Taxi Ranks/Bus Terminals	—	15,974	12,889	988	10,879	13,700	2,822	12,889
Capital Spares	13,967	—	—	—	—	—	—	—
Sport and Recreation Facilities	(625,973)	77,022	62,148	4,764	52,453	66,059	13,606	62,148
Outdoor Facilities	(625,973)	77,022	62,148	4,764	52,453	66,059	13,606	62,148
Heritage assets	—	207,840	—	12,856	141,541	178,256	36,715	—
Monuments	—	138	—	9	94	118	24	—
Historic Buildings	—	181,792	—	11,245	123,802	155,915	32,113	—
Works of Art	—	25,830	—	1,598	17,590	22,153	4,563	—
Other Heritage	—	81	—	5	55	69	14	—
Investment properties	789,600	13,002	36,413	804	8,855	11,151	2,297	36,413
Revenue Generating	789,600	13,002	36,413	804	8,855	11,151	2,297	36,413
Improved Property	771,918	13,002	36,413	804	8,855	11,151	2,297	36,413
Unimproved Property	17,682	—	—	—	—	—	—	—
Other assets	(61,139)	14,093	209,717	872	9,597	12,087	2,489	209,717
Operational Buildings	(78,850)	279	5,988	17	190	239	49	4,147
Municipal Offices	—	124	1,840	8	84	106	22	1,840
Pay/Enquiry Points	—	—	1,840	—	—	—	—	1,840
Training Centres	1,584	—	—	—	—	—	—	—
Depots	—	155	2,307	10	106	133	27	2,307
Capital Spares	(80,434)	—	—	—	—	—	—	—
Housing	17,711	13,814	205,570	854	9,408	11,848	2,440	205,570
Staff Housing	17,711	849	12,639	53	578	728	150	12,639
Social Housing	—	12,965	192,930	802	8,829	11,119	2,290	192,930
Biological or Cultivated Assets	—	28	42	2	19	24	5	42
Biological or Cultivated Assets	—	28	42	2	19	24	5	42
Intangible Assets	(211,415)	32,192	121,417	1,991	21,923	27,610	5,687	121,417
Servitudes	—	11,466	43,244	709	7,808	9,834	2,025	43,244
Licences and Rights	(211,415)	20,727	78,172	1,282	14,115	17,776	3,661	78,172
Water Rights	—	—	43,244	—	—	—	—	43,244
Effluent Licenses	—	—	78,172	—	—	—	—	78,172
Computer Software and Applications	(211,415)	20,727	78,172	1,282	14,115	17,776	3,661	78,172
Computer Equipment	5,760	36,722	73,970	2,271	25,008	31,495	6,487	73,970
Computer Equipment	5,760	36,722	73,970	2,271	25,008	31,495	6,487	73,970
Furniture and Office Equipment	266,167	4,795	27,360	297	3,266	4,113	847	27,360
Furniture and Office Equipment	266,167	4,795	27,360	297	3,266	4,113	847	27,360
Machinery and Equipment	864	21,828	54,997	1,350	14,865	18,721	3,856	54,997
Machinery and Equipment	864	21,828	54,997	1,350	14,865	18,721	3,856	54,997
Transport Assets	—	39,242	175,374	2,427	26,724	33,656	6,932	175,374
Transport Assets	—	39,242	175,374	2,427	26,724	33,656	6,932	175,374
Libraries	—	5,547	2	343	3,778	4,758	980	2
Libraries	—	5,547	2	343	3,778	4,758	980	2
Total Depreciation	1,546,231	1,961,302	1,865,215	121,314	1,335,663	1,682,124	346,462	1,865,215

(r) Table SC13e: Monthly budget statement – capital expenditure on upgrading of existing assets by asset class

TSH City Of Tshwane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M11 May									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	14,147	213,541	250,843	17,145	70,814	146,169	75,355	51.6%	250,843
Roads Infrastructure	-	151,049	190,811	9,039	54,715	107,916	53,202	49.3%	190,811
Roads	-	91,049	130,811	5,911	6,116	58,055	51,939	89.5%	130,811
Road Structures	-	60,000	60,000	3,128	48,599	49,862	1,263	2.5%	60,000
Storm water Infrastructure	-	1,500	1,500	343	343	500	157	31.5%	1,500
Storm water Conveyance	-	1,500	1,500	343	343	500	157	31.5%	1,500
Electrical Infrastructure	9,359	9,000	11,000	333	6,720	10,111	3,391	33.5%	11,000
MV Networks	-	2,000	2,000	190	1,132	1,700	568	33.4%	2,000
LV Networks	6,862	7,000	9,000	144	5,589	8,411	2,822	33.6%	9,000
Capital Spares	2,497	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	17,000	12,540	-	-	2,100	2,100	100.0%	12,540
Reservoirs	-	-	7,800	-	-	2,100	2,100	100.0%	7,800
Water Treatment Works	-	15,000	800	-	-	-	-	-	800
Bulk Mains	-	2,000	-	-	-	-	-	-	-
Distribution	-	-	3,940	-	-	-	-	-	3,940
Sanitation Infrastructure	-	14,992	14,992	4,177	4,177	5,542	1,364	24.6%	14,992
Waste Water Treatment Works	-	14,992	14,992	4,177	4,177	5,542	1,364	24.6%	14,992
Solid Waste Infrastructure	-	5,000	5,000	2,505	2,570	5,000	2,430	48.6%	5,000
Waste Drop-off Points	-	5,000	5,000	2,505	2,570	5,000	2,430	48.6%	5,000
Information and Communication Infrastructure	4,788	15,000	15,000	748	2,289	15,000	12,711	84.7%	15,000
Distribution Layers	4,788	15,000	15,000	748	2,289	15,000	12,711	84.7%	15,000
Community Assets	14,764	71,180	78,966	919	(3,874)	29,679	33,553	113.1%	78,966
Community Facilities	14,317	55,180	58,456	919	4,576	26,529	21,953	82.8%	58,456
Cemeteries/Crematoria	1,200	-	-	-	-	-	-	-	-
Markets	5,498	2,500	2,500	919	2,065	867	(1,198)	-138.1%	2,500
Airports	6,976	6,000	5,976	-	1,728	5,976	4,249	71.1%	5,976
Taxi Ranks/Bus Terminals	-	42,180	43,180	-	773	12,886	12,113	94.0%	43,180
Capital Spares	642	4,500	6,800	-	10	6,800	6,790	99.8%	6,800
Sport and Recreation Facilities	447	16,000	20,510	-	(8,450)	3,150	11,600	368.3%	20,510
Outdoor Facilities	447	16,000	20,510	-	(8,450)	3,150	11,600	368.3%	20,510
Other assets	7,542	20,750	20,750	3,414	8,247	20,750	12,502	60.3%	20,750
Operational Buildings	7,542	20,750	20,750	3,414	8,247	20,750	12,502	60.3%	20,750
Municipal Offices	-	10,750	10,750	-	750	10,750	10,000	93.0%	10,750
Stores	7,542	10,000	10,000	3,414	7,498	10,000	2,502	25.0%	10,000
Intangible Assets	5,345	4,000	4,000	1,165	3,070	3,154	85	2.7%	4,000
Licences and Rights	5,345	4,000	4,000	1,165	3,070	3,154	85	2.7%	4,000
Computer Software and Applications	5,345	4,000	4,000	1,165	3,070	3,154	85	2.7%	4,000
Machinery and Equipment	-	5,000	-	-	-	-	-	-	-
Machinery and Equipment	-	5,000	-	-	-	-	-	-	-
Transport Assets	-	37,000	37,000	5,172	126,053	97,585	(28,467)	-29.2%	37,000
Transport Assets	-	37,000	37,000	5,172	126,053	97,585	(28,467)	-29.2%	37,000
Total Capital Expenditure on upgrading of existing assets	41,798	351,471	391,559	27,816	204,310	297,338	93,028	31.3%	391,559

(s) Municipal Manager's quality certification

QUALITY CERTIFICATE

I, **Moeketsi Mosola**, the City Manager of the City of Tshwane, hereby certify that the monthly budget statement for **May 2018** has been prepared in accordance with the Municipal Finance Management Act and regulations made under this act.

Dr Moeketsi Mosola
CITY MANAGER OF THE CITY OF TSHWANE

Signature: _____

Date: _____